



“Uzbekhydroenergo” JSC and its subsidiaries

**International Financial Reporting Standards
Consolidated Financial Statements and
Independent Auditor’s Report**

31 December 2020

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Independent Auditor's Report

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Independent Auditor's Report

To the Shareholder and Management of Uzbekhydroenergo JSC

Our opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of Uzbekhydroenergo JSC and its subsidiaries (together - the "Group") as at 31 December 2020, and the Group's consolidated financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

What we have audited

The Group's consolidated financial statements comprise:

- the consolidated statement of financial position as at 31 December 2020;
- the consolidated statement of profit or loss and other comprehensive income for the year then ended;
- the consolidated statement of changes in equity for the year then ended;
- the consolidated statement of cash flows for the year then ended; and
- the notes to the consolidated financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the consolidated financial statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Group in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code) together with the ethical requirements of the Code of Professional Ethics for Auditors of Uzbekistan and auditor's independence requirements that are relevant to our audit of the consolidated financial statements in the Republic of Uzbekistan. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the ethical requirements of the Code of Professional Ethics for Auditors of Uzbekistan.



Responsibilities of management and those charged with governance for the consolidated financial statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Suhrab Azimov
General Director/Auditor
Certificate of auditor No. 05338
dated 7 November 2015 issued by
the Ministry of Finance of Uzbekistan

Audit Organization "PricewaterhouseCoopers" LLC

Audit Organization "PricewaterhouseCoopers" LLC
25 May 2021
Tashkent, Uzbekistan

**"Uzbekhydroenergo" JSC and its subsidiaries
Consolidated Statement of Financial Position**

<i>In millions of Uzbek Soums</i>	Notes	31 December 2020	31 December 2019
ASSETS			
Non-current assets			
Property, plant and equipment	8	5,843,503	4,639,890
Investments in associates		541	534
Prepayments	9	459,118	143,751
Other non-current assets	14	11,868	8,050
Total non-current assets		6,315,030	4,792,225
Current assets			
Inventories	10	39,878	33,840
Prepayments	9	14,741	33,311
Trade and other receivables	11	76,431	303,125
Other taxes receivable	12	128,150	130,070
Restricted cash	13	2,805	31,104
Other current assets	14	42,710	41,846
Cash and cash equivalents	15	97,954	131,087
Total current assets		402,669	704,383
TOTAL ASSETS		6,717,699	5,496,608
EQUITY			
Share capital	16	495,162	495,162
Retained earnings		3,762,884	3,135,231
Equity attributable to the Group's owners		4,258,046	3,530,393
Non-controlling interest		589	307
TOTAL EQUITY		4,258,635	3,630,700
LIABILITIES			
Non-current liabilities			
Borrowings	17	1,973,098	1,240,201
Deferred income tax liabilities	25	-	116,405
Other non-current liabilities	20	2,121	2,882
Total non-current liabilities		1,975,219	1,359,488
Current liabilities			
Borrowings	17	137,894	122,587
Income tax payable	25	48,604	48,604
Other taxes payable	18	22,614	52,208
Trade and other payables	19	213,364	222,674
Other current liabilities	20	61,369	60,347
Total current liabilities		483,845	506,420
TOTAL LIABILITIES		2,459,064	1,865,908
TOTAL LIABILITIES AND EQUITY		6,717,699	5,496,608

Approved for issue and signed on 25 May 2021

Abdugani Sanginov
Chairman of the Board

Bakhrom Ollanazarov
Chief Accountant

Lazizkhujja Usmanov
Head of IFRS
Department

The accompanying notes on pages 5 to 40 are an integral part of these consolidated financial statements.