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**JOINT STOCK COMPANY
“INDORAMA KOKAND FERTILIZERS AND CHEMICALS”
INTERNATIONAL FINANCIAL REPORTING STANDARDS**

**FINANCIAL STATEMENTS
INDEPENDENT AUDITOR’S REPORT**

FOR THE YEAR ENDED 31 DECEMBER 2022

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JSC INDORAMA KOKAND FERTILIZERS AND CHEMICALS

STATEMENT OF MANAGEMENT'S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2022

The following statement, which should be read in conjunction with the independent auditors' responsibilities with a view to distinguishing the respective responsibilities of management and those of the independent auditors in relation to the financial statements of the JSC "Indorama Kokand Fertilizers and Chemicals" (the "Company").

Management of the Company is responsible for the preparation of the financial statements that present fairly the financial position of the Company as at December 31, 2022, the results of its operations, cash flows and changes in capital for the year ended December 31, 2022 in accordance with the International Financial Reporting Standards (the "IFRS").

In preparing the financial statements, management is responsible for:

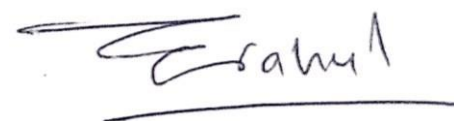
- selecting suitable accounting policies and applying them consistently;
- making judgments and estimates that are reasonable and prudent;
- stating whether IFRS have been followed, subject to any material departures disclosed and explained in the financial statements; and
- preparing the financial statements on a going concern basis, unless it is inappropriate to presume that the Company will continue in business for the foreseeable future.

Management of the Company is also responsible for:

- designing, implementing and maintaining an effective and sound system of internal control, throughout the Company;
- maintaining proper accounting records that disclose, with reasonable accuracy at any time, the financial position of the Company, and which enable them to ensure that the financial statements of the Company comply with IFRS;
- maintaining statutory accounting records in compliance with legislation, accounting standards of the Republic of Uzbekistan and IFRS;
- taking such steps as are reasonably available to them to safeguard the assets of the Company; and
- detecting and preventing fraud, errors and other irregularities.

The financial statements for the year ended December 31, 2022 were approved and authorized for issue on March 5, 2023 by the Management of the Company.

On behalf of the Management of the Company:



Rahul Singh
General Director



Ganesh Chaudhary
Chief Financial Officer

INDEPENDENT AUDITOR'S REPORT

To the shareholders of JSC «INDORAMA KOKAND FERTILIZERS AND CHEMICALS»

Opinion

We have audited the accompanying financial statements of JSC «INDORAMA KOKAND FERTILIZERS AND CHEMICALS» (the "Company") which comprise the Statement of Financial Position as at 31 December 2022 and the Statement of Profits or Loss and Other Comprehensive Income, the Statement of Changes in Equity and Cash Flow Statement for the period from 1 January 2022 to 31 December 2022 and a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements present truly and fairly, in all material respects, the financial position of the Company as of 31 December 2022 and its financial performance and its cash flows for the period from 1 January 2022 to 31 December 2022 in accordance with International Financial Reporting Standards (IFRS).

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the independence requirements that are relevant to our audit of the financial statements in with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

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

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company 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 Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 financial statements.

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

- Identify and assess the risks of material misstatement of the 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 Company 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 Company ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Andrey Pak
General Director

KRESTON TASHKENT, LLC

*15, Istikbol Street,
100047, Tashkent,
Republic of Uzbekistan*

March 5, 2023



JSC INDORAMA KOKAND FERTILIZERS AND CHEMICALS

**JOINT STOCK COMPANY
“INDORAMA KOKAND FERTILIZERS AND CHEMICALS”
INTERNATIONAL FINANCIAL REPORTING STANDARDS**

FINANCIAL REPORT

AS OF 31 DECEMBER 2022 (AUDITED) AND 31 DECEMBER 2021 (AUDITED)

AND FOR THE PERIOD ENDED 31 DECEMBER 2022 (AUDITED) AND 31 DECEMBER 2021 (AUDITED)

JSC INDORAMA KOKAND FERTILIZERS AND CHEMICALS

STATEMENT OF FINANCIAL POSITION AS AT 31 DEC 2022

	Note	2022 US\$	2021 US\$
ASSETS			
<u>Non-current Assets</u>			
Property, plant and equipment	(7)	35,350,478	36,007,479
Intangible assets	(8)	490,841	473,510
Financial assets at fair value through other comprehensive income	(9)	811	811
Other non-current assets	(10)	311,449	263,209
Deferred Tax Assets	(11)	27,059	16,721
Total non-current assets		36,180,638	36,761,730
<u>Current Assets</u>			
Inventories	(12)	14,946,189	5,460,924
Trade and other receivables	(13)	10,934,145	3,019,586
Other current assets	(14)	1,875,534	2,068,401
Fixed Deposits	(15)	-	553,625
Cash and cash equivalents	(16)	6,095,831	3,779,881
Total current assets		33,851,699	14,882,417
Total assets		70,032,337	51,644,147
EQUITY AND LIABILITIES			
<u>Capital and Reserves</u>			
Equity Share capital	(17)	1,181,202	1,181,201
Preference Share Capital	(17)	10,191	10,191
Revaluation reserve	(18)	2,303,215	2,315,107
Other reserve	(24)	265,900	
Retained earnings		20,669,244	4,933,780
Total equity		24,429,752	8,440,279
<u>Non-Current Liabilities</u>			
Long Term borrowings from financial institutions	(19)	28,428,572	27,809,524
Total non-current liabilities		28,428,572	27,809,524
<u>Current Liabilities</u>			
Loan from group companies	(20)	8,700,000	8,700,000
Current maturities of long term borrowing from financial institution	(20)	4,380,952	2,190,476
Trade and other payables	(21)	4,093,061	4,503,868
Total current liabilities		17,174,013	15,394,344
Total liabilities		45,602,585	43,203,868
Total equity and liabilities		70,032,337	51,644,147

The accompanying accounting policies and explanatory notes form an integral part of these financial statements.

Rahul Singh
General Director



Ganesh Chaudhary
Chief Financial Officer

JSC INDORAMA KOKAND FERTILIZERS AND CHEMICALS
**STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DEC 2022**

	Note	Company	
		2022 US\$	2021 US\$
Revenue	(22)	56,241,721	27,386,083
Cost of sales	(23)	(30,408,144)	(14,975,427)
Gross profit		25,833,577	12,410,656
Other income	(24)	193,014	189,676
Selling and distribution expenses	(25)	(2,241,032)	(923,857)
Administrative expenses	(26)	(5,681,708)	(4,126,463)
Other operating expenses	(27)	(661,135)	(345,193)
Finance costs	(28)	(1,463,157)	(834,692)
Profit before income tax		15,979,559	6,370,127
Income tax expense			
- current year		-	-
- deferred tax		10,338	1,598
		10,338	1,598
Profit for the year		15,989,897	6,371,725

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DEC 2022**

	Company	
	2022 US\$	2021 US\$
Profit for the year	15,989,897	6,371,725
Other comprehensive income:		
Items that will not be reclassified subsequently to profit or loss:		
- Revaluation of PPE	-	44,534
	-	44,534
	-	44,534
Total comprehensive income for the year	15,989,897	6,416,259
Profit attributable to:		
Owners of the company	15,989,897	6,371,725
	15,989,897	6,371,725
Total comprehensive income attributable to:		
Owners of the company	15,989,897	6,416,259
	15,989,897	6,416,259

The accompanying accounting policies and explanatory notes form an integral part of these financial statements.

Rahul Singh
General Director



Ganesh Chaudhary
Chief Financial Officer

JSC INDORAMA KOKAND FERTILIZERS AND CHEMICALS
STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 DEC 2022

Attributable to Equity Holder of the Company

	Share Capital	Equity Reserve	Preference shares	Revaluation Reserve	Other Reserves	Retained Earnings	Total
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance as at 01 Jan 2022	1,181,201	366,737	10,191	2,315,108	-	4,567,041	8,440,278
Restated adjustment	-	-	-	-	-	-	-
Balance as at 01 Jan 2022 (Restated)	1,181,201	366,737	10,191	2,315,108	-	4,567,041	8,440,278
Profit for the year	-	-	-	-	-	15,989,897	15,989,897
Transfer of revaluation surplus to retained earnings	-	-	-	(11,892)	-	11,892	-
Transfer to reserves from retained earnings	-	-	-	-	265,900	(265,900)	-
Dividend	-	-	-	-	-	(424)	(424)
Balance as at 31 Dec 2022	1,181,201	366,737	10,191	2,303,216	265,900	20,302,506	24,429,751

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 DEC 2021

Attributable to Equity Holder of the Company

	Share Capital	Equity Reserve	Preference shares	Revaluation Reserve	Other Reserves	Retained Earnings	Total
	US\$	US\$	US\$	US\$	US\$	US\$	US\$
Balance as at 01 Jan 2021	0	0	-	0	-	0	0
Restated adjustment	1,181,201	387,475	10,191	2,281,655	-	(1,824,972)	2,035,550
Balance as at 01 Jan 2021 (Restated)	1,181,201	387,475	10,191	2,281,655	-	(1,824,972)	2,035,550
Profit for the year	-	-	-	-	-	6,371,723	6,371,723
Transfer from reserves to retained earnings	-	(20,290)	-	(11,081)	-	20,290	(11,081)
Other comprehensive income	-	-	-	44,534	-	-	44,534
Dividends	-	(448)	-	-	-	-	(448)
Balance as at 31 Dec 2021	1,181,201	366,737	10,191	2,315,108	-	4,567,041	8,440,278

The accompanying accounting policies and explanatory notes form an integral part of these financial statements.



 Rahul Singh
General Director

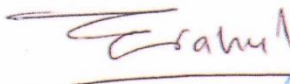



 Ganesh Chaudhary
Chief Financial Officer


JSC INDORAMA KOKAND FERTILIZERS AND CHEMICALS
**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 DEC 2022**

	Note	Company	
		2022 US\$	2021 US\$
<u>Cash flows from operating activities:</u>			
Profit before income tax		15,979,558	6,370,127
Adjustments for:			
PPE written off		-	-
Amortisation and depreciation expense		3,487,301	2,493,650
Loss on disposal of PPE		-	0
Operating profit before working capital changes		20,946,308	9,184,386
Changes in inventories		(9,485,077)	(4,650,462)
Changes in trade and other receivables		(7,883,059)	(2,320,356)
Changes in trade and other payables		(521,875)	2,831,757
Changes in other non-current assets		(58,578)	557,430
Changes in other current assets		167,884	(1,996,295)
Changes in other non-current liabilities		9,914	34,602
Cash from / (used in) operations		3,175,517	3,641,062
Net cash generated from / (used in) operating activities		3,175,517	3,641,062
Cash flows from investing activities			
Purchase of property, plant and equipment		(2,860,610)	(10,638,071)
Proceeds from sale of property, plant and equipment		5,972	45,792
Net cash from / (used in) investing activities		(2,317,002)	(11,168,713)
Cash flows from financing activities			
Loans to/from related parties		-	3,000,000
Net cash from / (used in) financing activities		1,457,435	7,158,404
Net movements in cash and cash equivalents		2,315,950	(369,247)
Cash and cash equivalent at beginning of year		3,779,881	4,494,321
Cash and cash equivalents at the end of the year		6,095,831	3,779,881
<u>Cash and cash equivalents comprise of:</u>			
Cash and bank balances		6,095,831	3,779,881
Cash and cash equivalents at the end of the year		6,095,831	3,779,881

The accompanying accounting policies and explanatory notes form an integral part of these financial statements.


 Rahul Singh
 General Director




 Ganesh Chaudhary
 Chief Financial Officer