



**“Common Republican Processing Center” LLC
and its subsidiaries**

**Consolidated financial statements
For the year ended 31 December 2023
with independent auditor’s report**

Independent auditor's report

To the Shareholders, Supervisory Board and Management of "Common Republican Processing Center" Limited Liability Company

Opinion

We have audited the consolidated financial statements of "Common Republican Processing Center" LLC and its subsidiaries (hereinafter, the "Group"), which comprise the consolidated statement of financial position as at 31 December 2023, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policy information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at 31 December 2023 and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

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 are independent of the Group in accordance with the International Ethics Standards Board for Accountants' (IESBA) International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) together with the ethical requirements that are relevant to our audit of the consolidated financial statements in the Republic of Uzbekistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other matters

The consolidated financial statements of the Group for the years ended 31 December 2022 and 2021 were unaudited.

Responsibilities of management and the Supervisory Board for the consolidated financial statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRSs, 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.

The Supervisory Board is 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 skepticism 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 the Supervisory Board 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.

Tashkent, Uzbekistan

24 May 2024

FE Audit Organization „Ernst & Young“ LLC

FE Audit Organization “Ernst & Young” LLC

Certificate authorizing audit practice No. 66 registered with the Ministry of Finance of the Republic of Uzbekistan.

Engagement partner/
Qualified auditor



Pavel Zholdaspayev
Auditor’s qualification certificate
authorizing audit practice No. 06151
dated 10.02.2023 issued by
“Buxgalterlar va auditorlar imtihon
markazi”

General director



Nataliya Kim
Auditor’s qualification certificate
authorizing audit practice No. 05555
dated 12.07.2018 issued by
“Buxgalterlar va auditorlar imtihon
markazi”


UZCARD Group
Consolidated statement of financial position

<i>In thousands of US Dollars</i>	Note	As at 31 December		
		2023	2022 (unaudited)	2021 (unaudited)
Assets				
Non-current assets				
Property, plant and equipment	8	12,778	8,608	9,431
Intangible assets	10	4,027	3,270	3,659
Right-of-use assets	9	1,553	2,027	1,895
Investments in equity instruments		513	209	213
Costs to fulfill the contracts	13	1,993	2,704	2,198
Advances for non-current assets		382	2,110	174
Loans issued	11	60	166	234
Other non-current assets		58	-	-
Deferred tax assets	22	-	24	2
Total non-current assets		21,364	19,118	17,806
Current assets				
Inventories		252	181	174
Trade and other receivables	12	8,886	6,064	4,517
Income tax prepayment		324	-	-
Loans issued	11	11,505	7,614	5,061
Deposits		40	467	1,467
Cash and cash equivalents	17	1,147	1,051	964
Total current assets		22,154	15,377	12,183
Total assets		43,518	34,495	29,989
Liabilities and equity				
Equity				
Share capital	15	5,732	5,056	5,056
Other capital reserves		667	667	667
Currency translation reserve		(5,715)	(3,996)	(2,917)
Retained earnings		36,994	27,368	21,905
Equity attributable to the owners of the parent		37,678	29,095	24,711
Non-controlling interests		(348)	126	196
Total equity		37,330	29,221	24,907
Non-current liabilities				
Non-current liabilities				
Lease liabilities	9	1,205	1,349	1,069
Liabilities under contracts with customers	13	1,162	1,654	1,091
Deferred tax liabilities	22	70	-	-
Total non-current liabilities		2,437	3,003	2,160
Current liabilities				
Trade and other payables	16	2,608	652	1,998
Lease liabilities	9	523	907	375
Liabilities under contracts with customers	13	620	712	549
Total current liabilities		3,751	2,271	2,922
Total liabilities		6,188	5,274	5,082
Total equity and liabilities		43,518	34,495	29,989

These consolidated financial statements were approved by management on 24 May 2024 and were signed on its behalf by:


 O. A. Zakirov
 General Director




 T. N. Tjmkhina
 First Deputy of General Director

The notes on the pages 5 to 41 are the integral part of these consolidated financial statements

UZCARD Group
Consolidated statement of profit or loss and other comprehensive income

<i>In thousands of US Dollars</i>	Note	For the years ended 31 December		
		2023	2022 (unaudited)	2021 (unaudited)
Revenue from contracts with customers	17	77,788	54,226	31,354
Cost of sales	18	(9,771)	(11,056)	(11,928)
Gross profit		68,017	43,170	19,426
General and administrative expenses	19	(11,790)	(8,162)	(5,654)
Net expected credit losses on financial assets		(5,719)	(1,572)	(454)
Other operating gains/(losses), net		450	524	(67)
Operating profit		50,958	33,960	13,251
Gain from disposal of a subsidiary	6	657	-	-
Finance costs	20	(1,986)	(1,157)	(837)
Finance income	21	2,336	2,467	800
Profit before tax		51,965	35,270	13,214
Income tax expense	27	(354)	(216)	(72)
Profit for the year		51,611	35,054	13,142
Profit/(loss) for the year attributable to:				
Owners of the parent		51,765	35,081	13,218
Non-controlling interests		(154)	(27)	(76)
Profit for the year		51,611	35,054	13,142
Other comprehensive loss				
<i>Other comprehensive loss that will not be reclassified to profit or loss in subsequent periods (net of tax):</i>				
Effect of translation to presentation currency		(1,719)	(1,079)	(677)
Total other comprehensive loss for the year		(1,719)	(1,079)	(677)
Total comprehensive income		49,892	33,975	12,465
Total comprehensive income/(loss) attributable to:				
Owners of the parent		50,046	34,002	12,541
Non-controlling interests		(154)	(27)	(76)
Total comprehensive income for the year		49,892	33,975	12,465

The notes on the pages 5 to 38 are the integral part of these consolidated financial statements

UZCARD Group
Consolidated statement of changes in equity

		For the years ended 31 December 2023, 2022 and 2021							
		Attributable to the owners of the parent							
	Note	Share capital	Other capital reserves	Foreign currency translation reserve	Retained earnings	Total	Non-controlling interests	Total equity	
<i>in thousands of US Dollars</i>									
Balance as at 31 December 2020 (unaudited)		5,056	567	(2,240)	8,787	12,170	336	12,506	
Profit for the year		-	-	-	13,218	13,218	(76)	13,142	
Other comprehensive loss		-	-	(677)	-	(677)	-	(677)	
Total comprehensive income/(loss) for the year		-	-	(677)	13,218	12,541	(76)	12,465	
Contributions to additional capital		-	100	-	(100)	-	-	-	
Acquisition of non-controlling interests		-	-	-	-	-	(64)	(64)	
Balance as at 31 December 2021 (unaudited)		5,056	667	(2,917)	21,905	24,711	196	24,907	
Profit for the year		-	-	-	35,081	35,081	(27)	35,054	
Other comprehensive loss		-	-	(1,079)	-	(1,079)	-	(1,079)	
Total comprehensive income/(loss) for the year		-	-	(1,079)	35,081	34,002	(27)	33,975	
Dividends	15	-	-	-	(29,618)	(29,618)	-	(29,618)	
Acquisition of non-controlling interests		-	-	-	-	-	(43)	(43)	
Balance as at 31 December 2022 (unaudited)		5,056	667	(3,996)	27,368	29,095	126	29,221	
Profit for the year		-	-	-	51,765	51,765	(154)	51,611	
Other comprehensive loss		-	-	(1,719)	-	(1,719)	-	(1,719)	
Total comprehensive income/(loss) for the year		-	-	(1,719)	51,765	50,046	(154)	49,892	
Increase in share capital	15	676	-	-	(676)	-	-	-	
Dividends	15	-	-	-	(40,914)	(40,914)	-	(40,914)	
Other transactions with owners		-	-	-	(549)	(549)	-	(549)	
Disposal of non-controlling interests		-	-	-	-	-	(320)	(320)	
Balance as at 31 December 2023		5,732	667	(5,715)	36,994	37,678	(348)	37,330	

The notes on the pages 5 to 38 are the integral part of these consolidated financial statements

UZCARD Group
Consolidated statement of cash flows

<i>In thousands of US Dollars</i>	Note	For the years ended 31 December		
		2023	2022 (unaudited)	2021 (unaudited)
Operating activities				
Profit before tax		51,965	35,270	13,214
Adjustments for:				
Depreciation of property, plant and equipment	8	2,568	2,298	2,410
Depreciation of intangible assets	10	506	699	1,561
Depreciation of rights-in-use assets	9	857	708	533
Amortization of costs to fulfill the contracts	13	490	350	258
Net expected credit loss on loans issued	11	5,719	1,572	454
Net gain on disposal of a subsidiary	6	(657)		
Finance costs	20	1,986	1,157	837
Finance income	21	(2,336)	(2,467)	(800)
Other non-cash transactions		(838)	468	(247)
Cash flows from operating activities before changes in working capital		60,260	40,055	18,220
Increase in trade and other receivables		(2,822)	(1,547)	(1,715)
Increase in costs to fulfill the contracts		-	(506)	(1,579)
Increase in inventories		(71)	(7)	(4)
Increase in trade and other payables		653	3	911
Changes in working capital		(2,240)	(2,057)	(2,387)
Income tax paid		(678)	(216)	(72)
Net cash flows from operating activities		57,342	37,782	15,761
Investing activities				
Purchases of property, plant and equipment and intangible assets	8,10	(8,814)	(5,675)	(3,589)
Proceeds on disposal of property, plant and equipment		46	179	170
Loans issued	11	(15,801)	(8,379)	(6,996)
Repayment of loans issued	11	5,274	4,251	928
Interest received on loans issued		856	145	32
Placement of deposits		(1,746)	(1,267)	(2,165)
Withdrawal of deposits		2,129	2,263	847
Interest received on deposits		124	775	226
Net cash flows used in investing activities		(17,932)	(7,708)	(10,547)
Financing activities				
Repayment of lease liabilities	9	(1,266)	(300)	(1,511)
Dividends paid	15	(38,048)	(29,618)	(4,067)
Acquisition of non-controlling interests		-	(69)	(138)
Net cash flows used in financing activities		(39,314)	(29,987)	(5,716)
Net increase/(decrease) in cash and cash equivalents		96	87	(502)
Cash and cash equivalents at beginning of the year		1,051	964	1,466
Cash and cash equivalents at end of the year		1,147	1,051	964

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