

+

**AUDIT-PRAKTIK LLC**

**Omega Capital LLC**

**Financial Statements for the year ended 31.12.2022  
and Independent Auditor's Report.**

**Bishkek – 2023**

## **AUDIT-PRAKTIK Limited Liability Company**

79, Bayti Baatyr st., Bishkek,  
the Kyrgyz Republic,  
T. 0707 21 92 86  
State Tax Service Inspectorate for  
Oktyabrsky district of Bishkek  
TIN 02006201110180

Our Ref. No. 3  
dated 09 February 2023

### **Independent Auditor's Report To the management of "Omega Capital" LLC.**

#### **Opinion**

We, Audit Praktik LLC, acting under License No. 0050 of 14 July 2011, and under Agreement dated 26.01.2023, have audited the financial statements which comprise the statement of financial position as at 31.12.2022 and the statements of profit and loss, changes in equity and cash flows for the year then ended, and notes to the financial statements.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Omega Capital LLC as at 31 December 2021, and of its financial performance and its cash flows for the year then ended in accordance with the accounting policies of Omega Capital LLC summarized in the notes to the financial statements.

#### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Responsibilities of the Management**

The Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the accounting policies of Omega Capital LLC summarized in the notes to the financial statements, and for such internal control as the 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, the Management is responsible for assessing the ability of Omega Capital LLC to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate Omega Capital LLC or to cease operations, or has no realistic alternative but to do so.

## **Auditor's 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 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 financial statements.

**On behalf of Audit Praktik LLC**  
(License No. 0050 of 14.07.2011)  
**Director**



**E. Beyshekeev**

## Notes to financial statements as of December 31, 2022 (KGS).

### Note No.1 “Core businesses”

Omega Capital Limited Liability Company, hereinafter referred to as the Company, has been incorporated and re-registered in accordance with the Civil Code of the Kyrgyz Republic, the Act of Kyrgyz Republic "On business partnerships and companies", current laws of the Kyrgyz Republic, and these Articles.

Seat: **Kyrgyz Republic, Bishkek, Gogol st., 28, office 501.**

Members of the Company are:

**Glukhov Mikhail**, an Israeli national, residence address: Kyrgyz Republic, Bishkek, Ibraimov st., 61, apt. 93,

**Tokhtabaev Takhir Anvarovich**, citizen of the Kyrgyz Republic, residence address: Kyrgyz Republic, Bishkek, Sovmin community, 2 A, apt. 2.

Authorized capital of the Company amounts to **40,000,000 (forty million)** soms.

Members' shares in the authorized capital of the Company are as follows:

**Glukhov Mikhail: 35,000,000 (thirty-five million) soms**, which makes **87.5%** of the authorized capital of the Company.

**Tokhtabaev Takhir Anvarovich: 5,000,000 (five million) soms**, which makes **12.5%** of the authorized capital of the Company.

The authorized capital contributed by incorporator Tokhtabaev Takhir Anvarovich is **5,000,000 (five million) soms**, of which **1,500,000 (one million five hundred thousand) soms** under slip No. 0001 dated Sep 14, 2020, and **3,500,000 (three million five hundred thousand) soms** by bank transfer under payment instruction No. 1568 dated May 20, 2021.

The authorized capital contributed by incorporator Bozkurt Abdurakhman by bank under payment instruction No. 35347 dated Sep 15, 2022 is **434,984 (four hundred and thirty-four thousand nine hundred and eighty-four) US dollars**, thereafter these amounts were translated at the official rate of the National Bank of the Kyrgyz Republic, and in soms amounted to **35,552,329.78 (thirty five million five hundred fifty two thousand three hundred twenty nine soms 78 tyiyn) soms**. The amount of **35,000,000 (thirty-five million) soms** was stated on the balance sheet as authorized capital. The remaining amount of **552,329.78 soms (five hundred and fifty-two thousand three hundred and twenty-nine soms 78 tyiyn)** is recorded as accounts payable to former incorporator **Bozkurt Abdurakhman**.

Pursuant to the agreement of the parties on the transfer of a share in the authorized capital dated December 22, 2022, **Bozkurt Abdurakhman**, a citizen of the Republic of Turkey, residence address: Kyrgyz Republic, Bishkek, Ch. Aitmatov Ave., 91, apt. 93, hereinafter referred to as "**Party 1**", on the one hand, and **Glukhov Mikhail**, an Israeli citizen, residence address: Kyrgyz Republic, Bishkek, Ibraimov st., 61, apt. 93, hereinafter referred to as "**Party 2**", on the other hand, have agreed as follows:

- "**Party 1**" shall assign its share in the authorized capital of **Omega Capital Limited Liability Company** (hereinafter referred to as the Company) making **87.5%** of the authorized capital, which is **35,000,000 (thirty five million) soms**, to "**Party 2**", and "**Party 2**" shall accept the above share.

- "**Party 1**" guarantees to "**Party 2**" that the Company is not encumbered with any liabilities to any third parties.

- The Agreement shall take effect once signed by the Parties.

The Company has a status of a legal entity upon its state registration in accordance with the laws of the Kyrgyz Republic.

The company is registered with the State Tax Service Department for Leninsky district of Bishkek, TIN 01409202010042.

The Company is a fully independent business entity in such matters as determining the form of management, making business decisions, marketing, setting prices, wages, and distributing net profit.

The company has been re-registered due to a revision of its Articles dated December 22, 2022. Certificate of company re-registration, series GPYu No. 0057541, registration number 192480-3301-000, OKPO code 30944974. Date of first registration: Sep 14, 2020.

The Company owns its property and exercises the owner's rights in accordance with its business objectives and the purpose of the property.

The Company may, in its own name, enter into agreements, contracts, acquire property and personal non-property rights, be liable, be plaintiff or defendant in the courts of the Kyrgyz Republic.

The Company shall not be liable for the obligations of the state and its bodies.

The Company shall be liable for its obligations with its property, which may be enforced in accordance with applicable law. Members shall bear the risk of losses associated with the Company's business, within the limits of their contributions.

**Omega Capital** Limited Liability Company is a business entity established in strict accordance with the provisions of the Civil Code of the Kyrgyz Republic and other legislative acts of the Kyrgyz Republic. The Company is based on private property and is incorporated in the interests of its Members. In achieving the said objectives, the Company, having a general legal capacity, shall effect business and commercial operations of all types, other than those prohibited by the legislative acts of the Kyrgyz Republic.

**The core business is:**

**Operations in financial markets on behalf of other persons.**

In the above businesses which require special permits, the Company operates on the basis of licenses issued by the relevant ministries and departments, in accordance with the current laws of the Kyrgyz Republic.

The Company shall have civil rights and obligations required for the exercise of any business not prohibited by the laws of the Kyrgyz Republic. The Company may engage in certain businesses determined by law on the basis of a special permit (license) only.

The Company has the following unlimited licenses obtained from the Service for Regulation and Supervision of the Financial Market under the Ministry of Economy and Commerce of the Kyrgyz Republic, for example, for Brokerage in the securities market, dealership in the securities markets, trust management of investment assets, and virtual assets operating.

The Company may also exercise other rights as provided by the applicable laws and by these Articles, and exercise any other activity promoting the Company's statutory goals.

The period of the Company's operation shall begin from the time of its registration, and shall continue until the termination of business and liquidation of the Company in accordance with the laws of the Kyrgyz Republic and the Articles.

The Company's term is indefinite.

The number of employees in 2022 was 10 people.

## **Note No. 2 "Basis of preparation".**

Financial statements are prepared in accordance with International Financial Reporting Standards and are presented in the national currency (Kyrgyz som). Accounting is maintained in accordance with the Accounting Act of the Kyrgyz Republic, adopted by Decree of the Government of the Kyrgyz Republic dated April 29, 2002 No. 76.

The Company uses the "Chart of Financial and Economic Accounts for Companies" approved by Order of the Ministry of Finance of the Kyrgyz Republic dated September 15, 1995 No. 81.

The Company's accounting system is automated. To process primary documentation and create accounting registers, the 1C: Accounting software is used, with partial use of manual processing of documentation.

The Company's accounts are kept in the currency of the Kyrgyz Republic (soms). Property, liabilities and other business facts are documented, accounting registers and financial statements are maintained in the official (Russian) language.

The Company mainly uses standard forms of primary documents. To document any business fact for which no standard form is available, the Company shall on its own develop primary document forms and accounting registers.

Financial statements are a structured presentation of the Company's financial position and financial results.

The purpose of financial statements is to provide information on the Company's financial position, financial results and cash flows that will be useful for a wide range of users to make economic decisions.

Financial statements also show the results of resources management entrusted to the Company Management. For this purpose, the financial statements contain details of the following performance indicators of the Company:

1. Assets;
2. Liabilities;
3. Equity;
4. Income and expenses, including profits and losses;
5. Other changes in equity;
6. Cash flow.

When preparing financial statements, the company applies the principles of going concern, consistency, materiality, comparability, and uses the accrual method, business operations are recognized at the time when they take place, and are shown in the financial statements of the periods to which they relate.

A complete set of the Company's financial statements includes:

1. balance sheet;
2. profit and loss statement;
3. cash flow statement;
4. changes in equity.

Financial statements are prepared on the basis of synthetic and analytical accounting data.

The company's assets shown in the balance sheet assessed as follows:

- fixed assets - at residual value;
- financial investments - at actual costs;
- material values - at their actual cost;
- accounts receivable - in the amount recognized by debtors;
- authorized capital - in the amount defined by the incorporation documents;
- profit - in the amount actually received in the reporting period.

No accounting policy in accordance with the requirements of the International Financial Reporting Standard, approved as financial reporting standards in the Kyrgyz Republic by Resolution of the Government of the Kyrgyz Republic dated Sep 28, 2001 No. 593, has yet been developed in accordance with the IFRS requirements.

### **Note No. 3 "Cash"**

The Company's cash and cash equivalents include cash on hand and cash in banks. The Company has opened settlement accounts with Optima Bank OJSC, Commercial Bank of Kyrgyzstan OJSC, Kyrgyzkommertsbank OJSC, Demir Kyrgyz International Bank CJSC, Kyrgyz Investment and Credit Bank CJSC, Kyrgyz-Swiss Bank CJSC, Bakai Bank OJSC,

Promselkhozbank LLC (RF), Uralsib Bank PJSC (RF), , Turkiye Vakiflar Bankasi T.A.O. (Turkey), Golden Global Yatirim Bankasi A.S. (Turkey) and Eurasian Bank JSC (Kazakhstan).

Bank and cash operations are accounted in accordance with the requirements of Decree of the Government of the Kyrgyz Republic dated June 12, 2018.

The audit has provided evidence that cash accounting operations are accounted and recognized correctly and in a timely manner.

Cash flow is as follows:

Item	(K som)	
	Beginning of reporting year	End of reporting year
Cash on hand (1100)	3,905	239
Cash in bank (1200)	1,806	18,024,801
<b>Total:</b>	<b>5,711</b>	<b>18,025,040</b>

The cash flow statement shows changes in cash. To prepare the Cash Flow Statement, the direct method is used by which the main types of gross cash receipts and gross cash payments are disclosed. This method provides the information needed to estimate future cash flows. The cash includes cash on hand and cash on settlement accounts in banks.

#### Cash flow statement

Code	Cash flow	(K som)	
		Reporting year	Previous year
	<b>1. Operating activities</b>		
	Gross cash receipts from operating activities:		
010	Receipts from the sale of products, works, services	99 579	1 494
020	Other cash receipts from operating activities		
030	Extraordinary operating income		
<b>040</b>	<b>Total gross operating receipts (010+020+030+040)</b>	<b>99 579</b>	<b>1 494</b>
	Gross expenses for operating activities		
050	Cash paid for purchase of supplies	(448)	
060	Paid operating expenses (services)	(14 923)	(390)
070	Repayment of interest (if this item is classified as such)		
080	Other payments for operating activities	(6 848)	(511)
090	Payment of income tax	(2 597)	
100	Other cash outflows	(3 027)	(31)
110	Extraordinary operating loss		
<b>120</b>	<b>Total gross expenses for operating activities</b>	<b>(27 843)</b>	<b>(932)</b>
<b>190</b>	<b>Net cash flow from operating activities</b>	<b>71 737</b>	<b>562</b>
260	Other income from investment activities	35 552	3 500
<b>270</b>	<b>Total gross proceeds from investment activities</b>	<b>35 552</b>	<b>3 500</b>
280	Cash paid for purchase of fixed assets	(367)	
290	Cash paid for purchase of intangible assets	(55 891)	
330	Total gross payments for investment activities	(56 258)	
390	Net cash flow from investment activities	(20 706)	3 500
600	Unrealized foreign exchange gains and losses	1 121	124
<b>700</b>	<b>Net change in position</b>	<b>52 153</b>	<b>4 186</b>
710	Closing cash balance	18 025 040	5 711
720	Opening cash balance	5 711	1 500

Operating activities include all transactions and other events effected by the Company through its members.

Investment activities are activities related to the acquisition, possession and disposal of fixed assets.

Financing activities are activities that result in changes in the Company's net assets and borrowings.

Cash inflow from operating activities in the previous year amounted to 562 thousand som, and in the reporting year to 71,737 thousand som.

As a result of investment activity, the Company obtained in the previous year a cash inflow of 3,500 thousand som, and in the reporting year, a cash outflow of 20,706 thousand som.

There are no cash receipts from financing activities.

#### **Operations in foreign currency.**

Cash assets and liabilities denominated in foreign currencies are translated into KGS at official exchange rates effective as of December 31, 2021. Transactions denominated in foreign currencies are recorded at exchange rates effective at the transaction date.

Any gain or loss from changes in exchange rates after the transaction date is recognized in the profit and loss statement.

As of December 31, 2022, the official KGS to USD exchange rate was:

December 31, 2022                      KGS 85,6800

#### **Note No. 4 “Accounts receivable”**

Accounts receivable are broken down as follows:

<b>Item</b>	<b>(K som)</b>	
	<b>Beginning of reporting year</b>	<b>End of reporting year</b>
<b>Accounts receivable (1400)</b>		<b>1 993</b>
including:		
Accounts receivable for goods, services (1410)		1 993
<b>Accounts receivable from other transactions (1500)</b>		<b>3 046</b>
including:		
Taxes assessed in advance (1530, 1540)		3 046
<b>Total:</b>		<b>5 039</b>

Short-term accounts receivable summarize short-term liabilities associated with costs and expenses recognized in the reporting period.

Receivables as of December 31, 2022 on account 1410 “Accounts receivable for goods, services” amounted to 1,993 thousand som.

Receivables on account 1410 "Accounts receivable" show the balance of trade receivables for the reporting period arising from the sale of goods, finished products, and the provision of services on credit, payable within one year after the reporting date.

Receivables on account 1540 "Taxes paid in advance" show the balance of receivables other than trade receivables, having maturity within one year. Receivables from other transactions include:

- taxes paid in advance; refundable taxes - amounts of taxes advanced, refundable or credited when paying the relevant tax in accordance with tax legislation. Balance of "Advanced taxes", "Refundable taxes" accounts at the end of the reporting period. The Company has reconciled the taxpayer's assessments by month for Leninsky district of Bishkek for the period from Jan 01, 2022 till Dec 31, 2022.



Accounts receivable as of Dec 31, 2022 amounted to 3,046 thousand soms.

**Note No. 5 “Stock”**

Item	(K som)	
	Beginning of reporting year	End of reporting year
<b>Stock of auxiliaries (1700)</b>	<b>3</b>	<b>139</b>
including:		
Low-value and short-life items (1750,1795)	3	139
<b>Advances issued (1800)</b>		<b>4 140</b>
including:		
Stock paid in advance (1810)		8
Rent paid in advance (1830)		4 132
<b>Total for section 1 "Current assets"</b>	<b>3</b>	<b>4 279</b>

Stocks are assets intended for production or sale of products in the normal course of business or in the form of materials intended for use in the provision of services.

Stocks of auxiliary materials (account 1700) show the balance on stock accounts of auxiliary materials, including:

- low-value and short-life items (account 1750,1795).

Advances issued on account 1800 show the balance of advances issued account against future supply of stocks, works, services in the period following the reporting year, but within one year:

-stock paid in advance;

-rent paid in advance.

**Note No. 6 “Fixed assets”**

Inv. No.	Item	Historical cost	Receipt	Depreciation for the period	Accumulated depreciation	(som)
						Book value
	<b>Account 2140</b>					
020	Refrigerator Artel	11,878.00	11,878.00	2,177.67	2,177.67	9,700.33
019	Coffee machine Delonghi	36,604.00	36,604.00	6,710.77	6,710.77	29,893.23
018	Tablet Samsung Galaxy Tad	16,490.00	44,633.93	3,206.42	3,206.42	41,427.51
017	Tablet	16,490.00	44,633.93	3,206.42	3,206.42	41,427.51
016	Telephone iPhone 13 ProMax	114,155.00	114,155.00	13,318.06	13,318.06	100,836.94
	<b>Total</b>	<b>195,617.00</b>	<b>251,904.86</b>	<b>28,619.34</b>	<b>28,619.34</b>	<b>223,285.52</b>
	<b>Account 2150</b>					
015	Monitor 1 Feb 10, 22	16,250.00	16,250.00	2,979.13	2,979.13	13,270.87
014	Processor (assembled) Feb 10, 22	19,074.00	19,074.00	3,496.90	3,496.90	15,577.10
013	Monitor 2 Feb 10, 22	16,250.00	16,250.00	2,979.13	2,979.13	13,270.87
012	Shredder	16,490.00	16,490.00	1,923.81	1,923.81	14,566.19
011	Monitor AOC Sep 30, 22	11,767.00	11,767.00	588.36	588.36	11,178.64
010	Monitor AOC Sep 27, 22	23,534.00	23,534.00	1,586.92	1,586.92	21,965.08
009	Printer (MFD) XEROX 3025	32,249.00	32,249.00	537.48	537.48	31,711.52
008	Processor (assembled) Sep 30, 22	26,038.00	26,038.00	1,301.91	1,301.91	24,736.09
007	Processor (assembled)	46,346.00	46,346.00	3,089.72	3,089.72	43,256.28

	Sep 27, 22					
006	Processor (assembled) Nov 10, 22	24,375.01	24,375.01	812.50	,812.50	23,562.51
005	Computer (assembled) Feb 28, 22 2	24,675.00	24,675.00	4,112.50	4,112.50	20,562.50
004	Monitor Acer	22,322.00	22,322.00	4,092.33	4,092.33	18,229.67
003	Monitor Acer	22,322.00	22,322.00	4,092.33	4,092.23	18,229.67
002	Processor (assembled) Jan 25, 22	29,467.00	29,467.00	5,893.44	5,893.44	23,573.56
001	Monitor Acer 25.01.22	22,322.00	22,322.00	4,464.36	4,464.36	17,857.64
	<b>Total</b>	<b>353,481.01</b>	<b>353,481.01</b>	<b>41,932.82</b>	<b>41,932.82</b>	<b>311,548.19</b>
	<b>Account 2160</b>					
021	Document safe	24,790.00	,-	4,958.04	5,371.21	19,418.79
	<b>Total</b>	<b>24,790.00</b>	<b>,-</b>	<b>4,958.04</b>	<b>5,371.21</b>	<b>19,418.79</b>
	<b>Grand total</b>	<b>573,888.01</b>	<b>605,385.87</b>	<b>75,510.20</b>	<b>75,923.37</b>	<b>554,252.50</b>

#### Note No. 7 “Non-current assets”

Non-current asset flow as of December 31, 2022 is as follows:

Item	(K som)	
	Beginning of reporting year	End of reporting year
<b>Book value of fixed assets (2100)</b>	<b>25</b>	<b>495</b>
including:		
Plant and equipment (2140,2194)		182
Office equipment (2150,2195)		293
Furniture and accessories (2160,2197)	25	20
<b>Book value of intangible assets (2900)</b>		<b>56 201</b>
Franchise, goodwill, patents, trademarks, copyrights, software, license agreement (2910-2970—2991-2997)		22 287
Other intangible assets (2980, 2998)		33 914
<b>Total for section 2 "Non-current assets"</b>	<b>25</b>	<b>56 696</b>

The book value of fixed assets is the book value of a group of fixed assets owned by the Company or leased under a financial lease of fixed assets in operation, equipment to be installed, fixed assets under construction, held by the Company at the end of the reporting period. The book value of fixed assets shows the balance of accounts by groups of fixed assets, less the accumulated depreciation for the corresponding groups of fixed assets. Straight-line depreciation method is used, based on the useful life.

Depreciation of received fixed assets shall accrue starting from the first day of the month following the month of their receipt, and for retired assets shall stop from the first day of the month following the month of their retirement.

Depreciation shall not accrue on land and construction in progress.

Costs of repair and maintenance of fixed assets are included in the results of financial and economic activities as they arise.

#### Note No. 8 “Current liabilities”

Item	(K som)	
	Beginning of reporting year	End of reporting year
<b>Accounts payable (3100)</b>	<b>1</b>	<b>62</b>

<b>Short-term debt (3300)</b>	<b>230</b>	<b>17 966 770</b>
including:		
Other credits and loans (3320)		552
Other short-term debt (3390)	230	17 966 218
<b>Taxes payable (3400)</b>	<b>50</b>	<b>6 160</b>
including:		
Corporate income tax (3410)	47	6 096
Individual income tax (3420)	3	64
<b>Short-term assessed liabilities (3500)</b>	<b>32</b>	<b>225</b>
including:		
Wage assessed (3520)	22	29
Assessed social security contributions (3530)	10	196
<b>Total for section 2 "Current liabilities"</b>	<b>313</b>	<b>17 973 217</b>

Current liabilities are liabilities payable upon creditor's request, and some of long-term liabilities expected to be paid within one year from the reporting date.

Accounts payable for goods and services (3100) is the balance as of the reporting date of the Company's short-term trade payables for goods and services received and invoiced by the supplier, as well as accounts payable for acquired fixed assets, intangible assets, investment property, biological assets, debt securities (bills, bonds), equity instruments (shares in the authorized capital of other entities), as well as virtual assets business.

Taxes payable (3400): this item shows the balance (as of the reporting date) of overdue budget liabilities in respect of taxes payable by the Company. Terms of tax assessment and payment are regulated by the Tax Code of the Kyrgyz Republic. The balance of "Taxes payable" accounts at the end of the Company's reporting period is confirmed by a reconciliation report of the Tax Service.

#### Note No. 10 "Income and expenses"

The profit and loss statement displays the financial results of the Company's business in the reporting period. In the profit and loss statement, the Company presents an analysis of income and expenses, using a classification based on their function within the Company.

Income is an increase in economic benefits during the reporting period, taking the form of receipts, an increase in assets or a decrease in liabilities, which is expressed in an increase in capital other than by contributions of the Company Members.

Income and expenses are recognized using the accrual method. Income is recognized at the time of its accrual. Expenses are recognized at the time they are incurred, or at the time a transaction is effected.

Income and expenses for 2022 are presented below:

(K som)			
Item	Row code	Previous year	Reporting period
<b>Core business operations:</b>			
Revenue - core operating income or Profit/Loss from Biological Assets	010	1 494	101 403
Cost of sales of goods and services	020		
<b>Gross profit (010-020)</b>	<b>030</b>	<b>1 494</b>	<b>101 403</b>
<b>Income and expenses from other operations:</b>			
Other operating income	040		
Total: other operating income	060		

(expenses) (040-050)			
<b>Operating expenses of the period:</b>			
General administrative expenses	080	1 022	16 967
Including depreciation	081		1 085
<b>Total operating expenses (070+080)</b>	<b>090</b>	<b>1 022</b>	<b>16 967</b>
<b>Profit (loss) from operating activities (030+/-060-090)</b>	<b>100</b>	<b>472</b>	<b>84 436</b>
<b>Non-operating income and expenses:</b>			
Exchange gain (loss) from foreign currency transaction	130	0	1 623
Other non-operating income and expenses:	140		
<b>Total non-operating income and expenses (110-120+/-130+/-140)</b>	<b>150</b>	<b>0</b>	<b>1 623</b>
<b>Profit (loss) before taxes (100+/-140)</b>	<b>160</b>	<b>472</b>	<b>86 059</b>
Income tax expense	170	47	8 647
<b>Profit (loss) from ordinary business (160-170)</b>	<b>180</b>	<b>425</b>	<b>77 412</b>
<b>Net profit (loss) of the reporting period (180+ 190)</b>	<b>200</b>	<b>425</b>	<b>77 412</b>

Financial and business operations in 2022 resulted in a net profit of 77,412 thousand soms. In the previous year, the profit amounted to 425 thousand soms.

#### Note No. 11 "Equity"

Item	Beginning of reporting year	End of reporting year
<b>Authorized capital (5100)</b>	<b>5 000</b>	<b>40 000</b>
including:		
Other authorized capital (5130)	5 000	40 000
<b>Retained earnings (5300)</b>	<b>425</b>	<b>77 837</b>
<b>Total for section 5 "Equity"</b>	<b>5 425</b>	<b>117 837</b>

To maintain the Company's business, the Authorized Capital of the Company is formed, which is made up of the value of its Members' contributions.

The authorized capital determines the minimum amount of the Company's property that guarantees its creditors' interests. The amount of the authorized capital is set in the amount of: **40,000,000 (forty million) soms.**

Contributions to the authorized capital can be made in form of:

- cash (in soms or in any foreign currency);
- various types of property;
- rights to use land, buildings, structures, equipment;
- other property rights (including the use of inventions, "know-how");
- personal non-property rights, intellectual property;
- securities.

At the time of re-registration, the Company's authorized capital was paid in full.

If the value of the said assets becomes less than the minimum amount of the Authorized Capital specified by law, the Company shall be subject to liquidation.

The amount of the Authorized Capital may only be increased after the Members have made their contribution in full. In order to increase the Authorized Capital, new persons may be admitted to

the Company, subject to making a contribution to the Authorized Capital. New Members can only be admitted with the consent of the Company Members.

At the beginning of the year, the authorized capital of the Company was 5,000,000 (five million) soms, the authorized capital was increased in August 2022 by 35,000,000 (thirty five million) soms, so that at the end of 2022, the Company's authorized capital amounted to 40,000,000 (forty million) soms.

Equity is the Company's assets less its liabilities. The capital is defined as a share in the Company's assets remaining after deducting all of its liabilities.

Retained earnings amount to 425 thousand soms at the beginning of the year, and to 77,837 thousand soms at the end of the year.

#### **Note No.12 "Taxation"**

In relation to its employees, the Company makes all mandatory payments to the Social Fund of the Kyrgyz Republic, which are calculated as a percentage of the wage before taxes. These expenses are recognized in the profit and loss statement in the period in which they occurred.

The Company shall, in accordance with the tax code, assess the income tax which is recognized as an expense and is shown in the amount of accrued tax liabilities in the profit and loss statement, and the sales tax which is included in the cost of services and is shown in the amount of accrued tax liabilities in the Company's statement of financial position.

The company is the payer of value added tax.

Tax returns and calculations were submitted to the Tax Service for Leninsky District in a timely manner, the assessed amounts of taxes and payments were transferred to the budget in due time.


#### **Note No.13 "Internal control"**

The Company maintains books, operational accounts, prepares and submits to the relevant authorities, using the established procedure, approved forms of reports on all types of business operations, and is responsible for their reliability, timely and within the established time limits makes settlements with the budget.

Recognition of operations in accounts and timely preparation of reliable reports are controlled by employees of ConnectA LLC pursuant to accounting services agreement with ConnectA LLC No. 05/1 dated May 01, 2022.

Job descriptions have been prepared for all employees of the Company.

**Auditor**



**Beyshekeyev E.**

**Qualification certificate  
No. 0073 dated Oct 19, 2009**