

Sagamar CJSC

Financial Statements  
for the year ended 31 December 2023

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'000 AMD	31 December 2022	31 December 2023
<b>Assets</b>		
Property, plant and equipment	6,699,655	6,394,567
Intangible assets	35,730	35,730
Mining property	2,885,087	2,923,321
Prepayments for non-current assets	-	-
Exploration and evaluation assets	-	-
Current tax asset	-	-
Trade and other receivables	-	-
<b>Non-current assets</b>	<b>9,620,112</b>	<b>9,353,258</b>
Inventories	1,986,734	1,901,254
Current tax asset	25,212	38,179
Prepayments for current assets	70,708	305
Trade and other receivables	281,838	384,619
Cash and cash equivalents	17,512	837,584
<b>Current assets</b>	<b>2,382,004</b>	<b>3,161,941</b>
<b>Total assets</b>	<b>12,002,116</b>	<b>12,515,199</b>
<b>Equity</b>		
Share capital	976,915	976,915
Additional paid-in capital	10,895,216	10,895,216
Accumulated losses	(31,316,536)	(33,098,301)
<b>Total equity</b>	<b>(19,444,405)</b>	<b>(21,226,170)</b>
<b>Liabilities</b>		
Loans and borrowings	26,232,620	28,536,791
Deferred tax liabilities	-	-
<b>Non-current liabilities</b>	<b>26,232,620</b>	<b>28,536,791</b>
Loans and borrowings	4,838,862	4,946,495
Trade and other payables	375,039	258,083
<b>Current liabilities</b>	<b>5,213,901</b>	<b>5,204,578</b>
<b>Total liabilities</b>	<b>31,446,521</b>	<b>33,741,369</b>
<b>Total equity and liabilities</b>	<b>12,002,116</b>	<b>12,515,199</b>



'000 AMD	2022	2023
Revenue	14,998	202.457
Cost of sales	(8,098)	(176.754)
Gross profit	6,900	25.703
Distribution expenses	(9,692)	(3.491)
Administrative expenses	(231,237)	(229.595)
Other expenses	-	-
Results from operating activities	(234,029)	(207.383)
Other operating income, including	9,293	32
Other operating expenses, including	(476,041)	(647.938)
Finance costs	-	-
Other operating income / loss	6,784,993	(913.493)
Loss before income tax	6,084,216	(1.768.782)
Income tax benefit/(expense)	-	-
Loss and total comprehensive loss for the year	6,084,216	(1.768.782)

These financial statements were approved by management on June 25, 2024 and were signed on its behalf by:

  
 Stanislav Morozov  
 CEO



  
 Naira Davtyan  
 Accountant  
 Civil law contract from  
 14/05/2024



*Sagamar CJSC*  
Statement of Changes in Equity for the year ended 31 December 2023

'000 AMD	Share capital	Additional paid-in capital	Accumulated losses	Total
Balance at 1 January 2021	976,915	10,895,216	(37,858,035)	(25,985,904)
Clarify			(110)	(110)
Total comprehensive loss for the year				
Loss and total comprehensive loss for the year			6,084,216	6,084,216
Transactions with owners of the Company				
Contributions and distributions				
Growth from revaluation of fixed assets			457,393	457,393
Initial discount on zero and low interest loans received from related parties				
Total transactions with owners of the Company				
Balance at 31 December 2021	976,915	10,895,216	(31,316,536)	(19,444,405)
Balance at 1 January 2022	976,915	10,895,216	(31,316,536)	(19,444,405)
Clarify				
Total comprehensive loss for the year				
Loss and total comprehensive loss for the year			(1,768,782)	(1,768,782)
Transactions with owners of the Company				
Contributions and distributions				
Difference on substantial modification of loan terms and revers of initial discount on zero and low interest loans received from related parties	-	-	-	-
Clarify				
Growth from revaluation of fixed assets			(12,983)	(12,983)
Total transactions with owners of the Company	-	-	-	-
Balance at 31 december 2022	976,915	10,895,216	(33,098,301)	(21,226,170)



'000 AMD	2022	2023
<b>Cash flows from operating activities</b>		
Cash received from customers, inclusive VAT	69,239	81,355
Cash paid to suppliers, inclusive VAT	(394,776)	(166,881)
Cash paid to employees	(167,189)	(186,851)
Income tax paid	-	-
VAT received back from tax authorities	80,000	-
ROYALTY received back from tax authorities	-	-
Payment of taxes other than income tax	(78,272)	(77,977)
Other	(32,301)	(16,150)
<b>Net cash used in operating activities</b>	<b>(523,299)</b>	<b>(366,504)</b>
<b>Cash flows from investing activities</b>		
Proceeds from sale of property, plant and equipment	-	-
Acquisition of assets for the exploration and evaluation of mineral resources	(174,082)	(122,944)
Acquisition of mining property	-	-
Acquisition of property, plant and equipment	(42,040)	-
<b>Net cash used in investing activities</b>	<b>(216,122)</b>	<b>(250)</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	709,223	1,298,924
Repayment of borrowings	(46,814)	(24,493)
Interest paid	-	(3,479)
Advances received from related parties	82,179	-
<b>Net cash from financing activities</b>	<b>744,588</b>	<b>1,270,952</b>
<b>Net decrease in cash and cash equivalents</b>	<b>5,167</b>	<b>781,504</b>
<b>Cash and cash equivalents at 1 January</b>	<b>15,766</b>	<b>17,512</b>
Effect of exchange rate fluctuations on cash and cash equivalents	(3,421)	38,568
<b>Cash and cash equivalents at 31 December</b>	<b>17,521</b>	<b>837,584</b>