

**«Molibdeny Ashxarh» LLC**

**Financial Statements  
For the year ended 31 December 2017**

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*Molibdeny Ashxarh LLC*  
Statement of Financial Position as at 31 December 2016


'000AMD	2017	2016
<b>Assets</b>		
Fixed assets	1,883	1,991
Intangible assets	-	-
Prepayments for non-current assets	-	-
Exploration and evaluation assets	2,567,482	2,557,482
Value-added tax recoverable	321,359	321,277
Other non-current asset	74,991	74,991
<b>Non-current assets</b>	<b>2,965,715</b>	<b>2,955,741</b>
Inventories	125	127
Other receivables	-	-
Loans issued	15	30
Cash and cash equivalents	93	382
Other current assets	10,343	14,432
<b>Current assets</b>	<b>10,576</b>	<b>14,971</b>
<b>Total assets</b>	<b>2,976,291</b>	<b>2,970,712</b>
<b>Equity</b>		
Share capital	50	50
Additional paid-in capital	624,202	624,202
Accumulated loss	(1,805,876)	(1,670,191)
<b>Total equity</b>	<b>(1,181,624)</b>	<b>(1,045,939)</b>
<b>Liabilities</b>		
Loans and borrowings	3,926,699	3,783,021
Provisions	91,863	91,863
Deferred tax liabilities	80,594	106,805
<b>Non-current liabilities</b>	<b>4,099,156</b>	<b>3,981,689</b>
Loans and borrowings	56,122	32,425
Trade and other payables	2,637	2,537
<b>Current liabilities</b>	<b>58,759</b>	<b>34,962</b>
<b>Total liabilities</b>	<b>4,157,915</b>	<b>4,016,651</b>
<b>Total equity and liabilities</b>	<b>2,976,291</b>	<b>2,970,712</b>


*Molibdeny Ashxarh LLC*  
*Statement of Profit or Loss and Other Comprehensive Income*  
*For the year ended 31 December 2016*

'000 AMD	2017	2016
Other income	0	16
Administrative expenses	(17,494)	(18,377)
Other expenses	(726)	(1,555)
<b>Results from operating activities</b>	<b>(18,220)</b>	<b>(19,916)</b>
Finance income	2	199
Finance costs	(143,819)	(113,797)
Non-operating income (expense)	0	1,062
<b>Net finance costs</b>	<b>(143,817)</b>	<b>(112,536)</b>
<b>Loss before income tax</b>	<b>(162,037)</b>	<b>(132,452)</b>
Income tax (expense) / benefit	26,352	23,880
<b>Loss and total comprehensive loss for the year</b>	<b>(135,685)</b>	<b>(108,572)</b>

These financial statements were approved by management and signed on its behalf on 16 May 2017.

  
 Karen Ghazaryan  
 The Director



  
 Naira Davtyan  
 Chief accountant

*Molibdeny Ashxarh LLC*  
*Statement of Changes in Equity for the year ended 31 December 2016*

'000 AMD	Share capital	Additional paid-in capital	Accumulated loss	Total
Balance as at 1 January 2016	50	624,202	(1,561,619)	(937,367)
<b>Total comprehensive loss for the year</b>				
Loss for the year	-	-	(108,572)	(108,572)
Correction of previous year's profit				
<b>Balance as at 31 December 2016</b>	<b>50</b>	<b>624,202</b>	<b>(1,670,191)</b>	<b>(1,045,939)</b>
<b>Total comprehensive loss for the year</b>				
Loss for the year	-	-	(135,685)	(135,685)
Correction of previous year's profit				
<b>Balance as at 31 December 2017</b>	<b>50</b>	<b>624,202</b>	<b>(1,805,876)</b>	<b>(1,181,624)</b>

**Molibdeny Ashxarh LLC**  
Statement of Cash Flows For the year ended 31 December 2016

'000 AMD	<u>2017</u>		<u>2016</u>
<b>OPERATING ACTIVITIES</b>			
Cash receipts	2		238
Cash paid to suppliers and employees	(1,953)		(1,556)
Cash paid to employees	(11,656)		(12,124)
Payments to budget	(15,969)		(5,781)
Other payments	(60)		(1,096)
<b>Cash flows used in operating activities</b>	<u>(29,636)</u>		<u>(20,319)</u>
<b>INVESTING ACTIVITIES</b>			
Investment receipts	5,650		1,275
Investment in deposits			
Repayment of deposits			
Loans issued	(0)		(19,400)
Repayment of loans issued			13,750
<b>Cash flows used in investing activities</b>	<u>5,650</u>		<u>(4,375)</u>
<b>FINANCING ACTIVITIES</b>			
Proceeds from borrowings	23,697		21,684
Repayment of borrowings	-		-
<b>Cash flows from financing activities</b>	<u>23,697</u>		<u>21,684</u>
<b>Net increase in cash and cash equivalents</b>	<u>(289)</u>		<u>(3,010)</u>
Effect of exchange rate fluctuations on cash and cash equivalents	0		196
Cash and cash equivalents as at 1 January	<u>382</u>		<u>3,196</u>
<b>Cash and cash equivalents as at 31 December</b>	<u>93</u>		<u>382</u>