

Sagamar CJSC

Financial Statements
for the year ended 31 December 2019

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'000 AMD	31 December 2019	31 December 2018
Assets		
Property, plant and equipment	7,735,238	8,386,510
Intangible assets	35,730	35,730
Mining property	1,271,562	1,276,858
Prepayments for non-current assets	839	-
Exploration and evaluation assets	-	-
Current tax asset	-	-
Trade and other receivables	-	-
Non-current assets	9,043,369	9,699,098
Inventories	1,682,109	1,687,995
Current tax asset	1,891	376,577
Prepayments for current assets	486	364
Trade and other receivables	20,590	122,480
Cash and cash equivalents	333,160	4,998
Current assets	2,038,236	2,192,414
Total assets	11,081,605	11,891,512
Equity		
Share capital	976,915	976,915
Additional paid-in capital	10,895,216	10,895,216
Accumulated losses	(40,452,468)	(39,858,840)
Total equity	(28,580,337)	(27,986,709)
Liabilities		
Loans and borrowings	33,974,275	34,118,006
Deferred tax liabilities	-	-
Non-current liabilities	33,974,275	34,118,006
Loans and borrowings	5,673,599	5,721,505
Trade and other payables	14,068	38,710
Current liabilities	5,687,667	5,760,215
Total liabilities	39,661,942	39,878,221
Total equity and liabilities	11,081,605	11,891,512

Sagamar CJSC
Statement of Changes in Equity for the year ended 31 December 2019

'000 AMD	Share capital	Additional paid-in capital	Accumulated losses	Total
Balance at 1 January 2018	976,915	10,895,216	(39,090,700)	(27,218,569)
Clarify			137,765	137,765
Total comprehensive loss for the year	976,915	10,895,216	(38,952,935)	(27,080,804)
Loss and total comprehensive loss for the year	-	-	(905,905)	(905,905)
Transactions with owners of the Company				
Contributions and distributions				
Initial discount on zero and low interest loans received from related parties				
Total transactions with owners of the Company				
Balance at 1 January 2019	976,915	10,895,216	(39,858,840)	(27,986,709)
Balance at 1 January 2019	976,915	10,895,216	(39,858,840)	(27,986,709)
Clarify				
Total comprehensive loss for the year				
Loss and total comprehensive loss for the year			(593,628)	(593,628)
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				
Total transactions with owners of the Company				
Balance at 1 January 2020	976,915	10,895,216	(40,452,468)	(28,580,337)

'000 AMD	2019	2018
Cash flows from operating activities		
Cash received from customers, inclusive VAT	4,821	122,327
Cash paid to suppliers, inclusive VAT	(71,862)	(134,521)
Cash paid to employees	(117,769)	(115,988)
Income tax paid	-	(230)
VAT received back from tax authorities	322,939	4,607
ROYALTY received back from tax authorities	52,600	-
Payment of taxes other than income tax	(48,231)	(54,177)
Other	(10,806)	(8,306)
Net cash used in operating activities	131,692	(186,288)
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	100,372	60,883
Acquisition of assets for the exploration and evaluation of mineral resources	-	-
Acquisition of mining property	-	-
Acquisition of property, plant and equipment	(1,093)	(6,233)
Net cash used in investing activities	99,279	54,650
Cash flows from financing activities		
Proceeds from borrowings	191,022	268,421
Repayment of borrowings	(93,715)	(152,070)
Interest paid	-	-
Advances received from related parties	-	-
Net cash from financing activities	97,307	116,351
Net decrease in cash and cash equivalents	328,278	(15,287)
Cash and cash equivalents at 1 January 2018	4,998	20,556
Effect of exchange rate fluctuations on cash and cash equivalents	(116)	(271)
Cash and cash equivalents at 31 December 2018	333,160	4,998