

Independent auditor's report

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To the Founders and Management of the Limited Liability Company Microcredit Deposit Organization «Standart Moliya»:

We have audited the accompanying consolidated financial statements of Limited Liability Company Microcredit Deposit Organization «Standart Moliya» and its subsidiary (the “Group”), which comprise the consolidated statement of financial position as at December 31, 2015, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Consolidated Financial Statements

Management of the Group is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Group's preparation and fair presentation of the consolidated financial statements 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.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements give a true and fair view of the financial position of the Limited Liability Company Microcredit Deposit Organization «Standart Moliya» as at December 31, 2015, and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards.

Vanyan Armen
Audit director/Partner
Specialist license on bank audit
BM № 000011 granted on January 8, 2014



Harutyunyan Manvel
Director/Partner
Specialist license on bank audit
BM № 0000004 granted on March 15, 2012

May 27, 2016

Grant Thornton LLC

Dushanbe

Grant Thornton LLC
License on auditing service #15
National Bank of Tajikistan, February 17, 2011

Consolidated statement of profit or loss and other comprehensive income

In thousands of Tajik somoni	Notes	For the year ended December 31, 2015	For the year ended December 31, 2014
Interest and similar income	6	7,890	684
Interest and similar expense	6	(2,015)	(163)
Net interest income		5,875	521
Fees and commission income	7	329	46
Fees and commission expense	7	(182)	(111)
Net fees and commission income/(expense)		147	(65)
Net trading income	8	14,118	3,288
Net gain from revaluation of foreign currency denominated non-trading assets and liabilities		253	5
Impairment charge for credit losses and other assets	9	(6,057)	(237)
Staff costs	10	(3,055)	(689)
Depreciation of property, plant and equipment		(244)	(33)
Amortization of intangible assets		(26)	(4)
Other expenses	11	(2,665)	(1,126)
Profit before income tax		8,346	1,660
Income tax expense	12	(2,213)	-
Profit for the year		6,133	1,660
Attributable to:			
- Organization's founders		6,109	-
- Non-controlling interest		24	-
Other comprehensive income for the year		-	-
Total comprehensive income for the year		6,133	1,660

The accompanying notes on pages 7 to 42 are an integral part of these consolidated financial statements.

Consolidated statement of financial position

In thousands of Tajik somoni	Note	As at December 31, 2015	As at December 31, 2014
ASSETS			
Cash and cash equivalents	13	42,891	27,752
Obligatory reserve in NBT	14	3,928	901
Amounts due from other financial institutions	15	14,194	2,162
Loans and advances to customers	16	32,580	9,500
Property, plant and equipment	17	1,672	1,251
Intangible assets	18	236	130
Foreclosed assets	19	856	-
Other assets	20	2,471	1,020
TOTAL ASSETS		98,828	42,716
LIABILITIES AND EQUITY			
Liabilities			
Amounts due to customers	21	63,919	28,004
Deferred income tax liability	12	188	-
Current income tax liability		895	-
Other liabilities	22	908	52
Total liabilities		65,910	28,056
Equity			
Charter capital	23	24,605	13,000
Statutory general reserve		1,093	-
Retained earnings		6,676	1,660
		32,374	14,660
Non-controlling interest		544	-
Total equity		32,918	14,660
TOTAL LIABILITIES AND EQUITY		98,828	42,716

The consolidated financial statements from pages 3 to 42 were signed by Director and Chief Accountant of the Organization on May 27, 2016.

The accompanying notes on pages 7 to 42 are an integral part of these consolidated financial statements.

Rajabov I.
 Director



Sarvinozi A.
 Chief accountant

Consolidated statement of changes in equity

In thousands of Tajik somoni

	Charter capital	Statutory general reserve	Retained earnings	Total	Non-controlling interest	Total equity
Balance as at March 11, 2014	-	-	-	-	-	-
Increase in charter capital	13,000	-	-	13,000	-	13,000
Transactions with owners	13,000	-	-	13,000	-	13,000
Profit for the year	-	-	1,660	1,660	-	1,660
Other comprehensive income for the year	-	-	-	-	-	-
Total comprehensive income for the year	-	-	1,660	1,660	-	1,660
Balance as at December 31, 2014	<u>13,000</u>	<u>-</u>	<u>1,660</u>	<u>14,660</u>	<u>-</u>	<u>14,660</u>
Increase in charter capital	11,605	-	-	11,605	520	12,125
Transfer to statutory general reserve	-	1,093	(1,093)	-	-	-
Transactions with owners	11,605	1,093	(1,093)	11,605	520	12,125
Profit for the year	-	-	6,109	6,109	24	6,133
Other comprehensive income for the year	-	-	-	-	-	-
Total comprehensive income for the year	-	-	6,109	6,109	24	6,133
Balance as at December 31, 2015	<u>24,605</u>	<u>1,093</u>	<u>6,676</u>	<u>32,374</u>	<u>544</u>	<u>32,918</u>

Consolidated statement of cash flows

In thousands of Tajik somoni	For the year ended December 31, 2015	For the year ended December 31, 2014
Cash flows from operating activities		
Profit before tax	8,346	1,660
<i>Adjustments for:</i>		
Impairment charge for credit losses and other assets	6,057	237
Net gain from revaluation of foreign currency denominated non-trading assets and liabilities	(253)	(5)
Depreciation and amortization charge	270	37
Losses from disposal of property, plant and equipment	30	-
Foreclosed assets	(1,223)	-
Interest receivable	(523)	(70)
Interest payable	1,342	143
Cash flows from operating activities before changes in operating assets and liabilities	14,046	2,002
<i>(Increase)/decrease in operating assets</i>		
Obligatory reserve in NBT	(3,025)	(901)
Amounts due from other financial institutions	(3,963)	(2,156)
Loans and advances to customers	(23,538)	(9,616)
Other assets	(1,376)	1,117
<i>Increase/(decrease) in operating liabilities</i>		
Amounts due to customers	21,136	26,515
Other liabilities	144	(2,023)
Net cash from operating activities before income tax	3,424	14,938
Income tax paid	(1,130)	-
Net cash flow from operating activities	2,294	14,938
Cash flows from investing activities		
Purchase of property, plant and equipment	(753)	(1,284)
Proceeds from sale of property, plant, and equipment	58	-
Purchase of intangible assets	(132)	(134)
Net cash used in investing activities	(827)	(1,418)
Cash flows from financing activities		
Increase in charter capital	12,525	13,000
Net cash flow from financing activities	12,525	13,000
Net increase in cash and cash equivalents	13,992	26,520
Cash and cash equivalents at the beginning of the year	27,752	-
Exchange differences on cash and cash equivalents	1,147	1,232
Cash and cash equivalents at the end of the year (Note 13)	42,891	27,752
Interest received	7,367	614
Interest paid	673	20