

**Mol Bulak
Non-banking Credit Organization
Limited Liability Company
Financial Statements
for the year ended 31 December 2015**

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Independent Auditors' Report

To the Management of Mol Bulak Non-banking Credit Organization Limited Liability Company

We have audited the accompanying financial statements of Mol Bulak Non-banking Credit Organization Limited Liability Company (the "Company"), which comprise the statement of financial position as at 31 December 2015, and the statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the 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 entity'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 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 financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2015, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

KPMG Audit Azerbaijan LLC

18 March 2016

Baku, Republic of Azerbaijan

Mol Bulak NBCO LLC
Statement of Profit or Loss and Other Comprehensive Income
for the year ended 31 December 2015

	Notes	2015 AZN'000	2014 AZN'000
Interest income	4	8,390	9,387
Interest expense	4	(985)	(1,009)
Net interest income		7,405	8,378
Fee and commission expense		(106)	(134)
Net foreign exchange (loss) gain		(1,556)	291
Other operating income		287	291
Operating income		6,030	8,826
Impairment losses	5	(2,528)	(638)
Personnel expenses	6	(3,560)	(3,658)
Other general administrative expenses	7	(1,478)	(1,365)
(Loss) profit before income tax		(1,536)	3,165
Income tax expense	8	(251)	(634)
(Loss) profit and total comprehensive income for the year		(1,787)	2,531

The financial statements as set out on pages 4 to 37 were approved by management on 18 March 2016 and were signed on its behalf by:



 Mr. Vusal Garagozov
 Acting Director


 Mr. Faiq Sadikbeyov
 Chief Accountant

The statement of profit or loss and other comprehensive income is to be read in conjunction with the notes to, and forming part of, the financial statements.

Mol Bulak NBCO LLC
Statement of Financial Position as at 31 December 2015

	Notes	2015 AZN'000	2014 AZN'000
ASSETS			
Cash and cash equivalents	9	1,566	476
Loans to customers	10	21,370	21,013
Property, equipment and intangible assets	11	316	371
Current tax assets		367	-
Other assets		72	48
Total assets		23,691	21,908
LIABILITIES			
Other borrowed funds	12	10,635	6,800
Deferred tax liability	8	23	1
Current tax liability		-	310
Other liabilities		58	35
Total liabilities		10,716	7,146
EQUITY			
Charter capital	13	10,408	10,408
Other capital contribution		11	11
Retained earnings		2,556	4,343
Total equity		12,975	14,762
Total liabilities and equity		23,691	21,908



Mr. Vusal Garagozov
Acting Director

Mr. Faiq Sadikhbeyov
Chief Accountant

The statement of financial position is to be read in conjunction with the notes to, and forming part of, the financial statements.

Mol Bulak NBCO LLC
Statement of Cash Flows for the year ended 31 December 2015

Notes	2015 AZN'000	2014 AZN'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest receipts	8,138	9,346
Interest payments	(897)	(971)
Fee and comission payments	(106)	(134)
Other income receipts	233	277
Personal expenses payments	(3,532)	(3,658)
Other general administrative expenses payments	(1,336)	(1,238)
Increase in operating assets		
Loans to customers	(2,633)	(1,955)
Other assets	(24)	(26)
Increase (decrease) in operating liabilities		
Other liabilities	49	(103)
Net cash (used in) provided by operating activities before income tax paid	(108)	1,538
Income tax paid	(906)	(608)
Cash flows (used in) from operating activities	(1,014)	930
CASH FLOWS FROM INVESTING ACTIVITIES		
Sales of property and equipment and intangible assets	2	45
Purchases of property and equipment and intangible assets	(89)	(122)
Cash flows used in investing activities	(87)	(77)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from other borrowed funds	4,192	-
Repayment of other borrowed funds	(2,075)	(1,977)
Cash flows from (used in) financing activities	2,117	(1,977)
Net increase (decrease) in cash and cash equivalents	1,016	(1,124)
Effect of changes in exchange rates on cash and cash equivalents	74	-
Cash and cash equivalents as at the beginning of the year	476	1,600
Cash and cash equivalents as at the end of the year	1,566	476



Mr. Vusal Garagozov
Acting Director

Mr. Faiq Sadikhbayov
Chief Accountant

Mol Bulak NBCO LLC
Statement of Changes in Equity for the year ended 31 December 2015

AZN'000	Charter capital	Other capital contribution	Retained earnings	Total equity
Balance as at 1 January 2014	10,408	11	1,812	12,231
Total comprehensive income				
Profit for the year	-	-	2,531	2,531
Total comprehensive income for the year	-	-	2,531	2,531
Balance as at 31 December 2014	10,408	11	4,343	14,762
Balance as at 1 January 2015	10,408	11	4,343	14,762
Total comprehensive income				
Profit for the year	-	-	(1,787)	(1,787)
Total comprehensive income for the year	-	-	(1,787)	(1,787)
Balance as at 31 December 2015	10,408	11	2,556	12,975



Vusal Garagozov
Acting Director

Mr. Faiq Sadikhbeyov
Chief Accountant