

MICROFINANCE ORGANISATION

TAS FINANCE GROUP (ΤΑΣ ΦΙΝΑΝΣ ΓΡΥΠΠ) LLP

**Financial statements
For the year ended 31 December 2025
And Independent Auditors' Report**

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Statement of the Management Responsibility for the Preparation and Approval of the Financial Statements for the year ended 31 December 2025

The management of the Microfinance Organisation TAS FINANCE GROUP (ТАС ФИНАНС ГРУПП) LLP (hereinafter - the 'Company') is responsible for the preparation of financial statements that present fairly, in all material respects the financial position of the Company as of 31 December 2025, as well as financial results of its operations, changes in equity and cash flows for the year ended on that date, in accordance with International Financial Reporting Standards ('IFRS').

When preparing the financial statements, the management is responsible for:

- Selecting appropriate accounting policies and applying them consistently;
- Presentation of information, including accounting policies, in a form that ensures the relevance, reliability, comparability and understandability of such information;
- Disclosure of additional information in cases when compliance with IFRS is not enough for users of financial statements to understand the impact of certain transactions, as well as other events or conditions on the financial position and financial results of the Company's activity; and
- Preparing the financial statements based on the assumption that the Company will continue as a going concern.

Management is also responsible for:

- Development, implementation and maintenance of reliable internal control in all business units of the Company;
- Maintenance of the accounting records in the manner, which allows to disclose and explain Company's transactions, and present at any moment the information on the financial position of the Company with a sufficient degree of accuracy and ensure that the financial statements comply with IFRS;
- Maintenance of accounting records in accordance with applicable laws of the Republic of Kazakhstan and IFRS;
- Taking all reasonably possible measures to ensure the safekeeping of the assets of the Company; and
- Detection and prevention of financial and other irregularities.

The financial statements of the Company for the year ended 31 December 2025 were approved and signed on behalf of the Company 1 April 2026.

General Director

Chief Accountant



Tastekey D.T.

Akhmetov Zh.



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INDEPENDENT AUDITORS' REPORT

To the Participants of MFO TAS FINANCE GROUP LLP (ТАС ФИНАНС ГРУПП)

Opinion

We have audited the accompanying financial statements of MFO TAS FINANCE GROUP LLP (hereinafter referred to as the 'Company'), consisting of the statement of financial position as of 31 December 2025, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows for the year then ended, as well as explanatory notes to the financial statements, including a summary of significant accounting policies.

In our opinion the accompanying financial statements fairly present, in all material respects, the financial position of the Company as of 31 December 2025, as well as its financial performance and cash flows for the year then ended, in accordance with International Financial Reporting Standards.

Basis for Opinion

We have performed our audit in accordance with the International Standards on Auditing. Our responsibilities under those standards are described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent in relation to the Company, as required by the Code of Ethics for Professional Accountants of the International Ethics Standards Boards for Accountants (Code of IESBA) and the ethical requirements applicable to our audit of the financial statements in Kazakhstan, and we performed other ethical responsibilities of ours in compliance with those requirements and the Code of Ethics for Professional Accountants. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide an opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Key audit matter	How our audit addressed the key audit matter
<i>Provision for expected credit losses for the loans issued to customers</i>	
<p>The assessment of the level of the provision for expected credit losses on the loans issued to customers in accordance with IFRS 9 is a key area of judgment applied by the Company's management.</p> <p>The identification of factors that have significantly increased credit risk since initial recognition, including the identification of changes in the risk of a default occurring over the remaining life of the financial instrument, and the determination of the probability of default and the level of default losses, require significant use of professional judgment, assumptions and analysis of various historical, current and forecast information.</p> <p>Key areas of judgement included the following:</p> <ul style="list-style-type: none"> • identifying loans with a significant increase in credit risk or impaired loans, and allocating loans issued to customers according to the appropriate stages of impairment; • Determining the expected credit losses in the event of a loan default and the expected repayment of the defaulted loans, including valuation of collateral to determine default losses on impaired loans to customers. <p>Due to the significant balances on loans to customers, the degree of estimation uncertainty and the complexity of judgments used by management in estimating expected credit losses, we have identified impairment of loans to customers as a key audit matter.</p> <p>Information on expected credit losses on loans to customers is disclosed in Note 4 "Significant accounting judgments and estimates", Note 14 "Loans to customers" and Note 27 "Financial risk management" to the financial statements.</p>	<p>Our audit procedures included an analysis of the methodology for assessing the provision for expected credit losses on the loan portfolio.</p> <p>We have also reviewed and tested controls on the processes for identifying factors that have significantly increased credit risk on loans issued to customers since initial recognition and the existence of default, including the maturity of overdue loans and changes in internal credit ratings.</p> <p>We analyzed the judgments used by the Company's management in determining the significant increase in credit risk and default criteria for loans to customers.</p> <p>We have tested, on a sample basis, the underlying data and analyzed the assumptions used by the Company in assessing the provision for expected credit losses, including historical information on debt servicing, financial and non-financial information about the borrower, and expected flows to recover losses in the event of default as a result of the sale of held collateral. We also analyzed the forward-looking information, including the weights of the scenarios used by the Company in the model for calculating expected credit losses.</p> <p>We have recalculated the provision for expected credit losses.</p> <p>We have reviewed the information on the provision for expected credit losses on loans to customers disclosed in the Notes to the financial statements.</p> <p>We did not find any significant deviations when performing the above procedures.</p>
<i>Assessment of financial liabilities</i>	
<p>We consider this to be a key audit matter due to the materiality of the amounts recognized and due to the need for judgment by the Company's management in determining the fair value of the liability at the date of initial recognition.</p> <p>Information about financial liabilities is presented in Note 20 "Financial liabilities" and Note 27 "Financial risk management" to the financial statements.</p>	<p>Our audit procedures included an analysis of the methodology, model, and testing of the underlying data used by the Company in determining the fair value of financial liabilities at initial recognition.</p> <p>We have reviewed the information on financial liabilities disclosed in the Notes to the financial statements.</p>

Other information included in the Company's Annual Report for 2025

Other information includes the information contained in the Company's 2025 Annual Report but excludes the financial statements and our auditor's report thereon. The other information is the responsibility of the Company's management. The Company's 2024 Annual Report is expected to be made available to us after the issuance of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not provide a conclusion expressing any form of assurance on that information.

In connection with our audit of the Company's financial statements, our responsibility is to read the other information referred to above when it is made available to us and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit and whether the other information is otherwise materially misstated.

Responsibility of the Management for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, for disclosing going concern information, as appropriate, and for reporting on a going concern basis, unless management intends to liquidate the Company, cease its activity or when it has no other real alternative other than liquidation or termination of activity.

Those charged with governance are responsible for overseeing the preparation of the Company's financial statements.

Auditor's Responsibility for the Audit of the Financial Statements

Our objective is to obtain reasonable assurance whether the financial statements are free of material misstatement due to fraud or error, and to issue an audit report with our audit opinion. Reasonable assurance means a high degree of certainty, but does not guarantee that the audit performed in accordance with the International Standards on Auditing always identifies significant misstatements, if any. Misstatements can result from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of the audit performed in accordance with the International Standards on Auditing, we use professional judgment and maintain professional skepticism throughout the audit. In addition, we perform the following:

- Identify and assess the risks of material misstatement in the financial statements, whether due to fraud or errors; design and perform audit procedures in response to the risks; obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- Detection risk of material misstatement resulting from fraud is higher than the detection risk of material misstatement due to errors, since fraud can involve conspiracy, falsification, deliberate omission, misrepresentation of information or override of internal controls;
- Obtain understanding of the internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used, and the reasonableness of accounting estimates, and appropriateness of disclosures prepared by Management;

- Make a conclusion with respect to the appropriateness of application of going concern assumption, and based on the audit evidence obtained we make a conclusion whether there is substantial uncertainty due to certain events or conditions that can result in significant doubts about the Company's ability to continue as a going concern. If we come to a conclusion that significant uncertainty exists, in the audit opinion we should draw attention to the relevant disclosure in the financial statements or, if such disclosure is inadequate, we should qualify our opinion. Our conclusions are based on the audit evidence obtained before the date of our audit opinion. However, future events or conditions can result in the loss of the Company's ability to continue as a going concern;
- Evaluate the overall presentation of the financial statements, its structure and content, including disclosures, we also evaluate whether the financial statements present the underlying transactions and events so as to ensure their fair presentation.

We interact with those charged with governance, bringing to their attention, inter alia, information about the planned scope of the audit and its timing, as well as material findings of the audit, including significant shortcomings of the internal control identified in the course of the audit.

We also provide those charged with governance with a statement that we complied with all relevant ethical requirements with respect to independence, and informed them about all relationships and other issues that may reasonably be regarded as affecting the auditor's independence and, where necessary, about appropriate precautions.

We select from the issues that we brought to the attention of those charged with governance those issues that were most important to the audit of the financial statements for the current period and, therefore, are key issues of the audit. We describe those issues in our audit opinion, except in cases where public disclosure of those issues is prohibited by applicable laws or regulations, or, in very rare cases, where we come to the conclusion that a certain matter shall not be communicated in our audit report, since we reasonably assume that the adverse effects of communicating such information would be much stronger than public benefit from its disclosure.

Irina Sipakova

Auditor



Auditor qualifying certificate No.MF-0000261 dated 1 July 2015 issued by the Qualification Commission for Auditors Certification of the Republic of Kazakhstan

Almaty, 13 Al-Farabi ave., office 403

1 April 2026

Alberto Simoncini

Director

Crowe Audit KZ LLP



State licence to carry out audit activities in the Republic of Kazakhstan No. 22017483 issued by the Ministry of Finance of the Republic of Kazakhstan dated 22 September 2022

MICROFINANCE ORGANISATION TAS FINANCE GROUP (ТАС ФИНАНС ГРУПП) LLP
Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 December
2025

(in thousands of Kazakhstani tenge)

	Note	2025	2024
Interest income	5	28,279,500	22,913,757
Interest expense	5	(9,160,243)	(5,952,441)
Net interest income		19,119,257	16,961,316
General and administrative expenses	6	(9,973,304)	(9,267,449)
Losses from impairment and write-offs	8	(480,944)	(510,758)
Other income, net	7	1,365,364	1,763,947
Net loss on foreign exchange transactions		6,088	3,177
Income before tax		10,036,461	8,950,233
Income tax expense	9	(2,099,078)	(1,820,271)
Income for the period		7,937,383	7,129,962
Other comprehensive income		-	-
Total comprehensive income for the period		7,937,383	7,129,962

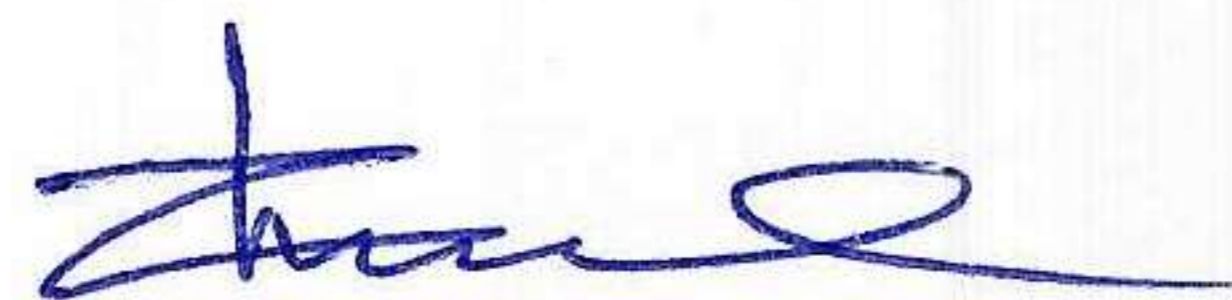
On behalf of the Company's management:

General Director



Tastekey D.T.

Chief Accountant



Akhmetov Zh.



1 April 2026

Notes on pages 12-56 are an integral part of these financial statements

MICROFINANCE ORGANISATION TAS FINANCE GROUP (ТАС ФИНАНС ГРУПП) LLP

Statement of Financial Position

as of 31 December 2025

(in thousands of Kazakhstani tenge)

	Note	31.12.2025	31.12.2024
ASSETS			
Non-current assets:			
Property, plant and equipment	10	306,631	184,906
Intangible assets	11	202,938	213,034
Right-of-use assets	12	2,391,742	293,459
Long-term loans to customers	14	66,472,875	40,130,404
Restricted cash	15	193,751	-
Long-term advances issued		86,650	-
		69,654,587	40,821,803
Current assets:			
Loans to customers and interest receivable	14	19,755,084	18,324,229
Accounts receivable	18	-	74,546
Income tax paid		-	67,097
Prepayments and other current assets	17	130,849	126,987
Financial assets carried at amortised cost	16	1,754,802	-
Cash and cash equivalents	13	3,045,722	4,071,459
		24,686,457	22,664,318
TOTAL ASSETS		94,341,044	63,486,121
LIABILITIES AND EQUITY			
Equity			
Authorised capital	18	1,565,000	1,565,000
Retained earnings		35,675,780	27,994,397
Total equity		37,240,780	29,559,397
Non-current liabilities			
Long-term financial liabilities	20	36,767,727	15,508,171
Deferred tax liabilities	9	98,397	7,179
		36,866,124	15,515,350
Current liabilities			
Short-term financial liabilities	20	18,868,793	17,348,525
Trade payables	21	62,686	67,937
Other liabilities	22	1,156,315	994,912
Income tax payable		146,346	-
		20,234,140	18,411,374
TOTAL EQUITY AND LIABILITIES		94,341,044	63,486,121

On behalf of the Company's management:

General Director

Chief Accountant

1 April 2026



D. Tastekey
Akhmetov Zh.

Tastekey D.T.

Akhmetov Zh.

Notes on pages 12-57 are an integral part of these financial statements

MICROFINANCE ORGANISATION TAS FINANCE GROUP (ТАС ФИНАНС ГРУПП) LLP
Statement of Cash Flows for the year ended 31 December 2025
(in thousands of Kazakhstani tenge)

	Note	2025	2024
OPERATING ACTIVITIES:			
Repayment of loans issued by clients		99,994,634	83,307,633
Interest received		27,456,992	22,354,382
Prepayments received		134,537	155,370
Penalties received for late loan repayment		706,759	652,419
Receipts from clients		46,343	20,089
Remuneration received under the contract of assignment		663,143	1,384,158
Received from customers under assignment agreement		726,665	1,009,787
Other (payments)/receipts		(368,436)	(200,721)
Issuance of loans to customers		(127,509,911)	(93,389,142)
Payments to suppliers for goods and services		(4,074,624)	(2,502,795)
Advances paid		(130,849)	(42,930)
Salary payments		(3,629,556)	(4,681,041)
Payments under the contract of assignment		(869,416)	(1,496,872)
Payments for other taxes		(1,777,595)	(1,692,420)
<i>Cash from operating activities before income tax and interest paid</i>		<i>(8,631,314)</i>	<i>4,877,917</i>
Interest paid on loans	27	(3,539,663)	(2,414,141)
Interest paid on finance leases	27	(198,296)	(86,942)
Interest paid on the bonds	27	(4,516,758)	(2,952,837)
Corporate income tax		(1,782,139)	(2,120,686)
Net cash flows used from operating activities		(18,668,170)	(2,696,689)
INVESTING ACTIVITIES:			
Acquisition of property, plant, and equipment and intangible assets	10,11	(1,419,122)	(39,650)
Advances paid for the supply of long-term assets		(86,650)	-
Acquisition of financial assets carried at amortised cost	16	(1,779,643)	-
Transfer to restricted cash	15	(200,000)	26,000
Interest on the deposit		92,860	29,253
Net cash flows used from investing activities		(3,392,555)	15,603

Notes on pages 12-57 are an integral part of these financial statements

MICROFINANCE ORGANISATION TAS FINANCE GROUP (ТАС ФИНАНС ГРУПП) LLP
Statement of Cash Flows for the year ended 31 December 2025
(in thousands of Kazakhstani tenge)

	Note	2025	2024
FINANCING ACTIVITIES:			
Borrowing of the loan	27	22,651,971	23,340,000
Repayment of loans	27	(11,995,095)	(26,605,797)
Proceeds from bond placement	27	20,711,493	9,918,802
Redemption of bonds	27	(10,000,000)	-
Rental charges	27	(243,467)	(170,994)
Dividend payment	19	(255,232)	(2,623,073)
Receipt (Repayment) of other financial liabilities	27	165,140	(453,695)
Net cash flows received from financing activities		21,034,810	3,405,243
Net inflow (outflow) of cash		(1,025,915)	724,157
Effect of currency exchange rates		7,085	(67)
Change in provision for expected credit losses	13	(6,907)	794
Cash at the beginning of the year	13	4,071,459	3,346,575
Cash at the end of the year	13	3,045,722	4,071,459

Significant non-monetary transactions - Note 30

On behalf of the Company's management:

General Director

Tastekey D.T.

Chief Accountant

Akhmetov Zh.



1 April 2026

Notes on pages 12-57 are an integral part of these financial statements

MICROFINANCE ORGANISATION TAS FINANCE GROUP (ТАС ФИНАНС ГРУПП) LLP
Statement of Changes in Equity for the year ended 31 December 2025
(in thousands of Kazakhstani tenge)

	Authorised equity	Retained earnings	Total
Balance at 31 December 2023	1,565,000	23,703,233	25,268,233
Dividends (Note 19)	-	(2,838,798)	(2,838,798)
Total comprehensive income	-	7,129,962	7,129,962
Balance at 31 December 2024	1,565,000	27,994,397	29,559,397
Dividends (Note 19)	-	(256,000)	(256,000)
Total comprehensive income	-	7,937,383	7,937,383
Balance at 31 December 2025	1,565,000	35,675,780	37,240,780

On behalf of the Company's management:

General Director

Tastekey D.T.

Chief Accountant

Akhmetov Zh.

1 April 2026



Notes on pages 12-57 are an integral part of these financial statements

MICROFINANCE ORGANISATION TAS FINANCE GROUP (ТАС ФИНАНС ГРУПП) LLP
Notes to the financial statements for the year ended 31 December 2025
(in thousands of Kazakhstani tenge)

1 General Information

Microfinance organization TAS FINANCE GROUP Limited Liability Partnership (hereinafter - the "Company") was registered on February 23, 2010 by the department of Karasay district for registration and land cadaster of the branch of the non-profit joint stock company "Government for Citizens" of the Almaty region with the name TAS Lombard LLP with the assigned BIN 100240019642.

On 18 April 2025, the Company was re-registered following a change in its shareholder structure.

The main activity of the Company is the provision of microcredits to individuals and legal entities with or without collateral, short-term loans secured by movable property, carried out on the basis of license No. 05.21.0006M dated February 26, 2021, issued by the Office of Regional Representatives in Taldykorgan of the Agency for Regulation and Development of Financial Markets of the Republic of Kazakhstan.

In 2025, Fitch Ratings upgraded the Company's national long-term rating from 'BB (kaz)' to 'BB+ (kaz)'. The outlook is stable. Fitch also affirmed TAS's long-term issuer default ratings (IDR) in foreign and local currency at 'B'. The forecast is stable.

The legal address of the Company: Republic of Kazakhstan, Abay Region, Aksuat District, Aksuat Rural District, Aksuat Village, Y. Kabekov, building 16, 071500.

The Company's participants are individuals with the following participation shares:

	31.12.2025	31.12.2024
Tastekeev Dulat Tursynovich (Republic of Kazakhstan)	46.055%	45.325%
Tastekeev Rahat Tursynovich (Republic of Kazakhstan)	46.055%	45.325%
Kim Ruslan Vyacheslavovich (Republic of Kazakhstan)	4.85%	4.85%
Tyunikov Aleksey Evgenievich (Kyrgyz Republic)	3.0%	3.0%
Beken Arkhat Gazizjanovich (Republic of Kazakhstan)	-	1.5%
	100%	100%

The accompanying financial statements were approved for issue and signed on behalf of the Company's management on 1 April 2026.

2 Basis of preparation of the financial statements

These financial statements have been prepared in accordance with International Financial Reporting Standards ('IFRS') issued by the International Accounting Standards Board ('IASB'), and interpretations issued by the International Financial Reporting Standards Interpretations Committee ('IFRIC') IASB. These financial statements have been prepared on the historical cost basis, adjusted for the initial recognition of financial instruments at fair value.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates and requires management to exercise judgments and assumptions in the application of the Company's accounting policies. Areas of application that include increased levels of complexity or the use of assumptions, and areas in which the use of estimates and assumptions is material to the Company's financial statements are disclosed in Note 4. These estimates are based on information available at the date of the financial statements. Therefore, actual results could differ from these estimates.

Fair value measurement

The initial acquisition cost is usually determined based on the fair value of the consideration given in exchange for the assets.

Fair value is defined as the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, whether that value is directly observable or otherwise determined. When measuring an asset or liability at fair value, the Company considers the characteristics of the asset or liability if they were considered by market participants.

2 Basic of preparation of the financial statements (continued)

For estimates and disclosures in financial statements, fair value is determined as described above, except for instruments subject to IAS 2, leases subject to IAS 17, and measurements that are comparable but not equal to fair value (for example, net realizable value when measuring inventories in accordance with IAS 2 or value in use when assessing impairment in accordance with IAS 36).

In addition, when preparing financial statements, the fair value measurement is classified into levels depending on the observability of the inputs and their materiality for the measurement:

- level 1 - quoted prices (unadjusted) for the same assets and liabilities in active markets that the entity can observe at the measurement date;
- level 2 - inputs that are not consistent with Level 1, but observable for the asset or liability, directly or indirectly; and
- level 3 - unobservable inputs for the asset or liability.

Going concern principle

The financial statements of the Company have been prepared in accordance with the going concern principle, which involves the realization of assets and the settlement of liabilities and contractual obligations in the ordinary course of business.

Accordingly, the Company continues to apply the going concern principle in preparing these financial statements.

Conversion of foreign currency

(a) Functional currency

These financial statements are presented in Kazakhstani tenge ("KZT"), which is the Company's functional currency and the presentation currency of these financial statements. All values presented in these financial statements are rounded to the nearest thousand, unless otherwise indicated.

(b) Transactions and balances

Transactions in foreign currencies are converted to the functional currency using the exchange rates at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the conversion of monetary items of assets and liabilities denominated in foreign currencies at the exchange rates at the reporting date are recognized in the statement of profit or loss and other comprehensive income.

Non-monetary items that are measured based on historical cost in a foreign currency are converted at the exchange rates prevailing at the date of the initial transactions. Non-monetary items measured at fair value in a foreign currency are converted at the exchange rates prevailing at the date when the fair value was determined.

Exchange rates

The weighted average exchange rates established on the Kazakhstan Stock Exchange ("KASE") are used as the official exchange rates in the Republic of Kazakhstan. The following exchange rates have been used in the preparation of these financial statements (values as at 31 December):

	<u>31.12.2025</u>	<u>31.12.2024</u>
USD	505.53	525.11
RUB	6.42	4.99

3 Review of significant aspects of accounting policies

a) Changes in accounting policies and data presentation procedures

The accounting policies adopted in the preparation of the financial statements are consistent with those applied in the preparation of the Company's financial statements for the year ended 31 December 2024, with the exception of the new standards adopted and effective as at 1 January 2025. The Company has not applied any other standards, clarifications or amendments that have been issued but are not yet effective.

3 Review of significant aspects of accounting policies (continued)

Amendments to IAS 1 Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants

In January 2020 and October 2022, the International Accounting Standards Board (IASB) issued amendments to IAS 1 *Presentation of Financial Statements* to clarify the requirements for classifying liabilities as current or non-current, including non-current liabilities with covenants. The amendments clarify that:

Where a right to defer settlement of a liability arising from a loan **Amendments to IAS 21 – Lack of Exchangeability**

On 20 August 2023, the IASB issued amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates*, which introduce the definition of an 'exchangeable currency' and provide the following explanations:

- A currency is exchangeable into another currency when an entity is able to obtain the other currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism in which an exchange transaction would create enforceable rights and obligations.
- An entity shall assess whether a currency is exchangeable into another currency at a measurement date and for a specified purpose. If an entity is able to obtain no more than an insignificant amount of the other currency at the measurement date for the specified purpose, the currency is not exchangeable into the other currency.
- The guidance relating to a situation where several exchange rates are available remained the same, but the requirement to use the first subsequent rate at which exchanges could be made if exchangeability between two currencies is temporarily lacking was removed. In this case, an entity is required to estimate a spot exchange rate.

In addition, some new disclosure requirements were added. An entity is required to disclose information about:

- The nature and financial effects of the currency not being exchangeable into the other currency
- The spot exchange rate(s) used
- The estimation process, and
- The risks to which the entity is exposed because of the currency not being exchangeable into the other currency

The amendments had no impact on the Company's financial statements, as the Company does not operate in the context where there is a lack of exchangeability.

b) Standards issued but not yet effective

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's financial statements are disclosed below. The Company intends to adopt these new and amended standards and interpretations, if applicable, when they become effective.

3 Review of significant aspects of accounting policies (continued)

Standards not effective for the reporting period ended 31 December 2025	Effective for annual reporting periods beginning on or after
Amendments to IFRS 9 and IFRS 7 – <i>Amendments to the Classification and Measurement of Financial Instruments</i>	1 January 2026
Amendments to IFRS 9 and IFRS 7 – <i>Contracts Referencing Nature-dependent Electricity</i>	1 January 2026
Annual Improvements to IFRS Accounting Standards – Volume 11: <i>Cost method</i> (Amendments to IAS 7) <i>Derecognition of lease liabilities</i> (Amendments to IFRS 9) <i>Determination of a ‘de facto agent’</i> (Amendments to IFRS 10) <i>Disclosure of deferred difference between fair value and transaction price</i> (Amendments to <i>Guidance on Implementing IFRS 7</i>) <i>Gain or loss on derecognition</i> (Amendments to IFRS 7) <i>Hedge accounting by a first-time adopter</i> (Amendments to IFRS 1) <i>Introduction</i> (Amendments to <i>Guidance on implementing IFRS 7</i>) <i>Credit risk disclosures</i> (Amendments to <i>Guidance on Implementing IFRS 7</i>)	
Transaction price (Amendments to IFRS 9)	1 January 2026
IFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
IFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027

The Company is currently evaluating the impact of these new standards and amendments.

In April 2024, the IASB issued a new standard, IFRS 18 *Presentation and Disclosure in Financial Statements*, which will replace IAS 1 *Presentation of Financial Statements*. IFRS 18 introduces new requirements, the most important of which are:

1. On the classification of income and expenses in the statement of profit or loss into three defined categories corresponding to operating, investing and financing activities. It also requires all entities to provide new defined subtotals, such as:
 - Operating profit or loss, and
 - Profit or loss before financing and income taxes

2. On the disclosure of information on management-defined performance measures in the financial statements, including reconciliation of those measures to the closest total or subtotal presented in the statement of profit or loss

3. On the presentation of aggregated and disaggregated financial information in the primary financial statements and in the notes

IFRS 18 has also introduced limited changes to the statement of cash flows and certain other changes. Entities shall apply IFRS 18 for annual reporting periods beginning on or after 1 January 2027. Earlier application is permitted. If an entity applies this standard for an earlier period, it shall disclose that fact.

3 Review of significant aspects of accounting policies (continued)

c) Property, plant and equipment

Property, plant, and equipment are stated at cost less accumulated depreciation and impairment losses. Such cost includes the cost of replacing parts of equipment and borrowing costs for long-term construction projects if the capitalization criteria are met. When significant components of property, plant and equipment need to be replaced at regular intervals, the Company recognizes such components as separate assets with corresponding individual useful lives and depreciates them accordingly. Similarly, during a major technical inspection, the costs associated with it are recognized in the carrying amount of property, plant, and equipment as a replacement of equipment if all the recognition criteria are met.

All other repair and maintenance costs are recognized in profit or loss when incurred. The present value of the estimated cost to retire an asset after use is included in the cost of the related asset if the criteria for recognizing an allowance for future costs are met.

Depreciation is calculated on a straight-line basis over the estimated useful lives of the asset:

	Useful life (number of years)
Transport	10
Computers	2-7
Other	1-10

Derecognition of property, plant and equipment or their significant components occurs on disposal or when no future economic benefits are expected from the use or disposal of the asset. Any gain or loss arising from the derecognition of an asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss and other comprehensive income for the period in which the asset is derecognized.

Useful lives and asset depreciation methods are reviewed at the end of each annual reporting period and adjusted, as necessary. In particular, the Company considers the impact of health, safety and environmental legislation when estimating expected useful lives and estimated salvage values. In addition, the Company considers the impact of climate change related issues, including physical and transition risks. In particular, the Company determines whether laws and regulations related to climate change may affect the useful life or salvage value, for example, by prohibiting or restricting the use of the Company's hydrocarbon-fueled vehicles.

d) Intangible assets

The Company's intangible assets, other than trademarks, have definite useful lives and primarily include capitalized software and licenses, which are recorded at cost upon recognition. Acquired computer software licenses and other intangible assets are capitalized based on the costs incurred to acquire the intangible asset. All other costs associated with computer software, e.g., its maintenance, are recognized as incurred. Licenses have a finite useful life and are amortized on a straight-line basis over their useful life, which is 3-5 years. A trademark has an indefinite useful life.

e) Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication that the carrying amounts of tangible and intangible assets may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset to determine impairment amount. If it is not possible to estimate the recoverable amount for an individual asset, the company determines the recoverable amount of the cash generating group of assets to which the asset belongs. The value of the Company's assets is allocated to individual cash-generating units or the smallest groups of cash-generating units for which a reasonable and consistent allocation can be found.

The recoverable amount is determined as the higher of the asset's fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted at a pre-tax discount rate that reflects current market assessments of the time value of money and the risks inherent in this asset, for which estimates of future cash flows have not been adjusted.

3 Review of significant aspects of accounting policies (continued)

If the recoverable amount of the asset (cash-generating unit) is lower than the carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss.

If an impairment loss is subsequently reversed, the carrying amount of the asset (cash-generating unit) is increased to the new estimate of recoverable amount so that the new carrying amount does not exceed the carrying amount that would have been determined if to this asset (cash-generating unit) there were no recognized impairment loss in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

f) Leases

At the time of entering into the agreement, the Company assesses whether the agreement is a lease or whether it contains lease attributes, i.e., the Company determines whether the agreement transfers the right to control the use of the identified asset for a certain period in exchange for a refund.

Company as a lessor

Leases where the Company does not transfer substantially all the risks and rewards associated with owning the asset are classified as operating leases. Arising rental income is accounted for on a straight-line basis over the lease term and is included in revenue in a separate statement of profit or loss and other comprehensive income due to its operational nature. Initial direct costs incurred when entering into an operating lease are included in the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income. Contingent rent is recognized as revenue in the period in which it was received.

Company as a lessee

Short-term rental and lease of assets with low cost

The company applies the short-term lease exemption to its short-term office lease agreements (i.e. contracts that have a lease term of no more than 12 months at the start of the lease and do not contain an option to purchase the underlying asset) because it is considering changing the location of offices. Lease payments for short-term leases are recognized as expenses on a straight-line basis over the lease term.

The Company recognizes the right-of-use assets at the lease commencement date (i.e., the date on which the underlying asset becomes available for use). Right-of-use assets are measured at cost, less accumulated depreciation, and accumulated impairment losses, adjusted for revaluation of lease liabilities. The initial cost of the right-of-use assets includes the amount of the recognized lease liabilities, the initial direct costs incurred, and the lease payments made on or before the lease commencement date, less the lease incentive payments received. Right-of-use assets are amortized on a straight-line basis over the shorter of the lease term or the estimated useful life of the assets.

At the commencement date of the lease, the Company recognizes lease liabilities that are measured at the present value of lease payments to be made over the lease term. Lease payments include fixed payments (including substantially fixed payments) less any incentive payments on leases receivable, variable lease payments that depend on an index or rate and amounts that are expected to be paid under liquidation value guarantees. Lease payments also include the exercise price of the purchase option if there is sufficient assurance that the Company will exercise the option, and the payment of lease termination penalties if the lease term reflects the Company's potential exercise of the lease termination option. Variable lease payments that are independent of the index or the rate are recognized as an expense (except when incurred to produce inventory) in the period in which an event or condition occurs that results in such payments.

3 Review of significant aspects of accounting policies (continued)

To calculate the present value of lease payments, the Company uses the market borrowing rate at the start date of the lease, since the interest rate set out in the lease agreement cannot be easily determined. After the lease commencement date, the amount of the lease liability increases to reflect the accrual of interest and decreases to reflect the lease payments made. In addition, the Company revalues the carrying amount of lease liabilities in the event of a modification, a change in the lease term, a change in lease payments (for example, a change in future payments due to a change in the index or rate used to determine such payments), or a change in the valuation of the option to purchase the underlying asset.

g) Financial instruments-initial recognition and subsequent measurement

Date of recognition

Financial assets and financial liabilities, other than loans issued, are initially recognized on the trade date, which is the date on which the Company becomes a party to the contract that defines the terms of the related instrument.

This includes transactions on standard terms: the purchase or sale of financial assets, the terms of which require delivery of the assets within a period which usually established by regulation or traditionally applied in the market. Loans issued are recognized when funds are transferred to the accounts of the beneficiaries.

Initial recognition of financial instruments

The classification of financial instruments at initial recognition depends on the contractual terms and the business model used to manage the instruments. Financial instruments are initially measured at fair value, including, or excluding transaction costs, unless financial assets and financial liabilities are measured at FVTPL. Financial instruments on initial recognition are measured at the transaction price. If the fair value of financial instruments at initial recognition differs from the transaction price, the Company accounts for the first day gain or loss as described below.

“First day” profit or loss

If the transaction price differs from the fair value of the financial instrument at initial recognition and the fair value is based on a valuation model that uses only observable market data, the Company recognizes the difference between the transaction price and fair value in profit or loss. In cases, where fair value is based on a valuation model in which some inputs are unobservable, the difference between the transaction price and the fair value is recognized to defer the difference. Subsequently, the Company recognizes this deferred difference as profit or loss only to the extent that it arises from a change in a factor that market participants would consider when pricing the asset or liability.

Categories of measurement of financial assets and financial liabilities

The Company classifies all its financial assets based on the business model used to manage the assets and the contractual terms of the assets as measured by:

- amortized cost;
- fair value through profit or loss.

Financial liabilities are measured at amortized cost

Business model valuation

The company defines the business model at the level, which reflects how the grouped financial assets are managed to achieve a specific business goal.

The Company's business model is assessed not at the level of individual instruments, but at a higher level of portfolio aggregation and is based on observable factors such as:

3 Review of significant aspects of accounting policies (continued)

- how the performance of the business model and the return on financial assets held within that business model are assessed and how this information is communicated to the organisation's key management personnel;
- risks that affect the performance of the business model (and the return on financial assets held within that business model) and the way these risks are managed; and
- the expected frequency, volume and timing of sales are also important aspects when assessing the Company's business model.

The business model assessment is based on scenarios that are reasonably expected to occur, excluding the "worst case" or "stress" scenarios. If the cash flows after initial recognition are realized in a way that differs from the Company's expectations, the Company does not change the classification of the remaining financial assets held under this business model, but further takes such information into account when evaluating newly created or recently acquired financial assets.

Funds in banks and loans issued

The Company evaluates funds in banks and loans issued at amortized cost only if both of the following conditions are met:

- a financial asset is held under a business model that aims to hold financial assets in order to generate contractual cash flows.;
- the contractual terms of the financial asset provide for the receipt of cash flows on the specified dates, which are solely payments against the principal amount of the debt and interest on the outstanding part of the principal amount of the debt.

Test of the characteristics provided in the cash flow contract (SPPI test)

As part of the second stage of the classification process, the Company evaluates the contractual terms of the financial asset to determine whether the contractual cash flows for the asset are solely payments for the principal amount and interest on the outstanding portion of the principal amount (the "SPPI test").

For the purposes of this test, the "principal amount" is the fair value of a financial asset at initial recognition, and it may change over the life of the financial asset (for example, if there are principal repayments or premium/discount amortization).

The most significant elements of interest in a loan agreement are usually a refund for the time value of money and a refund for credit risk. To perform the SPPI test, the Company applies judgment and analyzes relevant factors, such as the currency in which the financial asset is denominated, and the period for which the interest rate is set.

At the same time, contractual terms that have more than negligible impact on the risk exposure or volatility of contractual cash flows that are not related to the underlying loan agreement do not cause the contractual cash flows to arise, which are solely payments for the principal amount of the debt and interest on the outstanding part of the principal amount of the debt. In such cases, the financial asset must be measured at fair value through profit or loss (hereinafter - "FVTPL").

Derecognition of financial assets and financial liabilities

Derecognition due to a material modification of the terms of the instrument

The Company derecognizes a financial asset, such as loans issued, if the terms of the contract are renegotiated so that it effectively becomes a new loan, and the difference is recognized as a gain or loss on derecognition before the impairment loss is recognized.

At initial recognition, loans are assigned to Stage 1 for the purpose of estimating expected credit losses ("ECL"), except when the loan is considered to have been acquired or created as a credit-impaired financial asset

In assessing whether financial assets should be derecognized due to a material modification, the Company considers, among other things, the following factors:

3 Review of significant aspects of accounting policies (continued)

- change in the loan currency;
- adding a share component;
- change of counterparty;
- whether the modification results in the tool no longer meeting the SPPI test criteria.

The Company derecognizes a financial liability when an existing financial liability is replaced by another with the same lender but with substantially different terms, or if the terms of an existing liability are substantially modified. For financial liabilities, the terms are considered to differ materially if the present value of the cash flows under the new terms, including commission payments less commission received, discounted at the original effective interest rate, differs by at least 10% from the discounted present value of the remaining cash flows under the original financial liability.

If the modification does not result in a significant change in cash flows, the modification does not result in derecognition. Based on changes in cash flows discounted at the original effective interest rate, the Company recognizes a gain or loss on the modification (for financial assets before the impairment loss is recognized).

Derecognition not related to material modification

Financial assets

The Company derecognizes a financial asset (or, where appropriate, part of a financial asset or part of a group of similar financial assets) when the contractual rights to receive cash flows from that financial asset have expired. The company also derecognizes a financial asset if it has transferred the financial asset and the transfer meets the requirements for derecognition.

The company has transferred a financial asset if and only if it:

- transferred the contractual rights to receive cash flows from this financial asset; or
- retained the contractual rights to receive cash flows from the financial asset but assumed the obligation to pay these cash flows without significant delay to a third party under the "transit" agreement.

The transfer of financial assets meets the requirements for derecognition if:

- The Company has transferred substantially all the risks and rewards of the asset; or
- The Company has not transferred or retained substantially all the risks and rewards of the asset but has transferred control of the asset.

The Company believes that it has transferred control of the asset if and only if the receiving party has the practical ability to sell the entire asset transferred to it to an independent third party and can use this opportunity unilaterally without the need to impose additional restrictions on such a transfer.

If the Company has not transferred or retained substantially all the risks and rewards of the asset, but has retained control of the transferred asset, the Company continues to recognize the financial asset to the extent of its continuing involvement. In this case, the Company also recognizes the liability associated with the asset. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement, which takes the form of a guarantee for the transferred asset, is measured at the lower of the original carrying amount of the asset or the maximum amount of consideration that the Company may be required to pay.

Financial liabilities

The Company derecognizes a financial liability when the contractual obligation is fulfilled, cancelled, or terminated at the end of the term. When an existing financial liability is replaced by another with the same lender but with substantially different terms, or if the terms of an existing liability are substantially modified, such replacement or modification is accounted for as derecognition of the original liability and recognition of a new liability. The difference between the carrying amount of the original financial liability and the consideration paid is recognized in profit or loss.

3 Review of significant aspects of accounting policies (continued)

h) Impairment of financial assets

Overview of the principles for estimating expected credit losses

The Company recognizes a provision for expected credit losses ("ECL") for all loans issued and other debt financial instruments that are not measured under the FVPL, as well as loan commitments and financial guarantee agreements, which are collectively referred to as "financial instruments" in this section.

The provision for ECL is measured at the amount of credit losses that are expected to occur over the life of the asset (expected credit losses over the entire term) if the credit risk of the financial asset has increased significantly since initial recognition, otherwise the provision for losses will be measured at the amount equal to the 12-month expected credit losses.

12-month ECL is the portion of the full-term ECL that represents the ECL that results from defaults on a financial instrument that are possible within 12 months after the reporting date.

Significant increase in credit risk

The Company believes that the credit risk on a financial instrument has increased significantly if the payments stipulated in the contract are overdue for more than 30 days. The Company also applies an additional qualitative method to indicate that there has been a significant increase in the credit risk of the asset, for example, the restructuring of the asset.

Grouping of financial assets that are evaluated on a group basis

In the case of a group-based assessment of ECL for a group of similar assets, the Company applies the same principles for assessing whether there has been a significant increase in credit risk since initial recognition.

Depending on the factors listed below, the Company evaluates the ECL either on an individual or group basis.

The types of assets for which the Company evaluates the ECL on an individual basis include the following:

- all Stage 3 assets, regardless of the type of financial assets;
- large and unique instruments in the loan portfolio (more than 5% of the total loan portfolio).

The types of assets for which the Company evaluates the ECL on a group basis include the following:

- small and standard assets within the loan portfolio of individuals and legal entities

The Company combines these financial assets into homogeneous groups depending on their internal and external characteristics, as indicated below:

- product type;
- geographical location of the borrower;
- use of credit facilities;
- the cost of a financial instrument.

3 Review of significant aspects of accounting policies (continued)

Based on the process described above, the Company groups its financial assets as follows:

- Stage 1 Upon initial recognition of the loan, the Company recognizes an allowance for impairment in the amount of 12-month ECL. Stage 1 also includes loans issued for which the credit risk has decreased to such an extent that they have been transferred from Stage 2.
- Stage 2 If the credit risk of the loans has increased significantly since the initial recognition, the Company recognizes an allowance for impairment in the amount equal to the full-term ECL. Stage 2 also includes loans issued for which the credit risk has decreased to such an extent that they have been transferred from Stage 3.
- Stage 3 Loans that are credit-impaired. The Company recognizes an allowance for impairment in the amount equal to the full-term ECL.
- POCI Purchased or originated credit-impaired (POCI) financial assets – are the assets for which there was a credit impairment at the time of initial recognition. On initial recognition of PSCOs, financial assets are carried at fair value and subsequently interest income on them is recognized on a credit risk adjusted EIR basis. ECL provision is recognized or derecognized only to the extent that there has been a change in the amount of expected credit losses.

If the Company does not have reasonable expectations regarding the recovery of the financial asset in full or in part, then the gross carrying amount of this financial asset must be reduced. Such a decrease is treated as a (partial) derecognition of the financial asset.

3 Review of significant aspects of accounting policies (continued)

Calculating expected credit losses

The Company calculates the ECL based on two scenarios (the "baseline" and "adverse" scenarios), weighted with probability, to estimate the expected cash shortfalls, which are discounted using the EPS or its approximate value. A cash shortfall is the difference between the cash flows due to the entity under the contract and the cash flows that the entity expects to receive.

The purpose of using multiple scenarios is to model the nonlinear effects of macroeconomic assumptions on ECL. The "baseline" scenario has a 75% probability, and the "unfavorable" scenario has a 25% probability. Each of them has its own PD, EAD and LGD indicators. Where relevant, the multiple-scenario assessment also considers the way in which defaulted loans are expected to recover, including the likelihood of an improvement in credit quality, the value of collateral and the amount that could be obtained because of the sale of the asset

The maximum period for which expected credit losses are calculated is the contractual life of the financial instrument unless the Company has a legal right to withdraw the instrument earlier.

Impairment losses and their recoveries are accounted for and reported separately from modification gains or losses, which are reflected as an adjustment to the gross carrying amount of financial assets.

The mechanics of calculating the ECL are described below, and the main elements are the following:

- **Probability of default (PD)** of The probability of default (PD) is a calculated estimate of the probability of default over a given time. Default can only occur at a certain point in time during the period under review if the asset has not been derecognized and it is still part of the portfolio.
- **Exposure at Default (EAD)** at Exposure at Default (EAD) is an estimate of the amount that is exposed to default at some future date, considering expected changes of this amount after the reporting date, including payments of principal and interest, stipulated by the contract or otherwise, repayments of loans issued, and interest accrued because of late payments.
- **Loss given default (LGD)** given Loss given default (LGD) is the estimate of the loss incurred in the event of a default at a particular point in time. LGD is calculated as the difference between contractual cash flows and the cash flows that the lender expects to receive, including from the sale of collateral. This indicator is usually expressed as a percentage in relation to EAD.

3 Review of significant aspects of accounting policies (continued)

The principles for evaluating ECL are described below.:

- **Stage 1** 12-month ECL is calculated as part of lifetime ECL, which is ECL arising from defaults on a financial instrument within 12 months after the reporting date. The Company calculates 12-month ECLs based on expectations that a default will occur within 12 months after the reporting date. This 12-month probability of default is applied to the EAD and multiplied by the expected LGD and then discounted using the approximate original EIR. Such calculations are made for each of the two scenarios indicated above.
- **Stage 2** If the credit risk of a loan has increased significantly since initial recognition, the Company recognizes an allowance for impairment in an amount equal to the ECL for the entire period. The calculation principles are the same as above, including the ability to use multiple scenarios, except that PD and LGD are calculated over the life of the instrument. The expected cash shortfalls are discounted using the approximate value of the original EIR.
- **Stage 3** For loans that are credit-impaired, the Company recognizes an allowance for impairment in an amount equal to lifetime ECL. The calculation method is the same as for Stage 2 assets, with PD set at 100%.
- **POCI** Purchased of originated credit-impaired financial assets are assets for which there was a credit impairment at the time of initial recognition. In the case of such assets, the Company recognizes as a provision for losses only accumulated from the date of initial recognition changes in ECL for the whole period, based on two probability weighted scenarios, and discounted using an EIR adjusted for credit risk.
- **Commitments to provide loans** In measuring lifetime ECL for the unused portion of the loan commitment, the Company considers the portion of the commitment that is expected to be used over the expected life. ECLs are subsequently calculated at the present value of the expected cash shortfalls if the loan commitment is met based on two probability-weighted scenarios. The expected cash shortfall is discounted using the approximate expected EPR of the loan.

Forecast information

In its models for determining ECL, the company uses a wide range of forward-looking information as an initial economic data, for example:

- GDP growth;
- inflation;
- oil price.

The underlying data and models used in the calculation of the ECL do not always reflect all the characteristics of the market at the date of presentation of the financial statements. To reflect this, sometimes qualitative adjustments or overlays are made as temporary adjustments if such differences are significant.

3 Review of significant aspects of accounting policies (continued)

Valuation of collateral

To mitigate credit risks for financial assets, the Company strives to use collateral wherever possible. Collateral takes various forms, such as land, real estate, inventory turnover, vehicles, and containers. Collateral, unless foreclosed, is not reflected in the Company's statement of financial position. However, the fair value of collateral is considered in determining ECL. Usually, it is assessed at least at the conclusion of the contract and is revalued on a quarterly basis. For more details on the impact of various credit enhancements on the Company, refer to Note 14.

The Company uses available information sources using a comparative approach to measure assets held as collateral, to the possible extent.

i) *Restructured and modified loans*

The company may make concessions or renegotiate the original terms of the loan agreements in response to the financial difficulties of the borrower, rather than withdrawing or otherwise collecting collateral. The Company considers a loan to be restructured if such concessions or modifications are made as a result of the borrower's existing or anticipated financial difficulties and to which the Company would not have agreed in the event of the borrower's financial solvency. The restructuring of the loan may involve the extension of the contractual terms of payments and the approval of new loan terms. After renegotiation of the terms of contracts, impairment losses are measured using the original EIR, that is, the EIR calculated before the modification of the terms of the contract. The Company's policy involves constant monitoring of restructured loans to analyze the likelihood of making payments in the future. Derecognition and reclassification decisions between Stage 2 and Stage 3 are made on a case-by-case basis. If, because of these procedures, a loan loss event is identified, it will be disclosed and managed as an impaired restructured Phase 3 asset until it is repaid or written off.

In cases where the terms of a loan are renegotiated or modified but no derecognition occurs, the Company must also reassess whether there has been a significant increase in credit risk since initial recognition. The Company is also considering whether the assets should be classified in Stage 3. The Company does not reclassify from the category of restructured loans due to the short life of such instruments.

j) *Cash and cash equivalents*

Cash recognized in the statement of financial position includes cash in current bank accounts and cash on hand.

k) *Restricted cash*

Restricted cash balances are reported separately from cash in non-current assets. Restricted cash balances are excluded from cash and cash equivalents for the purposes of the statement of cash flows.

l) *Labour costs and related deductions*

Wages and salaries, pension contributions, social insurance contributions, paid annual vacation and sick leave, bonuses and non-monetary benefits are accrued as the related work is performed by the employees of the Company. In accordance with the requirements of the legislation of the Republic of Kazakhstan, the Company deducts the amounts of pension contributions from the salaries of employees and transfers them to pension funds. When employees retire, the Company's financial obligations cease, and all payments are made by a single state accumulative pension fund.

m) *Advances and prepayments*

Advances or prepayments are carried at cost less any provision for impairment. Advances are classified as non-current if the expected period of receipt of the goods or services related to them exceeds one year, or if the advances relate to assets that will be recognized as non-current at initial recognition. The amount of advances for the acquisition of assets is included in their carrying amount when the Company gains control of these assets and it is probable that future economic benefits associated with them will be received by the Company.

3 Review of significant aspects of accounting policies (continued)

Other advances are debited upon receipt of the goods or services related to them. If there is an indication that the assets, goods, or services related to the advances will not be received, the carrying amount of the advances is reduced, and the corresponding impairment loss is recognized through profit or loss for the year.

n) Interest income and expense

The Company calculates interest income on debt financial assets measured at amortized cost by applying the effective interest rate to the gross carrying amount of financial assets, other than credit-impaired assets. The effective interest rate ("EIR") is the rate that exactly discounts estimated future cash flows of a financial instrument to its net carrying amount over the expected life of the financial asset or liability, or (if applicable) a shorter period. Future cash flows are estimated considering all contractual terms of the instrument. The calculation considers all fees and other amounts paid or received by the parties that are an integral part of the EPS and are directly related to one or another loan agreement, as well as transaction costs and all other premiums or discounts.

Interest income / interest expense is calculated by applying the EIR to the gross carrying amount of financial assets that are not credit-impaired (i.e., the amortized cost of the financial asset before adjusting for the estimated allowance for expected credit losses) or to the amortized cost of financial liabilities. Interest income on credit-impaired financial assets is calculated by applying the effective interest rate to the amortized cost of such assets (i.e., their gross carrying amount less estimated allowance for expected credit losses (ECL)).

The carrying amount of the financial asset or liability is adjusted if the Company revises its estimates of payments or receipts. The adjusted carrying amount is calculated based on the original effective interest rate, and the change in the carrying amount is recognized as interest income or expense.

In the case of a financial asset that becomes credit-impaired, the Company calculates interest income by applying the effective interest rate to the net amortized cost of the financial asset. If the default on a financial asset is liquidated and it is no longer credit-impaired, the Company calculates interest income on a gross value basis.

o) Income tax

Income tax expense represents the amount of current income tax payable and deferred income tax.

Current income tax

Current income tax payable is calculated based on taxable profit for the year. Taxable profit differs from net income recognized in the statement of profit or loss and other comprehensive income, as it does not include amounts of income and expenses that are taxable or deductible in other reporting periods and does not include amounts that will never be recognized neither taxable nor deductible. The Company's liability for current income tax is calculated at the tax rate effective at the date of the statement of financial position.

Deferred income tax

Deferred tax is recognized on the difference between the present value of assets and liabilities in the financial statements and the corresponding amounts recognized for the purpose of determining taxable income, calculated using the liability method. Deferred income tax liabilities are generally recognized for all taxable temporary differences. Deferred income tax assets are recognized to the extent that it is probable that taxable profit will be sufficient to recover the temporary deductible differences.

Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from initial recognition (other than business combinations) of assets and liabilities from transactions that do not affect taxable profit or accounting profit.

The carrying amount of deferred tax assets is measured at each reporting date and is reduced to the extent that it is no longer probable that sufficient taxable profit exists to recover all or part of the asset. Deferred income tax assets or liabilities are carried at the tax rates that are expected to apply during the period of the asset disposal or settlement of the liability.

Deferred income tax assets and liabilities are offset when:

3 Review of significant aspects of accounting policies (continued)

- The Company has legal right to offset current tax assets against current tax liabilities;
- Liabilities relate to income tax levied by the same tax authority;
- The Company plans to recover its tax assets and settle its tax liabilities on a net basis.

Current and deferred income taxes are recognized in profit or loss, except when they relate to items of other comprehensive loss or directly to equity accounts. In this case, the tax is also recognized in other comprehensive income or equity.

p) Authorised capital

Assets contributed to the authorised capital are recognized at their fair value at the time of the contribution. Any excess of the fair value of the contributed assets over the nominal value of the contribution to the authorised capital, as it is legally registered, is directly included in the capital in the form of issue income

Dividends

Dividends are recognized as a liability and deducted from equity at the reporting date only if they are declared before or on the reporting date. Dividends are disclosed when they are proposed before the balance sheet date or proposed or declared after the balance sheet date but before the financial statements are authorized for issue.

4 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgments and make estimates and assumptions that affect the reported amounts of income, expenses, assets, and liabilities, as well as the disclosure of these items and contingent liabilities. Uncertainty about these assumptions and estimates could lead to results that may require significant future adjustments to the carrying amount of the assets or liabilities for which such assumptions and estimates are made.

(a) Estimated allowance for expected credit losses on financial assets

Estimating losses for all categories of financial assets requires judgment in determining expected credit impairment losses and assessing a significant increase in credit risk, it is necessary to estimate the amount and timing of future cash flows, as well as the value of collateral. Such estimates depend on several factors, changes in which could result in different amounts of the allowance for impairment losses. Estimates of expected credit losses involve several underlying assumptions about the choice of input variables and their interdependencies.

Impairment losses on financial assets

Estimating impairment losses for all categories of financial assets requires judgment; in particular, in determining impairment losses and assessing a significant increase in credit risk, it is necessary to assess the amount and timing of future cash flows and the value of collateral. Such estimates depend on several factors, changes in which could result in different amounts of the allowance for impairment losses.

The Company's ECL calculations are the result of complex models that include several basic assumptions about the choice of input variables and their interdependencies. Elements of ECL calculation models that are considered judgments and estimates include:

- the criteria used by the Company to assess whether there has been a significant increase in credit risk, as a result of which the allowance for impairment losses on financial assets should be measured at an amount equal to the ECL for the entire period and a qualitative assessment;
- grouping financial assets when ECLs are measured on a group basis;
- development of models for calculating ECL, including various formulas and choice of input data;
- determining the relationship between macroeconomic scenarios and economic data, as well as the impact on indicators PD, EAD and LGD;
- selecting forecast macroeconomic scenarios and weighting them against probability to provide economic inputs for ECL valuation models.

4 Significant accounting judgements, estimates and assumptions (continued)

The Company's policy implies regular review of models considering actual losses and their adjustment if necessary.

Key assumptions and judgements in estimating expected credit losses

In determining the amount of the provision for expected credit losses on loans granted to customers, the Company's management made the following key assumptions and judgements:

- The PD level for loans classified as Stage 1 of the credit risk scale ranged from 0.27% to 9.46%, for Stage 2 from 32.21% to 46.1%, and for Stage 3 from 65.31% to 71.26%;
- The LGD for loans classified under Stages 1, 2 and 3 ranged from 65.53% to 72.68%.

Changes in these estimates may affect the amount of the ECL. If the net present value of the estimated cash flows were to change by plus/minus 3%, the ECL on loans granted to customers as at 31 December 2025 would be KZT 2,691,442 thousand (31.12.2024: KZT 1,804,775 thousand) higher/lower.

The amount of the provision for expected credit losses on loans issued and interest receivable recognized in the statement of financial position as of 31 December 2025 was KZT 1,937,230 thousand (2024: KZT 1,740,732 thousand).

(b) Intangible assets with an indefinite useful life

The Company considers the "TASCREDIT" trademark and «TASCREDIT ONLINE» to be an intangible asset with an indefinite life. The reasons for such judgment are as follows:

- there are no legal conditions or requirements limiting the duration of the Company's right to use the trademark in its operations;
- the trademark is an integral part of the business and provides recognition of the Company in the vast market of Kazakhstan;
- there are no conditions resulting in the Company being able, after a certain period of time, to abandon the use of the trademark or sell it to a third party, or in any other way indicating the obsolescence of the trademark and the possibility of termination of the benefits associated with its use.

(c) Impairment of intangible assets

An intangible asset with an indefinite useful life (trademark) represents one segment. The segment represents the Company's primary cash-generating unit ("CGU"). The trademark, in accordance with the Company's accounting policy, is tested for impairment annually and the recoverable amount is determined based on a value in use calculation for that CGU. In the current year, the value in use calculation used cash flow projections based on the 5-year financial budget. Cash flows beyond the 5-year period have been extrapolated using a projected growth rate consistent with the forecasted overall inflation rate in the Republic of Kazakhstan.

The growth rate does not exceed the long-term average growth rate for the industry in which the CGU operates.

The following are the assumptions on which the value in use was determined and to which the recoverable value is most sensitive:

	<u>31.12.2025</u>	<u>31.12.2024</u>
Discount rate before tax	22.39%	20.18%
Growth rate of lending in accordance with the budget for the 5-year period	<u>5%</u>	<u>5%</u>

Management determined budgeted earnings based on past performance and its expectations for market development, including plans to increase lending volumes.

Based on the results of the test, no impairment of the trademark was identified in the CGU as of December 31, 2025 and December 31, 2024.

4 Significant accounting judgements, estimates and assumptions (continued)

(d) Income from lending and financing activities

Interest income is recognized in profit or loss using the effective interest method. When calculating the effective interest rate on financial instruments that are not acquired or originated credit-impaired assets, the Company estimates future cash flows taking into account all the contractual terms of the financial instrument, but excluding expected credit losses. For acquired or originated credit-impaired assets, the effective interest rate adjusted for credit risk is calculated using the value of expected future cash flows, including expected credit losses.

For financial assets that become credit-impaired after initial recognition, interest income is calculated by applying the effective interest rate to the amortized cost of the financial asset. If the financial asset is no longer credit-impaired, interest income is calculated again on the basis of the gross carrying amount.

Penalty income is recognized in profit or loss when earned.

The Company provides insurance agent services, offering insurance policies with JSC Life Insurance Company Freedom Finance Life at its points of sale of retail loans, and receives an agent commission in proportion to the insurance premiums issued. Since purchasing an insurance policy is voluntary and is not a condition of obtaining a loan, it does not affect the interest rate on the loan. Consequently, agency commission income is not considered part of the effective interest rate. The service is considered fully provided after the insurance policy (insurance contract) is issued, therefore the Company recognizes the commission at the same time when the performance obligation is fulfilled, i.e. the insurance policy (insurance contract) is concluded.

(e) Factors associated with climate change

The Company considers factors related to climate change in its estimates and assumptions where necessary. At the same time, many possible impacts on the Company related to both physical risks and transition risks are considered.

Although the Company believes that its business model and services will remain competitive following the transition to a low-carbon economy, factors related to climate change increase uncertainty regarding the estimates and assumptions underlying certain financial statements. Although climate-related risks may not have a significant impact on the assessment at this time, the Company is closely monitoring relevant changes and developments, such as new climate change legislation. Below are some of the areas that are most directly impacted by climate change related factors:

- Useful life of fixed assets. When analyzing the residual value and expected useful life of assets, the Company considers factors related to climate change, such as applicable laws and regulations that may limit the use of assets or require significant capital expenditures. See Note 3c. for further details.
- Emissions rights – The Company pays a legally mandated pollution fee annually.

(f) Segment reporting

The Company's management has designated microfinance as its only reportable segment and the information provided to management's operating decision makers is based on financial statements prepared in accordance with IFRS.

All of the Company's revenues are derived from external customers in the Republic of Kazakhstan, and none of them exceed 10% or more percent of total revenues.

(g) Taxation

When assessing tax risks, management considers as possible liabilities certain tax positions that the Company would not be able to challenge or believes it would be able to successfully challenge if assessed by the tax authorities. Such determinations involve significant judgment and are subject to change as a result of changes in tax laws and regulations, determinations of expected tax revenue results and the results of tax audits by tax authorities. More detailed information on tax risks is disclosed in Note 26.

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5 Net interest income

	<u>2025</u>	<u>2024</u>
Interest income on financial assets carried at amortized cost		
Interest income on loans issued	28,166,237	22,880,021
Interest income on financial assets	3,072	-
Interest income on deposit	110,191	33,736
	<u>28,279,500</u>	<u>22,913,757</u>
Interest expense		
Interest expense on bonds	(4,875,016)	(3,317,063)
Interest expense on bank loans	(3,213,457)	(1,981,262)
Interest expense on other loans	(552,857)	(322,712)
Unwinding of discount on bonds placed	(283,129)	(125,954)
Interest expense on loans DAMU	(7,343)	(112,894)
Interest expense on lease liabilities	(198,296)	(86,942)
Fines and penalties for late payments on other loans received	(30,145)	-
	-	(5,614)
	<u>(9,160,243)</u>	<u>(5,952,441)</u>

The Company reflects interest income on loans issued on an accrual basis in accordance with the terms of loan agreements issued against the security of movable property (vehicles) and real estate to individuals and legal entities. Pledge agreements can be concluded both with the right to use the pledged item by the pledger, and without the right to use the pledged item by the pledger.

The Company provides loans to individuals, legal entities, and individual entrepreneurs secured by movable and immovable property for amounts not exceeding 20,000 minimum calculation indicators (2024: not exceeding 20,000 minimum calculation indicators). Loan terms in 2025 ranged from 30 days to 84 months (2024: from 30 days to 84 months). Interest rates on loans depend on the loan amount and term, as well as the type of collateral. In 2025, interest rates ranged from 2% to 3.317% per month (2024: from 2% to 3.74%).

6 General and administrative expenses

	<u>2025</u>	<u>2024</u>
Remuneration of personnel and related deductions	5,243,005	6,235,116
Supplier services	1,922,197	2,155,512
PR marketing	1,502,557	-
Related party services (Note 23)	356,979	198,784
Charitable assistance to related parties (Note 23)	308,738	185,175
Depreciation of a right-of-use asset (Note 12)	295,659	173,983
Inventories	109,256	89,547
Taxes	73,128	22,180
Depreciation and amortization (Notes 10,11)	62,919	51,708
Provision for future expenses	12,880	-
Other	85,986	85,544
	<u>9,973,304</u>	<u>9,267,449</u>

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7 Other income, net

	2025	2024
Income under the contract of assignment (Note 18)	590,672	1,034,113
Income from write-off of liabilities	9,019	4,504
Loss on disposal of property, plant and equipment	(219)	(39)
Income on penalties for late repayment of loans	706,759	678,387
Other income (expenses), net	59,133	46,982
	1,365,364	1,763,947

8 Impairment losses and write-offs

	2025	2024
Provision for expected credit losses on loans to customers (Note 14)	(451,610)	(470,030)
Recovery of provision (Provision) for expected credit losses on cash and cash equivalents (Note 13)	(6,907)	794
Provision for expected credit losses on restricted cash (Note 15)	(6,249)	-
The result of lease agreement modifications (Note 20)	(16,178)	(41,522)
	(480,944)	(510,758)

9 Income tax expense

(a) Income tax expense

	2025	2024
Current income tax	2,007,860	1,794,576
Income tax for the previous period	-	6,682
Deferred tax	91,218	19,013
	2,099,078	1,820,271

A reconciliation between the corporate income tax expense reported in the Company's financial statements and accounting profit before tax multiplied by the income tax rate is presented below:

	2025	2024
Income before tax	10,036,461	8,950,233
Estimated amount of tax at the established rate (20%)	2,007,292	1,790,046
Income tax for the previous period	-	6,682
Adjustments for income and expenses that do not change the tax base	91,786	23,543
	2,099,078	1,820,271

(b) Deferred tax assets and liabilities

Deferred tax assets and liabilities are recognized for the following items:

	2025	2024
Property, plant and equipment and intangible assets	168,283	(17,326)
Bond discounts	(124,863)	(58,470)
Taxes within the limits paid	20	5,149
Unused vacation	53,311	38,468
Outstanding interest payable	31,556	10,036
Lease	(226,704)	14,964
	(98,397)	(7,179)

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9 Income tax expense (continued)

The movement of time differences can be represented as follows:

	<u>2025</u>	<u>2024</u>
As at January 1	(7,179)	11,834
Charged to the statement of profit or loss and other comprehensive income	(91,218)	(19,013)
As at December 31	<u>(98,397)</u>	<u>(7,179)</u>

10 Property, plant and equipment

	<u>Transport</u>	<u>Computers</u>	<u>Other</u>	<u>Total</u>
<i>Historical cost</i>				
As at 31 December 2023	87,585	104,379	110,662	302,626
Acquired	-	19,784	18,866	38,650
Disposed	-	-	(90)	(90)
As at 31 December 2024	87,585	124,163	129,438	341,186
Acquired	-	24,002	150,765	174,767
Disposed	-	(65)	(1,148)	(1,213)
As at 31 December 2025	87,585	148,100	279,055	514,740
<i>Accumulated depreciation</i>				
As at 31 December 2023	(2,512)	(46,640)	(58,787)	(107,939)
Accrued for the year	(9,386)	(20,838)	(18,168)	(48,392)
Disposed	-	-	51	51
As at 31 December 2024	(11,898)	(67,478)	(76,904)	(156,280)
Accrued for the year	(9,386)	(23,311)	(20,126)	(52,823)
Disposed	-	65	929	994
As at 31 December 2025	(21,284)	(90,724)	(96,101)	(208,109)
<i>Carrying value</i>				
As at 31 December 2023	85,073	57,739	51,875	194,687
As at 31 December 2024	75,687	56,685	52,534	184,906
As at 31 December 2025	66,301	57,376	182,954	306,631

Depreciation of property, plant and equipment in the amount of KZT 52,823 thousand (2024: KZT 48,392 thousand) is included in general and administrative expenses. The gross carrying amount of property, plant and equipment fully amortized but used by the Company is KZT 36,985 thousand as of 31 December 2025 (31 December 2024: KZT 24,713 thousand). Property, plant and equipment are not pledged under loan agreements (Note 20).

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11 Intangible assets

	<u>Trademark</u>	<u>Licenses</u>	<u>Assets in development</u>	<u>Total</u>
<i>Historical cost</i>				
As at 31 December 2023	178,046	16,177	25,000	219,223
Acquired	-	-	1,000	1,000
As at 31 December 2024	178,046	16,177	26,000	220,223
Reclassification	(177,388)		177,388	-
As at 31 December 2025	658	16,177	203,388	220,223
<i>Accumulated depreciation</i>				
As at 31 December 2023	(70)	(3,803)	-	(3,873)
Accrued for the year	(81)	(3,235)	-	(3,316)
As at 31 December 2024	(151)	(7,038)	-	(7,189)
Accrued for the year	(81)	(3,235)	(6,780)	(10,096)
As at 31 December 2025	(232)	(10,273)	(6,780)	(17,285)
<i>Carrying value</i>				
As at 31 December 2023	177,976	12,374	25,000	215,350
As at 31 December 2024	177,905	9,129	26,000	213,034
As at 31 December 2025	426	5,904	196,608	202,938

Amortization of intangible assets is fully included in administrative expenses (Note 6). The gross carrying amount of intangible assets that are fully amortized but used by the Company is KZT 46 thousand as at 31 December 2025 (31 December 2024: KZT 46 thousand fully amortized intangible assets).

As of December 31, 2024, and 2023, development assets amounting to KZT 26,000 thousand and KZT 25,000 thousand, respectively, are represented by expenses incurred for the development of software aimed at enhancing customer service levels and increasing future economic benefits.

The management of the Company believes that the development process met the recognition criteria for intangible assets.

In 2025, the Company completed the development of the software and began using it. As of December 31, 2024, the Company performed impairment tests on the carrying amount of intangible assets under development. Based on the results of the tests, the Company concluded that the intangible assets would generate future economic benefits sufficient to recover their carrying amount.

12 Assets in the form of a right of use

The company enters into lease agreements for office space used in its activities. The lease term is 3 years. The Company's obligations under lease agreements are secured by the lessor's ownership of the leased assets.

In June 2025, the Company entered into a five-year lease agreement for office premises and incurred costs for non-removable improvements, which were capitalised as right-of-use assets. Depreciation of the capitalised costs is calculated on a straight-line basis over the lease term.

During 2024, Company signed new lease agreements for office space, as well as terminated some contracts, the lease term for new contracts is 3 years.

The carrying amount of right-of-use assets and its changes during the period are presented below:

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12 Assets in the form of a right of use (continued)

	Real estate properties	
	2025	2024
As at January 1	293,459	322,127
Additions	2,489,868	157,766
Disposals	(95,926)	(12,451)
Depreciation expense (Note 6)	(295,659)	(173,983)
As at December 31	2,391,742	293,459

13 Cash and cash equivalents

	31.12.2025	31.12.2024
Cash on hand in KZT	337,573	938,266
Cash on bank accounts in KZT	282,486	2,500,316
Cash on bank accounts in USD	479	-
Short-term deposit in KZT	2,385,637	591,636
Cash in transit in KZT	48,422	43,209
Less: provision for expected credit losses	(8,875)	(1,968)
	3,045,722	4,071,459

Cash credited to terminals is classified as cash in transit.

As of December 31, 2025 and December 31, 2024, short-term deposits represent a deposit placed with Halyk Bank of Kazakhstan JSC for a period of up to three months and on an overnight basis. The agreement provides for additional contributions and withdrawals at any frequency. The interest rate on the deposit is 16%-17%% (2023: 14.25%). Interest on deposits is recognized as interest income in the statement of profit or loss and other comprehensive income in the amount of KZT 110,191 thousand (2024: KZT 33,736 thousand).

As of December 31, 2025 and 2024, all cash and cash equivalents were classified in Stage 1 for the purpose of measuring expected credit losses.

The movement in the expected credit losses is presented as follows:

	2025	2024
Provision for expected credit losses as at 1 January	(1,968)	(2,626)
Recovered / (Accrued)	(6,907)	794
Reclassified from provision for expected credit losses on restricted cash (Note 15)	-	(136)
Provision for expected credit losses as at 31 December	(8,875)	(1 968)

Concentration of cash and cash equivalents

As of December 31, 2025, the Company had funds in accounts with credit institutions whose balance exceeded 10% of the Company's capital (December 31, 2024: The Company did not have funds in accounts with credit institutions where balance exceeded 10% of the Company's capital).

Information about the Company's exposure to credit risk in relation to cash is disclosed in Note 27.

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14 Loans to customers

	<u>31.12.2025</u>	<u>31.12.2024</u>
Long-term loans		
Consumer lending on a long-term basis	67,570,181	40,516,129
Less: Provision for expected credit losses	<u>(1,097,306)</u>	<u>(385,725)</u>
Total long-term loans	<u>66,472,875</u>	<u>40,130,404</u>
Short-term loans		
Consumer loans	18,492,934	18,079,553
Interest receivable	2,102,074	1,599,683
Less: Provision for expected credit losses	<u>(839,924)</u>	<u>(1,355,007)</u>
Total short-term loans	<u>19,755,084</u>	<u>18,324,229</u>

Loans to customers as of 31 December 2025 and 2024 are presented in KZT.

Loans to customers and interest receivable are reflected on loans issued to individuals and legal entities secured by movable and immovable property.

The movement of the provision for expected credit losses is presented as follows:

	<u>2025</u>	<u>2024</u>
Provision for expected credit losses as of January 1	(1,740,732)	(1,724,996)
Accrued	(451,610)	(470,030)
Written off against provision	255,112	454,294
Provision for expected credit losses as of December 31	<u>(1,937,230)</u>	<u>(1,740,732)</u>

Analysis of changes in the gross book value of loans to customers:

	<u>2025</u>	<u>2024</u>
Gross book value as of 1 January	58,454,633	48,484,168
Issued	127,509,911	93,389,142
Repaid	(127,451,626)	(106,314,434)
Interest income accrued	28,166,237	22,880,021
Offsetting against advance payments received from customers	(254,698)	-
Change in provision for expected credit losses	(196,498)	15,736
Gross carrying amount at 31 December	<u>86,227,959</u>	<u>58,454,633</u>

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14 Loans to customers (continued)

The table below shows credit quality and maximum exposure to credit risk by maturity and ECL stage.

	31.12.2025					
	Stage 1		Stage 2		Stage 3	
	Individually	On a group basis	Individually	On a group basis	Individually	Total
Not overdue	-	79,120,617	-	-	-	79,120,617
Overdue	-	-	-	-	-	-
Overdue up to 30 days	-	3,505,971	-	-	-	3,505,971
Overdue from 30 to 180 days	-	-	-	854,585	-	854,585
Individually impaired	-	-	-	-	4,684,016	4,684,016
	-	82,626,588	-	854,582	4,684,016	88,165,189
Provision for expected credit losses	-	(700,879)	-	(83,079)	(1,153,272)	(1,937,230)
	-	81,925,709	-	771,506	3,530,744	86,227,959
	31.12.2024					
	Stage 1		Stage 2		Stage 3	
	Individually	On a group basis	Individually	On a group basis	Individually	Total
Not overdue	-	52,377,276	-	-	-	52,377,276
Overdue	-	-	-	-	-	-
Overdue up to 30 days	-	2,802,259	-	-	-	2,802,259
Overdue from 30 to 180 days	-	-	-	770,485	-	770,485
Individually impaired	-	-	-	-	4,245,345	4,245,345
	-	55,179,535	-	770,485	4,245,345	60,195,365
Provision for expected credit losses	-	(572,030)	-	(60,467)	(1,108,235)	(1,740,732)
	-	54,607,505	-	710,018	3,137,110	58,454,633

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14 Loans to customers (continued)

As of 31 December 2025, the total fair value of collateral was KZT 317,714,455 thousand (2024: KZT 222,503,621 thousand).

Concentration of loans to customers

As of December 31, 2025 and 2024, the Company did not have any borrowers or groups of related borrowers with loan balances exceeding 10% of equity. In accordance with the legislation of the Republic of Kazakhstan, the maximum loan amount provided by microfinance organizations as of December 31, 2025 is KZT 78,640 thousand (as of December 31, 2024: KZT 73,840 thousand).

Information about the Company's exposure to credit risk in relation to loans to customers is disclosed in Note 27.

Modified and restructured loans

An entity derecognises a financial asset, such as a loan to a customer, when the terms of the contract are renegotiated so that it becomes, in substance, a new loan and the difference is recognised as a gain or loss on derecognition before the impairment loss is recognised. On initial recognition, loans are treated as Stage 1 loans for the purposes of ECL measurement unless the loan created is considered a PSCO asset.

If the modification does not result in a significant change in cash flows, the modification does not result in derecognition. Based on the change in cash flows discounted at the original effective interest rate, the Company recognises a gain or loss on the modification before an impairment loss is recognised.

During 2025, the Company modified the terms of certain loans. The Company assessed these modifications as immaterial.

15 Restricted cash

Cash restricted in use as at 31 December 2025, amounting to 200,000 thousand KZT, represents cash held in a special account as collateral under a credit facility agreement with JSC Halyk Bank of Kazakhstan at an interest rate of 10% per annum until 31 December 2027.

Cash restricted in use as at 31 December 2023 comprised cash held in a special account as collateral under a credit facility agreement with JSC 'Narodny Bank of Kazakhstan' in the amount of KZT 26,000 thousand until 24 December 2025, with an interest rate of 11.4% (Note 20). Following a decision by JSC 'Narodny Bank of Kazakhstan', the restricted cash has been released from the pledge.

The movement of the provision for expected credit losses is presented as follows:

	2025	2024
Provision for expected credit losses as of January 1	-	(136)
Accrued	(6,249)	-
Reclassified to cash and cash equivalents (Note 13)	-	136
Provision for expected credit losses as of December 31	(6,249)	-

16 Financial assets carried at amortised cost

	31.12.2025	31.12.2024
Government bonds issued by the Ministry of Finance of the Republic of Kazakhstan	1,765,434	-
Accrued interest	2,482	-
Discount	(13,114)	-
	1,754,802	-

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16 Financial assets carried at amortised cost (continued)

In December 2025, the Company acquired government securities issued by the Ministry of Finance of the Republic of Kazakhstan (ISIN XS2914770545) with a nominal value of US\$1; the bonds were purchased at a discount of KZT 13,320,000 thousand. The interest rate is 4.714% per annum, with interest payments made on 9 April and 9 October.

Income of KZT 3,072 thousand is recognised in financial income (Note 5). The exchange rate difference amounted to KZT 206 thousand.

17 Prepayments and other current assets

	<u>31.12.2025</u>	<u>31.12.2024</u>
Prepayments for the supply of inventory and provision of services	45,603	42,930
Prepayments for the supply of inventory and provision of services to related parties	680	-
Debt of employees on accountable amounts	730	1,127
Accountable amounts owed by key management personnel	-	100
Other debts of employees	11,781	8,979
Prepaid expenses	36,545	35,419
Other current assets	35,510	38,432
	<u>130,849</u>	<u>126,987</u>

18 Accounts receivable

	<u>31.12.2025</u>	<u>31.12.2024</u>
Accounts receivable under the contract of assignment	-	72,471
Other receivables	-	2,075
	<u>-</u>	<u>74,546</u>

On June 23, 2021, the Company entered into an agency agreement with JSC Life Insurance Company Freedom Finance Life (hereinafter referred to as the "insurance company"), in accordance with the terms of which the Company provides, for a fee, intermediary services for concluding insurance contracts on behalf and on behalf of the insurance company. Accounts receivable represents the debt for accrued interest receivable. The agreement does not provide for offset with the obligation to transfer funds received under concluded insurance contracts (Note 21).

19 Authorised capital

As at December 31, 2025, and 2024, the registered and paid-in authorised capital of the Company was KZT 1,565,000 thousand and KZT 1,565,000 thousand respectively. The list of participants is disclosed in Note 1.

On 12 March 2025, A.G. Beken sold his shareholding to D.T. Tastekey and R.T. Tastekeyev.

On February 20, 2023, the minutes of the general meeting of participants decided to sell the share of Okimbaev N.E. in the amount of 1.5% to participants Tastekeev D.T. and Tastekeev R.T. in equal parts. As a result of the conclusion of a purchase and sale agreement for the share of participants, Tastekeeva D.T. and Tastekeeva R.T. amounted to 45.325%.

On December 22, 2023, the minutes of the general meeting of participants decided to sell the shares of Kadyrov S.R. and Syrbu I.V. to the Citizen of the KR A.E. Tyunikov.

19 Authorised capital (continued)

Dividends

On 17 December 2025, the minutes of the extraordinary general meeting of members held by correspondence recorded a resolution to distribute part of the retained earnings, amounting to KZT 256,000 thousand, in proportion to the members' shareholdings. The dividends were paid in cash, net of income tax.

On November 25, 2024, the protocol of the extraordinary general meeting of participants approved the decision to distribute part of the accumulated net profit for the 9 months of 2024 in the amount of KZT 448,200 thousand and to pay dividends to participants in proportion to their shareholdings.

On November 22, 2024, the protocol of the extraordinary general meeting of participants approved the decision to distribute part of the accumulated net profit for 2023 in the amount of KZT 80,870 thousand and to pay dividends to participants in proportion to their shareholdings.

On September 2, 2024, the protocol of the extraordinary general meeting of participants approved the decision to distribute part of the accumulated net profit as of July 1, 2024, in the amount of KZT 809,728 thousand and to pay dividends to participants in proportion to their shareholdings.

On January 15, 2024, the protocol of the extraordinary absentee general meeting of participants approved the decision to distribute net profit for 2023 in the amount of KZT 1,500,000 thousand and to pay dividends to participants in proportion to their shareholdings.

On 27 December 2023, the protocol of the extraordinary absentee general meeting of participants approved the decision to distribute net profit for 2022 in the amount of KZT 228,350 thousand and to pay dividends to participants in proportion to their shares.

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20 Financial liabilities

	Interest rate	Currency	Maturity	31.12.2025	31.12.2024
Long-term financial liabilities					
Halyk bank of Kazakhstan JSC	13.5%-21.25%	TEHTE	2027	7,007,489	6,643,000
Bonds	20.5%-22%	TEHTE	2027	27,244,863	8,679,186
EMF MICROFINANCE FUND AGMVK	19.8%	USD	2027	1,537,386	-
Lease liabilities	14.8%-17.3%	TEHTE	2028	977,989	185,985
				36,767,727	15,508,171
Short-term financial liabilities					
Halyk bank of Kazakhstan JSC	13.5%-21.25%	TEHTE	2026	14,413,388	5,429,175
Interest on bank loans		TEHTE	2026	157,779	50,179
DAMU Entrepreneurship Development Fund JSC	9%-13%	TEHTE	2026	-	296,231
Interest on DAMU loans		TEHTE	2026	-	5,337
Bonds	22%	TEHTE	2026	-	9,898,464
Interest on bonds		TEHTE	2026	932,744	456,397
EMF MICROFINANCE FUND AGMVK	8%	USD	2026	1,732,179	-
Interest on loan		USD	2026	7,471	-
Sunkar Onimderi LLP	21.2%-19.8%	USD	2026	1,024,924	932,100
Interest on loan		USD	2026	99,411	42,822
Other financial liabilities to related parties	0%	TEHTE	2026	220,668	55,528
Lease liabilities	14.8%-17.3%	TEHTE	2026	280,229	182,292
				18,868,793	17,348,525

20 Financial liabilities (continued)

Interest-bearing bank loans

On December 24, 2020, the Company and Halyk Bank of Kazakhstan JSC entered into an agreement to open a credit line in the amount of KZT 500,000 thousand, under the terms of which the bank provides bank loans to the Company under separate bank loan agreements (accessory agreements). The total term of the credit line is until December 24, 2025.

During 2021, the Company and Halyk Bank of Kazakhstan JSC concluded additional agreements to increase the amount of the credit line to KZT 7,000,000 thousand.

During 2024, the Company and Halyk Bank of Kazakhstan JSC concluded additional agreements to increase the amount of the credit line to KZT 17,500,000 thousand.

On 18 December 2025, the Company and JSC 'Halyk Bank of Kazakhstan' entered into supplementary agreements to increase the credit facility to KZT 27,500,000 thousand.

As part of the 2025 - 2024 agreement on an open credit line, a number of separate bank loan agreements have been concluded.

The collateral for the credit facility as at 31 December 2025 comprises the loan portfolio (the value of which has been agreed by the parties as KZT 45,000,000 thousand), restricted cash (Note 15), 100% of the shares in the authorised capital, real estate owned by related parties and the Company's shareholders, as well as guarantees provided by the Company's shareholders.

The collateral for the credit facility as at 31 December 2024 comprises the loan portfolio (the value of which has been agreed by the parties as KZT 45,000,000 thousand), restricted cash (Note 15), 100% of the shares in the authorised capital, real estate owned by related parties and the Company's shareholders, as well as guarantees provided by the Company's shareholders.

Covenants

The Company is obliged to ensure the execution of financial and non-financial covenants in accordance with the terms of the loan agreements.

In accordance with the Loan Agreement, the Company must comply with the following financial ratios:

- according to the Civil Code, comply with NPL90+ no more than 7.5% of the loan portfolio,
- according to the Civil Code, comply with NPL total no more than 15% of the loan portfolio,
- the share of loans over 1 year is not more than 50% of the loan portfolio,
- the amount of interest paid on the loan portfolio to the accrued amount of interest on the loan portfolio is greater than or equal to 80%.

As at December 31, 2025, and 2024, the Company followed all financial and non-financial covenants.

The collateral for credit lines is the guarantees provided by the Company's participants.

Bonds

On 14 July 2025, the Company announced the issue of bonds totalling KZT 10,000,000 thousand, with a face value of KZT 500,000, bearing interest at a rate of 21% per annum and maturing on 29 June 2027; the discount amounted to KZT 150,361 thousand, as at 31 December 2025, the bonds had been fully placed.

On 11 December 2025, the Company announced the issue of bonds totalling KZT 10,000,000 thousand with a face value of 500,000 tenge each, bearing interest at a rate of 22% per annum and maturing on 22 December 2027; the discount amounted to KZT 613,000 thousand; as at 31 December 2025, 15,664 bonds had been placed, amounting to KZT 7,832,000 thousand.

20 Financial liabilities (continued)

On 11 December 2025, the Company announced the issue of commercial bonds totalling USD 3,500 thousand with a face value of USD 1,000 each, bearing interest at a rate of 8% per annum and maturing on 11 December 2026. As at 31 December 2025 the bonds had been fully placed amounting to KZT 1,732,179 thousand.

Upon initial recognition, the cost of the bonds was calculated to include transaction costs of KZT 441,429 thousand.

On 12 January 2024, the Company announced the issue of bonds totalling KZT 10,000,000 thousand, with a face value of KZT 500,000 each, bearing interest at a rate of 20.5% per annum and maturing on 19 June 2027, of which, by 31 December 2024, bonds totalling KZT 8,870,000 thousand, or 17,740 units, had been placed, including a discount of KZT 125,954 thousand. On initial recognition, the cost of the bonds was calculated taking into account transaction costs incurred amounting to KZT 150,081 thousand. In 2025, a further 2,260 bonds were placed, with a discount of KZT 5,399 thousand. As at 31 December 2025, 20,000 bonds had been issued.

On 14 December 2023, the Company announced the issue of bonds totalling KZT 10,000,000 thousand, with a face value of KZT 500,000 each, bearing interest at 22% per annum and maturing on 14 December 2025. The Company has redeemed the bonds in full.

The Company accounts for the issued bonds at amortised cost.

EMF MICROFINANCE FUND AGMVK

On 28 April 2025, the Company and EMF MICROFINANCE FUND AGMVK entered into a loan agreement for an amount of USD 5,000 thousand equivalent to 512.46 KZT per USD, with an interest rate of 21.2% per annum and a maturity date of 5 May 2028.

On October 17, 2023, a loan agreement was signed between the Company and the Microfinance Fund EMF MICROFINANCE FUND AGMVK for the amount of USD 3,000 thousand in KZT equivalent at a fixed rate of KZT 478 per USD 1, with an interest rate of 19.8% per annum and a repayment period of October 20, 2025. Company fully repaid the loan.

In accordance with the Loan Agreement, the Company must comply with the following financial ratios:

- maintain the capital adequacy ratio at a level of at least 15%,
- return on assets ratio for the last twelve months at a level of at least 0%.

As of December 31, 2025 and 2024, the Company was in compliance with all financial and non-financial covenants.

Other financial liabilities

Other financial liabilities represent liabilities to participants for non-interest-bearing loans with maturities of up to 12 months.

Lease liabilities

The company has lease agreements for premises. Lease terms generally do not exceed three years. The Company's obligations under the leases are secured by the lessor's title to the leased assets. Generally, the Company is not permitted to sublease or lease the leased assets.

The Company also has certain leases for premises with lease terms not exceeding 12 months. For these leases, the Company applies the recognition exemption provided for short-term leases and leases of low-value assets. The Company includes the cost of these leases in administrative expenses.

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20 Financial liabilities (continued)

The classification of lease liabilities in the statement of financial position is presented as follows:

	2025	2024
As at January 1	368,277	352,434
Addition	1,245,513	157,766
Disposals	(95,926)	(12,451)
Accrued interest	198,296	86,942
Loss from modification of lease agreements	(16,178)	41,522
Payments	(441,764)	(257,936)
As at December 31	1,258,218	368,277
	31.12.2025	31.12.2024
Long-term portion of liabilities	977,989	185,985
Short-term portion of liabilities	280,229	182,292
	1,258,218	368,277

The Company's exposure to liquidity risk in relation to financial liabilities is disclosed in Note 27.

21 Trade payables

	31.12.2025	31.12.2024
Accounts payable under the contract of assignment in KZT (Note 18)	-	37,193
Trade payables in KZT	62,686	30,667
Trade payables of related parties in KZT	-	77
	62,686	67,937

Accounts payable under the contract of assignment is a debt on obligations to transfer funds to an insurance company under concluded insurance contracts (Note 18).

Information about the Company's exposure to liquidity risk in relation to trade payables is disclosed in Note 27.

22 Other liabilities

	31.12.2025	31.12.2024
Taxes payable and off-budget payments	123,312	217,721
Salaries payable	219,209	162,626
Advances received	532,908	398,371
Unused vacation	253,673	192,341
Accrued audit costs	12,880	-
Other	14,333	23,853
	1,156,315	994,912

23 Related party transactions

The parties can be considered as related parties if one of them can control the other, is under common control, or can exercise significant influence or joint control in making financial and operational decisions by the other party. When deciding whether the parties are related, the nature of the relationship between the parties is considered, not just its legal form.

The related parties of the Company are the participants of the Company (Note 1), the related parties of the participants and the key management of the Company.

The following transactions with related parties occurred in the years ended 31 December:

General and administrative expenses	<u>2025</u>	<u>2024</u>
Charity	231,817	66,448
Cleaning services	76,140	69,200
Rental premises	280,839	129,584
	<u>588,796</u>	<u>265,232</u>

The statement of financial position as at 31 December includes the following balances with related parties:

	<u>31.12.2025</u>	<u>31.12.2024</u>
Advances paid and other current assets	680	-
Short-term financial liabilities	(220,668)	(55,528)
Trade payables	-	(77)
	<u>219,988</u>	<u>(55,605)</u>

Key management personnel comprised four individuals as at 31 December 2025 (2024: five individuals). Remuneration payable to the Company's key management personnel for 2025 amounts to KZT 327,541 thousand (2024: KZT 2,455,569 thousand) and comprises salaries and other current payments.

24 Geopolitical situation

In 2025, the ongoing conflict involving Ukraine and the resulting escalation of geopolitical tensions had an impact on the Russian Federation's economy. During the conflict, including in 2025, the European Union, the United States and a number of other countries imposed new sanctions on a number of Russian state and commercial organisations, including banks, individuals and certain sectors of the economy, as well as restrictions on certain types of transactions. The conflict has affected not only the economic activity of the two countries, but also the global economy. As a result of the sanctions, prices for raw materials and food products have risen in many countries around the world, established links between resource supplies have been disrupted, and there has been an inflationary impact on prices. Analysts also predict economic consequences for global industry.

The military operation by the US and Israel against Iran has caused a massive reaction in the financial markets.

Volatility in the stock and currency markets, import and export restrictions, and the availability of local resources, materials and services will directly affect companies that are actively engaged in or have significant ties to the Russian Federation, the Republic of Belarus or Ukraine, as well as countries in the Middle East. However, the consequences of the current situation may directly affect not only companies directly related to the countries involved in the conflict.

In order to manage country risk, the Company monitors transactions with counterparties to avoid risks

25 Inflation and current economic environment

The impact of the macroeconomic and geopolitical environment has exacerbated inflationary pressures in almost all economies around the world. High and rising energy prices have had a negative impact on the cost of other goods and services, resulting in significant increases in consumer prices in many countries.

Prices for many goods, including food, remain high. Kazakhstan's economy grew by 6.5% in 2025. In 2025, inflation in Kazakhstan was 12.3%.

Due to rising geopolitical tensions, volatility in equity and currency markets continues to increase significantly in 2025.

In 2025, the National Bank of Kazakhstan tightened its monetary policy amid inflationary risks. The year began with a rate of 15.25% (January), which then rose to 16.5%. By the end of the year (October), the rate had been raised to 18%. Kazakhstan adheres to the inflation targeting regime and free-floating exchange rate, and due to the significant degree of integration into the global economy, the cycles of monetary policy in developed countries and the dynamics of world prices affect the macroeconomic indicators of Kazakhstan.

The Company continues to evaluate the effect of these events and changes in economic conditions on its operations.

Current inflationary pressures, macroeconomic and geopolitical uncertainties, including the conflicts in Ukraine and the Middle East, affect judgements related to valuation of assets and liabilities.

26 Contractual and contingent liabilities

(a) Lawsuits and claims

In the normal course of business, the Company may be subject to various lawsuits and claims. The Company estimates the likelihood that significant liabilities will arise, considering the specific circumstances and reflects an appropriate allowance in the financial statements only when it is probable that an outflow of resources will be required to settle the liability and the amount of the liability can be measured reliably.

The Company's management believes that actual liabilities, if any, will not affect the current financial position and financial results of the Company. For this reason, provisions have not been created in these financial statements.

(b) Taxation

Kazakhstan tax laws and practices are constantly changing and are therefore subject to varying interpretations and frequent changes, which may have retrospective effects. In addition, tax authorities' interpretation of tax laws as applied to the Company's transactions and activities may not coincide with management's interpretation. As a result, the Company's transactions may be challenged by tax authorities, and the Company may be assessed additional taxes, penalties and fines. Penalties include confiscation of the amount in dispute (for violating foreign exchange laws), as well as fines, usually amounting to 50% of the amount of unpaid taxes. Tax periods are open to inspection by tax authorities for three years.

The Company's management believes that the relevant provisions of the law have been correctly interpreted by them, and that the Company's position taken in terms of tax and currency legislation will be successfully defended in the event of any dispute. The Company's policy provides for the recognition of provisions in the reporting period in which there is a possibility of loss, and the amount it can be determined with a sufficient degree of accuracy.

26 Contractual and contingent liabilities (continued)

Due to the uncertainty inherent in the Kazakhstan tax system, the potential amount of taxes, penalties and interest may exceed the amount expensed to date and accrued at December 31, 2025. Despite the possibility of such amounts accruing and their potentially significant nature, the Company's management believes that they are either improbable or impracticable, or both.

On 25 December 2025, the Government of the Republic of Kazakhstan adopted a new Tax Code, which came into force on 1 January 2026. The aim of the new Tax Code is to optimise the state's fiscal policy in line with the structural reforms proposed by the President of the Republic of Kazakhstan.

The Company has analysed the new Tax Code and expects that its introduction will not have a material impact on the Fund's operations, but may impose an additional administrative burden.

(c) Insurance

The market of insurance services in Kazakhstan is at the stage of formation and many forms of insurance that are common in other countries of the world are not yet available in the Republic of Kazakhstan. At the reporting date, the Company provides insurance of civil liability of the employer for causing harm to the life and health of the employee in the performance of their work duties and insurance of vehicles, which is collateral for loans issued by the Company.

(d) Environmental issues

The Company is required to comply with various environmental laws and regulations. Kazakhstan's environmental legislation is constantly changing and subject to ambiguous interpretations. Although management is confident that the Company complies with government environmental regulations, it cannot be assured that contingent liabilities do not exist.

27 Financial risk management

The Company's activities are associated with various financial risks: market risk, liquidity risk and credit risk. The Company's risk management program focuses on the unpredictability of financial risks and is aimed at minimizing the potential negative impact on the Company's financial results. The Company does not use derivative financial instruments to hedge its risk exposure.

Risk management framework and risk communication

Overall risk management leadership is provided by the Chief Executive Officer and there are separate independent bodies that are responsible for risk management and control, including the following:

- development and approval of basic risk management principles,
- monitoring the activities of the Company's risk management departments, identifying weaknesses, taking appropriate measures.

Financial risk management is carried out through the establishment of limit restrictions on transactions, compliance with which is mandatory for the relevant divisions and officials of the Company authorized to conduct these transactions.

The Company's structural divisions regularly prepare management reporting forms that provide the Company's management bodies with the information necessary for decision-making and risk assessment on an ongoing basis.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk consists of currency risk, interest rate risk, and other price risks. Market risk arises from open positions in interest rate, currency and equity financial instruments that are subject to general and specific changes in the market and changes in the level of volatility of market prices.

The objective of market risk management is to manage and control that exposure to market risk does not exceed acceptable parameters, while ensuring that the return received for the risk taken is optimized.

27 Financial risk management (continued)

Risk of the impact of changes in interest rates on cash flows and fair value

At the reporting date, the Company does not have assets or liabilities with floating interest rates, and therefore management does not disclose sensitivity analysis to changes in interest rates.

Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates.

As of December 31, 2025, the Company has the following financial instruments denominated in currencies other than its functional currency:

	<u>USD</u>
Financial assets carried at amortised cost	
Cash	1,754,802
Financial liabilities	479
	<u>(4,401,371)</u>
Net currency position	<u>(2,646,090)</u>

As of December 31, 2024, the Company has the following financial instruments denominated in currencies other than its functional currency:

	<u>USD</u>	<u>RUB</u>
Financial liabilities		
Trade payables	(1,490,787)	-
	-	(160)
Net currency position	<u>(1,490,787)</u>	<u>(160)</u>

Sensitivity analysis

A 10% depreciation of the KZT against the USD and RUB as at 31 December would have resulted in a (decrease) increase in after tax income by the amounts shown below. This analysis assumes that all other variables remain constant.

	<u>31.12.2025</u>	<u>31.12.2024</u>
USD	(211,687)	(119,263)
RUB	-	(77,993)

Credit risk

Credit risk is the risk that the Company will incur financial losses because counterparties fail to fulfill their obligations under a financial instrument or customer agreement.

The Company manages credit risk through the application of established policies and procedures, which include requirements for establishing and maintaining limits on concentration of credit risk, as well as through the creation of credit committees, whose functions include active monitoring of credit risk. The rules for providing microloans are approved by the participants taking into account the requirements of the legislation of the Republic of Kazakhstan.

The credit policy establishes:

- Procedures for reviewing and approving loan applications;
- Methodology for assessing the creditworthiness of borrowers;
- Methodology for assessing the proposed collateral;
- Requirements for credit documentation;
- Procedures for ongoing monitoring of loans and other products that carry credit risk.

The company constantly monitors the status of individual loans and other credit risks.

In addition to analyzing individual borrowers, the Company evaluates the loan portfolio as a whole in relation to loan concentration and market risks.

27 Financial risk management (continued)

For financial instruments measured at fair value through profit or loss, the carrying amount represents the current exposure to credit risk, but not the maximum exposure that could arise in the future as a result of changes in value.

The Company is exposed to credit risk in connection with loans issued, interest receivable and other financial assets. The carrying amount of these financial assets represents the maximum amount exposed to credit risk (Notes 13, 14, 15, 16, 18).

Credit risk associated with balances in accounts with financial institutions is controlled by the Company's management in accordance with the Company's cash management policy. The maximum sensitivity of the Company to credit risk arising from the default of financial institutions is equal to the carrying value of these financial assets.

Impairment evaluation

The Company calculates ECL on a group basis based on migration matrices adjusted for the impact of macroeconomic factor to estimate expected cash flow shortfalls, which are discounted using the effective interest rate or its approximate value.

Cash shortfall is the difference between the cash flows due to the entity under the contract and the cash flows that the entity expects to receive. The mechanics of calculating the ECL are described in Note 3h and the main elements are as follows:

Probability of default (PD)

The probability of default is an estimate of the likelihood of default occurring within a specified time horizon. Default can only occur at a specific point in time during the period under review if the asset has not been derecognised and is still part of the portfolio.

Exposure to default risk (EAD)

The amount exposed to default risk is an estimate of the amount subject to default at any future date, taking into account expected changes in that amount after the reporting date, including contractual or other contractual principal and interest payments, expected repayments of loans issued and interest accrued as a result of late payments.

Loss given default level (LGD)

The loss given default rate is an estimate of the loss arising in the event of default at a particular point in time. It is calculated based on the difference between the contractual cash flows and the cash flows that the lender expects to receive, including from the realisation of collateral. It is usually expressed as a percentage of EAD.

The valuation provision for ECL is calculated based on credit losses expected to occur over the life of the asset (expected lifetime credit losses or lifetime ECL) if there has been a significant increase in credit risk since initial recognition, otherwise the valuation allowance is calculated at an amount equal to 12-month expected credit losses (12-month ECL). 12-month CMI is the portion of full term ECL that represents ECL arising from defaults on a financial instrument that occur within 12 months after the reporting date. Full term and 12-month ECL are calculated either on an individual or group basis depending on the nature of the underlying portfolio of financial instruments.

The Company has developed a methodology to assess at the end of each reporting period whether there has been a significant increase in the credit risk of a financial instrument since initial recognition, by considering changes in the risk of default over the remaining life of the financial instrument. Classification is provided in Note 3h.

27 Financial risk management (continued)

Defining default and recovery

The Company considers a financial instrument to be in default and therefore treats it as a Stage 3 (credit-impaired assets) for the purposes of the ECL calculation in any case where:

- The borrower is 90 days past due on contractual repayments;
- Death of the borrower;
- Significant reduction in the value of the collateral when loan recovery is expected as a result of the sale of the collateral;
- Suspension of nominal interest accrual on the loan due to deterioration of the borrower's financial condition or filing of a lawsuit in court;
- Restructuring of the loan due to deterioration of the borrower's financial condition;
- The debtor (or a legal entity within the debtor's group) has filed for bankruptcy or declared bankruptcy.

The Company considers that a default has occurred in respect of funds in banks and takes immediate measures to remedy it if, at the close of the operating day, there is a default by the bank on payment of interest and principal amount of the deposit, as well as non-performance of cash transfers in accordance with the Company's payment orders for more than 60 days, as well as a decrease in the credit rating of a second-tier bank with balances on deposit and current accounts.

In accordance with the Company's policy, financial instruments are considered 'cured' and therefore transferred out of Stage 3 when none of the criteria for default has been observed for at least two consecutive months, and at least one non-zero payment has been made after default and there are no delinquencies in the two months prior to the reporting date.

Value at risk of default

The amount exposed to the risk of default (EAD) represents the gross carrying amount of financial instruments subject to impairment assessment and reflects both the customer's ability to increase its debt as it approaches default and the possibility of early repayment. To calculate EAD for Stage 1 loans, the Company estimates the probability of default within 12 months to estimate 12-month ECL. For Stage 2, Stage 3 and PSCO financial assets, EAD is considered for events that could occur over the life of the instrument.

The Company determines the EAD by analysing statistical information on previous repayments for each loan to determine the average EAD ratio by product. Then, depending on the segmentation region and product, each loan is assigned PDs according to the migration matrix-based probability of default model.

In accordance with the agreement on granting a microcredit line, the Company has the right to unilaterally withdraw from the agreement in case of any unfavourable conditions. Therefore, the agreements do not represent a firm commitment on the part of the Company to extend a loan. The estimation of the ECL provision for such credit lines is made only on the basis of actual tranches disbursed.

The interest rate used to discount the loan ECL is based on the average effective interest rate expected to apply over the expected period of exposure.

Default loss level

LGD levels are assessed for all Stage 1, Stage 2, Stage 3 and PCSA asset classes. LGD is assessed on a monthly basis by the Risk Management Department.

The assessment of credit risk is based on a standardised LGD valuation model. These LGD levels take into account the expected EAD compared to the amounts expected to be recovered or realised as a result of debt collection.

The Company uses historical data on repayment of defaulted loans and expectations of recovery from the realisation of collateral to estimate LGD. The value of collateral is estimated by adjusting the liquidity ratio, after which it is discounted for a period of 6 months for vehicles and 1.5 years for real estate using an initial effective rate.

27 Financial risk management (continued)

Significant increase in credit risk

To determine how much of an allowance for impairment should be recorded for an instrument or portfolio of instruments (i.e. 12-month C ECL or lifetime ECL), the Company analyses whether the credit risk of the instrument or portfolio of instruments has increased significantly since initial recognition. The Company considers that the credit risk of a financial instrument has increased significantly since initial recognition if:

- Contractual payments are overdue by more than 30 days;
- Actual or anticipated adverse changes in business, financial or economic conditions that are expected to result in a significant change in the borrower's ability to meet its debt obligations;
- Actual or anticipated unfavourable changes in the regulatory, economic or technological environment of the borrower, etc.;
- Downgrade of the credit rating of a second-tier bank with deposit and current account balances to 'CCC'.

Grouping of financial assets that are measured on a group basis

Depending on the factors discussed below, the Company calculates ECL on either an individual or group basis.

Asset classes for which the Company calculates ECL on an individual basis include the following:

- Treasury and interbank relationships (e.g. due from banks and cash equivalents);
 - Financial assets that were classified as PSCO when the original loan was derecognised and a new loan was recognised as a result of debt restructuring;
 - Significant individual stage 3 loans are assessed for impairment based on a scenario analysis.
- For all other asset classes, the Company calculates ECL on a group basis.

The Company organises these financial assets into homogeneous groups depending on the internal and external characteristics of the loans, such as the type of product or the industry in which the borrower operates.

The following table shows the cash balances of the banks at the reporting date using Standard & Poor's credit ratings:

	Location	Rating	31.12.2025	31.12.2024
ForteBank JSC	Kazakhstan	B+ stable	1,287	390
Halyk Bank JSC	Kazakhstan	BB stable	2,866,836	3,055,013
NurBank JSC	Kazakhstan	B stable	-	8,036
Kaspi JSC	Kazakhstan	BB+ stable	-	54,513
Other financial institutions without ratings	Kazakhstan	Without Rating	48,901	43,209
Less: provision for ECL on cash and cash equivalents and restricted cash			(15,124)	(1,968)
			2,901,900	3,159,193
Loans to customers	Kazakhstan	Without Rating	88,165,189	60,195,365
Less: provision for ECL			(1,937,230)	(1,740,732)
			89,129,859	58,454,633

27 Financial risk management (continued)

Operational risk

Operational risk is the risk arising from system failure, human error, fraud or external events. When controls fail, operational risks can cause reputational damage, legal consequences, or financial loss. The Company cannot assume that all operational risks have been eliminated, but through its controls and by monitoring and responding appropriately to potential risks, the Company can manage such risks. The control system includes effective segregation of duties, access rights, approval and reconciliation procedures, personnel training, and evaluation procedures, including internal controls.

Liquidity risk

Prudent liquidity risk management involves maintaining sufficient cash flow. Due to the dynamic nature of its core business, the Company strives to maintain funding flexibility by providing sufficient cash.

The Company strives to actively maintain a diversified and stable structure of funding sources, consisting of long-term and short-term loans from other banks, as well as a diversified portfolio of highly liquid assets so that the Company is able to respond quickly and without sharp fluctuations to unexpected liquidity requirements.

Liquidity management policy includes:

- Forecasting cash flows by major currencies and calculating the required level of liquid assets associated with these cash flows;
- Maintaining a diversified structure of funding sources;
- Management of concentration and structure of borrowed funds;
- Development of plans to attract financing through borrowed funds;
- Monitoring the compliance of liquidity indicators with legally established standards.

The table below provides an analysis of the Company's financial liabilities by maturity, indicating the remaining maturities at the reporting date until the end of the contractual maturities. The amounts shown in the table represent undiscounted cash flows under the contractual terms.

	From 1 to 3 months	From 3 months to 1 year	More than 1 year	Total
2025				
Financial liabilities	4,425,896	18,951,827	40,648,445	64,026,168
Trade payables	62,686	-	-	62,686
	4,488,582	18,951,827	40,648,445	64,088,854
2024				
Financial liabilities	2,371,571	16,775,422	20,929,086	40,076,079
Trade payables	67,937	-	-	67,937
	2,439,508	16,775,422	20,929,086	40,144,016

Changes in liabilities arising from financing activities

The table below summarizes the movements in liabilities as a result of financing activities, including changes due to cash flows and non-cash flows. Liabilities arising from financing activities are those liabilities from which the cash flows in the statement of cash flows have been or will be classified as cash flows from financing activities.

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27 Financial risk management (continued)

	As at 1 January 2025	Cash flows	Accrued interest	Interest paid	Recognition of a lease liability	Discount, including issuance costs	Other*	As at 31 December 2025
Halyk Bank JSC	12,122,354	9,348,702	3,213,457	(3,105,857)	-	-	-	21,578,656
DAMU								
Entrepreneurship Development Fund	301,568	(296,231)	7,343	(10,778)	-	-	(1,902)	-
Bonds	19,034,047	10,711,493	4,875,016	(4,516,758)	-	(158,300)	(28,241)	29,917,257
EMF MICROFINANCE FUND AGMVK	974,922	165,140	-	-	-	-	-	220,668
Other financial liabilities	55,528	1,604,405	552,857	(423,028)	-	-	(47,435)	2,661,721
Lease liabilities	368,277	(243,467)	198,296	(198,296)	1,245,513	-	(112,105)	1,258,218
	32,856,696	21,285,042	8,846,969	(8,254,717)	1,245,513	(158,300)	(189,683)	55,636,520

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27 Financial risk management (continued)

	As at 1 January 2024	Cash flows	Accrued interest	Interest paid	Recognition of a lease liability	Discount, including issuance costs	Other*	As at 31 December 2024
Halyk Bank JSC	13,700,857	(1,556,429)	1,981,262	(2,003,336)	-	-	-	12,122,354
DAMU								
Entrepreneurship Development Fund	1,385,755	(1,059,734)	112,894	(116,744)	-	-	(20,603)	301,568
Bonds	8,772,494	9,918,802	3,317,063	(2,952,837)	-	125,954	(147,429)	19,034,047
EMF MICROFINANCE FUND AGMVK	1,490,787	(499,634)	316,547	(288,524)	-	-	(44,254)	974,922
Sunkar Onimderi LLP	150,349	(150,000)	6,165	(5,537)	-	-	(977)	-
Other financial liabilities	601,816	(453,695)	-	-	-	-	(92,593)	55,528
Lease liabilities	352,434	(170,994)	86,942	(86,942)	157,766	-	29,071	368,277
	26,454,492	6,028,316	5,820,873	(5,453,920)	157,766	125,954	(276,785)	32,856,696

The column "Cash Flows" shows the cash flows from bank loans and other financial liabilities that constitute the net receipts and payments of borrowings in the statement of cash flows.

The column "Other" includes offsets and non-cash transactions on other financial obligations - a one-time fee for arranging a loan, withheld income tax at the source of payment, a decrease in lease obligations due to termination of the contract. The Company classifies compensation paid as cash flows from operating activities.

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27 Financial risk management (continued)

Fair value of financial instruments

The Company has no financial assets and liabilities at fair value. The Company's management believes that the carrying amount of financial instruments carried at amortized cost in these financial statements approximately equal to their fair value.

2025	Measurement date	Fair value measurement using		
		Level 1	Level 2	Level 3
Assets for which fair values are disclosed				
Loans to customers	31 December 2025	-	86,227,959	-
Cash and cash equivalents	31 December 2025	-	3,045,722	-
Restricted cash	31 December 2025	-	193,751	-
Financial assets carried at amortised cost	31 December 2025	-	1,754,802	-
Liabilities for which fair values are disclosed				
Trade payables	31 December 2025	-	(62,686)	-
Financial liabilities	31 December 2025	-	(55,636,520)	-
2024				
2024	Measurement date	Fair value measurement using		
		Level 1	Level 2	Level 3
Assets for which fair values are disclosed				
Loans to customers	31 December 2024	-	58,454,633	-
Cash and cash equivalents	31 December 2024	-	4,071,459	-
Accounts receivable	31 December 2024	-	74,546	-
Liabilities for which fair values are disclosed				
Trade payables	31 December 2024	-	(67,937)	-
Financial liabilities	31 December 2024	-	(32,858,696)	-

28 Capital management

The objectives of the Company in managing capital are:

- Comply with the capital requirements of the National Bank of the Republic of Kazakhstan;
- Protect the Company's ability to continue as a going concern in such a way that the Company can provide profits to participants and benefits to other interested parties;
- Maintain a base to ensure the development of their activities.

28 Capital management (continued)

The required level of capital is set considering the above objectives. Currently, the capital adequacy of the Company is calculated in accordance with the prudential standards prescribed to microfinance organisations by the requirements of the legislation of the Republic of Kazakhstan.

The primary objective of capital management for the Company is to ensure that the Company complies with external capital requirements and maintains the high credit rating and capital adequacy ratios required to operate its business and maximize returns for members. The Company manages its capital structure and adjusts it in light of changes in economic conditions and the risk characteristics of its activities.

The National Bank of Kazakhstan has established a number of prudential standards for microfinance organisations. In accordance with current requirements, microfinance organisations must maintain:

- a ratio of equity to the sum of balance sheet assets and unsecured consumer loans, net of provisions (K1), of at least 0.1;
- a ratio of the risk exposure per borrower based on their liabilities to equity (K2) of no more than 0.25;
- a ratio of total liabilities to equity (K3) of no more than 10.

Failure to comply with the established standards may result in the Company being removed from the list of registered credit institutions and the inability to continue financing operations.

As at 31 December 2025 and 2024, and for these reporting periods, the Company fully complied with all prudential standards. The Company's equity to net debt ratio was calculated as follows:

	31.12.2025	31.12.2024
Total debt	55,636,520	32,856,696
Cash and cash equivalents	(3,045,722)	(4,071,459)
Net debt	52,590,798	28,785,237
Equity	37,240,780	29,559,397
Equity to Net Debt Ratio k1	0.71	1.03
Maximum risk exposure per individual borrower k2	0.002	0.007
Leverage ratio k3	0.007	1.148

The ratio of capital to the Company's loan portfolio was calculated as follows:

	31.12.2025	31.12.2024
Loans to customers	86,227,959	58,454,633
Equity	37,240,780	29,559,397
Ratio of capital to loan portfolio	0.43	0.510
Factor k1	0.443	0.462

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29 Maturity analysis of assets and liabilities

The table below analyses assets and liabilities into relevant maturity groupings. The Company's contractual undiscounted repayment obligations are disclosed in Note 26.

As at 31 December 2025	Within 12 months	More than 12 months	Total
Assets			
Cash and cash equivalents	3,045,722	-	3,045,722
Restricted cash	-	193,751	193,751
Loans to customers	19,755,084	66,472,875	86,227,959
Financial assets carried at amortised cost	1,754,802	-	1,754,802
Advances paid and other current assets	130,849	86,650	217,499
Property, plant and equipment	-	306,631	306,631
Intangible assets	-	202,938	202,938
Right-of-use assets	-	2,391,742	2,391,742
Total assets	24,686,457	69,654,587	94,341,044
Liabilities			
Financial liabilities	18,868,793	36,767,727	55,636,520
Trade payables	62,686	-	62,686
Income tax payable	1,156,315	-	1,156,315
Other current liabilities	146,346	-	146,346
Deferred tax liability	-	98,397	98,397
Total liabilities	20,234,140	36,866,124	57,100,264
Net position	4,452,317	32,788,463	37,240,780
As at 31 December 2024	Within 12 months	More than 12 months	Total
Assets			
Cash and cash equivalents	4,071,459	-	4,071,459
Loans to customers	18,324,229	40,130,404	58,454,633
Accounts receivable	74,546	-	74,546
Advances paid and other current assets	126,987	-	126,987
Prepayment of income tax	67,097	-	67,097
Property, plant and equipment	-	184,906	184,906
Intangible assets	-	213,034	213,034
Right-of-use assets	-	293,459	293,459
Total assets	22,664,318	40,821,803	63,486,121
Liabilities			
Financial liabilities	17,348,525	15,508,171	32,856,696
Trade payables	67,937	-	67,937
Other current liabilities	994,912	-	994,912
Deferred tax liability	-	7,179	7,179
Total liabilities	18,411,374	15,515,350	33,926,724
Net position	4,252,944	25,306,453	29,559,397

30 Non-cash transactions

2025:

Repayment of the principal amount of the debt and interest using previously received advances of KZT 254,698, thousand.

2024:

Repayment of principal and interest at the expense of previously received advances in the amount of KZT 79,530 thousand.

31 Subsequent events

On 19 February 2026, following a decision by the shareholders, dividends amounting to KZT 1,100,000 thousand were declared. The dividends were paid in full.

The Company's management believes that there have been no other events, favourable or unfavourable, between the reporting period and the date of authorisation of these financial statements that could have an impact on these financial statements.