



RSM Tajikistan

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees and the Management of the Micro Credit Fund "Imon"

Opinion

We have audited the financial statements of Micro Credit Fund "Imon" (the "Fund"), which comprise the statement of financial position as at December 31, 2024, of the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2024, and its financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs)

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

To comply with the terms of Islamic finance products of the "Islamic Window" of the Fund with the requirements of Islamic banking, AAOIFI standards, specialists from the "AlHuda Center of Islamic Banking and Economics" of the UAE were involved. The audit confirmed the compliance of Islamic finance products with AAOIFI standards.

Responsibility of Management and persons responsible for corporate governance for the financial statements

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

In preparing the financial statements, Management is responsible for evaluating the Fund's ability to continue as a going concern, disclosing information related to going concern, as appropriate, and preparing the statements on the going concern basis, unless Management intends to liquidate the Fund, terminate its operations or when it has no realistic alternative other than liquidation or termination of operations.

Those responsible for corporate governance are responsible for overseeing the preparation financial statements of the Fund.

Auditor's responsibility for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise 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 an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.;
- obtain an understanding of 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 Fund's internal control;
- evaluate the appropriateness of the accounting policies applied and the reasonableness of accounting estimates and related disclosures prepared by management;
- conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation of the financial statements, their structure and content, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The audit partner at the time of issuing the report on the results of the independent audit opinion is Maftun Baratov.

Bahrullo Mulloev
Managing Partner
RSM Tajikistan LLC
License of the National Bank
Republic of Tajikistan
IBT No. 0000134
dated on 29 December 2020

Maftun Baratov
Audit Partner
LLC "RSM Tajikistan"
Certificate of bank audit specialist
NBT No. 0000057 dated 30 December 2015

February 28, 2025
Dushanbe, Tajikistan



STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2024

(In thousands of Tajik somoni)	Notes	For the year ended December 31, 2024	For the year ended December 31, 2023
ASSETS			
Due from banks	7	2,726	13,190
Loans to customers	8	58,450	52,918
Islamic finance receivables	9	26,521	18,403
Property and equipment	10	12,700	11,967
Intangible assets	11	655	500
Deferred tax assets	12	785	584
Other assets	13	3,755	5,963
TOTAL ASSETS		105,592	103,525
SHAREHOLDERS' EQUITY AND LIABILITIES			
LIABILITIES:			
Funds from banks and other financial institutions	14	7,015	10,023
Other liabilities	15	6,987	4,970
TOTAL LIABILITIES			14,993
EQUITY:			
General reserves		48,210	48,210
Reserve		226	252
Retained earnings		43,154	40,070
TOTAL EQUITY		91,590	88,532
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		105,592	103,525

The financial statements for the year ended December 31, 2024 were approved and signed by the Management of the Fund on February 28, 2025:


Pulotova M.T.
Director

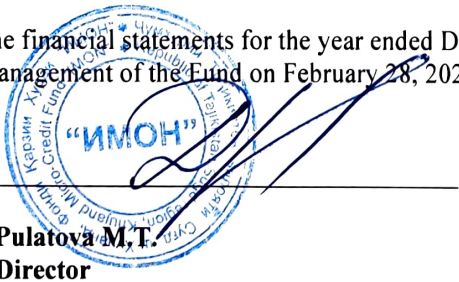

Makhkamov M.M.
Chief accountant

The accompanying Notes from pages 11 to 52 are an integral part of these financial statements.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME FOR THE YEAR ENDED DECEMBER 31, 2024

(in thousands of Tajik somoni)	Notes	For the year ended December 31, 2024	For the year ended December 31, 2023
CONTINUING OPERATIONS			
Interest revenue, calculated using the effective interest method	16	10,718	8,961
Accrual of allowance for expected credit losses on loans to customers		176	299
NET INTEREST INCOME		10,894	9,260
Income from Islamic finance activities	17	3,463	2,368
Net (loss)/gain on foreign exchange operations	18	(78)	1,100
(Accrual)/recovery of allowance for impairment and expected credit losses on assets	19	(539)	(43)
Other income, net	20	1,918	221
NET NON-INTEREST INCOME		4,764	3,646
Operating expenses	21	(12,168)	(8,546)
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS		3,490	4,360
Income tax	12	(432)	(596)
Profit after tax for continuing operations		3,058	3,764
NET PROFIT FOR THE YEAR		3,058	3,764
Other comprehensive income			-
TOTAL COMPREHENSIVE PROFIT		3,058	3,764

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Pulatova M.T.
Director


Makhkamov M.M.
Chief accountant

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2024

(In thousands of Tajik somoni)	General reserves	Reserve	Retained earnings	Total equity
Balance at January 1, 2023	48,210	-	36,306	84,516
Reserve	-	252	-	252
Comprehensive profit	-	-	3,764	3,764
Balance at December 31, 2023	48,210	-	40,070	88,532
Reserve	-	(26)	26	-
Comprehensive profit	-	-	3,058	3,058
Balance at December 31, 2024	48,210	226	43,154	91,590

The financial statements for the year ended December 31, 2024 were approved and signed by the Management of the Fund on February 28, 2025:


Pulatova M.T.
Director


Makhkamov M.M.
Chief accountant

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STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2024

(In thousands of Tajik somoni)	For the year ended December 31, 2024	For the year ended December 31, 2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit before income tax	3,490	4,360
Adjustments for:		
Change in allowance for expected credit losses on loans to customers	16	(496)
Change in allowance for expected credit losses on assets	539	-
Depreciation of property and equipment	862	734
Amortization of intangible assets	65	26
Loss on disposal of property and equipment	-	23
Losses on foreign exchange differences	-	(1,100)
Income from islamic finance receivables	(3,463)	(2,368)
Net interest income	(10,718)	(8,961)
Cash flows before changes in operating assets and liabilities	(9,209)	(7,782)
Changes in operating assets and liabilities:		
(Increase) / decrease in operating assets:		
Due from banks	(3,741)	26,729
Loans to customers	(5,532)	(12,456)
Islamic finance receivables	(8,657)	(6,847)
Other assets	2,008	1,069
(Decrease) / increase in operating liabilities:		
Other liabilities	2,017	(4,682)
Outflow from operating activities before taxation and interest	(23,114)	(3,969)
Interest received	10,702	8,961
Income from Islamic finance received	3,463	2,368
Income tax paid	(432)	(596)
Net cash outflow from operating activities	(9,381)	6,764
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property and equipment	(6,601)	(4,974)
Proceeds from disposal of property and equipment	4,786	(40)
Net cash inflow/outflow from investing activities:	(1,815)	(5,014)

CASH FLOW FROM FINANCING ACTIVITIES:

Net cash inflow from financing activities:
Effect of changes in exchange rates on cash and cash equivalents

	78	(76)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	<u>(11,118)</u>	<u>1,674</u>
Cash and cash equivalents at the beginning of the year	<u>13,850</u>	<u>12,176</u>
Cash and cash equivalents at the end of the year	<u>2,732</u>	<u>13,850</u>

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Pulotova M.T.
Director



Makhkamov
Chief accountant

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