

«Molibdeny Ashxarh» LLC

**Financial Statements
For the ended 31 December 2015**

Contents

Statement of Financial Position	1
Statement of Profit or Loss and Other Comprehensive Income	2
Statement of Changes in Equity	3
Statement of Cash Flows	4

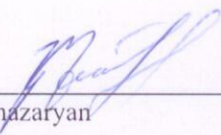
Molibdeny Ashxarh LLC
Statement of Financial Position as at 31 December 2015

'000AMD	2015	2014
Assets		
Fixed assets	2,108	4,957
Intangible assets	-	-
Prepayments for non-current assets	-	-
Exploration and evaluation assets	2,547,482	2,612,423
Value-added tax recoverable	321,502	322,188
Other non-current asset	74,991	
Non-current assets	2,946,083	2,939,568
Inventories	134	120
Other receivables	-	25,966
Loans issued	30	-
Cash and cash equivalents	3,196	7625
Other current assets	17,292	196
Current assets	20,652	33,906
Total assets	2,966,735	2,973,474
Equity		
Share capital	50	50
Additional paid-in capital	624,202	624,202
Accumulated loss	(1,561,619)	(1,852,120)
Total equity	(937,367)	(1,227,868)
Liabilities		
Loans and borrowings	3,647,246	1,443,932
Provisions	91,863	91,863
Deferred tax liabilities	30,783	127,365
Non-current liabilities	3,869,892	1,663,161
Loans and borrowings	32,425	2,536,274
Trade and other payables	1,785	1,908
Current liabilities	34,210	2,538,182
Total liabilities	3,904,102	4,201,343
Total equity and liabilities	2,966,735	2,973,474

Molibdeny Ashxarh LLC
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December 2015

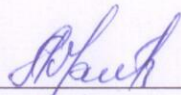
'000 AMD	2015	2014
Other income	1,000	1,574
Administrative expenses	(23,612)	(46,144)
Other expenses	103	(174)
Results from operating activities	(22,509)	(44,744)
Finance income	8	8
Finance costs	289,520	(714,480)
Non-operating income (expense)	(8,262)	
Net finance costs	281,266	(714,472)
Loss before income tax	258,757	(759,216)
Income tax (expense) / benefit	(3,409)	20,003
Loss and total comprehensive loss for the year	255,348	(739,213)

These financial statements were approved by management and signed on its behalf on 15 June 2015.



 Karen Ghazaryan
 The Director





 Lusya Abrahamyan
 Chief accountant

Molibdeny Ashxarh LLC
Statement of Changes in Equity for the year ended 31 December 2015

'000 AMD	Share capital	Additional paid-in capital	Accumulated loss	Total
Balance as at 1 January 2014	50	624,202	(1,112,907)	(488,655)
Total comprehensive loss for the year				
Loss for the year	-	-	(739,213)	(739,213)
Balance as at 31 December 2014	50	624,202	(1,852,120)	(1,227,868)
Total comprehensive loss for the year				
Loss for the year	-	-	255,348	255,348
Correction of previous year's profit			35,153	35,153
Balance as at 31 December 2015	50	624,202	(1,561,619)	(937,367)

Molibdeny Ashxarh LLC
Statement of Cash Flows For the year ended 31 December 2015

'000 AMD	<u>2015</u>		<u>2014</u>
OPERATING ACTIVITIES			
Cash receipts	1,691		1,815
Cash paid to suppliers and employees	<i>(11,163)</i>		<i>(42,772)</i>
Cash paid to employees	<i>(14,034)</i>		<i>(24,759)</i>
Payments to budget	<i>(8,309)</i>		<i>(10,334)</i>
Other payments	<i>(1,987)</i>		<i>(564)</i>
Cash flows used in operating activities	<u>(33,802)</u>		<u>(76,615)</u>
INVESTING ACTIVITIES			
<i>Investment receipts</i>	<i>5,860</i>		
Investment in deposits			
Repayment of deposits			
Loans issued	<i>(65,893)</i>		<i>(2,000)</i>
Repayment of loans issued	<i>3,300</i>		<i>8,000</i>
Cash flows used in investing activities	<u>(56,733)</u>		<u>6,000</u>
FINANCING ACTIVITIES			
Proceeds from borrowings	<i>85,851</i>		<i>84,271</i>
Repayment of borrowings	<i>-</i>		<i>(6,368)</i>
Cash flows from financing activities	<u>85,851</u>		<u>77,903</u>
Net increase in cash and cash equivalents	<u>(4,684)</u>		<u>7,289</u>
Effect of exchange rate fluctuations on cash and cash equivalents	<i>255</i>		<i>(2)</i>
Cash and cash equivalents as at 1 January	<u>7,625</u>		<u>338</u>
Cash and cash equivalents as at 31 December	<u>3,196</u>		<u>7,625</u>