

**LendMN NBFI JSC and its subsidiary**  
(Incorporated in Mongolia)

Summary Consolidated Financial Statements  
31 December 2022



## REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY OF CONSOLIDATED FINANCIAL STATEMENTS

### To the shareholders of LendMN NBFI JSC and its subsidiary

#### Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at 31 December 2022 and the summary consolidated statement of profit or loss and other comprehensive income for the year then ended are derived from the audited consolidated financial statements of LendMN NBFI JSC ("the Company") and its subsidiary (collectively referred as the "Group") for the year ended 31 December 2022.

In our opinion, the accompanying summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements, in accordance with Note "Basis for preparation".

#### Summary consolidated financial statements

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards ("IFRSs"). Reading the summary consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon.

#### The audited consolidated financial statements and our report thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated 6 February 2023. That report also includes:

- The communication of a key audit matter. Key audit matter is the matter that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current year which is "Impairment of loans and advances to the customers".

#### Management's responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements on the basis described in the Note "Basis of preparation".

#### Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing ("ISA") 810 (Revised), *Engagements to Report on Summary Financial Statements*.



*Ernst & Young Mongolia Audit LLC*

**ERNST & YOUNG MONGOLIA AUDIT LLC**  
Certified Public Accountants

Signed by



**Mandakhbayar Dorjbat**  
Partner

Ulaanbaatar, Mongolia  
Date: 6 February 2023

Approved by



**Adrian Chu**  
Partner

**LendMN NBFJ JSC and its subsidiary**  
**Summary Consolidated Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 31 December 2022**

	<b>2022</b>	<b>2021</b>
	<b>MNT'000</b>	<b>MNT'000</b>
<b>Continuing operations</b>		
Interest and similar income	20,214,948	12,491,742
Interest expense	(3,949,884)	(2,798,653)
<b>Net interest and similar income</b>	<b>16,265,064</b>	<b>9,693,089</b>
Credit loss reversal/(expense)	(1,438,655)	725,556
<b>Net interest and similar income after allowance for impairment</b>	<b>14,826,409</b>	<b>10,418,645</b>
Administrative and operating expenses	(7,656,249)	(5,843,135)
Other income/(expenses), net	(637,914)	(104,039)
<b>Profit before income tax from continuing operations</b>	<b>6,532,246</b>	<b>4,471,471</b>
Income tax expense	(1,007,265)	(469,564)
<b>Net profit for the year from continuing operations</b>	<b>5,524,981</b>	<b>4,001,907</b>
<b>Discontinued operation</b>		
Loss after tax for the period from discontinued operation	–	(110,996)
<b>Net profit for the year, representing total comprehensive income attributable to equity holders</b>	<b>5,524,981</b>	<b>3,890,911</b>
	<b>MNT</b>	<b>MNT</b>
<b>Earnings per share</b>		
Equity holders of the parent		
Basic and diluted earnings per share	7.47	5.17
Basic and diluted earnings per share from continuing operations	7.47	5.31

**Note “Basis of preparation”.** These summary consolidated financial statements of the Group have been prepared by extraction, without any modification, of the consolidated statement of financial position, and the consolidated statement of profit or loss and comprehensive income from the audited consolidated financial statements of the Group prepared in accordance with IFRSs.

**LendMN NBFJ JSC and its subsidiary**  
**Summary Consolidated Statement of Financial Position**  
**As at 31 December 2022**

	<b>2022</b>	<b>2021</b>
	<b>MNT'000</b>	<b>MNT'000</b>
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	5,217,581	4,903,678
Loans and advances to customers	64,586,683	31,817,691
Other assets	768,409	713,788
Prepayments	45,437	18,796
Debt instruments at amortised cost	172,230	–
	<b>70,790,340</b>	<b>37,453,953</b>
<b>Non-current assets</b>		
Loans and advances to customers	4,999,597	608,356
Intangible assets	401,095	447,838
Property and equipment	373,470	392,047
Right-of-use assets	217,592	371,235
Deferred tax assets	76,663	33,133
	<b>6,068,417</b>	<b>1,852,609</b>
<b>TOTAL ASSETS</b>	<b>76,858,757</b>	<b>39,306,562</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Lease liabilities	285,772	243,626
Borrowings	33,066,256	6,745,667
Other liabilities	2,622,414	956,227
Income tax payable	815,146	38,221
	<b>36,789,588</b>	<b>7,983,741</b>
<b>Non-current liabilities</b>		
Lease liabilities	–	233,025
Borrowings	15,839,268	11,275,923
	<b>15,839,268</b>	<b>11,508,948</b>
<b>TOTAL LIABILITIES</b>	<b>52,628,856</b>	<b>19,492,689</b>
<b>EQUITY</b>		
Ordinary shares	10,756,859	10,756,859
Treasury shares	(2,337,547)	(2,337,547)
Other reserve	57,348	57,348
Retained earnings	15,753,241	11,337,213
<b>TOTAL EQUITY</b>	<b>24,229,901</b>	<b>19,813,873</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>76,858,757</b>	<b>39,306,562</b>

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