

#### Independent auditor's report

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To the shareholder of Unicomp Closed Joint Stock Company

We have audited the accompanying financial statements of Unicomp Closed Joint Stock Company (the "Company"), which comprise the statement of financial position as of December 31, 2015, and 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 a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Unicomp Closed Joint Stock Company as of December 31, 2015, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

August 3, 2016

Gagik Gyulbudaghyan

Managing Partner

Lilit Arabajyan, FCCA

Engagement Partner

## Statement of financial position

Non-current assets   Non-current assets   Property and equipment   4   42,042   48,858     Deferred income tax assets   5   3,445   944     Income tax prepayments   17,521   25,194     63,008   74,996     Current assets   6   281,434   256,436     Trade and other receivables   7   535,077   164,840     Borrowings provided   1,739   -   Cash and bank balances   8   36,729   62,551     Cash and bank balances   8   36,729   483,827     Total assets   917,987   558,823     Equity and liabilities     Capital and reserves     Share capital   9   100   100     Accumulated profit   31,739   15,309     Current liabilities     Current liabilities     Current liabilities     Loans and borrowings   10   269,311   310,300     Trade and other payables   11   616,837   233,114     Total equity and liabilities   543,414     Total equity and liabilities   543,414     Total equity and liabilities   917,987   558,823	In thousand drams	Note	As of December 31, 2015	As of December 31, 2014
Property and equipment         4         42,042         48,858           Deferred income tax assets         5         3,445         944           Income tax prepayments         17,521         25,194           Current assets	Assets			
Deferred income tax assets         5         3,445         944           Income tax prepayments         17,521         25,194           Current assets         63,008         74,996           Current assets         8         281,434         256,436           Trade and other receivables         7         535,077         164,840           Borrowings provided         1,739         -           Cash and bank balances         8         36,729         62,551           854,979         483,827           Total assets         917,987         558,823           Equity and liabilities         2         100         100           Accumulated profit         31,739         15,309           Accumulated profit         31,839         31,839           Current liabilities         31,839         31,839           Current labilities         31,839         31,839           Loans and borrowings         10         269,311         310,300           Trade and other payables         11         616,837         233,114           886,148         543,414	Non-current assets			
Income tax prepayments         17,521         25,194           Current assets         63,008         74,996           Current assets         8         281,434         256,436           Trade and other receivables         7         535,077         164,840           Borrowings provided         1,739         -           Cash and bank balances         8         36,729         62,551           854,979         483,827           Total assets         917,987         558,823           Equity and liabilities         2         2           Capital and reserves         8         31,739         15,309           Share capital         9         100         100           Accumulated profit         31,739         15,309           Current liabilities         31,839         31,839           Current liabilities         31,839         31,839           Loans and borrowings         10         269,311         310,300           Trade and other payables         11         616,837         233,114           866,148         543,414         543,414	Property and equipment	4	42,042	48,858
Current assets         63,008         74,996           Inventories         6         281,434         256,436           Trade and other receivables         7         535,077         164,840           Borrowings provided         1,739         -           Cash and bank balances         8         36,729         62,551           854,979         483,827           Total assets         917,987         558,823           Equity and liabilities         2         100         100           Capital and reserves         31,739         15,309           Accumulated profit         31,839         31,839           Current liabilities         31,839         31,839           Current liabilities         269,311         310,300           Trade and other payables         11         616,837         233,114           866,148         543,414	Deferred income tax assets	5	3,445	944
Current assets       Inventories       6       281,434       256,436         Trade and other receivables       7       535,077       164,840         Borrowings provided       1,739       -         Cash and bank balances       8       36,729       62,551         854,979       483,827         Total assets       917,987       558,823         Equity and liabilities       Capital and reserves         Share capital       9       100       100         Accumulated profit       31,739       15,309         31,839       31,839       31,839         Current liabilities       10       269,311       310,300         Trade and other payables       11       616,837       233,114         886,148       543,414	Income tax prepayments		17,521	25,194
Inventories         6         281,434         256,436           Trade and other receivables         7         535,077         164,840           Borrowings provided         1,739         -           Cash and bank balances         8         36,729         62,551           8 854,979         483,827           Total assets         917,987         558,823           Equity and liabilities         2         100         100           Accumulated profit         31,739         15,309         15,309           Accumulated profit         31,839         31,839         31,839           Current liabilities         269,311         310,300         310,300           Trade and other payables         11         616,837         233,114           886,148         543,414         543,414			63,008	74,996
Trade and other receivables       7       535,077       164,840         Borrowings provided       1,739       -         Cash and bank balances       8       36,729       62,551         854,979       483,827         Total assets       917,987       558,823         Equity and liabilities         Capital and reserves         Share capital       9       100       100         Accumulated profit       31,739       15,309         Current liabilities         Loans and borrowings       10       269,311       310,300         Trade and other payables       11       616,837       233,114         886,148       543,414	Current assets			
Borrowings provided	Inventories	6	281,434	256,436
Cash and bank balances       8       36,729       62,551         854,979       483,827         Total assets       917,987       558,823         Equity and liabilities         Capital and reserves         Share capital       9       100       100         Accumulated profit       31,739       15,309         31,839       31,839         Current liabilities         Loans and borrowings       10       269,311       310,300         Trade and other payables       11       616,837       233,114         886,148       543,414	Trade and other receivables	7	535,077	164,840
Total assets 854,979 483,827  Total assets 917,987 558,823  Equity and liabilities  Capital and reserves  Share capital 9 100 100  Accumulated profit 31,739 15,309  31,839 31,839  Current liabilities  Loans and borrowings 10 269,311 310,300  Trade and other payables 11 616,837 233,114  886,148 543,414	Borrowings provided		1,739	-
Total assets         917,987         558,823           Equity and liabilities         Capital and reserves         Very limit of the payables         9         100         100           Share capital         9         100         100         100           Accumulated profit         31,739         15,309         15,309           Current liabilities         31,839         31,839         31,839           Current liabilities         10         269,311         310,300           Trade and other payables         11         616,837         233,114           886,148         543,414	Cash and bank balances	8	36,729	62,551
Equity and liabilities  Capital and reserves  Share capital 9 100 100  Accumulated profit 31,739 15,309  31,839 31,839  Current liabilities  Loans and borrowings 10 269,311 310,300  Trade and other payables 11 616,837 233,114  886,148 543,414			854,979	483,827
Capital and reserves         Share capital       9       100       100         Accumulated profit       31,739       15,309         31,839       31,839       31,839         Current liabilities       Use and borrowings       10       269,311       310,300         Trade and other payables       11       616,837       233,114         886,148       543,414	Total assets		917,987	558,823
Capital and reserves         Share capital       9       100       100         Accumulated profit       31,739       15,309         31,839       31,839       31,839         Current liabilities       Use and borrowings       10       269,311       310,300         Trade and other payables       11       616,837       233,114         886,148       543,414				
Share capital         9         100         100           Accumulated profit         31,739         15,309           31,839         31,839         31,839           Current liabilities         10         269,311         310,300           Trade and other payables         11         616,837         233,114           886,148         543,414	Equity and liabilities			
Accumulated profit         31,739         15,309           31,839         31,839           Current liabilities         10         269,311         310,300           Trade and other payables         11         616,837         233,114           886,148         543,414	Capital and reserves			
Current liabilities         31,839         31,839           Loans and borrowings         10         269,311         310,300           Trade and other payables         11         616,837         233,114           886,148         543,414	Share capital	9	100	100
Current liabilities         Loans and borrowings       10       269,311       310,300         Trade and other payables       11       616,837       233,114         886,148       543,414	Accumulated profit		31,739	15,309
Loans and borrowings       10       269,311       310,300         Trade and other payables       11       616,837       233,114         886,148       543,414			31,839	31,839
Trade and other payables       11       616,837       233,114         886,148       543,414	Current liabilities			
886,148 543,414	Loans and borrowings	10	269,311	310,300
	Trade and other payables	11	616,837	233,114
Total equity and liabilities 917,987 558,823			886,148	543,414
	Total equity and liabilities		917,987	558,823

The financial statements were approved on August 3, 2016 by:

Armen Baldryan Chief Executive Officer Karine Zakharyan Chief Accountant

The statement of financial position is to be read in conjunction with the notes to and forming part of the financial statements set out on pages 7 to 28.

# Statement of profit or loss and other comprehensive income

In thousand drams	Note	Year ended December 31, 2015	Year ended December 31, 2014
Revenue	12	2,298,805	2,182,211
Cost of sales	13	(1,869,326)	(1,841,900)
Gross profit		429,479	340,311
Other income		2,879	81,313
Distribution and marketing expenses	14	(46,078)	(37,266)
Administrative expenses	15	(202,523)	(194,074)
Other expenses	16	(68,718)	(34,147)
Profit from operating activities		115,039	156,137
		,	
Finance costs	17	(38,587)	(48,044)
Foreign currency exchange loss, net		(13,030)	(151,872)
Profit/(loss) before income tax		63,422	(43,779)
Income tax expense	18	(16,992)	(31,134)
Profit/(loss) for the year		46,430	(74,913)
Other comprehensive income			
Total comprehensive income for the year		46,430	(74,913)

## Statement of changes in equity

In thousand drams	Share capital	Accumulated profit	Total
as of January 1, 2014	100	242,222	242,322
Loss for the year		(74,913)	(74,913)
Total comprehensive income for the year		(74,913)	(74,913)
Dividends declared		(152,000)	(152,000)
as of December 31, 2014	100	15,309	15,409
Profit for the year	_	46,430	46,430
Total comprehensive income for the year		46,430	46,430
Dividends declared	_	(30,000)	(30,000)
as of December 31, 2015	100	31,739	31,839

The statement of changes in equity is to be read in conjunction with the notes to and forming part of the financial statements set out on pages 7 to 28.

### Statement of cash flows

In thousand drams	Year ended December 31, 2015	Year ended December 31, 2014
Cash flows from operating activities		
Profit/(loss) for the year	46,430	(74,913)
Adjustments for:		, , , , , ,
Depreciation	15,742	11,013
Loss on disposal of property and equipment	<u>.</u>	93
Interest expense	38,587	48,044
Income tax expense	16,992	31,134
Write-off of income tax prepayments	•	7,325
Foreign exchange loss, net	13,030	151,872
Operating profit before working capital changes	130,781	174,568
		,
Change in trade and other receivables	(369,376)	122,024
Change in inventories	(30,115)	119,910
Change in trade and other payables	378,470	(17,046)
Cash generated from operations	109,760	399,456
Interest paid	(38,587)	(48,044)
Income tax paid	(11,820)	(9,319)
Net cash from operating activities	59,353	342,093
Cash flows from investing activities		
Acquisition of property and equipment	(3,809)	(31,382)
Proceeds from disposal of property and equipment	-	3,754
Borrowings provided	(285,794)	(148,665)
Repayment of borrowings provided	284,055	150,059
Net cash used in investing activities	(5,549)	(26,234)
Cash flows from financing activities		
Dividends paid	(30,206)	(151,794)
Proceeds from loans and borrowings	836,053	927,184
Repayment of loans and borrowings	(883,508)	(1,063,749)
Net cash used in financing activities	(77,661)	
delivated and an analogy delivated	(//,001)	(288,359)
Net increase/(decrease) in cash and bank balances	(23,856)	27,500
Foreign exchange effect on cash	(1,966)	16,366
Cash and bank balances at the beginning of the year	62,551	18,685
Cash and bank balances at the end of the year	36,729	62,551

The statement of cash flows is to be read in conjunction with the notes to and forming part of the financial statements set out on pages 7 to 28.