

DRAGON CAPITAL (CYPRUS) LIMITED

SUMMARY FINANCIAL STATEMENTS

For the year ended 31 December 2020

DRAGON CAPITAL (CYPRUS) LIMITED

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For the year ended 31 December 2020

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INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF

DRAGON CAPITAL (CYPRUS) LIMITED

Independent Auditors' Report on the Summary Financial Statements

Opinion

The summary financial statements, which comprise the summary statement of financial position as at 31 December 2020, the summary statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and related notes, are derived from the audited financial statements of Dragon Capital (Cyprus) Limited ("the Company") for the year ended 31 December 2020.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with International Financial Reporting Standards as adopted by the European Union (IFRS - EU) and the Cyprus Companies Law, Cap. 113, as amended from time to time.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards as adopted by the European Union (IFRS - EU) and the Cyprus Companies Law, Cap. 113 as amended from time to time. Reading the summary financial statements and our report thereon, therefore, is not a substitute for reading the audited financial statements and our report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 29 April 2021.

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Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements on the basis described in Note "Basis for preparation" on page 7 of the summary financial statements.

Auditors' Responsibility

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



Costas A. Kalias, FCA, FCCA
Certified Public Accountant and Registered Auditor
for and on behalf of

Certified Public Accountants and Registered Auditors
14 Esperidon Street
1087 Nicosia
Cyprus

29 April 2021

DRAGON CAPITAL (CYPRUS) LIMITED

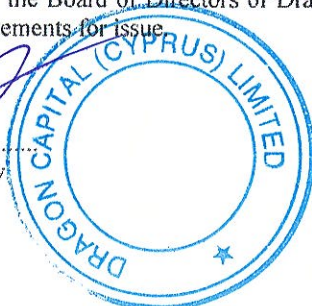
SUMMARY STATEMENT OF FINANCIAL POSITION

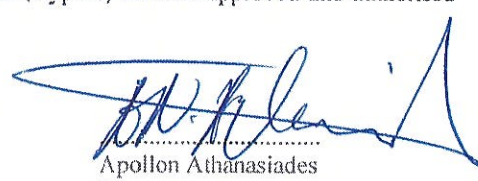
As at 31 December 2020

	2020 US\$	2019 US\$
Assets		
Non-current assets		
Property, plant and equipment	38	193
Financial assets at fair value through profit or loss	-	5,364,509
Contribution to Investor Compensation Fund	98,384	90,306
Total non-current assets	<u>98,422</u>	<u>5,455,008</u>
Current assets		
Trade and other receivables	10,411,657	256,969
Loans receivable	-	500,527
Financial assets at fair value through profit or loss- trading	21,554,785	21,818,510
Refundable tax	14,499	28,607
Cash and cash equivalents	9,675,270	6,890,858
Total current assets	<u>41,656,211</u>	<u>29,495,471</u>
Total assets	<u>41,754,633</u>	<u>34,950,479</u>
Equity		
Equity and reserves		
Share capital	10,107	10,107
Share premium	22,677,657	22,677,657
Reserves	3,120,850	6,510,391
Total equity	<u>25,808,614</u>	<u>29,198,155</u>
Liabilities		
Current liabilities		
Bank overdrafts	79,304	-
Short term loans	5,000,000	5,000,000
Financial liabilities at fair value through profit or loss	1,671,283	697,117
Trade and other payables	9,195,432	55,208
Total current liabilities	<u>15,946,019</u>	<u>5,752,324</u>
Total equity and liabilities	<u>41,754,633</u>	<u>34,950,479</u>

On 29 April 2021 the Board of Directors of Dragon Capital (Cyprus) Limited approved and authorised these financial statements for issue.


Oleg Andreyev
Director




Apollon Athanasiades
Director

The notes on page 7 are an integral part of these financial statements.

DRAGON CAPITAL (CYPRUS) LIMITED**SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME****For the year ended 31 December 2020**

	2020 US\$	2019 US\$
Income		
Dividend income	2,844,054	242,317
Interest income	1,059,399	1,653,111
Net gains on financial assets at fair value through profit or loss	4,736,300	5,885,871
Net exchange loss	(1,721)	(152,856)
Commission income and other fees	416,839	1,529,019
Total revenue	9,054,871	9,157,462
Expenses		
Staff costs	(370,150)	(380,697)
Depreciation	(155)	(505)
Administrative and other expenses	(804,370)	(1,980,251)
Reversal of impairment on receivables	5,834	148,982
Operating profit	7,886,030	6,944,991
Finance expenses	(337,721)	(505,448)
Profit before tax	7,548,309	6,439,543
Tax	(29,850)	(35,036)
Profit for the year	7,518,459	6,404,507
Other comprehensive income	-	-
Total comprehensive income for the year	7,518,459	6,404,507

The notes on page 7 are an integral part of these financial statements.

DRAGON CAPITAL (CYPRUS) LIMITED
SUMMARY STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2020

	Share capital US\$	Share premium US\$	Retained earnings US\$	Total equity US\$
Balance at 1 January 2019	10.107	22.677.657	5.105.884	27.793.648
Comprehensive income				
Profit for the year	-	-	6.404.507	6.404.507
Contributions and distributions				
Dividends	-	-	(5.000.000)	(5.000.000)
Balance at 31 December 2019	<u>10.107</u>	<u>22.677.657</u>	<u>6.510.391</u>	<u>29.198.155</u>
Balance at 1 January 2020	10.107	22.677.657	6.510.391	29.198.155
Comprehensive income				
Profit for the year	-	-	7.518.459	7.518.459
Contributions and distributions				
Dividends	-	-	(10.908.000)	(10.908.000)
Balance at 31 December 2020	<u>10.107</u>	<u>22.677.657</u>	<u>3.120.850</u>	<u>25.808.614</u>

Companies which do not distribute 70% of their profits after tax, as defined by the Special Contribution for the Defence of the Republic Law, during the two years after the end of the year of assessment to which the profits refer, will be deemed to have distributed this amount as dividend. Special contribution for defence at 17% will be payable on such deemed dividend to the extent that the ultimate owners at the end of the period of two years from the end of the year of assessment to which the profits refer are both Cyprus tax resident and Cyprus domiciled. The amount of this deemed dividend distribution is reduced by any actual dividend paid out of the profits of the relevant year at any time. This special contribution for defence is paid by the Company for the account of the owners.

The notes on page 7 are an integral part of these financial statements.

DRAGON CAPITAL (CYPRUS) LIMITED**SUMMARY STATEMENT OF CASH FLOWS****For the year ended 31 December 2020**

	2020 US\$	2019 US\$
Cash flows from operating activities		
Profit for the year	7,518,459	6,404,507
Adjustments for:		
Depreciation of property, plant and equipment	155	505
Gain from sale of financial assets at fair value through profit or loss	(7,377,931)	(4,872,463)
Fair value loss/(gain) on financial assets at fair value through profit or loss	2,641,631	(1,013,408)
Reversal of impairment - loans	(5,834)	(104,554)
Reversal of impairment of trade receivables	-	(44,428)
Dividend income	(2,844,054)	(242,317)
Interest income	(1,059,399)	(1,653,111)
Interest expense	337,721	505,448
Income tax expense	29,850	35,036
Cash used in operations before working capital changes	(759,402)	(984,785)
(Increase)/decrease in trade and other receivables	(10,148,854)	2,532,820
Decrease in financial assets at fair value through profit or loss	10,536,608	15,031,630
Increase/(decrease) in financial liabilities at fair value through profit or loss	974,166	(1,344,054)
Increase/(decrease) in trade and other payables	9,032,224	(664,025)
(Increase)/decrease in contribution to Investor Contribution Fund	(8,078)	2,045
Cash generated from operations	9,626,664	14,573,631
Interest received	900,754	2,255,099
Dividends received	2,844,054	242,317
Tax (paid)/refunded	(41,415)	31,447
Loans granted	-	(397,000)
Loans repayments received	512,772	708,433
Net cash generated from operating activities	13,842,829	17,413,927
Cash flows from investing activities	-	-
Cash flows from financing activities		
Proceeds from borrowings	5,000,000	-
Repayment of borrowings	(5,000,000)	(10,000,000)
Interest paid	(337,721)	(505,448)
Dividends paid	(10,800,000)	(5,000,000)
Net cash used in financing activities	(11,137,721)	(15,505,448)
Net increase in cash and cash equivalents	2,705,108	1,908,479
Cash and cash equivalents at beginning of the year	6,890,858	4,982,379
Cash and cash equivalents at end of the year	9,595,966	6,890,858

The notes on page 7 are an integral part of these financial statements.

DRAGON CAPITAL (CYPRUS) LIMITED**NOTES TO THE SUMMARY FINANCIAL STATEMENTS**

For the year ended 31 December 2020

1. BASIS OF PREPARATION

These summary financial statements of the Company have been prepared by extraction, without any modification, of the financial position as at 31 December 2020, the statement of profit and loss and other comprehensive income, changes in equity and cash flows for the year then ended from the financial statements of the Company prepared in accordance with International Financial Reporting Standards as adopted by the European Union (IFRS - EU) and the Cyprus Companies Law, Cap. 113, as amended from time to time.

The financial statements, which the summary financial statements have been derived from, are available from Dragon Capital (Cyprus) Limited upon request at 1 Poseidonos Street, Ledra Business Centre, Engomi, 2406 Nicosia, Cyprus.