

**Kazakhstan Electricity Grid
Operating Company**

Unaudited interim condensed
consolidated financial statements

*As on and for nine months
ended on 30 September 2020*

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INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As on 30 September 2020

<i>In thousands of tenge</i>	Note	30 September 2020	31 December 2019
Assets			
Non-current assets			
Property, plant and equipment	6	639,277,934	651,570,990
Intangible assets		1,859,900	1,411,900
Advances paid for non-current assets	6	5,735,236	1,485,220
Deferred tax assets	22	54,237	53,436
Investments in associates		1,959,300	1,862,241
Long-term receivables from related parties	23	767,738	840,324
Other financial assets, non-current portion	9	2,158,398	1,951,795
		651,812,743	659,175,906
Current assets			
Inventories	7	3,615,253	2,134,157
Trade accounts receivable	8	37,110,498	21,901,834
VAT recoverable and other taxes prepaid		364,585	698,928
Prepaid income tax		216,100	922,475
Other current assets		2,766,799	739,483
Other financial assets, current portion	9	83,560,706	45,260,710
Restricted cash	10	525,451	4,274,085
Cash and cash equivalents	11	39,552,797	21,179,282
		167,712,189	97,110,954
Assets held for transfer			700,861
Total assets		819,524,932	756,987,721

The notes on pages 7 to 45 are an integral part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)

<i>In thousands of tenge</i>	Note	30 September 2020 (unaudited)	31 December 2019 (audited)
Equity and liabilities			
Equity			
Charter capital	12	126,799,554	126,799,554
Treasury shares	12	(930)	(930)
Asset revaluation reserve	12	310,233,365	310,369,243
Retained earnings		69,710,981	44,670,157
		506,742,970	481,838,024
Non-current liabilities			
Loans, non-current portion	13	52,233,189	56,925,610
Bonds, non-current portion	14	92,703,267	83,671,184
Deferred tax liability		89,188,925	89,995,249
Government grant, non-current portion		36,721	59,543
Finance lease liability, non-current portion		195,796	156,661
		234,357,898	230,808,247
Current liabilities			
Borrowings, current portion	13	13,174,132	6,083,377
Bonds, current portion	14	2,257,208	3,645,344
Trade and other accounts payable, current portion	15	50,088,261	23,389,482
Construction obligations		-	683,430
Contract obligations		2,966,973	2,167,885
Government grant, current portion		30,430	30,430
Finance lease liability, current portion		521,838	262,882
Taxes payable other than income tax	16	2,666,656	3,371,344
Income tax payable		2,581,914	723,620
Dividends payable		-	56
Other current liabilities	17	4,136,652	3,983,600
		78,424,064	44,341,450
Total liabilities		312,781,962	275,149,697
Total equity and liabilities		819,524,932	756,987,721
Book value of one ordinary share (in tenge)	12	1,942	1,848

Managing Director for Finance and Accounting



Aibek Botabekov

Chief accountant

Dinara Mukanova

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INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For nine months ended 30 September 2020

<i>In thousands of tenge</i>	Note	For the three months period ended on 30 September		For the nine months period ended on 30 September	
		2020 (unaudited)	2019 (Unaudited, restated)	2020 (unaudited)	2019 (Unaudited, restated)
Revenue from contracts with customers	18	88,769,450	66,656,599	255,990,294	191,165,210
Cost of services	19	(72,361,371)	(53,762,944)	(195,897,693)	(145,995,147)
Gross profit		16,408,079	12,893,655	60,092,601	45,170,063
General and administrative expenses	20	(1,745,845)	(1,710,961)	(5,175,249)	(5,237,759)
Selling expenses		(84,200)	(93,148)	(242,290)	(253,843)
Reversal of impairment property, plant and equipment		2,428	1,510	2,431	12,503
Operating profit		14,580,462	11,091,056	54,677,493	39,690,964
Finance income	21	2,013,199	1,166,204	4,902,950	3,127,267
Finance costs	21	(2,867,293)	(2,398,659)	(8,370,947)	(6,369,964)
Foreign exchange gain/(loss), net		(3,332,412)	(11,974)	(5,189,869)	474,041
Share in profit of an associate		155,332	222,913	300,155	741,141
Other income		333,250	135,637	731,793	453,592
Other expenses		(98,839)	(99,768)	(344,974)	(167,261)
Accrual of provision for expected credit losses		57,139	270,120	(404,111)	58,111
Profit before tax		10,840,838	10,375,529	46,302,490	38,007,891
Income tax expenses	22	(1,864,173)	(3,284,773)	(8,694,012)	(8,342,795)
Profit for the reporting period		8,976,665	7,090,756	37,608,478	29,665,096
Total comprehensive income for the reporting period		8,976,665	7,090,756	37,608,478	29,665,096
Earnings per share					
Basic and diluted earnings for the reporting period attributable to holders of ordinary shares of the parent company (in tenge)					
	12	34.53	27.27	144.65	114.1

Managing Director for Finance and Accounting



Aibek Botabekov

Chief accountant

Dinara Mukanova

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INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For nine months ended 30 September 2020

<i>In thousands of tenge</i>	For nine months ended on	
	30 September 2020 (unaudited)	30 September 2019 (unaudited)
I. CASH FLOWS FROM OPERATIONS		
1. Cash inflow, total	269,835,780	203,323,911
including:		
sales of goods and services	266,716,950	197,392,222
other revenue	237,719	32,229
advances received from buyers, customers	149,528	101,590
insurance contract receipts		
interest received	2,449,068	2,923,984
other receipts	282,515	2,873,886
2. Cash outflows, total	191,205,437	147,850,650
including:		
Payments to suppliers for goods and services	135,932,928	94,063,778
advances to suppliers for goods and services	1,806,336	1,495,410
payroll expenses	11,811,679	11,373,072
interest paid	10,389,893	11,493,897
insurance contract payments	–	–
income tax and other payments to the national budget	27,512,899	23,169,031
Other payments	3,751,702	6,255,462
3. Net cash flow from operations	78,630,343	55,473,261
II. CASH FLOWS FROM INVESTMENTS		
1. Cash inflow, total	76,758,648	39,183,299
including:		
sale of property, plant and equipment	147,373	130,999
sale of intangible assets	–	–
sale of other long-term assets	–	–
sale of equity instruments of other organizations (other than subsidiaries) and share of ownership in joint ventures	–	–
sale of debt instruments of other organizations	41,903,941	7,953,341
compensation for loss of control over subsidiaries	–	–
withdrawal of cash deposits	23,746,596	22,433,235
sale of other financial assets	–	–
futures and forward contracts, options and swaps	–	–
dividends received	–	–
interest received	–	–
other receipts	10,960,738	8,665,724
2. Cash outflows, total	127,747,605	62,897,116
including:		
purchase of property, plant and equipment	22,187,120	22,288,897
purchase of intangible assets	35,547	199,167
purchase of other long-term assets	–	–
purchase of equity instruments of other organizations (other than subsidiaries) and share of ownership in joint ventures	–	–
purchase of debt instruments of other organizations	67,371,456	8,459,310
purchase of control over subsidiaries	–	–
placement of cash deposits	31,758,447	22,644,920

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INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For nine months ended 30 September 2020

interest paid	–	–
purchase of other financial assets	–	–
lending	–	–
futures and forward contracts, options and swaps	–	–
investments in associates and subsidiaries	–	–
Other payments	6,395,035	9,304,822
3. Net cash flow from investments	(50,988,957)	(23,713,817)
III. CASH FLOWS FROM FINANCING ACTIVITIES	–	–
1. Cash inflow, total	9,032,407	–
including:		
issue of shares and other financial instruments	9,032,407	–
loans received	–	–
interest received	–	–
other receipts	–	–
2. Cash outflows, total	18,787,868	20,474,523
including:		
repayment of borrowings	5,820,236	6,295,872
interest paid	–	–
dividends paid	12,703,475	14,178,651
payments to shareholders on shares of the organization	–	–
other disposals	264,157	–
3. Net cash flow from financing activities	(9,755,461)	(20,474,523)
IV. Tenge impact of FX rates	488,765	(82,910)
V. The impact of changes in the carrying amount of cash and cash equivalents	(1,175)	(17,168)
VI. Increase +/- decrease in cash	18,373,515	11,202,011
VII. Cash and cash equivalents as of the beginning of the reporting period	21,179,282	19,060,700
VIII. Cash and cash equivalents as of the end of the reporting period	39,552,797	30,262,711

Managing Director for Finance and Accounting



Alek Botabekov

Chief accountant

Dinara Mukanova

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INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For nine months ended 30 September 2020

<i>In thousands of tenge</i>	Charter capital	Asset revaluation reserve	Treasury shares	Other reserves	Retained earnings profit	Total
As on 1 January 2019	126,799,554	310,840,187	(930)	(37,081)	35,092,074	472,693,804
Profit for the reporting period	–	–	–	–	29,665,096	29,665,096
Total comprehensive income	–	–	–	–	29,665,096	29,665,096
Transfer of assets revaluation surplus (Note 14)	–	(371,916)	–	–	371,916	–
Dividends (Note 14)	–	–	–	–	(14,177,724)	(14,177,724)
As at 30 September 2019	126,799,554	310,468,271	(930)	(37,081)	50,951,362	488,181,176
As on 1 January 2020	126,799,554	310,369,243	(930)	–	44,670,157	481,838,024
Profit for the reporting period	–	–	–	–	37,608,478	37,608,478
Total comprehensive income	–	–	–	–	37,608,478	37,608,478
Transfer of assets revaluation surplus (Note 12)	–	(135,878)	–	–	135,878	–
Dividends (Note 12)	–	–	–	–	(12,703,532)	(12,703,532)
As on 30 September 2020	126,799,554	310,233,365	(930)	–	69,710,981	506,742,970

Managing Director for Finance and Accounting



Botabek Botabekov

Chief accountant

Dinara Mukanova

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