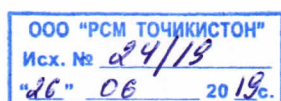


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INDEPENDENT AUDITOR'S REPORT

To the Shareholders and Supervisory Board of OJSC «Orienbank»:

Opinion

We have audited the accompanying financial statement of Open Joint Stock Company «Orienbank» (hereinafter the «Bank»), which comprise the Statement of financial position as of 31 December 2018, the Statement of profit and loss and other comprehensive income, the Statement of changes in equity and the Statement of cash flows for the year then ended, and notes to the financial statement, including a summary of significant accounting policies.

In our opinion, the accompanying financial statement present fairly, in all material respects, the financial position of the Bank as at December 31, 2018, and its financial performance and cash flows for the year, then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the «Auditor's Responsibilities for the Audit of the Financial Statement» section of our report. We are independent of the Bank within the meaning of the ethical requirements applicable to our audit of the financial statement and have fulfilled our other responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements. Key audit matters are selected from the matters communicated with [those charged with governance], but are not intended to represent all matters that were discussed with them. Our audit procedures relating to these matters were designed in the context of our audit of the financial statements as a whole. Our opinion on the financial statements is not modified with respect to any of the key audit matters described below, and we do not express an opinion on these individual matters.

Methodology of impairment of loan portfolio in accordance with IFRS 9 «Financial Instruments». In 2018, the Bank engaged an external consultant to develop a methodology and model for transforming the accounting of its financial instruments in accordance with IFRS 9 Financial

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Instruments. The developed model and methodology was introduced into the accounting policies of the Bank in 2018. For the preparation of financial statement for the year, ended December 31, 2018, the Bank used this developed model and methodology. Note 10 discloses information on loans, based on allowances for loan impairment in compliance with IFRS 9.

Responsibilities of Management and Those Charged with Governance for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with IFRS, and for such internal control as Management determines is necessary to enable the preparation of a financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, Management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Bank's financial reporting process.

Auditor's responsibility for the audit of financial statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standard on Auditing (hereinafter «ISAs») will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statement.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error;

- design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- obtain an understanding of internal control relevant to the audit 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 Bank's internal control;

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, and related disclosures made by Management;

- conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern;

- evaluate the overall presentation, structure and content of the financial statement, including the disclosures, and whether the financial statement represents the underlying transactions and events in a manner that achieves fair presentation.

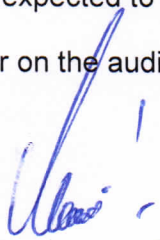
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Mulloev Bahrullo Sulaymonovich.

Bahrullo Mulloev
Managing partner
Specialist license on bank audit
BMT № 0000058 dated 31 December 2015



Maftunzhon Baratov
Audit manager
Specialist license on bank audit
BMT № 0000057 dated 31 December 2015



June 26, 2019

RSM Tajikistan LLC
License of National Bank of Tajikistan
BMT № 0000054 dated 31 December 2015



STATEMENT OF FINANCIAL POSITION

In thousand tajik somoni	Note	As of 31 December 2018	As of 31 December 2017
ASSETS			
Cash and cash equivalents	7	537,775	460,639
Minimal reserve in NBT	7	106,041	73,462
Amounts due from other financial institutions	8	167,707	140,590
Financial instruments at fair value through profit or loss	9		
		3,439	1,886
Loans and advances to customers	10	1,313,953	1,618,883
Investment available for sale	11	8,472	5,922
Property, plant and equipment	12	441,785	443,018
Deferred tax assets	26	8,982	8,499
Prepaid income taxes	13	24,979	15,938
Other assets	13	50,173	66,446
TOTAL ASSETS		2,663,306	2,835,283
LIABILITIES AND EQUITY			
Liabilities			
Amounts due to banks and financial institutions	14	12,148	7,486
Customer deposits	15	1,403,540	1,108,580
Borrowings and notes payable	16	545,090	1,061,253
Other liabilities	17	14,679	9,909
Current income tax liabilities		4,885	-
TOTAL LIABILITIES		1,980,342	2,187,228
Equity			
Share capital	18	440,579	440,581
Statutory general reserve		108,326	58,832
PPE revaluation reserve		81,600	86,814
Other reserves		3,040	3,040
Retained earnings/(Accumulated losses)		49,419	58,788
TOTAL EQUITY		682,964	648,055
TOTAL LIABILITIES AND EQUITY		2,663,306	2,835,283

Chairman of the Board and Chief Accountant signed the financial statement from pages 11 to 52 on June 26, 2019.

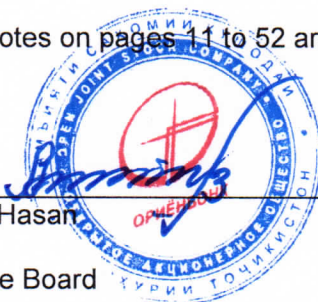
The enclosed notes on pages 11 to 52 are an integral part of this financial statement.

Asadullozoda Hasan

Chairman of the Board

Hamitov Konstantin

Chief Accountant



STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

In thousand tajik somoni

	Note	For the year, ended 31 December 2018	For the year, ended 31 December 2017
Interest and similar income	19	419,819	494,462
Interest and similar expense	19	(83,681)	(134,988)
NET INTEREST INCOME BEFORE ACCRUAL OF ALLOWANCE FOR IMPAIRMENT LOSSES ON INTEREST BEARING ASSETS		336,138	359,474
Accrual of allowance for impairment losses on interest bearing assets		(293,194)	(333,874)
NET INTEREST INCOME/(EXPENSE)		42,944	25,600
Fee and commission income	20	74,113	64,195
Fee and commission expense	20	(15,030)	(11,161)
NET FEE AND COMMISSION INCOME		59,083	53,034
Net gain on foreign exchange operations	21	91,698	98,342
Loss on revaluation of PPE		(1,811)	(2,145)
Accrual of allowance for impairment losses on other assets	22	(10,608)	(3,077)
Other income	23	283	(3,724)
NET NON - INTEREST INCOME		138,645	142,430
Staff costs	24	(48,421)	(39,205)
Other expenses	25	(68,015)	(55,284)
PROFIT BEFORE INCOME TAX		65,153	73,541
Income tax expense	26	(25,040)	(22,032)
PROFIT FOR THE YEAR		40,113	51,509
OTHER COMPREHENSIVE INCOME			
Revaluation on PPE		1,162	993
TOTAL COMPREHENSIVE INCOME		41,275	52,502
Earnings per share		9,26	11,92

Chairman of the Board and Chief Accountant signed the financial statement from pages 11 to 52 on June 26, 2019.

The enclosed notes on pages 11 to 52 are an integral part of this financial statement.

Asadullozoda Hasan
 Chairman of the Board



Hamitov Konstantin
 Chief Accountant

