



“SAMRUK-ENERGY” JSC

Condensed separate interim financial statements (unaudited)

31 March 2021

Contents

CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS

Separate Statement of Financial Position	1
Separate Statement of Profit and Loss and other Comprehensive Income	2
Separate Statement of Changes in Equity	3
Separate Statement of Cash Flows	4

NOTES TO THE SEPARATE FINANCIAL STATEMENTS

1	General information about Samruk-Energy Company and its operations	5
2	Basis of preparation of financial statements and key accounting policies	5
3	New accounting policies	6
4	Important accounting estimates and professional judgments in applying accounting policies	6
5	Settlements and transactions with related parties	7
6	Investments in subsidiaries and joint ventures	8
7	Loans issued	9
9	Other current assets	10
10	Cash and cash equivalents	10
11	Share capital	11
12	Borrowings	11
13	Dividend income	13
14	General and administrative expenses	13
15	Finance income	13
16	Finance costs	14
17	Income tax	14
18	Contingencies, Commitments and Operating Risks	14
19	Fair value of financial instruments	15
20	Events after reporting date	16
21	Earning/ (loss) per share and carrying value of one share	16

SAMRUK-ENERGY JSC
Separate Statements of Financial Position

<i>In thousands of Kazakhstani tenge</i>	Note	31 March 2021	31 December 2020
ASSETS			
Non-current assets			
Property, plant and equipment		308,456	311,258
Intangible assets		604,110	636,073
Asset on the right of use		1,323,720	1,397,421
Investments in subsidiaries and joint ventures	6	546,158,701	548,148,318
Loans issued	7	39,127,632	39,172,956
Other non-current assets	8	1,003,771	2,236,269
Total non-current assets		588,526,390	591,902,295
Current assets			
Inventories		68,735	46,544
Loans issued	7	9,663,805	18,993,146
Other current assets	9	10,789,428	8,756,460
Cash and cash equivalents	10	868,385	1,595,249
Total current assets		21,390,354	29,391,399
TOTAL ASSETS		609,916,744	621,293,694
EQUITY			
Share capital	11	376,045,927	376,045,927
Other reserve capital		89,328,998	89,328,998
Retained loss		(48,043,242)	(45,082,442)
TOTAL EQUITY		417,331,683	420,292,483
LIABILITIES			
Non-current liabilities			
Borrowings	12	145,246,595	150,421,544
Lease obligations		1,003,520	1,056,677
Long-term financial guarantee	20	1,262,787	1,304,607
Total non-current liabilities		147,512,902	152,782,828
Short-term liabilities			
Borrowings	12	43,325,590	45,993,024
Lease obligations		451,743	417,342
Other payables and accrued liabilities		1,243,126	1,718,188
Other taxes payable		51,702	89,829
Total short-term liabilities		45,072,160	48,218,383
TOTAL LIABILITIES		192,585,061	201,001,211
TOTAL LIABILITIES AND EQUITY		609,916,744	621,293,694
Carrying value of one ordinary share	23	74,392	74,914

Signed on behalf of management on April 30, 2021

Ryskulov Aidar Kairatovich
Managing Director for Economy and
Finance



Tulekova Saule Bekzadaevna
Director of "Accounting and Tax Accounting
Department" – Chief Accountant

“SAMRUK-ENERGY” JSC SEPARATE STATEMENTS OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

<i>In thousands of Kazakhstani tenge</i>	Note	3 months ended 31 March 2021	3 months ended 31 March 2020
Dividend income	13	1,918,909	30,627,711
Other operating income and expenses (net)	14	1,366,140	(1,648)
General administrative expenses	15	(1,323,006)	(1,303,526)
(Loss) / gain from (impairment) / recovery of financial assets (net)		(1,296,142)	(15,244)
Operating profit		665,901	29,307,293
Finance income	16	2,486,774	1,953,455
Finance costs	17	(5,847,047)	(5,979,869)
Pretax profit/ (loss)		(2,694,372)	25,280,879
Income tax expense	18	(266,428)	(12,161)
Profit/(loss) for the year		(2,960,800)	25,268,718
Total income for the year		(2,960,800)	25,268,718
Earning per share (in Kazakhstani tenge)	23	(529)	4,511

SAMRUK-ENERGY JSC
Separate Interim Statements of Changes in Equity

<i>In thousands of Kazakhstani tenge</i>	Note	Share capital	Other reserve capital	Retained loss	Total equity
Balance as at 1 January 2020		373,314,888	91,643,030	(54,741,536)	410,216,382
Income for the year		-	-	25,268,718	25,268,718
Total comprehensive (loss)/ income for the year		-	-	25,268,718	25,268,718
Balance as at 31 March 2020		373,314,888	91,643,030	(29,472,818)	435,485,100
Balance as at 1 January 2021		376,045,927	89,328,998	(45,082,442)	420,292,483
Income for the year			-	(2,960,800)	(2,960,800)
Total comprehensive (loss)/ income for the year		-	-	(2,960,800)	(2,960,800)
Balance as at 31 March 2021		376,045,927	89,328,998	(48,043,242)	417,331,683

SAMRUK-ENERGY JSC
Separate statements of cash flow

		3 months ended 31 March 2021	3 months ended 31 March 2020
In thousands of Kazakhstani tenge	Note		
Cash flows from operating activities:			
Cash proceeds, total		2,092,497	242,200
Interest received		179,945	203,687
Other proceeds		1,912,552	38,513
Cash outflow, total		(4,829,006)	(4,342,655)
Payments to suppliers for goods and services		(403,590)	(711,980)
Advances paid		(20,013)	(52,419)
Payments on wages		(592,203)	(606,918)
Repayment of interest on loans received		(2,888,977)	(2,625,522)
Corporate income tax		(26,966)	(64,776)
Other payments to the budget		(79,135)	(58,661)
Other payments		(818,122)	(222,379)
Net cash used in operating activities		(2,736,510)	(4,100,455)
Cash flows from investment activities			
Cash proceeds, total		10,696,811	8,181,541
Return of bank deposits		5,000	-
Repayment of loans issued		10,605,746	8,048,393
Repayment of financial receivables of Tauba Invest LLP		-	108,558
Repayment of debt instruments by issuers		86,064	24,590
Cash outflows, total		(404,505)	(909,072)
Acquisition of PPE and intangible assets		(10,242)	(178,580)
Placement of bank deposits		(5,500)	-
Loans and financial aid provided to subsidiaries and associates		-	(656,000)
Contribution to equity of subsidiaries		(388,762)	(74,492)
Net cash used in investment activities		10,292,306	7,272,469
Cash flows from financing activities			
Cash proceeds, total		61,460,000	16,300,000
Obtaining of bank loans		27,000,000	16,300,000
Obtaining loans from subsidiary		34,460,000	-
Cash outflow, total		(69,724,929)	(20,474,857)
Repayment of loans from Samruk-Kazyna		(2,586,856)	(2,381,109)
Repayment of loans from banks and other organizations		(67,119,317)	(17,981,118)
Financial lease principal repayment		(18,756)	(82,073)
Other payments		-	(30,557)
Net cash flows used from financial activities		(8,264,929)	(4,174,857)
Foreign exchange difference effect on cash and cash equivalents		(17,886)	271
Change in allowance for impairment of cash and cash equivalents		154	3,468
Net (decrease)/increase in cash and cash equivalents		(726,865)	(999,104)
Cash and cash equivalents at the beginning of the year	10	1,595,249	1,298,005
Cash and cash equivalents at the end of the reporting period	10	868,384	298,901

1 General information about Samruk-Energy Company and its operations

These financial statements were prepared in accordance with International Financial Reporting Standards (IFRS) for three months ended March 31, 2021 for “Samruk-Energy” JSC (hereinafter - the Company).

“Samruk-Energy” JSC (the Company) was established on 18 April 2007 and registered on 10 May 2007. The Company is a joint stock company set up in accordance with legislation of the Republic of Kazakhstan.

The Company's sole shareholder is Samruk-Kazyna Sovereign Wealth Fund JSC (“Samruk-Kazyna”), which holds 100% shares of the Company. The Company's ultimate controlling party is the Government of the Republic of Kazakhstan.

Principal activity

The Company is a holding company (the “Company”), including a number of companies (Note 6), which is engaged in production of electricity, heat and hot water using coal, hydrocarbons and water resources, and sale to households and industrial enterprises, transmission of electricity and technical distribution of electricity within the network, construction of hydro and thermal power plants, and lease of hydro power plants' property.

Registered address and the place of business of the Company

The Republic of Kazakhstan, Nur-Sultan city, 15 A, Kabanbay Batyr ave

Presentation currency

Unless otherwise indicated, indicators in these financial statements are denominated in Kazakhstani tenge (“tenge”)

2 Basis of preparation of financial statements and key accounting policies

Basis of preparation of financial statements

These separate condensed interim financial statements were prepared in accordance with International Financial Reporting Standards (IFRS) using the historical cost convention, as adjusted for initial recognition of financial instruments at fair value.

This is followed by main accounting policies that were used in preparing the separate financial statements. These accounting policies have been consistently applied to all periods presented in the financial statements.

The Company has prepared these separate financial statements for management.

Moreover, the Company has prepared consolidated financial statements in accordance with IFRS for the Company and its subsidiaries (the “Group”). In the consolidated financial statements, transactions of subsidiaries identified as companies in which the Group directly or indirectly holds more than half of the voting shares or in respect of which the Company is otherwise able to control their financial and operating policies, are fully consolidated. The consolidated financial statements of the Group can be obtained at the Company's office located at the following address: 15A, Kabanbay batyr avenue, the Republic of Kazakhstan, Nur-Sultan c.

Users should get familiar with these separate condensed interim financial statements together with the condensed consolidated interim financial statements as of and for the period ended December 31, 2020 in order to obtain complete information about the financial position, operating results and changes in the Company's financial standing in general.

The preparation of financial statements in accordance with IFRS requires the use of estimates and assumptions. In addition, management must rely on its judgment in applying the Company's accounting policies. The areas of accounting that involve a higher degree of measurement or complexity, and the areas in which assumptions and estimates are material to the individual financial statements, are disclosed in the Note. Actual results may differ from these estimates.

Exchange rates

As of March 31, 2021, the official exchange rate, which is used to translate balances in foreign currencies, was 424,89 tenge per 1 US dollar (December 31, 2020: 420,91 tenge per 1 US dollar). At present, restrictions and controls apply to converting tenge into other currencies.

Currently, tenge is not a freely convertible currency outside the Republic of Kazakhstan

3 New accounting policies

The following revised standards and clarifications became mandatory for the Company from January 1, 2021, but did not have a significant impact on the Company:

- Amendments to IFRS 10 and IAS 28 - “The sale or contribution of assets between an investor and its associate or joint venture” (issued on September 11, 2014 and effective for annual periods starting on the date, which will be determined by the IASB, or after this date).
- IFRS 17 “Insurance Contracts” (issued on May 18, 2017 and effective for annual periods starting on or after 1 January 2021) (continued)
- Classification of liabilities as current or non-current - Amendments to IAS 1 (issued on 23 January 2020 and effective for annual periods beginning on or after 1 January 2022).
- Classification of liabilities as current or non-current – deferral of effective date - Amendments to IAS 1 (issued on 15 July 2020 and effective for annual periods beginning on or after 1 January 2023).
- “Proceeds before intended use, Onerous Contracts - Cost of Fulfilling a Contract”, “Reference to the Conceptual Framework” – narrow-scope amendments to IAS 16, IAS 37 and IFRS 3, and Annual Improvements to IFRS Standards 2018-2020 relating to IFRS 1, IFRS 9, IFRS 16 and IAS 41 (issued on 14 May 2020 and effective for annual periods beginning 1 or after January 2022).
- Amendments to IFRS 17 and Amendments to IFRS 4 (issued on 25 June 2020 and effective for annual periods beginning on or after 1 January 2023).
- Interest Rate Benchmark Reform (IBOR) - amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 - Phase 2 (issued on 27 August 2020 and effective for annual periods beginning on or after 1 January 2021).
- Unless otherwise stated above, these new standards and interpretations are not expected to materially affect the Company's financial statements.

4 Important accounting estimates and professional judgments in applying accounting policies

While preparing the condensed separate interim financial statements, the Company uses estimates and makes assumptions that affect the applicable accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

Applied critical accounting estimates and professional judgments correspond to the accounting estimates and judgments applied in the preparation of the annual separate financial statements for the year ended 31 December 2020.

Going concern principle

Management has prepared these condensed separate interim financial statements on a going concern basis. Management decision is based on the financial position of the Company, its current intentions, profitability of operations and access to financial resources and support from the Government, as well as analysis of impact of recent changes in macroeconomic environment on future operations of the Group. As of 31 March 2021, total current liabilities of the Company exceeded total current assets by 23,681,806 thousand tenge. The main part of current liabilities consists of loans received from subsidiaries, as part of cash pooling system for distribution of liquidity within the Group. The short-term portion of loans received from subsidiaries as at 31 March 2021 amounted to 31,868,192 thousand tenge.

These separate financial statements do not include any adjustments to the carrying amounts of assets and liabilities, income and expenses, and classification of the statement of financial position that would be required if it is not possible to continue operating activities, such adjustments may be significant.

Balkhash TPP

On October 29, 2019, the Company acquired 50% + 1 share of BTPP from Samsung C&T and became the owner of a 100% equity stake in BTPP. At the time of the Company's acquisition of a 100% stake, BTPP was about to go bankrupt and did not actually conduct significant operations. Since 2017, lenders and suppliers have repeatedly applied to the court due to the insolvency of BTPP, which in turn led to the seizure of property, and also significantly limited BTPP operations. On December 6, 2019, a temporary manager was appointed by the court in order to supervise and conduct the bankruptcy process.

4 Important accounting estimates and professional judgments in applying accounting policies (continued)

In view of the introduction of quarantine measures and measures taken by the State to support the national economy, by the Resolution of the Government of the Republic of Kazakhstan dated July 14, 2020 No. 443, it was ordered to suspend the filing of applications for bankruptcy of legal entities and individual entrepreneurs until October 1, 2020 by creditors represented by state agencies and entities of the quasi-public sector, in connection with which the bankruptcy procedure of BTPP was temporarily suspended. As of March 31, 2021, the proceedings on recognition of BTPP have not yet been fully resolved since lenders have rights to appeal in cassation, thus, in the opinion of management, the Company has no control and the investment in BTPP is completely impaired.

5 Settlements and transactions with related parties

Related parties are defined in IAS 24, Related Party Disclosures. Parties are generally considered to be related if one party has the ability to control the other party, is under common control, or can exercise significant influence or joint control over the other party in making financial and operational decisions. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form. The Company's parent entity and ultimate controlling party are disclosed in Note 1.

The related parties include the companies under control of Samruk-Kazyna. The Government controls over the Company. The Company decided to apply the exemption from disclosure of information on individually insignificant transactions and balances with the government and its related parties, as the Kazakh government exercises control, joint control or exert considerable influence over such parties..

The Company purchases from and sells goods to a large number of government related entities.

Such purchases and sales are individually insignificant and are generally entered into on an arm's length basis.

The outstanding balances with related parties as at 31 March 2021 are as follows:

<i>In thousands of Kazakhstani Tenge</i>	Shareholder	Companies under common control	Subsidiaries and joint ventures
Loans issued to subsidiaries	-	-	45,979,675
Accounts receivable	-	-	330,087
Interest receivable on loans issued	-	-	1,285,311
Dividends receivable	-	-	1,918,909
Accounts payable	-	12,901	606,125
Borrowings and bonds	66,857,093	-	31,868,192

The outstanding balances with related parties as at 31 December 2020 are as follows:

<i>In thousands of Kazakhstani Tenge</i>	Shareholder	Companies under common control	Subsidiaries and joint ventures
Loans issued to subsidiaries	-	-	56,246,478
Accounts receivable	-	-	1,542,542
Interest receivable on loans issued	-	-	405,887
Dividends receivable	-	-	449
Accounts payable	-	7,372	297,753
Borrowings and bonds	67,887,857	-	38,411,690

5 Settlements and transactions with related parties (continued)

The income and expense items with related parties for three months ended 31 March 2021:

<i>In thousands of Kazakhstani Tenge</i>	Shareholder	Companies under common control	Subsidiaries and joint ventures
Dividend income	-	-	1,918,909
Finance income	-	-	2,221,978
Finance costs	1,778,847	-	1,129,182
Financial assets impairment losses	-	-	6,512
General and administrative expenses	-	19,621	185,973
Foreign exchange gain (net)	-	-	3

The income and expense items with related parties for three months ended 31 March 2020 were as follows

<i>In thousands of Kazakhstani Tenge</i>	Shareholder	Companies under common control	Subsidiaries and joint ventures
Dividend income	-	-	30,627,711
Finance income	-	-	1 669 143
Finance costs	1 677, 919	-	1 200 956
Recovery/ (impairment) of financial instruments (net)	-	-	7,134
General and administrative expenses	-	17 565	200 180
Foreign exchange difference expenses – net	-	-	69

The Company also issued guarantees to subsidiaries as mentioned in Note 19.

Key executive staff remuneration for three months ended 31 March 2021 including salaries, bonuses and other short-term benefits to employees is 45, 079 thous. tenge (for 3 months ended 31 March 2020: 29, 838 thous. tenge). Key executive staff at 31 March 2021 consists of 5 persons (31 December 2020: 5 persons).

6 Investments in subsidiaries and joint ventures

Information on the cost of investments as of March 31, 2021 is presented below:

			31 March 2021		31 December 2020	
			Cost of investments (in thousands of tenge)	Ownership percentage	Cost of investments (in thousands of tenge)	Ownership percentage
	Date of acquisition	Country of registration				
Subsidiaries						
Ekibastuz SDPP-1 named after Bulat Nurzhanov" LLP	31.10.2012	Kazakhstan	331,003,748	100%	333,382,126	100%
"Alatau Zharyk Company" JSC	29.07.2009	Kazakhstan	62,914,945	100%	62,914,945	100%
"Almaty Power Plants" JSC	26.07.2011	Kazakhstan	34,061,653	100%	34,061,653	100%
"Moynak HPP" JSC	04.01.2008	Kazakhstan	21,864,616	100%	21,864,616	100%
		Kazakhstan				
"Tegis Munay" LLP	29.12.2012		17,427,504	100%	17,373,473	100%
"First Wind Power Plant" LLP	28.05.2016	Kazakhstan	14,914,271	100%	14,914,271	100%
"Shardarinsk HPP" JSC	03.06.2011	Kazakhstan	2,524,772	100%	2,524,772	100%
"Ereymtau Wind Power" LLP	28.05.2016	Kazakhstan	6,985,038	100%	6,658,306	100%
"Bukhtarminsk HPP" JSC	04.01.2008	Kazakhstan	1,050,790	90%	1,050,790	90%
"Kazhydrotechenergo" LLP	31.03.2014	Kazakhstan	307,564	100%	299,565	100%
"Almatyenergosbyt" LLP	26.07.2011	Kazakhstan	136,003	100%	136,003	100%
"Energy Solutions Center" LLP	16.03.2019	Kazakhstan	52,998	100%	52,998	100%
Joint ventures and associated companies						
Forum Muider B.V.	23.12.2008	Netherlands	41,759,543	50%	41,759,543	50%
"Ekibastuz GRES-2 Plant" JSC	04.01.2008	Kazakhstan	8,725,133	50%	8,725,133	50%
"Energiya Semirechya" LLP	28.05.2016	Kazakhstan	2,411,010	25%	2,411,010	25%
Impaired investments						
"Balkhash TPP" JSC (Note 4)	24.06.2008	Kazakhstan	32,085,280	100%	32,085,280	100%
"Samruk-Green Energy" LLP	13.06.2012	Kazakhstan	5,684,653	100%	5,684,653	100%
"Shulbinsk HPP" JSC	04.01.2008	Kazakhstan	1,230,658	92.14%	1,230,658	92.14%
"Ust-Kamenogorsk HPP" JSC	04.01.2008	Kazakhstan	465,019	89.99%	465,019	89.99%
Less: : Investment impairment			(39,446,496)		(39,446,496)	
Total investments			546,158,701		548,148,318	

7 Loans issued

<i>In thousands of Kazakhstani tenge</i>	31 March 2021	31 December 2020
<i>Non-current portion</i>		
Loan issued to "Alatau Zharyk Company" JSC	5,198,955	5,231,035
"Moynak HPP" JSC Bonds	33,000,000	33,000,000
"MDPGC" JSC Bonds	698,947	686,610
Bonds of "Special financial company DSFK"	451,158	418,604
"Tsesnabank" JSC Bonds	25,733	24,909
Minus: provision for impairment	(247,161)	(188,202)
Total loans issued – non-current portion	39,127,632	39,172,956
<i>Current portion</i>		
Loan issued to "Shardarinsk HPP" JSC	950,000	950,000
Loan issued to "Almaty Power Plants" JSC	-	3,400,000
"Moynak HPP" JSC Bonds	7,000,000	7,000,000
Loan issued to "Ekibastuz SDPP-1" LLP	-	7,000,000
"MDPGC" JSC bonds	384,600	384,600
Loan issued to "Balkhash TPP" JSC	377,301	377,301
Interest accrued on loans issued	189,704	246,998
Bonds interest	1,304,100	182,055
Financial aid provided to "Ust-Kamenogorsk HPP" JSC	30,390	30,390
Loans issued to "Zhambyl SDPP named after T.I. Baturov" JSC	5,442	5,442
Less: provision for impairment	(577,733)	(583,640)
Total loans issued – current portion	9,663,805	18,993,146

"Moynak HPP" JSC bonds

18 On June 18, 2019, the Company purchased bonds of "Moynak HPP" JSC issued on the AIX platform in the amount of 47,000,000 thousand tenge, maturity of 7 years, coupon rate of 11% per annum

"Tsesnabank" JSC bonds

In November 2018, the Company's cash in "Tsesnabank" JSC was converted into bonds in the amount of 153,236 thousand tenge in line with the Government Resolution. The carrying amount of bonds is the present value of future cash flows discounted at a rate of 14%. On January 18, 2019, the National Bank of the Republic of Kazakhstan registered changes to the bond issue prospectus, according to which the amount of the interest rate was changed from 4% to 0.1% per annum.

Loan issued to "Alatau Zharyk Company" JSC

On January 31, 2011, the Company issued a loan to "Alatau Zharyk Company" JSC in the amount of 7,000,000 thousand tenge for construction and reconstruction of substations and other facilities. The loan matures on January 21, 2024, with an interest rate of 2% per annum, payable quarterly.

Amount due as of March 31, 2021 amounted to 5,198,955 thousand tenge (31 December 2020: 5,281,507 thousand tenge). The carrying amount of the loan is the present value of the future cash flows discounted at a rate of 12.5%. The difference between the fair value of the loan at the date of initial recognition and its nominal value in the amount of 3,675,691 thousand tenge, net of income tax, was recognized as an additional investment in AZhC.

8 Other non-current assets

<i>In thousands of Kazakhstani tenge</i>	31 March 2021	31 December 2020
Accounts receivable of subsidiaries' buyers	739,697	727,652
Debt under provided financial guarantee of First Wind Power Plant, LLP	330,561	1,547,542
Other accounts receivable from employees	64,484	71,814
Less: provision for impairment	(130,971)	(110,739)
Total financial other non-current assets	1,003,771	2,236,269

Accounts receivable as at 31 March 2021 in the amount of 739,697 thousand tenge represent financial receivables from "Inform-System" LLP with an internal rating of SK A. At 31 March 2021, the receivables are not impaired or overdue and are fully denominated in tenge.

9 Other current assets

<i>In thousands of Kazakhstani tenge</i>	31 March 2021	31 December 2020
Accounts receivables from buyers of subsidiaries	9,156,684	9,022,234
Accounts receivable from "Tauba Invest" LLP	760,025	760,025
Short-term deposits	5,804	5,304
Dividends receivable	1,919,361	449
Less: provision for impairment	(1,313,206)	(1,360,055)
Total other financial current assets	10,528,667	8,427,957
Advances paid	22,292	20,074
Others	238,468	308,429
Total other current assets	10,789,428	8,756,460

Accounts receivable

Other receivables mainly include the current portion of debt of "East Kazakhstan Energy Company" LLP (hereinafter - EKEC) in the amount of 9,099,897 thousand tenge for shares of "EK REC" JSC, which were sold during 2017, as well as receivables of "Tauba Invest" LLP in the amount of 760,025 thous. tenge.

10 Cash and cash equivalents

<i>In thousands of Kazakhstani tenge</i>	31 March 2021	31 December 2020
Cash in bank accounts – tenge	47,420	526,439
Cash in bank accounts – US dollars	12	12
Cash in bank accounts – euro	2,745	2,737
Cash on hand	498,298	516,304
Cash in fixed term deposits up to 3 months – tenge	320,000	550,000
Less: provision for impairment	(89)	(243)
Total cash and cash equivalents	868,385	1,595,249

11 Share capital

As at 31 March 2021, 5,601,812 ordinary shares issued were fully paid in the amount of 376,045,927 thousand tenge (31 December 2020: 5,601,812 shares). Each ordinary share carries one vote. The company has no preferred shares. The number of authorized shares is 8,602,187. As of March 31, 2021, “Samruk-Kazyna” SWF is a 100% shareholder of the Company (2020: 100%).

As of March 31, 2021, dividends for 2020 have not been announced or paid.

12 Borrowings

<i>In thousands of Kazakhstani tenge</i>	31 March 2021	31 December 2020
Non-current portion		
Long-term bank loans	56,291,097	60,308,279
Borrowings from Samruk-Kazyna	64,131,293	65,293,870
Bonds	24,824,205	24,819,395
Total non-current portion of borrowings	145,246,595	150,421,544
Current portion		
Loans from subsidiaries	31,730,414	38,411,690
Short-term bank loans	6,542,235	3,042,235
Borrowings from Samruk-Kazyna	2,381,109	2,381,109
Interest accrued – bonds	867,256.30	360,287
Interest accrued – bank loans	1,322,106	1,584,825
Interest accrued – borrowings from Samruk-Kazyna and SA	482,469	212,878
Total current portion of borrowings	43,325,590	45,993,024
Total borrowings	188,572,185	196,414,568

An analysis of the carrying and fair values of these loans is presented below:

<i>In thousands of Kazakhstani tenge</i>	31 March 2021		31 December 2020	
	Carrying value	Fair value	Carrying value	Fair value
Borrowings from Samruk-Kazyna	106,299,547	91,203,294	106,299,547	106,249,976
Bonds	25,179,682	22,161,106	25,179,682	25,546,862
Bank loans	64,935,339	61,323,214	64,935,339	64,935,339
Total borrowings	196,414,568	174,687,615	196,414,568	196,732,177

Samruk-Kazyna

On 17 March 2010 the Company signed a loan agreement with Samruk-Kazyna for amount of Tenge 48,200,000 thousand for the purpose of re-financing of debt arising as the result of acquisition of 50% interest in Forum Muider. The loan carries an interest rate of 1.2% per annum with maturity not later than 15 September 2029. The principal amount is payable in equal annual instalments and interest is payable by semi-annual payments starting from the following reporting year after the receipt of loan.

On 14 January 2011 the Company signed a loan agreement with Samruk-Kazyna for amount of Tenge 7,000,000 thousand for the purpose of financing construction of substation of Alatau Zharyk Company JSC. The interest rate is 2% per annum, the maturity is 25 January 2024. The principal amount is payable at maturity and interest is payable by semi-annual payments.

On 16 January 2014 the Company signed a loan agreement with Samruk-Kazyna for amount of Tenge 200,000,000 thousand for the purpose of acquisition of remaining share in EGRES-1. The principal amount is payable on 1 December 2028 and interest at 7.8% is payable by semi-annual payments.

12 Borrowings (continued)

On 3 October 2014 the loan agreement was substantially modified pursuant to addendum No. 1 to loan agreement No. 369 as follows:

- Principal amount Tenge 100,000,000 thousand was extinguished as a contribution to share capital;
- Interest rate on the remaining principal amount was increased to 9%

On 25 December 2015 the loan agreement was significantly amended in accordance with the addendum No.2 to credit agreement No.369-I, the interest rate on the principal amount was reduced to 1% per annum. Management estimates that the reduction of the interest rate to a non-market rate of 1% and the change of the priority of a loan to a subordinated one represent a significant modification in the loan terms. Management believes that such change in the conditions of the loan should be considered as a settlement of the original loan and recognition of a new loan at a fair value. At the loan origination date, the market rate was 12.8% per annum. The Company recognised a gain on initial recognition of the loan of Tenge 72,581,903 thousand as part of other reserves. Management believes that by providing a loan at the below-market rate, Samruk-Kazyna acted as a shareholder. Gain on initial recognition of the loan was recorded as the difference between the nominal value and fair value at the recognition date, calculated using the discounted cash flow method at the effective rate of 12.8% per annum.

European Bank for Reconstruction and Development

In December 2016 the Company opened a non-revolving line of credit for 100 million Euros to refinance Eurobonds. In September 2019 the Group received two tranches for amount of 39,114,450 thousand tenge within this line of credit. The interest rate is set on the basis of an independent indicative rate of provision of credit All-in-cost, the calculation of which is based on inflation plus margin of 3.5% and 4.5% per annum. Changes in the independent indicative rate are recorded on a quarterly basis. Principal debt is payable twice a year and at the end of the term. On January 25, 2021, the Company repaid the part of principal in the amount of 4,059,317 thous.tenge. As of 31 March 2021, the nominal balance of principal under the first tranche is 14,194,093 thousand tenge.

Asian Development Bank

On November 8 and December 5, 2018, the Company opened non-revolving credit lines in the amount of 120 million USD in the Asian Development Bank to increase the operating efficiency of core activities and identify opportunities related to renewable energy sources. In 2019, the Company received three tranches under the Credit lines for a total amount of 45,860,800 thousand tenge with maturity for tranches A & B after 5 years, for tranche C – after 7 years. The interest rate is set on the basis of actual inflation rates of the Republic of Kazakhstan, plus the bank margin. Principal debt is payable at the end of the loan term: for tranche A and B in 2024, for tranche C in 2026.

Bonds

In August and September 2017 the Company issued and placed bonds for a total of Tenge 20,000,000 thousand and Tenge 28,000,000 thousand, respectively, with a nominal value of Tenge 1000 per bond with a five-year term. The coupon rate was 13% per annum and 12.5% per annum, respectively, and is payable twice a year and on a quarterly basis, respectively. On February 18, 2019, the Company conducted a repurchase of the bonds of the second tranche in the amount of 28,000,000 thousand tenge. In April 2019, the Company repurchased 16,872,498 bonds of the first tranche at a market price of KZT 17,655,846 thousand. As of March 31, 2021, the balance of principal under the first tranche is 3,127,502 thousand tenge.

In November 2018 the Company issued and placed bonds for a total of Tenge 21,736,200 thousand, with a nominal value of Tenge 1000 per bond with a seven-year term. The coupon rate was 11.2% per annum and is payable twice a year.

“Sberbank” SB JSC

During the first quarter of 2021, as part of revolving credit line, “Samruk-Energy” JSC received 2 short-term tranches for a total amount of 27,000,000 thousand tenge under a credit line with SB “Sberbank” JSC with a maturity of 2 months. As of March 31, 2021 the Company repaid loans of 23,500,000 thousand tenge to “Sberbank” SB JSC, the balance of the principal debt is 3,500,000 thousand tenge.

“Ekibastuz SDPP-1 named after Bulat Nurzhanov” LLP

On January 28, 2021, the Company received a short-term loan from “Ekibastuz SDPP-1 named after Bulat Nurzhanov” LLP in the amount of 10,000,000 thousand tenge under the reverse credit line.

In March 2021, the Company received a short-term financial aid from “Ekibastuz SDPP-1 named after Bulat Nurzhanov” LLP in the amount of 24,000,000 thousand tenge with maturity up to 12 months. The company recognized a gain on initial recognition of the loan in the amount of KZT 2,378,378 thousand as an investment and it was recognized as the difference between the nominal value of the loan received and its fair value at the date of recognition, calculated using the discounted cash flow method and an effective rate of 10,47% per annum.

13 Dividend income

<i>In thousands of Kazakhstani tenge</i>	3 months ended 31 March 2021	3 months ended 31 March 2020
"Ekibastuz SDPP-1 named after Bulat Nurzhanov" LLP	-	29,000,000
"Almaty Power Plants" JSC	-	610,921
"First Wind Power Plant" LLP	1,410,354	1,016,790
"Alatau Zharyk Company" JSC	504,551	-
"Energy Solutions Center" LLP	4,004	-
Total dividend income	1,918,909	30,627,711

14 General and administrative expenses

<i>In thousands of Kazakhstani tenge</i>	3 months ended 31 March 2021	3 months ended 31 March 2020
Payroll and related expenses	776,975	721,835
Consulting and other services	43,315	142,261
Special purpose office services	155,525	145,003
Taxes	83,131	7,539
Information system maintenance services	30,448	33,174
Depreciation of PPE and amortization of IA	129,107	90,376
Business trip expenses	19,284	35,426
Staff training and related costs	13,747	10,896
Insurance	13,194	9,389
Others	58,280	107,627
Total general and administrative expenses	1,323,006	1,303,526

15 Finance income

<i>In thousands of Kazakhstani tenge</i>	3 months ended 31 March 2021	3 months ended 31 March 2020
Amortization of discount on financial assets	1,189,257	369,108
Interest income on bonds and loans issued	1,212,241	1,485,815
Income on guarantees issued	19,196	21,996
Interest income on bank deposits	20,132	33,891
Others	45,948	42,645
Total finance income	2,486,774	1,953,455

16 Finance costs

	3 months ended 31 March 2021	3 months ended 31 March 2020
<i>In thousands of Kazakhstani tenge</i>		
Interest expenses on loans and bonds	3,355,144	3,401,174
Amortization of discount of present value on loans and financial aid	2,268,327	2,524,263
Finance lease costs	47,674	35,845
Others	175,901	18,587
Total finance costs	5,847,047	5,979,869

17 Income tax

Income tax is a tax withheld at the source of payments on deposits. The Company is not expecting taxable profits in the future.

18 Contingencies, Commitments and Operating Risks

Except for the information indicated below, as of March 31, 2021, there were no contingencies and commitments and operating risks other than those disclosed in the separate financial statements for the year ended December 31, 2020.

Litigation

In 2020, Transtelecom JSC filed a claim to recover the actually delivered services and expenses incurred under the Procurement Agreement "Consulting services for implementation of target (basic) processes of "Samruk-Energy" JSC. On February 3, 2021, the court approved a mediation agreement signed between "Samruk-Energy" JSC and "Transtelecom" JSC dated February 2, 2021, according to which on February 8, 2021 "Samruk-Energy" JSC paid the amount for the actually performed scope of work in the amount of 700,000 thousand tenge, the Agreement between "Samruk-Energy" JSC and "Transtelecom" JSC was fulfilled.

Loan covenants.

The Company has certain covenants on loans and bonds. Failure to comply with these covenants may result in negative consequences for the Company, including the growth of borrowing costs and the announcement of a default. At year-end 2020, the Company complied with the regulatory values of the loan covenants.

Long-term financial guarantees.

At 31 March 2021 the Company has guarantees issued in relation to the loans "Shardarinsk HPP" JSC. Fair value of guarantees at initial recognition was determined as the amount resulted from application to the guaranteed amount of interest rates, being the difference the interest rate at which the borrower obtained a loan secured by the Company, and the interest rate that would be applied if the Company had not issued a guarantee. The cost of guarantees is deemed as an investment in a subsidiary.

<i>In thousands of Kazakhstani tenge</i>	Long-term financial guarantee		The amount of guaranteed liabilities		Guarantee period		Estimated rate under guarantee
	31 March 2021	31 December 2020	31 March 2021	31 December 2020	Guarantee issue year	Guarantee validity period	
Company							
"Shardarinsk HPP" JSC	1,230,444	1,272,264	20,527,386	21,235,227	2015	13 years	3%
Total	1,230,444	1,272,264	20,527,386	21,235,227			

19 Fair value of financial instruments

Fair value measurement

Fair value measurements are analysed by level in the fair value hierarchy as follows: (i) level one are measurements at quoted prices (unadjusted) in active markets for identical assets or liabilities, (ii) level two measurements are valuations techniques with all material inputs observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices), and (iii) level three measurements are valuations not based on observable market data (that is, unobservable inputs). Management applies judgement in categorising financial instruments using the fair value hierarchy. If a fair value measurement uses observable inputs that require significant adjustment, that measurement is a Level 3 measurement. The significance of a valuation input is assessed against the fair value measurement in its entirety.

Fair value measurement at Level 2 and Level 3 of the fair value hierarchy was performed using the discounted cash flow model. The fair value of financial instruments with a floating interest rate that do not have quoted prices in an active market was assumed to be equal to the carrying amount. The fair value of fixed interest rate instruments that do not have quoted prices in an active market is based on a discounted cash flow model using current interest rates in the borrowing market for new instruments with similar credit risk and maturity.

In thousands of Kazakhstani tenge	31 March 2021				31 December 2020			
	Level 1	Level 2	Level 3	Carrying value	Level 1	Level 2	Level 3	Carrying value
Assets								
Cash and cash equivalents	-	868,385	-	868,385	-	1,595,249	-	1,595,249
Fixed term deposits	-	5,804	-	5,804	-	5,304	-	5,304
Financial receivables	-	10,288,778	-	10,656,406	-	9,029,447	-	9,039,117
Dividends receivable	-	1,919,361	-	1,919,361	-	449	-	449
Receivables from subsidiaries under guarantees issued	-	331,453	-	330,561	-	1,659,976	-	1,547,542
Loans issued	-	47,254,055	-	48,791,436	-	57,869,854	-	58,166,102
Receivables from employees	-	64,484	-	64,484	-	71,814	-	71,814
Total financial assets	-	60,732,320	-	62,636,437	-	70,232,093	-	70,425,577
Liabilities								
Borrowings	-	174,687,615	-	188,572,185	-	196,732,177	-	196,414,568
Lease obligations	-	1,500,264	-	1,455,263	-	1,651,604	-	1,474,019
Financial guarantees issued	-	1,084,061	-	1,230,444	-	1,120,906	-	1,272,264
Financial payables	-	462,341	-	462,341	-	1,196,077	-	1,196,077
Total financial liabilities	-	177,734,281	-	191,720,233	-	200,700,764	-	200,356,928

Financial assets carried at amortised cost.

The estimated fair value of fixed interest rate instruments is based on estimated future cash flows expected to be received discounted at current interest rates for new instruments with similar credit risks and remaining maturities. Discount rates used depend on the credit risk of the counterparty.

Liabilities carried at amortised cost

The estimated fair value of instruments with a fixed interest rate and fixed maturity, which lacks quoted market price, is based on estimated cash flows discounted at current interest rates for new instruments with similar credit risk and maturity.

20 Events after reporting date

On April 23, 2021, within the Facility Agreement No. 48308 dated December 9, 2016 with the European Bank for Reconstruction and Development, "Samruk-Energy" JSC made scheduled repayment of interest of 353,787 thousand tenge.

On April 26, 2021, "Samruk-Energy" JSC made scheduled repayment of interest under a credit line agreement dated November 8, 2018 with the Asian Development Bank, in the following order: for Tranche A - 506,503 thousand tenge, for Tranche B - 482,062 thousand tenge, for Tranche C - 520,956 thousand tenge.

In April 2021, the Company received a short-term loan from "Almaty Power Plants" JSC in the amount of 2,400,000 thousand tenge under a reverse credit line.

On April 30, 2021, the Company repaid part of the principal to SB "Sberbank" JSC in the amount of 1,500,000 thousand tenge.

21 Earning/ (loss) per share and carrying value of one share

Basic earning/(loss) per share is calculated by dividing the profit or loss attributable to owners of the Company by the weighted average number of ordinary shares in issue during the year. The Company has no dilutive potential ordinary shares; therefore, the diluted earnings per share equals the basic earnings per share.

<i>In thousands of Kazakhstani tenge</i>	3 months ended 31 March 2021	3 months ended 31 March 2020
Earning per year attributable to the Company Shareholders (in thousands of Kazakhstani Tenge)	(2,960,800)	25,268,718
Weighted average number of ordinary shares in issue	5,601,781	5,601,687
Earning per year attributable to the Company Shareholders (rounded to tenge)	(529)	4,511

Carrying value of one share

In line with the decision of the Exchange Council of "Kazakhstan Stock Exchange" JSC (KASE) dated October 4, 2010, the financial statements must include information about carrying value of one share (simple and preferred) at the reporting date calculated in accordance with the rules approved by KASE. As at March 31, 2021, this indicator, calculated by the management of the Company using the data of financial statements, amounted to 74. 392 tenge (December 31, 2020: 74.914 tenge).

Below table shows the calculation of the carrying value of one share:

<i>In thousands of Kazakhstani tenge</i>	31 March 2021	31 December 2020
Total assets	609,916,744	621,293,694
Less: intangible assets	(604,110)	(636,073)
Less: total liabilities	(192,585,061)	(201,001,211)
Net assets for ordinary shares	416,727,573	419,656,410
Number of ordinary shares as of reporting period	5,601,812	5,601,812
Carrying value of one share, tenge	74,392	74,914