

**FUND FOR RECONSTRUCTION
AND DEVELOPMENT OF THE
REPUBLIC OF UZBEKISTAN**

**Financial Statements and
Independent Auditors' report**
For the year ended 31 December 2018

FUND FOR RECONSTRUCTION AND DEVELOPMENT OF THE REPUBLIC OF UZBEKISTAN

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Independent Auditors' Report

To the Founder of the Fund for Reconstruction and Development of the Republic of Uzbekistan

Opinion

We have audited the financial statements of the Fund for Reconstruction and Development of the Republic of Uzbekistan (the “Fund”), which comprise the balance sheet as at December 31, 2018, the statements of financial results, the statement of shareholders' equity and statement of cash flows for the year then ended, and notes to the financial statements, comprising summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the balance sheet of the Fund as at December 31, 2018, and its financial results and its cash flows for the year then ended in accordance with National Accounting Standards of the Republic of Uzbekistan (NAS).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Uzbekistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements

Audited entity: Fund for Reconstruction and Development of the Republic of Uzbekistan.

Registration No. in the Republic of Uzbekistan Register of Legal Entities 002002-10

Tashkent, Uzbekistan

Independent auditor: “KPMG Audit” LLC, a company incorporated under the Laws of the Republic of Uzbekistan, a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (“KPMG International”), a Swiss entity.

Audit organization “KPMG Audit” LLC. Registered in the Unified State Register of entities and organizations on 22 March 2017 under #0111887-10

Registered address: International Business Center, 11 Floor, Amir Temur ave. 107B, Tashkent, 100084, Republic of Uzbekistan.



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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with NAS, 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.

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 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 these financial statements.

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 statements, 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates 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 ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors'



report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

The engagement partner on the audit resulting in this independent auditors' report is:

A handwritten signature in blue ink, appearing to be 'Sanjarbek Saidov', written over a faint, stylized blue logo that resembles a large 'S' or a similar abstract shape.

Sanjarbek Saidov

General director

Audit organisation "KPMG Audit" LLC
Tashkent, Uzbekistan

27 June 2019

Application № 1 to the Order of Finance Minister
dated 27 December 2002 №140,
registered in the Ministry of Justice 24
January 2003 № 1209
Приложение № 1 к Приказу министра финансов
от 27 декабря 2002 г. № 140,
зарегистрированному МЮ 24 января 2003 г.
№ 1209

BALANCE SHEET - Form #1
БУХГАЛТЕРСКИЙ БАЛАНС Форма № 1

as at 31 December 2018
на 31 декабря 2018 года

	Codes Коды
Form 1 by OKUD Форма № 1 по ОКУД	0710001
Enterprise Fund for Reconstruction and Development of the Republic of Uzbekistan Предприятие, организация Фонд реконструкции и развития Республики Узбекистан	By OKPO по ОКПО 21258292
Type of industry Financing Вид деятельности Финансово-кредитная деятельность	By OKONH по ОКОНХ 96190
Legal form Организационно-правовая форма	By KOPF по КОПФ 2100
Ownership type State-owned Форма собственности Государственная	By KFS по КФС 213
Ministries Министерства, ведомства и другие	By COOGU по СООГУ 07794
Taxpayer identification number Идентификационный номер налогоплательщика	TIN ИНН 206635118
Territory Republic of Uzbekistan Территория Республика Узбекистан	MHOBT СОАТС 1726266
Address Amir Temur str, 101, Tashkent Адрес г.Ташкент, ул А.Темура 101	Sending date Дата высылки
Units of measurement Uzbek Soum, thousands Единица измерения тыс.сум	Receiving date Дата получения
	Submission date Срок предоставления

Explanatory notes on pages 22-29 are integral part of financial statements

Description Наименование показателя	Line number № строк	As at the beginning of the year На начало отчётного периода	As at the end of the year На конец отчётного периода
1	2	3	4
Assets / Актив			
I. Long - term assets / I. Долгосрочные активы			
Property, Plant and Equipment:			
Основные средства:			
At historical cost			
Первоначальная (восстановительная) стоимость (0100,0300)	10	757,215	736,248
Accumulated depreciation			
Сумма износа (0200)	11	369,900	418,046
Net book value (010-011)			
Остаточная (балансовая) стоимость (стр.010 - 011)	12	387,315	318,202
Intangible assets:			
Нематериальные активы:			
At historical cost			
Первоначальная стоимость (0400)	20	17,814	8,620
Accumulated depreciation			
Сумма амортизации (0500)	21	15,042	4,901
Net book value (020-021)			
Остаточная (балансовая) стоимость (стр.020 - 021)	22	2,772	3,719
Long-term investments, incl (040+050+060+070+080):			
Долгосрочные инвестиции, всего (стр.040+050+060+070+080), в том числе	30	44,717,047,338	57,032,827,553
Securities			
Ценные бумаги (0610)	40		
Investments in subsidiaries			
Инвестиции в дочерние хозяйственные общества (0620)	50	4,653,876,911	6,426,565,780
Investments in associates			
Инвестиции в зависимые хозяйственные общества (0630)	60	887,017,607	887,017,607
Investments in companies with foreign equity			
Инвестиции в предприятия с иностранным капиталом (0640)	70	885,605,158	1,083,430,728
Other long - term investments			
Прочие долгосрочные инвестиции (0690)	80	38,290,547,662	48,635,813,438
Equipment for installation			
Оборудование к установке (0700)	90	-	-
Capital investments			
Капитальные вложения (0800)	100	-	-
Long-term debtors			
Долгосрочная дебиторская задолженность (0910,0920,0930,0940)	110	-	-
Long-term future period expenses			
Долгосрочные отсроченные расходы (0950,0960,0990)	120	-	-
Total of Section I (012+022+030+090+100+110+120)			
Итого по разделу I (стр. 012+022+030+090+100+110+120)	130	44,717,437,425	57,033,149,474
II. Current assets / II. Текущие активы			
Inventories, total (150+160+170+180), incl.:			
Товарно-материальные запасы, всего (стр. 150+160+170+180) в том числе:	140	2,262	7,762
Production stocks			
Производственные запасы (1000,1100,1500,1600)	150	2,262	7,762
Work in progress			
Незавершенное производство (2000,2100,2300,2700)	160	-	-
Finish goods			
Готовая продукция (2800)	170	-	-
Merchandise (account 2900 less account 2980)			
Товары (2900 за минусом 2980)	180	-	-
Future period expenses			
Расходы будущих периодов (3100)	190	-	-
Deferred expenses			
Отсроченные расходы (3200)	200	-	-

Explanatory notes on pages 22-29 are integral part of financial statements

Description Наименование показателя	Line number № строк	As at the beginning of the year На начало отчётного периода	As at the end of the year На конец отчётного периода
1	2	3	4
Debtors, total (220+240+250+260+270+280+290+300+310) Дебиторы, всего (стр. 220+240+250+260+270+280+290+300+310)	210	57,603,921,005	56,246,289,347
Overdue amount из нее: просроченная	211	-	-
Settlements with customers and clients Задолженность покупателей и заказчиков (4000 за минусом 4900)	220	-	-
Settlements with subsidiaries Задолженность обособленных подразделений (4110)	230	-	-
Settlements with associates Задолженность дочерних и зависимых хозяйственных обществ (4120)	240	-	-
Advances to employees Авансы выданные персоналу (4200)	250	2,348	25,728
Advances to suppliers and contractors Авансы, выданные поставщикам и подрядчикам (4300)	260	56,413	22,381
Advances for taxes and other compulsory payments to the state budget (4400) Авансовые платежи по налогам и другим обязательным платежам в бюджет (4400)	270	-	-
Advances to special purpose funds and insurance Авансовые платежи в бюджет, государственные целевые фонды и по страхованию (4500)	280	-	-
Receivable from founder to charter capital Задолженность учредителей по вкладам в уставный капитал (4600)	290	57,014,674,875	55,027,009,010
Other settlements with employees Задолженность персонала по прочим операциям (4700)	300	-	-
Other debtors Прочая дебиторская задолженность (4800)	310	589,187,369	1,219,232,228
Total cash and cash equivalents (incl. 330+340+350+360) Денежные средства, всего (стр.330+340+350+360), в том числе:	320	1,090,890,145	815,479,372
Cash on hand Денежные средства в кассе (5000)	330	-	-
Cash on settlement account Денежные средства на расчетном счете (5100)	340	198,653,802	264,077,349
Foreign currencies Денежные средства в иностранной валюте (5200)	350	538,215,569	426,679,270
Other cash and cash equivalents Прочие денежные средства и их эквиваленты (5500,5600,5700)	360	354,020,774	124,722,753
Short-term investments Краткосрочные инвестиции (5800)	370	99,122,534,004	95,447,432,080
Other current assets Прочие текущие активы (5900)	380	-	-
Total of section II (140+190+200+210+230+320+370+380) Итого по разделу II (стр.140+190+200+210+230+320+370+380)	390	157,817,347,416	152,509,208,561
Total assets (130+190) Всего по балансу (стр. 130+390)	400	202,534,784,841	209,542,358,035

Explanatory notes on pages 22-29 are integral part of financial statements

Description Наименование показателя	Line number № строк	As at the beginning of the year На начало отчётного периода	As at the end of the year На конец отчётного периода
1	2	3	4
Equity & Liabilities / Пассив			
I. Sources of own funds			
I. Источники собственных средств			
Charter capital Уставный капитал (8300)	410	47,744,873,979	48,232,990,897
Additional paid in capital Добавленный капитал (8400)	420	3,668,302,839	6,145,293,865
Reserve capital Резервный капитал (8500)	430	22,552,159,837	109,304,626,931
Redeemed own shares Выкупленные собственные акции (8600)	440	-	-
Retained Earnings Нераспределенная прибыль (8700)	450	87,240,588,600	5,589,744,569
Special purpose receipts Целевые поступления и фонды (8800)	460	-	-
Reserves for future period expenses Резервы предстоящих расходов и платежей (8900)	470	-	-
Total of section I (410+420+430+440+450+460+470)	480	161,205,925,255	169,272,656,262
II. Liabilities			
II. Обязательства			
Long-term liabilities (500+520+530+540+550+560+570+580+590) Долгосрочные обязательства, всего (стр.500+520+530+540+550+560+570+580+590)	490	-	-
Incl: long-term payables (сатр. 500 + 520 + 540 + 560 + 590) в том числе: долгосрочная кредиторская задолженность (стр. 500 + 520 + 540 + 560 + 590)	491	-	-
Long-term payables to suppliers and contractors Долгосрочная задолженность поставщикам и подрядчикам (7000)	500	-	-
Long-term payables to subsidiaries Долгосрочная задолженность обособленным подразделениям (7110)	510	-	-
Long-term payables to associates Долгосрочная задолженность дочерним и зависимым хоз.обществам (7120)	520	-	-
Long-term accrued profits Долгосрочные отсроченные доходы (7210,7220,7230)	530	-	-
Long-term accrued settlements with state budget Долгосрочные отсроченные обязательства по налогам и обязательным платежам (7240)	540	-	-
Other long-term accrued liabilities Прочие долгосрочные отсроченные обязательства (7250, 7290)	550	-	-
Customers' prepayments received Авансы, полученные от покупателей и заказчиков (7300)	560	-	-
Long-term bank credits Долгосрочные банковские кредиты (7810)	570	-	-
Long-term borrowings Долгосрочные займы (7820,7830,7840)	580	-	-
Other long-term creditors Прочие долгосрочные кредиторские задолженности (7900)	590	-	-

Description Наименование показателя	Line number № строк	As at the beginning of the year На начало отчетного периода	As at the end of the year На конец отчетного периода
1	2	3	4
Total of current liabilities (610+630+640+650+660+670+680+690+700+710+720+730+740+750+760) Текущие обязательства, всего (стр.610+630+640+650+660+670+680+690+700+710+720+730+740+750+760)	600	41,328,859,586	40,269,701,773
including: current creditors (610+630+650+670+680+690+700+710+720+760) в том числе: текущая кредитор. задолженность (стр.610+630+650+670+680+690+700+710+720+760)	601	18,783,650	888,346
prolonged current creditors из нее: просроченная текущая кредиторская задолженность	602	-	-
Payable to suppliers and contractors Задолженность поставщикам и подрядчикам (6000)	610	21,557	73,417
Payable to associates Задолженность обособленным подразделениям (6110)	620	-	-
Payable to subsidiaries Задолженность дочерним и зависимым хозяйственным обществам (6120)	630	-	-
Deferred income Отсроченные доходы (6220,6230)	640	-	-
Accrued liabilities/payables to state budget Отсроченные обязательства по налогам и обязательным платежам (6240)	650	-	-
Other deferred liabilities Прочие отсроченные обязательства (6250,6290)	660	41,310,075,936	40,268,813,427
Prepayments received Полученные авансы (6300)	670	-	-
Payable to state budget Задолженность по платежам в бюджет (6400)	680	39,034	110,848
Payable for insurance Задолженность по страхованию (6510)	690	-	-
Payable to state special purpose funds Задолженность по платежам в государственные целевые фонды (6520)	700	18,641,759	292,032
Payable to founders Задолженность учредителям (6600)	710	-	-
Payable to employees Задолженность по оплате труда (6700)	720	80,170	411,916
Short-term bank credits Краткосрочные банковские кредиты (6810)	730	-	-
Short-term borrowings Краткосрочные займы (6820,6830,6840)	740	-	-
Part of long-term debts paid in one year Текущая часть долгосрочных обязательств (6950)	750	-	-
Other creditors Прочие кредиторские задолженности (6900 кроме 6950)	760	1,130	133
Total of section II (490+600) Итого по разделу II (стр.490+600)	770	41,328,859,586	40,269,701,773
Total equity and liabilities (480+770) Всего по балансу (стр. 480+770)	780	202,534,784,841	209,542,358,035

Explanatory notes on pages 22-29 are integral part of financial statements

Description Наименование показателя	Line number № строк	As at the beginning of the year На начало отчётного периода	As at the end of the year На конец отчётного периода
1	2	3	4
Fixed Assets rented for short term (001) Основные средства, полученные по краткосрочной аренде (001)	790	-	-
Inventory for warehousing (002) Товарно-материальные ценности, принятые на ответственное хранение (002)	800	-	-
Materials received for assembling (003) Материалы, принятые в переработку (003)	810	-	-
Materials received for commission (004) Товары, принятые на комиссию (004)	820	-	-
Equipment received for assembling (005) Оборудование, принятое для монтажа (005)	830	-	-
Accounting forms and blanks (006) Бланки строгой отчетности (006)	840	-	-
Bad debt write off to the expenses of the period (007) Списанная в убыток задолженность неплатежеспособных дебиторов (007)	850	-	-
Guarantee of liabilities and payments - received (008) Обеспечение обязательств и платежей – полученные (008)	860	-	-
Guarantee of liabilities and payments - given (009) Обеспечение обязательств и платежей – выданные (009)	870	-	-
Fixed assets given for financial lease (010) Основные средства, сданные по договору финансовой аренды (010)	880	-	-
Property received by the loan agreement (011) Имущество, полученное по договору ссуды (011)	890	-	-
Expenses, that would be excluded from taxbase in future periods (012) Расходы, исключаемые из налогооблагаемой базы следующих периодов (012)	900	-	-
Temporary tax incentives (by type) (013) Временные налоговые льготы (по видам) (013)	910	-	-
Inventory and office belongings (014) Инвентарь и хозяйственные принадлежности в эксплуатации (014)	920	-	-
Property obtained by agreement (co-operative activity) (015) Имущество, полученное по договору простого товарищества (совместной деятельности) (015)	930	-	-
Intangible assets obtained by a right to use (016) Нематериальные активы, полученные по праву пользования (016)	940	-	-

On behalf of Management:

Sh. Vafaev
Executive Director

27 June 2019
Tashkent, Uzbekistan



R. Khaytmetov
Chief Accountant

27 June 2019
Tashkent, Uzbekistan

Application № 2 to the Order of Finance
 Minister
 dated 27 December 2002 №140, registered
 in the Ministry of Justice
 24 January 2003 № 1209
 Приложение № 2 к Приказу министра
 финансов от 27 декабря 2002 г. № 140,
 зарегистрированному МЮ
 24 января 2003 г. № 1209

STATEMENT OF FINANCIAL RESULTS - Form #2
ОТЧЕТ О ФИНАНСОВЫХ РЕЗУЛЬТАТАХ - Форма № 2

from 1 January to 31 December 2018
с 1 января по 31 декабря 2018 года

		Codes Коды
	Form 2 by OKUD Форма № 2 по ОКУД	0710002
Enterprise Fund for Reconstruction and Development of the Republic of Uzbekistan Предприятие, организация Фонд реконструкции и развития Республики Узбекистан	By OKPO по ОКПО	21258292
Type of industry: Financing Вид деятельности Финансово-кредитная деятельность	By OKONH по ОКОНХ	96190
Legal form Организационно-правовая форма	By KOPF по КОПФ	2100
Ownership type State-owned Форма собственности Государственная	By KFS по КФС	213
Ministries Министерства, ведомства и другие	By COOGU по СООГУ	07794
Taxpayer identification number Идентификационный номер налогоплательщика	TIN ИНН	206635118
Territory Republic of Uzbekistan Территория Республика Узбекистан	MHOBT СОАТС	1726266
Address Amir Temur str, 101, Tashkent Адрес г. Ташкент, ул. А.Темуря 101	Sending date Дата высылки	
Units of measurement Uzbek Soum, thousands Единица измерения тыс. сум	Receiving date Дата получения	
	Submission date Срок предоставления	

Description Наименование показателя	Line number № строк	For the previous year		For the current year	
		За соответствующий период прошлого года		За отчётный период	
		Income (profit) Доходы (прибыль)	Expenses (loss) Расходы (убыток)	Income (profit) Доходы (прибыль)	Expenses (loss) Расходы (убыток)
1	2	3	4	5	6
Net turnover (goods, works, services) Чистая выручка от реализации продукции (работ, услуг)	10	-	X	-	X
Cost of sales (goods, work, services) Себестоимость реализованной продукции (работ, услуг)	20	X	-	X	-
Gross margin (010 - 020) Валовая прибыль (убыток) от реализации продукции (товаров, работ и услуг) (стр. 010-020)	30	X	-	X	-
Total of period expenses for the year Расходы периода, всего (стр. 050+060+070), в том числе:	40	X	3,012,235	X	5,846,647
Selling expenses Расходы по реализации	50	X	-	X	-
Administrative expenses Административные расходы	60	X	3,012,235	X	5,846,647
Other operating expenses Прочие операционные расходы	70	X		X	
Other operating income Прочие доходы от основной деятельности	90	636,715	X	378,234	X
Loss from operating activity (030- 040+090) Убыток от основной деятельности (стр. 030-040+090)	100	X	2,375,520	X	5,468,413
Total income from financial activities (120+130+140+150+160) Доходы от финансовой деятельности, всего (стр. 120+130+140+150+160), в том числе:	110	89,498,989,981	X	15,459,677,021	X
Dividends received Доходы в виде дивидендов	120	42,132,228	X	111,558,809	X
Interest income Доходы в виде процентов	130	842,395,993	X	2,703,175,916	X
Income from financial lease Доходы от финансовой аренды	140	-	X	-	X
Foreign exchange gains Доходы от валютных курсовых разниц	150	88,603,703,561	X	12,621,075,945	X
Commission fees Прочие доходы от финансовой деятельности	160	10,758,199	X	23,866,351	X

Description Наименование показателя	Line number № строк	For the previous year		For the current year	
		За соответствующий период прошлого года		За отчетный период	
		Income (profit) Доходы (прибыль)	Expenses (loss) Расходы (убыток)	Income (profit) Доходы (прибыль)	Expenses (loss) Расходы (убыток)
1	2	3	4	5	6
Expenses from financial activities (180+190+200+210) Расходы по финансовой деятельности, (стр. 180+190+200+210), в том числе:					
Interests paid Расходы в виде процентов	170	X	2,256,025,879	X	9,864,464,039
Financial leasing interest paid Расходы в виде процентов по финансовой аренде	180	X	-	X	-
Foreign exchange losses Убытки от валютных курсовых разниц	190	X	-	X	-
Other expenses on financial activity Прочие расходы по финансовой деятельности	200	X	1,851,231,879	X	9,077,298,028
Other expenses on financial activity Прочие расходы по финансовой деятельности	210	X	404,794,000	X	787,166,011
Profit before extraordinary items (100+110-170) Прибыль (убыток) от общехозяйственной деятельности (стр. 100+110-170)					
Extraordinary income / loss Чрезвычайные прибыли и (убытки)	220	X	87,240,588,582	-	5,589,744,569
Profit before tax (220+/-230) Прибыль (убыток) до уплаты налога на доходы (прибыль) (стр.220+/-230)	230	X	-	X	-
Profit tax Налог на прибыль	240	X	87,240,588,582	-	5,589,744,569
Other taxes and other necessary payments from profit Прочие налоги и другие обязательные платежи от прибыли	250	X	-	X	-
Net profit for the year (240-250- 260) Чистая прибыль (убыток) отчетного периода (стр. 240-250- 260)	260	X	-	X	-
	270		87,240,588,582	-	5,589,744,569

On behalf of Management:

Sh. Vafaev
Executive Director

27 June 2019
Tashkent, Uzbekistan



R. Khaytmetov
Chief Accountant

27 June 2019
Tashkent, Uzbekistan

**INFORMATION ON PAYMENTS TO BUDGET
СПРАВКА О ПЛАТЕЖАХ В БЮДЖЕТ**

Description Наименование показателя	Line code Код строки	Accrued Причисляется по расчету	Paid Фактически внесено
Income tax from legal entities Налог на доходы (прибыль) юридических лиц	280		
Income tax from individuals Налог на доходы физических лиц	290	768,052	623,850
including payments on individual accumulative pension accounts в том числе: отчисления в индивидуальные накопительные пенсионные счета граждан	291	72,388	75,202
Tax for consumption of gasoline, diesel and gas Налог на потребление бензина, дизельного топлива и газа	300		
VAT Налог на добавленную стоимость	310		
Excise Акцизный налог	320		
Tax on natural resources use Налог за пользование недрами	330		
Water tax Налог за пользование водными ресурсами	340		
Property tax Налог на имущество юридических лиц	350		
Land tax Земельный налог	360		
Unified tax Единый налоговый платеж	370		
Unified land tax Единый земельный налог	380		
Fixed tax Фиксированный налог	390		
Other taxes Прочие налоги	400		
Payments to governmental funds Обязательные отчисления в государственные целевые фонды	410		
Unified Social payments and insurance payments to state pension fund Единый социальный платеж страховые взносы граждан во внебюджетный Пенсионный фонд	440	1,216,337	1,037,936
Import duties Импортные таможенные пошлины	450		
Payments to local budget Сборы в местный бюджет	460		
Penalties for overdue budget payments Финансовые санкции за просроченные платежи в бюджет			
Total payments to budget (lines 280 - 470, excl. 291) Всего сумма платежей в бюджет (стр.с 280 по 470 кроме стр.291)	480	2,056,777	1,736,988

On behalf of Management:

Sh. Vafaev
Executive Director

27 June 2019
Tashkent, Uzbekistan



R. Khaytmetov
Chief Accountant

27 June 2019
Tashkent, Uzbekistan

Application № 4 to the Order of Finance
Minister
dated 27 December 2002 №140, registered
in the Ministry of Justice
24 January 2003 № 1209
Приложение № 4 к Приказу министра
финансов от 27 декабря 2002 г. № 140,
зарегистрированному МЮ
24 января 2003 г. № 1209

STATEMENT OF CASH FLOWS - Form #4
ОТЧЕТ О ДЕНЕЖНЫХ ПОТОКАХ - Форма № 4

from 1 January to 31 December 2018
с 1 января по 31 декабря 2018 года

		Codes Коды
	Form 4 by OKUD Форма № 4 по ОКУД	0710002
Enterprise Fund For Reconstruction and Development of the Republic of Uzbekistan Предприятие, организация Фонд реконструкции и развития Республики Узбекистан	By OKPO по ОКПО	21258292
Type of industry Financing Вид деятельности Финансово-кредитная деятельность	By OKONH по ОКОНХ	96190
Legal form Организационно-правовая форма	By KOPF по КОПФ	2100
Ownership type State-owned Форма собственности Государственная	By KFS по КФС	213
Ministries Министерства, ведомства и другие	By COOGU по СООГУ	07794
Taxpayer identification number Идентификационный номер налогоплательщика	TIN ИНН	206635118
Territory Republic of Uzbekistan Территория Республика Узбекистан	MXOBT COATO	1726266
Address Amir Temur str, 101, Tashkent Адрес г. Ташкент, ул. А.Темура 101	Sending date Дата высылки	
Units of measurement Uzbek Soum, thousands Единица измерения тыс. сум	Receiving date Дата получения	
	Submission date Срок предоставления	

Description Наименование показателя	Line code № строк	Inflow Приход	Outflow Расход
1	2	3	4
Operating activity Операционная деятельность			
Cash received from sales of goods (works, services) Денежные поступления от реализации продукции (товаров, работ и услуг)	10		
Payments to suppliers Денежные выплаты поставщикам за материалы, товары работы и услуги	20	131,549	1,190,552
Payments to personnel and on their behalf Денежные платежи персоналу и от их имени	30	80,869	2,327,235
Other operating payments and receipts Другие денежные поступления и выплаты от операционной деятельности	40	46,704,665	852,070,337
Total: net cash flow from operating activity (010-020-030+/-040) Итого: чистый денежный приток / отток от операционной деятельности (стр. 010-020-030+/-040)	50		808,671,041
Investment activity Инвестиционная деятельность			
Purchase and sale of fixed assets Приобретение и продажа основных средств	60		16,087
Purchase and sale of intangible assets Приобретение и продажа нематериальных активов	70		6,375
Long/short-term investments Приобретение и продажа долгосрочных и краткосрочных инвестиций	80		1,961,543,576
Other cash inflow and outflow from investment activity Другие денежные поступления и выплаты от инвестиционной деятельности	90	3,110,692,626	12,087,418,484
Total: net inflow/outflow from investment activity (060+/-070+/-080+/-090) Итого: чистый денежный приток / отток от инвестиционной деят-ти (стр.060+/-070+/-080+/-090)	100		10,938,291,895
Financing activity Финансовая деятельность			
Interests received and paid Полученные и выплаченные проценты	110	2,037,431,797	
Dividends received and paid Полученные и выплаченные дивиденды	120	108,746,817	
Proceeds from issues of equity shares Денежные поступления от выпуска акций или других инструментов связанных с собственным капиталом	130	3,423,394,383	
Payments on purchase and redemption of own shares Денежные выплаты и поступления при выкупе и реализации собственных акций	140		
Payments and receipts from long-term and short-term debtors Денежные поступления и выплаты по долгосрочным и краткосрочным кредитам и займам	150		
Receipts and payments on financial leasing contracts Денежные поступления и платежи по финансовой аренде	160		
Other cash inflow and outflow from financial activity Другие денежные поступления и выплаты от финансовой деятельности	170		
Total: Net cash flow from financing activity (110+120+130+140+150+160+170) Итого: Чистый денежный приток / отток от финансовой деятельности (стр.110+120+130+140+150+160+170)	180	5,569,572,997	

Explanatory notes on pages 22-29 are integral part of financial statements

Description Наименование показателя	Line code № строк	Inflow Приход	Outflow Расход
1	2	3	4
Taxation Налогообложение			
Income/profit tax paid Уплаченный налог на доход (прибыль) и (налог на валовый доход)	190		
Other taxes paid Уплаченные прочие налоги	200		1,765,829
Total: Taxes paid (190+200) Итого: уплаченные налоги (стр. 190+200)	210		1,765,829
Total: Net cash flow from operating, investment and financing activities (050+/-100+/-180-210) Итого: чистый денежный приток / отток от финансово- хозяйственной деятельности (стр. 050+/-100+/-180-210)	220		6,179,155,769
Balance of exchange rate difference, formed from revaluation of cash and cash equivalents in foreign currency Сальдо курсовых разниц, образовавшихся от переоценки денежных средств в иностранной валюте	221	9,936,540,574	7,707,897,502
Cash at the beginning of the year Денежные средства на начало года	230	100,213,424,149	
Cash at the end of the year Денежные средства на конец года	240	96,262,911,452	

FOREIGN CURRENCY CASHFLOW STATEMENT СПРАВКА О ДВИЖЕНИИ ДЕНЕЖНЫХ СРЕДСТВ В ИНОСТРАННОЙ ВАЛЮТЕ		
Description Наименование показателей	line code № строки	Amount Сумма
Balance as at the beginning of the year Остаток на начало года	250	100,213,424,149
Total foreign currency received (line 261+262+263+264), including: Поступило валютных средств, всего (стр. 261+262+263+264) в том числе	260	8,707,076,467
Sales proceeds Выручка от реализации	261	-
-Converted Проконвертировано	262	5,519,876,747
-From investment activity По инвестиционной деятельности	263	3,133,030,749
-Other sources Другие источники	264	54,168,971
Total foreign currency spend (line 271+272+273+274), including: Израсходовано валютных средств, всего (стр. 271+272+273+274), в том числе	270	15,247,739,857
Long/short-term investments Приобретение и продажа долгосрочных и краткосрочных инвестиций	271	191,666,700
Payments to suppliers and contractors Выплаты поставщикам и подрядчикам	272	106,125
Payments for investment activity Выплаты по инвестиционной деятельности	273	12,087,418,484
Other payments На другие цели	274	2,968,548,548
Balance of exchange rate difference, formed from revaluation of foreign currency Сальдо курсовых разниц, образовавшихся от переоценки денежных средств в иностранной валюте	280	2,201,350,591
Balance as at the end of the year (line 250+260-270+/-280) Остаток на конец года (стр. 250+260-270+/-280)	290	95,874,111,350

On behalf of Management:


Sh. Vafaev
Executive Director

27 June 2019
Tashkent, Uzbekistan




R. Khaytmetov
Chief Accountant

27 June 2019
Tashkent, Uzbekistan

Application № 5 to the Order of Finance Minister
dated 27 December 2002 №140, registered
in the Ministry of Justice
24 January 2003 № 1209
Приложение № 5 к Приказу министра
финансов от 27 декабря 2002 г. № 140,
зарегистрированному МЮ
24 января 2003 г. № 1209

STATEMENT OF SHAREHOLDERS' EQUITY - Form #5

ОТЧЕТ О СОБСТВЕННОМ КАПИТАЛЕ - форма № 5

from 1 January to 31 December 2018
с 1 января по 31 декабря 2018 года

		Codes Коды
Form 5 by OKUD Форма № 5 по ОКУД		0710005
Enterprise Fund For Reconstruction and Development of the Republic of Uzbekistan Предприятие, организация Фонд реконструкции и развития Республики Узбекистан	By OKPO по ОКПО	21258292
Type of industry Financing Вид деятельности Финансово-кредитная деятельность	By OKONH по ОКОНХ	96190
Legal form Организационно-правовая форма	By KOPF по КОПФ	2100
Ownership type State-owned Форма собственности Государственная	By KFS по КФС	213
Ministries Министерства, ведомства и другие	By COOGU по СООГУ	07794
Taxpayer identification number Идентификационный номер налогоплательщика	TIN ИНН	206635118
Territory Republic of Uzbekistan Территория Республика Узбекистан	MXOBT COATC	1726266
Address Amir Temur str, 101, Tashkent Адрес г. Ташкент, ул. А.Темура 101	Sending date Дата высылки	
Units of measurement Uzbek Soum, thousands Единица измерения тыс. сум	Receiving date Дата получения	
	Submission date Срок предоставления	

Description Наименование показателя	Line number № строк	Charter capital Уставный капитал	Additional paid in capital Добавленный капитал	Reserve capital Резервный капитал	Retained earning Нераспределенная прибыль	Purchased own shares Выкупленные собственные акции	Special purpose funds Целевые поступления и прочие	TOTAL ИТОГО
1	2	3	4	5	6	7	8	9
Balance as at the beginning of the year Остаток на начало года	10	47,744,873,979	3,668,302,839	22,552,159,837	87,240,588,600	-	-	161,205,925,255
Increase in share capital in accordance with Presidential Decree Увеличение уставного капитала согласно постановлению президента	20	X	X	X	X	X	X	-
Revaluation of long-term assets Переоценка долгосрочных активов	30	X	X	(4,588)	X	X	X	(4,588)
Exchange difference arisen on charter capital formation Валютная курсовая разница при формировании уставного фонда	40	X	2,476,991,026	X	X	X	X	2,476,991,026
Allocation to reserves in accordance with the decision of Council of the Fund Отчисления в резервный капитал согласно решению Совета Фонда	50	X	X	86,752,471,682	(87,240,588,600)	X	X	(488,116,918)
Current year retained profit (loss) Нераспределенная прибыль (убыток) текущего года	60	X	X	X	5,589,744,569	X	X	5,589,744,569
Property received free of charge Безвозмездно полученное имущество	70	X	X	X	X	X	X	-
Special purpose funds received Полученные средства по целевому назначению	80	X	X	X	X	X	X	-
Formation of charter from retained earnings in accordance with the decision of Council of the Fund Формирование уставного капитала за счет нераспределенной прибыли согласно решению Совета Фонда	90	488,116,918	X	X	X	X	X	488,116,918
Other sources Прочие источники формирования уставного капитала	100	X	X	X	X	X	X	-
Balance as at the end of the year Остаток на конец года	110	48,232,990,897	6,145,293,865	109,304,626,931	5,589,744,569	-	-	169,272,656,262

Description	line code	Charter capital	Additional paid in capital	Reserve capital	Retained earning	Purchased own shares	Special purpose funds	TOTAL
Наименование показателя	№ строк	Уставный капитал	Добавленный капитал	Резервный капитал	Нераспределенная прибыль	Выкупленные собственные акции	Целевые поступления и прочие	ИТОГО
1	2	3	4	5	6		7	8
Increase (+) or decrease (-) in equity Увеличение "+" или уменьшение (-) собственного капитала	120	488,116,918	2,476,991,026	86,752,467,094	(81,650,844,031)	-	-	8,066,731,007
FOR INFORMATION: / СПРАВОЧНО:								
Number of shares issued Количество выпущенных акций, шт.	130	X	X	X	X	X	X	-
Including: / В том числе:								
Preference Привилегированные	131	X	X	X	X	X	X	-
Ordinary Простые	132	X	X	X	X	X	X	-
Par value (face value) of shares Номинальная стоимость акции	140	X	X	X	X	X	X	-
Number of shares outstanding Количество акций в обращении, шт.	150	X	X	X	X	X	X	-
Including: / В том числе:								
Preference Привилегированные	151	X	X	X	X	X	X	-
Ordinary Простые	152	X	X	X	X	X	X	-

On behalf of Management:

Sh. Vafaev
Executive Director

27 June 2019
Tashkent, Uzbekistan




R. Khaytmetov
Chief Accountant

27 June 2019
Tashkent, Uzbekistan



FUND FOR RECONSTRUCTION AND DEVELOPMENT OF THE REPUBLIC OF UZBEKISTAN

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018 (in thousands of Uzbek Soums)

1. REPORTING ENTITY

The Fund for Reconstruction and Development of the Republic of Uzbekistan (the “Fund”) was established by the Decree of the President of the Republic of Uzbekistan #3751 “On Creation of Fund for Reconstruction and Development” dated 11 May 2006 and is a financial organization under the Cabinet of Ministers. The Fund was registered by Yunus-Abad Khokimiyat, Tashkent, on 7 June 2006 and is located at 101, Amir Temur Avenue, Tashkent 100084, Uzbekistan.

The founder of the Fund is the Government of the Republic of Uzbekistan, which is represented by the Ministry of Finance.

The Fund carries out its activity with the purpose of the realization of modernization projects and technical re-equipment of key sectors of the economy, to achieve dynamic, stable and balanced social and economic development of the country and to realize effective, structural and investment policies.

The key objectives of the Fund are the following:

- Securing and accumulating financial assets of the Government;
- Financing of projects, which are key to the realization of priority tasks in the economic development, structural changes and production modernization;
- Financing of renovation and technical re-equipment programs of strategically important enterprises, primarily basic economic sectors;
- Financing of projects, aimed at technical re-equipment and improving the rate and volume of production in fuel and energy industries, chemical industry, engineering and non-ferrous metallurgy industries;
- Financing the realization of State’s socially important programs and projects on creating production and nonproduction infrastructure, mainly in under-developed regions;
- Financing the modernization and development of transport and telecommunication infrastructure setting up conditions to integrate Uzbekistan into international communication networks, which provide the shortest access to international transport corridors and world markets;
- Organizing joint financing projects together with international financial institutions, credit organizations of the Republic of Uzbekistan and other countries.

The Fund finances or co-finances investment projects:

- Through long-term loans upon request of trustee banks. The Board of the Fund has determined the trustee banks to be the following commercial banks:
 - National bank for foreign economic activity of the Republic of Uzbekistan (NBU of FEA RUz),
 - Joint-Stock Commercial Bank “Asaka Bank”,
 - Joint-Stock Commercial Bank “Uzbek Industrial and Construction Bank”,
 - Joint-Stock Commercial Mortgage Bank “Ipoteka bank”, and
 - Joint-Stock Commercial Bank “Agrobank”.
- On a grant basis – based on the instruction from the Ministry of Finance coordinated with the Ministry of Economy and Industry of the Republic of Uzbekistan.

In order to enhance the Fund’s financial stability and profitability it has entered into a trust management agreement with the Central Bank of the Republic of Uzbekistan (“CBU”) whereby the Fund can place free cash balances with the CBU to invest in highly liquid, reliable foreign financial instruments.

As at 31 December 2018, the number of employees was 28 (2017: 23).

FUND FOR RECONSTRUCTION AND DEVELOPMENT OF THE REPUBLIC OF UZBEKISTAN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018 (in thousands of Uzbek Soums)

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation. These financial statements have been prepared in accordance with the reporting requirements of the National Accounting Standards of the Republic of Uzbekistan (“NAS”), published by the Ministry of Finance of the Republic of Uzbekistan. The Fund’s policy stipulates the financial statements preparation on the basis of historical cost convention as modified by the certain assets subject to annual revaluation in accordance with the accounting and reporting requirements of NAS.

The preparation of statutory accounting reports in compliance with NAS requires management to make estimates and assumptions affecting the reported amounts of assets, liabilities, revenues and expenses, and the disclosure of contingent assets and liabilities. Actual results may differ from those estimates and assumptions.

Presentation currency. These financial statements are presented in national currency – Uzbekistan Soum (“UZS”). Transactions denominated in foreign currency are translated into the national currency at the rate of the CBU at the transaction date.

Long-term investments. Financial investments are initially and subsequently recorded at cost, which includes broker’s commission, bank commission, duties and other expenses. Financial results include dividends on long-term investments.

Long term debtors and receivables. Long term debtors are initially and subsequently recorded at cost, which represent loans issued to borrowers. The related interest receivable is shown in “Other debtors” section.

Impairment of financial assets. The Fund estimates at each reporting date whether there are indicators of possible impairment of the financial asset. If there is an impairment of accrued interest receivable, loans, or other interest-bearing financial instruments, this means that interest accrual on balance sheet accounts should be stopped.

In assessing whether there is any indication of a possible impairment of the asset, the Fund considers external sources of information (for example, during this period there have been significant changes in technological, market, economic or legislative conditions that adversely affected the business entity) and internal sources of information.

Cash and cash equivalents. Cash and cash equivalents consist of cash on hand, cash on settlement account, and short – term investments of the Fund.

Balances in foreign currency in bank accounts are translated to UZS at the moment of transaction and at the end of each month (see “Foreign currency transaction and translation”).

All cash inflows and outflows during the year denominated in UZS are reflected in the statement of cash flows.

Movements of currency funds translated into UZS at CBU rate prevailing at the transaction date are also reflected in the statement of currency funds movements prepared in addition to the statement of cash flows.

Expense recognition. Expenses are recorded on an accrual basis and recorded in the financial results during the period they relate to regardless of when paid for.

Income and expenses from financing activities. Income and expenses from financing activities include interest income from the placement of cash balances temporarily available, transferred to the trust management, interest income from loans issued to commercial banks.

Income and expenses from financing activities also include foreign exchange gains and losses recognized in the statement of financial results as described in “Foreign currency transactions and translation” paragraph.

FUND FOR RECONSTRUCTION AND DEVELOPMENT OF THE REPUBLIC OF UZBEKISTAN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018 (in thousands of Uzbek Soums)

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables from founder to charter capital. The charter capital of the Fund was initially established in USD and the receivables from founders to the charter capital account was recorded at the exchange rate of the Central Bank of the Republic of Uzbekistan at the date of registration of charter capital. Subsequent changes of the account occur as a result of fluctuations in the official exchange rate and are recorded in "Other deferred liabilities" account within current liabilities section. The exchange gain from revaluation of receivable from founders is recorded in "Other deferred liabilities" account until the cash is received and when the cash is received it is recognized in "Additional paid in capital" account within the Equity section. As at 31 December 2018, other deferred liabilities were equal to UZS 40,268,813,427 thousand (2017: UZS 41,310,075,936 thousand).

Foreign currency transactions and translation. The Fund translates all balance sheet items denominated in foreign currencies into UZS at the official exchange rate published by the CBU at the last date of the month and at the date of business transaction. The exchange gain or loss from transactions with balance sheet items, except for receivables from founders to charter capital, denominated in foreign currencies are recognized in the statement of financial results.

Additional paid-in capital. The positive exchange rate difference in the formation of the Fund's charter capital, arising between the rates of the Central Bank of the Republic of Uzbekistan as of the date of registration of the constituent documents and the date of the actual contribution to the Charter Capital, is reflected in accounting as an additional paid-in capital. Negative exchange rate difference in the formation of the Fund's charter capital, arising between the rates of the Central Bank of the Republic of Uzbekistan as of the date of registration of the constituent documents and the date of the actual contribution to the Charter Capital, is reflected in the accounting as an additional paid-in capital and accounted for in the debit of the additional paid-in capital account, exchange rate differences in the formation of charter capital. Excess of the amount of the negative exchange rate difference over the amount of the positive exchange rate difference in the formation of the Charter Capital is charged to expenses related to the financial activities of the Fund.

Reserve capital. The creation of the reserve capital is reflected in the credit of the reserve capital account in correspondence with the account of the retained earnings of the reporting period. The use of reserve capital is accounted for under the reserve capital account in correspondence with the accounts of consumers of these funds. The official exchange rates of CBU are as follows:

Currency	31 December 2018	31 December 2017
	UZS	UZS
1 USD	8,339.55	8,120.07
1 Euro	9,479.57	9,624.72
1 Pound Sterling	10,532.85	10,850.04
1 Japanese Yen	74.99	71.68

FUND FOR RECONSTRUCTION AND DEVELOPMENT OF THE REPUBLIC OF UZBEKISTAN

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018
(in thousands of Uzbek Soums)**

3. DISCLOSURES TO FINANCIAL STATEMENTS

Long-term investments.

	<i>Ownership 2018 (%)</i>	<i>Ownership 2017 (%)</i>	31 December 2018	31 December 2017
Investments				
JSCB "Asaka"	69.2%	69.2%	1,453,121,400	1,453,121,400
JSCB "Uzbek Industrial and Construction Bank"	56.0%	63.8%	1,046,750,371	921,904,120
JSCB "Agro Bank"	56.3%	66.7%	1,217,506,416	890,106,416
JSCB "Xalq Bank of the Republic of Uzbekistan"	48.8%	52.9%	801,961,040	552,500,000
JSCMB "Ipoteka Bank"	53.6%	60.9%	523,870,000	510,000,000
JSCB "TURONBANK"	87.9%	66.0%	665,358,951	177,978,950
JSCB "Aloqabank"	75.6%	51.2%	666,541,600	121,110,000
JSCB "Uzagroexportbank"	75.0%	75.0%	50,846,002	26,546,025
"O'zshahar Qurilish Invest" LLC	61.0%	61.0%	610,000	610,000
Total investments in subsidiaries			6,426,565,780	4,653,876,911
JSCB "Qishloq Qurilish Bank"	41.3%	41.3%	443,125,273	443,125,273
JSCB "Microcreditbank"	35.0%	40.9%	242,586,324	242,586,324
NBU of FEA Ruz	0.0%	0.0%	200,476,410	200,476,410
"Qishloq Qurilish Invest" Engineering company	20.7%	20.7%	829,600	829,600
Total investments in associates			887,017,607	887,017,607
"Toskent Metallurgiya Zavodi" FE	49.9%	49.9%	555,954,190	435,051,868
"Uzbek-Omon Investment Copmany" LLC	25.0%	25.0%	521,221,875	444,463,237
"Uzomankapital" LLC	25.0%	25.0%	6,254,663	6,090,053
Total investments in companies with foreign equity			1,083,430,728	885,605,158
Total Long-Term Investments			8,397,014,114	6,426,499,676

According to the Decree of the President of the Republic of Uzbekistan from 16.06.2017, №PP-3066, the Fund increased government's share in two State owned banks, JSCB "Xalq Bank of the Republic of Uzbekistan" and JSCMB "Ipoteka Bank", for an amount equivalent to UZS 263.3 bln. The amount was fully transferred during 2018.

In addition, during 2018, the Fund acquired an additional equity shares for an amount equivalent to UZS 124.8 bln with JSCB "Uzpromstroybank", UZS 327.4 bln with JSCB "Agrobank", UZS 545.4 bln with JSCB "Aloqabank", in accordance with the Decree of the President of the Republic of Uzbekistan №PP-4015 dated 13-11-18 and №PP-3869 dated 18.07.2018, respectively.

Also during 2018, the Fund bought additional equity shares amounting UZS 487.4 billion from JSCB "Turonbank" in accordance with the Decree of the President of the Republic of Uzbekistan dated 19.02.2018, №PP-3540.

During 2018, Fund made a contribution to charter capital of "Construction of Toshkent Metallurgiya Zavodi" FE of EUR 13.4 mln. in accordance with the Decree of the President of the Republic of Uzbekistan №PP-2874 dated 07.04.2017 and will make an additional contribution of EUR 6.2 mln. in 2019.

FUND FOR RECONSTRUCTION AND DEVELOPMENT OF THE REPUBLIC OF UZBEKISTAN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

(in thousands of Uzbek Soums)

3. DISCLOSURES TO FINANCIAL STATEMENTS (CONTINUED)

Long-term loans. The Fund issued long-term loans to the following State owned banks, for the purpose of further refinancing of the State approved projects:

	31 December 2018	31 December 2017
- NBU FEA Ruz	19,232,543,703	13,312,364,026
- JSCB "Uzbek Industrial and Construction Bank"	12,325,416,054	11,218,455,712
- JSCB "Asaka"	11,078,970,741	10,037,819,937
- JSCMB "Ipoteka bank"	4,260,991,175	3,687,041,618
- JSCB "Agrobank"	721,738,787	34,866,368
- JSCB "Xalq Bank of the Republic of Uzbekistan"	627,234,235	-
- JSCB "Microcreditbank"	375,655,030	-
- JSCB "TURONBANK"	9,090,110	-
- JSCB "Qishloq Qurilish Bank"	4,173,945	-
Total long-term debtors	<u>48,635,813,780</u>	<u>38,290,547,662</u>

Other debtors. Other debtors represent the following balances:

	31 December 2018	31 December 2017
Interest receivable on loans	1,215,961,576	587,543,983
Other interest and commission receivable	3,269,014	1,641,994
Social payments	1,638	1,392
Total other debtors	<u>1,219,232,228</u>	<u>589,187,369</u>

As at 31 December 2018, interest receivable of UZS 1,215,961,576 thousand represents accrued but not received interest on loans issued to authorized banks (2017: UZS 587,543,983 thousand).

As at 31 December 2018, other interest and commission receivables made of UZS 3,268,145 thousand (2017: UZS 1,641,994 thousand) represent the commission fees payable to the Fund for organization of the credit paid before its commencement and liability fee paid during the period of credit use.

Receivables from founder to charter capital. As at 31 December 2018 receivable from founder to charter capital is UZS 55,027,009,010 thousand (2017: UZS 57,014,674,875 thousand). The charter capital was increased in accordance with Presidential Decree # 2140 dated 5 March 2014 on "Additional measures for strengthening resources basis of the Fund for Reconstruction and Development of the Republic of Uzbekistan".

Cash and cash equivalents and short term investments. Short term investments comprise investment placements to the CBU from cash balances temporarily available in accordance with trust management agreement. According to the President's Decree of the Republic of Uzbekistan #PP-350 dated 16 May 2006, and under the trust management agreement between the Fund and the CBU free cash balances may be placed in the following foreign financial instruments denominated in USD, EUR, GBP and JPY:

- Cash and short-term deposits in leading foreign banks;
- Reliable and liquid government securities and other debt liabilities of economically developed countries;
- Securities of foreign financial institutions.

FUND FOR RECONSTRUCTION AND DEVELOPMENT OF THE REPUBLIC OF UZBEKISTAN

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018
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3. DISCLOSURES TO FINANCIAL STATEMENTS (CONTINUED)

Trust management is carried out by the CBU without charging fees for service.

	31 December 2018	31 December 2017
Short Term investments in the CBU under a trust management agreement	95,447,432,080	99,122,534,004
Deposits for Future Stock Subscriptions	124,722,753	354,020,774
Cash in CBU in foreign currencies	426,679,270	538,215,569
Cash in CBU in national currency	264,077,349	198,653,802
Total cash and cash equivalents	96,262,911,452	100,213,424,149

Deposits for Future Stock Subscriptions represent funds, which are transferred to the special accounts opened in commercial banks for the purpose of purchasing shares until their State registration.

Cash balances with CBU in national and foreign currencies include cash held to meet needs for investment activities based on the State budget needs of the Fund.

Charter capital. The Decree of the President of the Republic of Uzbekistan and decisions made by the Council of the Fund are used as a valid basis for the registration of changes in charter capital and for the respective accounting journal entries.

The Fund was registered with a charter capital of USD 1 billion on 7 June 2006 in accordance with the Decree of the President of the Republic of Uzbekistan.

Date	Amount	Comment
07/06/2006	1,222,050,000	The Fund was registered
20/03/2008	5,197,920,000	Charter capital increased and re-registered
06/08/2008	46,412,747	The charter capital was increased from prior year retained earnings
17/07/2009	75,044,271	The charter capital was increased from prior year retained earnings
11/08/2010	8,050,000,000	Charter capital increased and re-registered
26/11/2010	55,791,007	The charter capital was increased from prior year retained earnings
31/12/2011	66,264,975	The charter capital was increased from prior year retained earnings
09/03/2012	9,160,950,000	Charter capital increased and re-registered
09/11/2012	108,748,058	The charter capital was increased from prior year retained earnings
30/12/2013	152,538,921	The charter capital was increased from prior year retained earnings
05/03/2014	22,366,600,000	Charter capital increased and re-registered
17/12/2014	211,008,078	The charter capital was increased from prior year retained earnings
14/12/2015	250,919,924	The charter capital was increased from prior year retained earnings
31/12/2016	295,902,275	The charter capital was increased from prior year retained earnings
31/12/2017	484,723,723	The charter capital was increased from prior year retained earnings
31/12/2018	488,116,918	The charter capital was increased from prior year retained earnings
Total:	48,232,990,897	

Additional paid in capital. Additional paid in capital in the amount of UZS 6,145,293,865 thousand (2017: UZS 3,668,302,839 thousand) represents exchange rate differences resulting from changes in the exchange rate of USD between the date of registration of the amendments to charter agreement and the date of actual contribution to charter capital.

Reserve capital. Reserve capital mainly comprises appropriations from retained earnings of UZS 109,304,626,931 thousand (2017: UZS 22,552,159,837 thousand) to cover future losses and for other purposes which is required by the President's decree.

FUND FOR RECONSTRUCTION AND DEVELOPMENT OF THE REPUBLIC OF UZBEKISTAN

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018
(in thousands of Uzbek Soums)**

3. DISCLOSURES TO FINANCIAL STATEMENTS (CONTINUED)

Administrative expenses. Administrative expenses comprise the following:

	Year ended 31 December 2018	Year ended 31 December 2017
Staff costs	4,680,189	2,003,648
Depository services	323,477	63,912
Maintenance charges	203,160	164,276
Professional expenses	205,091	125,469
Business trip expenses	189,915	470,745
Depreciation and Amortization	90,628	36,185
Communications and internet	48,557	44,302
Fuel	45,892	33,583
Stationary expenses	42,588	25,040
Representation expenses	11,439	32,056
Other expenses	5,711	13,020
Total administrative expenses	5,846,647	3,012,235

Income from financing activity. Income from financing activity comprises the following:

	Year ended 31 December 2018	Year ended 31 December 2017
Foreign exchange gains	12,621,075,945	88,603,703,561
Interest on loans	1,636,139,751	533,392,964
Interest on deposits	1,067,036,165	309,003,029
Dividends received	111,558,809	42,132,228
Commission fees	23,866,351	10,758,199
Total income from financial activity	15,459,677,021	89,498,989,981

4. TAXATION

According to the Decree of the President of the Republic of Uzbekistan #3751 dated 11 May 2006, the Fund is exempt from all forms of taxes, fees, duties and mandatory allocations to the State funds except for social security contributions.

5. LEGAL PROCEEDINGS

In the Management's opinion, there are no current legal proceedings or claims which can impact operating results or financial position of the Fund and which were not recognized or disclosed in the financial statements.

FUND FOR RECONSTRUCTION AND DEVELOPMENT OF THE REPUBLIC OF UZBEKISTAN

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018
(in thousands of Uzbek Soums)**

6. SUBSEQUENT EVENTS

During the period from 1 January 2019 to 27 June 2019, the Fund received UZS 1,636,449,372 thousand from the Government as a contribution to charter capital.

During the period from 1 January 2019 to 27 June 2019, the Fund acquired an additional equity shares of JSCB "Uzbek Industrial and Construction Bank" for an amount equivalent to UZS 292 bln., JSCMB "Ipoteka Bank" in the amount of UZS 417 bln., JSCB "Asaka" in the amount of UZS 676 bln. and increased charter capital of "Toskent Metallurgiya Zavodi" FE by EUR 6.2 mln.

On behalf of management:



Sh. Vafaev
Executive Director

27 June 2019
Tashkent, Uzbekistan





R. Khaytmetov
Chief Accountant

27 June 2019
Tashkent, Uzbekistan