

Explanatory Note
to financial statements of “Damu” Entrepreneurship Development Fund” JSC
for the 1st quarter of 2024

Main areas of activity

“Damu” Entrepreneurship Development Fund” JSC (hereinafter referred to as the “Fund”) was established in accordance with Government Decision No. 665 dated 26 April 1997. The Fund is registered and operates in the territory of the Republic of Kazakhstan as a joint-stock company.

The main activities of the Fund are financing within the framework of lending programs through second-level banks, microfinance organizations and leasing companies, subsidy of interest rates, guarantee, consulting support, dissemination of information and analytical materials. The fund uses its own and borrowed funds to finance SMBs in Kazakhstan.

The fund has 20 regional branches. Its head office is located in Almaty, Kazakhstan. As of March 31, 2024, the Fund employed 429 employees.

Registered legal address of the Fund: Republic of Kazakhstan, Almaty, Gogol St., 111.

The sole shareholder of the Fund is “National Management Holding “Baiterek” JSC. The ultimate controlling party of the Fund is the Government of the Republic of Kazakhstan.

Basis of preparation of financial statements

These financial statements have been prepared in accordance with the International Financial Reporting Standards and are presented in thousands of tenge.

Explanation of Balance Sheet

Decryption to balance sheet items:

1. Short-term assets:

Cash and cash equivalents: Bank balances at the end of the reporting period, net of allowance for impairment, amounted 213,265,730 thousand tenge. Below is a transcript of the articles.

thousand tenge

	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
Current accounts in NB and STB bank accounts	175 040 966	82 521 330
Purchase and reverse sale agreements ("reverse repo") with original maturity less than three months	38 224 764	42 417 787
Notes of NB RK with an initial maturity of less than three months	-	35 865
Total	213 265 730	124 974 982

Short-term financial assets at amortized cost: Carrying amount at the end of the reporting period was 35,288,141 thousand tenge. Below is a transcript of the articles.

thousand tenge

	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
Loans issued to customers	837 163	1 055 244
Loans issued to financial institutions, including those issued under Islamic finance programs	18 602 815	15 323 761
Bank deposits with original maturities greater than three months	15 042 545	10 063 509
Total	34 482 523	26 442 514

Including short-term investment securities valued at amortised cost of an amount 805,618 thousand tenge

	<i>thousand tenge</i>	
	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
Bonds of other corporate issuers	805 618	822 838
Total	805 618	822 838

Short-term financial assets at fair value through other comprehensive income: Carrying/fair value of the securities at the end of the reporting period was 3,214,837 thousand tenge. Below is the transcript.

	<i>thousand tenge</i>	
	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
MF RK	3 184 456	1 433 741
«SWF «Samruk-Kazyna» JSC	30 381	12 728
Total	3 214 837	1 446 469

Short-term financial assets accounted for at fair value through profit or loss: Carrying/fair value of the securities at the end of the reporting period was 965 thousand tenge. Below is the transcript.

	<i>thousand tenge</i>	
	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
Bonds of Ministry of Finance of Kazakhstan	965	5 919
Total	965	5 919

The current income tax amounted 2,539,318 thousand tenge.

2. Long-term assets:

Long-term financial assets estimated at amortized cost at the end of the reporting period amounted 261,245,716 thousand tenge. Below is a transcript of the articles.

	<i>thousand tenge</i>	
	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
Loans issued to customers	97 806	159 510
Loans issued to financial institutions, including under Islamic finance programs	211 302 960	208 815 378
Bank deposits with original maturities greater than three months	49 844 950	49 836 438
Total	261 245 716	258 811 326

Long-term financial assets at fair value through other comprehensive income: Carrying/fair value of the securities at the end of the reporting period amounted 3,271,502 thousand tenge.

Below is the transcript.

	<i>thousand tenge</i>	
	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
«SWF «Samruk-Kazyna» JSC	3 271 502	3 349 296
Total	3 271 502	3 349 296

Long-term financial assets accounted for at fair value through profit or loss: Carrying/fair value of the securities at the end of the reporting period was 70,782 thousand tenge. Below is the transcript.

thousand tenge

	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
Bonds of Ministry of Finance of Kazakhstan	70 782	67 599
Total	70 782	67 599

Fixed assets: The carrying value of assets in property, plant and equipment at the end of the reporting period amounted 2,025,507 thousand tenge. Accumulated depreciation of fixed assets at the end of the reporting period amounted 2,053,112 thousand tenge.

Intangible assets: The carrying value of intangible assets at the end of the reporting period amounted 241,619 thousand tenge, including software and licenses. Accumulated amortization of intangible assets at the end of the reporting period amounted 746,630 thousand tenge.

3. Short-term liabilities:

Short-term financial liabilities measured at amortised cost at the end of the reporting period amounted 6,076,664 thousand tenge. Below is the transcript:

thousand tenge

	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
«NMH «Baiterek» JSC	106 986	65 486
Municipal authorities	5 964 346	4 719 346
Loans received from other organizations	43	168
Total	6 071 375	4 785 000

Including this article, the short-term book value/fair value of debt securities issued of an amount 5,289 thousand tenge.

Other short-term financial liabilities at the end of the reporting period amounted 105,296,027 thousand tenge. Below is a transcript of the articles.

thousand tenge

	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
Accounts Payable	333 330	158 551
Accrued commission expenses	131 928	132 539
Provision for loan related commitments	21 810 969	23 838 693
Funds intended to subsidize small and medium-sized business remuneration rates	82 623 099	2 972 435
Finance lease liabilities	396 701	3 082
Total	105 296 027	27 105 300

4. Long-term liabilities:

Long-term financial liabilities estimated at amortised cost at the end of the reporting period amounted 144,244,672 thousand tenge.

Details of loan is presenting in the table below.

thousand tenge

	<i>At the end of the reporting period</i>	<i>At the beginning of the reporting period</i>
Municipal authorities	31 986 106	33 956 908
«NMH «Baiterek» JSC	110 758 567	109 030 300
Loans received from other organizations	499 999	499 999
Total	143 244 672	143 487 207

Including this article, the carrying/fair value of issued debt securities are recording of an amount **1,000,000 thousand tenge**.

5. Capital

Authorized (share) capital amounted to 102,920,273 thousand tenge. Without changes.

Components of other total income – 10,400,344 thousand tenge.

Other reserve - 316,430 thousand tenge.

Retained profit (RP) at the end of the reporting period amounted 99,621,643 thousand tenge.

6. Explanations on income and expenses of the Fund for the 1st quarter of 2024 compared to the same period of 2023:

	<i>thousand tenge</i>	
	<i>1st quarter 2024</i>	<i>1st quarter 2023</i>
Implementation Costs	(493 449)	(292 407)
Administrative expenses	(1 786 672)	(1 536 239)
Total operating profit (loss)	(2 280 121)	(1 828 647)
Financial income	7 400 293	8 396 263
Finance expenses	(269 411)	(512 067)
Other income	11 345 544	12 117 379
Other expenses	(3 538 189)	(2 109 260)
Profit (loss) before tax	12 658 116	16 063 667
Income tax expense (-) (income (+))	-	-
Profit (loss) after taxation from continuing operations	12 658 116	16 063 667

For the 1st quarter of 2024 the Fund made profit at the amount of 12,658,116 thousand tenge.

Head: G.A. Buribayeva

(Full name)

Chief Accountant: A.T. Bekmuratova

(Full name)

Approved by:

Deputy Chairman of the Board: B.N. Makazhanov

(Full name)



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Appendix 2to
the order of the Minister of Financeof
the Republic of Kazakhsdated
January 1, 2020 No. 665

Form 1

Organization name DAMU ENTREPRENEURSHIP DEVELOPMENT FUND JOINT STOCK COMPANY

Reorganization details: -

Type of activity of the organization: Other types of lending

Organizational and legal form: Joint Stock Company

Report type:

Average annual number of employees: 429 people

Business entity: BIG

Legal address (of the organization): Kazakhstan, 050004, Almaty city, Almalinskiy district, Gogol st., bldg. 111, , (727) 244-55-66, 244-55-77,
info@fund.kz, Ajgul.Kusajunova@fund.kz, www.damu.kz

Balance sheet
as of 31.03.2024

thousand tenge

Item name	Line code	As on the end of accounting period	As on the beginning of accounting period
Assets			
I. Short-term assets:			
Cash and cash equivalents	010	213 265 730	124 974 982
Short-term financial assets measured at amortized cost	011	35 288 141	27 265 352
Short-term financial assets measured at fair value through other comprehensive income	012	3 214 837	1 446 469
Short-term financial assets measured at fair value through profit or loss	013	965	5 919
Short-term derivative financial instruments	014		
Other short-term financial assets	015	1 049 197	206 349
Short-term trade and other receivables	016		
Short-term lease receivables	017	3 079	2 335
Short-term assets under contracts with customers	018		
Current income tax	019	2 539 318	2 075 574
Stocks	020	66 947	71 679
Biological assets	021		
Other short-term assets	022	816 951	931 486
Total short-term assets (sum of lines 010 to 022)	100	256 245 166	156 980 145
Assets (or disposal groups) held for sale	101	28 347	28 347
II. Long-term assets			
Long-term financial assets measured at amortized cost	110	261 245 716	258 811 326
Long-term financial assets measured at fair value through other comprehensive income	111	3 271 502	3 349 296
Long-term financial assets measured at fair value through profit or loss	112	70 782	67 599
Long-term derivative financial instruments	113		
Investments held at historical cost	114		
Investments held by the equity method	115		
Other long-term financial assets	116		
Long-term trade and other receivables	117		
Long-term lease receivables	118		
Long-term assets under contracts with customers	119		
Investment property	120		
Fixed assets	121	2 025 507	2 051 605
Right-of-use asset	122	676 481	
Biological assets	123		
Exploration and evaluation assets	124		
Intangible assets	125	241 619	264 471
Deferred tax assets	126	582 713	582 713
Other long-term assets	127		
Total long-term assets (sum of lines 110 to 127)	200	268 114 320	265 127 010
Balance (line 100 + line 101+ line 200)		524 387 832	422 135 502

Item name	Line code	As on the end of accounting period	As on the beginning of accounting period
Liability and capital			
III. Short-term liabilities:			
Short-term financial liabilities measured at amortized cost	210	6 076 664	4 820 038
Short-term financial liabilities measured at fair value through profit or loss	211		
Short-term derivative financial instruments	212		
Other short-term financial liabilities	213	105 296 027	27 105 300
Short-term trade and other payables	214		
Short-term estimated liabilities	215		
Current tax liabilities for income tax	216	233 357	150 651
Remuneration to employees	217	182 197	378 202
Short-term lease debt	218		
Short-term liabilities under contracts with customers	219		
Government subsidies	220		
Dividends payable	221		
Other short-term liabilities	222	24 015 777	11 428 024
Total short-term liabilities (sum of lines 210 to 222)	300	135 804 023	43 882 215
Liabilities of disposal groups held for sale	301		
IV. Long-term liabilities			
Long-term financial liabilities measured at amortized cost	310	144 244 672	144 487 207
Long-term financial liabilities measured at fair value through profit or loss	311		
Long-term derivative financial instruments	312		
Other long-term financial liabilities	313	311 450	0
Long-term trade and other payables	314		
Long-term estimated liabilities	315		
Deferred tax liabilities	316		
Remuneration to employees	317		
Long-term rental debt	318		
Long-term liabilities under contracts with customers	319		
Government subsidies	320		
Other long-term liabilities	321	30 768 998	33 193 872
Total long-term liabilities (sum of lines 310 to 321)	400	175 325 120	177 681 079
V. Capital			
Authorized (share) capital	410	102 920 273	102 920 273
Share premium	411		
Repurchased own equity instruments	412		
Components of other comprehensive income	413	10 400 344	10 371 979
Retained earnings (uncovered loss)	414	99 621 643	86 963 527
Other capital	415	316 430	316 430
Total capital attributable to owners (sum of lines 410 to 415)	420	213 258 689	200 572 209
Share of non-controlling owners	421		
Total capital (line 420 +/- line 421)	500	213 258 689	200 572 209
Balance (line 300 + line 301 + line 400 + line 500)		524 387 832	422 135 502

Head: Buribayeva G.A.

(surname, name, patronymic)

Chief Accountant: Bekmuratova A.T.

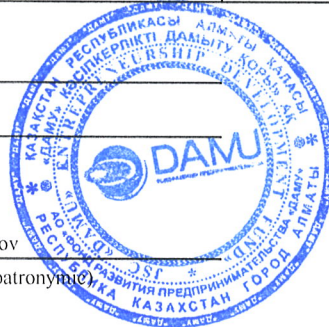
(surname, name, patronymic)

Agree by:

Deputy Chairman of the Management Board B.Makazhanov

(surname, name, patronymic)

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(signature)

Organization name DAMU ENTREPRENEURSHIP DEVELOPMENT FUND JOINT STOCK COMPANY

Profit and loss statement
as of 31.03.2024

thousand tenge

Indicators	Line code	For the accounting period	For the previous period
Revenue	010		
Prime cost of goods and services sold	011		
Gross profit (line 010 - line 011)	012		
Sale expenses	013	493 449	292 407
Administrative expenses	014	1 786 672	1 536 239
Total operating profit (loss) (+/- lines 012 to 014)	020	-2 280 121	-1 828 647
Financial income	021	7 400 293	8 396 263
Financial expenses	022	269 411	512 067
The entity's share in the profit (loss) of associates and joint ventures accounted for using the equity method	023		
Other revenue	024	11 345 544	12 117 379
Other expenses	025	3 538 189	2 109 260
Profit (loss) before tax (+/- lines 020 to 025)	100	12 658 116	16 063 667
Income tax expense (-) (income (+))	101		
Profit (loss) after tax from continuing operation (line 100 + line 101)	200	12 658 116	16 063 667
Profit (loss) after tax from discontinued operations	201		
Profit for the year (line 200 + line 201) attributable to:	300	12 658 116	16 063 667
of parent organization owners			
share of non-controlling owners			
Other comprehensive income, total (sum of 420 and 440):	400	28 411	175 805
including			
revaluation of debt financial instruments measured at fair value through other comprehensive income	410	28 411	175 805
share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	411		
effect of a change in the income tax rate on deferred tax	412		
Cash flow hedge	413		
Exchange rate difference on investments in foreign organizations	414		
Hedge of net investment in foreign operations	415		
Other components of other comprehensive income	416		
Adjustment on reclassification in profit (loss)	417		
tax effect of components of other comprehensive income	418		
Total other comprehensive income to be reclassified to income or expense in subsequent periods (net of income tax) (sum of lines 410 to 418)	420	28 411	175 805
revaluation of fixed assets and intangible assets	431		
share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	432		
Actuarial gains (losses) on pension liabilities	433		
tax effect of components of other comprehensive income	434		
revaluation of equity financial instruments measured at fair value through other comprehensive income	435		
Total other comprehensive income not to be reclassified to income or expense in subsequent periods (net of income tax) (sum of lines 431 to 435)	440		
Total comprehensive income (line 300 + line 400)	500	12 686 527	16 239 472
Total comprehensive income attributable to:			
of parent organization owners			
share of non-controlling owners			

Earnings per share:	600		0
including			
Basic earnings per share:			
from continuing activities			
from discontinued activities			
Diluted earnings per share:			
from continuing activities			
from discontinued activities			

Head: Buribayeva G.A.
(surname, name, patronymic)
Chief Accountant: Bekmuratova A.T.
(surname, name, patronymic)



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(signature)
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(signature)

Agree by:
Deputy Chairman of the Management Board В. Makazhanov
(surname, name, patronymic)

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