



“Damu” Entrepreneurship Development Fund” JSC

**Unaudited Interim Financial Statements
in accordance with IAS 34**

September 30, 2023

“Damu” Entrepreneurship Development Fund” JSC
Statement of Financial Position

<i>(in thousands of Kazakhstani tenge)</i>	Approx.	September 30, 2023 (unaudited)	December 31, 2022
ASSETS			
Cash and cash equivalents	4	264,568,006	182,037,345
Funds in financial institutions	5	223,752,264	214,943,399
Receivables from subsidy programs		430,083	183,681
Loans and advances to customers	6	1,489,968	2,600,024
Investments in debt securities	7	20,531,555	19,329,708
Fixed assets		2,106,722	2,324,753
Intangible assets		274,466	324,883
Prepayment of current income tax obligations		1,043,260	633,394
Deferred tax asset			
Non-current assets for sale		28,347	39,262
Other assets	8	1,785,797	5,064,529
TOTAL ASSETS		516,010,468	427,480,978
OBLIGATIONS			
Borrowings	9	174,307,099	167,974,375
Debt securities issued		1,000,000	1,244,178
Commitments under subsidy programs	10	61,067,870	4,913,288
Deferred income and provisions for credit-related obligations	11	4,074,532	1,835,530
Deferred tax obligation		70,612,153	75,349,867
Other obligations	12	751,154	1,174,872
TOTAL OBLIGATIONS		311,812,808	252,492,110
CAPITAL			
Share capital	13	102,920,273	102,920,273
Additional paid-up capital		10,735,627	10,735,627
Revaluation Fund for Investment Securities Measured at Fair Value through other comprehensive income		(567,485)	(771,353)
Other provisions		316,430	316,430
Retained earnings		90,792,815	61,787,891
TOTAL CAPITAL		204,197,660	174,988,868
TOTAL OBLIGATIONS AND CAPITAL		516,010,468	427,480,978
Book value of one ordinary share (tenge)	14	7,345.34	6 291,42

Deputy Chairman of the Management Board: B.N. Makazhanov

(last name, first name, patronymic)

Chief Accountant: A.T. Bekmuratova

(last name, first name, patronymic)



(signature)

 (signature)

“Damu” Entrepreneurship Development Fund” JSC
Statement of Profit or Loss and Other Comprehensive Income

(in thousands of Kazakhstani tenge)	Approx.	Nine months ended	
		September 30, 2023 (unaudited)	September 30 2022 (unaudited)
Interest income calculated using the effective interest method	16	28,992,243	26,124,962
Other similar income	16	5,165	23,560
Interest expense	16	(6,078,115)	(5,824,254)
Net interest income		22,919,293	20,324,268
Recovery/(creation) of allowance for credit losses on loans and advances of customers and funds in financial institutions		5,281,324	1,168,173
Net interest income after provision for loan impairment		28,200,617	21,492,441
Net fee and commission income	17	22,236,717	17,513,268
Gains less losses from derecognition of financial assets measured at amortised cost	18	1,308,878	32,190,624
Gains less losses on debt securities measured at fair value through profit or loss		(365)	15,303
Net gains from foreign currency transactions		(12,072)	(70)
Net gains from foreign currency revaluation		90,028	474,297
Net loss arising on initial recognition of financial instruments at below-market rates	19	(2,732,014)	(3,267,258)
Impairment of debt securities		(80,812)	(940,208)
Reversal of provision/Provision for impairment of other assets		(81,084)	32,080
Reversal of provision/(provision charges) for credit related obligations		5,624,530	(5,859,916)
Net other operating income/(expenses)		815,474	113,005
Expenditure on the Fund's programs		(1,185,554)	(844,308)
General and administrative expenses		(4,425,414)	(3,884,606)
Profit before tax		49,758,929	57,034,652
Income tax expense	20	(7 337 623)	(8,706,621)
PROFIT FOR THE YEAR		42,421,306	48,328,031
Other comprehensive income:			
<i>Items that may subsequently be reclassified to profit or loss:</i>			
Investments in debt securities at fair value through other comprehensive income:		203,868	(784,826)
Other comprehensive loss for the year		203,868	(784,826)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		42,625,174	47,543,205

Profit and total comprehensive income for both periods are fully due to the Fund's shareholder.

“Damu” Entrepreneurship Development Fund” JSC
Statement of Changes in Equity

<i>(in thousands of Kazakhstani tenge)</i>	Share capital	Additional paid-up capital	Revaluation Fund for Securities Measured at Fair Value through Other Comprehensive Income	Other provisio ns	Retained (loss)/profit	Total
Balance as of January 1, 2022	102,920,273	10,735,627	26,956	316,430	27,349,498	141,348,784
Profit for the year	-	-	-	-	48,328,031	48,328,031
Other comprehensive loss	-	-	(784,826)	-	-	(784,826)
Total comprehensive income for the nine months ended September 30, 2022 (unaudited)			(784,826)	-	48,328,031	47,543,205
Capital contributions						
Dividends declared	-	-	-	-	(17,521,673)	(17,521,673)
Balance as of September 30, 2022 (unaudited)	102,920,273	10,735,627	(757,870)	316,430	58,155,856	171,370,316
Balance as at 1 January 2023	102,920,273	10,735,627	(771,353)	316,430	61,787,891	174,988,868
Profit for the year	-	-	-	-	42,421,306	42,421,306
Other comprehensive loss	-	-	203,868	-	-	203,868
Total comprehensive income for the nine months ended September 30, 2023 (unaudited)	-	-	203,868	-	42,421,306	42,625,174
Dividends declared	-	-	-	-	(13,416,382)	(13,416,382)
Balance as of September 30, 2023 (unaudited)	102,920,273	10,735,627	(567,485)	316,430	90,792,815	204,197,660

“Damu” Entrepreneurship Development Fund” JSC
Statement of Cash Flows

	Nine months, ended	
	September 30, 2023 (unaudited)	September 30 2022 (unaudited)
<i>(in thousands of Kazakhstani tenge)</i>		
Cash from operating activities:		
Interest received	22,430,416	19,062,645
Interest paid	(1,141,644)	(1,140,735)
Commissions received	23,088,229	46,757,257
Commissions paid	(92,138)	(95,564)
Income from other operating activities	136,776	214,093
Labour costs paid	(2,826,292)	(2,177,782)
General and administrative expenses paid	(2,694,808)	(2,596,783)
Income tax paid	(4,318,839)	
Cash generated from operating activities before changes in operating assets and obligations	34,581,700	60,023,131
<i>Net (increase)/decrease by:</i>		
- funds in financial institutions	103,906	45,655,532
- loans and advances to customers	182,750	4,198,951
- other financial assets	(6,983,653)	(2,410,180)
- other assets	4,577,250	13,510
<i>Net increase/(decrease) by:</i>		
- other financial obligations (obligations under subsidy programs)	62,886,334	43,508,990
- other obligations	(266,090)	207,642
Net cash provided by operating activities	95,082,197	151,197,576
Cash from investing activities		
Acquisition of investment securities	(33,212,981)	(18,831,242)
Proceeds from the sale and redemption of investment securities	33,159,827	47,150,578
Acquisition of fixed assets	(20,454)	(63,686)
Acquisition of intangible assets	(18,306)	(8,691)
Proceeds from disposal of assets for sale	14,308	100,721
Net cash used in investing activities	(77,606)	28,347,680
Cash from financing activities		
Borrowing	4,350,000	3,616,600
Repayment of borrowed funds	(2,998,398)	(4,063,597)
Proceeds/repayments from debt securities issued	(200,000)	
Repayment of long-term leases	(159,321)	(129,557)
Capital contributions from shareholders	-	-
Dividends paid	(13,416,382)	(17,521,673)
Net cash used in financing activities	(12,424,101)	(18,098,227)
Effect of exchange rate changes on cash and cash equivalents	(228)	(635)
Effect of changes in provision for impairment on cash and cash equivalents	(49,601)	39,901
(Net decrease)/net increase in cash and cash equivalents	82,530,661	161,486,295
Cash and cash equivalents at the beginning of the period	182,037,345	76,882,383
Cash and cash equivalents at the end of the period	264,568,006	238,368,678

1 Introduction

"Damu" Entrepreneurship Development Fund" JSC (hereinafter referred to as the Fund) was established in accordance with Decree of the Government of the Republic of Kazakhstan No. 665 of April 26, 1997. The Fund is registered and operates in the territory of the Republic of Kazakhstan as a joint-stock company providing financial services as an institute of development to support the development of small and medium-sized enterprises.

As of September 30, 2023 and 2022, the Fund's 100% shareholder is "National Management Holding "Baiterek" JSC (the "Parent Company" or the "Sole Shareholder"). The ultimate shareholder of the Fund is the Government of the Republic of Kazakhstan. Information on transactions with related parties is disclosed in Note 24.

Main activity. The main activity of the Fund is financing within the framework of lending programs through second-tier banks, microfinance organizations and leasing companies, subsidizing interest rates, guaranteeing, consulting support, distribution of information and analytical materials. The Fund uses its own and borrowed funds to finance small and medium-sized businesses in Kazakhstan.

The Fund has 20 regional branches. The head office is located in Almaty, Kazakhstan. As of September 30, 2023, the Fund employed 426 employees (September 30, 2022: 367 employees).

Legal address and place of business. The Fund is registered at the following address: Republic of Kazakhstan, Almaty, Gogol st., 111.

2 Economic environment in which the Fund operates

Republic of Kazakhstan. In general, the economy of the Republic of Kazakhstan continues to show some characteristics inherent in emerging markets. It is particularly sensitive to fluctuations in the prices of oil and gas and other minerals, which make up the bulk of the country's exports. These features also include, but are not limited to, the existence of a national currency that does not have free conversion outside the country and the low liquidity level of the securities market. The continuing political tension in the region, the volatility of the exchange rate has had and may continue to have a negative impact on the economy of the Republic of Kazakhstan, including a decrease in liquidity and the emergence of difficulties in attracting international financing.

On September 2, 2022, the international rating agency S&P Global Ratings revised the outlook on the Fund's rating from "Stable" to "Negative" (in view of the revision of the outlook on the ratings of the Republic of Kazakhstan from "Stable" to "Negative"), confirming the long-term and short-term credit ratings of the Fund for obligations in foreign and national currency at the level of "BBB-/A-3." The negative outlook on the Fund's ratings reflects a similar outlook on sovereign ratings.

In addition, the financial sector in the Republic of Kazakhstan remains subject to political, legislative, tax and regulatory changes in the Republic of Kazakhstan. The prospects for economic stability of the Republic of Kazakhstan depend to a significant extent on the effectiveness of economic measures taken by the Government, as well as on the development of legal, control and political systems, that is, on circumstances that are beyond the control of the Company.

To measure expected credit losses, the Fund uses supportable forward-looking information, including forecasts of macroeconomic indicators. However, as in any economic forecasts, assumptions and the likelihood of their implementation are inevitably associated with a high level of uncertainty, and therefore actual results may differ significantly from those projected.

Management is not in a position to anticipate either the extent or duration of changes in the Kazakh economy or to assess their possible impact on the financial position of the Fund in the future. Management is confident that it is taking all necessary measures to maintain the sustainability and growth of the Fund in the current circumstances.

3 Summary of Accounting Policies

Basis of presentation. These interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and shall be read in conjunction with the annual financial statements of the Fund for the year ended 31

December 2022 prepared in accordance with International Financial Reporting Standards ("IFRS").

Basis for cost determination. These financial statements have been prepared on a historical cost basis, adjusted for initial recognition of financial instruments at fair value and remeasurement of financial instruments at fair value through profit or loss and fair value through other comprehensive income.

Going concern assumption. The management of the Fund has prepared these interim financial statements on a going concern basis.

Functional and presentation currency of the interim financial statements. The functional currency of the Fund is Kazakhstani tenge ("tenge"), which, being the national currency of the Republic of Kazakhstan, best reflects the economic essence of most operations conducted by the Fund and related circumstances affecting its activities.

Tenge is also the presentation currency of these interim financial statements.

All figures presented in tenge are rounded to the nearest thousand, unless otherwise indicated.

The accounting policies used in the preparation of these financial statements are set out below.

Financial instruments are the main approaches to valuation. Fair value is the price that can be received to sell an asset or paid to transfer a liability in a voluntary transaction between market participants at the measurement date. The best evidence of fair value is the quoted price in an active market. An active market is a market in which transactions with an asset or liability are conducted with sufficient frequency and volume to obtain information about estimates on an ongoing basis. The fair value of financial instruments traded in an active market is estimated as the amount obtained by multiplying the quoted price for an individual asset or liability by the number of instruments held by the entity. This is the case even if the usual daily trading turnover of the market is insufficient to absorb the number of assets and obligations that the enterprise has, and placing orders for the sale of positions in a separate transaction can affect the quoted price. The price within the bid and ask spread that is most representative of fair value under the circumstances has been used to measure fair value and is considered by management to be equal to the latest transaction price at the reporting date. The quoted market price used to measure financial assets is the current demand price; and the quoted market price that was used for financial obligations is the current offer price.

Transaction costs are incremental costs and relate directly to the acquisition, issue or disposal of a financial instrument. Incremental costs are costs that would not have been incurred if the transaction had not taken place. Transaction costs include fees and commissions paid to agents (including employees acting as trading agents), consultants, brokers and dealers, fees paid to regulators and stock exchanges, and taxes and fees levied on the transfer of property. Transaction costs do not include premiums or discounts on debt, financing costs, internal administrative costs or storage costs.

Amortised cost is the initial cost of the asset less principal payments, but including accrued interest, and for financial assets less any write-down of impairment losses incurred. Accrued interest includes amortisation of transaction costs deferred at initial recognition and any premium or discount on the redemption amount using the effective interest method. Accrued interest income and accrued interest expense, including accrued coupon income and amortised discount or premium (including deferred fee, if any), are not shown separately but are included in the carrying amounts of the related line items in the statement of financial position.

The effective interest method is a method of recognising interest income or interest expense over the relevant period in order to achieve a constant interest rate in each period (the effective interest rate) on the carrying amount of the instrument.

3 Summary of Accounting Policies (continued)

Cash and cash equivalents. Cash and cash equivalents are items that are readily convertible into a certain amount of cash and that are subject to an insignificant risk of change in value. Cash and cash equivalents comprise all interbank deposits and reverse repurchase agreements with other banks with original maturities of less than 3 months. Funds limited to use for a period of more than three months are excluded. Cash and cash equivalents are carried at amortised cost.

Funds in other banks. Funds in other banks are recorded when the Fund provides cash to counterparty banks in the form of advance payments. Balances with other banks are carried at amortised cost if (i) they are held to collect contractual cash flows and the cash flows are solely payments of principal and interest and (ii) they are not designated at fair value through profit or loss.

Investments in debt securities. Based on the business model and cash flow characteristics, the Fund classifies investments in debt securities as measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss. Debt securities are carried at amortised cost if they are held to collect contractual cash flows, these cash flows represent solely payments of principal and interest and are not designated as at fair value through profit or loss on a voluntary basis to significantly reduce the accounting mismatch.

Loans and advances to customers. Loans and advances to customers are recorded when the Fund provides cash to customers in the form of advance payments for the purpose of acquiring a customer loan or providing a loan to a customer. Based on the business model and cash flow characteristics, the Fund classifies loans and advances to customers into one of the following measurement categories: (i) at amortised cost: loans held to collect contractual cash flows that are solely payments of principal and interest and loans that are not designated at fair value through profit or loss on a voluntary basis and (ii) at fair value through profit or loss: Loans that do not meet the SPPI test criteria or other criteria for measurement at amortised cost or fair value through other comprehensive income are measured at fair value through profit or loss.

Financial guarantees. Financial guarantees require the Fund to make certain payments to reimburse the holder of the guarantee for losses incurred if the debtor fails to make timely payment under the original or modified terms of the debt instrument. Financial guarantees are initially measured at fair value, generally evidenced by the consideration received. This amount is amortized on a straight-line basis over the life of the guarantee. At the end of each reporting period, obligations are measured at the higher of (i) the amount of the guarantee loss allowance determined using the expected credit loss model and (ii) the remaining unamortised balance of the amount recognised at initial recognition. In addition, an allowance for expected credit losses is recognized for consideration receivables that are recognised in the statement of financial position as an asset.

Performance Guarantees. Performance guarantees are contracts that provide for compensation if the second party to the contract does not fulfill the obligation stipulated by the contract. Such contracts, in addition to credit risk, transfer the risk of default on the contractual obligation. Performance guarantees are initially measured at fair value, generally evidenced by the consideration received. This amount is amortized on a straight-line basis over the life of the contract. At the end of each reporting period, performance guarantee contracts are measured at the higher of (i) the unamortised balance of the initial recognition amount; and (ii) the best estimate of the costs required to settle the contract at the end of the reporting period, discounted to present value. If the Fund has a contractual right to apply to the customer for reimbursement of amounts paid to settle performance guarantee contracts, those amounts shall be recognised as an asset upon transfer of compensation for the loss to the beneficiary of the guarantee. These payments are recognised in commission income in profit or loss.

4 Cash and cash equivalents

<i>(in thousands of Kazakhstani tenge)</i>	September 30, 2023 (unaudited)	December 31, 2022
Purchase and Repurchase Agreements (Reverse Repurchase Agreements) with original maturities of less than three months	102,290,704	94,904,031
Balances on demand bank accounts	110,802,806	34,547,136
Balances on accounts in the NBK (except for required reserves)	51,527,554	52,589,572
Less provision for impairment	(53,058)	(3,394)
Total cash and cash equivalents	264,568,006	182,037,345

Balances on demand bank accounts contain funds received to subsidize small and medium-sized businesses (Note 10).

5 Funds in financial institutions

<i>(in thousands of Kazakhstani tenge)</i>	September 30, 2023 (unaudited)	December 31, 2022
Loans to financial institutions	163,454,245	161,441,921
Loans granted under Islamic financing programs	16,409,707	16,053,869
Deposits with banks with original maturities of more than three months	50,018,448	50,090,033
Less provision for loan impairment	(6,130,136)	(12,642,424)
Total funds in financial institutions	223,752,264	214,943,399

During 9 months of 2023, the Fund received partial early repayments from four banks that had previously been issued loans with below-market rates, and recognized income from the partial derecognition of loans to these banks in the amount of 1,274,741 thousand tenge. (Note 18).

The fair value of the consideration given is disclosed in Note 23.

6 Loans and advances to customers

<i>(in thousands of Kazakhstani tenge)</i>	September 30, 2023 (unaudited)	December 31, 2022
Loans to small and medium-sized enterprises	2,015,639	3,351,788
Receivables for guarantees paid	5,443,771	4,112,681
Less provision for loan impairment	(5,969,442)	(4,864,445)
Total loans and advances to customers	1,489,968	2,600,024

The Fund recognized income in the amount of KZT 34,137 thousand from partial early repayment of loans from loans received by the Fund under the assignment agreement, for which the Fund recognized a loss on initial recognition (Note 18).

Receivables on the guarantees paid represent the claims of the Fund against small and medium-sized businesses to which the Fund issued financial guarantees and for which the Fund made payments in connection with the occurrence of default of these companies on their loans in second-tier banks. Historically, the Fund has received minor payments on these receivables, and therefore a provision for expected credit losses has been recognized for the entire amount of these receivables.

7 Investments in debt securities

<i>(in thousands of Kazakhstani tenge)</i>	September 30, 2023 (unaudited)	December 31, 2022
Debt securities at fair value through other comprehensive income	5,288,972	13,426,688
Debt securities measured at amortised cost	15,170,185	5,828,881
Debt securities designated as at fair value through profit or loss at initial recognition	72,398	74,139
Total investments in debt securities	20,531,555	19,329,708

The table below discloses investments in debt securities at September 30, 2023 by category and valuation class.

<i>(in thousands of Kazakhstani tenge)</i>	Debt securities designated as at fair value through profit or loss at initial recognition	Debt securities at fair value through other comprehensive income	Debt securities measured at amortised cost	Total
Kazakhstan government bonds	72,398	1,328,779	-	1,401,177
Corporate Bonds	-	4,997,620	5,327,059	10,324,679
Bonds of international financial organizations			9,038,444	9,038,444
Bonds of other corporate issuers	-	-	814,011	814,011
Total investments in debt securities as of September 30, 2023 (fair value or gross carrying amount)	72,398	6,326,399	15,179,514	21,578,311
Allowance for credit losses	-	(1,037,427)	(9,329)	(1,046,756)
Total investments in debt securities as of September 30, 2023 (book value)	72,398	5,288,972	15,170,185	20,531,555

The table below discloses investments in debt securities at December 31, 2022 by category and valuation class.

<i>(in thousands of Kazakhstani tenge)</i>	Debt securities designated as at fair value through profit or loss at initial recognition	Debt securities at fair value through other comprehensive income	Debt securities measured at amortised cost	Total
Notes of the National Bank of Kazakhstan	-	49,676	-	49,676
Kazakhstan government bonds	74,139	9,605,874	-	9,680,013
Corporate Bonds	-	4,727,051	5,007,962	9,735,013
Bonds of other corporate issuers	-	-	830,949	830,949
Total investments in debt securities at December 31, 2022 (fair value or gross carrying amount)	74,139	14,382,601	5,838,911	20,295,651
Allowance for credit losses	-	(955,913)	(10,030)	(965,943)
Total investments in debt securities at December 31, 2022 (book value)	74,139	13,426,688	5,828,881	19,329,708

"Damu" Entrepreneurship Development Fund" JSC
Notes to the Interim Financial Statements for 9 months 2023

8 Other assets

<i>(in thousands of Kazakhstani tenge)</i>	September 30, 2023 (unaudited)	December 31, 2022
Receivables measured at amortised cost	549,353	291,780
Less provision for impairment	(109,365)	(78,579)
Total financial assets in other assets	439,988	213,201
Security received for non-payment	926,622	4,315,369
Taxes other than income tax	7,636	177,501
Prepayment for services	349,262	305,843
Raw materials and materials	57,461	44,092
Construction in progress	942	3,371
Other	7,239	7,978
Less provision for impairment	(3,353)	(2,826)
Total other assets	1,785,797	5,064,529

Collateral received in ownership for non-payment is real estate received by the Fund in the settlement of overdue loans. The Fund expects to realize these assets in the foreseeable future. These assets do not meet the definition of non-current assets held for sale and are classified as inventories in accordance with IAS 2 Inventories.

9 Borrowings

<i>(in thousands of Kazakhstani tenge)</i>	September 30, 2023 (unaudited)	December 31 2022
"NMH "Baiterek" JSC	107,418,717	102,446,602
Municipal authorities	46,575,447	45,724,759
"NWF "Samruk-Kazyna" JSC	19,416,325	19,416,325
Loans received from other entities	500,042	
Ministry of Finance of the Republic of Kazakhstan	396,568	386,689
Total borrowings	174,307,099	167,974,375

On borrowed funds from "NWF "Samruk-Kazyna" JSC, the Ministry of Finance of the Republic of Kazakhstan and municipal bodies, the Fund accepts contractual interest rates as market rates, since these organizations do not provide financing to other organizations on a commercial basis. Consequently, there are no such loans on the market.

The fair value of borrowings is disclosed in Note 23. Related party transactions are disclosed in Note 24.

10 Commitments under subsidy programs

<i>(in thousands of Kazakhstani tenge)</i>	September 30, 2023 (unaudited)	December 31 2022
Banks	5,811,095	4,737,563
Municipal authorities	55,256,775	175,725
Total grant commitments	61,067,870	4,913,288

Obligations under subsidy programs are funds received from local executive bodies, the republican budget from the Ministry of National Economy of the Republic of Kazakhstan, the "United Nations Development Program" in the Republic of Kazakhstan. "The amounts of subsidies are further transferred to second-tier banks/microfinance organizations/leasing companies, including to their regional branches, as payment for the subsidized part of the interest rate on loans/microcredit/leasing transactions of second-tier banks/microfinance organizations/leasing companies by the government according to the national project for the development of entrepreneurship for 2021-2025. Credit and financial leasing mechanism of priority projects, "United Nations Development Program" in Kazakhstan."

“Damu” Entrepreneurship Development Fund” JSC
Notes to the Interim Financial Statements for 9 months 2023

The increase in obligations to municipal bodies is associated with the receipt by the Fund of funds from the Ministry of National Economy of the Republic of Kazakhstan for the further provision of subsidies to small and medium-sized businesses during 2023.

Related party transactions are disclosed in Note 24.

11 Deferred income and provision for credit-related obligations

<i>(in thousands of Kazakhstani tenge)</i>	September 30, 2023 (unaudited)	December 31, 2022
Deferred income from financial guarantees	44,409,392	41,234,839
Financial guarantees (provision for credit obligations)	26,202,761	34,115,028
Total deferred income and provision for credit-related obligations	70,612,153	75,349,867

Guarantees of the “Damu” Fund are guarantees issued by the Fund to ensure the fulfillment of the obligations of private business entities to pay part of the principal debt under a loan agreement/financial leasing agreement to second-tier banks/microfinance organizations/leasing companies, arising from guarantee agreements, within the guarantee amount, as part of the implementation of the following guarantee programs: The state program “Business Roadmap-2025,” approved by the Government of the Republic of Kazakhstan dated December 24, 2019 No. 968, The mechanism of crediting and financial leasing of priority projects approved by the Government of the Republic of Kazakhstan of December 11, 2018 No. 820, The national project for the development of entrepreneurship for 2021-2025, approved by the Decree of the Government of the Republic of Kazakhstan of October 12, 2021 No. 728, The state program for the development of productive employment and mass entrepreneurship for 2017-2021 “Yenbek,” approved by the Decree of the Government of the Republic of Kazakhstan No. 746 of November 13, 2018 and Damu-Optima's own guarantee program, approved by the decision of the Board of the Fund of January 22, 2018, Protocol No. 05/2018.

Within the framework of state programs, the Fund is a financial agent between the program coordinator and a private enterprise entity. Program coordinators pay the Fund a guarantee issuance fee depending on the guarantee program. The received value of the commission is attributed to deferred income by direct attribution to income during the life of the issued guarantee.

The fair value of deferred income and provision for credit related obligations is disclosed in Note 23. Related party transactions are disclosed in Note 24.

12 Other obligations

<i>(in thousands of Kazakhstani tenge)</i>	September 30, 2023 (unaudited)	December 31, 2022
Accounts payable	103,720	273,513
Finance leases	68,272	199,046
Accrued obligations and other creditors	125,339	128,345
Total financial obligations within other obligations	297,331	600,904
Provisions for unused vacations	85,657	171,521
Accrued employee benefits costs	6,849	165,301
Advances received	191,060	101,396
Taxes payable other than income tax	169,848	134,672
Other	409	1,078
Total other obligations	751,154	1,174,872

All of the above obligations will be settled within 12 months of the end of the reporting period. The fair value of other financial obligations is disclosed in Note 23. Related party transactions are disclosed in Note 24.

13 Share capital

<i>In thousands of Kazakhstani tenge, except for the number of shares</i>	Number of shares outstanding (thousand)	Ordinary shares	Total
As of January 1, 2022	27,762	102,920,273	102,920,273
New shares issued	-	-	-
As of September 30, 2022	27,762	102,920,273	102,920,273
As of January 1, 2023	27,762	102,920,273	102,920,273
As of September 30, 2023	27,762	102,920,273	102,920,273

On May 10, 2023, at the meeting of the Sole Shareholder, the Fund declared dividends for the year ended December 31, 2022 for a total amount of KZT13,416,382 thousand. The entire amount of the dividend was paid to the Sole Shareholder on 31 May 2023.

On May 20, 2022, at the meeting of the Sole Shareholder, the Fund declared dividends for the year ended December 31, 2021 for a total amount of KZT17,521,673 thousand. The entire amount of the dividend was paid to the Sole Shareholder on 13 June 2022.

14 Net assets per common share.

In accordance with the Listing Rules of Kazakhstan Stock Exchange, the Fund disclosed information on net assets per ordinary share calculated in accordance with the said Rules:

<i>in thousands of Kazakhstani tenge</i>	September 30, 2023 it is unaudited	December 31, 2022
Assets	516,010,468	427,480,978
Intangible assets	274,466	324,883
Obligations	311,812,808	252,492,110
Share capital for preferred shares	-	-
Net assets for common shares	203,923,194	174 663,985
Total number of common shares	27,762,244	27,762,244
Book value of ordinary share (tenge)	7,345,34	6 291,42

As of September 30, 2023, net assets per ordinary share were determined by dividing the amount of equity reduced by the carrying amount of intangible assets that the Fund will not be able to sell to third parties in the amount of KZT203.923.194 thousand (December 31, 2022: KZT 174,663,985 thousand) for the total number of outstanding shares - 27,762,244 (December 31, 2022: 27,762,244 shares).

15 Earnings per share

<i>(in thousands of Kazakhstani tenge)</i>	Nine Months Ended	
	September 30, 2023 (unaudited)	September 30, 2022 (unaudited)
Profit attributable to the owner of common shares	42,421,306	48,328,031
Profit attributable to the holder of the preferred share,	-	-
Profit for the reporting period	42,421,306	48,328,031
Weighted average number of common shares outstanding	27,762,244	27,762,244
Weighted average number of preferred shares outstanding	-	-
Basic and diluted earnings per common share, tenge per share	1,528.02	1,740.78
Basic and diluted earnings per preferred share, tenge per share	-	-

16 Interest income and expenses

<i>(in thousands of Kazakhstani tenge)</i>	Nine Months Ended	
	September 30, 2023	September 30, 2022
	(unaudited)	(unaudited)
Interest income calculated using the effective interest method		
Funds in financial institutions	14,350,260	11,666,846
Cash and cash equivalents	12,770,443	11,612,275
Investment securities at fair value through other comprehensive income	905,082	1,727,159
Loans and advances to customers	453,856	820,721
Investment securities measured at amortised cost	512,602	297,961
Total interest income	28,992,243	26,124,962
Other similar income		
Investment securities at fair value through profit or loss	5,165	23,560
Total other similar income	5,165	23,560
Interest expense		
Borrowings	(5 970 387)	(5,697,880)
Debt securities issued	(98 322)	(106,875)
Interest expense on finance leases	(9 406)	(19,499)
Total interest expense	(6 078 115)	(5,824,254)
Net interest income	22,919,293	20,324,268

Interest income for the nine months ended September 30, 2023 includes interest income of KZT 2,927,092 thousand (nine months ended September 30, 2022: 3,173,202 thousand tenge) from depreciation of discount on loans issued at rates below market and interest income in the amount of 911,839 thousand tenge (nine months ended September 30, 2022: 1,594,385 thousand tenge) from depreciation of discount on investments in debt securities.

Interest expense for the nine months ended September 30, 2023 includes interest expense in the amount of 4,539,883 thousand tenge (nine months ended September 30, 2022: 4,305,548 thousand tenge) from depreciation of discount on borrowed funds received at below-market rates.

17 Net fee and commission income

<i>(in thousands of Kazakhstani tenge)</i>	Nine Months Ended	
	September 30, 2023	September 30, 2022
	(unaudited)	(unaudited)
Guarantees issued	21,853,618	17,130,171
Financial Agent Services	383,099	383,097
Total fee and commission income	22,236,717	17,513,268

Commission income consists of income from issued guarantees, subsidy services for the State Institution of the Ministry of National Economy of the Republic of Kazakhstan as an operator and financial agent, and services to support start-up entrepreneurs in the framework of the implementation of the program "State Development and Support Program."

18 Gains less losses from derecognition of financial assets measured at amortised cost

For 9 months of 2023, the Fund received early repayments from four banks and microfinance organizations that had previously been issued loans with below-market rates, and recognized income from partial derecognition of loans to these banks in the amount of KZT 1,274,741 thousand (nine months ended September 30, 2022: KZT32,056,308 thousand). The remaining income in the amount of KZT 34,137 thousand relates to early repayment of loans from loans received by the Fund under the assignment agreement, for which the Fund recognized a loss on initial recognition.

19 Net loss arising on initial recognition of assets at below-market rates

During the 9 months ended September 30, 2023, the Fund recognized a net loss on initial recognition of funds in financial institutions at below-market rates in the amount of 2.732.014 thousand tenge. Information on loans and advances to customers is provided in Note 6.

20 Income Tax

Income tax expense recognised in profit or loss comprises the following:

	Nine Months Ended	
	September 30, 2023 (unaudited)	September 30, 2022 (unaudited)
<i>(in thousands of Kazakhstani tenge)</i>		
Current income tax expense	(5,098,621)	(2,532,165)
Deferred income tax expense/(savings)	(2,239,002)	(6,174,456)
Income tax expense for the period	(7,337,623)	(8,706,621)

21 Contingent and contractual obligations

Commitments of a credit nature. The main purpose of these tools is to ensure that funds are provided to customers as needed. Guarantees that represent the Fund's irrevocable obligation to make payments in the event that a customer fails to meet its obligations to third parties and are subject to the same credit risk as loans. Loan commitments include the unused portion of amounts approved by management to provide loans in the form of loans. For loan commitments, the Fund is potentially exposed to a loss risk of an amount equal to the total amount of unused obligations if the unused amounts were to be utilized. However, the probable amount of losses is less than the total amount of unused obligations, as most of the loan commitments depend on customers' compliance with certain credit requirements. The Fund controls the maturity of credit-related obligations, as usually longer-term obligations have a higher level of credit risk than short-term obligations.

Commitments of a credit nature are as follows:

	September 30, 2023 (unaudited)	December 31, 2022
<i>(in thousands of Kazakhstani tenge)</i>		
Guarantees issued	401,538,981	379,112,302
Undrawn Credit Facilities	2,065,000	9,005,217
Less provision for credit related obligations	(26,202,761)	(34,115,028))
Total credit commitments less provision	377,401,220	354,002,491

Guarantees of the "Damu" Fund are guarantees issued by the Fund as part of the implementation of state programs "Business Roadmap-2025," according to the Decree of the Government of the Republic of Kazakhstan dated December 24, 2019 No. 968, the Program for the Development of Productive Employment and Mass Entrepreneurship for 2017 - 2021 "Yenbek," approved by the Decree of the Government of the Republic of Kazakhstan of November 13, 2018 No. 746, Mechanism of crediting and financial leasing of priority projects, approved by the Government of the Republic of Kazakhstan of December 11, 2018 No. 820, National project for the development of entrepreneurship for 2021-2025, approved by the Decree of the Government of the Republic of Kazakhstan of October 12, 2021 No. 728, and Damu-Optima's own Guarantee Program, approved by the Board of the Fund on January 22, 2018, Protocol No. 05/2018, to ensure the fulfillment of the obligations of private entrepreneurs on loans/microcredit/leasing transactions to second-tier banks/microfinance organizations/leasing companies. Within the framework of state programs, the Fund is a financial agent between the program coordinator and a private enterprise entity. The cost of the commission, which is paid by the program coordinator at the local level to the Fund, is 20% of the amount of the financial guarantee (with the exception of Damu-Optima). The received value of the commission is attributed to deferred income, by direct attribution to income during the life of the issued guarantee. The remaining increase in issued guarantees is due to the overall increase in the volume of guarantees for small and medium-sized businesses.

To calculate expected credit losses on financial guarantees, the Fund determines the probability of default using migration matrices based on the number of days overdue.

“Damu” Entrepreneurship Development Fund” JSC
Notes to the Interim Financial Statements for 9 months 2023

The total amount outstanding under unused credit facilities and guarantees under the agreements does not necessarily represent future monetary claims, as these obligations may expire or be cancelled without providing funds to the borrower.

Total unliquidated obligations under the contract do not necessarily represent future cash outflows, as many of these obligations may cease without their partial or full performance. The analysis of changes in the provision for credit-related obligations is as follows:

	Nine Months Ended	
	September 30, 2023 (unaudited)	September 30, 2022 (unaudited)
<i>(in thousands of Kazakhstani tenge)</i>		
Book value as of January 1	(34,115,028)	(25,556,498)
Losses recognised in profit or loss	(165,285)	(10,133,345)
Restoration of unused reserves	5,789,815	4,273,429
Provisions for deferred income	2,287,738	143,160
Book value as of September 30	(26,202,761)	(31,273,254)

22 Financial Risk Management

Risk management is at the heart of the Fund's operations and is an essential element of the Fund's operations. The Fund carries out risk management during the ongoing process of identifying, monitoring, assessing and controlling risks, as well as by establishing risk limits and other internal control systems. The risk management process is critical to maintaining the Fund's stable profitability, and each employee of the Fund is responsible for managing the risks associated with his/her responsibilities. Market risk, including price risk, interest rate risk and currency risk, as well as credit and liquidity risk, are the main risks faced by the Fund in the course of its activities.

Rules and procedures of the Risk Management Fund. The Fund's risk management policy is aimed at determining, analyzing and managing the risks to which the Fund is exposed, setting risk limits and relevant controls, as well as constantly assessing the level of risks and their compliance with established limits. Risk management policies and procedures are reviewed on a regular basis to reflect changes in the market situation, products and services offered, and emerging best practices.

Foreign currency risk arises when available or projected assets denominated in a currency are greater or less than available or projected obligations denominated in the same currency. The Board of the Fund, taking into account the assessment of currency risk, makes decisions on the structure of the assets and obligations of the Fund in the context of financial instruments denominated in foreign currency, and establishes the permissible amount of currency risk and limit on the size of the open currency position.

The structure of financial assets and obligations in terms of currencies as of September 30, 2023 can be presented as follows:

<i>(in thousands of Kazakhstani tenge)</i>	Tenge	US Dollar	Other	Total
FINANCIAL ASSETS				
Cash and cash equivalents	264,567,803		203	264,568,006
Investments in debt securities	17,127,233	3,404,322	-	20,531,555
Funds in financial institutions	223,747,525	4,739	-	223,752,264
Receivables from subsidy programs	430,083	-	-	430,083
Loans and advances to customers	1,489,968	-	-	1,489,968
Other financial assets	439,988	-	-	439,988
Total financial assets	507,802,600	3,409,061	203	511,211,864
FINANCIAL OBLIGATIONS				
Borrowings	173,910,531	396,568	-	174,307,099
Debt securities issued	1,000,000	-	-	1,000,000
Commitments under subsidy programs	61,067,870	-	-	61,067,870
Deferred income and provision for credit-related obligations	70,612,153	-	-	70,612,153
Other financial obligations	297,331	-	-	297,331
Total financial obligations	306,887,885	396,568	-	307,284,453
Net position as of September 30, 2023	200,914,715	3,012,493	203	203,927,411

22 Financial Risk Management (continued)

The structure of financial assets and obligations by currency as at 31 December 2022 may be presented as follows:

<i>(in thousands of Kazakhstani tenge)</i>	Tenge	US Dollar	Other	Total
FINANCIAL ASSETS				
Cash and cash equivalents	182,036,514	94	737	182,037,345
Investments in debt securities	16,092,759	3,236,949	-	19,329,708
Funds in financial institutions	214,867,224	76,175	-	214,943,399
Receivables from subsidy programs	183,681	-	-	183,681
Loans and advances to customers	2,600,024	-	-	2,600,024
Other financial assets	213,201	-	-	213,201
Total financial assets	415,993,403	3,313,218	737	419,307,358
FINANCIAL OBLIGATIONS				
Borrowings	167,587,686	386,689	-	167,974,375
Debt securities issued	1,244,178	-	-	1,244,178
Commitments under subsidy programs	4,913,288	-	-	4,913,288
Deferred income and provision for credit-related obligations	75,349,867	-	-	75,349,867
Other financial obligations	600,904	-	-	600,904
Total financial obligations	249,695,923	386,689	-	250,082,612
Net position as at 31 December 2022	166,297,480	2,926,529	737	169,224,746

23 Fair Value Disclosures

The results of the fair value measurement are analyzed and allocated to the levels of the fair value hierarchy as follows: (i) Level 1 includes quoted price measurements (non-recoverable) in active markets for identical assets or obligations, (ii) to Level 2 - derived from valuation techniques in which all material inputs used are directly or indirectly observable for the asset or liability (i.e., prices), and (iii) Level 3 estimates that are estimates not based on observable market data (i.e., based on unobservable inputs). Management uses judgement to categorize financial instruments in the fair value hierarchy. If observable inputs requiring significant adjustments are used to measure fair value, this measurement is categorised as Level 3. The significance of the inputs used is assessed for the entire fair value measurement.

(a) Multiple fair value measurements

Multiple fair value measurements are those required or permitted by other IFRSs in the statement of financial position at the end of each reporting period. The table below presents the levels in the fair value hierarchy to which the multiple fair value measurements relate:

(in thousands of Kazakhstani tenge)	September 30, 2023		December 31, 2022	
	Level 1	Level 2	Level 1	Level 2
FINANCIAL ASSETS				
<i>Investment debt securities at fair value through profit or loss</i>				
- Corporate Bonds	-	-	-	-
- Kazakhstan government bonds	-	72,398	-	74,139
<i>Investment debt securities at fair value through other comprehensive income</i>				
- Notes of NB RK	-	-	-	49,676
- Corporate Bonds	-	-	-	-
- Kazakhstan government bonds	-	1,328,779	-	9,605,874
- Bonds of "NWF "Samruk-Kazyna" JSC	-	3,404,322	-	3,236,949
- Bonds of STB RK	-	555,871	-	534,189
TOTAL ASSETS AT FAIR VALUE	-	5,361,370	-	13,500,827

The fair value of investment securities was estimated using the rates of "Kazakhstan Stock Exchange" JSC. Due to insignificant trading volumes with similar instruments, these investment securities are determined at Level 2.

23 Fair Value Disclosures (continued)

(b) Assets and obligations not measured at fair value for which fair value disclosures are presented

(in thousands of Kazakhstani tenge)	September 30, 2023 (unaudited)			Book value
	Level 1	Level 2	Level 3	
FINANCE ASSETS				
Cash and cash equivalents	51,527,555	213,040,451	-	264,568,006
Funds in financial institutions				
- Loans issued to financial institutions and loans issued under Islamic financing programs	-	110,192,234	-	173,897,388
- Deposits with banks with original maturities of more than three months	-	49,854,875	-	49,854,875
Receivables from subsidy programs				
- Receivables from subsidy programs	-	-	430,083	430,083
Loans and advances to customers				
- Loans issued to small and medium-sized businesses	-	-	1,489,968	1,489,968
Investment securities measured at amortised cost	-	-	15,170,185	15,170,185
Other financial assets				
- Other	-	-	439,988	439,988
TOTAL FINANCIAL ASSETS CARRIED AT AMORTISED COST	51,527,555	373,087,560	17,530,225	505,850,493
FINANCIAL OBLIGATIONS				
Borrowings				
- "NMH "Baiterek" JSC	-	54,666,576	-	107,418,717
- "NWF "Samruk-Kazyna" JSC	-	19,337,431	-	19,416,325
- Municipal authorities	-	32,216,662	-	46,972,015
- Other loans	-	208,049	-	500,042
Debt securities issued	-	-	1,000,000	1,000,000
Commitments under subsidy programs				
- Municipal authorities	-	-	55,256,775	55,256,775
- Banks	-	-	5,811,095	5,811,095
Deferred income and provision for credit-related obligations				
- Deferred income	-	-	44,409,392	44,409,392
- Financial Guarantees	-	-	26,202,761	26,202,761
Other financial obligations				
- Other	-	-	297,331	297,331
TOTAL FINANCIAL OBLIGATIONS AT AMORTISED COST	-	106,428,718	132,977,354	307,284,454

Cash and cash equivalents. Cash in the National Bank of Kazakhstan with a maturity of less than three months is determined at level 1, all other cash - at level 2. The fair value of these funds is equal to the carrying amount.

Loans and advances to customers, financial institutions and borrowings. The fair value measurement at Level 2 of the fair value hierarchy was performed using a discounted cash flow model. The fair value of fixed rate instruments that are not quoted in an active market has been estimated based on estimated future cash flows discounted using current borrowing rates for new instruments with similar credit risk and similar maturities.

23 Fair Value Disclosures (continued)

Investment securities carried at amortised cost. The fair value measurement at Level 3 of the fair value hierarchy was performed using a discounted cash flow model. The fair value of fixed rate instruments that are not quoted in an active market has been estimated based on estimated future cash flows discounted using current borrowing rates for new instruments with similar credit risk and similar maturities.

(in thousands of Kazakhstani tenge)	December 31, 2022			
	Level 1	Level 2	Level 3	Book value
FINANCE ASSETS				
Cash and cash equivalents	52,589,572	129,447,773	-	182,037,345
Funds in financial institutions				
- Loans issued to financial institutions and loans issued under Islamic financing programs	-	100,851,610	-	169,819,418
- Deposits with banks with original maturities of more than three months	-	45,123,981		45,123,981
Receivables from subsidy programs				
- Receivables from subsidy programs	-	-	183,681	183,681
Loans and advances to customers				
- Loans issued to small and medium-sized businesses	-	-	2,600,024	2,600,024
Investment securities measured at amortised cost	-	-	5,828,881	5,828,881
Other financial assets				
- Other	-	-	213,201	213,201
TOTAL FINANCIAL ASSETS CARRIED AT AMORTISED COST	52,589,572	275,423,364	8,825,787	405,806,531
FINANCIAL OBLIGATIONS				
Borrowings				
- "NUH "Baiterek" JSC	-	53,519,011	-	102,446,602
- "NWF "Samruk-Kazyna" JSC	-	19,128,159	-	19,416,325
- Municipal authorities	-	29,782,500	-	46,111,448
Debt securities issued			1,244,178	1,244,178
Commitments under subsidy programs				
- Municipal authorities	-	-	175,725	175,725
- Banks	-	-	4,737,563	4,737,563
Deferred income and provision for credit-related obligations				
- Deferred income	-	-	41,234,839	41,234,839
- Financial Guarantees	-	-	34,115,028	34,115,028
Other financial obligations				
- Other	-	-	600,904	600,904
TOTAL FINANCIAL OBLIGATIONS AT AMORTISED COST	-	102,429,670	82,108,237	250,082,612

Obligations under subsidy programs and deferred income and provision for credit-related obligations with a maturity of less than a year are determined at level 3. The fair value of these funds is equal to the carrying amount.

24 Related party transactions

Parties are considered to be related if they are under common control, or one of them has the ability to control the other, or can exercise significant influence in the other party's financial and operational decisions. When considering relationships with all related parties, consideration is given to the economic substance of such relationships, not merely their legal form.

Related party balances as of 30 September 2023 are as follows:

	Sole Shareholder	Companies under common control	Other Related Parties
<i>(in thousands of Kazakhstani tenge)</i>			
Cash and cash equivalents (contractual interest rate: 0%)	-	1,121,491	51,696,951
Funds in financial institutions	-	49,850,137	4,773,574
Investment debt securities at fair value through profit or loss (contractual interest rate:	-	-	72,398
Investment debt securities at fair value through other comprehensive income (contractual interest rate:	-	-	4,733,101
Receivables from subsidy programs	-	12,624	-
Prepayment of current income tax obligations (Interest rate: 15%)	-	-	1,043,260
Other financial assets (interest rate: 0%)	-	-	-
Other assets	-	-	7,955
Borrowings (contractual interest rate: 0.1% - 5.5%)	107,418,717	-	66,888,382
Commitments under subsidy programs (contractual interest rate: 0%)	-	-	55,256,764
Deferred tax liability	-	-	4,074,532
Other financial obligations	-	20,111	-
Other obligations	-	-	496 450

Related party income and expense items for the nine months ended 30 September 2023 are as follows:

	Sole Shareholder	Companies under common control	Other Related Parties
<i>(in thousands of Kazakhstani tenge)</i>			
Interest income	-	3,785,286	959,006
Interest expense	(5,167,614)	(2,509)	(539,420)
Commission income	-	-	383,098
Expenses less gains on revaluation of securities measured at fair value through profit or loss	-	-	(365)
Net gains/(losses) on foreign currency transactions	-	-	77,885
Gains less losses from derecognition of financial assets measured at amortised cost	-	-	346,554
Provision for impairment	-	4,802,882	40,604
Administrative and other operating expenses	-	(39,421)	(80,411)
Income tax expense	-	-	(7,337,623)

The aggregate amount of borrowings received from related parties and repaid by the Fund during the nine months ended 30 September 2023 is as follows:

	Sole Shareholder	Companies under common control	Associated Companies	Other Related Parties
<i>(in thousands of Kazakhstani tenge)</i>				
Amount borrowed from related parties during the period	-	-	-	4,350,000
Amount of borrowed funds repaid by the Fund during the period	(195,500)	-	-	(3,801,802)

24 Related party transactions (continued)

Related party balances as at 31 December 2022 are as follows:

<i>(in thousands of Kazakhstani tenge)</i>	Sole Shareholder	Companies under common control	Other Related Parties
Cash and cash equivalents	-	845,294	52,589,572
Funds in banks	-	45,050,839	-
Investment debt securities at fair value through profit or loss	-	-	74,139
Investment debt securities at fair value through other comprehensive income	-	-	12,892,499
Prepayment of current income tax obligations	-	-	633,394
Deferred tax asset	-	-	-
Other financial assets	-	46,172	-
Other assets	-	-	177,662
Borrowings (contractual interest rate: 0.1% - 5.5%)	102,446,602	-	65,527,773
Commitments under subsidy programs (contractual interest rate: 0%)	-	-	175,714
Deferred tax liability	-	-	1,835,530
Other financial obligations	-	59,930	-
Other obligations	-	15	145,288

Related party income and expense items for the nine months ended 30 September 2022 are as follows:

<i>(in thousands of Kazakhstani tenge)</i>	Sole Shareholder	Companies under common control	Other Related Parties
Interest income	-	397,260	1,593,461
Interest expense	(4,895,786)	(6,147)	(802,093)
Commission income	-	-	383,098
Expenses less gains on revaluation of securities measured at fair value through profit or loss	-	-	15,302
Net gains/(losses) on foreign currency transactions	-	-	467,736
Provision for impairment	-	(34,258)	-
Administrative and other operating expenses	-	(40,292)	(90,523)
Income tax expense	-	-	(8,706,621)

The aggregate number of borrowings received from related parties and repaid by the Fund during the nine months ended 30 September 2022 is as follows:

<i>(in thousands of Kazakhstani tenge)</i>	Sole Shareholder	Companies under common control	Associated Companies	Other Related Parties
Amount borrowed from related parties during the period	-	-	-	3,616,600
Amount of borrowed funds repaid by the Fund during the period	(395,648)	-	-	(4,666,184)

Transactions with related parties without collateral. Expected credit losses on doubtful debts were not created due to the absence of doubtful debts of related parties.

25 Events after the end of the reporting period

No significant events occurred after the reporting date.