

# Financial Statements

## **SAFEGE Permanent Establishment in Georgia**

31 December 2020



# Contents

## Contents

|                                                            |          |
|------------------------------------------------------------|----------|
| <b>Compilation Report</b>                                  | <b>3</b> |
| Statement of financial position                            | 4        |
| Statement of profit or loss and other comprehensive income | 5        |
| Statement of changes in equity                             | 6        |
| Statement of cash flows                                    | 7        |
| 1 Nature of operations and general information             | 8        |
| 2 Basis of preparation                                     | 8        |
| 2.1 Statement of compliance                                | 8        |
| 2.2 Basis of measurement                                   | 8        |
| 2.3 Functional and presentation currency                   | 8        |
| 3 Significant accounting policies                          | 8        |
| 3.1 Foreign currencies                                     | 8        |
| 3.2 Property and equipment                                 | 9        |
| 3.3 Impairment of property and equipment                   | 9        |
| 3.4 Inventories                                            | 9        |
| 3.5 Financial instruments                                  | 9        |
| 3.6 Cash and cash equivalents                              | 10       |
| 3.7 Equity                                                 | 10       |
| 3.8 Income tax                                             | 10       |
| 3.9 Employee benefits                                      | 10       |
| 3.10 Revenue                                               | 11       |
| 4 Property and equipment                                   | 11       |
| 5 Trade and other receivables                              | 12       |
| 6 Cash and bank balances                                   | 12       |
| 7 Trade and other payables                                 | 12       |
| 8 Cost of sales                                            | 12       |
| 9 General and Administrative Expenses                      | 13       |
| 10 Gain/(loss) from exchange differences                   | 13       |

# Compilation Report

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## To the management of SAFEGE Permanent Establishment in Georgia

We have compiled the accompanying financial statements of SAFEGE Permanent Establishment in Georgia (the "Company") based on the information contained in the Company's accounting database, which is maintained by us in accordance to the contract for accounting services. These financial statements comprise the statement of financial position of the Company as at 31 December 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised) *Compilation Engagements*.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the International Financial Reporting Standards for Small and Medium-sized Enterprises (IFRS for SMEs). We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

Since a compilation engagement is not an assurance engagement, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with IFRS for SMEs.



Paata Shurghaia

Partner

September 30, 2021



# Statement of financial position

| <i>In Georgian Lari</i>                    | <b>Note</b> | As of 31<br>December<br>2020 | As of 31<br>December<br>2019 | As of 31<br>December<br>2018 |
|--------------------------------------------|-------------|------------------------------|------------------------------|------------------------------|
| <b>Assets</b>                              |             |                              |                              |                              |
| <b>Non-Current Assets</b>                  |             |                              |                              |                              |
| Property, Plant and Equipment              | 4           | 10,842                       | 22,454                       | 43,167                       |
| <b>Total Non-Current Assets</b>            |             | <b>10,842</b>                | <b>22,454</b>                | <b>43,167</b>                |
| <b>Current-Assets</b>                      |             |                              |                              |                              |
| Prepayments                                |             | 6,713                        | 6,523                        | 354,221                      |
| Inventory                                  |             | 5,507                        | 4,847                        | 583                          |
| Trade and Other Receivables                | 5           | 938,442                      | 1,861,490                    | 1,261,365                    |
| Cash and Cash Equivalents                  | 6           | 8,120,403                    | 6,897,592                    | 4,295,211                    |
| <b>Total Current Assets</b>                |             | <b>9,071,065</b>             | <b>8,770,452</b>             | <b>5,911,380</b>             |
| <b>Total Assets</b>                        |             | <b>9,081,907</b>             | <b>8,792,906</b>             | <b>5,954,547</b>             |
| <b>Liabilities and Equity</b>              |             |                              |                              |                              |
| <b>Equity</b>                              |             |                              |                              |                              |
| Previous Periods Accumulated Profit (Loss) |             | 5,481,666                    | 3,776,965                    | 1,173,520                    |
| Period Result                              |             | (20,450)                     | 1,704,701                    | 2,603,445                    |
| <b>Total Equity</b>                        |             | <b>5,461,216</b>             | <b>5,481,666</b>             | <b>3,776,965</b>             |
| <b>Current-Liabilities</b>                 |             |                              |                              |                              |
| Advances Received                          |             | -                            | -                            | 257,861                      |
| Trade and Other Payables                   | 7           | 3,575,159                    | 3,243,166                    | 1,849,466                    |
| Payables to the state budget               |             | 45,532                       | 67,601                       | 69,910                       |
| Other Short-Term Liabilities               |             | -                            | 473                          | 345                          |
| <b>Total Current Liabilities</b>           |             | <b>3,620,691</b>             | <b>3,311,240</b>             | <b>2,177,582</b>             |
| <b>Total Liabilities and Equity</b>        |             | <b>9,081,907</b>             | <b>8,792,906</b>             | <b>5,954,547</b>             |

Director: Giorgi Matiashvili

Signature:



# Statement of profit or loss and other comprehensive income

| <i>In Georgian Lari</i>                                | <b>Note</b> | Year ended 31<br>December 2020 | Year ended 31<br>December 2019 |
|--------------------------------------------------------|-------------|--------------------------------|--------------------------------|
| Revenue                                                |             | 6,289,087                      | 8,357,896                      |
| Cost Of Sales                                          | 8           | (5,924,596)                    | (5,817,228)                    |
| <b>Gross Profit</b>                                    |             | <b>364,491</b>                 | <b>2,540,668</b>               |
| General and Administrative Expenses                    | 9           | (1,211,438)                    | (1,020,938)                    |
| <b>Total Operating Expenses</b>                        |             | <b>(1,211,438)</b>             | <b>(1,020,938)</b>             |
| <b>Operating Profit</b>                                |             | <b>(846,947)</b>               | <b>1,519,730</b>               |
| Finance Income                                         |             | 43,107                         | 90,926                         |
| Other Non-Operating Income                             |             | 5,150                          | -                              |
| Other Non-Operating Expense                            |             | -                              | (8,524)                        |
| Net foreign exchange gain/(loss)                       | 10          | 778,240                        | 102,569                        |
| <b>Profit Before Tax</b>                               |             | <b>(20,450)</b>                | <b>1,704,701</b>               |
| Income tax expense                                     |             | -                              | -                              |
| <b>Profit For The Period</b>                           |             | <b>(20,450)</b>                | <b>1,704,701</b>               |
| Other comprehensive income                             |             | -                              | -                              |
| <b>Total other comprehensive income for the period</b> |             | <b>(20,450)</b>                | <b>1,704,701</b>               |

Director: Giorgi Matiashvili

Signature:



# Statement of changes in equity

| <i>In Georgian Lari</i>        | Accumulated<br>profit/(loss) | Total Equity     |
|--------------------------------|------------------------------|------------------|
| <b>As of January 01, 2019</b>  | <b>3,776,965</b>             | <b>3,776,965</b> |
| Profit/(Loss) for The Year     | 1,704,701                    | 1,704,701        |
| <b>As of December 31, 2019</b> | <b>5,481,666</b>             | <b>5,481,666</b> |
| <b>As of January 01, 2020</b>  | <b>5,481,666</b>             | <b>5,481,666</b> |
| Profit/(Loss) for The Year     | (20,450)                     | (20,450)         |
| <b>As of December 31, 2020</b> | <b>5,461,216</b>             | <b>5,461,216</b> |

Director: Giorgi Matiashvili

Signature:



# Statement of cash flows

| <i>In Georgian Lari</i>                                     | Year ended 31<br>December<br>2020 | Year ended<br>31 December<br>2019 |
|-------------------------------------------------------------|-----------------------------------|-----------------------------------|
| <b>Cash Flows From Operating Activities</b>                 |                                   |                                   |
| Profit for the year                                         | (20,450)                          | 1,704,701                         |
| Adjustments to the following articles:                      |                                   |                                   |
| Depreciation and Amortization                               | 11,612                            | 14,443                            |
| Finance Income                                              | (43,107)                          | (90,926)                          |
| Net foreign exchange gain/(loss)                            | (778,240)                         | (102,569)                         |
|                                                             | <b>(830,185)</b>                  | <b>1,525,649</b>                  |
| Change in Trade and Other Receivables                       | 1,196,456                         | (629,675)                         |
| Change in Prepayments                                       | (190)                             | 347,698                           |
| Change in Inventories                                       | (660)                             | (4,264)                           |
| Change in Advances Received                                 | -                                 | (257,862)                         |
| Change in Trade and Other Payables                          | 295,262                           | 34,757                            |
| Change in Payables to the State Budget                      | (22,069)                          | (4,508)                           |
| Change in Other Short-Term Liabilities                      | (438,223)                         | 1,185,403                         |
| <b>Cash Generated from / (used in) Operations</b>           | <b>200,391</b>                    | <b>2,197,198</b>                  |
| Paid interests                                              |                                   |                                   |
| Paid income tax                                             |                                   |                                   |
| <b>Net Cash From Operating Activities</b>                   | <b>200,391</b>                    | <b>2,197,198</b>                  |
| <b>Cash Flows From Investing Activities</b>                 |                                   |                                   |
| Purchase of Property, Plant and Equipment                   | -                                 | 6,270                             |
| <b>Net Cash Provided From Investing Activities</b>          | <b>-</b>                          | <b>6,270</b>                      |
| <b>Cash Flows From Financing Activities</b>                 |                                   |                                   |
| Received Interests                                          | 43,107                            | 90,926                            |
| <b>Net Cash Provided From Financing Activities</b>          | <b>43,107</b>                     | <b>90,926</b>                     |
| <b>Net Increase (Decrease) in Cash and Cash Equivalents</b> | <b>243,498</b>                    | <b>2,294,394</b>                  |
| <b>Foreign exchange effect on cash</b>                      | <b>979,313</b>                    | <b>307,987</b>                    |
| Cash and Cash Equivalents at The Beginning of The Period    | 6,897,592                         | 4,295,211                         |
| <b>Cash and Cash Equivalents at The End of The Period</b>   | <b>8,120,403</b>                  | <b>6,897,592</b>                  |

Director: Giorgi Matiashvili

Signature:



# Notes to the financial statements

## 1 Nature of operations and general information

SAFEGE Permanent Establishment in Georgia (the “Company”) was incorporated on 10 September 2015 as a permanent establishment company (registration and tax ID:202471173 by the National Agency of Public Registry in accordance with the Law of Georgia on Entrepreneurs.

The Company operates architectural Activities, in particular the construction of wastewater treatment facilities.

Since from founding of the Company SAFEGE SJSC (ID: FR542021829) is 100% shareholder of the Company.

The average number of employees of the Company during 2020 was 14 employees (2019: 14 employees).

The registered place of the Company is Ardoni Street, Tbilisi, Georgia.

### *Business environment*

The changes in political and economic environment and the development of the legal, tax and legislative systems in Georgia have continuing nature. The stability and development of the Georgian economy largely depends on these changes. The government has brought a renewed commitment to good governance, including anticorruption efforts, transparency, and accountability.

In March 2020 the World Health Organization has classified the coronavirus (COVID-19), which has exploded in China in December 2019, as pandemic. The coronavirus has already had a significant impact on the global economy and major financial markets. Continuous measures were introduced by the Government and the National Bank of Georgia to mitigate the impact of the coronavirus on the economy. These measures include, among others, subsidized lending to affected industries and individuals and payment holidays.

These events may have a further significant impact on the Company's future operations and financial stability, the full consequences of which are currently difficult to predict. The future economic and political situation and its impact on the Company's operations may differ from the management's current expectations.

These financial statements do not reflect the potential future impact of the above on the Company's operations.

## 2 Basis of preparation

### 2.1 Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards for small and medium-sized entities (“IFRS for SMEs”) as issued by the International Accounting Standards Board (“IASB”). They have been prepared under the assumption that the Company operates on a going concern basis.

### 2.2 Basis of measurement

The financial statements have been prepared on an accruals basis and under the historical cost convention.

### 2.3 Functional and presentation currency

The national currency of Georgia is the Georgian lari (“Georgian lari”), which is the Company's functional currency, since this currency best reflects the economic substance of the underlying events and transactions of the Company.

These financial statements are presented in Georgian lari (unless otherwise stated).

## 3 Significant accounting policies

### 3.1 Foreign currencies

#### *Foreign currency transactions*

In preparing the financial statements, transactions in currencies other than the functional currency are recorded at the rates of exchange defined by the National Bank of Georgia prevailing on the dates of the transactions. At

each reporting date, monetary items denominated in foreign currencies are retranslated at the rates defined by the National Bank of Georgia prevailing on the reporting date, which is 3.2766 Georgian lari for 1 US dollar and 4.0233 Georgian lari for 1 euro as of 31 December 2020 (31 December 2019: 2.8677 Georgian lari for 1 US dollar and 3.2095 Georgian lari for 1 euro). Non-monetary items are not retranslated and are measured at historic cost (translated using the exchange rates at the transaction date), except for non-monetary items carried at fair value that are denominated in foreign currencies which are retranslated at the rates prevailing on the date when the fair value was determined.

Exchange differences arising on the settlement and retranslation of monetary items, are included in profit or loss for the period.

## 3.2 Property and equipment

Property and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses. Cost comprises purchase price including import duties and non-refundable purchase taxes and other directly attributable costs. When an item of property and equipment comprises major components having different useful lives, they are accounted for as separate items of property and equipment.

The gain or loss arising on the disposal or retirement of an item of property and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

Expenditure to replace a component of an item of property and equipment that is accounted for separately is capitalized with the carrying amount of the component being written off. Other subsequent expenditure is capitalized if future economic benefits will arise from the expenditure. All other expenditure, including repair and maintenance, is recognized in profit or loss as incurred.

Depreciation is charged to profit or loss or is added to the cost of other asset on a straight-line basis over the estimated useful lives of the individual assets. Depreciation commences when assets are available for use. The estimated useful lives are as follows:

|                                         |                |
|-----------------------------------------|----------------|
| Vehicles                                | - 10 years     |
| Office equipment furniture and fixtures | - 4 - 5 years  |
| Other                                   | - 2 - 5 years. |

## 3.3 Impairment of property and equipment

Recoverable amount is the higher of net selling price and value in use. If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount. Impairment losses are recognized as an expense immediately, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Where an impairment loss subsequently reverses, the carrying amount of the asset or cash-generating unit is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss recognized for the asset or cash-generating unit in prior years. A reversal of an impairment loss is recognized as income immediately.

## 3.4 Inventories

Inventories are stated at the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses. The cost of inventories is based on the weighted average principle and includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition.

## 3.5 Financial instruments

Financial Instruments are initially measured at the transaction price (this includes transaction cost except in the initial measurement of financial assets and liabilities that will be measured at fair value through profit or loss) If however, the arrangement constitutes a financing transaction it is then measured at the present value of the future payments, discounted at a market related interest rate.

After initial recognition they are measured at amortized cost using the effective interest method.

### *Trade and other receivables*

Most sales are made on the basis of normal credit terms, and the receivables do not bear interest. Where credit is extended beyond normal credit terms receivables are measured at amortized cost using the effective interest method, less provision for impairment. At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognized immediately in profit or loss.

### *Trade and other payables*

Trade payables are recognized initially at the transaction price and subsequently measured at amortized cost using the effective interest method. They are on normal credit terms and do not bear interest.

## 3.6 Cash and cash equivalents

Cash and bank balances comprise cash on hand and bank accounts.

## 3.7 Equity

Charter capital represents contributions by the shareholders to the Company's charter. The amount of Company's stated charter capital is determined by the Company's shareholders. The changes in the Company's stated capital shall be made only based on the decision of the Company's shareholders.

Accumulated profit/(loss) include all current and prior period retained profits.

## 3.8 Income tax

Current taxation model effective in Georgia since 1 January 2017 (the "Estonian model of corporate taxation") implies zero corporate tax rate on retained earnings and a 15% corporate tax rate on distributed earnings. As a result, starting 1 January 2017 companies pay corporate income tax on earnings distribution (profit distributed to shareholders as dividends) and on individual transactions that may be considered as indirect distribution of earnings (benefits, gifts, payments, non-arm's length cross-border transactions with related parties, expenses not related to economic activities, etc).

The corporate income tax arising from distribution of dividends is recognized as an expense in the period when dividends are declared, regardless of the actual payment date or the period for which dividends are distributed. The tax rate is 15/85 of the amount of net distribution.

According to the current concept of corporate income taxation, there are no temporary differences between the carrying amounts of assets and liabilities in the statement of financial position and their tax bases. Therefore, deferred tax assets and liabilities, as defined in IAS 12 Income Taxes, are not formed subsequent to 1 January 2017.

## 3.9 Employee benefits

Short-term employee benefits are benefits expected to be settled wholly before twelve months after the end of the annual reporting period in which the employees render the related services and include:

- (a) wages, salaries and bonuses;
- (b) paid annual leaves and paid disability leaves;

When employees render services to the Company during the accounting period, the Company recognizes the undiscounted amount of short-term employee benefits expected to be paid in exchange for that service:

- (a) as a liability (accrued expense), after deducting any amount already paid. If the amount already paid exceeds the undiscounted amount of the benefits, the Company shall recognize that excess as an asset (prepaid expense) to the extent that the prepayment will lead to a reduction in future payments or a cash refund.
- (b) as an expense, unless the amount is included in the cost of an asset.

### 3.10 Revenue

Revenue comprises the fair value of the consideration received or receivable for the provided service in the ordinary course of the Company's activities. Revenue is shown net of sales/value-added tax, returns, rebates and discounts.

The Company recognizes revenue when: the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for each of the Company's activities, as described below:

#### *Provided Service*

The main activities of the company are the construction of water treatment pipes and facilities (Rehabilitation of Wastewater Treatment Plants), architectural and Supervision works.

## 4 Property and equipment

| Historical cost                   | Office equipment | Furniture and fixtures | Vehicles      | Total         |
|-----------------------------------|------------------|------------------------|---------------|---------------|
| Historical cost 01.01.2019        | 15,573           | 1,380                  | 56,957        | 73,910        |
| Additions                         | 211              | 720                    | -             | 931           |
| Disposals                         | (862)            | -                      | (13,004)      | (13,866)      |
| <b>Historical Cost 31.12.2019</b> | <b>14,922</b>    | <b>2,100</b>           | <b>43,953</b> | <b>60,975</b> |

| Accumulated depreciation                   |               |              |               |               |
|--------------------------------------------|---------------|--------------|---------------|---------------|
| Accumulated depreciation 01.01.2019        | 7,069         | 637          | 23,037        | 30,743        |
| Depreciation 2019                          | 4,216         | 596          | 9,631         | 14,443        |
| Accumulated depreciation of disposals 2019 | (862)         | -            | (5,803)       | (6,665)       |
| <b>Accumulated depreciation 31.12.2019</b> | <b>10,423</b> | <b>1,233</b> | <b>26,865</b> | <b>38,521</b> |

| Net book value                   |              |            |               |               |
|----------------------------------|--------------|------------|---------------|---------------|
| <b>Net book value 01.01.2019</b> | <b>8,504</b> | <b>743</b> | <b>33,920</b> | <b>43,167</b> |
| <b>Net book value 31.12.2019</b> | <b>4,499</b> | <b>867</b> | <b>17,088</b> | <b>22,454</b> |

| Historical cost                   | Office equipment | Furniture and fixtures | Vehicles      | Total         |
|-----------------------------------|------------------|------------------------|---------------|---------------|
| Historical cost 01.01.2020        | 14,922           | 2,100                  | 43,953        | 60,975        |
| Additions 2020                    | -                | -                      | -             | -             |
| Disposals                         | -                | -                      | -             | -             |
| <b>Historical Cost 31.12.2020</b> | <b>14,922</b>    | <b>2,100</b>           | <b>43,953</b> | <b>60,975</b> |

| Accumulated depreciation                   |               |              |               |               |
|--------------------------------------------|---------------|--------------|---------------|---------------|
| Accumulated depreciation 01.01.2020        | 10,423        | 1,233        | 26,865        | 38,521        |
| Depreciation 2020                          | 3,270         | 396          | 7,946         | 11,612        |
| Accumulated depreciation of disposals 2020 | -             | -            | -             | -             |
| <b>Accumulated depreciation 31.12.2020</b> | <b>13,693</b> | <b>1,629</b> | <b>34,811</b> | <b>50,133</b> |

| Net book value                   |              |            |               |               |
|----------------------------------|--------------|------------|---------------|---------------|
| <b>Net book value 01.01.2020</b> | <b>4,499</b> | <b>867</b> | <b>17,088</b> | <b>22,454</b> |
| <b>Net book value 31.12.2020</b> | <b>1,229</b> | <b>471</b> | <b>9,142</b>  | <b>10,842</b> |

## 5 Trade and other receivables

| <i>GEL</i>                               | As of 31<br>December 2020 | As of 31<br>December 20219 |
|------------------------------------------|---------------------------|----------------------------|
| Trade receivables                        | 936,773                   | 1,859,083                  |
| Other receivables                        | 1,669                     | 2,407                      |
| <b>Total Trade and Other Receivables</b> | <b>938,442</b>            | <b>1,861,490</b>           |

All amounts are short-term. The net carrying value of trade receivables is considered a reasonable approximation of fair value. The coverage period of the trade receivables are approximately 1-3 months.

All of the Company's trade and other receivables in the comparative periods have been reviewed for indicators of impairment.

## 6 Cash and bank balances

| <i>GEL</i>                             | As of 31 December<br>2020 | As of 31 December<br>20219 |
|----------------------------------------|---------------------------|----------------------------|
| Cash at bank in national currency      | 51,873                    | 34,534                     |
| Cash at bank in foreign currency       | 8,068,530                 | 6,863,058                  |
| <b>Total Cash and Cash Equivalents</b> | <b>8,120,403</b>          | <b>6,897,592</b>           |

## 7 Trade and other payables

| <i>GEL</i>                            | As of 31 December<br>2020 | As of 31 December<br>20219 |
|---------------------------------------|---------------------------|----------------------------|
| Trade payables                        | 268,297                   | 218,745                    |
| Liability to Head Office              | 3,306,862                 | 3,024,421                  |
| <b>Total Trade and Other Payables</b> | <b>3,575,159</b>          | <b>3,243,166</b>           |

All amounts are short-term. The coverage period of the trade payables is approximately 1 month.

## 8 Cost of sales

| <i>GEL</i>                        | Year 2020        | Year 20219       |
|-----------------------------------|------------------|------------------|
| Local Specialists Salary          | 273,542          | 273,185          |
| Pension Expense For Local Experts | 557              | 2,370            |
| Subcontractor Expenses            | 1,754,426        | 2,041,517        |
| International Experts             | 3,883,040        | 3,483,264        |
| Repair and maintenance            | 229              | -                |
| Insurance                         | 11,965           | 16,892           |
| Laboratory service fee            | 837              | -                |
| <b>Total Cost of Sales</b>        | <b>5,924,596</b> | <b>5,817,228</b> |

## 9 General and Administrative Expenses

| GEL                                                          | Year 2020        | Year 2019        |
|--------------------------------------------------------------|------------------|------------------|
| Management fee                                               | 675,818          | 491,053          |
| Support Staff (driver, secretary, translator , IT, Cleaning) | 195,531          | 180,545          |
| Pension Expense For Support Staff                            | 3,991            | 3,449            |
| Office charges (cleaning, energy, etc.)                      | 85               | 228              |
| Employ Benefit                                               | 14,202           | 3,585            |
| Per Diem                                                     | 420              | 495              |
| Accommodation fee for Local Staff                            | 6,793            | -                |
| Accommodation fee for Freelancers                            | 87,721           | 104,187          |
| Car running costs (petrol, toll, insurance, repair)          | 22,580           | 22,174           |
| Other transport costs (taxi, bus ...)                        | 664              | 330              |
| Office rent                                                  | 47,320           | 54,869           |
| Office charges (cleaning, energy, etc.)                      | 3,966            | 5,059            |
| Office Utilities                                             | 4,087            | 4,655            |
| Expedition costs + DHL                                       | 99               | -                |
| Communication costs (internet, cellphone, landline, etc.)    | 7,845            | 6,717            |
| Office Stationaries                                          | 2,506            | 4,338            |
| Office Supplies                                              | 4,800            | 4,226            |
| pension from company for services                            | 65               | 85               |
| Consulting fees                                              | 97,275           | 71,583           |
| Depreciation and amortization                                | 11,612           | 14,443           |
| Other Tax Expenses                                           | 3,741            | 26,538           |
| Financial Costs / Bank charges                               | 3,468            | 3,745            |
| Translation                                                  | 186              | -                |
| Announcement Jobs.ge                                         | 30               | 30               |
| Other costs                                                  | 11,043           | 5,508            |
| Bank charges for France account                              | 5,590            | -                |
| Commercial and representation costs                          | -                | 360              |
| Monthly Allowance (accommodation)                            | -                | 4,604            |
| Real Expenses (Hotel & food)                                 | -                | 8,106            |
| Car location                                                 | -                | 26               |
| Office charges (cleaning, energy, etc.) k                    | -                | -                |
| <b>TOTAL</b>                                                 | <b>1,211,438</b> | <b>1,020,938</b> |

## 10 Gain/(loss) from exchange differences

| GEL                                                                | Year 2020      | Year 2019      |
|--------------------------------------------------------------------|----------------|----------------|
| Amortized cost of Financial Assets                                 | 1,097,102      | 209,564        |
| Amortized cost of Financial Liabilities                            | (318,862)      | (106,995)      |
| <b>Total Profit/Loss from the Net Foreign Exchange gain/(loss)</b> | <b>778,240</b> | <b>102,569</b> |