

Limited Liability Company
Alpha Audit

Legal address: 13, apt. 60 2nd Yuzhnoportovy Lane, 115432 Moscow
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Auditor's report

**on accounting (financial) statements for 2020
of the Limited Liability Company
Microcredit Company
CREDITTER**

Alpha Audit, LLC

Moscow, 2021

**AUDITOR'S REPORT
on accounting (financial) statements
of the Limited Liability Company
Microcredit Company CREDITTER
for 2020**

Particulars about the auditor

Name: Alpha Audit, Limited Liability Company

Registered address: 13, apt. 60 2nd Yuzhnoportovy Lane, 115432 Moscow

State registration: 1147746924709

INN/KPP: 7705517231 /772301001

SRO membership: Limited Liability Company «Alpha Audit», is a member of the Self-regulatory organization of auditors association "Sodruzhestvo", Primary Number of Registration Entry (ORNZ) 12006028157 dated February 04, 2020 in the State Register of Auditors and Audit Organizations.

Tel.: (966) 328-88-44

Head of organization: General Director Elena Anatolevna Petrenko

The audit was conducted under the supervision of Elena Petrenko, General Manager of Alpha Audit Limited Liability Company, lead auditor and candidate of economic sciences. Qualification certificate # K008711 was issued based on the decision taken by the Central Attestation and Licensing Auditing Commission of the Ministry of Finance of the Russian Federation of June 26, 1997, Certificate # 45, from November 19, 2003 for an unlimited period of time and with the participation of auditor Olga Viktorovna Sokolova, qualification certificate # 01-001087 of December 10, 2012 was issued for an unlimited period of time.

Particulars about the audited legal entity

Name: **Microcredit company CREDITTER, Limited Liability Company (MCC CREDITTER, LLC)**

Legal address: 105064, city of Moscow, Nizhny Susalny Ave. 5, bld. 5a, fl. 2

State registration: OGRN 1197746100530, registration authority - Interdistrict Inspectorate of the Federal Tax Service No. 46 for the city of Moscow. INN 7702463482

KPP 770901001

We have audited the attached accounting (financial) statement of the Microcredit Company CREDITTER, Limited Liability Company, consisting of:

- Balance sheet of a microcredit company in the form of a business entity or partnership, pawnshop, insurance broker, credit reference bureau, credit rating agency as of December 31, 2020;
- Financial results statement of a microcredit company in the form of a business entity or partnership, pawnshop, insurance broker, credit reference bureau, credit rating agency as of December 31, 2020;
- Statement of changes in equity of a microcredit company in the form of a business entity or partnership, pawnshop, insurance broker, credit reference bureau, credit rating agency as of December 31, 2020;
- Cash flow statement of a microcredit company in the form of a business entity or partnership, pawnshop, insurance broker, credit reference bureau, credit rating agency as of 2020.

Responsibility of the audited entity for the accounting (financial) statements

The management of the Microcredit Company CREDITTER, Limited Liability Company is responsible for the preparation and fair presentation of these accounting (financial) statements pursuant to the legislation of the Russian Federation with regard to preparation of accounting statements as well as for the internal control system as they determine necessary to enable the preparation of the accounting statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounting (financial) statements, the management is responsible for evaluating the entity's ability to continue as a going concern, disclosing, as appropriate, information related to going concern, and preparing the statements on a going concern basis, unless management intends to liquidate the audited entity, terminate its operations, or there is no realistic alternative but to liquidate or cease operations.

Auditor's responsibility

Our objective is to obtain reasonable assurance about whether the annual accounting (financial) statements as a whole are free from material misstatements, whether due to fraud or error, and issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement, if any. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these accounting (financial) statements.

As part of an audit performed in accordance with ISA standards, we exercise a professional judgment and maintain professional skepticism throughout the audit. Besides, we:

- a) identify and assess the risks of material misstatement of the annual accounting (financial) statements, whether due to fraud or error; design and perform audit procedures responsive to those risks; obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- b) obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- c) evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures prepared by management of the audited entity.
- d) conclude on the appropriateness of management's use of the going concern assumption and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual accounting (financial) statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on audit evidence obtained before the date of our auditor's report. However, future events or conditions may cause the audited entity to cease to continue as a going concern;
- e) Evaluate the overall presentation, structure and content of the annual accounting (financial) statements, including the disclosures, and whether the annual accounting (financial) statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We confirm that the events associated with the Covid-19 pandemic for the reporting period are not able to influence the perception of information by interested users of statements of the Limited Liability Company Microcredit Company CREDITTER for 2020.

Opinion

In our opinion, the accounting (financial) statements present fairly, in all material respects, the financial position of Microcredit Company CREDITTER, Limited Liability Company as of December 31, 2020, its financial and economic performance and cash flow in 2020 reliably in all material aspects and in accordance with the rules of the Russian Federation for drawing up the accounting (financial) statements.

General Director /signature/
to the Limited Liability Company,
Alpha Audit
Elena Anatolevna Petrenko

Auditor: /signature/
Olga Viktorovna Sokolova
Auditor's qualification certificate
No.01-001087 dated December 10, 2012

/Seal: Alpha Audit * Limited Liability Company * OGRN 1147746924709 * city of MOSCOW/

«27» May, 2021

Report of Non-credit financial company

Code of territory as per OKATO	Code of Non-credit financial company		
	as per OKPO	OGRN	INN
45296559000	36048092	1197746100530	7702463482

**BALANCE SHEET
OF A MICROCREDIT COMPANY IN THE FORM OF A BUSINESS ENTITY OR PARTNERSHIP, PAWNSHOP, INSURANCE
BROKER, CREDIT REFERENCE BUREAU, CREDIT RATING AGENCY**

as on December, 31, 2020

Microcredit company CREDITTER, Limited Liability Company (MCC CREDITTER, LLC)

(full company name or abbreviated company name)

Postal address 19, bld.6 Leninskaya Sloboda Str., 115280, city of Moscow

Code of form as per OKUD 0420901
Annual reporting
(thous. rub.)

Line number	Indicator name	Explanation to lines	As of December, 31, 2020	as of December, 31, 2019
1	2	3	4	5
SECTION I. ASSETS				
1	Monetary funds		7,105	15,283
2	Financial assets estimated at fair value through profit or loss		-	-
3	Debt-based financial assets estimated at amortised cost		247,255	401,021
4	Investment properties		-	-
5	Intangible assets		13,768	-
6	Fixed assets		17018	708
7	Current income tax claims		30,173	-
8	Deferred tax assets		721	519
9	Other financial assets		2,971	2,959
10	Other assets		20,394	5 561
11	Total, assets		339,404	426,050
SECTION II. OBLIGATIONS				
12	Financial liabilities estimated at fair value through profit or loss		-	-
13	Debt financial liabilities estimated at amortised cost		116,111	22,479
14	Current income tax liabilities		-	5,232
15	Deferred tax liabilities		-	-
16	Reserves - estimated liabilities		-	-
17	Other financial liabilities		73,664	294,821
18	Other liabilities		29,732	26,178
19	Total, liabilities		219,508	348,710
SECTION III CAPITAL				
20	Authorized (share) capital		1,700	1,700
21	Additional paid-in capital		-	-
22	Reserve capital		-	-
23	Own shares (stakes) purchased from shareholders (participants)		-	-
24	Reserves		-	-
25	Retained earnings /(accumulated losses)		118,197	75,640
26	TOTAL, CAPITAL		119,897	77,340
27	TOTAL, CAPITAL AND LIABILITIES		339,404	426,050

General Director	/signature/	Igor Aleksandrovich Smirnov
(position of the head)	(signature)	(initials, surname)

27 April 2021

/Seal:

Limited Liability Company * OGRN 1197746100530 * Moscow
Microcredit Company CREDITTER/

Report of Non-credit financial company

Code of territory as per OKATO	Code of Non-credit financial company		
	as per OKPO	OGRN	INN
45296559000	36048092	1197746100530	7702463482

**FINANCIAL RESULTS
STATEMENT OF MICROCREDIT COMPANY
IN THE FORM OF A BUSINESS ENTITY OR PARTNERSHIP, PAWNSHOP, INSURANCE BROKER, CREDIT REFERENCE
BUREAU, CREDIT RATING AGENCY**

for January - December 2020

Microcredit company CREDITTER, Limited Liability Company (MCC CREDITTER, LLC)

(full company name or abbreviated company name)

Postal address 19, bld.6, floor 2, office 7, Leninskaya Sloboda Str., 115280, city of Moscow

Code of form as per OKUD 0420902

Annual reporting

(thous. rub.)

Line number	Indicator name	Explanation to lines	for 12 months 2020	for 12 months 2019
1	2	3	4	5
Section 1. Net interest income (net interest expenses) after creation of an impairment reserve on financial assets				
1	Interest income		827,460	459,172
2	Interest expenses		(19,531)	(107)
3	Net interest income (net interest expenses)		807,929	459,065
4	Income less expenses (expenses less income) on restoration (creation) of impairment reserves on financial assets yielding interest income		(625,720)	(466,435)
5	Net interest income (net interest expenses) after creation of an impairment reserve on financial assets		182,209	(7,369)
Section II. Operating income less operating expenses				
6	Receipts from sales		-	-
7	Income less expenses (expenses less income) on financial instruments transactions		44,817	197,904
8	Income less expenses (expenses less income) on investment property transactions		-	-
9	General and administrative expenses		(428,606)	(139,383)
10	Other revenues		274,097	44,588
11	Other expenses		(18,982)	(95)
12	Total operating income (expenses)		(128,674)	103,014
13	Profit (loss) before tax		53,535	95,645
14	Income (expenses) on profit tax		(10,978)	(20,005)
15	Profit (loss) after tax		42,557	75,640
Part III Other comprehensive income				
16	Other comprehensive income (expenses) not subject to re-classification into the deferred profit or loss, income:		-	-
17	net change in the reserve for evaluation of fixed assets and intangible assets, including:		-	-
18	changes in the revaluation reserve following retirement of fixed and intangible assets		-	-
19	changes in the revaluation reserve following revaluation of fixed and intangible assets		-	-
20	income tax related to changes in the revaluation reserve for fixed and intangible assets		-	-
21	other aggregate income (loss) from other transactions		-	-
22	income tax related to other aggregate income (loss) on other transactions		-	-

23	Other aggregate income (expenses) subject to reclassification as part of profit or loss in subsequent periods, including:			-
24	income tax related to other aggregate income (loss) on other transactions			-
25	Total, other aggregate income (loss) in the reporting period			-
26	Total, aggregate income (loss) in the reporting period		42,557	75,640

General Director	/signature/	Igor Aleksandrovich Smirnov
(position of the head)	(signature)	(initials, surname)

27 April 2021

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Limited Liability Company * OGRN 1197746100530 * Moscow
Microcredit Company CREDITTER/

	Other shareholders' (participants, partners) contributions				X	X	X	X	X	X	
20	Other reserves movements		-	-	-	-	-	-	-	-	-
27	Balance at December 31, 2020		1,700-	-	-	-	-	-	-	128,686	130,386

General Director _____ /signature/ _____ Igor Aleksandrovich Smirnov
(position of the head) (signature) (initials, surname)

27 April 2021

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Limited Liability Company * OGRN 1197746100530 * Moscow
Microcredit Company CREDITTER/

Report of Non-credit financial company

Code of territory as per OKATO	Code of Non-credit financial company		
	as per OKPO	OGRN	INN
45296559000	36048092	1197746100530	7702463482

CASH FLOW**STATEMENT OF A MICROCREDIT COMPANY IN THE FORM OF A BUSINESS ENTITY OR PARTNERSHIP,
PAWNSHOP, INSURANCE BROKER, CREDIT REFERENCE BUREAU, CREDIT RATING AGENCY AS OF 2019****for January - December 2020**

Microcredit company CREDITTER, Limited Liability Company (MCC CREDITTER, LLC)

(full company name or abbreviated company name)

Postal address: 19, bld.6, floor 2, office 7, Leninskaya Sloboda Str., 115280, city of Moscow

Code of form as per OKUD 0420904

Annual reporting

(thous. rub.)

Line number	Indicator name	Explanation to lines	for 12 months 2020	for 12 months 2019
1	2	3	4	5
Section I. Cash flows from operating activities				
1	Interest received		545,300	102,608
2	Interest paid		(10,368)	29,707
3	Commissions received		49,744	-
4	Fee paid		(4,599)	-
5	Receipts of revenue from the provision of services		-	-
6	Receipts of fines and penalties		2,470	-
7	Payments related to the payment of general and administrative expenses		(523,079)	(93,890)
8	Receipts less payments (payments less receipts) from sale, redemption (acquisition) of financial assets or placement (redemption) of financial liabilities measured at fair value through profit or loss			
9	Income tax paid		(46,065)	(15,293)
10	Receipts from redemption and sale of debt-based financial assets evaluated at amortized value		1,183,171	169,821
11	Payments related to the placement and acquisition of debt-based financial assets measured at amortized value		(1,223,863)	(215,280)
12	Other receipts from operating activities		2,766	15,229
13	Cash paid relating to other operating activities		(3,570)	68
14	Cash flow balance from operating activities		(28,092)	(7,030)
Section II. Cash flows from investing activities				
15	Receipts from sale of fixed assets and intangible assets		-	-
16	Receipts from sale of investment property		-	-
17	Payments related to the acquisition, creation, preparation for use of intangible assets and fixed assets		(41,211)	-
18	Payments related to the acquisition of investment property		-	-
19	Receipts from redemption and sale of other financial assets		-	-
20	Payments related to the placement and acquisition of other Financial Assets		-	-

20.1	Receipts from redemption and sale of debt-based financial assets evaluated at amortized value		-	-
20.2	Payments related to the placement and acquisition of debt-based assets measured at amortized value		-	-
21	Receipts from lease of investment property		-	-
22	Cash flows from investing activities		-	-
23	Others payments relating to investment activities		-	-
24	Cash flow balance from investment activities		(41,211)	-
Part III Cash flows from financing activities				
25	Receipts from the placement of financial debt-based instruments measured at amortized value		300,863	22,461
26	Payments related to the settlement of debt-based financial liabilities measured at amortized value		(247,838)	-
27	Receipts the issue of shares (additional contributions of founders, participants, additional contributions of partners)		-	-
28	Receipts from sale of own of shares		-	-
29	Purchase of own shares (interest) from shareholders (participants, partners)		-	-
30	Dividends paid		-	-
31	Other receipts from financial activities		-	-
32	Other payments relating to financial activities		-	-
33	Cash flow balance from financial activities		53,025	22,461
34	Balance of cash flow for accounting period		(16,278)	15,431
35	Influence of changes in currency rate with respect to ruble to cash assets and cash equivalents		8,098	(143)
36	Balance of cash and cash equivalents as of beginning of accounting period		15,289	-
37	Balance of cash and cash equivalents as of end of the accounting period		7,108	15,289

General Director	/signature/	Igor Aleksandrovich Smirnov
(position of the head)	(signature)	(initials, surname)

April 27, 2021

/signature/

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Microcredit Company CREDITTER/

Note 1 Primary activity of Non-credit financial company

Table 1.1: Primary activity of Non-credit financial company

Line number	Disclosure Requirements	Description
1	2	3
	License number, license issue date, number in the Register, date of inclusion in the Register	Registration number in the Register of microfinancial companies 1903045009373 Certificate dated October 31, 2019
	Primary activities of Non-credit financial company	Primary type of activity: microfinancing (issuance of microloans to individuals), activity is carried out on the basis of Federal Law No. 151-FZ dated July 02, 2010 "On microfinancing
	Information on the compliance of the activities of a non-credit financial company with the requirements of applicable law	Complies
	Type of business organization of a non-credit financial company	Limited Liability Company (hereinafter the Company).
	Number of branches of a non-credit financial company opened on the territory of the Russian Federation	0
	Presence of representative offices of a non-credit financial company	Not applicable due to a lack of representative offices.
	Address of legal entity	19, bld.6 Leninskaya Sloboda Str., 115280, city of Moscow
	Number of employees of a non-credit financial company	114
	Name of the parent company of the group that includes the non-credit financial company	The Sole Member of the Company is Fusion Capital, LLC whose share as of December 31, 2019 is 100%
	Place of location of the parent company of the group that includes the non-credit financial company	Matis Str., 41-8 Riga EY-1009

/signature/

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Limited Liability Company * OGRN 1197746100530 * Moscow

Microcredit Company CREDITTER/

Note 2. Economic Environment where a non-credit financial company operates

Table 2.1: Economic Environment where a non-credit financial company operates

Line number	Disclosure Requirements	Description
1	2	3
	Main factors and influences determining financial results	The Company operates on the territory of the Russian Federation. Economics of the Russian Federation shows some defining characteristics, inherent to developing markets. The country's economy is particularly sensitive to oil and gas prices. The normative legal base and tax legislation continue to improve, but they allow possibility of different interpretations and are subject to frequently introduced changes which in aggregate with other shortcomings of the legal and fiscal systems, create additional difficulties for enterprises performing activities in the Russian Federation.
	Changes of the external environment where a non-credit financial company operates, reaction to these changes	Introduction of economic sanctions against Russian citizens and legal entities from the side of the European Union, the USA and a number of other countries, as well as retaliatory sanctions introduced by the government of the Russian Federation, led to increase of economic uncertainty, including greater volatility in capital and currency markets, decrease of the volume of foreign and direct domestic investment, as well as significant decrease of availability of debt financing sources. The Management of the Company believes that it undertakes all necessary measures for maintenance of stability and business development in current conditions which have developed in business and economy. However the economic situation ameliorated Company's product line, due to the increased demand for consumer microloans in the customer-borrower market. This annual accounting (financial) statement reflects the management's assessment of the possible impact of existing conditions for carrying out business activities on the results of operations and financial position of the Company. Further development in the business environment may differ from management's assessment.

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Limited Liability Company * OGRN 1197746100530 * Moscow
Microcredit Company CREDITTER/

Note 3. Principles of accounting (financial) reporting

Table 3.1: Principles of accounting (financial) reporting

Line number	Disclosure Requirements	Description
2	A non-credit financial company shall clearly and expressly indicate the basis for accounting (financial) reporting	3
		The accounting (financial) statement of the Company has been drawn up in accordance with the sectoral financial reporting standards (hereinafter - OSBU) applicable to non-credit financial companies, as well as in accordance with the Regulation of the Bank of Russia dated October 25, 2017 No. 613-II "On the forms of information disclosure in the accounting (financial) statements of microfinance companies, credit consumer cooperatives, agricultural credit consumer cooperatives, housing savings cooperatives, pawnshops and on the procedure for organization of business accounts in accordance with the indicators of accounting (financial) statements "(hereinafter - Regulation No. 613-II).
	Evaluation base(s) used to draw up the accounting (financial) statements	The accounting (financial) statement has been drawn up on the basis of the historical cost accounting rules excluding financial assets and financial liabilities measured at fair value through profit or loss.
	Reasons for reclassification of comparative amounts	Not applicable
	Character of reclassification of comparative amounts (including data as of the beginning of the previous period)	Not applicable
	Amount of each item (class of items) that are subject to reclassification	Not applicable

/signature/

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Microcredit Company CREDITTER/

Note 4. Accounting policies, critical accounting estimates and judgments in applying accounting policies

Table 4.1 : Brief Description of the accounting policies, critical accounting estimates and judgments in applying accounting policies

	Disclosure Requirements	Description
	Revaluation of assets and liabilities denominated in foreign currency	Profits and losses arising from the recalculation of transactions in foreign currencies are reflected in the financial results statement in the line "Income less expenses (expenses less income) on transactions with foreign currency and from revaluation of funds in foreign currency" Non-monetary items reflected at actual cost in foreign currency are recalculating at the exchange rate of the Bank of Russia as of the date of transaction Company's foreign currency assets are represented by monetary means, liabilities in foreign currency - by borrowed funds
	Assessment of company's ability to carry out business activity on a continuous basis	In preparing the accounting (financial) statements, the management is responsible for evaluating the Company's ability to continue as a going concern, disclosing, as appropriate, information related to going concern, and preparing the statements on a going concern basis, unless management intends to liquidate the Company, terminate its operations, or there is no realistic alternative but to liquidate or cease operations. This accounting (financial) statement has been prepared on a continuous basis. The management is confident in ability of the Company to fulfil obligations in accordance with the terms and conditions of the agreements entered into at the reporting date.
	Information regarding the recalculation of prior periods including changes in the total purchasing ability of ruble	Not applicable
	Significant impact of retrospective application of accounting policies on information at the beginning of the prior reporting period, significant effect of retrospective recalculation or reclassification of balances at the beginning of the prior reporting period due to correction of errors	Not applicable.
	Procedure for recognition and subsequent accounting of monetary funds	The following assets are classified by the Company in the category of monetary funds and equivalents - monetary means on settlement and special (corporate) accounts opened with credit companies. Monetary funds and equivalents are stated at amortised cost
	Procedure for recognition and subsequent accounting of financial assets measured at fair value through profit or loss.	Not applicable. This category is not used by the Company
/	Procedure for recognition and subsequent accounting of debt financial assets measured at amortized value	Financial assets measured at amortized value are initially shown at cost, which is the fair value of the remuneration paid including all operating costs incurred. Subsequent to initial recognition financial assets are measured at amortized value using the effective interest method. Amortized cost of financial asset is the value at which financial asset was measured at the moment of initial recognition, less principal debt payments, adjusted by the accumulated amortization of the difference between the amount initially recognized and the cost at maturity determined using the effective interest method and less impairment loss. Value of premiums, discounts and transaction amounts are included in the balance sheet of the respective instrument and amortized based on the effective interest rate of the instrument.

/signature/

/Seal:

Limited Liability Company * OGRN 1197746100530 * Moscow
Microcredit Company CREDITTER/

	Procedure for recognition and subsequent accounting of financial liabilities measured at fair value through profit or loss.	On initial recognition and prior to derecognition, financial liabilities are measured at fair value. Method for determining the fair value is determined in accordance with the levels of the fair value hierarchy. The hierarchy levels differ in the degree of observable data sources used in the process of obtaining the fair value of a security. Level 1 - price quotations (non-adjustable) of active markets for measured assets or liabilities to which the company has access as of evaluation date. Active market price quotation is the most reliable evidence of fair value and should be used to measure fair value without adjustment whenever available, except as described in IFRS 13 Level 2 - price quotation derived on the basis of a financial model, data for which can serve: (a) price quotations of active markets in respect of similar assets or liabilities; (b) initial data other than price quotations for similar assets or liabilities (interest rates and / or yield curves, implied volatility / inflation); (c) other market confirmed initial data. Level 3 - price quotations obtained on the basis of a financial model, the initial data for which are: a) sources of Level 2 and b) unobservable initial data in respect of the asset or liability.
	Procedure for the recognition and subsequent accounting of debt financial liabilities measured at amortized value.	Financial liabilities measured at amortized value are initially shown at value, which is the fair value of the received remuneration, excluding any transaction costs incurred. Subsequent to initial recognition financial liabilities are measured at amortized value using the effective interest method. Amortized cost of financial liability is the value at which financial liability was measured at the moment of initial recognition, less principal debt payments, adjusted by the accumulated amortization of the difference between the amount initially recognized and the cost at maturity determined using the effective interest method Value of premiums, discounts and transaction amounts are included in the balance sheet of the respective instrument and amortized based on the effective interest rate of the instrument.
	Applicable investment property accounting model	Not applicable. This category is not used by the Company
	Criteria used by the Company to distinguish between investment property and properties held by a non-credit financial company and property held for sale in the course of business activity.	Not applicable. This category is not used by the Company
	Level to which the fair value of investment property (measured or disclosed in the accounting (financial) statements) is based on evaluation made by an independent appraiser with a suitably recognized professional qualification and recent experience in appraising investments in property in the same category and in the same location as the evaluated object	Not applicable. This category is not used by the Company

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Limited Liability Company * OGRN 1197746100530 * Moscow
Microcredit Company CREDITTER/

	Base used to measure property, plant and equipment for each asset class	<p>The Company uses a valuation model at historical cost (acquisition cost less depreciation) (in accordance with IAS 16 Property, Plant and Equipment). Property, plant and equipment are carried at historical cost less accumulated depreciation and allowance for impairment, if necessary. The historical cost of property, plant and equipment is determined in the sum of the actual costs of acquisition and bringing them to a condition suitable for use in accordance with the intentions of management. At each reporting date, the Company assesses signs of impairment of property, plant and equipment. If such signs exist, the Company estimates the replacement cost, which is defined as the largest value between the net selling price and the value in use. If the carrying amount exceeds the estimated replacement cost, it is reduced to the replacement cost and the difference is reflected in the Statement of Financial Performance. If there is a change in the assessment of property, plant and equipment for impairment, the impairment loss recognized in prior years is reversed.</p> <p>The right-of-use asset is initially measured at historical cost, which is the original amount of the lease liability, adjusted by the amount of lease payments made at the commencement date of the lease or prior to that date, increased by initial direct costs incurred.</p>
	Applied depreciation method for each asset class	Depreciation of property, plant and equipment is calculated using the straight-line method.
	Useful lives for each asset class	<p>The Company uses the following estimated useful lives of property, plant and equipment. - Computers and equipment - 36 months. - The right-of-use assets - in accordance with the term of the lease.</p>
	Definition and composition of intangible assets	<p>According to IAS 38 "Intangible Assets", the Company recognizes an intangible asset as an asset that meets the following conditions: - the item is capable of generating economic benefits in the future and is intended for use in performing work, rendering services or for management needs; -The company has the right to receive economic benefits from the use of the item in the future (documents for the asset and the right); - there are restrictions on the access of other persons to the economic benefits from the use of the item; -the item can be identified (the possibility of separation from other assets); -the item is intended to be used for more than 12 months; - the sale of the item is not provided for within 12 months; - the item has no material form; - the historical cost of the item can be reliably determined. Composition: software</p>
	Base used to measure intangible assets (for each asset class)	<p>An intangible asset is accepted for accounting at the historical cost determined as of the date of its recognition The historical cost of an intangible asset is recognized as an amount calculated in monetary terms, equal to the amount of payment in monetary or other form or the amount of accounts payable paid or accrued by the Company upon acquisition, creation of intangible asset and providing conditions for its use, with the exception of value added tax. For the subsequent valuation of intangible assets, the accounting model is used at historical cost less accumulated depreciation and accumulated impairment losses. At the end of each reporting year, the Company checks for impairment of</p>

		intangible assets.
	Disclosure for each class of assets with indefinite useful lives of the fact of annual impairment testing, information about the presence of possible indicators of impairment	Not applicable
	Applied amortization periods and methods for finite-life intangible assets	Depreciation of intangible assets is calculated on a straight-line basis, that is, the value of each intangible asset is written off over its useful life The useful life of intangible assets is 36-60 months
	Procedure for accounting for the costs of creating intangible assets on its own	Not applicable

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	Procedure for recognizing expenses related to the calculation of wages, including compensation and incentive payments, related to the calculation of payments for vacations, benefits for temporary disability and childcare, remuneration at the end of the year, severance payments	They are accounted for on an accrual basis in accordance with IAS 1 "Presentation of Financial Statements", IAS 19 "Employee Benefits". Wages and salaries, insurance premiums, paid annual leave, temporary disability and childcare benefits, bonuses are accrued as employees of the Company perform the relevant work or when relevant events occur.
	Procedure for the recognition and subsequent accounting of reserves - estimated liabilities	The Company uses the recognition exemptions provided for short-term leases and for leases of low-value items. The Company recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term. A short-term lease is recognized with a term of twelve months or less
	Procedure for recognition, subsequent accounting, derecognition of finance lease liabilities	The lease liability is initially measured at the present value of the lease payments, not paid at the commencement date. Lease payments are discounted using an incremental borrowing rate that reflects the cost of funding for the Company. Lease liability is measured at depreciated cost using the effective interest method.
	Procedure for recognition, measurement, subsequent accounting, derecognition of a deferred tax asset and a deferred tax liability	Deferred tax liabilities and deferred tax assets are determined and reflected in accounting when taxable and deductible temporary differences arise on a quarterly basis, and those determined at the end of the year - during the period when events are reflected in accounting after the reporting date, that is, in the period before the date of preparation of the annual accounting (financial) statements.
	Procedure for the recognition and assessment of the authorized, joint stock capital, share premium, own funds	Procedure for the formation of the authorized capital is regulated by legislative acts of the Russian Federation, the amount of the authorized capital corresponds to the registered amount in the constituent documents.
	Procedure for the recognition and assessment of own purchased shares	Not applicable This category is not used by the Company
	Procedure for the recognition and assessment of reserve capital	Not applicable. This category is not used by the Company
	Procedure for reflecting dividends and other similar payments	Not applicable This category is not used by the Company

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**Self-regulatory organization of auditors
ASSOCIATION "SODRUZHESTVO"
Member of International Federation of Accountants
(OGRN 1097799010870, INN 7729440813, KPP 772901001)**

/Logo/ IFAC

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**EXTRACT
from Register of Auditors and Audit Organizations
of the Self-regulatory organization of auditors Association "Sodruzhestvo"**

«06» February 2020

No. 1139-IO/20

This extract from the Register of Auditors and Audit Organizations of the Self-Regulatory Organization of Auditors Association "Sodruzhestvo" (SRO AAS) was issued at the request of Alpha Audit, LLC to confirm that Audit Organization **Alpha Audit, Limited Liability Company**

full name of self-regulatory audit organization

region **city of Moscow**, having primary state registration number (OGRN) **1147746924709**, is a member of SRO AAS and **included** in the Register of Auditors and Audit Organizations of the Self-Regulatory Organization of Auditors Association "Sodruzhestvo" on **February 04, 2020** under primary registration number: :

1	2	0	0	6	0	2	8	1	5	7
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(primary registration number of the record)

Head of SRO AAS

/signature/ O.A. Nosova
(signature)

/Seal:
Self-Regulatory Organization of Auditors * Russia * Moscow
Association "Sodruzhestvo"
SRO AAS/

/Seal:
Alpha Audit *
Limited Liability Company * OGRN 1147746924709 * city of MOSCOW/

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