



GOBI JSC AND ITS SUBSIDIARIES  
**CONSOLIDATED FINANCIAL STATEMENTS**

*June 30, 2023*

*(in thousands of MNT)*

	2023.06.30	2022.12.31
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	4,346,019	9,034,919
Trade and other receivables	15,453,976	3,318,986
Prepayments and advances	5,094,110	2,318,495
Inventories	183,041,838	128,791,463
Right to returned goods assets	-	17,227
	<b>207,935,943</b>	<b>143,481,090</b>
<b>Non-current assets</b>		
Property, plant and equipment	134,687,312	137,432,575
Right-of-use assets	322,840	731,724
Deferred tax assets	14,766,137	14,879,483
Other non-current assets	1,139,417	1,587,295
	<b>150,915,705</b>	<b>154,631,077</b>
<b>Total Assets</b>	<b>358,851,648</b>	<b>298,112,167</b>
<b>LIABILITIES AND OWNERS' EQUITY</b>		
<b>Current liabilities</b>		
Trade and other payables	27,175,094	20,969,192
Contract liabilities	3,896,046	1,983,898
Refund liabilities	-	26,503
Short-term lease liabilities	330,106	777,988
Corporate income tax payable	126,917	3,683,126
Short-term borrowings	204,791,976	129,853,617
	<b>236,320,138</b>	<b>157,294,324</b>
<b>Non-current liabilities</b>		
Long-term lease liabilities	46,322	112,069
Long-term borrowings	85,523,593	95,686,234
Long-term other payables	30,871,995	30,984,941
Deferred tax liability	8,206,834	8,206,834
	<b>124,648,744</b>	<b>134,990,078</b>
<b>Total Liabilities</b>	<b>360,968,882</b>	<b>292,284,402</b>
<b>Equity</b>		
Share capital	780,113	780,113
Revaluation reserve	44,568,540	44,568,540
Foreign currency translation reserve	(9,387,094)	(11,436,010)
(Accumulated losses) / Retained earnings	(38,078,793)	(28,084,878)
	<b>(2,117,234)</b>	<b>5,827,765</b>
<b>Total Liabilities and Equity</b>	<b>358,851,648</b>	<b>298,112,167</b>

*(in thousands of MNT)*

	2023.06.30	2022.12.31
<b>Revenue</b>	83,522,578	193,427,609
Cost of sales	(42,747,270)	(97,766,831)
<b>Gross profit</b>	<b>40,775,308</b>	<b>95,660,778</b>
Other income	267,295	1,162,425
Selling and marketing expenses	(26,974,041)	(61,767,484)
Administrative expenses	(8,956,119)	(14,138,399)
Reversal of impairment loss on financial assets	-	49,464
Other expenses	-	(13,355)
Finance income	218,059	29,261
Finance costs	(15,167,246)	(30,979,282)
<b>Profit / (loss) before taxation</b>	<b>(9,836,742)</b>	<b>(9,996,592)</b>
Income tax benefit (expense)	(157,173)	2,998,982
<b>Net profit / (loss) for the year</b>	<b>(9,993,915)</b>	<b>(6,997,610)</b>
<b>Items that will not be reclassified to profit or loss</b>		
Tax impact on revaluation of property, plant and equipment		(4,301,861)
Exchange differences on translating the net assets of foreign subsidiaries	2,048,916	(11,997,888)
<b>Other comprehensive income for the year</b>	<b>2,048,916</b>	<b>(16,299,749)</b>
<b>Total comprehensive loss for the year</b>	<b>(7,944,999)</b>	<b>(23,297,359)</b>

**GOBI JSC AND ITS SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY**
*(in thousands of MNT)*

	Share Capital	Revaluation surplus	Foreign currency translation reserve	Retained Earnings (Accumulated losses)	Total equity
<b>Balance as of 01 January 2022</b>	<b>780,113</b>	<b>48,870,401</b>	<b>561,878</b>	<b>(21,087,268)</b>	<b>29,125,124</b>
Net profit / (loss) for the year	-	-	-	(6,997,610)	<b>(6,997,610)</b>
Other comprehensive income	-	(4,301,861)	(11,997,888)	-	<b>(16,299,749)</b>
Declared dividend					
<b>Balance as of 31 December 2022</b>	<b>780,113</b>	<b>44,568,540</b>	<b>(11,436,010)</b>	<b>(28,084,878)</b>	<b>5,827,765</b>
Net profit / (loss) for the year	-	-	-	(9,993,915)	<b>(9,993,915)</b>
Other comprehensive income		-	2,048,916		<b>2,048,916</b>
Declared dividend					
<b>Balance as of 30 June 2023</b>	<b>780,113</b>	<b>44,568,540</b>	<b>(9,387,094)</b>	<b>(38,078,793)</b>	<b>(2,117,234)</b>

**GOBI JSC AND ITS SUBSIDIARIES  
CONSOLIDATED STATEMENT OF CASH FLOWS***(in thousands of MNT)*

	<i>2023.06.30</i>	<i>2022.12.31</i>
Net cash flows (used in) / from operating activities	(83,636,661)	45,908,164
Net cash flows (used in) / from investing activities	(2,925,669)	(3,124,091)
Net cash flows (used in) / from financing activities	79,756,308	(26,140,862)
Increase/(decrease) in cash and cash equivalents	(6,806,022)	16,643,211
Exchange difference on translating foreign operations	2,048,916	(11,997,888)
Effects of exchange rate differences on cash and cash equivalents	68,206	117
<b>Cash and cash equivalents, at the beginning of the year</b>	<b>9,034,919</b>	<b>4,389,479</b>
<b>Cash and cash equivalents, at the end of the year</b>	<b>4,346,019</b>	<b>9,034,919</b>