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INDEPENDENT AUDITOR'S REPORT

To the shareholders of ARD INSURANCE JSC

Opinion

We have audited the financial statements of Ard Insurance JSC (the "Company"), which comprise the statement of financial position as at 31 December 2025, and the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2025, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRS").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (the "IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements that give a true and fair view in accordance with IFRS's, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to 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 when it exists. 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 financial statements.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and 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.
- 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company'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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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.

Other Matter

Our report is made solely to the shareholder of the Company, as a body, in connection with the audit requested by shareholder in accordance with Article 94 of the Company Law of Mongolia and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

NEXIA GLOBAL MONGOLIA AUDIT LLC

Certified Public Accountants



BULGAN Enkhbold
Partner

NARANDELGER Ulam-Orgikh
Auditor

Ulaanbaatar, Mongolia
Date: 20 March 2026

**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2025**

(In thousands of MNT)	Note	2025-12-31	2024-12-31
Revenue from insurance premiums	6.1	44,108,250	40,760,110
Insurance service expenses	6.2	(26,034,778)	(25,744,203)
Insurance service results from insurance contracts issued	6.3	18,073,472	15,015,907
Amounts recovered from reinsurance contracts	6.4	1,771,010	861,360
Allocation of reinsurance premiums paid	6.5	(7,386,781)	(6,986,039)
Net income/(expenses) from reinsurance contracts held		(5,615,771)	(6,124,679)
Insurance service results	6	12,457,701	8,891,228
Interest revenue from financial assets measured at amortised cost		3,635,480	3,025,274
Measured at FVOCI		312,669	254,909
Net investment income	7	3,948,149	3,280,183
Other income	8	256,402	167,966
Other expenses	9	(948,462)	(485,601)
General and administration expense	10	(2,637,664)	(2,567,542)
Sales and marketing expenses	11	(9,464,789)	(6,372,098)
Finance cost	23	(32,092)	(2,204)
Profit before taxation		3,579,245	2,911,932
Income tax	12	(482,998)	(501,530)
Net profit for the year		3,096,247	2,410,402
Other comprehensive income	28	1,385,972	(24,998)
Total Comprehensive Income		4,482,219	2,385,404

The accompanying note form is an integral part of these financial statements.

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025**

(In thousands of MNT)	Note	2025-12-31	2024-12-31
ASSETS			
Cash and cash equivalents	13	4,094,011	857,984
Financial assets:	14	31,102,571	29,303,655
Measured at amortised cost		27,443,021	24,827,241
Measured at FVOCI		3,659,550	4,476,414
Insurance contract assets	15	6,284,912	9,645,560
Reinsurance contract assets	15	95,468	95,468
Receivables	16	2,400,031	1,534,399
Prepayments and advances	17	2,313,022	1,659,928
Inventories	18	77,366	179,612
Property, plant and equipments	19	3,013,746	1,006,845
Intangible assets	20	4,179,669	4,944,616
Right of use assets	21	-	64,319
TOTAL ASSETS		53,560,796	49,292,386
LIABILITY			
Insurance contract liabilities	15	19,929,662	25,244,082
Reinsurance contract liabilities	15	2,821,819	1,655,706
Accounts and other payables	22	6,771,334	1,560,836
Lease liabilities payables	23	403	70,322
Corporate income tax payable	24	477,910	189,425
Deferred tax liabilities	25	428,535	335,384
TOTAL LIABILITY		30,429,663	29,055,755
EQUITY			
Share capital	26	5,000,000	5,000,000
Share premium		3,280,854	3,280,854
Revaluation reserve	27	(624,950)	(2,010,922)
Special reserve	28	674,790	641,253
Retained earnings		14,800,439	13,325,446
TOTAL EQUITY		23,131,133	20,236,631
TOTAL LIABILITIES AND EQUITY		53,560,796	49,292,386

The accompanying note form is an integral part of these financial statements.

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2025**

(In thousands of MNT)	Share capital	Share premium	Revaluation reserve	Special reserve	Retained earnings	Total equity
Balance at 31 December 2023	5,000,000	3,280,854	(1,985,923)	641,253	11,922,987	18,859,171
Impact of changes in accounting policy and corrections of errors	-	-	-	-	(257,943)	(257,943)
At 1 January 2024	5,000,000	3,280,854	(1,985,923)	641,253	11,665,044	18,601,228
Net profit for the year	-	-	-	-	2,410,402	2,410,402
Other comprehensive income for the year	-	-	(24,999)	-	-	(24,999)
Changes in equity	-	-	-	-	-	-
Dividends declared	-	-	-	-	(750,000)	(750,000)
Balance at 31 December 2024	5,000,000	3,280,854	(2,010,922)	641,253	13,325,446	20,236,631
Impact of changes in accounting policy and corrections of errors	-	-	-	-	(1,587,717)	(1,587,717)
Balance at 1 January 2025	5,000,000	3,280,854	(2,010,922)	641,253	11,737,729	18,648,914
Net profit for the year	-	-	-	-	3,096,247	3,096,247
Other comprehensive income for the year	-	-	1,385,972	-	-	1,385,972
Changes in equity	-	-	-	33,537	(33,537)	-
Transfers to retained earnings	-	-	-	-	-	-
Dividends declared	-	-	-	-	-	-
Balance at 31 Dec 2025	5,000,000	3,280,854	(624,950)	674,790	14,800,439	23,131,133

The accompanying note form is an integral part of these financial statements.