

# Independent Auditor's Report

by independent audit firm  
OOO Crowe Expertiza  
on statutory financial statements of  
GLOBAL COLORS LLC for 2020

*Translation from Russian original*

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To the Participants of  
Limited Liability Company  
GLOBAL COLORS

To the Participants of Limited Liability Company  
GLOBAL COLORS

## AUDITOR'S REPORT

### *Opinion*

We have audited the accompanying annual statutory financial statements of Limited Liability Company GLOBAL COLORS (Primary State Registration Number OGRN 1187847063095, 196650, St Petersburg, town of Kolpino, Izhorsky Zavod area, number 86, bld. 2, Letter A) which comprise the balance sheet as at 31 December 2020, income statement for 2020, appendices to the balance sheet and income statement, including statement of changes in equity for 2020 and statement of cash flows for 2020, and explanatory notes to the balance sheet and income statement for 2020, including significant accounting policies.

In our opinion, the attached annual statutory financial statements present fairly, in all material respects, the financial position of Limited Liability Company GLOBAL COLORS as at 31 December 2020, the results of its operations and its cash flows for the year 2020 in accordance with the reporting rules established in the Russian Federation.

### *Basis for opinion*

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Annual Statutory Financial Statements section of this report. We are independent with regard to the audited entity in accordance with the Independence Rules for Auditors and Audit Organisations and the Code of Professional Ethics for Accountants consistent with the Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (including international independence standards) and comply with other obligations under such professional ethics requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Management's Responsibility for the Annual Statutory Financial Statements*

Management is responsible for the preparation and fair presentation of the annual statutory financial statements in accordance with the reporting rules established in the Russian Federation, and for such internal control as management determines is necessary to enable the preparation of annual statutory financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual statutory financial statements, management is responsible for assessing the audited entity'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 audited entity or to cease operations, or has no realistic alternative but to do so.

### ***Auditor's responsibilities for the audit of the annual statutory financial statements***

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

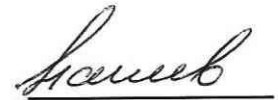
As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- a) identify and assess the risks of material misstatement of the annual statutory 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.
- 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 audited entity's internal control;
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of the audited entity;
- d) 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 audited 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 statutory 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 audited entity to cease to continue as a going concern;
- e) Evaluate the overall presentation, structure and content of the annual statutory financial statements, including the disclosures, and whether the annual statutory financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the audited entity 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.

The certified auditor responsible for the audit resulting in this independent auditor's report

E.A. Potashevskaya



Audit firm:

Limited Liability Company Crowe Expertiza  
Primary State Registration Number (OGRN) 1027739273946  
127055, Moscow, Tikhvinsky Lane, 7, bldg. 3, office 20

Member of Self-regulatory organization of auditors Association «Sodruzhestvo» (CPO AAC),  
ORNZ 12006033851

16 March 2021

**Balance sheet  
as of December 31, 2020**

Organization GLOBAL COLORS Limited Liability Company  
 Taxpayer identification number \_\_\_\_\_  
 Economic activity Manufacture of other chemical products  
 Entity type/form of ownership Limited Liability Company Property of foreign/legal entities  
 Measurement unit: \_\_\_\_\_ in thousand rubles  
 Location (address) 643, 196655, St. Petersburg, Kolpino, Izhorsky plant, 87, building 2, lit. A

Form according to OKUD \_\_\_\_\_  
 Date (day, month, year) \_\_\_\_\_  
 under OKPO \_\_\_\_\_  
 TIN \_\_\_\_\_  
 under \_\_\_\_\_  
 under OKOPF/OKFS \_\_\_\_\_  
 under OKEI \_\_\_\_\_

Codes		
0710001		
31	12	2020
27336395		
7817078198		
20.59		
12300	23	
384		

Accounting statements are subject to mandatory audit  YES  NO  
 Name of the audit organization/sumame, name, patronymic (if any) of the individual auditor  
Crowe Expertiza LLC

Audit organization/individual auditor taxpayer identification number \_\_\_\_\_ TIN 7708000473  
 Primary state registration number of the audit organization/individual auditor \_\_\_\_\_ PSRN/PSRNIE 1027739273946

Explanations	Indicator name	Code	As of december 31, 2020	As of December 31, 2019	As of December 31, 2018
	<b>ASSET</b>				
	<b>I. FIXED ASSETS</b>				
1.	Intangible assets	1110	10,141	11,880	13,618
	Research and development results	1120		-	-
	Intangible development assets	1130		-	-
	Tangible development assets	1140	-	-	-
2	Fixed assets	1150	428,259	278,733	125,851
2.2	including: capital investments in progress		163,291	13,589	-
			-	-	-
	Income-bearing investments in tangible assets	1160	-	-	-
3.	Financial investments	1170	-	-	745
	Deferred tax assets	1180	-	13,794	-
	Other non-current assets	1190	-	-	-
	Total for Section I	1100	438,400	304,406	140,214
	<b>II. CURRENT ASSETS</b>				
4.	Stock	1210	332,846	268,000	258,584
	Value added tax on acquired assets	1220	6,899	14,656	14,804
5.1	Accounts receivable	1230	236,337	220,568	214,573
	Financial investments (excluding cash equivalents)	1240	-	-	-
	Cash and cash equivalents	1250	56,589	49,616	60,274
	Other current assets	1260	-	-	-
	Total for Section II	1200	632,670	552,841	548,235
	<b>BALANCE</b>	1600	1,071,070	857,247	688,449

Explanations	Indicator name	Code	As of december 31, 2020	As of December 31, 2019	As of December 31, 2018
<b>LIABILITIES</b>					
<b>III. CAPITAL AND RESERVES</b>					
	Authorized capital (share capital, authorized fund, partners' contributions)	1310	441,905	211,350	137,590
	including: Excess of the authorized capital amount established by resolutions of members over the authorized capital amount in the registered edition of the charter		230,555	-	-
	Treasury shares	1320	-	-	-
	Revaluation of non-current assets	1340	-	-	-
	Additional capital (without revaluation)	1350	8,051	454	454
	Reserve capital	1360	-	-	-
	Undistributed profits (outstanding loss)	1370	477,585	285,316	132,206
	Total for Section III	1300	927,541	497,120	270,250
<b>IV. LONG-TERM LIABILITIES</b>					
	Borrowed funds	1410	-	-	-
	Deferred tax liabilities	1420	8,642	8,365	7,117
	Estimated liabilities	1430	-	-	-
	Other liabilities	1450	-	-	-
	Total for Section IV	1400	8,642	8,365	7,117
<b>V. SHORT-TERM LIABILITIES</b>					
5.3	Borrowed funds	1510	-	248,700	312,882
5.3	Accounts payable	1520	125,550	95,491	77,847
	Deferred income	1530	-	-	-
7.	Estimated liabilities	1540	9,338	7,571	20,352
	Other liabilities	1550	-	-	-
	Total for Section V	1500	134,888	351,762	411,082
	<b>BALANCE</b>	1700	1,071,070	857,247	688,449



General Manager

March 5, 2021

/Signature/

(signature)

Eftychios Papadopoulos

(clarification of signature)

Seal: LIMITED LIABILITY COMPANY \* SAINT PETERSBURG \* "GLOBAL COLORS" "GLOBAL COLORS" Limited Liability Company/

**Profit and loss statement  
for January - December, 2020**

Form according to OKUD  
Date (day, month, year) \_\_\_\_\_  
under OKPO \_\_\_\_\_  
TIN \_\_\_\_\_  
under OKVED 2 \_\_\_\_\_  
under OKOPF/OKFS \_\_\_\_\_  
under OKEI \_\_\_\_\_

Codes		
0710002		
31	12	2020
27336395		
7817078198		
20.59		
12300		23
384		

Organization **GLOBAL COLORS Limited Liability Company**

Taxpayer identification number \_\_\_\_\_

Economic activity **Manufacture of other chemical products**

Entity type/form of ownership \_\_\_\_\_

**Limited Liability Company** **Property of foreign/legal entities**

Measurement unit: in thousand rubles

Explanations	Indicator name	Code	For January - December, 2020	For January - December, 2019
	Revenue	2110	1,531,889	1,265,318
	Cost of sales	2120	(1,055,997)	(925,172)
	Gross profit (loss)	2100	475,892	340,146
	Business expenses	2210	(88,548)	(76,946)
	Administrative expenses	2220	(53,593)	(49,010)
	Profit (loss) from sales	2200	333,751	214,190
	Income from participation in other organizations	2310	-	-
	Interest receivable	2320	400	695
	Interest payable	2330	(7,865)	(13,655)
	Other income	2340	3,315	59,739
	Other expenses	2350	(86,744)	(10,085)
	Profit (loss) before taxation	2300	242,857	250,884
	Income tax	2410	(50,588)	(52,126)
	including:			
	current income tax	2411	(36,515)	(53,257)
	deferred income tax	2412	(14,073)	1,131
	Other	2460	-	-
	Net profit (loss)	2400	192,269	198,758

Explanations	Indicator name	Code	For January - December, 2020	For January - December, 2019
<b>FOR REFERENCE</b>				
	Result of non-current assets revaluation not included to the net profit (loss) of the period	2510	-	-
	Result of other transactions not included in the net profit (loss) of the period	2520	-	-
	Income tax on transactions, the result of which is not included to the net profit (loss) of the period	2530	-	(45,649)
	Aggregate financial result of the period	2500	192,269	153,109
	Basic profit (loss) per share	2900	-	-
	Diluted profit (loss) per share	2910	-	-

General Manager



Signature/

(signature)

Eftychios Papadopoulos

(clarification of signature)

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**Equity change statement  
for January - December, 2020**

Codes	
0710004	
31	12 2020
27336395	
7817078198	
20.59	
12300	23
384	

Form according to OKUD  
Date (day, month, year)  
under OKPO  
TIN  
under OKVED 2  
under OKOPF/OKFS  
under OKEI

Organization **GLOBAL COLORS Limited Liability Company**  
Taxpayer identification number \_\_\_\_\_  
Economic activity **Manufacture of other chemical products**  
Entity type/form of ownership \_\_\_\_\_  
**Limited Liability Company** Property of foreign/legal entities \_\_\_\_\_  
Measurement unit: \_\_\_\_\_ in thousand rubles

**1. Capital flow**

Indicator name	Code	Authorized capital	Treasury shares	Capital surplus	Reserve capital	Undistributed profits (outstanding loss)	Total
Capital amount as of December 31, 2018	3100	137,590	-	454	-	132,206	270,250
For 2019							
Capital increase - total:	3210	73,760	-	-	-	153,110	226,870
including:							
net profit	3211	X	X	X	X	153,110	153,110
property revaluation	3212	X	X	-	X	-	-
income attributable directly to capital increase	3213	X	X	-	X	-	-
additional issue of shares	3214	-	-	-	X	X	-
increase in the par value of shares	3215	-	-	-	X	-	X
reorganization of a legal entity	3216	73,760	-	-	-	-	73,760
Capital decrease - total:	3220	-	-	-	-	-	-
including:							
loss	3221	X	X	X	X	-	-
property revaluation	3222	X	X	-	X	-	-
expenses directly attributable to capital decrease	3223	X	X	-	X	-	-
decrease in the par value of shares	3224	-	-	-	X	-	-
decrease in the number of shares	3225	-	-	-	X	-	-
reorganization of a legal entity	3226	-	-	-	-	-	-
dividends	3227	X	X	X	X	-	-

Indicator name	Code	Authorized capital	Treasury shares	Capital surplus	Reserve capital	Undistributed profits (outstanding loss)	Total
Change in additional capital	3230	X	X	-	-	-	X
Change in reserve capital	3240	X	X	X	-	-	X
Capital amount as of December 31, 2019	3200	211,350	-	454	-	285,316	497,120
For 2020							
Capital increase - total:	3310	230,555	-	7,597	-	192,269	430,421
including:							
net profit	3311	X	X	X	X	192,269	192,269
property revaluation	3312	X	X	-	X	-	-
income attributable directly to capital increase	3313	X	X	-	X	-	-
additional issue of shares	3314	-	-	-	X	X	-
increase in the par value of shares	3315	-	-	-	X	-	-
reorganization of a legal entity	3316	-	-	-	X	-	X
Excess of the authorized capital amount established by resolutions of members over the authorized capital amount in the registered edition of the charter	3317	230,555	-	7,597	-	-	238,152
Capital decrease - total:	3320	-	-	-	-	-	-
including: loss							
property revaluation	3321	X	X	X	X	-	-
expenses directly attributable to capital decrease	3322	X	X	-	X	-	-
decrease in the par value of shares	3323	X	X	-	X	-	-
decrease in the number of shares	3324	-	-	-	X	-	-
reorganization of a legal entity	3325	-	-	-	X	-	-
dividends	3326	-	-	-	-	-	-
Change in additional capital	3327	X	X	X	X	-	X
Change in reserve capital	3330	X	X	-	-	-	X
Capital amount as of December 31, 2020	3340	X	X	X	-	-	X
	3300	441,905	-	8,051	-	477,565	927,541

## 2. Adjustments due to changes in accounting policy and correction of errors

Indicator name	Code	As of December 31, 2018	Capital change for 2019		As of December 31, 2019
			due to net profit (loss)	due to other factors	
<b>Capital - total</b>					
before adjustments	3400	-	-	-	-
adjustment due to:					
change in accounting policy	3410	-	-	-	-
correction of errors	3420	-	-	-	-
after adjustments	3500	-	-	-	-
including:					
undistributed profits (outstanding loss):					
before adjustments	3401	-	-	-	-
adjustment due to:					
change in accounting policy	3411	-	-	-	-
correction of errors	3421	-	-	-	-
after adjustments	3501	-	-	-	-
under other capital items					
before adjustments	3402	-	-	-	-
adjustment due to:					
change in accounting policy	3412	-	-	-	-
correction of errors	3422	-	-	-	-
after adjustments	3502	-	-	-	-

**3. Net assets**

Indicator name	Code	As of december 31, 2020	As of December 31, 2019	As of December 31, 2018
Net assets	3600	927,541	497,120	270,250

General Manager



**Eftychios Papadopoulos**  
(clarification of signature)

March 5, 2021  
/Seal: LIMITED LIABILITY COMPANY \* SAINT PETERSBURG \* "GLOBAL COLORS" Limited Liability Company/

**Cash flow statement**  
for January - December, 2020

Form according to OKUD  
Date (day, month, year) \_\_\_\_\_  
under OKPO \_\_\_\_\_  
TIN \_\_\_\_\_  
under OKVED 2 \_\_\_\_\_  
under OKOPF/OKFS \_\_\_\_\_  
under OKEI \_\_\_\_\_

Codes		
0710005		
31	12	2020
27336395		
7817078198		
20.59		
12300	23	
384		

Organization **GLOBAL COLORS Limited Liability Company**  
Taxpayer identification number \_\_\_\_\_  
Economic activity **Manufacture of other chemical products**  
Entity type/form of ownership  
**Limited Liability Company** **Property of foreign/legal entities**  
Measurement unit: in thousand rubles

Indicator name	Code	For January - December, 2020	For January - December, 2019
<b>Cash flows from current transactions</b>			
Income - total	4110	1,506,817	1,271,967
including:			
from sale of products, goods, works and services	4111	1,506,817	1,267,773
lease payments, license payments, royalties, commissions and other similar payments	4112	-	-
from resale of financial investments	4113	-	-
	4114	-	4,194
other income	4119	-	-
Payments - total	4120	(1,431,426)	(1,096,713)
including:			
to suppliers (contractors) for raw materials, materials, work, services	4121	(1,019,193)	(932,547)
in connection with remuneration of employees	4122	(133,095)	(82,065)
interest under debt liabilities	4123	(8,461)	(13,509)
corporate income tax	4124	(22,878)	(58,807)
VAT	4125	(247,799)	-
other payments	4129	-	(9,785)
Cash flows from current transactions balance	4100	75,391	175,254
<b>Cash flows from investment transactions</b>			
Income - total	4210	891	2,501
including:			
from sale of non-current assets (except for financial investments)	4211	891	2,501
from sale of shares of other organizations (participation interests)	4212	-	-
from repayment of loans granted, from sale of debt securities (rights to claim funds against other persons)	4213	-	-
dividends, interest on debt financial investments and similar income from equity participation in other organizations	4214	-	-
	4215	-	-
other income	4219	-	-
Payments - total	4220	(68,366)	(18,557)
including:			
in connection with the acquisition, creation, modernization, reconstruction and preparation for use of non-current assets	4221	(68,366)	(17,547)
in connection with the acquisition of shares of other organizations (participation interests)	4222	-	-
in connection with the acquisition of debt securities (rights to claim funds against other persons), provision of loans to other persons	4223	-	-
interest under debt liabilities included in the investment asset cost	4224	-	-
	4225	-	(1,010)
other payments	4229	-	-
Cash flows from investment transactions balance	4200	(67,475)	(16,056)

Indicator name	Code	For January - December, 2020	For January - December, 2019
<b>Cash flows from financial transactions</b>			
Income - total	4310	238,152	-
including:			
obtaining loans and borrowings	4311	-	-
monetary contributions of owners (members)	4312	-	-
from the issue of shares, increase in participation interests	4313	-	-
from the issue of bonds, promissory notes and other debt securities, etc.	4314	-	-
contribution of a member	4315	238,152	-
	4316	-	-
other income	4319	-	-
Payments - total	4320	(239,390)	(169,679)
including:			
to the owners (members) in connection with the redemption of shares (participation interests) of the organization or their cessation of membership	4321	-	-
for payment of dividends and other payments for the distribution of profits in favor of the owners (members)	4322	-	-
in connection with payment (redemption) of promissory notes and other debt securities, repayment of loans and borrowings	4323	(239,390)	(169,679)
	4324	-	-
other payments	4329	-	-
Balance of cash flows from financial transactions	4300	(1,238)	(169,679)
Balance of cash flows for the reporting period	4400	6,678	(10,481)
Balance of cash and cash equivalents at the beginning of the reporting period	4450	49,616	60,274
Balance of cash and cash equivalents at the end of the reporting period	4500	56,589	49,616
Effect of the foreign currency exchange rate against table changes	4490	295	(177)

General Manager



Eftychios Papadopoulos

(clarification of signature)

/Seal: LIMITED LIABILITY COMPANY \* SAINT PETERSBURG \* "GLOBAL COLORS" "GLOBAL COLORS" Limited Liability Company/