

# **DME LIMITED and subsidiaries**

Interim Condensed Consolidated  
Financial Information  
for the Six-Month Period Ended  
30 June 2024 (unaudited)

# DME LIMITED AND SUBSIDIARIES

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## DME LIMITED AND SUBSIDIARIES

### STATEMENT OF MANAGEMENT RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024

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Management is responsible for the preparation of the interim condensed consolidated financial information of DME Limited (the “Company”) and its subsidiaries (the “Group”) which comprise the interim condensed consolidated statement of financial position as of 30 June 2024, and the interim condensed consolidated statement of profit or loss and other comprehensive income, interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the six-month period ended 30 June 2024, in accordance with International Accounting Standard (IAS) 34, *Interim Financial Reporting* (“IAS 34”).

In preparing the interim condensed consolidated financial information, management is responsible for:

- Properly selecting and applying accounting policies;
- Presenting information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- Providing additional disclosures when compliance with the specific requirements in IFRSs are insufficient to enable users to understand the impact of particular transactions, other events and conditions on the Group’s consolidated financial position and financial performance;
- Making an assessment of the Group’s ability to continue as a going concern.

Management is also responsible for:

- Designing, implementing and maintaining an effective and sound system of internal controls throughout the Group;
- Maintaining adequate accounting records that are sufficient to show and explain the Group’s transactions and disclose with reasonable accuracy at any time the consolidated financial position of the Group, and which enable them to ensure that the interim condensed consolidated financial information of the Group complies with IAS 34;
- Maintaining statutory accounting records in compliance with local legislation and accounting standards in the respective jurisdictions in which the companies of the Group operate;
- Taking such steps as are reasonably available to them to safeguard the assets of the Group; and
- Preventing and detecting fraud and other irregularities.

The interim condensed consolidated financial information for the six-month period ended 30 June 2024 was approved by management on 29 August 2024.

On behalf of management:



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Viktor Ponomarenko  
Chief Executive Officer



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Elena Leonova  
Chief Financial Officer

29 August 2024

## REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of DME Limited

### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of DME Limited and its subsidiaries (the "Group") as of 30 June 2024, and the related interim condensed consolidated statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended, and selected explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard ("IAS") 34, *Interim Financial Reporting*. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, as adopted in Cyprus. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34, *Interim Financial Reporting*.

### Material Uncertainty Related to Going Concern

We draw attention to Note 18 of the interim condensed consolidated financial information, which describes that due to continuation of a military conflict between Russia and Ukraine, imposition of wide-ranging sanctions on the Russian Federation, including those aimed at the Russian aviation industry, there has been a significant deterioration in the Group's operating conditions impacting the Group's business and its ability to meet obligations as they become due. These events or conditions, along with other matters as set forth in Note 18, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as going concern. Management's plans with regard to these matters are discussed in Note 2 to the interim condensed consolidated financial information.

AO Business Solutions and Technologies

29 August 2024

## DME LIMITED AND SUBSIDIARIES

### INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (Amounts in millions of Russian Rubles)

	Notes	2024	2023
Revenue	4	14,631	16,100
Operating expenses	5	(13,556)	(12,926)
Share of profit in joint venture		441	274
<b>Operating profit</b>		<b>1,516</b>	<b>3,448</b>
Finance cost	6	(3,697)	(2,341)
Interest income		96	169
Foreign exchange gain/(loss), net		1,388	(8,033)
<b>Loss before income tax</b>		<b>(697)</b>	<b>(6,757)</b>
Income tax	7	178	1,190
<b>Loss and total comprehensive loss for the period</b>		<b>(519)</b>	<b>(5,567)</b>
Loss and total comprehensive loss for the period attributable to:			
Owners of the Company		(471)	(5,566)
Non-controlling interests		(48)	(1)
		<b>(519)</b>	<b>(5,567)</b>

On behalf of management:

  
\_\_\_\_\_  
Viktor Ponomarenko  
Chief Executive Officer

  
\_\_\_\_\_  
Elena Leonova  
Chief Financial Officer

29 August 2024

The accompanying notes form an integral part of this interim condensed consolidated financial information.

## DME LIMITED AND SUBSIDIARIES

### INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 30 JUNE 2024 (UNAUDITED) (Amounts in millions of Russian Rubles)

	Notes	30 June 2024	31 December 2023
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	8	94,710	96,704
Advances for acquisition of non-current assets	8	1,689	1,465
Investment property		177	241
Right-of-use assets		89	111
Intangible assets		1,102	1,089
Deferred tax asset		2,794	2,498
Other financial assets	17	17	34
Investment in joint venture		1,086	1,045
Finance lease receivable		91	154
<b>Total non-current assets</b>		<b>101,755</b>	<b>103,341</b>
<b>Current assets</b>			
Inventory	11	2,743	2,617
Trade and other receivables	9	4,520	5,064
Prepayments and other current assets	10	3,712	3,278
Prepaid current income tax		570	426
Finance lease receivable	-	197	212
Other financial assets		588	591
Cash and cash equivalents	12	4,598	5,874
<b>Total current assets</b>		<b>16,928</b>	<b>18,062</b>
<b>TOTAL ASSETS</b>		<b>118,683</b>	<b>121,403</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital</b>			
Share capital	13	11,877	11,877
Retained earnings	13	18,906	19,517
Equity attributable to owners of the Company		30,783	31,394
Non-controlling interests		(118)	(70)
<b>Total equity</b>		<b>30,665</b>	<b>31,324</b>
<b>Non-current liabilities</b>			
Deferred tax liability		6,107	6,144
Lease liability		14	23
Debt securities and loans	14	64,136	67,613
Trade and other payables	15	64	122
<b>Total non-current liabilities</b>		<b>70,321</b>	<b>73,902</b>
<b>Current liabilities</b>			
Trade and other payables	15	4,131	3,774
Current income tax payable		315	314
Taxes other than income tax payable		4,727	4,559
Dividends payable	13	647	1,921
Lease liability		22	54
Accrued expenses and other current liabilities		2,261	1,763
Debt securities and loans	14	5,594	3,792
<b>Total current liabilities</b>		<b>17,697</b>	<b>16,177</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>118,683</b>	<b>121,403</b>

On behalf of management:

Viktor Ponomarenko  
Chief Executive Officer

29 August 2024

Elena Leonova  
Chief Financial Officer

The accompanying notes form an integral part of this interim condensed consolidated financial information.

## DME LIMITED AND SUBSIDIARIES

### INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (Amounts in millions of Russian Rubles)

	2024	2023
<b>Cash flows from operating activities:</b>		
Loss before income tax	(697)	(6,757)
Adjustments for:		
Depreciation and amortization	3,079	2,340
Change in allowance for impairment of accounts receivable, advances to suppliers	(21)	15
Interest income	(96)	(169)
Finance cost	3,697	2,341
Foreign exchange (gain)/loss, net	(1,388)	8,033
Share of profit in joint venture	(441)	(274)
Other non-cash items	89	142
<b>Net cash from operating activities before working capital changes</b>	<b>4,222</b>	<b>5,671</b>
Increase in inventory	(136)	(207)
Decrease/(increase) in trade and other receivables	563	(473)
Increase in prepayments and other current assets	(434)	(406)
Increase/(decrease) in trade and other payables	150	(496)
Increase in taxes other than income tax payable	14	944
Increase in accrued expenses and other current liabilities	434	20
<b>Net cash from operating activities before income tax</b>	<b>4,813</b>	<b>5,053</b>
Dividends from joint venture	400	-
Income tax paid	(145)	(81)
<b>Net cash provided by operating activities</b>	<b>5,068</b>	<b>4,972</b>
<b>Cash flows from investing activities:</b>		
Purchases of property, plant and equipment	(1,035)	(596)
Purchases of intangible assets	(196)	(202)
Proceeds from disposal of property, plant and equipment	64	27
Proceeds from settlement or sale of other financial assets	-	474
Interest received	170	179
<b>Net cash used in investing activities</b>	<b>(997)</b>	<b>(118)</b>
<b>Cash flows from financing activities:</b>		
Proceeds from debt securities and loans	1,500	16,367
Repayments of debt securities and loans	(1,793)	(22,207)
Repayments of lease liabilities	(40)	(89)
Interest paid	(3,402)	(2,945)
Dividends paid (Note 13)	(1,428)	(2,738)
Other distribution to shareholders	-	(200)
<b>Net cash used in financing activities</b>	<b>(5,163)</b>	<b>(11,812)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,092)</b>	<b>(6,958)</b>
<b>Cash and cash equivalents at the beginning of the period (Note 12)</b>	<b>5,874</b>	<b>11,701</b>
Foreign exchange (gain)/loss on cash and cash equivalents	(184)	683
<b>Cash and cash equivalents at the end of the period (Note 12)</b>	<b>4,598</b>	<b>5,426</b>

On behalf of management:

Viktor Ponomarenko  
Chief Executive Officer

29 August 2024

Elena Leonova  
Chief Financial Officer

The accompanying notes form an integral part of this interim condensed consolidated financial information.

## DME LIMITED AND SUBSIDIARIES

### INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (Amounts in millions of Russian Rubles)

	Share capital	Retained earnings	Equity attributable to the owners of the Company	Non- controlling interests	Total
<b>Balance as of 1 January 2023</b>	<b>11,877</b>	<b>29,663</b>	<b>41,540</b>	<b>(95)</b>	<b>41,445</b>
Total comprehensive loss for the period	-	(5,566)	(5,566)	(1)	(5,567)
Dividends (Note 13)	-	(2,689)	(2,689)	-	(2,689)
Other distribution to shareholders	-	(200)	(200)	-	(200)
<b>Balance as of 30 June 2023</b>	<b>11,877</b>	<b>21,208</b>	<b>33,085</b>	<b>(96)</b>	<b>32,989</b>
<b>Balance as of 1 January 2024</b>	<b>11,877</b>	<b>19,517</b>	<b>31,394</b>	<b>(70)</b>	<b>31,324</b>
Total comprehensive loss for the period	-	(471)	(471)	(48)	(519)
Dividends (Note 13)	-	(140)	(140)	-	(140)
<b>Balance as of 30 June 2024</b>	<b>11,877</b>	<b>18,906</b>	<b>30,783</b>	<b>(118)</b>	<b>30,665</b>

On behalf of management:

  
Viktor Ponomarenko  
Chief Executive Officer  
29 August 2024

  
Elena Leonova  
Chief Financial Officer

The accompanying notes form an integral part of this interim condensed consolidated financial information.



## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) *(Amounts in millions of Russian Rubles, unless otherwise stated below)*

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#### 1. NATURE OF THE BUSINESS

DME Limited (previously FML Limited, hereinafter the “Company”) is a limited liability company initially incorporated under the laws of the Isle of Man in February 2001. Immediately following the formation of the Company an entity under common control transferred to the Company a number of entities operating as a group since 1996. The assets and liabilities of the entities were transferred to the Company at their previous carrying amounts. In 2012, the Company transferred its registered office and place of domicile to the Republic of Cyprus.

The principal activities of the Company, together with its subsidiaries (collectively the “Group”) are the management, operation and development of Domodedovo airport, including servicing international and domestic passenger and cargo flights. The Group also sells fuel and pre-packaged meals as well as provides airport-related commercial services such as leasing of retail and advertising space, leasing of other commercial properties and car parking services. The Group’s principal place of business is Domodedovo airport in the Moscow region, Russia.

The Group operates in three business segments: aviation services, auxiliary aviation services and commercial services.

The Group does not have any equity in DME Airport Designated Activity Company. It is a special purpose entity that was established with a sole purpose of serving as a vehicle for the Group to issue loan participation notes (“LPNs”) on the Irish Stock exchange and does not perform any other activities. The LPNs are guaranteed by several companies of the Group in the event of default. Accordingly, the Group concluded that it exercises control over the entity.

The ultimate controlling party of the Group is Mr. Dmitry Kamenshchik.

The interim condensed consolidated financial information of the Group for the six-month period ended 30 June 2024 was authorized for issue by management on 29 August 2024.

#### 2. BASIS OF PRESENTATION

##### Statement of compliance

This interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

This financial information does not include all the information and disclosures required in annual financial statements, and should be read in conjunction with the Group’s audited annual consolidated financial statements for 2023 prepared in accordance with International Financial Reporting Standards (“IFRS”).

Exchange rates for the main foreign currencies in which the Group transacts were as follows:

	<u>30 June 2024</u>	<u>31 December 2023</u>
<b>Closing exchange rates</b>		
Russian Ruble/USD	85.75	89.69
Russian Ruble/EUR	92.42	99.19
	<u>30 June 2024</u>	<u>30 June 2023</u>
<b>Average exchange rates for the six-month ended</b>		
Russian Ruble/USD	90.67	76.73
Russian Ruble/EUR	98.08	83.01

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) *(Amounts in millions of Russian Rubles, unless otherwise stated below)*

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#### Seasonality

The business of the Group is normally subject to significant seasonal fluctuations in its operations, such as a significant increase in passenger traffic in the summer months and September, typically peaking in August, and a decrease in passenger traffic in the first three months of the calendar year, typically reaching the lowest point in February.

#### Going concern

This interim condensed consolidated financial information is prepared under the going concern basis, which implies the realization of assets and settlement of liabilities in the normal course of business.

As of 30 June 2024, the Group's current liabilities exceeded its current assets by RUB 769 million largely because of Loan from commercial Bank D (Note 14) falling due within 12 months from the reporting date.

Management concluded that given the current operating environment described in Note 18, the Group's ability to pay interest on its debt and going forward ability to comply with debt covenants may be negatively affected due to further fluctuations in interest rates and the Russian Ruble exchange rates. These conditions indicate that a material uncertainty exists that may cast a significant doubt on the Group's ability to continue as a going concern.

Management is taking steps to mitigate the negative impact of these conditions, which include:

- Taking actions to improve revenue generation capacity of the business;
- Optimizing the Group's debt structure;
- Strengthening credit control and monitoring of cash collections;
- Discussing additional financial support with the owners, including repayment of related party debtor balances;
- Continuing to negotiate better payment terms with key suppliers.

Management believe they are taking appropriate measures to support the Group's business in the current circumstances and that therefore it is appropriate to prepare this interim condensed consolidated financial information on the assumption that the Group will continue as a going concern in the foreseeable future, which implies the realization of assets and settlement of liabilities in the normal course of business.

#### Significant accounting policies

The accounting policies and methods of computation adopted in the preparation of the interim condensed consolidated financial information are consistent with those followed in the preparation of the Group's annual consolidated financial statements as of 31 December 2023 and for the year then ended, except as discussed below.

**Income tax expense** – Income tax expenses are recognized in interim periods based on the best accounting estimate of the expected weighted average annual income tax rate expected for the full financial year. Such expectations and calculations by its nature (e.g. assessment of non-deductible expenses and non-taxable income) require significant judgments from Group's management, which may result in significant deviation of actual income tax and rates applied in preparation this interim condensed financial information.

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) *(Amounts in millions of Russian Rubles, unless otherwise stated below)*

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#### New and amended IFRS Accounting Standards

During the six-month period ended 30 June 2024 the Group has applied a number of amendments to IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) that are mandatorily effective for an accounting period that begins on or after 1 January 2024:

Standards and Interpretations	Effective from
IFRS 16 <i>Leases – Lease Liability in a Sale and Leaseback</i>	1 January 2024
IAS 7 <i>Statement of Cash Flows</i> and IFRS 7 <i>Financial Instruments: Disclosures—Supplier Finance Arrangements</i>	1 January 2024
Amendments to IAS 1 <i>Presentation of Financial Statements—Classification of Liabilities as Current or Non-current</i>	1 January 2024
Amendments to IAS 1 <i>Presentation of Financial Statements—Non-current Liabilities with Covenants</i>	1 January 2024

These changes and improvements to the standards have not resulted in any significant changes to the interim condensed consolidated financial information of the Group.

### 3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were consistent with those disclosed in the Group's annual consolidated financial statements for 2023 prepared in accordance with IFRS, except for assessment of annual expected effective income tax rate and calculation of income tax expense (see above).

### 4. SEGMENT INFORMATION

Information reported to the chief operating decision maker of the Group ("CODM") for the purposes of resource allocation and assessment of segment performance is focused on the nature of services provided.

The Group's reportable segments are as follows:

**Aviation services** – includes aviation services, such as use of terminal, take-off and landing, and aviation security.

**Auxiliary aviation services** – includes certain passenger-related services, ground handling, fueling services, in-flight catering and cargo handling.

**Commercial services** – includes retail concessions and advertising, leasing of other commercial properties and car parking.

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

Segment information is prepared based on IFRS measures. The performance of each reportable segment is assessed by the CODM by reference to segment operating profit. Segment operating profit is calculated after headquarters expenses have been allocated between the reportable segments and after elimination intra segment profits and losses.

The key financial information for the Group's segments for the six-month period ended 30 June 2024 is presented below:

	Aviation services	Auxiliary aviation services	Commercial services	Inter-segment eliminations	Group
Ground handling	-	4,531	-	-	4,531
Airport and other related charges	3,633	-	-	-	3,633
Rental income	34	22	2,050	-	2,106
Jet fueling and storage services	-	1,414	-	-	1,414
Catering	-	1,385	-	-	1,385
Jet fuel sales	-	31	-	-	31
Aviation security	831	-	-	-	831
Parking fees	-	-	421	-	421
Other revenue	48	156	75	-	279
<b>Third-party revenue</b>	<b>4,546</b>	<b>7,539</b>	<b>2,546</b>	<b>-</b>	<b>14,631</b>
Intersegment revenue	1,615	480	1,084	(3,179)	-
<b>Total revenue</b>	<b>6,161</b>	<b>8,019</b>	<b>3,630</b>	<b>(3,179)</b>	<b>14,631</b>
<b>Operating (loss)/ profit</b>	<b>(1,770)</b>	<b>2,006</b>	<b>1,280</b>	<b>-</b>	<b>1,516</b>
<b>Other segment information</b>					
Depreciation and amortization	(1,976)	(744)	(359)	-	(3,079)

Below presented the reconciliation of the segments' operating profit to the Group's loss for the six-month period ended 30 June 2024:

<b>Operating profit</b>	<b>1,516</b>
Finance cost	(3,697)
Interest income	96
Foreign exchange gain, net	1,388
<b>Loss before tax</b>	<b>(697)</b>
Income tax	178
<b>Loss for the period</b>	<b>(519)</b>

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

The key financial information for the Group's segments for the six-month period ended 30 June 2023 is presented below:

	Aviation services	Auxiliary aviation services	Commercial services	Inter-segment eliminations	Group
Ground handling	-	4,920	-	-	4,920
Airport and other related charges	3,504	-	-	-	3,504
Rental income	30	19	1,828	-	1,877
Jet fueling and storage services	-	1,579	-	-	1,579
Catering	-	1,446	-	-	1,446
Jet fuel sales	-	1,139	-	-	1,139
Aviation security	972	-	-	-	972
Parking fees	-	-	383	-	383
Other revenue	25	128	127	-	280
<b>Third-party revenue</b>	<b>4,531</b>	<b>9,231</b>	<b>2,338</b>	<b>-</b>	<b>16,100</b>
Intersegment revenue	1,705	310	859	(2,874)	-
<b>Total revenue</b>	<b>6,236</b>	<b>9,541</b>	<b>3,197</b>	<b>(2,874)</b>	<b>16,100</b>
<b>Operating (loss)/ profit</b>	<b>(611)</b>	<b>2,922</b>	<b>1,137</b>	<b>-</b>	<b>3,448</b>
<b>Other segment information</b>					
Depreciation and amortization	(1,342)	(640)	(358)	-	(2,340)

Below presented the reconciliation of the segments' operating profit to the Group's profit for the six-month period ended 30 June 2023:

<b>Operating profit</b>	<b>3,448</b>
Finance cost	(2,341)
Interest income	169
Foreign exchange loss, net	(8,033)
<b>Loss before tax</b>	<b>(6,757)</b>
Income tax	1,190
<b>Loss for the period</b>	<b>(5,567)</b>

The following is the analysis of the Group's largest customers (10% or more of total revenue):

	2024		2023	
	Amount	% of total revenue	Amount	% of total revenue
<b>S7 Group</b>	<b>3,566</b>	<b>24%</b>	<b>4,312</b>	<b>27%</b>
Auxiliary aviation services segment	2,081		2,562	
Aviation services segment	1,023		1,418	
Commercial services segment	462		332	
<b>URAL AIRLINES</b>	<b>1,896</b>	<b>13%</b>	<b>1,723</b>	<b>11%</b>
Auxiliary aviation services segment	1,190		1,106	
Aviation services segment	682		608	
Commercial services segment	24		9	

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

Substantially all assets, management and administrative facilities of the Group are located in the Russian Federation and are not separately reported to the CODM. Furthermore, all revenue is earned within the Russian Federation. Accordingly, geographical revenue and asset information is not presented as part of segmental information.

#### 5. OPERATING EXPENSES

	2024	2023
Payroll and related charges:		
Wages and salaries	5,669	5,373
Social taxes	1,501	1,487
Depreciation and amortization	3,079	2,340
Materials	1,409	1,117
Cost of jet fuel	21	1,007
Public utilities	413	345
Rent	182	195
Cleaning and waste management	180	192
Maintenance	97	191
Transport	264	178
Consulting, audit and other services	237	141
Taxes other than income tax	89	78
Communication services expense	46	39
Certification and licensing	28	22
Change in provision for impairment of receivables, advances to suppliers and advances for acquisition of non-current assets	(21)	15
Charity donations	10	-
Medical services	51	47
Bank charges and fees	20	27
Insurance expenses	45	35
Other expenses	236	97
<b>Total operating expenses</b>	<b>13,556</b>	<b>12,926</b>

During six-months period ended 30 June 2024 cost of jet fuel decreased by 88% compared to prior respective period due to the wholesale trading of jet fuel via joint venture.

Rent expenses include variable lease payments that are not dependent on index or rate.

#### 6. FINANCE COST

	2024	2023
Interest expense on the LPNs (Note 14)	1,037	1,027
Interest expense on RUB debt securities (Note 14)	898	962
Interest expense on bank loans (Note 14)	1,759	788
Interest expense on lease liability	3	9
<b>Total interest expense</b>	<b>3,697</b>	<b>2,786</b>
Less: capitalized interest (Note 8)	-	(445)
<b>Total finance cost</b>	<b>3,697</b>	<b>2,341</b>

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

#### 7. INCOME TAX

Income tax for the six-month periods ended 30 June 2024 is accrued based on the expected weighed average annual effective income tax rate of 25.54% (2023: 17.61%).

	2024	2023
Current income tax expense	(155)	(307)
Deferred income tax gain	333	1,497
<b>Income tax</b>	<b>178</b>	<b>1,190</b>

The change in the estimated average annual effective tax rate for the six-month period ended 30 June 2024 is mostly attributable to non-taxable foreign exchange gains and losses recognized.

#### 8. PROPERTY, PLANT AND EQUIPMENT

	Buildings	Plant and equipment	Other	CIP	Total
<b>Cost</b>					
<b>1 January 2023</b>	<b>95,109</b>	<b>13,942</b>	<b>1,751</b>	<b>26,574</b>	<b>137,376</b>
Additions	152	60	98	1,292	1,602
Transfers	13,870	4,679	81	(18,630)	-
Disposals	(6)	(59)	(27)	(78)	(170)
<b>30 June 2023</b>	<b>109,125</b>	<b>18,622</b>	<b>1,903</b>	<b>9,158</b>	<b>138,808</b>
<b>01 January 2024</b>	<b>110,196</b>	<b>19,108</b>	<b>2,049</b>	<b>8,388</b>	<b>139,741</b>
Additions	314	56	125	402	897
Transfers	529	377	-	(906)	-
Disposals	(3)	(81)	(11)	(75)	(170)
Reclassified from investment property	111	-	-	-	111
<b>30 June 2024</b>	<b>111,147</b>	<b>19,460</b>	<b>2,163</b>	<b>7,809</b>	<b>140,579</b>
<b>Accumulated depreciation</b>					
<b>1 January 2023</b>	<b>(24,910)</b>	<b>(11,943)</b>	<b>(1,474)</b>	<b>-</b>	<b>(38,327)</b>
Depreciation charge	(1,564)	(439)	(65)	-	(2,068)
Disposals	6	59	27	-	92
<b>30 June 2023</b>	<b>(26,468)</b>	<b>(12,323)</b>	<b>(1,512)</b>	<b>-</b>	<b>(40,303)</b>
<b>01 January 2024</b>	<b>(28,947)</b>	<b>(12,526)</b>	<b>(1,564)</b>	<b>-</b>	<b>(43,037)</b>
Depreciation charge	(2,192)	(582)	(95)	-	(2,869)
Disposals	1	81	11	-	93
Reclassified from investment property	(56)	-	-	-	(56)
<b>30 June 2024</b>	<b>(31,194)</b>	<b>(13,027)</b>	<b>(1,648)</b>	<b>-</b>	<b>(45,869)</b>
<b>Net book value</b>					
<b>30 June 2023</b>	<b>82,657</b>	<b>6,299</b>	<b>391</b>	<b>9,158</b>	<b>98,505</b>
<b>31 December 2023</b>	<b>81,249</b>	<b>6,582</b>	<b>485</b>	<b>8,388</b>	<b>96,704</b>
<b>30 June 2024</b>	<b>79,953</b>	<b>6,433</b>	<b>515</b>	<b>7,809</b>	<b>94,710</b>

“Buildings” consist primarily of passenger and cargo terminals, catering facility, car park and auxiliary buildings.

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

“Plant and equipment” mainly consists of baggage-processing systems, aircraft servicing equipment, tow tractors, passenger shuttles, parking equipment, machines for disposition of de-icing liquids, introsopes and other operating equipment.

“Other” consists mainly of administrative equipment and vehicles.

“Construction in-progress” consists mainly of capital expenditures related to the reconstruction and extension of cargo terminal.

During the six-month periods ended 30 June 2024 and 2023 the Group capitalized borrowing costs of RUB nil million and RUB 445 million, respectively. The weighted average capitalization rate on borrowed funds was 8.36% per annum for the six-month period ended 30 June 2023.

As of 30 June 2024, no Group’s property, plant and equipment was pledged as collateral for the Group’s borrowings.

#### Advances for acquisition of non-current assets

As of 30 June 2024 and 31 December 2023 advances for acquisition of non-current assets in the amounts of RUB 1,689 million and RUB 1,465 million, respectively, consisted of amounts paid for construction of the passenger and cargo terminals and implementation of additional functionalities, modernization of planning and resource management system. The amount of accumulated impairment of advances for acquisition of non-current assets amounted to RUB 22 million as of 30 June 2024 (31 December 2023: RUB 22 million).

## 9. TRADE AND OTHER RECEIVABLES

	Outstanding balance, gross	Allowance for expected credit losses	Outstanding balance, net
<b>30 June 2024</b>			
Trade receivables	4,731	(1,594)	3,137
Other receivables	1,479	(96)	1,383
<b>Total current trade and other receivables</b>	<b>6,210</b>	<b>(1,690)</b>	<b>4,520</b>
<b>31 December 2023</b>			
Trade receivables	5,151	(1,605)	3,546
Other receivables	1,617	(99)	1,518
<b>Total current trade and other receivables</b>	<b>6,768</b>	<b>(1,704)</b>	<b>5,064</b>

The average credit period for the Group’s receivables (other than sales carried out on a prepayment basis) is 59 days (2023: 50 days).

Included in the Group’s total trade and other receivables are debtors with carrying amounts of RUB 2,402 million and RUB 1,813 million as of 30 June 2024 and 31 December 2023, respectively, which are past due at the respective reporting date and which the Group considers to be recoverable (i.e. not impaired). The Group does not hold any collateral over these outstanding balances.



## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) *(Amounts in millions of Russian Rubles, unless otherwise stated below)*

#### 10. PREPAYMENTS AND OTHER CURRENT ASSETS

	<u>30 June 2024</u>	<u>31 December 2023</u>
Taxes receivable, other than income tax	3,045	2,688
Advances to suppliers	550	511
Other current assets	117	79
<b>Total</b>	<b><u>3,712</u></b>	<b><u>3,278</u></b>

#### 11. INVENTORY

	<u>30 June 2024</u>	<u>31 December 2023</u>
Spare parts	1,141	1,028
Supplies	843	887
Raw materials	470	455
Jet fuel	117	46
Other inventory	172	201
<b>Total inventory</b>	<b><u>2,743</u></b>	<b><u>2,617</u></b>

#### 12. CASH AND CASH EQUIVALENTS

	<u>30 June 2024</u>	<u>31 December 2023</u>
RUB-denominated cash on hand and balances with banks	1,628	2,807
USD-denominated current account balances with banks	746	701
EUR-denominated current account balances with banks	24	17
Other CCY-denominated current account balances with banks	9	-
EUR-denominated restricted cash in FBME	2,191	2,349
<b>Total cash and cash equivalents</b>	<b><u>4,598</u></b>	<b><u>5,874</u></b>

In accordance with a court decision in Cyprus in June 2023 an official liquidator was appointed and the liquidation process for the FBME's branch in Cyprus has commenced. The Group expects that once the liquidation is finalized the bank's funds will be released.

#### 13. EQUITY

##### Share capital and dividends

There have been no changes in the share capital of the Company during the period.

During six-month period ended 30 June 2024 dividends of RUB 1,428 million were paid to shareholders during the reporting period (including RUB 1,292 million related to dividends declared prior to 1 January 2024).

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

During six-month period ended 30 June 2023 dividends of USD 15.6 million and EUR 19.3 million (RUB 2,689 million at the Central Bank of Russia exchange rate as at the declaration date) were declared out of which USD 11 million and EUR 3 million (RUB 1,083 million at the Central Bank of Russia exchange rate as at the payment date) were paid to the shareholders of the Group. In addition to that USD 1.6 million (RUB 119 million at the Central Bank of Russia exchange rate as at the payment date) and EUR 20 million (RUB 1,536 million at the Central Bank of Russia exchange rate as at the payment date) of dividends declared prior to 1 January 2023 were also paid to the shareholders of the Group.

As of 30 June 2024, the remaining balance of dividends payable is RUB 647 million (as of 31 December 2023: RUB 1,921 million).

#### Retained earnings

In accordance with statutory legislation of operating companies located in the Russian Federation, dividends may only be declared to the shareholders of the Group from accumulated undistributed and unreserved earnings as shown in the Group's individual companies' statutory financial statements. As of 30 June 2024 and 31 December 2023, such accumulated earnings amounted to RUB 6,757 million and RUB 2,372 million, respectively.

## 14. DEBT SECURITIES AND LOANS

	Effective interest rate, %	30 June 2024	31 December 2023
Seven-year USD loan participation notes issued in 2021 (the "2028 LPNs")	5.52%	36,835	38,515
Three-year RUB debt securities issued in 2022 <sup>(i)</sup>	13.41%	13,524	14,518
Loan from Bank D	19.76%	9,311	9,158
Loan from Bank E	19.76%	7,920	7,924
Loan from Bank D <sup>(ii)</sup>	20.15-23.20%	2,140	496
Loan from Bank B <sup>(iii)</sup>	6.82%	-	794
<b>Total</b>		<b>69,730</b>	<b>71,405</b>
<b>Less: due within twelve months, including accrued interest</b>		<b>(5,594)</b>	<b>(3,792)</b>
<b>Long-term portion of debt securities and loans</b>		<b>64,136</b>	<b>67,613</b>

- (i) From January 2024 to April 2024, the Group purchased its own three-year RUB debt securities issued in 2022 with a nominal value of RUB 1,000 million. The outstanding amount is presented net of own securities held.
- (ii) In December 2023, the Group entered into revolving credit facility agreement amounted to RUB 2,000 million provided by commercial Bank D to refinance RUB debt securities and loan from Bank B. The floating annual interest rate is key interest rate set by the Central Bank of Russia plus 4.5%. Accrued interests have to be paid semi-annually. The loan matures partially from December 2024 to April 2025.
- (iii) In April 2024, the Group has fully repaid the loan from Bank B.

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) *(Amounts in millions of Russian Rubles, unless otherwise stated below)*

#### Covenants

In accordance with the terms of the 2028 LPNs, three-year RUB debt securities issued in 2022, loan facility agreements with Bank D and Bank E the Group is subject to certain covenants, which are calculated on the basis of annual and interim consolidated financial statements of the Group, prepared in accordance with IFRS. Such financial covenants mainly consist of limitations on the Consolidated Net Debt to Consolidated EBITDA ratio, Obligor Cover ratios and on certain amount of dividends paid.

The Group breached certain financial and non-financial covenant under loan agreements with Bank D and Bank E. As of the reporting date the Group received waivers from Bank D and Bank E confirming that banks will not exercise its right to demand early repayment of the loans. According to the terms of the waivers, the Group is also required to make additional contributions to equity and complete re-domiciliation of its business to the Russian Federation before the end of 2024.

The Group exceeded the Consolidated Net Debt to Consolidated EBITDA covenant under the terms of the 2028 LPNs, which lead to additional financial restrictions being placed on the Group, including its ability to attract new borrowings, except for refinancing purposes. Debt holders do not have a right to demand early repayment in respect of this covenant breach.

#### 15. TRADE AND OTHER PAYABLES

	30 June 2024	31 December 2023
Amounts payable for the acquisition of property, plant and equipment	64	122
<b>Total non-current trade and other payables</b>	<b>64</b>	<b>122</b>
Amounts payable for the acquisition of property, plant and equipment	334	185
Rent deposits received	1,352	1,357
Trade payables	1,111	859
<b>Total current financial liabilities</b>	<b>2,797</b>	<b>2,401</b>
Advances received	1,334	1,373
<b>Total current non-financial liabilities</b>	<b>1,334</b>	<b>1,373</b>
<b>Total current trade and other payables</b>	<b>4,131</b>	<b>3,774</b>

#### 16. FAIR VALUES

According to the accounting policy the Group uses the following hierarchy to determine and disclose fair value of financial instruments:

- Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable;
- Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

With the exception of listed debt securities of the Group for which fair value is determined with reference to the market prices (Level 1), all other financial assets and financial liabilities classified within Level 3 category of the above hierarchy. Except as detailed in the following table management of the Group believes that the carrying value of financial instruments approximates their fair value.

The estimated fair values of financial instruments have been determined by the Group using available market information, where it exists, and appropriate valuation methodologies. However, judgment is necessarily required to interpret market data to determine the estimated fair value. Management has used all available market information in estimating the fair value of financial instruments.

#### Fair value of financial assets and liabilities

	30 June 2024		31 December 2023	
	Fair value	Carrying value	Fair value	Carrying value
Financial assets				
Other financial assets	440	605	434	625
<b>Total</b>	<b>440</b>	<b>605</b>	<b>434</b>	<b>625</b>
Financial liabilities				
Debt securities and loans (Note 14)	64,171	69,730	65,208	71,405
<b>Total</b>	<b>64,171</b>	<b>69,730</b>	<b>65,208</b>	<b>71,405</b>

## 17. TRANSACTIONS WITH RELATED PARTIES

Related parties may enter into transactions which unrelated parties might not, and transactions between related parties may not be effected on the same terms, conditions and amounts as transactions between unrelated parties.

The following tables provide the total amount of transactions, which have been entered into with related parties during the six-month periods ended 30 June 2024 and 2023 as well as closing balances as of 30 June 2024 and 31 December 2023.

#### Controlling shareholder of the Company

There were no transactions with the Group's immediate parent entity other than dividends declared and paid as disclosed in Note 13.

#### Related party transactions

During the six-month periods, group entities entered into the following transactions with related parties who are not members of the Group:

	Sales of goods		Purchase of goods	
	2024	2023	2024	2023
Joint venture	932	680	-	-
Other	199	134	139	57
<b>Total</b>	<b>1,131</b>	<b>814</b>	<b>139</b>	<b>57</b>

During the six-month period ended 30 June 2024 the Group received dividends RUB 400 million from the joint venture.

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

The following amounts were outstanding at the reporting date:

	Amounts owed by related parties		Amounts owed to related parties	
	2024	2023	2024	2023
Joint venture	332	376	-	1
Other	3,697	3,611	17	13
<b>Total</b>	<b>4,029</b>	<b>3,987</b>	<b>17</b>	<b>14</b>

Amounts owed by Other related parties are repaid on demand, unsecured. No expected credit losses were recognized in respect to the amounts owed by related parties.

#### Other financial assets issued to related parties

	2024	2023
Loans to other related parties	588	611
<b>Total</b>	<b>588</b>	<b>611</b>

#### Compensation of key management personnel

Key management comprised six persons of 30 June 2024 and 31 December 2023. Total gross compensation to those individuals was comprised of short-term employee benefits included in payroll and related charges in the consolidated profit or loss amounted to RUB 81 million (including social insurance tax of RUB 12 million) and RUB 81 million (including social insurance tax of RUB 12 million) for the six-month periods ended 30 June 2024 and 30 June 2023, respectively. The outstanding balances due to key management personnel amounted to RUB 26 million and RUB 25 million as of 30 June 2024 and 31 December 2023, respectively, and comprised accrued salaries, bonuses, accrual for unused vacation and other monetary benefits.

## 18. COMMITMENTS, CONTINGENCIES AND OPERATING RISKS

#### Capital commitments

The Group's contracted capital commitments related to construction of passenger and cargo terminals and modernization of existing assets as of 30 June 2024 and 31 December 2023 consisted of the following:

	30 June 2024	31 December 2023
Reconstruction and expansion of passenger terminal	1,038	1,445
Reconstruction of fuel storage facilities	53	78
Reconstruction of office buildings	44	97
Other	284	238
<b>Total capital commitments</b>	<b>1,419</b>	<b>1,858</b>

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED)**  
*(Amounts in millions of Russian Rubles, unless otherwise stated below)*

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**Operating environment of the Group**

Emerging markets such as Russia are subject to different risks than more developed markets, including economic, political and social, and legal and legislative risks. Laws and regulations affecting businesses in Russia continue to change rapidly, tax and regulatory frameworks are subject to varying interpretations. The future economic direction of Russia is heavily influenced by geopolitical factors, political environment in the country, the fiscal and monetary policies adopted by the government, together with developments in the legal and regulatory environment. Because Russia produces and exports large volumes of oil and gas, its economy is particularly sensitive to the price of oil and gas on the world market.

Starting from 2014, sanctions have been imposed in several packages by the US, UK, EU and other countries on certain Russian officials, businessmen and companies. On 24 February 2022, a decision to carry out a special military operation in Ukraine was announced. In response to these events, the US, UK, EU and other countries have significantly extended sanctions on the Russian Federation, public authorities, officials, businessmen and companies. This resulted in reduced access of the Russian businesses to international capital, import and export markets, increased volatility on the local capital market, decline in Russia's GDP during 2022, higher inflation and other negative economic consequences. After the reporting date to address accelerating inflation the Central Bank of the Russian Federation increased the key interest rate from 16% to 18%.

These restrictions may have a negative impact on the ability of the Group's most significant customers to meet its obligations, operate aircraft and carry out maintenance. The international flights of Russian airlines to EU, US and other countries, which imposed sanctions, were mostly canceled, flights to a number of airports in the South of Russia were also suspended, flight frequency and routes for certain destinations were also affected. Circumstances described above led to a decline in the total passenger flow at the Domodedovo airport by 26% compared to respective six-month period 2023. The impact of these and further developments on future operations and financial position of the Group might be significant.

**Taxation**

Russian legislation on taxation for business purposes continues to change rapidly. Management's interpretation of such legislation as applied to the activity of the Group may be challenged by the relevant regional and federal authorities. Recent events suggest that the tax authorities are taking a more assertive position in their interpretation of the legislation and assessments and as a result, it is possible that transactions and activities that have not been challenged in the past may be challenged. Fiscal periods generally remain open to tax audit by the authorities in respect of taxes for three calendar years preceding the year of tax audit. Under certain circumstances reviews may cover longer periods.

Russian transfer pricing legislation was amended starting from 1 January 2012 to introduce additional reporting and documentation requirements. The new legislation allows the tax authorities to impose additional tax liabilities in respect of certain transactions, including but not limited to transactions with related parties, if they consider transaction to be priced not at arm's length. As the practice of implementation of the new transfer pricing rules has not yet developed and wording of some clauses may have more than one interpretation, the impact of challenge of the Group's transfer pricing positions by the tax authorities cannot be reliably estimated.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED)**  
*(Amounts in millions of Russian Rubles, unless otherwise stated below)*

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Starting 2015, the Russian “de-offshorization law” came into force introducing several new rules and concepts and amending others, which may have an impact on the Group’s tax obligations, including taxation of profit of controlled foreign companies, the concept of beneficial ownership and the broader rules for determining the tax residency of legal entities.

According to these changes, the undistributed profits of the Group foreign subsidiaries, considered as controlled foreign companies, may result in an increase of the tax base of the controlling entities, and the benefits of enjoying reduced tax rates to the income paid to foreign entities under double tax treaties (“DTTs”) may come under additional scrutiny.

Current withholding tax and DTTs administration practice in Russia require foreign tax residents to demonstrate and substantiate with documents their beneficial ownership rights to the Russian-sourced income received in order to obtain a tax exemption or apply a reduced withholding tax rate under an applicable double tax treaty. The criteria to establish beneficial ownership rights are evolving with the development of court practice in Russia. Although the practice is still in its early stage of development, it is clear that in many cases foreign tax residents receiving income from Russian sources are disallowed DTTs benefits due to inability to confirm their beneficial ownership rights to the income received. The Group relies on the application of DTTs in its cross-border activities and treats its foreign tax resident companies as beneficial owners of the income received. As determination of the beneficial owner requires significant judgement and is frequently challenged by the tax authorities, the Group faces a risk of not being qualified to apply the DTTs. If crystalized, this risk would result in significantly increased withholding tax liabilities in Russia.

Management believes that it has provided adequately for tax liabilities based on its interpretations of tax legislation. Where uncertainty exists, the Group has accrued tax liabilities as management’s best estimate of the probable outflow of resources which will be required to settle such liabilities. However, the relevant authorities may have differing interpretations, and the effects on the interim condensed consolidated financial information could be significant. Management’s estimate of the possible exposure in relation the imposition of additional income tax and other taxes (e.g. VAT), including penalties and other charges, that is more than remote, but for which no liability is required to be recognized under IFRS is not disclosed as in the management’s view such disclosure may prejudice the Group’s position in any possible future dispute with the tax authorities.

**Environmental matters**

The enforcement of environmental regulation in the Russian Federation is continually evolving. The Group periodically evaluates its obligations under environmental regulations. Potential liabilities, which might arise as a result of changes in existing regulations, civil litigation or legislation, cannot be estimated but could be material. In the current enforcement climate under existing legislation, management believes that the Group has met the government’s federal and regional requirements concerning environmental matters. Therefore, there are no significant liabilities for environmental damage or remediation.

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

#### Liquidity risk

Liquidity risk is the risk that the Group will not be able to settle all liabilities as they fall due. The Group's liquidity position is carefully monitored and managed by the treasury function. Management controls current liquidity based on expected cash flows and revenue receipts through establishing and maintaining a cash fund sufficient to cover its contractual obligations for the period of three to six upcoming months. Such funds are normally kept as highly liquid short-term bank deposits or on current bank accounts, and are available on demand. In addition, the Group's policy is to continually maintain a diversified portfolio of open credit lines with reputable banks, which serve to secure for the Group a stable ad hoc borrowing capability.

The following tables detail the Group's remaining contractual maturity for financial liabilities. The tables have been drawn up based on undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay.

	Effective interest rate, %	Less than 1 month	1-3 months	3 months- 1 year	1-5 years	Over 5 years	Total
<b>30 June 2024</b>							
Non-interest bearing liabilities		1,429	122	1,382	64	-	2,997
Debt securities and loans	5.52%-23.20%	1,956	1,813	9,977	73,860	-	87,606
Lease liability	9.9%-14.70%	5	6	13	6	66	96
<b>Total</b>		<b>3,390</b>	<b>1,941</b>	<b>11,372</b>	<b>73,930</b>	<b>66</b>	<b>90,699</b>
<b>31 December 2023</b>							
Non-interest bearing liabilities	-	877	238	1,393	116	6	2,630
Debt securities and loans	5.52%-23.20%	824	1,323	8,062	81,942	-	92,151
Lease liability	9.9%-14.70%	7	14	43	8	67	139
<b>Total</b>		<b>1,708</b>	<b>1,575</b>	<b>9,498</b>	<b>82,066</b>	<b>73</b>	<b>94,920</b>

The following tables detail the Group's expected maturity for its financial assets, except for cash and cash equivalents. The tables below have been drawn up based on the undiscounted contractual maturities of the financial assets, including interest that will be earned.

	Effective interest rate, %	Less than 1 month	1-3 months	3 months- 1 year	1-5 years	Over 5 years	Total
<b>30 June 2024</b>							
Accounts receivable		1,197	97	3,226	-	-	4,520
Other financial assets	2%-11%	25	-	565	17	-	607
Finance lease receivable	45%	21	41	186	165	-	413
<b>Total</b>		<b>1,243</b>	<b>138</b>	<b>3,977</b>	<b>182</b>	<b>-</b>	<b>5,540</b>
<b>31 December 2023</b>							
Accounts receivable		1,705	107	3,252	-	-	5,064
Other financial assets	0.5%-11%	25	-	568	63	-	656
Finance lease receivable	45%	22	44	200	312	-	578
<b>Total</b>		<b>1,752</b>	<b>151</b>	<b>4,020</b>	<b>375</b>	<b>-</b>	<b>6,298</b>



## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

#### Currency risk

Currency risk is the risk that the financial results of the Group will be adversely impacted by changes in exchange rates to which the Group is exposed. The Group has revenue and purchases third-party services, which are denominated in foreign currencies. Certain receivable and payable balances, related primarily to settlements with customers and suppliers and most of loans and borrowings of the Group are denominated in currencies other than the Russian Ruble, the functional currency of the Company and most of the subsidiaries of the Group.

Currency risk is regularly assessed and managed by Corporate Treasury department. The Group's foreign currency position for net current assets is evaluated daily. The consolidated foreign currency position of all of the Group's assets and liabilities is assessed quarterly.

The Group mitigates potential negative impact of exchange rate movements primarily through aiming to maintain a balanced structure of foreign currency assets and liabilities. Available cash and cash equivalents are the key instrument used by management to correct an imbalanced foreign currency position. Management also continually monitors market trends in order to appropriately adjust the Group's contractual payment terms to take advantage of favorable changes in exchange rates.

For the six-month period ended 30 June 2024 the Russian Ruble depreciated against the US Dollar by 4%, EURO by 7%, respectively (appreciated against the US Dollar by 28%, EURO by 31% for the year ended 31 December 2023). The Group does not have or use any arrangements (i.e. derivatives) to manage foreign currency risk exposure.

The carrying amounts of the Group's foreign currency denominated monetary assets and liabilities as of the reporting date are as follows:

	Denominated in USD		Denominated in EUR	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
<b>Assets</b>				
Cash and cash equivalents	746	701	2,215	2,366
Trade and other receivables	483	942	464	482
Other financial instruments	553	574	-	-
Finance lease receivable	-	-	288	366
<b>Total assets</b>	<b>1,782</b>	<b>2,217</b>	<b>2,967</b>	<b>3,214</b>
<b>Liabilities</b>				
Debt securities and loans	36,835	38,515	-	794
Trade and other payables	1,296	1,323	99	64
<b>Total liabilities</b>	<b>38,131</b>	<b>39,838</b>	<b>99</b>	<b>858</b>

## DME LIMITED AND SUBSIDIARIES

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024 (UNAUDITED) (CONTINUED) (Amounts in millions of Russian Rubles, unless otherwise stated below)

The table below details the Group's sensitivity to weakening of the Russian Ruble against the respective foreign currencies by 10%, all other variables being held constant. The analysis was applied to monetary items at the reporting dates denominated in respective currencies.

	USD – impact		EUR – impact	
	6m 2024	2023	6m 2024	2023
Loss/ (gain) before tax	3,635	3,762	(287)	(236)

The strengthening of the Russian Ruble in relation to the same currencies by the same percentage will produce an equal and opposite effect on the interim condensed consolidated financial information of the Group to that shown above.

#### Legal proceedings

During the six-month period ended 30 June 2024, the Group was involved in a number of court proceedings (both as a plaintiff and a defendant) arising in the ordinary course of business. In the opinion of management, there are no current legal proceedings or other claims outstanding, which management believes could have a material effect on the result of operations or financial position of the Group, other than those for which provision has been made in these interim condensed consolidated financial information.

## 19. SUBSEQUENT EVENTS

**Changes in tax legislation** – On July 2024, the President of the Russian Federation signed the Law on Changes to the Tax System in the Russian Federation, providing for a change in the basic income tax rate from 20% to 25%. The proposed changes will have a significant impact on the Group's financial results both during the second half of the year ending 31 December 2024, and in future reporting periods.

If the legislative norm regarding the increase in the income tax rate had been adopted as at 30 June 2024, this would have led to an increase in deferred tax assets and liabilities by RUB 699 million and RUB 1,526 million, respectively. Difference in the amount of RUB 827 million would have been recorded as income tax expense in the statement of profit and loss and other comprehensive income.

The Group's management is currently conducting a more comprehensive assessment of all the effects of the tax revision. The updated information will be properly disclosed in the consolidated financial statements for the year ending 31 December 2024.

**Replacement bonds** – In August 2024, the Group issued new bonds, registered in June 2024 on Moscow Stock Exchange, to replace 2028 LPNs issued by DME Airport DAC Eurobonds (ISIN - XS2278534099). The total amount of the issue was USD 355 million repayable on 2 August 2028, coupon rate of 5.35% is equivalent to that of the original LPNs. Payments of coupons and principal will be denominated in Russian Rubles.