

Fix Price Group PLC

Interim Condensed Consolidated
Financial Information
for the Six Months Ended 30 June 2023
(Unaudited)

FIX PRICE GROUP PLC

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FIX PRICE GROUP PLC

STATEMENT OF MANAGEMENT’S RESPONSIBILITIES FOR THE PREPARATION AND APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2023

Management is responsible for the preparation of the interim condensed consolidated financial information of Fix Price Group PLC (hereinafter, the “Company”) and its subsidiaries (hereinafter, the “Group”), which comprise the consolidated financial position of the Group as at 30 June 2023, the consolidated results of its operations, cash flows and changes in equity for the six months then ended, in accordance with International Accounting Standard 34, *Interim Financial Reporting* (hereinafter, “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 IFRS requirements is 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; and
- 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 Group’s interim condensed consolidated financial information complies with IAS 34;
- Maintaining statutory accounting records in compliance with local legislation and accounting standards of the jurisdiction in which the Group operates;
- Taking such steps as are reasonably available to them to safeguard the assets of the Group; and
- Detecting and preventing fraud and other irregularities.

The interim condensed consolidated financial information was approved by management of the Company on behalf of the Board of Directors of the Company on 6 September 2023.

On behalf of management:



Dmitry Kirsanov
Chief Executive Officer

REPORT ON REVIEW OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

To the Shareholders of Fix Price Group PLC:

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Fix Price Group PLC (hereinafter, the "Company") and its subsidiaries (hereinafter, the "Group") as at 30 June 2023 and the related interim condensed consolidated statements of comprehensive income, cash flows and changes in equity for the six months then ended, and selected explanatory notes (the "interim condensed consolidated financial information"). Management is responsible for the preparation 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*. 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 has not been prepared, in all material respects, in accordance with IAS 34, *Interim Financial Reporting*.

Vladimir Kozyrev
Engagement partner



AO Business Solutions and Technologies
(ORNZ No. 12006020384)

6 September 2023

FIX PRICE GROUP PLC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED) *(in millions of Russian roubles, except earnings per share)*

	Note	For the six months ended	
		30 June 2023	30 June 2022
Revenue	3	135,677	131,788
Cost of sales		(90,529)	(88,311)
Gross profit		45,148	43,477
Selling, general and administrative expenses	4	(29,122)	(24,592)
Other operating income		279	711
Share of profit of associates		22	22
Operating profit		16,327	19,618
Interest income		715	146
Interest expense		(1,306)	(1,772)
Foreign exchange gain/(loss), net		907	(1,888)
Profit before tax		16,643	16,104
Income tax benefit/(expense)	5	3,003	(11,009)
Profit for the period		19,646	5,095
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Currency translation differences		(125)	407
Other comprehensive (loss)/income for the period		(125)	407
Total comprehensive income for the period		19,521	5,502
Earnings per share			
Weighted average number of ordinary shares outstanding	14	849,528,693	849,635,664
Basic earnings per share (in Russian roubles per share)		23.13	6.00
Diluted earnings per share (in Russian roubles per share)		23.10	6.00

The accompanying notes on pages 7–24 form an integral part of this interim condensed consolidated financial information.

FIX PRICE GROUP PLC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023 (UNAUDITED) (in millions of Russian roubles)

	Note	30 June 2023	31 December 2022
Assets			
Non-current assets			
Property, plant and equipment	7	24,747	19,692
Goodwill		227	179
Intangible assets	8	1,930	1,721
Capital advances	7	3,771	7,272
Right-of-use assets	9	12,260	11,598
Investment property	10	346	-
Investments in associates		27	70
Total non-current assets		43,308	40,532
Current assets			
Inventories	11	40,026	41,020
Right-of-use assets	9	2,044	1,790
Receivables and other current assets	12	1,907	2,531
Prepayments		1,065	2,093
Value-added tax receivable		1,020	1,476
Cash and cash equivalents	13	29,373	23,584
Total current assets		75,435	72,494
Total assets		118,743	113,026
Equity and liabilities			
Equity			
Share capital	14	1	1
Additional paid-in capital	14	154	154
Retained earnings	14	49,418	29,241
Treasury shares	14	(207)	(207)
Currency translation reserve		(47)	78
Total equity		49,319	29,267
Non-current liabilities			
Loans and borrowings	16	4,503	4,352
Lease liabilities	17	4,920	4,615
Deferred tax liabilities	5	307	421
Total non-current liabilities		9,730	9,388
Current liabilities			
Loans and borrowings	16	15,019	17,576
Lease liabilities	17	8,476	7,997
Payables and other financial liabilities	18	29,977	34,476
Advances received		524	792
Income tax payable	5	112	6,005
Tax liabilities, other than income tax		3,762	5,523
Accrued expenses		1,824	2,002
Total current liabilities		59,694	74,371
Total liabilities		69,424	83,759
Total equity and liabilities		118,743	113,026

The accompanying notes on pages 7–24 form an integral part of this interim condensed consolidated financial information.

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED) (in millions of Russian roubles)

	Note	For the six months ended	
		30 June 2023	30 June 2022
Cash flows from operating activities			
Profit before tax		16,643	16,104
<i>Adjustments for:</i>			
Depreciation and amortisation	4	7,235	6,373
Write-offs of merchandise inventories relating to shrinkage and write-down to net realisable value	11	1,464	1,337
Change in allowance for expected credit losses		-	9
Share of profit of associates		(22)	(22)
Interest income		(715)	(146)
Interest expense		1,306	1,772
Foreign exchange (gain)/loss, net		(907)	1,888
Share-based compensation	15	531	-
Operating cash flows before changes in working capital		25,535	27,315
Increase in inventories		(1)	(4,103)
Decrease in receivables and other current assets		637	118
Decrease in prepayments		1,042	683
Decrease/(Increase) in VAT receivable		456	(197)
Decrease in payables and other financial liabilities		(4,605)	(8,237)
Decrease in advances received		(267)	(127)
(Decrease)/Increase in tax liabilities, other than income tax		(1,792)	239
Decrease in accrued expenses		(197)	(141)
Net cash flows generated from operations		20,808	15,550
Interest paid		(1,364)	(1,660)
Interest received		715	118
Income tax paid		(3,018)	(5,641)
Net cash flows from operating activities		17,141	8,367
Cash flows from investing activities			
Purchase of property, plant and equipment		(3,032)	(3,266)
Purchase of intangible assets		(409)	(426)
Proceeds from sale of property, plant and equipment		1	14
Dividends received from associates		65	48
Loans issued		-	(1,153)
Net cash flows used in investing activities		(3,375)	(4,783)
Cash flows from financing activities			
Proceeds from loans and borrowings	16	14,800	17,710
Repayment of loans and borrowings	16	(17,380)	(16,500)
Lease payments		(5,542)	(4,921)
Acquisition of treasury shares		-	(207)
Net cash flows used in financing activities		(8,122)	(3,918)
Total cash from/(used in) operating, investing and financing activities		5,644	(334)
Effect of exchange rate fluctuations on cash and cash equivalents		145	(745)
Net increase/(decrease) in cash and cash equivalents		5,789	(1,079)
Cash and cash equivalents at the beginning of the period	13	23,584	8,779
Cash and cash equivalents at the end of the period	13	29,373	7,700

The accompanying notes on pages 7–24 form an integral part of this interim condensed consolidated financial information.

FIX PRICE GROUP PLC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED) (in millions of Russian roubles)

	Note	Share capital	Additional paid-in capital	Retained earnings	Treasury shares	Currency translation reserve	Total equity
At 1 January 2022		1	154	7,830	-	(6)	7,979
Profit for the period		-	-	5,095	-	-	5,095
Other comprehensive income for the period		-	-	-	-	407	407
Total comprehensive income for the period, net of tax		-	-	5,095	-	407	5,502
Acquisition of treasury shares	14	-	-	-	(207)	-	(207)
Dividends	14	-	-	(5,800)	-	-	(5,800)
At 30 June 2022		1	154	7,125	(207)	401	7,474
At 1 January 2023		1	154	29,241	(207)	78	29,267
Profit for the period		-	-	19,646	-	-	19,646
Other comprehensive loss for the period		-	-	-	-	(125)	(125)
Total comprehensive income for the period, net of tax		-	-	19,646	-	(125)	19,521
Share-based compensation	15	-	-	531	-	-	531
At 30 June 2023		1	154	49,418	(207)	(47)	49,319

The accompanying notes on pages 7–24 form an integral part of this interim condensed consolidated financial information.

FIX PRICE GROUP PLC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED) (in millions of Russian roubles)

1. GENERAL INFORMATION

Fix Price Group Ltd (the “Company”) was incorporated in May 2008 in accordance with the Business Companies Act of the British Virgin Islands. On 11 May 2022, the Company changed its jurisdiction of incorporation from the British Virgin Islands to the Republic of Cyprus, with its registered address at 155 Archiepiskopou Makariou III, Proteas House, 3026, Limassol, Cyprus. With effect from 11 May 2022, the name of the Company was changed from Fix Price Group Ltd to Fix Price Group PLC.

Fix Price Group PLC has global depository receipts, which represent its ordinary shares, listed on the London Stock Exchange and Moscow Exchange.

Fix Price Group PLC together with its subsidiaries (the “Group”) is one of the leading variety value retailers globally and the largest variety value retailer in Russia; it operates under the trademark Fix Price. The Group’s retail operations are conducted through a chain of convenience stores located in the Russian Federation, Belarus and Kazakhstan. The Group is also engaged in wholesale operations by servicing a number of franchisees that operate in distant regions of the Russian Federation as well as in a number of international geographies.

Fix Price Group PLC is the holding entity of the Group, and there is no consolidation that takes place above the level of this Company.

As at 30 June 2023 and 31 December 2022, the Group had neither an ultimate controlling party nor an ultimate controlling beneficiary owner.

This interim condensed consolidated financial information was authorised for issue by management of the Company on behalf of the Company’s Board of Directors on 6 September 2023.

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

This interim condensed consolidated financial information for the six months ended 30 June 2023 has been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting* (“IAS 34”). The interim condensed consolidated financial information does not include all the information and disclosures required in the consolidated financial statements, and should be read in conjunction with the Group’s consolidated financial statements for the year ended 31 December 2022.

The interim condensed consolidated financial information has been prepared under the historical cost convention except for the revaluation of certain financial assets and financial liabilities at fair value through profit or loss. The accounting policies applied by the Group in preparing this interim condensed consolidated financial information are consistent with those of the financial year ended 31 December 2022.

Going concern

As a variety value retailer, the Group is well placed to withstand volatility within the economic environment. After conducting a thorough analysis, including considering the Group’s financial position and access to financial resources, and preparing cash flow forecasts for at least 12 months from the date of approval of this interim condensed consolidated financial information, management has a reasonable expectation that the Group has adequate resources to continue its operations in the foreseeable future. The restrictive measures imposed since February 2022 by the European Union, the United States of America, the United Kingdom and other countries have not had a material adverse impact on this assessment, with the Group’s stores remaining open and able to continue to trade profitably.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED) (in millions of Russian roubles)

Therefore, management of the Group continues to adopt the going concern basis of accounting in preparing the financial information.

Basis of consolidation

The ownership interest of the Group and the proportion of its voting power in its major operating subsidiaries was as follows as at the end of each period:

Company name	Country of incorporation	Principal activity	Ownership interest	Ownership interest
			30 June 2023	31 December 2022
Best Price LLC	Russia	Retail and wholesale operations	100%	100%
Best Price Export LLC	Russia	Wholesale operations	100%	100%
Best Price Kazakhstan TOO	Kazakhstan	Retail operations	100%	100%
Fix Price Zapad LLC	Belarus	Retail operations	100%	100%
FIXPRICEASIA LLC	Uzbekistan	Retail operations	100%	100%

Functional and presentation currency

The functional currency of the Company and its Russian subsidiaries is the Russian rouble ("RUB"). The functional currencies of Best Price Kazakhstan TOO, Fix Price Zapad LLC and FIXPRICEASIA LLC are the Kazakhstani tenge ("KZT"), Belarusian rouble ("BYN") and Uzbekistani sum ("UZS"), respectively.

The presentation currency of the Group is the Russian rouble. All values are rounded to the nearest million except where otherwise indicated.

The following exchange rates were used for the translation of the financial statements of Best Price Kazakhstan TOO, Fix Price Zapad LLC and FIXPRICEASIA LLC from their functional currencies to the presentation currency:

Currency	Closing rate on	Closing rate on	Average rate for the six months ended	
	30 June 2023	31 December 2022	30 June 2023	30 June 2022
KZT	0.1933	0.1526	0.1703	0.1683
BYN	28.7099	25.7044	27.0317	27.9258
UZS	0.0076	0.0063	0.0068	0.0069

Seasonality of operations

The Group's sales generally increase ahead of major holidays, with the fourth quarter representing the highest proportion of sales, but otherwise experience limited seasonal fluctuations.

Segment information

Operating segments are identified based on the internal reporting of financial information to the Chief Operating Decision Maker (hereinafter, "CODM").

The Group operates retail stores in several geographies. The Group's CODM reviews the Group's performance primarily on a store-by-store basis. The Group has assessed the economic characteristics of individual stores in various geographies and determined that the stores have similar business operations, similar products, similar classes of customer and a centralised distribution network. Therefore, the Group believes that it has only one reportable segment under IFRS 8.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED) (in millions of Russian roubles)

The Group's customer base is diversified; therefore, transactions with a single external customer do not exceed 10% of the Group's revenue.

Investment property

Investment property is held by the Group to earn rentals or for capital appreciation or both. Investment property is initially measured at cost, including transaction costs. Subsequent to initial recognition, investment property is measured at historical cost less accumulated depreciation and accumulated impairment losses. Depreciation is calculated using the straight-line method to allocate the cost of the assets, net of their residual values, over their estimated useful lives, which are 50 years. Freehold land is not depreciated.

The Group transfers a property to, or from, investment property when there is a change in use. Transfers between investment property and owner-occupied property do not change the carrying amount of the property transferred, and they do not change the cost of that property for measurement or disclosure purposes.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the property is included in profit or loss in the period in which the property is derecognised.

Significant accounting policies and judgements

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 applied to the Group's annual consolidated financial statements for the year ended 31 December 2022 prepared in accordance with IFRS.

Adoption of new standards and interpretations

The Group has not adopted any standard, interpretation or amendment that has been issued but is not yet effective.

The following amendments and interpretations, effective for the period starting on or after 1 January 2023, were adopted but did not have an impact on the Group's interim condensed consolidated financial information:

(a) IFRS 17 (including Amendments) Insurance Contracts

IFRS 17 requires that insurance liabilities be measured at a current fulfilment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of consistent, principle-based accounting for insurance contracts. IFRS 17 supersedes IFRS 4 Insurance Contracts as of 1 January 2023.

(b) Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2)

The amendments require that an entity disclose its material accounting policies instead of its significant accounting policies. The amendments also provide guidance under what circumstance the accounting policy information is likely to be considered material and therefore requiring disclosure.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED) (in millions of Russian roubles)

(c) Definition of Accounting Estimates (Amendments to IAS 8)

The amendments replace the definition of a change in accounting estimates with a definition of accounting estimates. Under the new definition, accounting estimates are “monetary amounts in financial statements that are subject to measurement uncertainty”. Entities develop accounting estimates if accounting policies require that items in financial statements be measured in a way that involves measurement uncertainty. The amendments clarify that a change in accounting estimate that results from new information or new developments is not the correction of an error.

(d) Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction (Amendments to IAS 12)

The amendments clarify that the initial recognition exemption does not apply to transactions in which equal amounts of deductible and taxable temporary differences arise on initial recognition.

3. REVENUE

Revenue for the six months ended 30 June 2023 and the six months ended 30 June 2022 consisted of the following:

	For the six months ended	
	30 June 2023	30 June 2022
Retail revenue	120,086	116,688
Wholesale revenue	15,591	15,100
	135,677	131,788

4. SELLING, GENERAL AND ADMINISTRATIVE EXPENSES

Selling, general and administrative expenses for the six months ended 30 June 2023 and the six months ended 30 June 2022 consisted of the following:

	For the six months ended	
	30 June 2023	30 June 2022
Staff costs	16,473	13,000
Depreciation of right-of-use assets	5,487	4,822
Other depreciation and amortisation	1,748	1,551
Bank charges	1,645	1,309
Security services	992	857
Rental expense	801	1,055
Repair and maintenance costs	469	598
Utilities	465	425
Advertising costs	362	378
Other expenses	680	597
	29,122	24,592

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(in millions of Russian roubles)

Staff costs for the six months ended 30 June 2023 and the six months ended 30 June 2022 consisted of the following:

	For the six months ended	
	30 June 2023	30 June 2022
Wages and salaries	13,303	10,924
Statutory social security and pension contributions	2,639	2,076
Accruals for long-term incentive programme (Note 15)	531	-
	16,473	13,000

Rental expense mainly relates to leases of low-value items for which the recognition exemption is applied and to variable lease costs that are expensed as incurred.

5. INCOME TAX BENEFIT/EXPENSE

Profit before tax for financial reporting purposes is reconciled to tax expense as follows:

	For the six months ended	
	30 June 2023	30 June 2022
Profit before tax	16,643	16,104
Theoretical tax expenses at 20%, being the statutory rate in Russia	(3,329)	(3,221)
Non-deductible items	(91)	(67)
Income subject to income tax at rates different from 20%	366	11
Withholding tax on intra-group dividends	(169)	(381)
Deferred tax liability on the undistributed retained earnings of the Group's subsidiaries	-	(557)
Income tax provision	6,226	(6,794)
Income tax benefit/(expense)	3,003	(11,009)

During the six months ended 30 June 2022, the Group recognised a deferred tax liability on the undistributed retained earnings of the Group's subsidiaries pursuant to the then-applicable dividend policy with a minimum payout ratio. Following suspension of the Group's dividend policy, adopted by the Group's Board of Directors on 17 September 2022, no deferred tax liability was recognised during the six months ended 30 June 2023.

Income tax provision for the six months ended 30 June 2022 was accrued as a result of a reassessment by Group management of tax risks relating to certain historical intra-group transactions that had previously been disclosed as contingent liabilities. During the six months ended 30 June 2023, the Group reassessed the relevant uncertainties again, resulting in a favourable revaluation of the Group's tax exposure.

6. KEY MANAGEMENT REMUNERATION

During the six months ended 30 June 2023, the total compensation relating to the Group's key management personnel amounted to RUB 1,723 million, including RUB 1,314 million in short-term employee benefits and RUB 409 million in long-term share-based compensation (during the six months ended 30 June 2022: RUB 646 million in short-term employee benefits). The amount of compensation includes all applicable taxes and contributions.

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED) *(in millions of Russian roubles)*

7. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2023, the Group acquired assets at a cost of RUB 6,338 million (for the six months ended 30 June 2022: RUB 2,247 million), which mainly comprised warehouse properties, an office building in Moscow, leasehold improvements and trade equipment.

The Group's capital advances as at 30 June 2023 mainly consisted of advances for the construction of warehouse premises in Ekaterinburg. As at 31 December 2022, capital advances consisted of advances for the construction of warehouse premises in Domodedovo and Ekaterinburg and an advance for the purchase of an office building in Moscow.

As at 30 June 2023 and as at 31 December 2022, no assets were pledged as security.

8. INTANGIBLE ASSETS

During the six months ended 30 June 2023, the Group acquired intangible assets for the amount of RUB 409 million (for the six months ended 30 June 2022: RUB 426 million), which mainly comprised software.

9. RIGHT-OF-USE ASSETS

The Group leases retail premises, offices and warehouses (hereinafter "leased premises and buildings") with lease terms within the range of 1 to 9 years. Movements in the carrying amount of right-of-use assets were as follows:

	Leased premises and buildings for the six months ended	
	30 June 2023	30 June 2022
<i>Cost</i>		
At 1 January 2023 / 1 January 2022	45,491	34,050
New lease contracts and modification of existing lease contracts	6,174	6,449
Lease prepayments	35	87
Disposals	(234)	(346)
Effect of translation to presentation currency	623	(1,061)
At 30 June 2023 / 30 June 2022	52,089	39,179
	Leased premises and buildings for the six months ended	
	30 June 2023	30 June 2022
<i>Accumulated depreciation and impairment</i>		
At 1 January 2023 / 1 January 2022	(32,103)	(22,696)
Depreciation expense	(5,526)	(4,892)
Disposals	234	346
Effect of translation to presentation currency	(390)	531
At 30 June 2023 / 30 June 2022	(37,785)	(26,711)
<i>Carrying amount</i>		
At 1 January 2023 / 1 January 2022	13,388	11,354
At 30 June 2023 / 30 June 2022	14,304	12,468

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED) (in millions of Russian roubles)

	For the six months ended	
	30 June 2023	30 June 2022
<i>Amounts recognised in profit or loss</i>		
Depreciation expense of right-of-use assets	5,487	4,822
Interest expense on lease liabilities	670	565
Foreign exchange gain	-	(67)
Expenses relating to variable lease payments not included in the measurement of the lease liabilities	789	1,039

Some of the property leases in which the Group is the lessee contain variable lease payment terms that are linked to sales generated from leased retail stores. Variable payment terms are used to link rental payments to store cash flows and reduce fixed costs. The variable payments depend on the sales of particular stores, and consequently on the overall economic development over the next few years. Such payments are recognised in profit or loss as incurred.

The total cash outflow for leases accounted for under IFRS 16 in the interim condensed consolidated financial information amounts to RUB 7,027 million for the six months ended 30 June 2023 (RUB 6,563 million for the six months ended 30 June 2022).

10. INVESTMENT PROPERTY

The Group's investment property consists of land and buildings amounting to RUB 346 million.

During the six months ended 30 June 2023, there was no significant rental income or direct operating expenses from investment property.

The fair value of investment property as at 30 June 2023 was approximately equal to its costs; it was estimated using the market approach, with key inputs being the market value of comparable assets. The measurement is classified at level 3 of the fair value hierarchy.

11. INVENTORIES

The Group inventories balance is comprised of merchandise inventories. Inventories write-offs due to shrinkage and write-down to net realisable value during the six months ended 30 June 2023 and the six months ended 30 June 2022 amounted to RUB 1,464 million and RUB 1,337 million, respectively, and were included within cost of sales in the interim condensed consolidated statement of comprehensive income.

12. RECEIVABLES AND OTHER CURRENT ASSETS

Trade and other receivables as at 30 June 2023 and 31 December 2022 were as follows:

	30 June 2023	31 December 2022
Trade receivables from franchisees, net of allowance for expected credit losses	1,213	1,163
Settlements with customs	464	1,132
Other receivables, net of allowance for expected credit losses	230	236
	<u>1,907</u>	<u>2,531</u>

The allowance for expected credit losses on trade receivables and other receivables as at 30 June 2023 and as at 31 December 2022 was RUB 36 million and RUB 38 million, respectively.

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13. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at 30 June 2023 and 31 December 2022 consisted of the following:

	<u>30 June 2023</u>	<u>31 December 2022</u>
Bank current accounts – RUB, KZT, BYN, UZS	1,347	3,270
Bank current accounts – EUR, USD, CNY, GBP	264	3,740
Cash in transit – RUB, KZT, BYN, UZS	1,029	2,308
Cash in hand – RUB, KZT, BYN, UZS	509	381
Deposits – USD, EUR	3,698	2,082
Deposits – RUB, KZT, BYN	22,526	11,803
	<u>29,373</u>	<u>23,584</u>

Cash in transit represents cash collected by banks from the Group's stores and not deposited in bank accounts as at 30 June 2023 and 31 December 2022.

As at 30 June 2023, RUB-, KZT-, BYN-, USD- and EUR-denominated deposit bank accounts with balances amounting to RUB 26,224 million had interest rates of 2.00%–16.25% and a maturity period of 2–183 days (deposits over 90 days are callable on demand).

As at 31 December 2022, RUB-, KZT-, BYN- and USD-denominated deposit bank accounts with balances amounting to RUB 13,885 million had interest rates of 1.25%–15.25% and a maturity period of 2–91 days (deposits over 90 days are callable on demand).

RUB-, KZT-, BYN-, UZS-, EUR-, USD-, GBP- and CNY-denominated balances in current bank accounts are normally interest-free.

14. EQUITY

Ordinary shares

As at 30 June 2023 and 31 December 2022, the Group's ordinary and treasury shares were as follows:

	<u>Outstanding ordinary shares</u>	<u>Issued ordinary shares</u>
At 1 January 2022	<u>850,000,000</u>	<u>850,000,000</u>
Acquisition of treasury shares	(471,307)	-
At 30 June 2022	<u>849,528,693</u>	<u>850,000,000</u>
At 1 January 2023	<u>849,528,693</u>	<u>850,000,000</u>
At 30 June 2023	<u>849,528,693</u>	<u>850,000,000</u>

As at 30 June 2023 and 31 December 2022, the Company had authorised share capital of 10,000,000,000 ordinary shares with a par value of EUR 0.001 per share.

Additional paid-in capital

No equity contributions were made by Group shareholders during the six months ended 30 June 2023 or the six months ended 30 June 2022.

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Dividends

No dividends were announced for 2022 or 2023 during the six months ended 30 June 2023.

No dividends were announced for 2022 during the six months ended 30 June 2022.

Final dividends for 2021 of RUB 6.82 per share, amounting to total final dividends of RUB 5,800 million, were announced in February 2022. On 17 September 2022, the Group's Board of Directors cancelled the final dividend for 2021.

Treasury shares

On 24 January 2022, the Company announced a GDR buyback programme, which concluded on 25 April 2022. During this period the Group acquired 471,307 of the Company's GDRs for a total consideration of RUB 207 million. As at 30 June 2022, the Group had 471,307 treasury shares with a total value of RUB 207 million.

15. LONG-TERM INCENTIVE PROGRAMME

On 23 November 2022, the Group's Board of Directors approved long-term incentive programmes for its top management and key employees ("the Programme"). The Programme is designed to provide long-term incentives for its participants to deliver long-term shareholder returns, and to retain talent for the Group.

Under the Programme, participants in continuing employment, if certain performance conditions are met, are entitled to a certain number of Company GDRs, their cash equivalent or a combination thereof at the Group's discretion that is to be granted in three annual tranches in 2022, 2023 and 2024 with an additional subsequent one-year service period required for each tranche. Employee participation in the Programme is at the Board of Directors' discretion. GDRs are granted under the Programme for no consideration should this option be selected by the Group.

The annual award is calculated in accordance with a performance-based formula. The formula rewards employees to the extent of the Group's and the individual's achievement judged against both qualitative and quantitative targets, including but not limited to the respective store's annual expansion plan, achievement of the Group's budgeted EBITDA and targeted return on investment capital.

The Group accounts for this Programme as an equity-settled share-based payment transaction under IFRS 2, as the Group has no present obligation to settle in cash. The fair value of each annual tranche of the Programme is determined using the market price of GDRs on the recognised stock exchange at the respective grant date. The grant date for the first and second tranches of the Programme was determined as 28 December 2022, which is also the date when the service period of the tranches started. The grant date for the third tranche did not occur as of 30 June 2023 or 31 December 2022.

The fair value of the first and second tranches at the grant date was assessed at RUB 1,494 million (or 336.5 Russian roubles per GDR), representing approximately 4.4 million awards that are expected to vest based on the Group's estimate of future forfeitures. All of these awards were outstanding at 30 June 2023, and none were exercisable as of that date. The weighted average remaining contractual life for the awards was 368 days as of 30 June 2023.

Expenses arising from long-term incentive programme

Total expenses arising from long-term incentive programme recognised during the six months ended 30 June 2023 amounted to RUB 531 million.

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16. LOANS AND BORROWINGS

Terms and conditions in respect of loans and borrowings as of 30 June 2023 are detailed below:

Source of financing	Currency	Maturity date	Interest rate as at 30 June 2023	30 June 2023
Short-term loans and borrowings (unsecured)	RUB	2023	8.93%–9.30%	15,019
Long-term loans and borrowings (unsecured)	RUB	2025	9.00%	4,503
				19,522

Terms and conditions in respect of loans and borrowings as of 31 December 2022 are detailed below:

Source of financing	Currency	Maturity date	Interest rate as at 31 December 2022	31 December 2022
Short-term loans and borrowings (unsecured)	RUB	2023	8.80%–9.20%	17,576
Long-term loans and borrowings (unsecured)	RUB	2025	9.00%	4,352
				21,928

The table below details changes in the Group's liabilities arising from financing activities, including both cash and non-cash changes for the period of six months ended 30 June 2023. Liabilities arising from financing activities are those for which cash flows were, or future cash flows will be, classified in the Group's interim condensed consolidated statement of cash flows as cash flows from financing activities:

	1 January 2023	Financing cash flows (i)	Other changes (ii)	30 June 2023
Loans and borrowings	21,928	(2,580)	174	19,522
	21,928	(2,580)	174	19,522

The table below details changes in the Group's liabilities arising from financing activities, including both cash and non-cash changes for the period of six months ended 30 June 2022. Liabilities arising from financing activities are those for which cash flows were, or future cash flows will be, classified in the Group's interim condensed consolidated statement of cash flows as cash flows from financing activities:

	1 January 2022	Financing cash flows (i)	Other changes (ii)	30 June 2022
Loans and borrowings	21,523	1,210	(269)	22,464
Dividends payable	-	-	5,800	5,800
	21,523	1,210	5,531	28,264

- (i) The cash flows from loans and borrowings and dividends payable make up the net amount of proceeds from and repayments of loans and borrowings and dividends paid in the interim condensed consolidated statement of cash flows.
- (ii) Other changes include interest accrued and paid and the amounts of dividends declared (Note 14), foreign exchange gains and losses and fair value adjustments.

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The Group's loan agreements contain certain restrictive covenants, including requirements to comply with specified financial ratios. The Group's failure to comply with restrictive covenants may result in a claim for immediate repayment of the corresponding debt. As at 30 June 2023 and 31 December 2022, the Group was in compliance with all financial and non-financial covenants stipulated by its loan agreements.

17. LEASE LIABILITIES

As at 30 June 2023 and 31 December 2022, lease liabilities comprised the following:

	<u>30 June 2023</u>	<u>31 December 2022</u>
Gross lease payments, including:		
Current portion (less than 1 year)	9,335	8,889
From 1 to 5 years	5,008	4,661
Over 5 years	770	881
Total gross lease payments	<u>15,113</u>	<u>14,431</u>
Less unearned interest	(1,717)	(1,819)
Analysed as:		
<i>Current portion</i>		
Less than 1 year	8,476	7,997
<i>Non-current portion</i>		
From 1 to 5 years	4,272	3,890
Over 5 years	648	725
Total lease liability	<u>13,396</u>	<u>12,612</u>

The following table summarises the changes in the lease liabilities:

Balance as at 1 January 2023 / 1 January 2022	<u>12,612</u>	<u>10,736</u>
Interest expense on lease liabilities	670	565
Lease payments	(6,238)	(5,524)
New lease contracts and modification of existing lease contracts	6,128	6,433
Foreign exchange gain, net	-	(70)
Effect of translation to presentation currency	224	(500)
Balance as at 30 June 2023 / 30 June 2022	<u>13,396</u>	<u>11,640</u>

The Group's lease contracts include typical restrictions and covenants common for local business practice such as the Group's responsibility for regular maintenance and repair of the lease assets and insurance for the assets, the redesign and completion of permanent improvements only with the consent of the lessor, and the use of the leased asset in accordance with current legislation.

The weighted average incremental borrowing rate at 30 June 2023 was 9.16% per annum; at 31 December 2022, it was 8.99% per annum.

The Group does not face a significant liquidity risk with regard to its lease liabilities.

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18. PAYABLES AND OTHER FINANCIAL LIABILITIES

Payables as at 30 June 2023 and 31 December 2022 consisted of the following:

	<u>30 June 2023</u>	<u>31 December 2022</u>
Trade payables	28,093	32,600
Deferred revenue	1,614	1,656
Other payables	<u>270</u>	<u>220</u>
	<u>29,977</u>	<u>34,476</u>

Trade payables are normally settled no later than their 120-day term.

Deferred revenue comprises the compensation received from the depositary in connection with the establishment, administration and maintenance of its Regulation S and Rule 144A depositary receipt facilities, for which revenue is recognised over time and included within the “Other operating income” line item in the interim condensed consolidated statement of comprehensive income. Deferred revenue also includes the Group’s contract liability with regard to unredeemed customer loyalty points.

On the back of prevailing uncertainties over developments in the western regulatory framework, the Group has suspended revenue recognition from the depositary starting from 1 January 2023.

As at 30 June 2023 and 31 December 2022, all payables were unsecured.

19. COMMITMENTS

Contractual commitments

The Group has contractual capital commitments not provided within its financial statements as at 30 June 2023 in the amount of RUB 1,028 million, VAT inclusive (as at 31 December 2022: RUB 2,268 million, VAT inclusive). These commitments relate mostly to the construction of warehouse premises and equipment.

20. OPERATING ENVIRONMENT AND CONTINGENCIES

Operating environment of the Group

The Group sells products that are sensitive to changes in general economic conditions that impact consumer spending. Future economic conditions and other factors, including an outbreak of coronavirus infection, the imposition of sanctions, consumer confidence, employment levels, interest rates, consumer debt levels and the availability of consumer credit, could reduce consumer spending or change consumer purchasing habits. A general slowdown in the Russian economy or in the global economy, or an uncertain economic outlook, could adversely affect consumer spending habits and the Group’s operating results.

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Russia continues to implement economic reforms and to develop its legal, tax and regulatory frameworks as required by a market economy. The future stability of the Russian economy is largely dependent upon these reforms and developments and the effectiveness of economic, financial and monetary measures undertaken by the government.

Since February 2022, the European Union, the United States of America, Switzerland, the United Kingdom and other countries have imposed a series of restrictive measures against the Russian Federation, various companies and certain individuals. The sanctions imposed include an asset freeze, a prohibition on making funds available to sanctioned individuals and entities, and travel bans applicable to sanctioned individuals that prevent them from entering or transiting through the relevant territories. As part of the measures imposed, the London Stock Exchange has suspended trading in the securities of a number of companies with ties to Russia, including Fix Price Group PLC.

The sanctions led to a significant change in the operating environment for the Russian economy, resulting in a considerable increase in the Russian rouble exchange rate and limiting opportunities for Russia to use its foreign currency and gold reserves. In response to these challenges, the Russian government implemented a series of legislative and economic measures aimed at easing pressure on the Russian rouble that included regular changes to the key interest rate and restrictions on certain cross-border currency operations.

The adopted measures, together with governmental support, have led to the gradual stabilisation of the economy. However, as the current annual inflation rate exceeds 8%, according to the Central Bank of Russia, the broader economy in general and the retail sector in particular are still negatively impacted by the volatility of the Russian rouble, sanctions and countermeasures, and uncertainty over the future key interest rate. As of 30 June 2023, the Group faced restrictions in respect of transferring funds from its Russian subsidiaries in the form of loans, advances or cash dividends due to recently enacted Russian capital control and protection measures.

The combination of negative factors affecting the Russian economy resulted in reduced access to capital, a higher cost of capital and uncertainty regarding economic growth, which could negatively affect the Group's future financial position, the results of its operations and its business prospects.

Management believes it is taking appropriate measures to support the sustainability of the Group's business in the current circumstances.

Legal proceedings

In the ordinary course of business, the Group may be a party to various legal and tax proceedings, and be subject to claims. In the opinion of management, the Group's liability, if any, in all pending litigation, other legal proceedings or other matters will not have a material effect on the financial condition, results of operations or liquidity of the Group.

Taxation

The Group's main subsidiary, from which the Group's income is derived, operates in Russia. Russian tax, currency and customs legislation can be interpreted in different ways and is susceptible to frequent changes. Management's interpretation of the legislation in question as applied to the Group's operations and activities may be challenged by the relevant regional or federal authorities.

In addition, certain amendments to tax legislation went into effect in 2015 that were aimed at combating tax evasion through the use of low-tax jurisdictions and aggressive tax planning structures.

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In particular, those amendments included definitions of the concepts of beneficial ownership and tax residence of legal entities at their actual place of business, and an approach to the taxation of controlled foreign companies.

These changes as well as recent events within the Russian Federation suggest that the tax authorities may be taking a more assertive position in their interpretation of the legislation and assessments, and it is possible that transactions and activities that were not challenged in the past may be challenged as not having been in compliance with the Russian tax laws applicable at the relevant time. In particular, the Supreme Court issued guidance to lower courts on reviewing tax cases that provides a systematic road map for anti-avoidance claims, and it is possible that this will significantly increase the level and frequency of scrutiny on the part of the tax authorities. As a result, significant additional taxes, penalties and interest may be levied on the Group.

As at 30 June 2023, management believed that its interpretation of the relevant legislation was appropriate and that the Group's tax, currency and customs positions would be sustained. Management estimates that the Group's possible exposure in relation to the aforementioned tax risks will not exceed 1% of the Group's total assets as at 30 June 2023.

21. FINANCIAL RISK MANAGEMENT

The Group uses various financial instruments, including bank loans, cash, derivatives and various items, such as trade receivables and trade payables that arise directly from its operations. The main risks arising from the Group's financial instruments are market risk, credit risk and liquidity risk. The Group reviews and agrees policies for managing each of these risks, and they are summarised below.

Market risk encompasses three types of risk: currency risk, interest rate risk and commodity price risk. Commodity price risk is not considered material to the business, as the Group's sensitivity to commodity prices is insignificant.

Currency risk

The Group is exposed to transaction foreign exchange risk arising from exchange rate fluctuations on its purchases from overseas suppliers. In relation to currency transaction risk, approximately a quarter of the cost of goods sold is sourced from overseas suppliers, with the relevant trade accounts payable being owed in foreign currency and having a maturity of up to 120 days. A proportion of the Group's purchases are priced in Chinese yuan, and the Group enters into forward foreign currency contracts in order to manage its exposure to currency risk. No transactions in derivatives are undertaken of a speculative nature. As at 30 June 2023 and 31 December 2022, the Group had no forward foreign exchange contracts.

During the six months ended 30 June 2023, the Group had no gain or loss from forward foreign exchange contracts. During the six months ended 30 June 2022, the loss from forward foreign exchange contracts amounted to RUB 186 million and was included in the "Foreign exchange gain, net" line item in the interim condensed consolidated statement of comprehensive income.

During the six months ended 30 June 2023 and the six months ended 30 June 2022, 93% of the Group's sales to retail and wholesale customers were priced in Russian roubles; therefore, there is immaterial currency exposure in this respect. Other sales related to retail sales for Best Price Kazakhstan and Fix Price Zapad LLC are priced in local currencies.

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Foreign currency sensitivity

The carrying amount of the Group's foreign currency-denominated monetary assets and liabilities as at 30 June 2023 and 31 December 2022 was as follows:

	Assets		Liabilities	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
USD	2,810	2,194	-	-
CNY	3	3,637	9,365	6,163
EUR	1,150	24	-	15

The following table demonstrates the sensitivity of profit (net of tax) and equity to a reasonably possible change in the Chinese yuan period-end exchange rates with all other variables held constant.

		30 June 2023		31 December 2022
Depreciation in RUB/CNY	+15%	(1,404)	+15%	(379)
Appreciation in RUB/CNY	-15%	1,404	-15%	379

The following table demonstrates the sensitivity of profit (net of tax) and equity to a reasonably possible change in the USD period-end exchange rates with all other variables held constant.

		30 June 2023		31 December 2022
Depreciation in RUB/USD	+15%	422	+15%	329
Appreciation in RUB/USD	-15%	(422)	-15%	(329)

The following table demonstrates the sensitivity of profit (net of tax) and equity to a reasonably possible change in the EUR period-end exchange rates with all other variables held constant.

		30 June 2023		31 December 2022
Depreciation in RUB/EUR	+15%	173	+15%	1
Appreciation in RUB/EUR	-15%	(173)	-15%	(1)

These calculations were performed by taking the period-end exchange rate used for the accounts and applying the change noted above. The balance sheet valuations were then calculated directly.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As at 30 June 2023, the Group had floating rate interest-bearing short-term liabilities amounting to RUB 10,700 million (as at 31 December 2022: RUB 7,550 million). As at 30 June 2023, if interest rates at that date had been 450 basis points higher with all other variables held constant, the profit before tax for the six months ended 30 June 2023 would have been RUB 105 million lower, mainly as a result of higher interest expense on borrowings. If interest rates had been 450 basis points lower with all other variables held constant, the profit before tax for the six months ended 30 June 2023 would have been RUB 105 million higher, mainly as a result of lower interest expense on borrowings. The Group's exposure to interest rate risk as at 31 December 2022 was insignificant.

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Credit risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group's principal financial assets are cash and cash equivalents and trade receivables. Credit risk is further limited by the fact that all of retail sales transactions are made through store registers, direct from the customer at the point of purchase, leading to a zero trade receivables balance from retail sales.

Therefore, the principal credit risk on trade receivables arises from the Group's trade receivables from its wholesale revenue stream. In order to manage credit risk, the Group sets limits for wholesale customers (franchisees) based on their payment history. New wholesale customers typically pay in advance. Credit limits are reviewed by franchisee managers on a regular basis in conjunction with debt ageing and collection history. Allowance for expected credit losses is provided where appropriate.

The credit risk on cash and cash equivalents is managed by the Group's treasury and is limited, as the counterparties are financial institutions with high credit ratings assigned by international and domestic credit rating agencies.

The table below shows the balances that the Group had with its major banks as at the reporting date:

Bank	Country of incorporation	Rating	Carrying amount as at 30 June 2023
Sberbank of Russia	Russia	AAA (RU)	15,477
Credit Bank of Moscow	Russia	ruA+	6,613
LGT	Switzerland	Aa1	3,757
Bereke Bank	Kazakhstan	Ba2	966
Raiffeisenbank	Russia	ruAAA	657
Alfa Bank	Russia, Belarus	ruAA+	138
Halyk Bank of Kazakhstan	Kazakhstan	Baa2	65
Other			162
Total			27,835

The table below shows the balances that the Group had with its major banks as at 31 December 2022:

Bank	Country of incorporation	Rating	Carrying amount as at 31 December 2022
Credit Bank of Moscow	Russia	ruA+	10,183
Bank of China	Russia	A1	2,564
LGT	Switzerland	Aa1	2,110
Sberbank of Russia	Russia	AAA (RU)	2,029
Halyk Bank of Kazakhstan	Kazakhstan	Baa2	1,907
Raiffeisenbank	Russia	ruAAA	1,258
Alfa Bank	Russia, Belarus	ruAA+	556
Other			288
Total			20,895

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Liquidity risk

Any impact on available cash and cash equivalents and therefore the liquidity of the Group could have a material effect on the business as a result.

The Group's loans and borrowings are subject to quarterly banking covenants against which the Group has had significant headroom to date with no anticipated issues based upon forecasts made. Short-term flexibility is achieved via the Group's rolling credit facility. The following table shows the maturity of financial liabilities based on their remaining period at the balance sheet date. The amounts disclosed are the contractual undiscounted cash flows:

	On demand or less than 1 year	1 to 5 years	Over 5 years	Total*	Carrying amount
As at 30 June 2023					
Loans and borrowings*	15,251	5,140	-	20,391	19,522
Payables and other financial liabilities	28,363	-	-	28,363	28,363
Lease liabilities*	9,335	5,008	770	15,113	13,396
	52,949	10,148	770	63,867	61,281
As at 31 December 2022					
Loans and borrowings*	18,032	5,175	-	23,207	21,928
Payables and other financial liabilities	32,820	-	-	32,820	32,820
Lease liabilities*	8,889	4,661	881	14,431	12,612
	59,741	9,836	881	70,458	67,360

*Amounts related to loans and borrowings and lease liabilities include future interest.

Fair value

Fair values of cash and cash equivalents, trade and other receivables and trade and other payables approximate their carrying amounts due to their short maturity.

In determining the fair value of lease liabilities, Group management relied on the assumption that the carrying amount of lease liabilities approximated their fair value as at 30 June 2023 and 31 December 2022, as it reflects changes in market conditions and takes into account the risk premium and the time value of money.

22. RELATED PARTY TRANSACTIONS

In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form. Related parties may enter into transactions that unrelated parties might not, and transactions between related parties may not be effected on the same terms and conditions or for the same amounts as transactions between unrelated parties. Management considers that the Group has appropriate procedures in place to identify, account for and properly disclose transactions with related parties.

Related parties include immediate and ultimate shareholders of the Group; associates, which are franchisees where the Group has a non-controlling ownership stake; key management personnel; as well as other related parties.

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Transactions with related parties for the six months ended 30 June 2023 and for the six months ended 30 June 2022 were as follows:

	For the six months ended	
	30 June 2023	30 June 2022
Associates:		
Sales of goods	1,186	1,306
Royalty fees	49	52
Other*:		
Dividends declared	-	(4,193)
Receipt of loans payable	-	4,060
Redemption of loans payable	(30)	-
Interest expense accrued on loans payable	181	108

As at 30 June 2023 and as at 31 December 2022, the outstanding balances with related parties were as follows:

	30 June 2023	31 December 2022
Associates:		
Trade and other receivables	9	13
Advances from customers	(77)	(128)
Other*:		
Loans payable	(4,503)	(4,352)

* Other related parties comprise immediate and indirect shareholders of the Company.

For details on the remuneration of key management personnel, please refer to Note 6.

23. POST-BALANCE SHEET EVENTS

In July 2023, the shareholders of the Group approved the new par value of the Company's ordinary shares at EUR 0.0000374 per share.

On 4 August 2023, a tax on excess profits (the "windfall tax") was introduced for certain entities registered in the Russian Federation whose average income tax base for 2022 and 2021 exceeded RUB 1 billion. The tax rate is set at 10% and applies to the amount of excess profits, determined as an excess of the arithmetic average income tax base for 2022 and 2021 over the same indicator for 2019 and 2018. The tax should be paid no later than 28 January 2024. A taxpayer has the right to reduce the amount of the windfall tax by half by paying a security deposit by 30 November 2023. Depending on the Group's decision with regard to the timing of the relevant payment, the Group estimates the windfall tax to be in the range of RUB 991–1,982 million, which is expected to be expensed as current income tax in the second half of 2023.