



**SAT & Company JSC**  
**Consolidated Statement of Comprehensive Income**

<i>In thousands of Kazakhstani Tenge</i>	Note	2012	2011
<b>Continuing operations</b>			
Revenue	23	15,430,590	8,151,491
Cost of sales	24	(18,327,609)	(8,421,987)
<b>Gross loss</b>		<b>(2,897,019)</b>	<b>(270,496)</b>
Bargain purchase gain	5	3,537,987	-
Impairment of investments at cost	11	-	(1,039,383)
Impairment of exploration and evaluation assets	9	(2,356,550)	-
Other operating income	25	1,115,204	8,865,944
Exploration and evaluation expenses		(60,392)	(87,970)
General and administrative expenses	26	(2,667,218)	(3,704,968)
Distribution costs	27	(745,046)	(1,072,512)
Other operating expenses	28	(1,030,130)	(364,640)
<b>Operating (loss)/profit</b>		<b>(5,103,164)</b>	<b>2,325,975</b>
Finance income	29	467,509	1,698,599
Finance costs	30	(4,340,755)	(3,989,788)
Share in loss of associates and joint ventures	10	(406,114)	(412,966)
<b>Loss before income tax</b>		<b>(9,382,524)</b>	<b>(378,180)</b>
Income tax benefit	31	698,961	854,467
<b>Profit for the year from continuing operations</b>		<b>(8,683,563)</b>	<b>476,287</b>
<b>Discontinued operations</b>			
Loss for the year from discontinued operations	32	(1,281,465)	-
<b>Loss/(profit) for the year</b>		<b>(9,965,028)</b>	<b>476,287</b>
<b>Other comprehensive income</b>			
Exchange differences on translation to presentation currency		67,695	(190,420)
<b>Total comprehensive (loss)/income for the year</b>		<b>(9,897,333)</b>	<b>285,867</b>
<b>Loss/(profit) is attributable to:</b>			
Equity holders of the Group		(9,477,851)	567,881
Non-controlling interest		(487,177)	(91,594)
<b>Loss/(profit) for the year</b>		<b>(9,965,028)</b>	<b>476,287</b>
<b>Total comprehensive (loss)/income is attributable to:</b>			
Equity holders of the Group		(9,417,323)	412,429
Non-controlling interest		(480,010)	(126,562)
<b>Total comprehensive (loss)/income for the year</b>		<b>(9,897,333)</b>	<b>285,867</b>
<b>Earnings per share attributable to the equity holders of the Group, basic and diluted (in Tenge per share)</b>			
<i>For profit from continuing operations</i>			
Common shares	33	(6.97)	0.41
<i>For profit from discontinued operations</i>			
Common shares	33	(1.03)	-

**SAT & Company JSC**  
**Consolidated Statement of Changes in Equity**

<i>In thousands of Kazakhstani Tenge</i>	Note	Attributable to the equity holders of the Group					Total	Non- control- ing interests	Total
		Share capital	Trea- sury shares	Currency trans- lation reserve	Other reserves	Retained earnings			
<b>Balance at 1 January 2011</b>		<b>16,497,036</b>	<b>(26,021)</b>	<b>(142,846)</b>	<b>(11,436,300)</b>	<b>13,961,625</b>	<b>18,853,494</b>	<b>3,443,507</b>	<b>22,297,001</b>
Profit for the year		-	-	-	-	567,881	567,881	(91,594)	476,287
Other comprehensive income		-	-	(155,452)	-	-	(155,452)	(34,968)	(190,420)
<b>Total comprehensive income</b>		<b>-</b>	<b>-</b>	<b>(155,452)</b>	<b>-</b>	<b>567,881</b>	<b>412,429</b>	<b>(126,562)</b>	<b>285,867</b>
Share issue	19	6,703,002	-	-	-	-	6,703,002	-	6,703,002
Treasury shares		-	(102,688)	-	-	-	(102,688)	-	(102,688)
Change in share in subsidiaries	19	-	-	-	-	296,940	296,940	(555,370)	(258,430)
Other		-	-	-	145,880	(169)	145,711	(25,351)	120,360
<b>Balance at 31 December 2011</b>		<b>23,200,038</b>	<b>(128,709)</b>	<b>(298,298)</b>	<b>(11,290,420)</b>	<b>14,826,277</b>	<b>26,308,888</b>	<b>2,736,224</b>	<b>29,045,112</b>
Profit for the year		-	-	-	-	(9,477,851)	(9,477,851)	(487,177)	(9,965,028)
Other comprehensive income		-	-	60,528	-	-	60,528	7,167	67,695
<b>Total comprehensive income</b>		<b>-</b>	<b>-</b>	<b>60,528</b>	<b>-</b>	<b>(9,477,851)</b>	<b>(9,417,323)</b>	<b>(480,010)</b>	<b>(9,897,333)</b>
Share issue	18	4,564,503	-	-	-	-	4,564,503	-	4,564,503
Treasury shares		-	(456,306)	-	-	-	(456,306)	-	(456,306)
Business combination		-	-	-	-	-	-	1,451,381	1,451,381
Change in share in subsidiaries	18	-	-	27,294	-	2,695,305	2,722,599	(2,956,915)	(234,316)
Other		-	-	(1,690)	-	(12,136)	(13,826)	(43,186)	(57,012)
<b>Balance at 31 December 2012</b>		<b>27,764,541</b>	<b>(585,015)</b>	<b>(212,166)</b>	<b>(11,290,420)</b>	<b>8,031,595</b>	<b>23,708,535</b>	<b>707,494</b>	<b>24,416,029</b>

The accompanying notes on pages 5 to 82 are an integral part of these consolidated financial statements.  
*Translated from the Russian original*

**SAT & Company JSC**  
**Consolidated Statement of Cash Flows**

<i>In thousands of Kazakhstani Tenge</i>	Note	2012	2011
<b>Cash flows from operating activities</b>			
<b>Cash inflows:</b>			
Cash receipts from customers		14,351,922	7,669,868
Advances received		4,853,199	2,832,245
Other cash inflows		1,956,855	566,148
<b>Cash outflows:</b>			
Cash paid to suppliers for goods and services		(12,068,009)	(4,741,680)
Advances paid		(7,492,790)	(8,242,742)
Cash paid to employees		(2,582,767)	(1,586,583)
Interest paid on borrowings and bonds		(3,635,511)	(2,052,784)
Corporate income tax and other taxes paid to budget		(980,462)	(854,930)
Other cash outflows		(509,324)	(906,472)
<b>Net cash used in operating activities - continuing operations</b>		<b>(5,702,332)</b>	<b>(7,316,930)</b>
<b>Net cash used in operating activities - discontinued operations</b>		<b>(404,555)</b>	<b>-</b>
<b>Cash flows from investing activities</b>			
Proceeds from sale of property, plant and equipment		290,929	-
Purchase of property, plant and equipment		(471,596)	-
Purchase of intangible assets		(47,144)	(3,661,458)
Purchase of other non-current assets		(6,018,701)	-
Proceeds from sale of securities and investments		8,240,775	2,149,095
Loans provided		-	(532,740)
Other cash inflows		769,643	-
Other cash outflows		(250)	(103,992)
<b>Net cash used in investing activities - continuing operations</b>		<b>3,406,406</b>	<b>(2,149,095)</b>
<b>Net cash used in investing activities - discontinued operations</b>		<b>(642,750)</b>	<b>-</b>
<b>Cash flows from financing activities</b>			
Proceeds from issue of shares	18	4,162,655	10,364,968
Proceeds from loans and borrowings		16,954,409	16,365,134
Repayments of loans and borrowings		(18,029,287)	(18,177,004)
Other cash inflows		607,057	-
Other cash outflows		(588,631)	(1,016,849)
<b>Net cash from financing activities - continuing operations</b>		<b>2,130,128</b>	<b>7,536,249</b>
<b>Net cash from financing activities - discontinued operations</b>		<b>976,075</b>	<b>-</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>(237,028)</b>	<b>(1,929,776)</b>
Cash and cash equivalents at the beginning of the year	16	738,608	2,668,384
<b>Cash and cash equivalents at the end of the year</b>	<b>16</b>	<b>501,580</b>	<b>738,608</b>