

Translation from Russian into English

COPY

/Business Audit/

AUDITOR REPORT
BY THE INDEPENDENT AUDITOR

Audited Entity:

Full name:

FLEX CHEMICALS PVT LTD Limited Liability Company

Short name:

FLEX CHEMICALS PVT LTD LLC

Moscow 2019

/ Business-Audit/

BUSINESS-AUDIT LLC

AUDIT and CONSULTING COMPANY

Member of the accredited under the Ministry of Finance of the Russian Federation Self-Regulatory Organization of Auditors –The Russian Union of Auditors (number in the Register of Auditors and Audit Organizations of Self-Regulatory Organizations -11103051194)

31 Iskry Str., Block 1, Floor 2, premise
1, room 59, Moscow,129344

(495) 641-75-35

E-mail:referent@business-audit.ru

Internet:http://www.business-audit.ru

AUDITOR REPORT

to Shareholders of

FLEX CHEMICALS PVT LTD Limited Liability company

Opinion

We have audited the attached accounting (financial) statements of FLEX CHEMICALS PVT LTD Limited Liability company (OGRN 1187746741060,107031, Moscow , Rozhdestveskaya Str.,building 5/7,premise 2,Floor 3, premise V, room 4, "ОФ" 65),consisting of the Balance Sheet as of December 31,2018, the Income Statement for 2018 year, the Statements of Changes in Equity for 2018 year, the Cash Flow Statement for 2018 year.

In our opinion, the attached accounting (financial statements give a true and fair view, in all material respects, of the financial position of FLEX CHEMICALS PVT LTD Limited Liability company as of December 31,2018, its financial performance and cash flow for 2018 year, in accordance with the accounting (financial) reporting rules set in the Russian Federation.

Basis for expression of Opinion

We have carried out the audit in accordance with the International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Accounting (Financial) Statements section of this report. We are independent in regards to the audited entity in accordance with the Rules for Independence of Auditors and Audit Organizations and the Code of Professional Ethics for Auditors, which conform to the Code of Ethics for Auditors for Professional Accountants, developed by the Accounting Professional and Ethical Standards Board, and we have also complied with other obligations in accordance with these requirements as to professional ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management of the Audited Entity for the accounting (Financial) Statements

Management is responsible for the preparation and fair presentation of the mentioned accounting (financial) statements in accordance with the rules for preparation of accounting (financial) statements set in the Russian Federation, and for such internal control system as

management determines is necessary to enable the preparation of accounting (financial) statements that are free from material misstatement, whether due to Fraud or error.

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

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

Our objective is to obtain reasonable assurance about whether the accounting (financial) statements are free from material misstatement, whether due to fraud or error, and to issue an auditor report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these accounting (financial) statements.

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

a) identify and assess the risks of material misstatement of the accounting (financial) statements, whether due to fraud or error; design and perform audit procedures responsive to those risks; and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, internal omission, misrepresentations, or the override of internal control;

b) obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the audited entity's internal control;

c) evaluate the appropriateness of use of the going concern basis of accounting by the audited entity's management and, based on the audited evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the audited entity's ability to continue as a going concern/ If we conclude that a material uncertainty exists, we are required to draw attention in our auditor report to the related disclosures in the accounting (financial) statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor report. However, future events or conditions may cause the audited entity to cease to continue as a going concern;

e) evaluate the overall presentation, structure and content of the accounting (financial) statements, including the disclosures, and whether the accounting (financial) statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance in the audited entity regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Director General

Auditor Qualification Certificate

No. 013239, Decision by the Central Attestation

And Licensing Auditing Commission of the Ministry

Of Finance of the Russian Federation dated 30/05/1996

Principal Number of Registration Entry 29603036261 [signature] Ye.N. Pavlova

[seal: Moscow* Limited Liability Company* OGRN 1117746087095* Audit and Consulting
Company* BUSINESS-AUDIT]

Audit Company:

AUDIT AND CONSULTING COMPANY "BUSINESS-AUDIT" Limited Liability Company (ACC
"BUSINESS-AUDIT" LLC);

OGRN 1117746087095;

31 Iskry Str., block 1, Floor 2, premise 1, room 59, Moscow, 129344;

Member of the accredited under the Ministry of Finance of the Russian Federation Self-
Regulatory Organization of auditors – the Russian Union of auditors (number in the Register of
Auditors an Audit Organizations of Self-Regulatory Organizations – 11103051194)

Dated May 25, 2019

BALANCE SHEET
as at 31 December 2018

Company *Flex Chemicals Pvt Ltd*

Taxpayer identification number

Field of activity: Wholesale of paints and varnishes

Legal form/property form: *Limited liability company / Ownership of foreign legal entities*

Unit of measurement: *thousands of RR*

Address: Russian Federation, 107031 Moscow, Rozhdestvenka 5/7, bld 2

	Codes
Form on OKUD	0710001
Date (day, month, year)	31/12/2018
OKPO	16653951
INN	7731437649
OKVED	46 18.1
OKOPF/OKFS	12300/23
OKEI	384

Note	Narrative	Line code	as at 31 December 2018	as at 31 December 2017	as at 31 December 2016
1	2	3	4	5	6
	ASSETS				
	I. FIXED ASSETS				
	Intangible assets	1110	-	-	-
	Results of research and development	1120	-	-	-
	Intangible exploration assets	1130	-	-	-
	Tangible exploration assets	1140	-	-	-
	Fixed assets	1150	-	-	-
	Income-bearing investments in tangible assets	1160	-	-	-
	Financial investments	1170	-	-	-
	Deferred tax assets	1180	2	-	-
	Other non-current assets	1190	-	-	-
	Total Section I	1100	2	-	-
	II. CURRENT ASSETS				
	Inventories	1210	-	-	-
	Value added tax on goods purchased	1220	-	-	-
	Accounts receivable	1230	74	-	-
	Financial investments (less cash equivalents)	1240	-	-	-
	Cash and cash equivalents	1250	7	-	-
	Other current assets	1260	-	-	-
	Total Section II	1200	81	-	-
	TOTAL SECTIONS I and II	1600	83	-	-

Note	Narrative	Line code	as at 31 December 2018	as at 31 December 2017	as at 31 December 2016
1	2	3	4	5	6
	EQUITY AND LIABILITIES				
	III. EQUITY AND RESERVES				
	Charter capital	1310	50	-	-
	Own shares buy-back	1320	-	-	-
	Non-current asset revaluation	1340	-	-	-
	Additional capital (without revaluation)	1350	-	-	-
	Reserve capital	1360	-	-	-
	Retained earnings (loss)	1370	(36)	-	-
	Total Section III	1300	14	-	-
	IV. NON-CURRENT LIABILITIES				
	Borrowings and bank loans	1410	-	-	-
	Deferred tax liabilities	1420	-	-	-
	Estimated liabilities	1430	-	-	-
	Other liabilities	1450	-	-	-
	Total Section IV	1400	-	-	-
	V. CURRENT LIABILITIES				
	Borrowings and bank loans	1510	-	-	-
	Accounts payable	1520	69	-	-
	Income of future periods	1530	-	-	-
	Estimated liabilities	1540	-	-	-
	Other liabilities	1550	-	-	-
	Total Section V	1500	69	-	-
	TOTAL SECTIONS III, IV, V	1700	83	-	-

General Manager [signature] Junaid Khan

May 24, 2019

[seal : Flex Chemicals Pvt LTD* Limited Liability Company* Moscow* OGRN 1187746741060]

STATEMENT OF CASH FLOWS
for 2018

Company Flex Chemicals Pvt Ltd
Taxpayer identification number

Field of activity: Wholesale of paints and varnishes

Legal form: property form Limited liability company / Ownership of foreign legal entities

Unit of measurement: thousands of RR

Form on OKUD	0710004
Date (day, month, year)	31/12/2018
OKPO	16653951
INN	7731437648
OKVED	46 18 1
OKOPF/OKFS	12300/23
OKEI	384

Note	Narrative	Line code	2018	2017
1	2	3	4	5
	Cash flows from operating activities			
	Receipts - total	4110	-	-
	including			
	from sales of finished goods, trade goods, work, services	4111	-	-
	lease payments, license payments, royalties, commissions and other payments	4112	-	-
	resale of financial investments	4113	-	-
	other receipts	4119	-	-
	Payments - total	4120	(43)	-
	including			
	to suppliers for raw materials, works, services	4121	(38)	-
	wages and salaries	4122	-	-
	interests on borrowings	4123	-	-
	income tax	4124	-	-
	other payments	4128	(5)	-
	Net cash flows from operating activities	4100	(43)	-
	Cash flows from investing activities			
	Receipts - total	4210	-	-
	including			
	from sales of fixed assets (except financial investments)	4211	-	-
	from sales of shares of other entities	4212	-	-
	from return of loans, sales of debt securities (chase of possession of cash from third parties)	4213	-	-
	dividends, interests from long term financial investments and receipts from participation in other entities	4214	-	-
	other receipts	4219	-	-
	Payments - total	4220	-	-
	including			
	purchase, construction, modernisation, reconstruction and preparation for the use of non current assets	4221	-	-
	purchase of other entities shares	4222	-	-
	purchase of debt securities (chase of possession of cash from third parties), loans granted	4223	-	-
	borrowing costs included to the cost of the investment assets	4224	-	-
	other payments	4229	-	-
	Net cash flows from investment activities	4200	-	-
	Cash flows from financing activities			
	Receipts - total	4310	-	-
	including			
	borrowings and bank loans	4311	-	-
	contributions of owners (participants)	4312	50	-
	equity issue	4313	-	-
	issue of bonds, promissory notes and other debt securities	4314	-	-
	other receipts	4319	-	-
	Payments - total	4320	-	-
	including			
	to owners (participants) due to the fact of share buyback or cessation of membership	4321	-	-
	dividends and other distributions to owners	4322	-	-
	redemption (buyback) of promissory notes and other debt securities, loan repayment	4323	-	-
	other payments	4329	-	-
	Net cash flows from financing activities	4300	50	-
	Net cash flows for the reporting period	4400	7	-
	Cash and cash equivalents at the beginning of the reporting period	4450	-	-
	Cash and cash equivalents at the end of the reporting period	4500	7	-
	Foreign exchange rate difference	4490	-	-

General Manager [signature] Junaid Khan

May 24, 2019

[seal : Flex ChemicalsPvt LTD* Limited Liability Company* Moscow* OGRN 1187746741060]

STATEMENT OF CHANGES IN EQUITY
for 2018

Company Flex Chemicals Pvt Ltd
Taxpayer identification number
Field of activity Wholesale of paints and varnishes

Legal form/property form Limited liability company / Ownership of foreign legal entities
Unit of measurement thousands of RUB

Form on OKUD	0710003
Date (day, month, year)	31/12/2018
OKPO	18653951
INN	7731437649
OKVED	46.18.1
OKOPF/OKFG	12300/23
OKEI	384

1. Changes in equity

Note	Narrative	Line code	Charter capital	Own shares buy-back	Additional capital	Reserve capital	Accumulated profit (loss)	Total
1	2	3	4	5	6	7	8	9
	Equity as at 31 December 2016	3100	-	-	-	-	-	-
	for 2017							
	Increase of equity - total:	3210	-	-	-	-	-	-
	including:							
	net profit	3211	x	x	x	x	-	-
	revaluation of assets	3212	x	x	-	x	-	-
	income directly attributable to equity	3213	x	x	-	x	-	-
	additional shares issue	3214	-	x	-	x	x	-
	increase of share par value	3215	-	x	-	x	-	x
	reorganization of legal entity	3216	-	-	-	-	-	-
	placement of buy-backed shares	3217	x	-	x	x	x	-
	formation of share capital	3218	-	x	-	x	x	-
	Decrease of equity - total:	3220	-	-	-	-	-	-
	including:							
	loss	3221	x	x	x	x	-	-
	revaluation of assets	3222	x	x	-	x	-	-
	expenses directly attributable to equity	3223	x	x	-	x	-	-
	decrease of share par value	3224	-	x	-	x	-	-
	decrease in number of shares	3225	-	-	-	x	-	-
	reorganization of legal entity	3226	-	-	-	-	-	-
	dividends	3227	x	x	-	x	-	-
	buy-back of own shares	3228	x	-	x	x	x	-
	Additional capital change	3230	x	x	-	x	-	x
	Reserve capital change	3240	x	x	x	-	-	x
	Equity as at 31 December 2017	3200	-	-	-	-	-	-
	for 2018							
	Increase of equity - total:	3310	50	-	-	-	-	50
	including:							
	net profit	3311	x	x	x	x	-	-
	revaluation of assets	3312	x	x	-	x	-	-
	income directly attributable to equity	3313	x	x	-	x	-	-
	additional shares issue	3314	-	x	-	x	x	-
	increase of share par value	3315	-	x	-	x	-	x
	reorganization of legal entity	3316	-	-	-	-	-	-
	placement of buy-backed shares	3317	x	-	x	x	x	-
	formation of share capital	3318	50	x	-	x	x	50
	Decrease of equity - total:	3320	-	-	-	-	(36)	(36)
	including:							
	loss	3321	x	x	x	x	(36)	(36)
	revaluation of assets	3322	x	x	-	x	-	-
	expenses directly attributable to equity	3323	x	x	-	x	-	-
	decrease of share par value	3324	-	x	-	x	-	-
	decrease in number of shares	3325	-	-	-	x	-	-
	reorganization of legal entity	3326	-	-	-	-	-	-
	dividends	3327	x	x	x	x	-	-
	buy-back of own shares	3328	x	-	x	x	x	-
	Additional capital change	3330	x	x	-	x	-	x
	Reserve capital change	3340	x	x	x	-	-	x
	Equity as at 31 December 2018	3300	50	-	-	-	(36)	14

2. Restatements due to changes in accounting policies and correction of mistakes

Note	Narrative	Line code	as at 31 December 2017	Changes in equity for 2018		as at 31 December 2018
				from net profit (loss)	from other equity	
1	2	3	4	5	6	7
	Equity - total					
	before restatement	3400	-	-	-	-
	restatement due to					
	changes in accounting policies	3410	-	-	-	-
	corrections of accounting errors	3420	-	-	-	-
	after restatement	3500	-	-	-	-
	Including:					
	Retained earnings (uncovered loss):					
	before restatement	3401	-	-	-	-
	restatement due to					
	changes in accounting policies	3411	-	-	-	-
	corrections of accounting errors	3421	-	-	-	-
	after restatement	3501	-	-	-	-
	Other equity: (by items)					
	(Bill in certain equity items based on client's financial statements)					
	before restatement	3402	-	-	-	-
	restatements due to					
	changes in accounting policies	3412	-	-	-	-
	corrections of accounting errors	3422	-	-	-	-
	after restatement	3502	-	-	-	-

3. Net assets

Note	Narrative	Line code	as at 31 December 2018	as at 31 December 2017	as at 31 December 2016
1	2	3	4	5	6
	Net assets	3600	14	-	-

General Manager [signature] Junaid Khan

May 24, 2019 [seal: Flex Chemicals Pvt. LTD* Limited Liability Company* Moscow* OGRN 1187746741060]

**STATEMENT OF FINANCIAL RESULTS
for 2018**

Company: Flex Chemicals Pvt Ltd
Taxpayer identification number

Field of activity: Wholesale of paints and varnishes

Legal form/property form: Limited liability company / Ownership of foreign legal entities

Unit of measurement: thousands of RR

	Codes
Form on OKUD	0710002
Date (day, month, year)	31/12/2018
OKPO	16653951
INN	7731437649
OKVED	46.18.1
OKOPF/OKFS	12300/23
OKEI	384

Note	Narrative	Line code	2018	2017
1	2	3	4	5
	Sales	2110	-	-
	Cost of sales	2120	-	-
	Gross profit (loss)	2100	-	-
	Sales expenses	2210	-	-
	General business expenses	2220	(33)	-
	Profit (loss) from sales	2200	(33)	-
	Income from participation in other companies	2310	-	-
	Interest receivable	2320	-	-
	Interest payable	2330	-	-
	Other income	2340	-	-
	Other expenses	2350	(5)	-
	Income (loss) before taxation	2300	(38)	-
	Current income tax	2410	-	-
	including permanent tax liabilities (assets)	2421	6	-
	Changes in deferred tax liabilities	2430	-	-
	Changes in deferred tax assets	2450	2	-
	Other	2460	-	-
	Net profit (loss)	2400	(36)	-

Note	Narrative	Line code	2018	2017
1	2	3	4	5
	Result of revaluation of non-current assets not included to the net profit (loss) for the reporting year	2510	-	-
	Results of other transactions not included to the net profit (loss) for the reporting year	2520	-	-
	Cumulative financial result for the year	2500	(36)	-
	REFERENCE			
	Basic earnings (loss) per share	2900	-	-
	Diluted earnings (loss) per share	2910	-	-

General Manager _____ Junaid Khan

May 24, 2019 [seal: Flex ChemicalsPvt LTD* Limited Liability Company* Moscow* OGRN 1187746741060]

Перевод данного текста выполнен переводчиком Ясыбаиш Андреем Афанасьевичем

Российская Федерация
Город Москва

Четвертого июня две тысячи девятнадцатого года

Я, Акимов Глеб Борисович, нотариус города Москвы, свидетельствую подлинность подписи переводчика Ясыбаиш Андрея Афанасьевича.

Подпись сделана в моем присутствии.

Личность подписавшего документ установлена.

Зарегистрировано в реестре: № 77/09-н/77-2019- 51-884

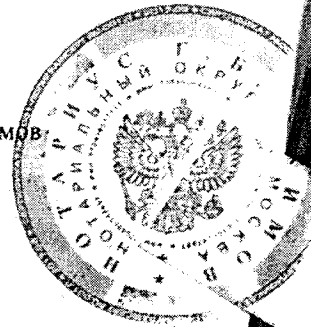
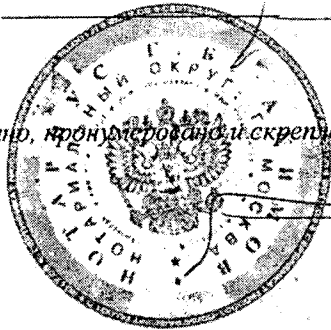
Взыскано государственной пошлины (по тарифу): 100 руб.

Уплачено за оказание услуг правового и технического характера: 200 руб.

Г.Б. АКИМОВ

Прошнуровано, пронумеровано и скреплено печатью 18 лист(-а, -ов).

Нотариус:



Translation performed by the translator Jasybash Andrey Afanasyevich

/signed/

Russian Federation
Moscow

The fourth of June two thousand nineteen

I, Akimov Gleb Borisovich, a notary in Moscow, certify the signature of the translator Jasybash Andrey Afanasyevich.

The signature has been made in my presence.

The identity of the person signing the document has been established.

Registered in the books under No.: 77/09-н/77-2019-

Stamp duty paid in the amount of (according to the tariff): RUB 100.00

Paid for legal and technical services: RUB 200.00

/signed/

G. B. Akimov

Official seal bearing coat of arms: /NOTARY G.B. AKIMOV * NOTARIAL DISTRICT: MOSCOW *
INN 770400047857/

Numbered, bound and sealed ___ page (-s).

Notary: /signed/