

DP Global Group Limited

**Unaudited interim condensed
consolidated financial statements**

**For the nine months ended
30 September 2022**

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Interim condensed consolidated statement of financial position

(expressed in thousands of Russian Roubles, unless otherwise stated)

		<u>30 September 2022</u>	<u>31 December 2021</u>
	Notes		*audited
Assets			
Non-current assets			
Property, plant and equipment	8	376,499	351,702
Right-of-use assets	9	1,002,471	1,184,931
Intangible assets	10	6,171	7,263
Net investment in sublease		4,707	5,714
Non-current financial assets	13.1	19,515	20,060
Deferred tax assets	7	132,366	126,638
		<u>1,541,729</u>	<u>1,696,308</u>
Current assets			
Inventories	11	37,717	39,477
Prepayments		68,961	123,352
Income tax receivables		6,407	12,731
Taxes receivables		4,855	10,561
Trade and other receivables	14	517,122	613,071
Other current financial assets	13.1	105,715	9,526
Cash and cash equivalents	12	905,467	309,734
		<u>1,646,244</u>	<u>1,118,452</u>
Total assets		<u>3,187,973</u>	<u>2,814,760</u>
Equity and liabilities			
Equity			
Share capital	21	20.40	20.03
Share premium	21	850,394	799,117
Treasury shares	21	(35,516)	(20,906)
Share-based payments reserve	23	347,853	329,369
Foreign currency translation reserve		188,668	173,353
Accumulated losses		(498,076)	(834,952)
Equity attributable to equity holders of the parent		<u>853,343</u>	<u>446,001</u>
Non-current liabilities			
Interest-bearing loans and borrowings	18	-	50,000
Lease liabilities	9	882,730	1,061,996
Contract liabilities	19	293,688	257,563
		<u>1,176,418</u>	<u>1,369,559</u>
Current liabilities			
Interest-bearing loans and borrowings	18	111,077	128,322
Lease liabilities	9	231,926	216,104
Trade and other payables	16	379,730	374,135
Taxes payables	17	297,376	175,933
Advances received		12,393	24,185
Government grants		2,058	7,275
Contract liabilities	19	123,652	73,246
		<u>1,158,212</u>	<u>999,200</u>
Total liabilities		<u>2,334,630</u>	<u>2,368,759</u>
Total equity and liabilities		<u>3,187,973</u>	<u>2,814,760</u>

These interim condensed consolidated financial statements were authorised for issue on 5 December 2022.



(Fedor Ovchinnikov, Director)

The notes on pages 7-29 are an integral part of these interim condensed consolidated financial statements

Interim condensed consolidated statement of profit or loss and other comprehensive income (unaudited)

(expressed in thousands of Russian Roubles, unless otherwise stated)

	Notes	Nine months ended 30 September		Three months ended 30 September	
		2022	2021	2022	2021
Revenue recognised from contracts with customers	5	5,057,291	3,598,706	1,721,489	1,261,495
Other operating income	6.3	70,862	80,619	29,491	24,286
Total operating income		5,128,153	3,679,325	1,750,980	1,285,781
Raw materials and consumables		(833,659)	(509,823)	(282,610)	(169,002)
Employee benefits	6.1	(2,037,537)	(1,533,906)	(653,743)	(571,417)
Depreciation and amortization	8,9,10	(285,691)	(209,916)	(96,376)	(72,782)
Distribution and advertising	6.2	(782,687)	(611,342)	(283,779)	(196,705)
Expected credit losses on financial assets		1,200	1,765	(2,654)	(44)
Other operating expenses	6.4	(728,167)	(518,677)	(226,881)	(168,104)
Operating profit		461,612	297,426	204,937	107,727
Finance income	6.5	24,062	12,800	10,585	2,864
Finance costs	6.6	(98,808)	(75,237)	(35,631)	(30,658)
Disposal of subsidiary	3	69,657	-	-	-
Profit before tax		456,523	234,989	179,891	79,933
Income tax expense	7	(125,947)	(69,213)	(46,186)	(23,270)
Profit for the period		330,576	165,776	133,705	56,663
<i>Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods (net of tax):</i>					
Exchange differences on translation of foreign operations		47,937	(1,035)	1,333	859
Net other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods		47,937	(1,035)	1,333	859
<i>Other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods (net of tax):</i>					
Exchange differences on translation of foreign operations		(32,622)	(7,840)	21,369	4,018
Net other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods		(32,622)	(7,840)	21,369	4,018
Other comprehensive income/(loss) (net of tax)		15,315	(8,875)	22,702	4,877
Total comprehensive income/(loss) for the period, net of tax		345,891	156,901	156,407	61,540
Profit/ (loss) attributable to:					
Equity holders of the parent		330,576	165,776	133,705	56,663
		330,576	165,776	133,705	56,663
Total comprehensive income attributable to					
Equity holders of the parent		345,891	156,901	156,407	61,540
		345,891	156,901	156,407	61,540
Earnings per share					
Basic, profit for the period attributable to equity holders of the parent	22	₽67	₽34	₽27	₽12

The notes on pages 7-29 are an integral part of these interim condensed consolidated financial statements

Interim condensed consolidated statement of changes in equity

(expressed in thousands of Russian Roubles, unless otherwise stated)

for the nine months ended 30 September 2022

	Share capital (Note 21)	Share premium (Note 21)	Treasury shares (Note 21)	Share-based payments reserve (Note 23)	Accumulated losses	Foreign currency translation reserve	Total
As at 1 January 2022	20.03	799,117	(20,906)	329,369	(834,952)	173,353	446,001
Profit for the period	-	-	-	-	330,576	-	330,576
Other comprehensive income	-	-	-	-	-	15,315	15,315
Total comprehensive income	-	-	-	-	330,576	15,315	345,891
Exercise of options	0.37	51,277	-	(51,277)	-	-	-
Buyback	-	-	(14,610)	(20,060)	-	-	(34,670)
Share-based payments reserve	-	-	-	89,821	6,300	-	96,121
As at 30 September 2022	20.40	850,394	(35,516)	347,853	(498,076)	188,668	853,343

for the nine months ended 30 September 2021

	Share capital (Note 21)	Share premium (Note 21)	Treasury shares (Note 21)	Share-based payments reserve (Note 23)	Accumulated losses	Foreign currency translation reserve	Total
As at 1 January 2021	19.69	758,517	(1,660)	220,168	(865,373)	180,670	292,342
Profit for the period	-	-	-	-	165,776	-	165,776
Other comprehensive income	-	-	-	-	-	(8,875)	(8,875)
Total comprehensive income/ (loss)	-	-	-	-	165,776	(8,875)	156,901
Exercise of options	0.19	24,777	-	(24,777)	-	-	-
Settlement of loan issued	-	-	(18,923)	-	-	-	(18,923)
Share-based payments reserve	-	-	-	104,991	2,643	-	107,634
As at 30 September 2021 (unaudited)	19.88	783,294	(20,583)	300,382	(696,954)	171,795	537,954

Interim condensed consolidated statement of cash flows (unaudited)

(expressed in thousand of Russian Roubles, unless otherwise stated)

	Notes	Nine months ended 30 September		Three months ended 30 September	
		2022	2021	2022	2021
Operating activities					
Profit before tax		456,523	234,989	179,891	79,933
Adjustments to reconcile profit before tax to net cash flows:					
Depreciation and amortisation	8, 9, 10	285,691	209,916	96,376	72,782
Share-based payments expense	23	96,121	107,634	25,305	56,830
Unrealised exchange differences on translation of foreign operations		32,256	3,490	6,687	6,533
Impairment of non-current assets	6.4, 8	38,447	36,550	2,644	-
Inventory shortage		48,923	25,630	17,091	10,695
Finance income	6.5	(24,062)	(12,800)	(10,585)	(2,864)
Finance costs	6.6	98,808	75,237	35,631	30,658
Disposal of subsidiary	3	(69,657)	-	-	-
Expected credit losses on financial assets other than cash		(1,200)	(1,765)	2,654	44
Income from government grants	20	(5,217)	(27,336)	(1,417)	(473)
Other non-cash		(12,162)	(9,397)	(7,347)	(4,931)
Working capital adjustments:					
Change in trade and other receivables		80,766	(122,415)	59,061	(46,069)
Change in prepayments and taxes receivables		64,441	(25,880)	(4,429)	(33,781)
Change in inventories		(47,401)	(21,860)	(18,574)	(16,245)
Change in trade and other payables		5,617	97,643	42,903	(15,382)
Change in advances received and taxes payables		108,749	48,041	46,215	41,671
Change in contract liabilities		73,914	17,908	55,050	10,432
		1,230,557	635,585	527,156	189,833
Interest received		18,950	4,259	8,746	2,265
Income tax paid		(125,349)	(57,084)	(56,799)	(8,596)
Net cash flows from operating activities		1,124,158	582,760	479,103	183,502
Investing activities					
Proceeds from sale of property, plant and equipment		529	3,399	5	410
Purchase of property, plant and equipment		(166,785)	(77,958)	(43,905)	(37,844)
Purchase of intangible assets	10	(5,605)	(108)	(58)	-
Loans granted		(3,200)	(3,600)	(3,200)	(3,600)
Cash consideration received less cash and cash equivalents disposed		(20,221)	-	-	-
Repayment of loans issued		-	1,903	-	-
Proceeds from sublease		1,455	1,330	485	485
Net cash flows used in investing activities		(193,827)	(75,034)	(46,673)	(40,549)
Financing activities					
Shares buyback		(14,125)	-	(14,125)	-
Payment of principal portion of the lease liabilities		(150,862)	(104,493)	(53,808)	(36,612)
Interest paid		(92,633)	(75,757)	(28,985)	(25,020)
Proceeds from borrowings	18	63,287	82,432	22,431	82,432
Repayment of borrowings	18	(136,656)	(90,828)	(59,945)	(12,238)
Net cash flows used in financing activities		(330,989)	(188,646)	(134,432)	8,562
Net increase in cash and cash equivalents		599,342	319,080	297,998	151,515
Expected credit losses for cash and cash equivalents		(1,908)	-	(2,250)	-
Net foreign exchange difference		(1,701)	(4,872)	2,045	(5,992)
Cash and cash equivalents at 1 January	12	309,734	303,598		
Cash and cash equivalents at 30 September	12	905,467	617,806		

Notes to the interim condensed consolidated financial statements

for the nine months ended 30 September 2022

(expressed in thousand of Russian Roubles, unless otherwise stated)

1. Corporate information

The interim condensed consolidated financial statements of DP Global Group Limited and its subsidiaries (collectively, the Group) for the nine months ended 30 September 2022 were authorised for issue on 5 December 2022. DP Global Group Limited (the Company or the Parent) is a limited company incorporated in the British Virgin Islands. The ultimate controlling shareholder of the Group is Fedor Ovchinnikov.

The Group owns retail stores and provides franchising services, including software, support, control and consultancy services to the franchisees operating in 16 countries. As at 30 September 2022, the Group operated 850 stores (809 franchised stores, 41 company-owned stores), as at 31 December 2021: 771 stores (731 franchised stores, 40 company-owned stores).

Information about subsidiaries

The interim condensed consolidated financial statements of the Group include:

Name	Principal activities	Country of incorporation	% equity interest	
			30 September 2022	31 December 2021
Dodo Franchising LLC	Franchising services	The Russian Federation	100	100
Pizza Venture LLC	Restaurants and food delivery services/ Retail	The Russian Federation	100	100
Dodo CC Syktyvkar LLC	Call centres	The Russian Federation	100	100
Dodo Pizza China Co Ltd	Restaurants and food delivery services/ Retail	People's Republic of China	100	100
Dodo International Group Limited	Franchising services/ Restaurants and food delivery services/ Retail	The United Kingdom of Great Britain and Northern Ireland	-	100
Dodo Engineering LLC	IT development	The Russian Federation	100	100
Drinkit Company LLC	Restaurants and food delivery services/ Retail	The Russian Federation	100	100
DONER 42 LLC	Restaurants and food delivery services/ Retail	The Russian Federation	100	100
DODO BRANDS INTERNATIONAL DMCC	Franchising services	The United Arab Emirates	100	-
DODO PIZZA RESTAURANT CO. L.L.C	Restaurants and food delivery services/ Retail	The United Arab Emirates	100	-
Dodo Group LLP	Franchising services	The Republic of Kazakhstan	100	-

In May 2022, DODO BRANDS INTERNATIONAL DMCC was incorporated. Country of incorporation is the United Arab Emirates. Principal activities are intellectual property rights management, restaurants management and software house.

In July 2022, DODO PIZZA RESTAURANT CO. LLC was incorporated. Country of incorporation is the United Arab Emirates. Principal activities are restaurants and food delivery services.

In August 2022, Dodo Group LLP was incorporated. Country of incorporation is Republic of Kazakhstan. Principal activities are franchising services.

In June 2022, shares of Dodo International Group Limited (UK) were transferred in full to private individual.

2. Basis of preparation and changes to the Group's accounting policies

2.1 Basis of preparation

The interim condensed consolidated financial statements of the Group for the nine months ended 30 September 2022 have been prepared in accordance with *IAS 34 Interim Financial Reporting*. The Group has prepared the financial statements on the basis that it will continue to operate as a going concern. The Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2021.

The interim condensed consolidated financial statements have been prepared on a historical cost basis, except for as described in the accounting policies below. The interim condensed consolidated financial statements are presented in Russian Roubles and all values are rounded to the nearest thousands, except when otherwise indicated.

2.2 New and amended standards and interpretations

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2021, except for the adoption of new standards effective as of 1 January 2022. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. Several amendments apply for the first time in 2022, but do not have an impact on the interim condensed consolidated financial statements of the Group.

New and amended standards and interpretations

Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37

An onerous contract is a contract under which the unavoidable costs (i.e., the costs that the Group cannot avoid because it has the contract) of meeting the obligations under the contract exceed the economic benefits expected to be received under it.

The amendments specify that when assessing whether a contract is onerous or loss-making, an entity needs to include costs that relate directly to a contract to provide goods or services include both incremental costs (e.g., the costs of direct labour and materials) and an allocation of costs directly related to contract activities (e.g., depreciation of equipment used to fulfil the contract as well as costs of contract management and supervision). General and administrative costs do not relate directly to a contract and are excluded unless they are explicitly chargeable to the counterparty under the contract.

The Group had not identified any contracts as being onerous as the unavoidable costs under the contracts, which were the costs of fulfilling them, comprised only incremental costs directly related to the contracts.

Reference to the Conceptual Framework – Amendments to IFRS 3

The amendments replace a reference to a previous version of the IASB's Conceptual Framework with a reference to the current version issued in March 2018 without significantly changing its requirements.

The amendments add an exception to the recognition principle of IFRS 3 Business Combinations to avoid the issue of potential 'day 2' gains or losses arising for liabilities and contingent liabilities that would be within the scope of IAS 37 Provisions, Contingent Liabilities and Contingent Assets or IFRIC 21 Levies, if incurred separately. The exception requires entities to apply the criteria in IAS 37 or IFRIC 21, respectively, instead of the Conceptual Framework, to determine whether a present obligation exists at the acquisition date.

The amendments also add a new paragraph to IFRS 3 to clarify that contingent assets do not qualify for recognition at the acquisition date.

These amendments had no impact on the interim condensed consolidated financial statements of the Group as there were no contingent assets, liabilities and contingent liabilities within the scope of these amendments arisen during the period.

2. Basis of preparation and changes to the Group's accounting policies *(continued)*

2.2. New and amended standards and interpretations *(continued)*

Property, Plant and Equipment: Proceeds before Intended Use – Amendments to IAS 16

The amendment prohibits entities from deducting from the cost of an item of property, plant and equipment, any proceeds of the sale of items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling such items, and the costs of producing those items, in profit or loss.

These amendments had no impact on the interim condensed consolidated financial statements of the Group as there were no sales of such items produced by property, plant and equipment made available for use on or after the beginning of the earliest period presented.

IFRS 1 First-time Adoption of International Financial Reporting Standards – Subsidiary as a first-time adopter

The amendment permits a subsidiary that elects to apply paragraph D16(a) of IFRS 1 to measure cumulative translation differences using the amounts reported in the parent's consolidated financial statements, based on the parent's date of transition to IFRS, if no adjustments were made for consolidation procedures and for the effects of the business combination in which the parent acquired the subsidiary. This amendment is also applied to an associate or joint venture that elects to apply paragraph D16(a) of IFRS 1.

These amendments had no impact on the interim condensed consolidated financial statements of the Group as it is not a first-time adopter.

IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities

The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf. There is no similar amendment proposed for IAS 39 *Financial Instruments: Recognition and Measurement*.

These amendments had no impact on the interim condensed consolidated financial statements of the Group as there were no modifications of the Group's financial instruments during the period.

IAS 41 Agriculture – Taxation in fair value measurements

The amendment removes the requirement in paragraph 22 of IAS 41 that entities exclude cash flows for taxation when measuring the fair value of assets within the scope of IAS 41.

These amendments had no impact on the interim condensed consolidated financial statements of the Group as it did not have assets in scope of IAS 41 as at the reporting date.

3. Disposal of subsidiaries

On June 6, 2022, shares of Dodo International Group Limited (UK) were sold in full. The company was incorporated in the United Kingdom of Great Britain and Northern Ireland. The activities of the company are providing franchising services and restaurants and food delivery services.

The table below demonstrates the carrying values of assets and liabilities, at the date of disposal, of the subsidiary:

	2022
Financial assets	18,295
Inventories	239
Prepayments	1,113
Cash and cash equivalents	20,221
Financial liabilities	(96,915)
Recycling of the translation differences related to foreign operation	(12,615)
Total negative net assets	(69,662)
Consideration received	5
Net income on disposal	69,657

3. Disposal of subsidiaries (continued)

Items of property, plant and equipment and deferred tax asset balance of the subsidiary have not been disclosed in this note as these assets had zero carrying value at the date of disposal. The Group has recognised impairment losses in 2021 and during the first three months of 2022 (Note 8). The deferred tax balance was fully utilised during 2021 year.

4. Segment information

For management purposes, the Group is organised into business units based on its products and services and has three reportable segments, as follows:

- The *franchising* segment, which includes all the services related to franchising of *Dodo Pizza* brand. Such services comprise of brand licensing, software development, support and control, menu and know-how, training and education, consulting services, call-centre services, dough production, brand advertising and national marketing campaign;
- The *corporate-owned stores* under the *Dodo Pizza* brand located in Russia;
- The segment of *venture projects* represented by the *Dodo Pizza* international operated markets (China, the United Kingdom and the United Arab Emirates) and new foodservice brands (*Drinkit* and *Doner 42*).

The Group's Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on its adjusted earnings before interest, taxes, depreciation, amortisation (EBITDA). The Group's financing (including finance costs and finance income) and income taxes are managed on a Group basis and are not allocated to operating segments. The Group's management does not monitor balances on a segment basis, thus the assets and liabilities of segments are not available.

The tables below illustrate financial information of the reportable segments reviewed by management for the nine months ended 30 September 2022 and 2021.

For the nine months ended 30 September 2022	Franchising	Corporate- owned stores (Russia)	Venture projects	Total segments	Adjustments and eliminations	Consolidated
Revenue						
External customers	3,351,568	1,913,347	124,413	5,389,328	(332,037)	5,057,291
Inter-segment	178,865	-	-	178,865	(178,865)	-
Total revenue	3,530,433	1,913,347	124,413	5,568,193	(510,902)	5,057,291
Raw materials and consumables	(82,710)	(693,153)	(50,750)	(826,613)	(7,046)	(833,659)
Employee benefits	(1,193,766)	(492,542)	(238,690)	(1,924,998)	(112,539)	(2,037,537)
Distribution and advertising	(790,199)	(67,030)	(6,294)	(863,523)	80,836	(782,687)
Rent and utilities	(74,367)	(200,523)	(32,802)	(307,692)	188,031	(119,661)
Disposal of subsidiary	-	-	-	-	69,657	69,657
Other operating income and expenses	(406,515)	(210,906)	(48,171)	(665,592)	127,948	(537,644)
EBITDA	982,876	249,193	(252,294)	979,775	(164,015)	815,760
Finance income						24,062
Finance costs						(98,808)
Depreciation and amortization						(285,691)
Expected credit losses on financial assets						1,200
Profit before tax						456,523

4. Segment information (continued)

For the nine months ended 30 September 2021	Franchising	Corporate- owned stores (Russia)	Venture projects	Total segments	Adjustments and eliminations	Consolidated
Revenue						
External customers	2,372,230	1,214,230	91,542	3,678,002	(79,296)	3,598,706
Inter-segment	127,281	-	-	127,281	(127,281)	-
Total revenue	2,499,511	1,214,230	91,542	3,805,283	(206,577)	3,598,706
Raw materials and consumables	(44,401)	(417,332)	(48,320)	(510,053)	230	(509,823)
Employee benefits	(837,379)	(392,549)	(189,609)	(1,419,537)	(114,369)	(1,533,906)
Distribution and advertising	(610,770)	(52,379)	(19,050)	(682,199)	70,857	(611,342)
Rent and utilities	(37,400)	(156,774)	(24,292)	(218,466)	141,510	(76,956)
Other operating income and expenses	(294,006)	(133,224)	(46,845)	(474,075)	112,973	(361,102)
EBITDA	675,555	61,972	(236,574)	500,953	4,624	505,577
Finance income						12,800
Finance costs						(75,237)
Depreciation and amortization						(209,916)
Expected credit losses on financial assets						1,765
Profit before tax						234,989

The tables below illustrate financial information of the reportable segments reviewed by management for the three months ended 30 September 2022 and 2021.

For the three months ended 30 September 2022	Franchising	Corporate- owned stores (Russia)	Venture projects	Total segments	Adjustments and eliminations	Consolidated
Revenue						
External customers	1,252,177	636,833	41,741	1,930,751	(209,262)	1,721,489
Inter-segment	59,353	-	-	59,353	(59,353)	-
Total revenue	1,311,530	636,833	41,741	1,990,104	(268,615)	1,721,489
Raw materials and consumables	(32,735)	(229,608)	(16,281)	(278,624)	(3,986)	(282,610)
Employee benefits	(372,713)	(164,109)	(73,400)	(610,222)	(43,521)	(653,743)
Distribution and advertising	(269,940)	(25,833)	(1,152)	(296,925)	13,146	(283,779)
Rent and utilities	(25,056)	(71,106)	(12,020)	(108,182)	66,146	(42,036)
Disposal of subsidiary	-	-	-	-	-	-
Other operating income and expenses	(132,406)	(73,239)	(13,690)	(219,335)	63,981	(155,354)
EBITDA	478,680	72,938	(74,802)	476,816	(172,849)	303,967
Finance income						10,585
Finance costs						(35,631)
Depreciation and amortization						(96,376)
Expected credit losses on financial assets						(2,654)
Profit before tax						179,891

4. Segment information (continued)

For the three months ended 30 September 2021	Franchising	Corporate- owned stores (Russia)	Venture projects	Total segments	Adjustments and eliminations	Consolidated
Revenue						
External customers	875,116	408,992	31,218	1,315,326	(53,831)	1,261,495
Inter-segment	36,003	-	-	36,003	(36,003)	-
Total revenue	911,119	408,992	31,218	1,351,329	(89,834)	1,261,495
Raw materials and consumables	(14,818)	(129,716)	(15,133)	(159,667)	(9,335)	(169,002)
Employee benefits	(306,007)	(129,491)	(82,343)	(517,841)	(53,576)	(571,417)
Distribution and advertising	(208,321)	(42,951)	(9,078)	(260,350)	63,645	(196,705)
Rent and utilities	(10,259)	(51,433)	(7,836)	(69,528)	44,241	(25,287)
Other operating income and expenses	(114,679)	(76,483)	(9,863)	(201,025)	82,494	(118,531)
EBITDA	257,035	(21,082)	(93,035)	142,918	37,635	180,553
Finance income						2,864
Finance costs						(30,658)
Depreciation and amortization						(72,782)
Expected credit losses on financial assets						(44)
Profit before tax						79,933

Adjustments and eliminations

- Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.
- Inter-segment revenues are eliminated upon consolidation and reflected in the 'adjustments and eliminations' column.
- Finance costs and finance income (Note 6) are not allocated to individual segments as the underlying instruments are managed on a group basis.
- Current taxes, deferred taxes (Note 7) and certain financial assets and liabilities are not allocated to those segments as they are also managed on a group basis.
- Management accounts do not include expenses from share-based payments (Note 23) as these expenses are also managed on a group basis.
- In management accounts revenue from franchise fee is recognised at the moment of cash payment from a franchisee, so this approach differs from the one required by IFRS 15 (Note 5).
- In the interim condensed consolidated financial statement rent of premises is accounted for in accordance with IFRS 16 with the recognition of depreciation and interest expenses in the consolidated profit and losses. Segments EBITDA include rent expense as monthly instalments payable to the lessors.
- In management accounting all the expenditures which arose before the store opening are considered as CAPEX. In IFRS accounting policy such expenditures are split between CAPEX and costs according to their nature.

5. Revenue from contracts with customers

5.1 Disaggregated revenue information

Set out below is the disaggregation of the Group's revenue from contracts with customers:

Segments	For the nine months ended 30 September 2022				For the three months ended 30 September 2022			
	Franchising	Corporate- owned stores (Russia)	Venture projects	Total	Franchising	Corporate- owned stores (Russia)	Venture projects	Total
Type of goods or service								
Franchise fee	19,034	-	-	19,034	6,931	-	-	6,931
Marketing fee	700,001	-	-	700,001	255,266	-	-	255,266
Royalties	1,782,367	-	-	1,782,367	608,449	-	-	608,449
Retail sales	-	1,874,943	115,721	1,990,664	-	626,949	35,384	662,333
Call-centre services	270,916	-	-	270,916	93,601	-	-	93,601
Other sales	294,309	-	-	294,309	94,909	-	-	94,909
Total revenue from contracts with customers	3,066,627	1,874,943	115,721	5,057,291	1,059,156	626,949	35,384	1,721,489
Timing of revenue recognition								
Goods and services transferred at a point in time	3,047,593	1,874,943	115,721	5,038,257	1,052,225	626,949	35,384	1,714,558
Services transferred over time	19,034	-	-	19,034	6,931	-	-	6,931
Total revenue from contracts with customers	3,066,627	1,874,943	115,721	5,057,291	1,059,156	626,949	35,384	1,721,489

Segments	For the nine months ended 30 September 2021				For the three months ended 30 September 2021			
	Franchising	Corporate- owned stores (Russia)	Venture projects	Total	Franchising	Corporate- owned stores (Russia)	Venture projects	Total
Type of goods or service								
Franchise fee	21,382	-	-	21,382	7,532	-	-	7,532
Marketing fee	589,417	-	-	589,417	212,214	-	-	212,214
Royalties	1,252,141	-	-	1,252,141	451,386	-	-	451,386
Retail sales	-	1,213,925	88,064	1,301,989	-	405,231	28,159	433,390
Call-centre services	208,992	-	-	208,992	72,381	-	-	72,381
Other sales	224,785	-	-	224,785	84,592	-	-	84,592
Total revenue from contracts with customers	2,296,717	1,213,925	88,064	3,598,706	828,105	405,231	28,159	1,261,495
Timing of revenue recognition								
Goods and services transferred at a point in time	2,275,335	1,213,925	88,064	3,577,324	820,573	405,231	28,159	1,253,963
Services transferred over time	21,382	-	-	21,382	7,532	-	-	7,532
Total revenue from contracts with customers	2,296,717	1,213,925	88,064	3,598,706	828,105	405,231	28,159	1,261,495

5. Revenue from contracts with customers *(continued)*

5.1 Disaggregated revenue information *(continued)*

Set out below, is the reconciliation of the revenue from contracts with customers with the amounts disclosed in the segment information (Note 4):

	For the nine months ended 30 September 2022			For the three months ended 30 September 2022		
	Franchising	Corporate- owned stores	Venture projects	Franchising	Corporate- owned stores	Venture projects
		(Russia)			(Russia)	
Revenue						
External customer	3,351,568	1,913,347	124,413	1,252,177	636,833	41,741
Inter-segment	178,865	-	-	59,353	-	-
	3,530,433	1,913,347	124,413	1,311,530	636,833	41,741
Inter-segment and other adjustments and eliminations	(463,806)	(38,404)	(8,692)	(252,374)	(9,884)	(6,357)
Total revenue from contracts with customers	3,066,627	1,874,943	115,721	1,059,156	626,949	35,384

	For the nine months ended 30 September 2021			For the three months ended 30 September 2021		
	Franchising	Corporate- owned stores	Venture projects	Franchising	Corporate- owned stores	Venture projects
		(Russia)			(Russia)	
Revenue						
External customer	2,372,230	1,214,230	91,542	875,116	408,992	31,218
Inter-segment	127,281	-	-	36,003	-	-
	2,499,511	1,214,230	91,542	911,119	408,992	31,218
Inter-segment and other adjustments and eliminations	(202,794)	(305)	(3,478)	(83,014)	(3,761)	(3,059)
Total revenue from contracts with customers	2,296,717	1,213,925	88,064	828,105	405,231	28,159

5.2 Contract balances and performance obligations

	30 September 2022	31 December 2021
Trade receivables (Note 14)	486,038	584,227
Contract liabilities (Note 19)	417,340	330,809

The Group recognised impairment losses on receivables amounting to RUB 6,762 thousand and RUB 3,398 thousand for the nine months ended 30 September 2022 and 2021, respectively.

Set out below is the amount of revenue recognised from:

For the nine months ended 30 September	2022	2021
Amounts included in contract liabilities at the beginning of the year	37,485	22,924
Performance obligations satisfied in previous years	-	-

5. Revenue from contracts with customers *(continued)*

5.2 Contract balances and performance obligations

The transaction price allocated to the remaining performance obligations (unsatisfied or partially unsatisfied):

	<u>30 September 2022</u>	<u>31 December 2021</u>
Within one year	123,652	73,246
More than one year	293,688	257,563

The remaining performance obligations expected to be recognised in more than one year relate to the services provided under franchise fee. The customer loyalty points have an expiration date (Note 19). As the Group does not have an unconditional right to defer customer loyalty points performance obligation this contract liability fully presented as a current liability.

6. Other income and expenses

6.1. Employee benefits

	For the nine months ended 30 September		For the three months ended 30 September	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Wages and salaries	1,612,093	1,185,410	511,208	421,055
Social security costs	250,445	195,674	80,827	73,853
Share-based payment expense	96,121	107,634	25,305	56,830
Other expenses	78,878	45,188	36,403	19,679
Total employee benefits	<u>2,037,537</u>	<u>1,533,906</u>	<u>653,743</u>	<u>571,417</u>

6.2. Distribution and advertising

	For the nine months ended 30 September		For the three months ended 30 September	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
National marketing campaign	706,808	573,577	263,113	181,065
Local marketing of corporate-owned stores	8,469	24,479	2,699	4,498
Other distribution and advertising	67,410	13,286	17,967	11,142
Total distribution and advertising	<u>782,687</u>	<u>611,342</u>	<u>283,779</u>	<u>196,705</u>

6.3. Other operating income

	For the nine months ended 30 September		For the three months ended 30 September	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Income from operating sublease	48,312	35,864	18,433	13,599
Income on derecognition of ROU assets	11,420	2,539	6,970	2,400
Income from government grants (Note 20)	5,217	27,336	1,417	473
COVID-19 rent concessions (Note 9)	1,349	6,878	239	2,631
Other income	4,564	8,002	2,432	5,183
Total other operating income	<u>70,862</u>	<u>80,619</u>	<u>29,491</u>	<u>24,286</u>

6. Other income and expenses *(continued)*

6.4. Other operating expenses

	For the nine months ended		For the three months ended	
	30 September		30 September	
	2022	2021	2022	2021
Professional services	128,100	92,945	38,528	34,225
Utilities and maintenance of premises and offices	119,661	76,956	42,036	25,287
Hosting and infrastructure	96,095	70,173	33,720	25,038
Program software and licenses	80,819	52,069	27,773	16,541
Non-deductible taxes	59,920	-	7,154	-
Internet and phone services	56,711	67,664	19,487	22,524
Maintenance of production equipment	39,172	17,893	14,858	6,315
Impairment of non-current assets	38,447	36,550	2,644	-
Bank charges	35,499	25,569	10,804	9,610
Transportation costs	22,697	18,136	8,737	6,626
Business trips	20,692	20,954	7,764	9,909
Other expenses	30,354	39,768	13,376	12,029
Total other operating expenses	728,167	518,677	226,881	168,104

6.5. Finance income

	For the nine months ended		For the three months ended	
	30 September		30 September	
	2022	2021	2022	2021
Interest income from loans and deposits	20,814	5,134	10,077	2,362
Net exchange difference	1,651	6,304	-	-
Interest income on lease deposits	1,150	804	369	325
Finance income on finance sublease	447	558	139	177
Total finance income	24,062	12,800	10,585	2,864

6.6. Finance costs

	For the nine months ended		For the three months ended	
	30 September		30 September	
	2022	2021	2022	2021
Interest expense on lease liabilities	85,810	64,020	27,033	21,476
Interest expense on borrowings	12,998	11,217	3,314	3,024
Net exchange difference	-	-	5,284	6,158
Total finance costs	98,808	75,237	35,631	30,658

7. Income tax

The Group calculates income tax expense for the period using the tax rate that would be applicable to the expected total earnings. The major components of income tax expense for the nine months ended 30 September 2022 and 2021 are:

	For the nine months ended 30 September		For the three months ended 30 September	
	2022	2021	2022	2021
Current income tax:				
Current income tax charge	(131,675)	(77,975)	(46,796)	(34,632)
Deferred tax:				
Relating to origination and reversal of temporary differences	5,728	8,762	610	11,362
Income tax expense reported in the statement of profit or loss and other comprehensive income	(125,947)	(69,213)	(46,186)	(23,270)

DP Global Group Limited is a resident of the British Virgin Islands. The Group's key subsidiaries are residents of the Russian Federation and are taxed at a rate of 20%. Reconciliation of tax expense and the accounting profit multiplied by tax rate applicable in the Russian Federation is as follows:

	For the nine months ended 30 September		For the three months ended 30 September	
	2022	2021	2022	2021
Income/(loss) before tax	456,523	234,989	179,891	79,933
Theoretical income tax benefit (expense) at 20% tax rate	(91,305)	(46,998)	(35,978)	(15,987)
Adjustments for:				
Tax effect of income and expenses that are not deductible in determining taxable profit	9,577	(20,692)	(5,237)	(1,708)
Effect of different tax rates applicable to the Parent and Group's subsidiaries	(44,219)	(1,523)	(4,971)	(5,575)
Income tax expense reported in the statement of profit or loss and other comprehensive income	(125,947)	(69,213)	(46,186)	(23,270)

Non-deductible expenses are presented mainly by social expenses, share-based payments, impairment losses, detected inventory and cash shortfalls and other expenses not included in the calculation of income tax in accordance with the tax law.

7. Income tax (continued)

Deferred tax

Reflected in the statement of financial position as follows:

	30 September 2022	31 December 2021
Deferred tax assets	132,366	126,638
Deferred tax assets, net	132,366	126,638

Reconciliation of deferred tax assets, net

	2022	2021
As at 1 January	126,638	125,794
Change in deferred tax recognised in profit or loss during the period	5,728	8,762
As at 30 September	132,366	134,556

Deferred tax relates to the following:

	Consolidated statement of financial position		Consolidated statement of profit or loss	
	30 September 2022	31 December 2021	For the nine months ended 30 September	
			2022	2021
Property, plant and equipment	5,229	(28,761)	33,990	(979)
Right-of-use assets	(203,614)	(201,520)	(2,094)	(8,821)
Intangible assets	3,727	6,786	(3,059)	(2,825)
Finance sublease receivables	(941)	(1,143)	202	180
Trade and other receivables	970	121	849	(7,308)
Prepayments	(8)	(53)	45	645
Other financial assets	1,792	2,232	(440)	414
Lease liabilities	190,618	224,399	(33,781)	12,094
Trade and other payables	20,239	15,043	5,196	602
Advances received	(5,184)	388	(5,572)	(3,023)
Contract liabilities	79,432	59,496	19,936	3,861
Government grants	-	-	-	3,394
Tax losses carry forward	40,106	49,650	(9,544)	10,528
Deferred tax benefit			5,728	8,762
Net deferred tax assets	132,366	126,638		

8. Property, plant and equipment

	Leasehold improvements	Retail and dough production equipment and furniture	Office equipment and furniture	Transport and vehicles	Construction in progress	Total
Cost						
As at 1 January 2022	212,855	293,232	92,650	2,589	49,349	650,675
Additions	48,177	48,049	38,874	7	28,316	163,423
Disposals	(9,069)	(16,384)	(6,434)	(109)	(1,441)	(33,437)
Transfer	38,240	1,672	4,349	-	(44,261)	-
Translation differences	(21,332)	(12,856)	(275)	(437)	(834)	(35,734)
Disposal of subsidiaries	(35,562)	(21,375)	(455)	(726)	(1,384)	(59,502)
As at 30 September 2022	233,309	292,338	128,709	1,324	29,745	685,425
Depreciation and impairment						
As at 1 January 2022	(92,317)	(155,349)	(46,653)	(2,436)	(2,218)	(298,973)
Depreciation charge	(25,325)	(42,978)	(26,465)	(178)	-	(94,946)
Impairment	(15,847)	(3,253)	(10)	76	-	(19,034)
Disposals	4,858	10,324	4,860	102	-	20,144
Translation differences	11,880	10,916	268	483	834	24,381
Disposal of subsidiaries	35,562	21,375	455	726	1,384	59,502
As at 30 September 2022	(81,189)	(158,965)	(67,545)	(1,227)	-	(308,926)
Net book value						
As at 30 September 2022	152,120	133,373	61,164	97	29,745	376,499
As at 1 January 2022	120,538	137,883	45,997	153	47,131	351,702

As at 31 December 2021 and 31 March 2022 the Group identified indicators that impairment may be in place at the reporting date for CGU located in the United Kingdom. The impairment was recognised for the carrying value of property, plant and equipment in full amount. No other indicators were identified so the detailed analysis for all other CGUs was not conducted.

9. Right-of-use assets and lease liabilities

The Group has lease contracts for premises (stores, offices, dough production centers and other premises in Russia) and equipment for dough production centers. As of 30 September 2022 the Group had arrangements (subject to IFRS 16) for 48 corporate-owned stores (31 December 2021: 48), 2 dough production centers (31 December 2021: 3), 5 management offices (31 December 2021: 5) and 2 warehouses.

The Group has met the criteria for application of an amendment to IFRS 16 Leases, which provides optional relief to lessees that have been granted coronavirus-pandemic related rent discounts and other concessions from applying IFRS 16 guidance on lease modification accounting for rent concessions arising as a direct consequence of the coronavirus pandemic in preparing the interim condensed consolidated financial statements and recognised received rent concessions in amount of RUB 1,349 thousand as a part of other operating income (Note 6.3).

9. Right-of-use assets and lease liabilities (continued)

Set out below, are the carrying amounts of the Group's right-of-use assets and lease liabilities and the movements during the period:

	Right-of-use assets			Lease liabilities
	Premises and offices	Equipment	Total	Total
As at 1 January 2021	656,596	95,869	752,465	(841,370)
Additions	598,943	45,964	644,907	(626,638)
Depreciation expense of right-of-use assets	(168,648)	(16,554)	(185,202)	-
Change as a result of modification and revaluation	4,113	-	4,113	(6,408)
Derecognition of lease contracts	(31,592)	-	(31,592)	33,804
Translation differences	240	-	240	499
Interest expense on lease liabilities	-	-	-	(91,733)
COVID-19 rent concessions	-	-	-	8,395
Total cash flows				245,351
As at 31 December 2021	1,059,652	125,279	1,184,931	(1,278,100)
Additions	44,290	18,419	62,709	(59,787)
Depreciation expense of right-of-use assets	(164,977)	(19,071)	(184,048)	-
Change as a result of modification and revaluation	20,979	(315)	20,664	(21,429)
Derecognition of lease contracts	(86,134)	-	(86,134)	97,554
Translation differences	4,349	-	4,349	(5,105)
Interest expense on lease liabilities	-	-	-	(85,810)
COVID-19 rent concessions	-	-	-	1,349
Total cash flows	-	-	-	236,672
As at 30 September 2022	878,159	124,312	1,002,471	(1,114,656)

The following are the amounts recognised in profit or loss:

	For the nine months ended		For the three months ended	
	30 September		30 September	
	2022	2021	2022	2021
Depreciation expense of right-of-use assets	(184,048)	(128,099)	(60,429)	(46,293)
Interest expense on lease liabilities (Note 6.6)	(85,810)	(64,020)	(27,032)	(21,467)
Expense relating to short-term leases	(24,942)	(8,091)	(7,168)	(3,383)
Income from subleasing right-of-use assets	447	558	139	177
COVID-19 rent concessions (Note 6.3)	1,349	6,878	239	2,631
Income on derecognition of ROU assets and lease liabilities (Note 6.3)	11,420	2,539	6,970	2,400
COVID-19 sublease rent concessions	-	(125)	1,252	-
Total expense recognised in profit or loss	(281,584)	(190,360)	(86,029)	(65,935)

As at 30 September 2022 the Group had lease arrangements for which leases had not yet commenced. Future cash outflows from leases not yet commenced to which the lessee is committed are RUB 19,633 thousand: RUB 2,367 thousand within one year, RUB 17,267 thousand within ten years. As at 31 December 2021: RUB 59,642 thousand.

There are no current, pending or threatened material claims, disputes or liabilities in relation to the leased premises.

10. Intangible assets

Intangible assets of the Group consist of computer software with net book value RUB 4,704 thousand as of 30 September 2022, RUB 7,263 thousand as of 31 December 2021 and other intangible assets with net book value RUB 1,467 thousand as of 30 September 2022 (as at 31 December 2021: RUB 0). Computer software mainly includes internally-generated software: global website and mobile apps, other intangible assets are represented by smart desk. Useful life of these intangibles is five years.

The Group does not capitalise expenses related to development of Dodo IS. Dodo IS is Group's internally generated IT system developed for managing restaurants and delivery operations. Dodo IS works as an online web application (SaaS solution) for managing orders (all stages from taking an order from a client to its delivery), kitchen, courier and management staff, inventory, accounting etc. Development of Dodo IS is a continuous process with incremental small changes at short intervals. Expenses included in the interim condensed consolidated statement of profit and loss (mainly employee benefits): RUB 415,584 thousand for the nine months ended 30 September 2022 (RUB 246,474 thousand for the nine months ended 30 September 2021), RUB 121,991 thousand for the three months ended 30 September 2022 (RUB 62,112 thousand for the three months ended 30 September 2021).

11. Inventories

	<u>30 September 2022</u>	<u>31 December 2021</u>
Raw materials	22,598	23,273
Finished goods and goods for resale	13,569	14,899
Semifinished goods	1,550	1,305
Total inventories at cost	<u>37,717</u>	<u>39,477</u>

12. Cash and cash equivalents

	<u>30 September 2022</u>	<u>31 December 2021</u>
Short-term deposits	474,542	222,441
Cash at bank and on hand	376,435	61,489
Cash in transit	54,490	25,804
Total cash and cash equivalents	<u>905,467</u>	<u>309,734</u>

Short-term deposits are made for varying periods of between one day and three months, depending on the immediate cash requirements of the Group, and earn interest at the respective short-term deposit rates.

13. Financial assets and financial liabilities

13.1 Financial assets

	<u>30 September 2022</u>		<u>31 December 2021</u>	
	Current	Non-current	Current	Non-current
Trade and other receivables (Note 14)	517,122	-	613,071	-
Net investment in sublease	-	4,707	-	5,714
Other financial assets:	105,715	19,515	9,526	20,060
Loans issued	105,715	-	3,756	-
Lease prepayments	-	19,515	5,770	20,060
Total current and non-current financial assets	<u>622,837</u>	<u>24,222</u>	<u>622,597</u>	<u>25,774</u>
Total financial assets		<u>647,059</u>		<u>648,371</u>

The Group does not have any other financial assets except debt instruments at amortised cost.

13. Financial assets and financial liabilities (continued)

13.2 Financial liabilities

	30 September 2022		31 December 2021	
	Current	Non-current	Current	Non-current
Trade and other payables (Note 16)	379,730	-	374,135	-
Lease liabilities (Note 9)	231,926	882,730	216,104	1,061,996
Interest-bearing loans and borrowings (Note 18)	111,077	-	128,322	50,000
Total current and non-current financial liabilities	722,733	882,730	718,561	1,111,996
Total financial liabilities		1,605,463		1,830,557

13.3 Fair values

Carrying amount of financial assets and liabilities of the Group is a reasonable approximation of their fair values.

14. Trade and other receivables

	30 September 2022	31 December 2021
Trade receivables	492,800	594,315
Other receivables	31,084	28,844
	523,884	623,159
Allowance for expected credit losses	(6,762)	(10,088)
Total current receivables	517,122	613,071

Set out below is the movement in the allowance for expected credit losses of receivables:

	2022	2021
As at 1 January	10,088	3,280
Provision for expected credit losses	6,762	3,398
Recovery of provision	(10,088)	(1,510)
Translation difference	-	(5)
As at 30 September	6,762	5,163

Trade and other receivables are non-interest bearing and are generally paid on terms of 30 to 90 days. For terms and conditions relating to related party receivables, refer to Note 24.

15. Loans issued

	Interest rate	Maturity	30 September 2022	31 December 2021
Loan to the ultimate controlling shareholder	9%	Dec 2022	3,471	3,756
Dodo International Group Limited	5%	Apr 2023	102,244	-
Total loans issued			105,715	3,756

15. Loans issued *(continued)*

Details of loan agreements:

- **Loan to the ultimate controlling shareholder (9% loan):** the loan in the amount of RUB 3,600,000 was issued in July 2021. On August 8, 2022 the loan was settled. Another loan in the amount of RUB 3,200,000 was issued in July 2022. The loan will be repaid in December 2022.
- **Dodo International Group Limited (5% loan):** the loan to Dodo International Group Limited (UK) is disclosed in the table above as the company was disposed from subsidiaries on June 6, 2022 (Note 3). The loan will be repaid till April 2023.

Changes in loans issued:

	1 January 2022	Cash out- flows	Non-cash movement	Interest charged	Translation differences	30 September 2022
Current loans issued						
Loan to the ultimate controlling shareholder	3,756	3,200	(3,744)	258	-	3,471
Dodo International Group Limited	-	-	89,723	1,606	10,916	102,244
Total current loans issued	3,756	3,200	85,979	1,864	10,916	105,715

16. Trade and other payables

	30 September 2022	31 December 2021
Payables to employees	179,011	145,057
Trade payables	164,891	208,999
Other payables	35,828	20,079
Total trade and other payables	379,730	374,135

Terms and conditions of the above financial liabilities:

- Trade payables are non-interest bearing and are normally settled on 60-day terms;
- Payables to employees are non-interest bearing and are normally settled on 30-day terms;
- Other payables are non-interest bearing and have an average term of 2-3 months;
- For terms and conditions with related parties see Note 24.

17. Taxes payables

	30 September 2022	31 December 2021
VAT payables	152,542	117,422
Payables for insurance contributions	132,663	33,423
Payables for other taxes	12,171	25,088
Total taxes payables	297,376	175,933

18. Interest-bearing loans and borrowings

	Interest rate	Maturity	30 September 2022		31 December 2021	
			Current	Non-current	Current	Non-current
Loan from the ultimate controlling shareholder	9%	Jun 2023	35,444	-	50,755	50,000
Loan from the ultimate controlling shareholder	0%	Mar 2023	22,391	-	-	-
Bank credit from Sberbank	3%	Oct 2022	6,273	-	54,940	-
Bank credit from Sberbank	3%	Jun 2023	46,969	-	22,627	-
Total interest-bearing loans and borrowings			111,077	-	128,322	50,000

Terms and conditions of the interest-bearing loans and borrowings:

- **Loan from the ultimate controlling shareholder (9% loan):** the loan in amount of RUB 115,838 thousand was received in June 2020. During 2022 the loan was partially repaid. The remaining part will be returned until December 2023.
- **Loan from the ultimate controlling shareholder (0% loan):** the loan in amount of AED 1,418 thousand was received in September 2022. The loan will be repaid in March 2023.
- **Bank credit from Sberbank (3% loan, October 2022):** The amount of RUB 82,432 thousand was received from Sberbank OJSC in August 2021. The loan was provided at below-market rate as a part of the Government support program. Loan was accounted for using EIR-method. The effective interest rate is equal to 11% specified by the loan contract. The balance will be repaid by instalments till October 2022. The difference between fair value and actual cash inflow was accounted for in accordance with IAS 20 as Government grant (Note 20).
- **Bank credit from Sberbank (3% loan, June 2023):** The loan received as of the end of 2021 is classified as current due to the repayment schedule. The loan was provided at below-market rate as a part of the Government support program. Loan was accounted for using EIR-method. The effective interest rate is equal to 12.75% as specified by the loan contract. The balance will be repaid by instalments till June 2023. The difference between fair value and actual cash inflow was accounted for in accordance with IAS 20 as Government grant (Note 20).

Changes in liabilities arising from financing activities:

	1 January 2022	Reclass	Cash in-flows	Interest accrued	Cash out-flows	Translation differences	30 September 2022
Current interest-bearing loans and borrowings							
Loan from the ultimate controlling shareholder	50,755	50,000	22,431	5,224	(70,533)	(42)	57,835
Bank credit from Sberbank	77,567	-	40,856	7,765	(72,946)	-	53,242
Total current interest-bearing loans and borrowings	128,322	50,000	63,287	12,989	(143,479)	(42)	111,077
Non-current interest-bearing loans and borrowings							
Loan from the ultimate controlling shareholder	50,000	(50,000)	-	-	-	-	-
Total non-current interest-bearing loans and borrowings	50,000	(50,000)	-	-	-	-	-
Total interest-bearing loans and borrowings	178,322	-	63,287	12,998	(143,479)	(42)	111,086

19. Contract liabilities

	30 September 2022	31 December 2021
Franchise fee contract liability	320,930	281,056
Customer loyalty points	96,410	49,753
Total contract liabilities	417,340	330,809
Current	123,652	73,246
Non-current	293,688	257,563

Contract liabilities transactions	Franchise fee contract liability		Customer loyalty points	
	2022	2021	2022	2021
As at 1 January	281,056	252,207	49,753	28,636
Deferred	70,549	37,441	82,031	34,702
Recognised as revenue	(18,058)	(20,527)	(35,374)	(31,815)
Translation difference	(12,617)	(946)	-	-
As at 30 September	320,930	268,175	96,410	31,523
Current	27,242	22,034	96,410	31,523
Non-current	293,688	246,141	-	-

20. Government grants

In August 2021 and December 2021 Sberbank OJSC approved loan limits in the amount of RUB 82,432 thousand and RUB 69,077 thousand. In 2021 RUB 82,432 thousand and RUB 28,220 thousand was used. In 2022 further RUB 40,856 thousand was used. The loans were given at a below-market rate of interest and the difference between its initial carrying value of the loan (its fair value) and the proceeds received was treated as a government grant.

The purpose of the loans was to maintain operating activity, therefore it were recognised in profit or loss as other operating income (Note 6.3) on a systematic basis over the term stated in the loans agreements (as a proportion with actual period of use). The outstanding balance is presented separately in the interim condensed consolidated statement of financial position.

In the third quarter 2020 Sberbank OJSC approved the issue of a loan subsidised by the government of Russian Federation in the amount RUB 43,649 thousand as a part of supportive programs for industries affected by the COVID-19 recession. As of 30 September 2021 the repayment was waived under the following conditions: absence of bankruptcy procedures, fulfilment of headcount requirements, retention of a salary level.

	2022	2021
As at 1 January	7,275	26,863
Received	-	3,333
Income recognised for the period (Note 6.3)	(5,217)	(27,336)
As at 30 September	2,058	2,860

21. Share capital and reserves

Share capital of the Group fully consists of ordinary shares with nominal value \$0.01. All ordinary shares are fully paid.

	Number of shares		Balanced value		
	Share capital	Treasury shares	Share capital	Share premium	Treasury shares
At 1 January 2022	4,903,600	11,700	20.03	799,117	(20,906)
Exercise of share options (Note 23)	69,157	-	0.37	51,277	-
Shares buyback	-	5,650	-	-	(14,610)
At 30 September 2022	4,972,757	17,350	20.40	850,394	(35,516)

DP Global Group Limited was incorporated in December 2013. Between 2013 and 2017 the Company went through a series of fundraising campaigns in the form of sale of newly issued shares and issuance of convertible loans to finance its development. All loans were converted to the capital before 31 December 2018. There were no capital transactions except the exercise of share options for the nine months ended 30 September 2022.

Share option plan

The Group has the share option plan under which options to subscribe for the Group's shares have been granted to employees. Refer to Note 23 for further details. The share-based payments reserve is used to recognise the value of equity-settled share-based payments provided to employees, including key management personnel, as part of their remuneration.

Share options can be granted under Employee Share Option Plan (ESOP) or by the ultimate controlling shareholder from his personal shares (Note 23). Exercised share options granted under ESOP are settled by the issuance of additional shares and increase of share capital. Exercise of share options granted by the ultimate controlling shareholder from his personal shares doesn't affect share capital. The increase in share premium is equal to the cost of exercised share options for the Group less nominal value of shares reflected in share capital.

22. Earnings per share (EPS)

Basic EPS is calculated by dividing the profit or loss for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the period.

Diluted EPS is calculated by dividing the profit attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. Incurred loss can not be diluted as bringing "in more" shares will increase the denominator and thus reduce the loss per share.

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of authorisation of these financial statements.

The following table reflects the income and share data used in the basic and diluted EPS calculations:

	For the nine months ended 30 September		For the three months ended 30 September	
	2022	2021	2022	2021
Profit/(Loss) attributable to ordinary equity holders of the parent for basic earnings	330,576	165,776	133,705	56,663
Weighted average number of ordinary shares for basic EPS	4,940,747	4,867,555	4,972,757	4,874,726
Effect of dilution from share options granted to employees, number of shares	198,503	211,400	198,503	211,400
Weighted average number of ordinary shares adjusted for the effect of dilution	5,139,250	5,078,955	5,171,260	5,086,126
Basic earnings/(loss) per share	₱67	₱34	₱27	₱12
Diluted earnings per share	₱64	₱33	₱26	₱11

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of authorisation of these financial statements.

23. Share-based payments

The Group has an Employee Share Option Plan (ESOP) which was approved in 2017 and amended in 2021. Under the ESOP the Group, at its discretion, may grant share options of the parent to employees including key management employees. The maximum potential number of shares to be issued under the Plan is 726,500 shares. The fair value of share options granted is estimated at the date of grant using a Black-Scholes model, taking into account the terms and conditions on which the share options were granted and the share price volatility of the Group.

Apart from the Employee Share Option Plan some options may also be granted by the ultimate controlling shareholder from his personal shares. These share options have the same conditions as ESOP, and don't dilute the total amount of shares of the Group.

The exercise price of the most share options is equal to \$0.01. The contractual term of the most granted options is up to five years, so employees must remain in service for this period from the date of grant to exercise the full amount of granted options, but options are becoming exercisable during the period based on proportion of time passed and total amount of granted options.

There were no cancellations or modifications of the awards during the nine months of 2022 and the whole year of 2021.

The expense recognised for employee services received during the nine months ended 30 September:

	For the nine months ended 30 September	
	2022	2021
Expense arising from equity-settled share-based payment transactions	96,121	107,634
Total expense arising from share-based payment transactions	96,121	107,634

Movements during the period

The following table illustrates the number, weighted average exercise price (WAEP) and weighted average fair value (WAFV) of, and movements in, share options during the period. As a result of the split of shares approved by a written resolution of the shareholders on May 26, 2021 all data regarding the number of share options, weighted average share price, weighted average fair value was adjusted retrospectively.

	ESOP			ESOP granted by the ultimate shareholder		
	Number	WAEP	WAFV	Number	WAEP	WAFV
		\$0	\$0		-	-
Outstanding at 1 January 2021	360,900	0.01	11.37	71,100	0.98	10.56
Granted during the year	206,561	0.01	20.24	-	-	-
Exercised during the year	(24,000)	0.01	14.00	(2,300)	0.01	5.55
Buyback during the year	(4,100)	-	-	(200)	-	-
Expired during the year	(15,205)	0.01	15.61	(200)	0.01	6.13
Outstanding at 30 September 2021	524,156	0.01	14.71	68,400	1.02	10.77
Exercisable at 30 September 2021	211,400	0.01	11.25	17,600	2.39	5.71
Outstanding at 1 January 2022	500,323	0.01	14.89	68,400	1.02	10.77
Granted during the year	41,200	0.01	27.61	3,000	0.01	30.60
Exercised during the year	(69,751)	0.01	11.17	(772)	0.01	6.13
Buyback during the year	(14,350)	-	-	(2,100)	-	-
Expired during the year	(31,693)	0.01	20.63	(228)	0.01	6.13
Outstanding at 30 September 2022	425,729	0.01	16.80	68,300	1.02	12.04
Exercisable at 30 September 2022	198,503	0.01	14.51	16,500	3.39	6.35

23. Share-based payments (continued)

The weighted average remaining contractual life for the share options outstanding as at 30 September 2022 was 0.85 years (30 September 2021: 1.25 years).

The following table lists the model's inputs used for the plans for the periods ended 30 September 2022 and 31 December 2021, respectively:

	30 September 2022	30 September 2021
Dividend yield (%)	-	-
Expected volatility (%)	71.81	64.85
Risk-free interest rate (%)	14.46	3.46
Weighted average share price (\$)	33.76	24.47

The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may not necessarily be the actual outcome.

24. Related parties

Note 1 provides information about the Group's structure, including details of the subsidiaries and the holding company. The following table provides the total amount of transactions that have been entered into with related parties during the nine and three months ended 30 September 2022 and 2021, as well as balances with related parties as at 30 September 2022 and 31 December 2021:

		Sales to related parties		Amounts owed by related parties	Amounts owed to related parties
		Nine months	Three months		
Other related parties	2022	2,244	143	-	-
	2021	4,218	453	292	252
Key management personnel of the Group	2022	-	-	528	2,533
	2021	-	-	31	1,855
		Interest accrued		Amounts owed to related parties	
		For the nine months	For the three months		
Loans from related parties					
The ultimate controlling shareholder (Note 18)	2022		5,224	1,362	57,835
	2021		7,255	2,277	100,693
		Interest accrued		Amounts owed to related parties	
		For the nine months	For the three months		
Loans to related parties					
The ultimate controlling shareholder (Note 15)	2022		258	97	3,471
	2021		74	74	3,674

24. Related parties (continued)
Compensation of key management personnel of the Group (recognised as an expense)

	For the nine months ended 30 September		For the three months ended 30 September	
	2022	2021	2022	2021
Wages and salaries	38,448	31,961	13,114	12,254
Share-based payment transactions	12,980	13,470	2,642	10,883
Total compensation paid to key management personnel	51,428	45,431	15,756	23,137

25. Commitments and contingencies
Legal claims contingency

The Group has been participating in some legal cases, but has been advised by its legal counsel that there are no claims with high probability of losing. Accordingly, no possible legal risks to be disclosed and no provision for any liability has been made in these financial statements.

Commitments

The Group does not have any contractual commitments.

26. Events after reporting date

On October 18, 2022, Foodtech Engineering LLP was incorporated. Country of incorporation is the Republic of Kazakhstan. Principal activity is IT development.