



SAKAERONAVIGATSIA

Non-State Pension Scheme

Annual Report 2020



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2020 IN BRIEF

In 2020 the overall performance of the Fund was +10.1%. Annual return since creation increased to +9.8%, Overall profit since creation increased to GEL 2,294,803.92.

In 2020, a large-scale reform of the legislative and regulatory framework of the securities market was successfully completed. This was the first large reform since the adoption of the Law of Georgia on Securities Market in 1999. These are fully in line with international securities regulations and the IOSCO's principles, while still fully reflecting the level of development of the Georgian capital market and the idiosyncrasies of the country:

- On 29 June 2020 the amendments were made in the Law of Georgia on Securities Market.
- On 14 July 2020 the amendments were made in the Law of Georgia on Investment Funds.

The updated legislation considerably improves the transparency framework for issuers and sets requirements for filing financial information, data on the acquisition of a significant share of issuers, and the publication of inside information. The law provides clarification of what constitutes inside information and defines/prohibits those actions that are considered an illegal disclosure of inside information, insider trading or market manipulation. The law served as the basis for the NBG to draft legal acts, which explained in greater detail the issues covered by the law, specified the obligations of securities market players, and defined relevant exceptions.

In 2020, the legislative framework for investment funds was fundamentally upgraded. The Law of Georgia on Investment Funds defines the rules of operation for investment funds and asset management companies. Its scope also extends to entities involved in investing, managing, holding, administering and accounting for investment fund assets. This law is based on basic international principles and regulation models, reflecting certain requirements of both the UCITS (Directive 2009/65/EC of the European Parliament and Council of 13 July 2009) and the Alternative Investment Fund Asset Management (AIFMD) Directive. As part of this reform, the Tax Code also underwent significant changes, with the tax regime for investment funds defined to reflect the experience of the world's leading countries (Ireland and Luxembourg). Along with these legislative changes, the National Bank of Georgia also developed and approved related legal acts.

Although the local bonds market has been showing a trend of rapid growth in recent years, the pandemic and subsequent economic developments had a mixed impact on securities market dynamics in 2020.

The following table presents the financial status of the non-state pension fund of Sakaeronavigatsia Ltd. and the main categories of pension schemes according to the statistical data of 2019-2020.

	31/12/2020	31/12/2019
Financial Position		
Pension Fund Capital	2,001,030	3,001,392
Insurance Technical Reserves	14,784,337	9,604,594
Social Contributions	4,118,815	3,520,171
Benefits Paid	129,508	157,939
Investment Profit	1,190,435	671,030
Social Contributions		
Employer Social Contribution (%)	18.0%	18.0%
Employee Social Contribution (%)	7.0%	7.0%
Beneficiaries	1	-
Benefits Paid/Number of Participants	8	11
Participants	587	578
Investment Profit		
Profit since Creation	2,294,804	1,104,369
Annualised Return since Creation	9.8%	9.5%
Return of the Period	10.1%	9.3%

MESSAGE FROM THE CHAIRMAN OF THE PENSION FUND SUPERVISORY BOARD

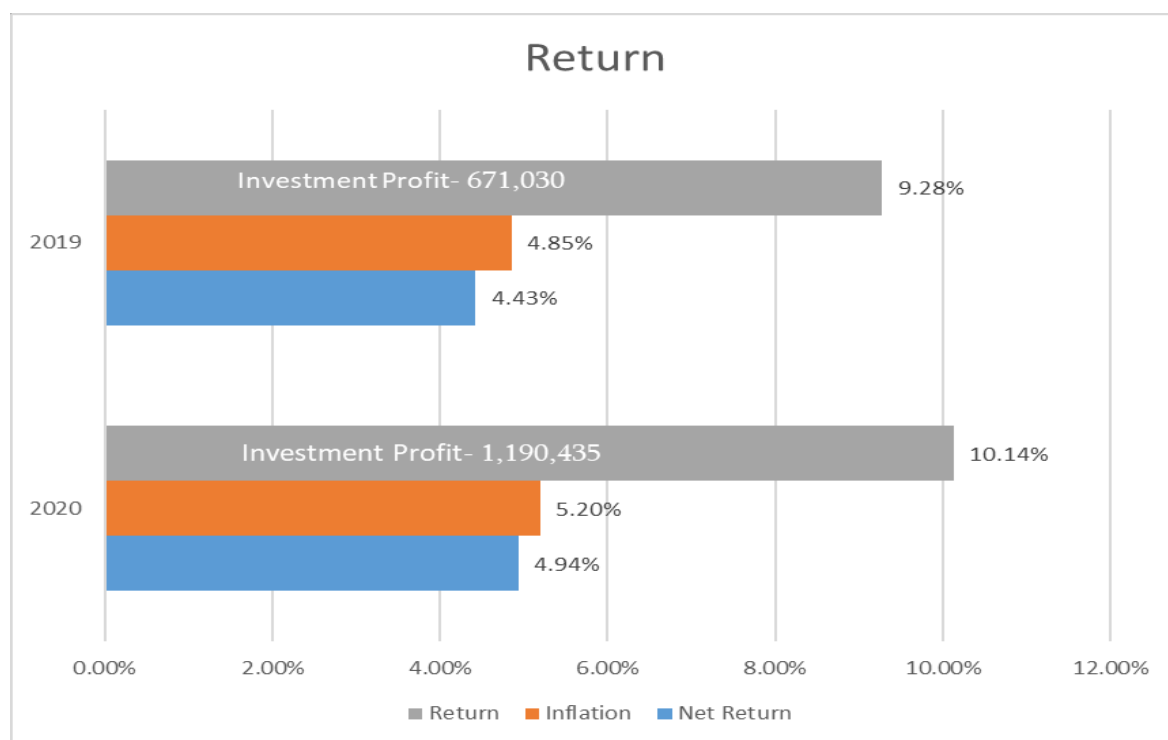
The Pension Fund Supervisory Board (PFSB) of Sakaeronavigatsia pension fund has pleasure in presenting the Sakaeronavigatsia Pension Fund Annual Report for 2020.

A downward growth trend of the commercial bond market was observed in 2020 in year-on-year terms. The market segment grew by 5.5%⁷³ and its size was 4.13% of GDP. Some 58% of commercial bonds issued are GEL denominated bonds of international financial institutions.

In contrast to the corporate bond market, 2020 saw the treasury bond market grow considerably (a 54% increase compared to 2019), with its volume reaching 11.7% of GDP.

From the day of establishing a pension scheme, annual profitability is + 9.8%, cumulative profit since the creation of the scheme has reached 2.294,803 GEL. 2020 was a successful year for scheme with +10.1% profitability.

During the year, the pension scheme assets increased from GEL 9,604,594 to GEL 14,784,337. Additionally, 4,053,552 GEL has been invested and the investment profit of 2020 reached to GEL 1,190,435.



The Pension Scheme Asset Management is implemented by the Galt & Taggart Ltd and based on the contract signed with the Central Depository, according to the order of the LEPL “Insurance State Supervision Service of Georgia”, determining the permissible assets and their structure according to the approved rule.

The pension scheme is administered with international financial reporting standards and the best practices of internal control, which provides a periodic (quarterly) revision of the investment portfolio risk. In order to determine the acceptable risk, the asset management company, the Investment Committee and the Supervisory Board jointly analyze the following risk factors (interest rate risk, exchange rate risk, liquidity risk and defaults risk).

The overall investment profit (9.28%) in 2019 was increased (10.14%) in 2020, but the inflation in 2019 (4.85%) increased significantly (5.2%) and net profit increased in 2020 from 4.43% to 4.85%.

The defaults risk is minimized by studying / analyzing the financial position of the issuer of the investment instrument and portfolio diversification. In 2020, 17 new deposits of Bank of Georgia, Tera Bank, Liberty Bank, Pasha Bank, Basis Bank and Credo Bank were purchased for further diversification of portfolio.



NINO JIBUTI
TBILISI, 30/05/2021



REPORT OF THE PENSION FUND SUPERVISORY BOARD

INTRODUCTION

Non-state pension scheme Sakaeronavigatsia Ltd was founded on December 30, 2015 based on the Order No. 07/1 of the Head of the LEPL “Insurance State Supervision Service of Georgia”. The Scheme is a professional pension scheme and only the employees, who have been employed for 24 months by Sakaeronavigatsia Ltd have right to join it. The pension scheme is not an independent legal entity and its administration is carried out by the internal Structural Unit of Sakaeronavigatsia Ltd, Non-State Pension Insurance and Provision department.

The table below shows the change of net assets of the pension scheme in 2020 under the main components of the pension scheme.

	Assets of the Fund at 31/12/2019	9,604,594
	Income	
+	Employer Social Contributions	2,965,547
+	Employee Social Contributions	1,153,268
	Expenditures	
-	Benefits Paid	(129,508)
±	Investment Result	1,267,105
-	Costs	(76,670)
	Assets of the Fund at 31/12/2020	14,784,337

Brief description of pension scheme and accounting policies are presented in the first and second note of the independent auditor's report. The rule of non-state pension scheme Sakaeronavigatsia Ltd is available at the following website: www.pension.airnav.ge.

GOVERNANCE AND ADMINISTRATION

Pension Scheme Supervisory Board

Non-State Pension Scheme Supervisory Board is the ultimate authority, with the pension insurance and provision oversight function of the non-state pension scheme participants, protecting their interests in the cases as given in the law on Non-State Pension Insurance and Provision, setting pension Scheme rules according to Georgian legislation.

The members of the Supervisory Board for the purpose of registration of the Sakaeronavigatsia NonState Pension Scheme were elected on the basis of the Order #29 of September 3, 2000 of the LEPL “Insurance State Supervision Service of Georgia” at the meeting of the company's trade union on September 17, 2015. On November 30, 2018, a meeting of the Sakaeronavigatsia Trade Union and NonState Pension Scheme participants was invited to update the composition of the Supervisory Board members.

The supervisory board of the Sakaeronavigatsia Non-State Pension Scheme is composed of four members. Half of the members of the Supervisory Board are represented by participants of the Pension Scheme, while the other half is not part of the Pension Scheme:

	Name	Position
Chairman	Jibuti Nino	Corporate Manager of the Sakaeronavigatsia
Deputy Chairperson	Karanadze Levan	Deputy Director of the Civil Aviation Agency
Members	Koplatadze zurab	Head of Financial and Economic Analysis Department of the Civil Aviation Agency ²
	Karasevi Roman	Air Traffic Controller of the Sakaeronavigatsia

Members of the Supervisory Board perform their duties without any remuneration. The Supervisory Board's regulation is uploaded on the Pension Scheme website www.pension.airnav.ge.

Investment Committee

The Investment Committee is a governing body established by Sakaeronavigatsia Ltd, as the founder of Non-State Pension Scheme, which oversees investments carried out by non-state pension scheme assets.

Investment Committee of the Non-State Pension Scheme of Sakaeronavigatsia Ltd consists of 5 members:

Zakareishvili Irakli	Financial Manager
Turabelidze Sophio	Deputy Director General on Eurocontrol Issues
Jijelava Badri	Head of Meteorological Department
Odiashvili Tamar	Head of Non-State Pension Insurance and Provision Department
Karasevi Roman	Air Traffic Controller

The members of the Investment Committee perform their duties without any remuneration. The Investment Committee's regulation is uploaded on the pension scheme website www.pension.airnav.ge.

Non-State Pension Insurance and Provision Department

Non-state pension scheme is governed by the non-state pension insurance and provision department of Sakaeronavigatsia in accordance with the requirements of the Georgian legislation, international standards and department's rules.

Non-state pension insurance and provision department of Sakaeronavigatsia LLC consists of 4 employees:

Odiashvili Tamar	Head of Department
Kvezereli Ivane	Financial Management Specialist
Kharaishvili Giorgi	Specialist on Legal Issues
Gulordava Ana	Coordinator

Audit

The financial report of the Pension Scheme shall be subject to annual audit in compliance with the requirements of the LEPL "Insurance State Supervision Service of Georgia".

The audit company is selected by Sakaeronavigatsia Ltd according to the Georgian Law on Accounting, reporting and Audit.

INVESTMENTS

Investment of Non-State Pension Scheme Assets is regulated by the decree of the Head of the LEPL “Insurance State Supervision Service of Georgia” on Approval of the Rule for Determining the Allowable Assets and Their Structure for Covering Insurance Reserves.

Asset Management Company

According to the requirements of Article 12 of the Law of Georgia on Non-State Pension Insurance and Provision pension assets investment is implemented by licensed asset management company with the Central Depository.

The Pension Asset Management Agreement (Galt & Taggart) was signed on May 24, 2017, as a result of the competition conducted on April 5, 2017 by the Working Group created for the establishment of the Non-State Pension Scheme of Sakaeronavigatsia Ltd. The contract was renewed on May 22, 2019. Also, a trilateral agreement has been signed on specialized depository services. Additional information about the asset management company can be found at website: www.galtandtaggart.com.

Investment Strategy

The long-term goal of pension scheme investment policy is to ensure the stability of pension assets. Accordingly, the current investment strategy provides low risk for stabilizing income. In order to achieve this goal and considering the capital market structure in Georgia, the pension scheme assets are available only within three types of financial instruments: state securities, deposits and current deposits. Investments made since the establishment of the Pension Scheme are fully in compliance with the limits established by the LEPL “Insurance State Supervision Service of Georgia”.

Asset Category	Lower Limit	Allocation	Upper Limit
State Securities	0%	3%	50%
Securities	0%	1%	15%
Deposits in Banks	0%	86%	90%
Current Deposits	10%	10%	100%

At the end of 2020, the government's debt securities accounted for 3%, Securities 1%, deposits of banking institutions 86% and current deposit 10%. Diversification of the pension assets by the Asset Management Company in 2020 was carried out as per the above mentioned four categories:

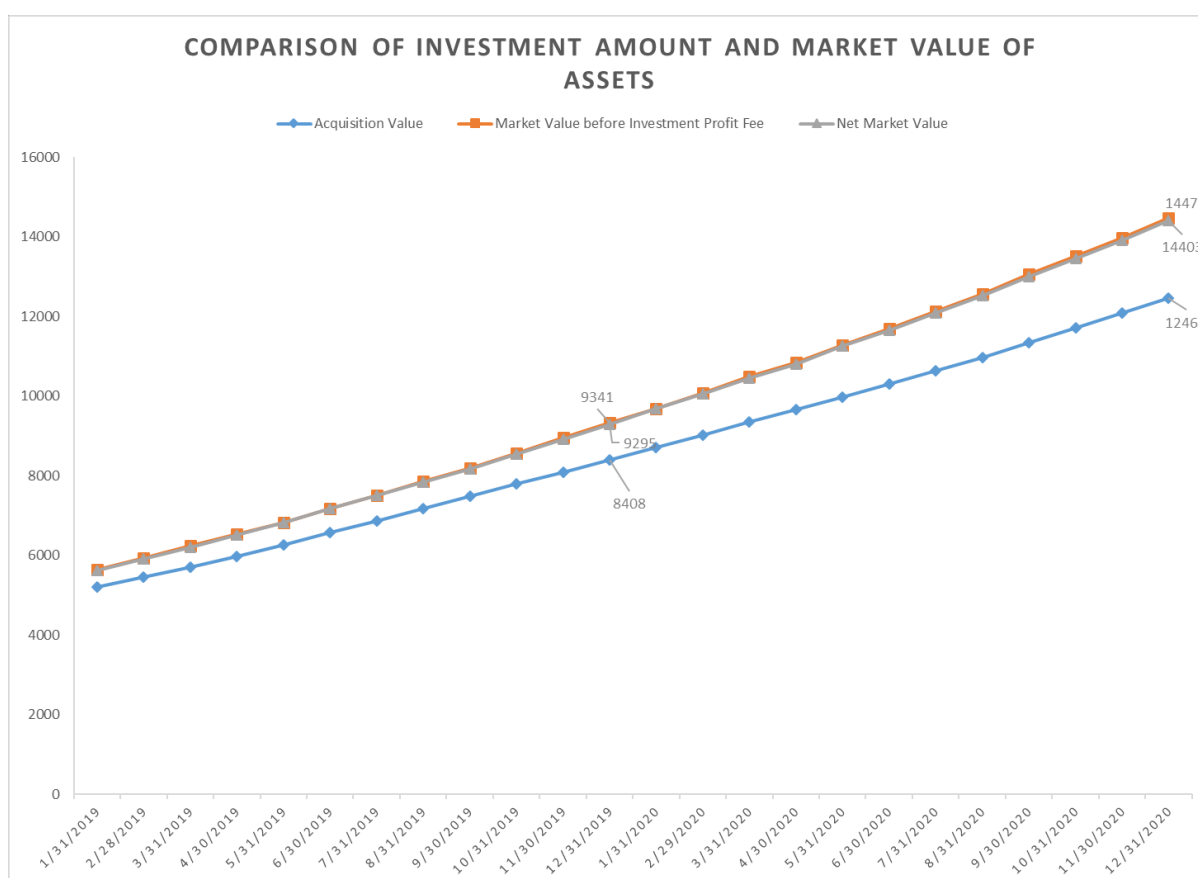
Asset Category	Lower Limit	Allocation	Upper Limit
Treasury bonds	0%	3%	30%
State Securities	0%	3%	50%
Evex Bonds	0%	1%	3%
Securities	0%	1%	15%
Certificate of Deposit of BOG	0%	23%	30%
Certificate of Deposit of Tera Bank	0%	12%	30%
Certificate of Deposit of Liberty Bank	0%	17%	30%
Certificate of Deposit of Pasha Bank	0%	12%	30%
Certificate of Deposit of VTB Bank	0%	2%	30%
Certificate of Deposit of Basis Bank	0%	6%	30%
Certificate of Deposit of Credo Bank	0%	13%	30%
Deposits in Banks	0%	86%	90%
Current Deposit of BOG	0%	0.04%	20%
Current Deposit of Liberty Bank	0%	3%	20%
Current Deposit of Credo Bank	0%	7%	20%
Current Deposits	10%	10%	100%

Since the entry into operation of the pension scheme (March 1, 2017) 12,461,342.23 GEL was invested. The market value of these investments amounted to 14,403,270.39 GEL as of 31 December 2020, which corresponds to the 10.14% annual profitability.

The following table presents the return (without excluding inflation) of 2019-2020 and annual net return (excluding inflation) from making the Pension Scheme operational.

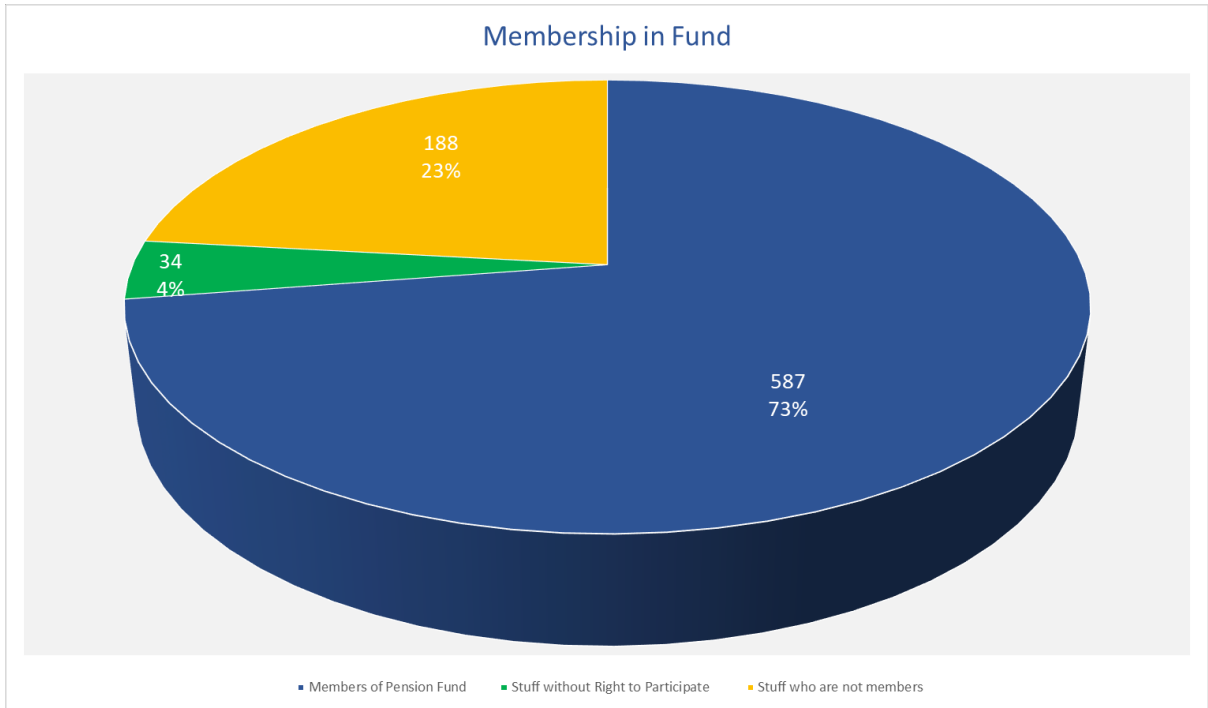
Year	2020	2019	2019-2020
Return	10.1%	9.3%	9.8%
Inflation	5.2%	4.9%	5.0%
Net Return	4.9%	4.4%	4.8%

The chart below shows the difference between the acquisition value and the market value of the assets.

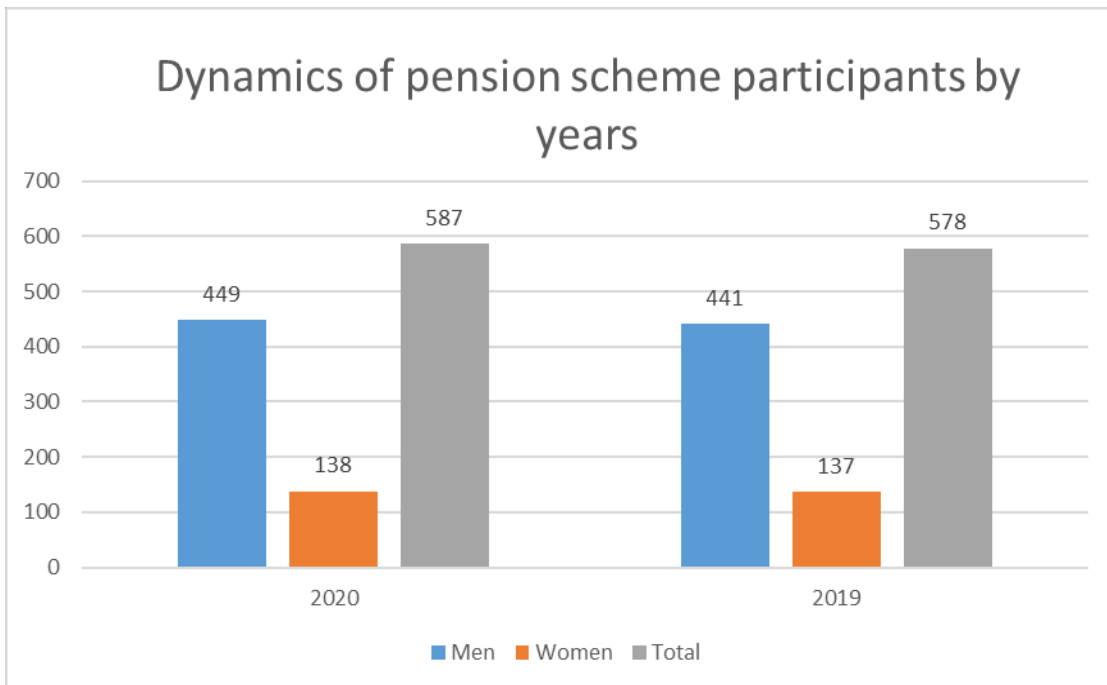


MEMBERS AND BENEFICIARIES OF THE FUND

By the end of 2020, the number of employees in Sakaeronavigatsi Ltd was 809. The scheme has 587 employees (73%) and 222 employees (27%) are not participants of the scheme, out of which 34 employees (4%) do not have sufficient work experience and therefore have no right to join the scheme.



Retirement age is 60 years for women in Georgia and 65 for men. Our pension scheme allows retired employees to postpone pension age, taking into consideration legislation. 100 employees took advantage of the right to postpone pension age. In the below given graph dynamics of pension fund participants according to their gender and year is presented.



BENEFITS PAID

During the year 2020, 8 participants of pension scheme were awarded pension benefits and 1 participant started receiving pension. The pension benefits and pension paid was 129,508.18 GEL:

Category	2020	2019
Disbursement of pension savings to participants	115,224.71	145,709.98
Disbursement of pension savings to heirs	14,283.47	12,228.69
Total	129,508.18	157,938.67



AUDIT REPORT

INDEPENDENT AUDITOR'S REPORT



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www.bakertilly.ge

INDEPENDENT AUDITOR'S REPORT

To: The Owner and management of Sakaeronavigatsia LLC:

Opinion

We have audited the accompanying special-purpose financial statements of non-state retirement benefit plan (RBP) of Sakaeronavigatsia LLC (the Company) as at 31 December 2020.

In our opinion, the accompanying special-purpose financial statements are prepared, in all material respects, in accordance with the accounting policies disclosed in note 2 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements of the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to note 2 to the special-purpose financial statements, which describes the basis of accounting. These financial statements have been prepared to present financial position, financial performance and cash flows of a non-state retirement benefit plan founded within and by the Company for the benefit of its voluntarily participating employees in accordance with the applicable Georgian legislation (i.e. Georgian Law on Non-State Pension Insurance and Provision, etc). Therefore, use of these special-purpose financial statements by persons other than those with knowledge of the relevant regulations and the rules of the Company's non-state retirement benefit scheme may not be appropriate. Our opinion is not modified in respect of this matter.

Responsibilities of Management for the financial statements

Management is responsible for the preparation and fair presentation of the special-purpose financial statements in accordance with the accounting policies disclosed in note 2, and for such internal control as management determines is necessary to enable preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the Audit of financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 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 special-purpose financial statements.

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

- Identify and assess the risks of material misstatement of the 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, intentional omissions, misrepresentations, or the override of internal control.



- 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 on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

The partner in charge of the audit resulting in this independent audit report is Mr. Ivane Jelia.

Ivane Jelia (Auditor's registration number: SARAS-A-954810)
Managing Partner
Baker Tilly Georgia LLC
27 May 2021
Tbilisi, Georgia




ANNUAL REPORTS

Non-state Retirement Benefit Plan (RBP) of Sakaeronavigatsia LLC
As at and for the year ended 31 December 2020
(All amounts are in Georgian lari - GEL)

Statement of Net Assets Available for Benefits

	Note	2020	2019
Net assets at January 1		9,604,594	5,571,333
Contributions			
Employer contributions collected	7	2,696,929	2,311,334
Participant (employee) contributions collected	7	1,048,806	898,653
Total contributions collected		3,745,735	3,210,187
Employer contributions receivable	7	268,618	223,188
Participant (employee) contributions receivable		104,462	86,795
Total contributions receivable		373,080	309,983
Total contributions		4,118,815	3,520,170
Financial income - interest	8	1,267,106	737,408
Total increase in net assets		5,385,921	4,257,578
Administrative expenses		(76,670)	(66,378)
Benefits paid	9	(129,508)	(157,939)
Total decrease in net assets		(206,178)	(224,317)
Net assets at December 31		14,784,337	9,604,594

The financial statements were approved on 27 May 2021 and signed by:



Gocha Mezmarshvili,
Director General of
Sakaeronavigatsia Ltd



Irakli Zakareishvili,
Financial Manager of
Sakaeronavigatsia Ltd



Tamar Odiasvili
Head of Non-State Pension, Insurance
and Provision Department of
Sakaeronavigatsia Ltd

Non-state Retirement Benefit Plan (RBP) of Sakaeronavigatsia LLC
 As at and for the year ended 31 December 2020
 (All amounts are in Georgian lari - GEL)

Special-purpose Statement of Financial Position

	Note	31.12.2020	31.12.2019
Equity			
Paid-in capital	3	2,001,030	3,001,392
Retained earnings		-	265,225
Total Equity		2,001,030	3,266,617
Liabilities			
Retirement benefit scheme gross liability	4	14,784,337	9,604,594
Accounts payable		136,581	-
Total liabilities		14,920,918	9,604,594
Total equity and liabilities		16,921,948	12,871,211
Assets			
Bank balances payable on demand	5	2,018,433	3,266,617
Accounts Receivable		119,178	-
Investment Asset	6	14,784,337	9,604,594
Total assets		16,921,948	12,871,211

The Financial Statements were approved on 27 May 2021 and signed by:



Gocha Mezvrishvili,
 Director General of
 Sakaeronavigatsia Ltd



Irakli Zakareishvili,
 Financial Manager of
 Sakaeronavigatsia Ltd



Tamar Odiasvili
 Head of Non-State Pension, Insurance
 and Provision Department of
 Sakaeronavigatsia Ltd



Non-state Retirement Benefit Plan (RBP) of Sakaeronavigatsia LLC
 As at and for the year ended 31 December 2020
 (All amounts are in Georgian lari - GEL)

Special-purpose Statement of Changes in Equity

	Paid-in Capital	Retained earnings	Total
Balance at 1 January 2019	3,014,014	387,379	3,401,393
Interest income	-	265,225	265,225
Not-restricted gains distribution	(12,622)	(387,379)	(400,001)
Balance at 31 December 2019	3,001,392	265,225	3,266,617
Interest income	-	270,994	270,994
Not-restricted gains distribution	(1,000,362)	(536,219)	(1,536,581)
Balance at 31 December 2020	2,001,030	-	2,001,030

The Financial Statements were approved on 27 May 2021 and signed by:



Gocha Mezvrishvili,
 Director General of
 Sakaeronavigatsia Ltd



Irakli Zakareishvili,
 Financial Manager of
 Sakaeronavigatsia Ltd



Tamar Odishvili
 Head of Non-State Pension, Insurance
 and Provision Department of
 Sakaeronavigatsia Ltd

Non-state Retirement Benefit Plan (RBP) of Sakaeronavigatsia LLC
 As at and for the year ended 31 December 2020
 (All amounts are in Georgian lari - GEL)

Special-purpose Statement of Cash Flows

	Year ended 31-Dec-2020	Year ended 31-Dec-2019
Receipts		
Contributions	4,055,719	3,467,535
Interest income (Not-restricted)	151,997	265,225
Other income (transfers from asset management company, for pension payments)	135,146	155,987
Total cash inflow	4,342,862	3,888,747
Payments		
Acquisition of Securities	-	(432,053)
Additions to long-term deposits	(4,053,552)	(3,032,934)
Benefits paid	(129,508)	(157,939)
Collection of interest from the fund's account	(1,400,000)	(400,597)
Total cash outflow	(5,583,060)	(4,023,523)
Net increase in cash and cash equivalents	(1,240,198)	(134,776)
Cash and cash equivalents – beginning of the year	3,266,617	3,401,393
Cash and cash equivalents – end of the year	2,026,419	3,266,617

The Financial Statements were approved on 27 May 2021 and signed by:



Gocha Mezurishvili,
 Director General of
 Sakaeronavigatsia Ltd



Irakli Zakareishvili,
 Financial Manager of
 Sakaeronavigatsia Ltd



Tamar Odiazhvili
 Head of Non-State Pension, Insurance
 and Provision Department of
 Sakaeronavigatsia Ltd

NOTES TO SPECIAL PURPOSE FINANCIAL STATEMENTS

Non-state Retirement Benefit Plan (RBP) of Sakaeronavigatsia LLC
As at and for the year ended 31 December 2020
(All amounts are in Georgian lari - GEL)

Notes to special-purpose financial statements

1. Retirement Benefit Plan

Sakaeronavigatsia LLC has established a non-state retirement benefit plan (RBP) on 31 December 2018 for the benefit of its voluntarily participating employees. The RBP is a defined contribution plan.

The RBP is governed by the Rules of the Company's Non-state Retirement Benefit Plan. RBP is not a separate entity for legal or tax purposes. RBP assets are restricted and maybe only used for the benefit of participants and thus cannot be utilized to settle any of the Company's other obligations.

The defined contributions involve the Company as an employer and and participants (the employees) and are determined at 18 and 7 percent of the base salary cost, respectively.

As of the date of these financial statements 588 (2019: 578) of the Company's employees participate in the RBP.

2. Summary of significant accounting policies

Basis of preparation. These special-purpose financial statements have been prepared on accrual basis under the historical cost convention and is based on International Accounting Standard 26 – Accounting and Reporting by Retirement Benefit Plans issued by the International Accounting Standards Board (IASB). These policies have been consistently applied to all the periods presented.

Presentation currency. All amounts in these financial statements are in Georgian lari (GEL).

Assets and liabilities. Assets and liabilities presented in the special-purpose financial statements are carried at historical cost.

Financing. RBP is financed by transferring defined periodic contributions to the plans management company (independent of Sakaeronavigatsia LLC) for subsequent investment into securities, equity and other financial instruments for the purpose of generating financial gains.

Financial income. Financial income represents return on investments.

3. Paid in capital

According to the legislation in force, the founder of a non-state retirement benefit plan is obliged to create and maintain (during the existence of a Plan) pension fund's paid-in capital in the minimum amount of 2,000,000 GEL. The amount of pension fund's capital defined by Sakaeronavigatsia LLC is 3,000,000 GEL, which was placed on a separate bank account (hereinafter "Special Account") on September 17, 2015. Interest (GEL 14,014) accrued on a balance (GEL 3,000,000) of Special Account before January 1, 2016 were added to paid-in capital of the pension fund. During the year 2020 Sakaeronavigatsia LLC withdrew GEL 1,000,362 from the paid-in capital.

4. Retirement benefit scheme gross liability

	31.12.2020	31.12.2019
Retirement benefit scheme gross liability as at January 1	9,604,594	5,571,333
Social contributions	4,118,815	3,520,170
Interest	1,267,106	737,408
Retirement benefits paid	(129,508)	(157,939)
Administrative expenses	(76,670)	(66,378)
Retirement benefit scheme gross liability as at December 31	14,784,317	9,604,594

5. Bank balances payable on demand

	31.12.2020	31.12.2019
Bank balances payable on demand	2,018,433	3,266,617
Total bank balances payable on demand	2,018,433	3,266,617

Non-state Retirement Benefit Plan (RBP) of Sakaeronavigatsia LLC
As at and for the year ended 31 December 2020
(All amounts are in Georgian lari - GEL)

6. Investment assets

	31.12.2020	31.12.2019
Securities	649,703	712,188
Georgian government bonds (9.375%_18.01.2028)	395,244	395,244
Evex Hospitals JSC bonds (RR+3.1%_06.11.2024)	203,345	203,496
Georgian government bonds (14.375%_16.07.2020)	-	62,356
Georgian government bonds (9.375%_16.08.2027)	51,114	51,092
Short-term deposits	5,128,921	2,960,230
Cash available for pension payments	7,986	-
Balance on current account at bank (Asset management company)	1,410,047	1,083,415
Bank deposits expired less than 12 months after the balance sheet date	3,710,888	1,876,815
Long-term deposits	8,632,633	5,622,193
Bank deposits expired more than 12 months after the balance sheet date	8,632,633	5,622,193
Receivables	373,080	309,963
Employer contributions receivable	268,618	223,188
Participant (employee) contributions receivable	104,462	86,795
Net investment assets	14,784,337	9,604,594

7. Contributions

RBP is a defined contribution plan and contributions are determined as 18% and 7% of the employees' base salary from the Sakaeronavigatsia LLC and employees, respectively.

8. Financial income – interest

Financial income - interest includes interest accrued on RBP's investment assets.

9. Benefits paid

Pension savings are distributed to the employees involved in the scheme in the following cases: (1) the employee has reached retirement age and a pension is distributed based on the employee's request; (2) the participant leaves Sakaeronavigatsia LLC before reaching the retirement age, receives the pension savings accumulated in their pension account without deduction; (3) in the event of the death of a participant, the pension shall be paid to their heirs on the same terms and conditions as the participant. During 2020, pension savings distributed to participants amounted GEL 129,508 (2019: GEL 157,939).

10. Events after the reporting period

There have been no after reporting date events that require additional adjustments or disclosure in the financial statements.

Approval of financial statement. The management on 27 May 2021 has approved the financial statements, the management have power to amend the financial statements after issue.



SAKAERONAVIGATSIA

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www.pension.airnav.ge