Board of Directors:	Ognian Donev, PhD Vessela Stoeva Alexander Tchaushev Ognian Palaveev Andrey Breshkov
Executive Director:	Ognian Donev, PhD
Finance Director:	Boris Borisov
Head of Reporting:	Lyudmila Bondzhova
Chief Accountant:	Yordanka Petkova
Head of Legal Department:	Galina Angelova
Address of Management:	Sofia 16, Iliensko Shousse Str.
Lawyers:	"Gatchev, Baleva, partners" Law office Ventsislav Stoev Stefan Yovkov
Servicing Banks:	Raiffeisenbank (Bulgaria) EAD DSK Bank EAD Eurobank and EFG Bulgaria AD Societe Generale Expressbank AD Unicredit AD Citibank N.A. ING Bank, Branch Sofia
Auditor:	AFA OOD

SOPHARMA GROUP CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME for the quarter ended 31 March 2014

	Attachments	1 January - 31 March 2014 BGN'000	1 January - 31 March 2013 BGN'000
Revenue	3	214,292	187,608
Other operating income/(losses), net	4	3,133	2,361
Changes in inventories of finished goods and work in progress		(311)	(484)
Expenses on materials	5	(23,733)	(21,484)
Hired services expense	6	(18,181)	(14,219)
Employee benefits expense	7	(19,326)	(17,276)
Depreciation and amortisation expense	13, 14	(7,612)	(5,410)
Carrying amount of goods sold		(126,283)	(105,935)
Other operating expenses	8	(957)	(3,433)
Profit from operations	_	21,022	21,728
Finance income	10	1,123	1,858
Finance osts	11	(7,060)	(2,051)
Finance (costs)/income, net	- 11	(5,937)	(193)
rmance (costs)/meome, net	-	(3,731)	(173)
Profit from net monetary position recalculated under hyper inflation	2.32.1	-	(378)
Loss/(profit) from associated companies and joint ventures		(33)	4
Loss from sale of subsidiaries		-	123
Profit before income tax	_	15,052	21,284
	-		<u> </u>
Income tax expense	-	(2,121)	(2,674)
Net profit for the period before legally mandatory dividend for distribution	=	12,931	18,610
Legally mandaotry dividend for distribution		-	
Net profit for the period	-	12,931	18,610
Other comprehensive income: Components that will not be reclassified in the profit or loss: Net profit from on revaluation of property, plant and equipment Income tax relating to components of other comprehensive income that will not be reclassified	-	<u> </u>	4 - 4
Components that may be reclassified in the profit or loss:			
Net change in fair value of available-for-sale financial assets		153	64
Exchange rate differences from foreign operations		(1,499)	598
Income tax relating to components of other comprehensive income that may be reclassified	-		-
Other comprehensive income for the period, net of tax	12	(1,346) (1,346)	662
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	=	11,585	19,276
Net profit for the period, attributable to:			
Equity holders of the parent		12,568	17,680
Non-controlling interest		363	930
		505	750
Total comprehensive income attributable to:			
Equity holders of the parent		11,410	18,197
Non-controlling interest		175	1,079

 $The\ accompanying\ notes\ on\ pages\ 5\ to\ 89\ form\ an\ integral\ part\ of\ the\ consolidated\ interim\ financial\ statements.$

Executive Director:	Ognian Donev, Ph
Finance Director:	Boris Borisa
Prepared by:	Lyudmila Rondshov

SOPHARMA GROUP CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at	31	Ma	rch	20	14

ASSETS BGN'00 BGN'07	
Non-current assets Property, plant and equipment 13 304,109 306,7 Intangible assets 14 15,118 15,8 Goodwill 14 11,807 12,8 Investment property 15 10,528 10,5 Investments in associated companies and joint ventures 16 1,679 1,0 Available-for-sale investments 17 8,754 8,1 Long-term receivables from related parties 18 27,143 25,6 Other long-term receivables 19 688 5 Other long-term receivables 19 688 5 Current assets 4,247 3,0	orch 013
Property, plant and equipment 13 304,109 306,7 Intangible assets 14 15,118 15,8 Goodwill 14 11,807 12,8 Investment property 15 10,528 10,5 Investments in associated companies and joint ventures 16 1,679 1,0 Available-for-sale investments 17 8,754 8,1 Long-term receivables from related parties 18 27,143 25,6 Other long-term receivables 19 688 5 Deffered tax assets 4,247 3,0 Current assets 384,073 384,57	100
Intangible assets 14 15,118 15,8 Goodwill 14 11,807 12,8 Investment property 15 10,528 10,5 Investments in associated companies and joint ventures 16 1,679 1,0 Available-for-sale investments 17 8,754 8,1 Long-term receivables from related parties 18 27,143 25,6 Other long-term receivables 19 688 5 Deffered tax assets 4,247 3,0 Current assets 384,073 384,57	
To be described by the content of	81
Investment property 15 10,528 10,5 Investments in associated companies and joint ventures 16 1,679 1,0 Available-for-sale investments 17 8,754 8,1 Long-term receivables from related parties 18 27,143 25,6 Other long-term receivables 19 688 5 Deffered tax assets 4,247 3,0 Current assets 384,073 384,5	48
Investments in associated companies and joint ventures 16 1,679 1,0 Available-for-sale investments 17 8,754 8,1 Long-term receivables from related parties 18 27,143 25,6 Other long-term receivables 19 688 5 Deffered tax assets 4,247 3,0 Current assets 384,073 384,6	90
Available-for-sale investments 17 8,754 8,1 Long-term receivables from related parties 18 27,143 25,6 Other long-term receivables 19 688 5 Deffered tax assets 4,247 3,0 Current assets	
Long-term receivables from related parties 18 27,143 25,6 Other long-term receivables 19 688 5 Deffered tax assets 4,247 3,0 Current assets	
Other long-term receivables 19 688 5 Deffered tax assets 4,247 3,0 384,073 384,673 384,573	
Deffered tax assets 4,247 3,0 384,073 384,5 Current assets	
Current assets 384,073 384,5	85
Current assets	
	02
11VEIRORES 20 140,464 159,3	06
Trade receivables 21 207,588 191,1	
Receivables from related parties 22 28,464 28,7	
Other receivables and prepayments 23 11,943 11,6	
Cash and cash equivalents 24 26,606 27,1	
415,085 338,2	
TOTAL ASSETS 799,158 782,7	88
EQUITY AND LIABILITIES	
Equity attributable to equity holders of the parent	
Share capital 132,000 132,00	00
Reserves 32,244 32,0	13
Retained earnings 25 206,224 194,5	
370,468 358,5	98
Non-controlling interest 59,587 54,1	77
TOTAL EQUITY 25 430,055 412,7	75
LIABILITIES	
Non-current liabilities	
Long-term bank loans 26 53,949 55,9	
Deferred tax liabilities 6,644 4,6 Retirement benefit obligations 27 3,349 3,5	
Retirement benefit obligations 27 3,349 3,5 Finance lease liabilities 28 2,006 2,3	
Government grants 29 5,474 5,6	
2,11	55
71,507 72,2	_
7 25007 1 250	
Current liabilities	
Short-term bank loans 30 210,244 208,6	43
Short-term part of long-term bank loans 26 6,340 7,0	83
Commercial payables 31 61,832 61,7	12
Payables to related parties 32 2,066 3,8	28
Payables to personnel and for social security 33 7,472 6,7	57
Tax payables 34 4,331 4,4	
Other current liabilities 35 5,31 5,3	
$\frac{297,596}{}$	68
TOTAL LIABILITIES <u>369,103</u> <u>370,0</u>	13
TOTAL EQUITY AND LIABILITIES 799,158 782,7	QQ

 $The\ accompanying\ notes\ on\ pages\ 5\ to\ 89\ form\ an\ integral\ part\ of\ the\ consolidated\ interim\ financial\ statements.$

Executive Director:	
	Ognian Donev, PhD
Finance Director:	
	Boris Borisov

Prepared by: Lyudmila Bondzhova

CONSOLIDATED STATEMENT OF CASH FLOWS

for the	anartar	ended 3	1 March	2014

Cash flows from operating activities Author School (1988) 3 March 2014 (2018) Cash flows from operating activities 21,23.22 19,000% Cash paid to supplices 21,23.22 19,000% Cash paid to supplices and for social security (17,700) (10,500) Cash paid to comployees and for social security (13,500) (11,500) Taces refunded (caster) income taxes) (13,500) (11,500) Increast tax paid (26,600) (18,600) Increast and bank charges paid on working capital loans (19,600) (18,600) Other proceeds (groupers), pate and equipment (26,000) (11,841) Once the flows from operating activities (27,000) (11,841) Porcedes from such of procepts, plant and equipment (20,000) (11,841) Porcedes from such of procepts, plant and equipment (20,000) (10,841) Porcedes from such of procepts, plant and equipment (20,000) (20,000) Porcedes from such of procepts, plant and equipment (20,000) (20,000) Porcedes from such of such and equipment (20,000) (20,000) Porcedes from such or except and procepts	for the quarter ended 31 March 2014		1 Ionuow	1 Ionnow
Cash paid to suppliers (199,593) (16,291) Cash paid to employees and for social security (10,590) (16,602) Taxes paid (secupt income taxes) (13,597) (11,519) Taxes paid (secupt income taxes) (2,686) (586) Income tax paid (1,698) (20,686) Income tax paid (1,698) (20,686) Corogia currency exchange, net (1,698) (20,696) Corogia currency exchange, net (1,698) (20,696) Cox Affors from investing activities (2,686) (1,811) Processed from sust of available for sale investments (2,690) (1,612) Processed from sales of available-for-sale investments (2,692) (2,692) Proceeds from sales of available-for-sale investments (2,693) (2,693		Attachments		
Cash paid to suppliers (199,593) (16,291) Cash paid to employees and for social security (10,590) (16,602) Taxes paid (secupt income taxes) (13,597) (11,519) Taxes paid (secupt income taxes) (2,686) (586) Income tax paid (1,698) (20,686) Income tax paid (1,698) (20,686) Corogia currency exchange, net (1,698) (20,696) Corogia currency exchange, net (1,698) (20,696) Cox Affors from investing activities (2,686) (1,811) Processed from sust of available for sale investments (2,690) (1,612) Processed from sales of available-for-sale investments (2,692) (2,692) Proceeds from sales of available-for-sale investments (2,693) (2,693	Coch flows from energating activities			
Cash paid to suppliese (199.50%) (16.29.3) Cash paid to compleyees and for social security (16.30%) (16.15%) Cash paid to compleyees and for social security (15.50%) (15.50%) Cash paid to complexe taxes) (2.60%) (2.85%) Increase efunded except income taxes) (2.60%) (3.80%) Increase and bank charges paid on working capital loans (1.60%) (3.00%) Porciga currency exchanges, net (1.60%) (3.00%) Note cash flows from operating activities 6.674 3.00% Not cash flows from operating activities 8.0 11.4 Proceeds from sales of property, plant and equipment 8.0 11.4 Proceeds from sales of property, plant and equipment 8.0 11.0 Proceeds from sales of property, plant and equipment 8.0 11.0 Proceeds from sales of property, plant and equipment 8.0 11.0 Proceeds from sales of swallable-for-sale investments 6.0 10.2 Proceeds from sales of swallable-for-sale investments 6.0 10.2 Proceeds from sales of swallable-for-sale investments 6.0 10.2			242 822	103 008
Cash paid to employees and for social security (16,82) Taxes paid (except income taxes) (13,97) (11,519) Taxes paid (except income taxes) (2,686) (586) Income tax paid (2,686) (586) Income tax paid (1,760) (3,686) Foreign currency texchange, and (1,760) (3,000) Nother proceed/supportings, and of the proceed/supporting activities	-		*	· · · · · · · · · · · · · · · · · · ·
Taxes paid (except income taxes) (1,50) (1,510) Taxes returned (except income taxes) (2,26) (2,56) Increast and bank charges paid on working capital loans (1,760) (3,66) Foreign currency exchange, not (1,500) (3,04) Other proceeds (reguments), et (7,00) (3,04) Control (cash flows from operating activities 8 2,34 Purcless for property, plant and equipment 8 1,11 Purcless of property, plant and equipment 8 1,11 Purcless of intengble assets 40 1,13 Proceeds from sales of available-for-sale investments 9 1,13 Proceeds from sales of available-for-sale investments 8 2.3 Proceeds from sale of available-for-s	• • • • • • • • • • • • • • • • • • • •			
Taxes fruinded (except income taxes) 1,226 2,575 Income tax paid (2,686) (3,586) Income tax paid (1,760) (1,864) Foreign currency exchange, net (710) (3,030) Net cash flows from operating activities			, , ,	
Incents a poid C.2686 S886 Increst and bink charges paid on working capital loans (1,76) (1,864) Foreign currency exchange, net (1,598) 20.3 Other proceeds/(Fayments), net 3.73 3.15 Net cash flows from operating activities				
lame tand bank charges paid on working capital loans (1,76%) 2.82 Proings currency exchange, net (1,59%) 2.33 Proings currency exchange, net (1,50%) 2.33 Net cash flows from operating activities 3.13 Tenchs from investing activities 7.80% 1.81 Tenchs act of property, plant and equipment (1,60%) (1,81%) Process from sales of property, plant and equipment (30%) (1,33%) Process from sales of property, plant and equipment (30%) (1,33%) Process from sales of property, plant and equipment (30%) (1,35%) Process from sales of property, plant and equipment (30%) (1,35%) Process from sales of property, plant and equipment (30%) (1,35%) Process from sales of property sale support (1,35%) (30%) (30%) Process from sales of property sale support (1,35%) (30%) (30%) Process from sale of subsidiaries, net of provide cash (30%) (30%) Process from sale of subsidiaries, net of provide cash (30%) (30%) Calculate (2,00%) (30%) (30%) (30%)				
Protect process (sypaments), net	•			, ,
Other proceed/spayments), eif (710) (345) Net cash flows from operating activities 6.574 3.150 Cash flows from investing activities 8 1.11 Purchase of property, plant and equipment (7.807) (11,841) Proceds from sales of property, plant and equipment (80 11 Purchases of available-for-sale investments (503) (1.530) Proceds from sales of available-for-sale investments (80 2.23 Proceeds from sale of subsidiaries, net of provided cash 1 (100 Purchase of investments in associated companies 6 (80) (7.807) Purchase of investments in associated companies 6 (80) (7.807) Cash received / (paid) on transactions with non-controlling interest, net 3.804 2.648 Cash granted to third parties 2.343 606 Loans granted to third parties 1.60 60.00 Loan repayments by irelated parties 2.60 6.25 6.25 Loan repayments by third parties 2.60 6.25 6.25 Loan repayments by third parties 2.60 <th< td=""><td></td><td></td><td>` ' '</td><td></td></th<>			` ' '	
Net cash flows from investing activities 6,374 3,186 Puchase of property, plant and equipment (7,807) (11,841) Purchease of property, plant and equipment (80) (11) Purchase of sintangible assets (492) (102) Proceads from sales of property, plant and equipment (503) (1,539) Purchases of sintangible assets (492) (103) Proceads from sales of variable-for-sale investments 88 23 Proceeds from sales of subsidiaries, net of received cash 1 (80) (7,807) Purchase of investments in associated companies 16 (801) (7,807) Purchease of investments in associated companies 16 (801) (7,907) Cash received / (paid) on transactions with non-controlling interest, net 2,343 606 Loan granted to related parties 2,343 606 Loan granted to tribit parties 130 2,14 Loan granted to related parties 2,343 606 Loan granted to related parties 2,343 606 Loan granted to related parties 2,343 606				
Cash flows from investing activities 7,000 (11,841) Purchases of property, plant and equipment 80 11 Pruchase of intermalise of property, plant and equipment 60 11 Purchases of available-for-sale investments (903) (15,39) Proceeds from sales of available-for-sale investments 88 23 Proceeds from sales of available-for-sale investments 6 (93) Proceeds from sales of available-for-sale investments 1 (903) Proceeds from sale of subsidiaries, ent of provided cash 1 (903) Purchase of investments in associated companies 16 (801) (749) Cash received / (paid) on transactions with non-controlling interest, net 3,804 2,646 Cans granted to related parties 2,343 606 Loans granted to third parties 1,645 (90) Loan repayments by third parties 1,65 (16,94) Loans granted to third parties 1,62 1,62 Loans granted to third parties 2,62 1,62 Loan repayments by third parties 2,82 2,68 Received Inv		-		
Purchases of property, plant and equipment (7,80) (11,84) Proceeds from sales of property, plant and equipment 80 11 Purchases of intangible assets (492) (102) Purchases of available-for-sale investments 88 223 Proceeds from sales of available-for-sale investments 88 223 Proceeds from sale of subsidiaries, net of received cash - (108) Proceeds from sale of subsidiaries, net of provided cash 1 (108) Purchase of investments in associated companies 1 (80) (24) Cash for investments in associated companies 2 (36) (51,40) Cash graphent of particle durates 2 (26,70) (51,40) Loans graphed to third parties 1 (40) (26,70) (51,40) Loan graphments by third parties 2 (28,40) (28,20) (28,20) <		-		
Proceeds from sales of property, plant and equipment 80 11 Purchases of intangible assets (492) (1020) Proceds from sales of available-for-sale investments (503) (1,539) Proceeds from sales of available-for-sale investments 88 23 Payments for acquisition of subsidiaries, net of provided cash - (108) Purchase of investments in associated companies 16 (801) (749) Cash received / (paid) on transactions with non-controlling interest, net (2,670) (5,140) Loan segranted to related parties (2,670) (5,140) Loan segranted to third parties (2,670) (5,140) Loan segranted to third parties (145) (900) Loan segranted to third parties (146) (201) Loans granted to third parties (146) (21 Loans granted to third parties (145) (900) Loan segranted to third parties (145) (900) Loan segranted to third parties (2,631) (2,632) Reterest exceived on investment parties segranted parties (2,231) (2,232)	-		(5.005)	(11.041)
Purchases of intangible assets (492) (102) Purchases of available-for-sale investments (503) 1,539 Proceeds from sales of available-for-sale investments 88 23 Payments for acquisition of subsidiaries, net of received cash - (293) Proceeds from sale of subsidiaries, net of provided cash 16 (801) (749) Purchase of investments in associated companies 16 (801) (749) Cash received / (paid) on transactions with non-controlling interest, net 2,670 (5,140) Coans granted to third parties 2,670 (5,140) Loans granted to third parties 1,40 (901) Loan repayments by related parties 1,40 (901) Loan repayments by third parties 1,40 (901) Loan repayments by third parties 1,40 (901) Loan repayments by third parties 1,52 (162) Net cash flows trend in investing activities 27,084 23,683 Repayment of insenting parties 27,084 23,683 Repayment of short-term bank loans (overdraft), net 2,267 (1,24)				, , ,
Purchases of available-for-sale investments (503) (1,539) Proceeds from sale of available-for-sale investments 88 23 Sayments for acquisition of subsidiaries, net of received cash - (293) Proceeds from sale of subsidiaries, net of provided cash 16 (800) (749) Purchase of investments in associated companies 16 (801) (749) Cash received (paid) on transactions with non-controlling interest, net 3,804 2,646 Cash received (paid) on transactions with non-controlling interest, net 2,243 606 Loan granted to related parties (146) 210 Loan repayments by trelated parties 1146 21 Loan granted to third parties 146 21 Loan granted to third parties 146 21 Loan granted to third parties 15,000 16,000 Loan trapayments by trilate parties 180 23 Loss of transactivation 27,002 23 Interest received on investing activities 27,002 25,303 Repayment of insort-term bank loans (overdraft), net 26,315 25,238 <td></td> <td></td> <td></td> <td></td>				
Proceeds from sales of available-for-sale investments 88 23 Payments for acquisition of subsidiaries, net of received cash - (293) Proceeds from sale of subsidiaries, net of provided cash - (308) Purchase of investments in associated companies 16 (801) (749) Cash received / (paid) on transactions with non-controlling interest, net 2,267 (5,140) Coans granted to third parties 2,343 606 Loan repayments by related parties 146 (901) Loan granted to third parties 146 (21) Loan repayments by the plated parties 146 21 Loan repayments by third parties 130 421 Net cash flows used in investment purpose loans and deposits 130 421 Net cash flows used in investment purpose loans and deposits 27,084 2,683 Net allows from financing activities 27,084 2,684 Repayment of short-term bank loans (overdraft), net 20,284 2,528 Repayment of short-term bank loans (overdraft), net 2,264 2,264 Repayment of loans to third parties 415 2,			, ,	, ,
Payments for acquisition of subsidiaries, net of provided cash . (293) Proceeds from sale of subsidiaries, net of provided cash . (108) Purchase of instead companies 16 (801) (749) Cash received / (paid) on transactions with non-controlling interest, net 2,343 606 2,014				
Proceeds from sale of subsidiaries, net of provided cash 1			88	23
Purchase of investments in associated companies			-	(293)
Cash received / (paid) on transactions with non-controlling interest, net 3,804 2,648 Loans granted to related parties (2,670) (5,140) Loan repayments by related parties 2,343 606 Loan repayments by third parties (145) (901) Loan repayments by third parties 130 421 Interest received on investment purpose loans and deposits 130 421 Net cash flows used in investing activities 5,827 16,945 Cash flows from financing activities 27,084 23,683 Repayment of short-term bank loans (overdraft), net 27,084 23,683 Repayment of short-term bank loans (overdraft), net 27,084 23,683 Repayment of long-term bank loans 2,694 (1,568) Received loans from third parties 4,15 - Received loans from third parties 4,15 - Repayment of long-term bank loans (5,99) (665) Repayment of loans to third parties (385) (341) Purphase of treasury shares (385) (341) Purchases of treasury shares (385)			-	, ,
Loans granted to related parties (2,670) (5,140) Loan repayments by related parties 2,343 606 Loans granted to third parties (1645) (901) Loan repayments by third parties 146 21 Interest received on investment purpose loans and deposits 130 421 Net cash flows used in investing activities 5,827 16,945 Cash flows from financing activities 27,084 23,683 Proceeds from short-term bank loans (overdraft), net (26,315) (5,238) Repayment of short-term bank loans (overdraft), net (26,315) (5,238) Proceeds from long-term bank loans (2,694) (1,568) Received loans from third parties 415 - Received loans from third parties (482) - Received loans from third parties (384) (232) Interest and charges paid under investment purpose loans (599) (665) Reyment of linance lease liabilities (284) (232) Purchases of treasury shares (38) (34) Dividends paid (108) (3)	•	16	, ,	, ,
Loan repayments by related parties 2,343 606 Loan granted to third parties (145) (901) Loan repayments by third parties 146 21 Interest received on investment purpose loans and deposits 130 421 Net cash flows used in investing activities To. 10,6945 Cash flows from financing activities To. 27,084 23,683 Repayment of short-term bank loans (overdraft), net 27,084 23,683 Repayment of short-term bank loans (26,315) (5,238) Proceeds from short-term bank loans 2,694 (1,568) Repayment of long-term bank loans (2,694) (1,568) Repayment of long-term bank loans (2,694) (1,568) Received loans from third parties 482 - Interest and charges paid under investment purpose loans (599) (665) Payment of lonance lease liabilities (284) (232) Proceeds from sub of treasury shares (385) (341) Proceeds from sub of treasury shares (385) (3 Proceeds from sub of treasury shares (1,000	* '			
Loans granted to third parties (145) (901) Loan repayments by third parties 146 21 Interest received on investment purpose loans and deposits 130 421 Net cash flows used in investing activities 5,827 (16,945) Cash flows from financing activities 27,084 23,683 Repayment of short-term bank loans (overdraft), net (26,315) (5,238) Proceeds from long-term bank loans (2,694) (1,568) Proceeds from long-term bank loans (2,694) (1,568) Repayment of long-term bank loans (2,694) (1,568) Repayment of long-term bank loans (overdraft), net 485 - Repayment of long-term bank loans (2,694) (1,568) Repayment of long-term bank loans (365) (665) Repayment of long-term bank loans (overdraft), net (385) (665) Repayment of long-term bank loans (399) (665) Repayment of long-term bank loans (399) (665) Repayment of short lerm bank loans (385) (341) Repayment of finance lease liabilities (385)	-			
Loan repayments by third parties 146 21 Interest received on investment purpose loans and deposits 130 421 Net cash flows used in investing activities (5,827) (16,945) Cash flows from financing activities 27,084 23,683 Proceeds from short-term bank loans (overdraft), net 27,084 23,683 Repayment of short-term bank loans (overdraft), net (26,315) (5,238) Proceeds from long-term bank loans 2 7,124 Repayment of long-term bank loans (2,694) (1,568) Recayment of long-term bank loans (2,694) (1,568) Recayment of loans to third parties 415 - Repayment of loans to third parties (482) - Interest and charges paid under investment purpose loans (599) (665) Payment of finance lease liabilities (284) (232) Proceeds from sale of treasury shares (385) (341) Proceeds from sale of treasury shares (2,672) - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (554) <td></td> <td></td> <td></td> <td></td>				
Interest received on investment purpose loans and deposits 130 421 Net cash flows used in investing activities (5,827) (16,945) Cash flows from financing activities Toceads from short-term bank loans (overdraft), net 27,084 23,683 Repayment of short-term bank loans (overdraft), net (26,315) (5,238) Proceeds from long-term bank loans 2 (7,124) Repayment of long-term bank loans (2,694) (1,568) Repayment of long-term bank loans 415 - Repayment of long-term bank loans (26,694) (1,568) Repayment of long-term bank loans 415 - Repayment of long-term bank loans (26,694) (1,568) Repayment of long-term bank loans 415 - Repayment of long-term bank loans (26,694) (1,688) Repayment of long-term bank loans (389) (665) Payment activities (2,694) (2,694) (2,694) Pownback (2,694) (2,694) (2,694) (2,694) Purchases of treasury shares (2,694) (3,104) (3,204) <td>-</td> <td></td> <td></td> <td>, ,</td>	-			, ,
Net cash flows used in investing activities (5,827) (16,945) Cash flows from financing activities 27,084 23,683 Proceeds from short-term bank loans (overdraft), net (26,315) (5,238) Repayment of short-term bank loans (overdraft), net (26,915) (5,238) Proceeds from long-term bank loans (2,694) (1,586) Repayment of long-term bank loans (2,694) (1,586) Received loans from third parties 415 - Received loans from third parties (482) - Repayment of loans to third parties (599) (665) Payment of finance lease liabilities (284) (232) Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares (385) (34) Power treasury shares (2,267) - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents 26,633 15,767				
Cash flows from financing activities Proceeds from short-term bank loans (overdraft), net 27,084 23,683 Repayment of short-term bank loans (overdraft), net (26,315) (5,238) Proceeds from long-term bank loans - 7,124 Repayment of long-term bank loans (2,694) (1,568) Received loans from third parties 415 - Repayment of loans to third parties (482) - Interest and charges paid under investment purpose loans (599) (665) Payment of finance lease liabilities (284) (232) Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares 2,267 - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767		_		
Proceeds from short-term bank loans (overdraft), net 27,084 23,683 Repayment of short-term bank loans (overdraft), net (26,315) (5,238) Proceeds from long-term bank loans - 7,124 Repayment of long-term bank loans (2,694) (1,568) Received loans from third parties 415 - Repayment of loans to third parties (482) - Interest and charges paid under investment purpose loans (599) (665) Payment of finance lease liabilities (284) (232) Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares 2,267 - Proceeds from sale of treasury shares (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Seffect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	Net cash flows used in investing activities	_	(5,827)	(16,945)
Repayment of short-term bank loans (overdraft), net (26,315) (5,238) Proceeds from long-term bank loans - 7,124 Repayment of long-term bank loans (2,694) (1,568) Received loans from third parties 415 - Repayment of loans to third parties (482) - Interest and charges paid under investment purpose loans (599) (665) Payment of finance lease liabilities (284) (232) Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares 2,267 - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	Cash flows from financing activities			
Proceeds from long-term bank loans - 7,124 Repayment of long-term bank loans (2,694) (1,568) Received loans from third parties 415 - - Repayment of loans to third parties (482) - - Interest and charges paid under investment purpose loans (599) (665) (665) Payment of finance lease liabilities (284) (232) (232) Purchases of treasury shares (385) (341) (341) Proceeds from sale of treasury shares 2,267 - - Dividends paid (108) (3) (3) Net cash flows (used in) / from financing activities (1,101) (22,760) Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) (9,028) 9,028 Cash and cash equivalents at 1 January 26,633 (15,767) 15,767	Proceeds from short-term bank loans (overdraft), net		27,084	23,683
Repayment of long-term bank loans (2,694) (1,568) Received loans from third parties 415 - Repayment of loans to third parties (482) - Interest and charges paid under investment purpose loans (599) (665) Payment of finance lease liabilities (284) (232) Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares 2,267 - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	Repayment of short-term bank loans (overdraft), net		(26,315)	(5,238)
Received loans from third parties 415 - Repayment of loans to third parties (482) - Interest and charges paid under investment purpose loans (599) (665) Payment of finance lease liabilities (284) (232) Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares 2,267 - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	Proceeds from long-term bank loans			
Repayment of loans to third parties (482) - Interest and charges paid under investment purpose loans (599) (665) Payment of finance lease liabilities (284) (232) Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares 2,267 - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	Repayment of long-term bank loans		(2,694)	(1,568)
Interest and charges paid under investment purpose loans (599) (665) Payment of finance lease liabilities (284) (232) Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares 2,267 - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	·			-
Payment of finance lease liabilities (284) (232) Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares 2,267 - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	Repayment of loans to third parties		(482)	-
Purchases of treasury shares (385) (341) Proceeds from sale of treasury shares 2,267 - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767			(599)	(665)
Proceeds from sale of treasury shares 2,267 - Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	•		(284)	(232)
Dividends paid (108) (3) Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	Purchases of treasury shares			(341)
Net cash flows (used in) / from financing activities (1,101) 22,760 Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767	Proceeds from sale of treasury shares			-
Effect from recalculated under hyper inflation - 63 Net increase/(decrease) in cash and cash equivalents (554) 9,028 Cash and cash equivalents at 1 January 26,633 15,767		_		
Net increase/(decrease) in cash and cash equivalents Cash and cash equivalents at 1 January 26,633 15,767	Net cash flows (used in) / from financing activities	-	(1,101)	22,760
Cash and cash equivalents at 1 January 26,633 15,767	Effect from recalculated under hyper inflation		-	63
·	Net increase/(decrease) in cash and cash equivalents	-	(554)	9,028
Cash and cash equivalents at 31 March	Cash and cash equivalents at 1 January		26,633	15,767
	Cash and cash equivalents at 31 March	24	26,079	24,795

 $The\ accompanying\ notes\ on\ pages\ 5\ to\ 89\ form\ an\ integral\ part\ of\ the\ consolidated\ interim\ financial\ statements.$

Executive Director:

Ognian Donev, PhD

Finance Director:

Boris Borisov

Prepared by:

Lyudmila Bondzhova

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

for the quarter ended 31 March 2014

	Attachments	Share capital BGN'000	Treasury shares BGN'000	Statutory reserves BGN'000	Revaluation reserve - property, pland and equipment BGN'000	Available-for-sale financial assets reserve BGN'000	Translation of foreign operations reserve BGN'000	Retained earnings BGN'000	Total BGN'000	Uncontrolling interest BGN'000	Total equity BGN'000
Balance at 1 January 2013	_	132,000	(13,594)	25,934	26,395	1,048	(3,804)	177,900	345,879	45,474	391,353
Changes in owner's equity for the period Effect of treasury shares acquisition		-	(406)	÷	-	-	-	÷	(406)	-	(406)
Distribution of profit for: * reserves	=	<u> </u>	-	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
* dividents		-	-	-	-	-	-	-	-	-	-
Effects assumed by non-controlling interest on: * acquisition/(sale) of subsidiaries	-	<u> </u>		<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	2,853 289	2,853 289
* distribution of dividents * issue of capital in subsidiaries		=	= =	- -	-	- -	-	= =	- -	=	= =
* increase in participation in subsidiaries * decrease in participation in subsidiaries		- -	- -	-	-	- -	-	-		(80) 2,644	(80) 2,644
Total comprehensive income for the period, incl.:							440	17 (00	10.10#	1.050	10.000
* net profit for the year	-	<u> </u>			- 4	64	449	17,680 17,680	18,197 17,680	1,079 930	19,276 18,610
* other component of comprehensive income, net of taxes		=	=	-	4	64	449		517	149	666
Transfer to retained earnings		-	-	-	(6)	-	-	6	-	-	-
Balance at 31 March 2013	25	132,000	(14,000)	25,934	26,393	1,112	(3,355)	195,586	363,670	49,406	413,076
Balance at 1 January 2014	25	132,000	(18,995)	30,051	24,657	961	(4,661)	194,585	358,598	54,177	412,775
Changes in equity for the period Effect from acquisition of treasury shares		-	1,389	-	-	-	-	481	1,870	-	1,870
Distribution of profit for:	_		-	-	<u> </u>						
* statutory reserves * dividends		- -	= -	-	-	-	-	-	- -	- -	- -
Effects assumed by non-controlling interest on: * acquisition/(sale) of subsidiaries	_			<u> </u>		<u> </u>		(1,410)	(1,410)	5,235	3,825
* distribution of dividents		- -	- -	-	- -	- -	- -	-	-	-	4,458
* issue of capital in subsidiaries * increase in participation in subsidiaries		-	-	-	- -	-	- -	1,967	1,967	4,458 (1,442)	4,438 525
* decrease in participation in subsidiaries		-	-	-	=	-	-	(3,377)	(3,377)	2,219	(1,158)
Total comprehensive income for the year, incl.: * net profit for the year	-	<u> </u>	-	<u>-</u>	<u>-</u>	153	(1,311)	12,568 12,568	11,410 12,568	175 363	11,585 12,931
* other component of comprehensive income, net of taxes		=	=	-	-	153	(1,311)		(1,158)	(188)	(1,346)
		=	=	=	-	=	=	=	-	=	=
Balance at 31 March 2014	25	132,000	(17,606)	30,051	24,657	1,114	(5,972)	206,224	370,468	59,587	430,055

The accompanying notes on pages 5 to 89 form an integral part of the consolidated interim financial statements.

Executive Director:

Ognian Donev, PhD

Finance Director:

Boris Borisov

Prepared by:

Lyudmila Bondzhova