

**BALANCE SHEET**

Company name:

Balkancar ZARYA Plc

Bulstat

814191256

Type of statement: consolidated/non-consolidated:

consolidated

Reporting period:

01.01.2011 - 30.09.2011

PG-05-380

( thousand BGN)

350

ASSETS	Code	Current period	Previous period	LIABILITIES	Code	Current period	Previous period
<b>A. NON-CURRENT ASSETS</b>				<b>A. SHAREHOLDERS' EQUITY</b>			
I. Property, plant and equipment				I. Share capital			
1. Land	1-0011	350	350	Issued and outstanding shares	1-0411	2404	1322
2. Buildings	1-0012	1956	2123	Ordinary shares	1-0411-1	2404	1322
3. Machinery and equipment	1-0013	188	319	Preferred shares	1-0411-2		
4. Facilities	1-0014	535	564	Treasury ordinary shares	1-0417		
5. Vehicles	1-0015	168	210	Treasury preferred shares	1-0417-1		
6. Office fittings	1-0017-1	20	25	Unpaid capital	1-0416		
7. Assets under construction	1-0018	308	305	Total share capital	<b>1-0410</b>	2404	1322
8. Other	1-0017			II. Reserves			
Total property, plant and equipment	<b>1-0010</b>	3525	3896	1. Issue premiums	1-0421		
II. Investment property	<b>1-0041</b>			2. Revaluation reserve	1-0422	858	858
III. Farm animals	<b>1-0016</b>			3. Reserves incl.:	1-0423	218	218
IV. Intangible assets				general reserves	1-0424	113	113
1. Rights of ownership	1-0021	101	121	special reserves	1-0425		
2. Software	1-0022	270	295	other reserves	1-0426	105	105
3. R&D expenses	1-0023			Total reserves	<b>1-0420</b>	1076	1076
4. Other intangible assets	1-0024	34	53	III. Retained earnings			
Total intangible assets	<b>1-0020</b>	405	469	1. Retained earnings from previous periods	1-0451	-6238	-4908
				undistributed profit	1-0452	99	99
V. Goodwill				loss not covered	1-0453	-6337	-5007
1. Positive goodwill	1-0051	2103	2103	one-time effect from changes in accounting policy	1-0451-1		
2. Negative goodwill	1-0052			2. Current year profit	1-0454		
Total goodwill	<b>1-0050</b>	2103	2103	3. Current year loss	1-0455	-816	-1330
VI. Financial assets				Total retained earnings	<b>1-0450</b>	-7054	-6238
1. Share participations in:	1-0031	0	0				
subsidiary companies	1-0032	0	0				
joint ventures	1-0033			<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>1-0400</b>	-3574	-2758
associated companies	1-0034						
other companies	1-0035						
2. Long-term investment securities held to maturity	1-0042	0	0	<b>B. MINORITY SHAREHOLDINGS</b>	<b>1-0400-1</b>	1201	1288
treasury bonds	1-0042-1						
bonds	1-0042-2			<b>C. LONG-TERM LIABILITIES</b>			
incl. municipality bonds	1-0042-3			I. Long-term debt			
other	1-0042-4			1. Due to related parties	1-0511		
3. Other financial assets	1-0042-5			2. Due to financial institutions	1-0512		
Total long-term financial assets	<b>1-0040</b>	0	0	3. Due under ZUNK	1-0512-1		
VII. Long-term trade and other receivables from:				4. Trade loans	1-0514		
1. Related parties	1-0044	0	0	5. Bonds	1-0515	10561	10757
2. Trade loans	1-0045			6. Other long-term liabilities	1-0517	151	206
3. Financial lease receivables	1-0046-1			Total long-term debt	<b>1-0510</b>	10712	10963

4. Other long-term receivables	1-0046							
Total long-term trade and other receivables	<b>1-0040-1</b>	0	0	II. Other long-term liabilities	<b>1-0510-1</b>			
				III. Deferred revenues	<b>1-0520</b>			
VIII. Deferred expenses	<b>1-0060</b>			IV. Liabilities on deferred taxes	<b>1-0516</b>			
IX. Assets on deferred tax payments	<b>1-0060-1</b>	249	249	V. Financing	<b>1-0520-1</b>			
<b>TOTAL NON-CURRENT ASSETS</b>	<b>1-0100</b>	6282	6717	<b>TOTAL LONG-TERM LIABILITIES</b>	<b>1-0500</b>	10712		10963
<b>B. CURRENT ASSETS</b>				<b>D. SHORT-TERM LIABILITIES</b>				
I. Inventory				I. Trade and other payables				
1. Materials	1-0071	1375	1419	1. Short-term borrowings	1-0612			
2. Finished goods	1-0072	369	363	2. Short-term part of long-term loans	1-0510-2			
3. Goods for resale	1-0073	28	21	3. Short-term payables	1-0630	5531		5990
4. Work in progress	1-0076	1298	1105	related parties payables	1-0611	334		422
5. Farm animals	1-0074			trade loans	1-0614	1815		1865
6. Other materials	1-0077			trade accounts payables	1-0613	2856		1912
Total inventory	<b>1-0070</b>	3070	2908	advance payments	1-0613-1			
				salaries payable	1-0615	303		1514
II. Receivables				social security payable	1-0616	90		61
1. Related parties receivables	1-0081	1926	1966	tax payable	1-0617	133		216
2. Trade accounts receivables	1-0082	677	735	4. Other	1-0618	567		385
3. Advance payments	1-0086-1			5. Provisions	1-0619			
4. Trade loans	1-0083	1815	1815	Total trade and other payables	<b>1-0610</b>	6098		6375
5. Court receivables	1-0084							
6. Recoverable taxes	1-0085	54	53					
7. Personnel receivables	1-0086-2							
8. Other receivables	1-0086	332	248	II. Other short-term liabilities	<b>1-0610-1</b>			
Total receivables	<b>1-0080</b>	4804	4817	III. Deferred revenues	<b>1-0700</b>			
				IV. Financing	<b>1-0700-1</b>			
III. Financial assets								
1. Financial assets held for trading	1-0093	0	0					
bonds	1-0093-1			<b>TOTAL SHORT-TERM LIABILITIES</b>	<b>1-0750</b>	<b>6098</b>		<b>6375</b>
derivatives	1-0093-2							
other	1-0093-3							
2. Financial assets declared for sale	1-0093-4							
3. Other current financial assets	1-0095		0					
Total current financial assets	<b>1-0090</b>		0					
IV. Cash and cash equivalents								
1. Cash	1-0151	240	1361					
2. Cash in banks	1-0153	41	65					
3. Restricted cash	1-0155							
4. Cash equivalents	1-0157							
Total cash and cash equivalents	<b>1-0150</b>	281	1426					
V. Deferred expenses	<b>1-0160</b>							
<b>TOTAL CURRENT ASSETS</b>	<b>1-0200</b>	8155	9151					
<b>TOTAL ASSETS</b>	<b>1-0300</b>	<b>14437</b>	<b>15868</b>	<b>TOTAL LIABILITIES</b>	<b>1-0800</b>	<b>14437</b>		<b>15868</b>

Date:25.11.2011

Accountant: Mariana Patova

Manager: Dimitar Ivantchoff

**INCOME STATEMENT**

Company name:

Balkancar ZARYA Plc

Bulstat

814191256

Type of statement: consolidated/non-consolidated:

consolidated

Reporting period:

01.01.2011 - 30.09.2011

PF-05-380

(thousand BGN)

EXPENSES	Code	Current period	Previous period	REVENUES	Code	Current period	Previous period
<b>A. Expenditures</b>				<b>A. Revenues</b>			
<b>I. Operating expenses</b>				<b>I. Net revenues from the sale of:</b>			
1. Materials	2-1120	4123	2642	1. Finished goods	2-1551	6340	4453
2. External services	2-1130	547	462	2. Goods for sale	2-1552	23	
3. Depreciation	2-1160	490	574	3. Services	2-1560	42	26
4. Salaries	2-1140	1493	1256	4. Other	2-1556	362	466
5. Social security	2-1150	238	194	<b>Total net revenues from sale</b>	<b>2-1610</b>	<b>6767</b>	<b>4945</b>
6. Net book value of assets sold (finished goods excluded)	2-1010	121	177				
7. Assets under construction and write off of assets	2-1030	-198	93	<b>II. Revenues from financing for fixed assets</b>	<b>2-1620</b>		
8. Other expenses	2-1170	83	46	incl. government grants	2-1621		
incl. impairment of assets	2-1171						
incl. provisions	2-1172			<b>III. Financial income</b>			
<b>Total operating expenses:</b>	<b>2-1100</b>	<b>6 897</b>	<b>5 444</b>	1. Interest revenue	2-1710	4	12
				2. Divident income	2-1721		
<b>II. Financial expenses</b>				3. Gains from operations with financial assets and instruments	2-1730		
1. Interest expenses	2-1210	725	638	4. Gains from foreign exchange operations	2-1740	21	32
2. Losses from operations with financial assets and instruments	2-1220			5. Other financial income	2-1745		
3. Losses from foreign exchange operations	2-1230	47	27	<b>Total financial income</b>	<b>2-1700</b>	<b>25</b>	<b>44</b>
4. Other financial expenses	2-1240	26	38				
<b>Total financial expenses:</b>	<b>2-1200</b>	<b>798</b>	<b>703</b>				
				<b>B. Total revenues before extraordinary activities</b>	<b>2-1600</b>	<b>6792</b>	<b>4989</b>
<b>B. Total operating expenses</b>	<b>2-1300</b>	<b>7 695</b>	<b>6 147</b>				
				<b>C. Operating loss</b>	<b>2-1810</b>	<b>903</b>	<b>1 158</b>
<b>C. Profit/(loss) from operations</b>	<b>2-1310</b>	<b>0</b>	<b>0</b>	<b>IV. Share in the loss of associated and joint companies</b>	<b>2-1810-1</b>		
<b>III. Share in the profit of associated and joint companies</b>	<b>2-1250-1</b>			<b>V. Extraordinary revenues</b>	<b>2-1750</b>		
<b>IV. Extraordinary costs</b>	<b>2-1250</b>			<b>D. Total revenues</b>	<b>2-1800</b>	<b>6 792</b>	<b>4 989</b>
<b>D. Total expenses</b>	<b>2-1350</b>	<b>7 695</b>	<b>6 147</b>	<b>E. Loss before taxes</b>	<b>2-1850</b>	<b>903</b>	<b>1 158</b>
<b>E. Profit before tax</b>	<b>2-1400</b>	<b>0</b>	<b>0</b>				
<b>V. Tax expense</b>	<b>2-1450</b>	<b>0</b>	<b>0</b>				
1. Corporate profit tax	2-1451						
2. Expenses/(gains) on deferred corporate taxes	2-1452	0	0				
3. Other taxes	2-1453						
<b>F. Profit after taxes</b>	<b>2-0454</b>	<b>0</b>	<b>0</b>	<b>F. Loss after taxes</b>	<b>2-0455</b>	<b>903</b>	<b>1 158</b>
incl. from minority shareholding	2-0454-1			incl. from minority shareholdings	2-0455-1	87	21
<b>G. Net profit</b>	<b>2-0454-2</b>	<b>0</b>	<b>0</b>	<b>G. Net loss</b>	<b>2-0455-2</b>	<b>816</b>	<b>1 137</b>
<b>Total</b>	<b>2-1500</b>	<b>7 695</b>	<b>6 147</b>	<b>Total</b>	<b>2-1900</b>	<b>7 695</b>	<b>6 147</b>

Date: 25.11.2011

Accountant: Mariana Patova

Manager: Dimitar Ivantchoff

**CASH FLOW STATEMENT - DIRECT METHOD**

Company name: "BALKANCAR Bulstat 814191256  
 ZARYA" Plc  
 Type of statement: consolidated/non-consolidated consolidated ПГ-05-380  
 Reporting period: 01.01.2011-30.09.2011 (thousand BGN)

CASH FLOW		Current period	Previous period
<b>A. Cash flow from operating activities</b>			
1. Cash receipts from customers	3-2201	7071	4722
2. Cash paid to suppliers	3-2201-1	-4716	-3045
3. Payments/income related to financial assets	3-2202		
4. Cash paid to employees and social security	3-2203	-2579	-687
5. Paid/refunded taxes except corporate tax/	3-2206	-46	-60
6. Corporate tax paid	3-2206-1		
7. Interest received	3-2204		
8. Interest and bank charges paid on short-term loans	3-2204-1	-1	-2
9. Foreign currency exchange gains/losses net	3-2205	-13	13
10. Other proceeds/payments from operational activity	3-2208	-30	38
<b>Net cash flow from operational activities (A):</b>	<b>3-2200</b>	<b>-314</b>	<b>979</b>
<b>B. Cash flow from investing activity</b>			
1. Purchase of fixed assets	3-2301	-131	-197
2. Sale of fixed assets	3-2301-1		
3. Loans granted	3-2302		-115
4. Proceeds from loans	3-2302-1		60
5. Interest received on granted loans	3-2302-2		
6. Purchase of investments	3-2302-3		
7. Sale of investments	3-2302-4		
8. Dividends received	3-2303		
9. Foreign currency exchange gains/losses net	3-2305		
10. Other proceeds/payments from investing activity	3-2306		
<b>Net cash flow from investing activities (B):</b>	<b>3-2300</b>	<b>-131</b>	<b>-252</b>
<b>C. Cash flow from financing activities</b>			
1. Proceeds on securities issued	3-2401		
2. Payments on securities buy-back	3-2401-1		
3. Proceeds on loans	3-2403	239	809
4. Payments of loans	3-2403-1	-476	-307
5. Payments on leasing contracts	3-2405		
6. Paid interest, charges and commissions on investment loans	3-2404	-447	-598
7. Dividends paid	3-2404-1		
8. Other proceeds/payments on financing activities	3-2407	-16	-11
<b>Net cash flow from financing activities (C):</b>	<b>3-2400</b>	<b>-700</b>	<b>-107</b>
<b>D. Net decrease/increase in cash and cash equivalents (A+B+C) :</b>	<b>3-2500</b>	<b>-1 145</b>	<b>620</b>
<b>E. Cash and cash equivalents as of the beginning of the period</b>	<b>3-2600</b>	<b>1426</b>	<b>398</b>
<b>F. Cash and cash equivalents as of the end of the period</b>	<b>3-2700</b>	<b>281</b>	<b>1 018</b>
cash and bank deposits	3-2700-1	281	1018
restricted cash	3-2700-2		

Date: 25.11.2011

Accountant: Mariana Patova

Manager: Dimitar Ivantchoff

**CHANGES IN SHAREHOLDERS' EQUITY STATEMENT**

Company name:

Balkancar ZARYA Plc

Bulstat

814191256

Type of statement: consolidated/non-consolidated

consolidated

PF-05-380

Reporting period:

01.01.2011 - 30.09.2011

(thousand BGN)

INDEXES	Code	Reserves						Retained earnings		Reserve from transfers	Total shareholders' equity	Minority shareholdings
		Share capital	Issue premiums	Revaluation reserve	Reserves including:			profit	loss			
					general	special	other					
a		1	2	3	4	5	6	7	8	9	10	11
Code		1-0410	1-0410	1-0422	1-0424	1-0425	1-0426	1-0452	1-0453	4-0426-1	1-0400	1-0400-1
<b>Balance-beginning of reporting period</b>	<b>4-01</b>	2 404	0	858	113	0	105	99	-6 337		-2758	1 288
<b>Changes in initial balances due to:</b>	<b>4-15</b>	0	0	0	0	0	0	0	0	0	0	0
Effect from changes in accounting policy	4-15-1										0	
Fundamental mistakes	4-15-2										0	
<b>Corrected balance - beginning of reporting period</b>	<b>4-01-1</b>	2 404	0	858	113	0	105	99	-6 337	0	-2758	1 288
<b>Net profit/loss</b>	<b>4-05</b>								-816		-816	-87
1. Distributed profit for:	4-06	0	0	0	0	0	0	0	0		0	0
dividends	4-07										0	
other	4-07-1										0	
2. Loss coverage	4-08										0	
3. Revaluation of non-current tangible and intangible assets, incl.:	4-09	0	0	0	0	0	0	0	0	0	0	0
increase	4-10										0	
decrease	4-11										0	
4. Revaluation of financial assets and instruments, incl.:	4-12	0	0	0	0	0	0	0	0	0	0	0
increase	4-13										0	
decrease	4-14										0	
5. Deferred tax effect	4-16-1										0	
6. Other changes	4-16											
<b>Balance - end of reporting period</b>	<b>4-17</b>	2 404	0	858	113	0	105	99	-7 153	0	-3574	1 201
7. Changes from transfers of annual financial reports of companies abroad	4-18										0	
8. Changes from revaluation of financial reports in case of hyper inflation	4-19										0	
<b>Shareholders' equity - as of end of reporting period</b>	<b>4-20</b>	2 404	0	858	113	0	105	99	-7 153	0	-3574	1 201

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