

Interim Consolidated Activity Report
Interim Condensed Consolidated Financial
Statements

CHIMIMPORT AD

30 September 2020



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Interim condensed consolidated statement of financial position

	Notes	30.09.2020 BGN'000	31.12.2019 BGN'000
Assets			
Property, plant and equipment	11	374 184	384 025
Right of use assets		223 767	224 304
Investment property		433 473	421 263
Goodwill		24 341	24 341
Other intangible assets		129 289	132 328
Deferred tax assets		5 048	8 099
Investments accounted for using the equity method	9	26 688	28 914
Loans and receivables to bank customers	12	2 704 723	2 617 507
Equity instruments at fair value through profit or loss	12	2 022 794	1 926 420
Debt instruments at fair value through other comprehensive income	12	647 633	534 181
Equity instruments at fair value through other comprehensive income	12	81 841	72 618
Other financial assets	13	1 365 634	1 209 947
Receivables from insurance and reinsurance contracts		50 681	50 851
Reinsurance assets		76 695	81 791
Tax receivables		1 342	1 618
Other receivables		35 044	29 398
Inventories		67 239	62 331
Cash and cash equivalents		1 928 075	2 136 035
Total assets		10 198 491	9 945 971

Prepared by: _____

/A. Kerezov/

Executive director: _____

/I. Kamenov/

Date: 30 November 2020

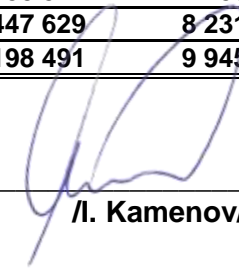


The accompanying notes on pages from 9 to 25 form an integral part of the interim condensed consolidated financial statements.

Interim condensed consolidated statement of financial position (continued)

	Notes	30.09.2020 BGN'000	31.12.2019 BGN'000
Equity and liabilities			
Equity			
Share capital	14	226 620	226 955
Share premium		246 478	246 850
Other reserves		206 213	179 123
Retained earnings		727 912	680 942
Profit for the period		29 094	71 164
Equity attributed to the shareholders of parent company		1 436 317	1 405 034
Non-controlling interests		314 545	309 870
Total equity		1 750 862	1 714 904
Liabilities			
Liabilities to depositors	15	5 857 304	5 703 841
Other financial liabilities	15	515 074	478 548
Payables to secured persons		1 528 147	1 460 355
Pension and other employee obligations		16 209	20 253
Deferred tax liabilities		19 177	24 666
Insurance technical reserves		267 938	264 885
Liabilities to insurance and reinsurance contracts		23 120	23 120
Finance lease liabilities		159 172	190 673
Tax liabilities		4 914	4 983
Other liabilities		56 574	59 743
Total liabilities		8 447 629	8 231 067
Total equity, reserves and liabilities		10 198 491	9 945 971

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/A. Kerezov/


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Interim condensed consolidated statement of comprehensive income

Notes	For nine months 30.09.2020 BGN'000	For three months 30.09.2020 BGN'000	For nine months 30.09.2019 BGN'000	For three months 30.09.2019 BGN'000
Income from non-financial activities	223 079	41 115	356 018	152 011
Change in the fair value of investment property	-	-	248	238
Gain on sale of non-current assets	110	22	467	60
Net result from non-financial activities	223 189	41 137	356 733	152 309
Insurance income	300 668	80 192	318 889	78 345
Insurance expense	(271 781)	(68 906)	(300 120)	(73 126)
Net insurance result	28 887	11 286	18 769	5 219
Interest income	131 245	44 147	145 140	49 850
Interest expense	(31 251)	(10 996)	(24 210)	(10 241)
Net interest income	99 994	33 151	120 930	39 609
Net result from transactions with financial instruments	21 048	47 277	75 420	7 472
Other operating and administrative expenses	(363 095)	(115 915)	(484 851)	(196 899)
Share of profit from equity accounted investments	1 035	-	3 039	1 661
Other financial income	34 509	12 291	55 049	26 067
Allocation of income to secured persons	(11 627)	(22 142)	(65 979)	(27 085)
Profit before tax	33 940	7 085	79 110	8 353
Tax expense	(970)	821	(7 279)	(1 321)
Net profit for the period	32 970	7 906	71 831	7 032
Other comprehensive income				
Components that do not reclassify to profit or the loss				
Revaluation of financial assets	3 137	558	6 420	1 901
Total comprehensive income	36 107	8 464	78 251	8 933
Profit for the period attributable to:				
the shareholders of Chimimport AD	29 094	6 574	59 401	3 164
non-controlling interests	3 876	2 320	12 430	3 868
Total comprehensive income attributable to:				
the shareholders of Chimimport AD	31 432	7 107	64 344	4 627
non-controlling interests	4 675	2 345	13 907	4 306
Basic earnings per share in BGN	0.13	0.03	0.26	0.01

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The accompanying notes on pages from 9 to 25 form an integral part of the interim condensed consolidated financial statements.

Interim condensed consolidated statement of changes in equity

All amounts are presented in BGN'000

	Equity attributable to the shareholders of Chimimport AD				Total	Non-controlling interests	Total equity
	Share capital	Share premium	Other reserves	Retained earnings			
Balance at 1 January 2020	226 955	246 850	179 123	752 106	1 405 034	309 870	1 714 904
Reduction of the share capital and reservation of changes in the own shares, giving to subsidiaries	(335)	(372)	-	-	(707)	-	(707)
	-	-	558	-	558	-	558
Transactions with owners	(335)	(372)	558	-	(149)	-	(149)
Profit for the period	-	-	-	29 094	29 094	3 876	32 970
Other comprehensive loss	-	-	2 338	-	2 338	799	3 137
Total comprehensive income for the period	-	-	2 338	29 094	31 432	4 675	36 107
Profit distribution from previous years	-	-	23 969	(23 969)	-	-	-
Change in specialized reserves	-	-	225	(225)	-	-	-
Balance at 30 September 2020	226 620	246 478	206 213	757 006	1 436 317	314 545	1 750 862

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/A. Kerezov/

Date: 30 November 2020



Executive director: _____

/I. Kamenov/

Interim condensed consolidated statement of changes in equity

All amounts are presented in BGN'000

	Equity attributable to the shareholders of Chimimport AD				Total	Non-controlling interests	Total equity
	Share capital	Share premium	Other reserves	Retained earnings			
Balance at 1 January 2019	227 191	247 070	145 477	731 024	1 350 762	293 931	1 644 693
Reduction of share capital and reserves from changes in own shares acquired by subsidiaries	(236)	(220)	-	-	(456)	-	(456)
Business combinations	-	-	690	(6 221)	(5 531)	4 491	1 040
Dividends	-	-	-	(14 778)	(14 778)	(3 712)	(18 490)
Transactions with owners	(236)	(220)	690	(20 999)	(20 765)	779	(19 986)
Profit for the period	-	-	-	71 164	71 164	13 630	84 794
Other comprehensive loss	-	-	3 873	-	3 873	1 530	5 403
Total comprehensive income for the period	-	-	3 873	71 164	75 037	15 160	90 197
Transfer of retained earnings to other reserves	-	-	26 002	(26 002)	-	-	-
Change in specialized reserves	-	-	3 081	(3 081)	-	-	-
Balance at 31 December 2019	226 955	246 850	179 123	752 106	1 405 034	309 870	1 714 904

Prepared by: _____

/A. Kerezov/

Date: 30 November 2020

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/I. Kamenov/



Interim condensed consolidated statement of cash flows

	30.09.2020	30.09.2019
	BGN'000	BGN'000
Proceeds from short-term loans	14 246	13 801
Payments for short-term loans	(15 277)	(17 530)
Proceeds from sale of short-term financial assets	351 840	359 418
Purchase of short-term financial assets	(456 769)	(442 184)
Cash receipt from customers	186 601	338 978
Cash paid to suppliers	(172 739)	(290 027)
Proceeds from secured persons	123 934	116 437
Payments to secured persons	(46 393)	(41 968)
Payments to employees and social security institutions	(84 959)	(90 033)
Cash receipts from banking operations	36 711 707	37 510 610
Cash paid for banking operations	(36 684 347)	(37 427 876)
Cash receipts from insurance operations	131 634	142 084
Cash paid for insurance operations	(105 699)	(112 967)
Income taxes paid	(3 503)	(3 092)
Other cash (outflows)/inflows	(8 355)	4 872
Net cash flow from operating activities	(58 079)	60 533
Investing activities		
Dividends received	4 593	11 140
Sale of property, plant and equipment	910	819
Purchase of property, plant and equipment	(3 996)	(3 671)
Sale of intangible assets	1 138	-
Purchase of intangible assets	(11 894)	(176)
Sale of investment property	906	898
Purchase of investment property	(1 176)	(6 994)
Sale of non-current financial assets	220 159	281 926
Purchase of non-current financial assets	(454 855)	(326 337)
Interest payments received	30 763	31 508
Proceeds from loans granted	15 043	7 746
Payments for loans granted	(6 491)	(11 076)
Other cash inflows	662	1 945
Net cash flow from investing activities	(204 238)	(12 272)
Financing activities		
Purchase of own shares	-	(21)
Proceeds from loans received	122 687	27 947
Payments for loans received	(65 808)	(30 337)
Interest paid	(2 659)	(6 154)
Payments for finance leases	(366)	(1 006)
Other cash inflows/(outflows)	1 701	(795)
Net cash flow from financing activities	55 555	(10 366)
Net change in cash and cash equivalents	(206 762)	37 895
Cash and cash equivalents, beginning of year	2 136 035	2 045 224
Exchange profit on cash and cash equivalents	(1 198)	236
Cash and cash equivalents, end of the period	1 928 075	2 083 382

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Date: 30 November 2020

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/I. Kamenov/



The accompanying notes on pages from 9 to 25 form an integral part of the interim condensed consolidated financial statements.

Notes to the interim condensed consolidated financial statements

1. Nature of operations

Chimimport AD was registered as a joint-stock company at Sofia city court on 24 January 1990. The address of the Company's registered office is 2 St. Karadja Str., Sofia, Bulgaria.

The Company is registered on the Bulgarian Stock Exchange – Sofia on 30 October 2006.

Chimimport AD (The Group) includes the parent company and all subsidiaries.

The Group is engaged in the following business activities:

- Acquisition, management and sale of shares in Bulgarian and foreign companies;
- Financing of companies in which interest is held;
- Bank services, finance, insurance and pension insurance;
- Securitization of real estate and receivables;
- Extraction of oil and natural gas;
- Construction of output capacity in the area of oil-processing industry, production of biodiesel and production of rubber items;
- Production and trading with oil and chemical products;
- Production of vegetable oil, purchasing, processing and trading with grain foods;
- Aviation transport and ground activities on servicing and repairing of aircrafts and aircraft engines;
- River and sea transport and port infrastructure;
- Commercial agency and brokerage;
- Commission, forwarding and warehouse activity.

The Company has a two-tier management structure consisting of a Supervisory Board and a Managing Board.

The members of the Supervisory Board are as follows:

Invest Capital AD
CCB Group EAD
Mariana Bazhdarova

The members of the Managing Board are as follows:

Alexander Kerezov
Ivo Kamenov
Marin Mitev
Nikola Mishev
Miroliub Ivanov
Tzvetan Botev

The Company is represented by its executive directors Ivo Kamenov and Marin Mitev, together and separately.

2. Basis for the preparation of the interim condensed financial statements

These interim condensed consolidated financial statements as of 30 September 2020 have been prepared in accordance with IAS 34 "Interim Financial Reporting". They

do not include all of the information and disclosures required in annual consolidated financial statements, and should be read in conjunction with the annual consolidated financial statements of the Company for the year ended 31 December 2019, which have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and approved by the European Union (EU). Investments in subsidiaries are accounted for and disclosed in accordance with IFR 10 "Consolidated Financial Statements".

Elements of the interim consolidated financial statement of the Group are in the currency of the primary economic environment in which the Group companies carry out their activities ("functional currency"). The interim consolidated financial statements are presented in BGN, which is the functional currency of the parent-company. This is the functional currency of the parent company and subsidiaries, exception from the subsidiaries operating in the Netherlands, Germany, and Slovakia, whose functional currency is the euro, the subsidiaries operating in Macedonia, whose functional currency is the Macedonian denar and subsidiaries operating in Russia, whose functional currency is the Russian ruble. The currency of the Group is the BGN.

The interim condensed consolidated financial statements are presented in Bulgarian leva (BGN), which is also the functional currency of the Company. All amounts are presented in thousand Bulgarian leva (BGN'000) unless otherwise stated.

The interim condensed consolidated financial statements are prepared under the going concern principle.

3. Accounting policies and significant changes during the period

3.1. Accounting policy

These interim condensed consolidated financial statements (the interim consolidated financial statements) have been prepared in accordance with the accounting policies adopted in the last annual consolidated financial statements for the year ended 31 December 2019.

3.2. Estimates

When preparing the interim condensed consolidated financial statements management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses.

The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results

In preparing these condensed interim consolidated financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual consolidated financial statements for the year ended 31 December 2019.

3.3. Financial risk management

The Group's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

The interim condensed consolidated financial statements do not include all financial risk management information and disclosures required in the annual consolidated

financial statements; they should be read in conjunction with the annual financial statements as at 31 December 2019. There have been no changes in the risk management policies since year end.

4. Accounting estimates

For the purpose of preparing these interim condensed financial statements, management has applied accounting estimates and assumptions in the assessment of its assets, liabilities, income and expenses.

Actual results may differ from these estimates and management assumptions. Accounting estimates and assumptions applied in this interim condensed financial statements do not differ from the last annual financial statements of the Company as of 31 December 2019.

5. New standards, amendments and interpretations to existing standards that are effective for annual periods beginning on or after 1 January 2020

A list of the changes in the standards is provided below:

IFRS 3 (amended) - Definition of a Business, effective from 1 January 2020, adopted by the EU

The amended definition of a business requires an acquisition to include an input and a substantive process that together significantly contribute to the ability to create outputs. The definition of the term “outputs” is amended to focus on goods and services provided to customers, generating investment income and other income, and it excludes returns in the form of lower costs and other economic benefits. The amendments will likely result in more acquisitions being accounted for as asset acquisitions.

Amendments to IFRS 9, IAS 39 and IFRS 7: Interest Rate Benchmark Reform (issued on 26 September 2019) , effective from 1 January 2020, adopted by the EU

The proposed update includes elements to reflect the new disclosure requirements introduced by the amendments to IFRS 9, IAS 39 and IFRS 7. The changes in Interest Rate Benchmark Reform (Amendments to IFRS 9, IAS 39 and IFRS 7) can be summarised as follows:

- modify specific hedge accounting requirements so that entities would apply those hedge accounting requirements assuming that the interest rate benchmark on which the hedged cash flows and cash flows from the hedging instrument are based will not be altered as a result of interest rate benchmark reform;
- are mandatory for all hedging relationships that are directly affected by the interest rate benchmark reform;
- are not intended to provide relief from any other consequences arising from interest rate benchmark reform (if a hedging relationship no longer meets the requirements for hedge accounting for reasons other than those specified by the amendments, discontinuation of hedge accounting is required); and
- require specific disclosures about the extent to which the entities' hedging relationships are affected by the amendments.

IAS 1 and IAS 8 (amended) - Definition of Material, effective from 1 January 2020, adopted by the EU

The amendments aim to use a consistent definition of materiality throughout International Financial Reporting Standards and the Conceptual Framework for Financial Reporting. The amendments clarify:

- that the reference to obscuring information addresses situations in which the effect is similar to omitting or misstating that information, and that an entity assesses materiality in the context of the financial statements as a whole, and
- the meaning of ‘primary users of general-purpose financial statements’ to whom those financial statements are directed, by defining them as ‘existing and potential investors, lenders and other creditors’ that must rely on general purpose financial statements for much of the financial information they need.

Amendments to References to the Conceptual Framework in IFRS Standards, effective from 1 January 2020, adopted by the EU

The IASB has issued a revised Conceptual Framework which will be used in standard-setting decisions with immediate effect. No changes will be made to any of the current accounting standards. However, entities that rely on the Framework in determining their accounting policies for transactions, events or conditions that are not otherwise dealt with under the accounting standards will need to apply the revised Framework from 1 January 2020. These entities will need to consider whether their accounting policies are still appropriate under the revised Framework. Key changes include:

- increasing the prominence of stewardship in the objective of financial reporting
- reinstating prudence as a component of neutrality
- defining a reporting entity, which may be a legal entity, or a portion of an entity
- revising the definitions of an asset and a liability
- removing the probability threshold for recognition and adding guidance on derecognition
- adding guidance on different measurement basis, and
- stating that profit or loss is the primary performance indicator and that, in principle, income and expenses in other comprehensive income should be recycled where this enhances the relevance or faithful representation of the financial statements.

6. Standards, amendments and interpretations to existing standards that are not yet effective and have not been adopted early by the Company

At the date of authorisation of these financial statements, certain new standards, amendments and interpretations to existing standards have been issued, but are not effective or adopted by the EU for the financial year beginning on 1 January 2019 and have not been applied early by the Company. They are not expected to have a material impact on the Company’s financial statements. Management anticipates that all relevant pronouncements will be adopted in the Company’s accounting policies for the first period beginning after the effective date of the pronouncement.

A list of the changes in the standards is provided below:

- IFRS 16 Leases - Covid-19-Related Rent Concessions, effective from 1 June 2020, not adopted by the EU
- IAS 1 Presentation of financial statements: Classification of Liabilities as Current or Non-Current, effective from 1 January 2023, not adopted by the EU
- Annual Improvements to IFRS Standards 2018–2020, effective from 1 January 2022, not adopted by the EU

- IAS 16 Property, Plant and Equipment — Proceeds before Intended Use, effective from 1 January 2022, not adopted by the EU
- IAS 37 Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts — Cost of Fulfilling a Contract, effective from 1 January 2022, not adopted by the EU
- IFRS 14 “Regulatory deferral accounts” effective from 1 January 2016, not adopted by the EU
- IFRS 17 “Insurance Contracts” effective from 1 January 2021, not yet adopted by the EU

7. Risk management regarding financial instruments

The Company is exposed to various types of risks with respect to its financial instruments. The most significant financial risks to which the Company is exposed are market risk, credit risk and liquidity risk.

The interim condensed financial statements do not include all the information on risk management and disclosures required in the preparation of annual financial statements and should be read in conjunction with the annual financial statements of the Company as of December 31, 2019. The objectives and policies of the Company for capital management, credit and liquidity risk are described in the last annual financial statements. There were no changes in the risk management policy for financial instruments during the period.

8. Significant events and transactions during the reporting period

At the beginning of 2020, due to the spread of a new corona virus (Covid-19) worldwide, difficulties arose in the business and economic activities of a number of enterprises and entire economic sectors. On March 11, 2020, the World Health Organization also announced the presence of a coronavirus pandemic (Covid-19). On March 13, the National Assembly of the Republic of Bulgaria declared a state of emergency for a period of 1 month - until April 13, 2020.

In the first weeks of April 2020, the number of new unemployed rose to 4,000 per day, which peaked as a result of the bans imposed and the suspension of many economic sectors.

On April 3, 2020, the National Assembly extended the term of the state of emergency by another month until May 13, 2020.

The state of emergency expired on 13 May 2020, and the Council of Ministers declared a state of emergency from 14 May 2020 to 14 June 2020.

Despite the repeal of anti-epidemiological measures and the resumption of companies, many economic sectors remained affected by the effects of the coronavirus pandemic. The macroeconomic forecasts of the world institutions expect a general reduction of Bulgaria's GDP by up to 7% on an annual basis and a recovery of the pre-crisis levels of growth (stabilization) of the economy in 2-3 quarters of 2021.

The transport, tourism, entertainment and leisure sectors, as well as companies in entirely export-oriented industries, which are unable to send their supplies due to restrictions on free movement, are still severely affected. In all the above-mentioned sectors the group has participations and accordingly there are significant decreases in revenues and profits, but there is no significant decrease in the adoption of larger projects.

The measures taken by the Company and the Group as a whole are focused on the restructuring of loans and receivables. Some of the companies in the Group have applied for compensation under various measures

As a result of the measures taken, the Group as a whole is in a strong position and has sufficient capital and liquidity to service its operating activities and debts.

9. Investments accounted for using equity method

9.1. Investments in associates

The Group owns shares in the share capital of the following associated companies:

Name	30.09.2020 BGN'000	Share %	31.12.2019 BGN'000	Share %
Lufthansa Technik Sofia OOD	8 530	24.90%	8 502	24.90%
Swissport Bulgaria	5 170	49.00%	5 829	49.00%
Silver Wings Bulgaria Ltd.	4 627	42.50%	4 678	42.50%
Amadeus Bulgaria OOD	3 024	44.99%	3 078	44.99%
VTC AD	3 441	41.00%	3 385	41.00%
Kavarna Gas OOD	609	35.00%	582	35.00%
	25 401		26 054	

Investments in associates are presented in the interim condensed consolidated financial statements of the Group using the equity method. Associates have a reporting date as at 31 December 2019.

9.2. Investments in joint ventures

The Group holds shares in the capital of these joint ventures:

Name	30.09.2020 BGN'000	Share %	31.12.2019 BGN'000	Share %
Nuance BG AD	1 101	50.00%	2 674	50.00%
Consortium Bulgaria Air-Direction	132		132	
Consortium Bulgaria Air and Direction	54		54	
Varna ferry OOD	-	50.00%	-	50.00%
	1 287		2 860	

10. Segment reporting

The management responsible for making the business decisions determines the business segments on the grounds of the types of activities, the main products and services rendered by the Group. The activities of the Group are analyzed as a whole of business segments that may vary depending on the nature and development of a certain segment by considering the influence of the risk factors, cash flows, products and market requirements.

Each business segment is managed separately as long as it requires different technologies and resources or marketing approaches. The adoption of IFRS 8 had no influence on the identification of the main business segments of the Group in comparison with those determined in the last consolidated financial statements.

According to IFRS 8 the profits reported by segments are based on the information used for the needs of the internal management reporting and is regularly reviewed from those responsible for the business decisions.

According to IFRS 8 the Group applies the same evaluation policy as in the last consolidated financial statements.

The operating segments of the Group are as follows:

- Production and trade
- Finance sector
- Transport sector
- Real estate sector and engineering

Group transactions between segments are made under market conditions.

Information about the operating segments of the Group is summarized as follows:



Operating segments

30 September 2020

	Production, trade and services	Financial sector	Transport sector	Real estate and engineering sector	Elimination	Consolidated
	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000
Income from non-financial activities from external customers	44 287	22 578	146 702	9 512	-	223 079
Change in fair value of investment property	-	-	-	-	-	-
Gain on sale of non-current assets	-	-	112	-	(2)	110
Inter-segment income from non-financial activities	8 224	315	3 149	177	(11 865)	-
Total income from non-financial activities	52 511	22 893	149 963	9 689	(11 867)	223 189
Insurance income from external customers	-	298 717	-	-	-	298 717
Inter-segment insurance income	-	145	-	-	(145)	-
Total insurance income	-	298 862	-	-	(145)	298 717
Result from insurance	-	28 663	-	-	224	28 887
Interest income	4 421	130 419	647	330	(4 572)	131 245
Interest expenses	(4 018)	(20 374)	(9 608)	(1 768)	4 517	(31 251)
Result from interest	403	110 045	(8 961)	(1 438)	(55)	99 994
Gains from transactions with financial instruments	108	20 940	3 328	-	(3 328)	21 048
Other non - financial and administrative expenses	(51 537)	(161 047)	(155 746)	(7 488)	12 723	(363 095)
Net result from equity accounted investments in associates	26	-	1 009	-	-	1 035
Other financial income/ expense	(469)	24 187	1 609	(26)	9 208	34 509
Profit for allocating insurance batches	-	(11 627)	-	-	-	(11 627)
Profit for the period before tax	1 042	34 054	(8 798)	737	6 905	33 940
Tax expenses	(182)	(1 867)	1 080	(1)	-	(970)
Net profit for the period	860	32 187	(7 718)	736	6 905	32 970



Operating segments	Production, trade and services	Financial sector	Transport sector	Real estate and engineering Sector	Elimination	Consolidated
30 September 2020	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000
Assets of the segment	679 682	10 524 003	932 636	305 925	(2 270 443)	10 171 803
Equity accounted investments in associates	2 126	10	21 951	2	2 599	26 688
Total consolidated assets	681 808	10 524 013	954 587	305 927	(2 267 844)	10 198 491
Liabilities of the segment	229 274	8 251 907	534 903	138 754	(707 209)	8 447 629
Total consolidated liabilities	229 274	8 251 907	534 903	138 754	(707 209)	8 447 629



Operating segment	Production, trade and services BGN'000	Finance BGN'000	Transport BGN'000	Real estate and engineering BGN'000	Eliminations BGN'000	Consolidated BGN'000
31 December 2019						
Income from non-financial activities from external customers	77 500	39 273	348 931	13 595	(1 933)	477 366
Change in fair value of investment property	819	1 030	-	(13)	-	1 836
Gain from sale of non-current assets	(4)	79	355	-	(10)	420
Inter-segment income from non-financial activities	15 761	2 964	5 610	441	(24 776)	-
Total income from non-financial activities	94 076	43 346	354 896	14 023	(26 719)	479 622
Insurance income from external customers	-	400 454	-	-	-	400 454
Inter-segment insurance income	-	4 981	-	-	(4 271)	-
Total insurance income	-	405 435	-	-	(4 981)	400 454
Result from insurance	-	47 761	-	-	(4 580)	43 181
Interest income	6 082	193 943	4 229	1 638	(11 879)	194 013
Interest expenses	(7 014)	(29 077)	(13 910)	(3 234)	11 923	(41 312)
Result from interest	(932)	164 866	(9 681)	(1 596)	44	152 701
Result from transactions with financial instruments, net	3 948	74 325	6 638	-	6 490	91 401
Other operating and administrative expenses	(91 272)	(241 629)	(346 903)	(13 168)	17 751	(675 221)
Net result from equity accounted investments in associates	26	-	5 163	-	-	5 189
Other financial income/ (expenses)	(1 379)	74 890	(3 614)	(149)	(4 891)	64 857
Profit for allocating insurance batches	-	(69 522)	-	-	-	(69 522)
Profit for the period before tax	4 467	94 037	6 499	(890)	(11 905)	92 208
Tax expense	399	(7 242)	(86)	18	(503)	(7 414)
Net profit for the year	4 866	86 795	6 413	(872)	(12 408)	84 794



Operating segments 31 December 2019	Production, trade and services BGN'000	Finance BGN'000	Transport BGN'000	Real estate and engineering BGN'000	Eliminations BGN'000	Consolidated BGN'000
Assets of the segment	680 003	10 246 137	929 331	304 138	(2 242 552)	9 917 057
Equity accounted investments	3 769	-	21 968	2	3 175	28 914
Total consolidated assets	683 772	10 246 137	951 299	304 140	(2 239 377)	9 945 971
Liabilities of the segment	226 953	8 009 355	526 311	132 333	(663 885)	8 231 067
Total consolidated liabilities	226 953	8 009 355	526 311	132 333	(663 885)	8 231 067



11. Property, plant and equipment

Property, plant and equipment of the Group include land, buildings, plant and equipment, vehicles, repairs of rented fixed assets, assets in process of acquisition, etc. presented in the consolidated interim financial statements as at September 30, 2020. Their carrying amount can be analyzed as follows:

	Land	Building	Machines	Equipment and spare parts	Vehicles	Repairs	Others	Advances and assets in process of acquisition	Total
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
2020									
Balance at 1 January 2020	52 157	136 486	164 083	86 093	123 875	23 373	81 193	34 818	702 078
Additions:									
- separately acquired	-	40	1 696	453	1 355	257	1 470	7 573	12 844
Disposals									
- separately disposed	-	(789)	(533)	(77)	(1 459)	-	(70)	(3 709)	(6 637)
Balance at 30 September 2020	52 157	135 737	165 246	86 469	123 771	23 630	82 593	38 682	708 285
Depreciation									
Balance at 1 January 2020	-	(31 364)	(121 524)	(35 901)	(62 292)	(23 373)	(43 599)	-	(318 053)
Disposals	-	447	401	75	695	-	70	-	1 688
Depreciation	-	(2 994)	(7 198)	(1 068)	(2 564)	(257)	(3 655)	-	(17 736)
Balance at 31 September 2020	-	(33 911)	(128 321)	(36 894)	(64 161)	(23 630)	(47 184)	-	(334 101)
Carrying amount at 30 September 2020	52 157	101 826	36 925	49 575	59 610	-	35 409	38 682	374 184



- as at 31 December 2019

	Land	Building	Machines	Equipment and spare parts	Vehicles	Repairs	Others	Advances and assets in process of acquisition	Total
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
2019									
Balance at 1 January 2019	51 543	139 880	184 325	85 637	125 760	26 830	77 035	40 461	731 471
Additions:									
- from business combinations	-	2	-	-	-	-	-	-	2
- separately acquired	657	720	3 835	1 008	1 170	1 075	4 201	2 248	14 914
Disposals									
- separately disposed	(28)	(3 559)	(944)	(552)	(1 294)	-	(23)	(5 492)	(11 892)
- from business combinations	(15)	(557)	(725)	-	(95)	-	(20)	-	(1 412)
- reclassification to assets with right of use	-	-	(22 408)	-	(1 666)	(4 494)	-	(1 306)	(29 874)
- reclassification to intangible assets	-	-	-	-	-	(38)	-	(1 093)	(1 131)
Balance at 31 December 2019	52 157	136 486	164 083	86 093	123 875	23 373	81 193	34 818	702 078
Depreciation									
Balance at 1 January 2019	-	(28 637)	(122 671)	(34 680)	(58 574)	(25 715)	(40 297)	-	(310 574)
Newly acquired from business combinations	-	(1)	-	-	-	-	-	-	(1)
Depreciation of written-off assets									
- from business combinations	-	515	504	-	95	-	20	-	1 134
- reclassification to assets with right of use	-	-	8 033	-	125	2 750	-	-	10 908
- separately disposed	-	1 128	1 846	282	1 744	-	23	-	5 023
Depreciation for the year	-	(4 369)	(9 236)	(1 503)	(5 682)	(408)	(3 345)	-	(24 543)
Balance at 31 December 2019	-	(31 364)	(121 524)	(35 901)	(62 292)	(23 373)	(43 599)	-	(318 053)
Carrying amount at 31 December 2019	52 157	105 122	42 559	50 192	61 583	-	37 594	34 818	384 025

12. Financial assets

Amounts recognized in the interim condensed consolidated statement of financial position are attributable to the following categories of financial assets:

	30.09.2020	31.12.2019
	BGN '000	BGN '000
Loans and advances to bank customers	2 704 723	2 617 507
Financial assets at fair value through profit or loss	2 022 794	1 926 420
Debt instruments measured at fair value through other comprehensive income	647 633	534 181
Equity instruments measured at fair value through other comprehensive income	81 841	72 618
	5 456 991	5 150 726

13. Other financial assets at amortized cost

Amounts recognized in the consolidated statement of financial position are attributable to other financial assets measured at amortized cost are as follows:

	30.09.2020	31.12.2019
	BGN '000	BGN '000
Loans granted	117 531	193 789
Receivables under repurchase agreements	392 000	335 417
Debt instruments measured at amortized cost	525 148	357 228
Receivables from related parties	130 884	232 301
Trade receivables	187 988	192 957
Other	12 083	14 931
	1 365 634	1 209 947

14. Share capital

The share capital of Chimimport as at 30 September 2019 consists of 239 646 267 ordinary shares with a par value of BGN 1, including 12 691 734 ordinary shares acquired by companies of Chimimport Group. The shares of the Company are ordinary, registered and subject to unrestricted transfers and entitle 1 voting right and liquidation quota.

Shares issued and fully paid:	30.09.2020	31.12.2019
- beginning of the year	226 955 233	227 191 647
- treasury shares /ordinary and preferred/, acquired by subsidiaries during the year	(335 500)	(236 414)
Shares issued and fully paid as at period end	226 619 733	226 955 233

The list of principle shareholders, holding shares /ordinary and preferred/ of the capital of Chimimport AD is presented as follows:

	30.09.2020	30.06.2020	31.12.2019	31.12.2019
	Number of ordinary shares	%	Number of ordinary shares	%
Invest Capital AD	173 487 247	72.39 %	173 487 247	72.39 %
Other legal entities	50 126 772	20.92%	50 126 772	20.92%
Other private individuals	16 032 248	6.69 %	16 032 248	6.69 %
Shares of the Group, acquired by subsidiaries	239 646 267	100.00 %	239 646 267	100.00 %

Withholding tax for dividends due from individuals and foreign legal entities, registered in countries that are not members of EU for 2019 and 2020 amounts to 5% and the tax is deducted from the gross amount of dividends.

15. Borrowings

Borrowings include financial liabilities as follows:

	30.09.2020	31.12.2019
	BGN'000	BGN'000
Financial liabilities at fair value:		
Derivatives, held-for-trading	-	10 079
Financial liabilities measured at amortized cost:		
Liabilities to depositors	5 857 304	5 703 841
Bonds and debenture loan	40 872	42 421
Bank loans	180 333	171 526
Other borrowings	20 415	21 210
Deposits from banks	53 331	19 415
Cession liabilities	49 422	48 942
Liabilities under repurchase agreements	15 327	13 160
Trade obligations	99 230	87 889
Payables to related parties	56 144	63 906
Total carrying amount	6 372 378	6 172 310

During the period the Group of Chimimport received borrowings other than borrowings from banking activities under long-term and short-term loans agreements for cash at capital interest rates

16. Income tax expenses

Recognized tax expenses are based on management's best estimate of the expected annual tax rate. The tax rate, valid for 2020 is 10% corporate tax (the expected annual tax rate for the period ended on 31 December 2019 was 10%).

17. Earnings per shares

The basic earnings per share have been calculated using the net results attributable to shareholders of the Company as the numerator.

The weighted average number of shares (ordinary and preferred) used for the calculation of basic earnings per share as well as the net profit less the dividend expense to be distributed are as follows:

	30.09.2020	30.09.2019
Profit attributable to the shareholders (BGN)	29 094 000	59 401 000
Weighted average number of outstanding shares	226 619 733	226 954 533
Basic earnings per share (BGN per share)	0.13	0.26

18. Related party transactions

The Group's related parties include its owners, associates and key management personnel.

18.1. Transaction with owners

Sale of goods and services, interest income and other income	30.09.2020	30.09.2019
	BGN'000	BGN'000
- <i>interest income</i>		
- owners	184	110
- <i>sale of services and other income</i>		
- owners	8	13
 Purchase of goods and services, interest expense and other expense		
- <i>purchase of services</i>	(23)	-
- other expense	-	-
- <i>interest expense</i>	-	(4)

18.2. Transaction with associates and other related parties under common control

Sale of goods and services, interest income and other income	30.09.2020	30.09.2019
	BGN'000	BGN'000
<i>sale of finished goods</i>		
- associates enterprises	420	580
- other related parties outside the group	175	280
 <i>sale of goods</i>		



Sale of goods and services, interest income and other income	30.09.2020	30.09.2019
	BGN'000	BGN'000
- associates enterprises	203	241
- other related parties outside the group	156	734
<i>sale of services</i>		
- associates enterprises	7 871	7 642
- other related parties outside the group	687	656
<i>interest income</i>		
- joint ventures	207	118
- other related parties outside the group	330	385
<i>other income</i>		
- associates enterprises	-	68
- joint ventures	-	-
- other related parties outside the group	-	49
Purchase of services and interest expense	30.09.2020	30.09.2019
	BGN'000	BGN'000
<i>purchase of services</i>		
- enterprises accounted using the equity method	(6 866)	(9 841)
- other related parties	(1 383)	(7 794)
<i>interest expense and other expenses</i>		
- enterprises accounted using the equity method	-	-
- other related parties joint ventures	(38)	(31)

18.3. Transaction with key management personnel

Key management of the Group includes members of the Managing Board and Supervisory Board. Key management personnel remuneration includes the following expenses:

	30.09.2020	30.09.2019
	BGN'000	BGN'000
Short-term employee benefits:		
Salaries, including bonuses	(1 765)	(125)
Social security costs	(12)	(18)
Total:	(1 777)	(143)

19. Related party balances

	30.09.2020	31.12.2019
	BGN'000	BGN'000
Non-current receivables from:		
-owners	-	-
-associated enterprises	1 502	3 056
-joint- ventures	-	-
- other related parties	40 163	28 365
Total	50 163	31 421

	30.09.2020	31.12.2019
	BGN'000	BGN'000
Current receivables from:		
-owners	21 934	29 438
- associates enterprises	2 200	1 072
-joint- ventures	912	-
- other related parties	55 669	124 674
Total	80 715	155 184

	30.09.2020	31.12.2019
	BGN'000	BGN'000
Non-current payables to:		
-owners	-	1
-associates enterprises	-	4 135
-joint- ventures	-	312
- other related parties	4 864	8 946
Total	4 864	13 394

	30.09.2020	31.12.2019
	BGN'000	BGN'000
Current payables to:		
-owners	15 542	25 807
- associates enterprises	11 741	8 568
-joint- ventures	89	226
- other related parties	23 908	15 911
Total	51 280	50 512

20. Post - reporting date events

From September 30, 2020 until November 30, 2020 there are no significant events that have occurred that are important for the development of the Group of Chimimport AD

21. Autorization of the interim condensed financial statements

The interim condensed consolidated financial statements as of 30 September 2020 (including comparatives) were approved for issue by the Managing board on 30 November 2020.