

Interim Consolidated Activity Report
Interim Condensed Consolidated Financial
Statements

CHIMIMPORT AD

30 September 2022



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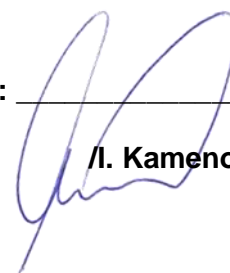
Interim condensed consolidated statement of financial position

	Notes	30.09.2022 BGN'000	31.12.2021 BGN'000
Assets			
Property, plant and equipment	11	334 486	356 785
Right of use assets		421 822	417 952
Investment property		533 586	524 884
Goodwill		23 737	23 774
Other intangible assets		114 186	124 562
Deferred tax assets		12 324	10 845
Investments accounted for using the equity method	9	27 700	26 772
Loans and receivables to bank customers	12	3 209 416	3 049 092
Equity instruments at fair value through profit or loss	12	2 078 647	2 042 970
Debt instruments at fair value through other comprehensive income	12	380 874	859 441
Equity instruments at fair value through other comprehensive income	12	97 661	70 426
Other financial assets	13	2 284 613	1 557 996
Receivables from insurance and reinsurance contracts		56 157	49 999
Reinsurance assets		69 199	69 054
Tax receivables		1 093	1 780
Other receivables		39 259	25 566
Inventories		58 888	54 300
Cash and cash equivalents		2 156 017	2 380 922
Total assets		11 899 665	11 647 120



Prepared by: _____
/A. Kerezov/

Executive director: _____



/I. Kamenov/

Date: 29th November 2022



Interim condensed consolidated statement of financial position (continued)

	Notes	30.09.2022 BGN'000	31.12.2021 BGN'000
Equity and liabilities			
Equity			
Share capital	14	226 463	226 463
Share premium		246 309	246 309
Other reserves		327 357	300 696
Retained earnings		728 881	711 351
Profit for the period		33 469	35 293
Equity attributed to the shareholders of parent company		1 562 479	1 520 112
Non-controlling interests		338 970	330 655
Total equity		1 901 449	1 850 767
Liabilities			
Liabilities to depositors	15	7 103 910	6 917 880
Other financial liabilities	15	479 525	522 103
Payables to secured persons		1 682 708	1 708 674
Pension and other employee obligations		18 041	17 648
Deferred tax liabilities		38 210	37 638
Insurance technical reserves		253 081	238 896
Liabilities to insurance and reinsurance contracts		25 986	25 986
Finance lease liabilities		332 853	280 979
Tax liabilities		6 772	6 514
Other liabilities		57 130	40 035
Total liabilities		9 998 216	9 796 353
Total equity, reserves and liabilities		11 899 665	11 647 120

Prepared by: _____

/A. Kerezov/

Executive director: _____

/I. Kamenov/

Date: 29th November 2022



Interim condensed consolidated statement of comprehensive income

Notes	For nine months 30.09.2021 BGN'000	For three months 30.09.2021 BGN'000	For nine months 30.09.2020 BGN'000	For three months 30.09.2020 BGN'000
Income from non-financial activities	310 146	116 216	227 247	105 809
Change in the fair value of investment property	196	(37)	(44)	(67)
Gain on sale of non-current assets	30 023	30 074	-	-
Net result from non-financial activities	340 365	146 253	227 203	105 742
Insurance income	293 109	80 687	301 174	76 494
Insurance expense	(255 933)	(65 974)	(269 074)	(69 680)
Net insurance result	37 176	14 713	32 100	6 814
Interest income	129 489	43 244	126 421	43 958
Interest expense	(26 705)	(5 444)	(26 528)	(9 590)
Net interest income	102 784	37 800	99 893	34 368
Net result from transactions with financial instruments	(109 963)	(66 772)	65 863	11 382
Other operating and administrative expenses	(458 434)	(182 621)	(377 533)	(146 292)
Share of profit from equity accounted investments	3 844	2 521	3 101	2 395
Other financial income	68 091	21 615	52 606	13 918
Allocation of income to secured persons	66 143	36 727	(68 808)	(14 046)
Profit before tax	50 006	10 236	34 425	14 281
Tax expense	(4 702)	(1 330)	(1 740)	(796)
Net profit for the period	45 304	8 906	32 685	13 485
Other comprehensive income				
Revaluation of non financial assets, net of taxes	14 387	-	-	-
Revaluation of financial assets, net of taxes	(9 429)	840	(3 302)	(1 157)
Other comprehensive income	4 958	840	(3 302)	(1 157)
Total comprehensive income	50 262	9 746	29 383	12 328
Profit for the period attributable to:				
the shareholders of Chimimport AD	33 469	5 503	22 044	9 164
non-controlling interests	11 835	3 403	10 641	4 321
Total comprehensive income attributable to:				
the shareholders of Chimimport AD	40 976	5 665	19 501	8 273
non-controlling interests	9 286	4 081	9 882	4 055
Basic earnings per share in BGN	0.15	0.03	0.10	0.02

Prepared by: _____

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Executive director: _____

/I. Kamenov/

Date: 29th November 2022



Interim condensed consolidated statement of changes in equity

All amounts are presented in BGN'000

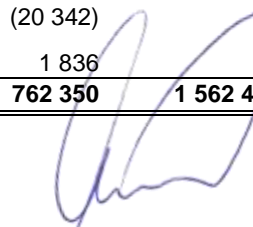
	Equity attributable to the shareholders of Chimimport AD				Total	Non-controlling interests	Total equity
	Share capital	Share premium	Other reserves	Retained earnings			
Balance at 1 January 2022	226 463	246 309	300 696	746 644	1 520 112	330 655	1 850 767
Bussines combinations	-	-	648	743	1 391	(971)	420
Transactions with owners	-	-	648	743	1 391	(971)	420
Profit for the period	-	-	-	33 469	33 469	11 835	45 304
Revaluation of non financial assets	-	-	14 387	-	14 387	-	14 387
Revaluation of financial assets	-	-	(6 880)	-	(6 880)	(2 549)	(9 429)
Total comprehensive income for the period	-	-	7 507	33 469	40 976	9 286	50 262
Profit distribution from previous years	-	-	20 342	(20 342)	-	-	-
Change in specialized reserves	-	-	(1 836)	1 836	-	-	-
Balance at 30 September 2022	226 463	246 309	327 357	762 350	1 562 479	338 970	1 901 449

Prepared by:


/A. Kerezov/

Date: 29th November 2022

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				Non-controlling interest	Total equity	
	Share capital	Share premium	Other reserves	Retained earnings			
Balance at 1 January 2021	226 604	246 462	287 583	722 081	1 482 730	321 615	1 804 345
Decrease in share capital and reserves resulting from change in own shares held by subsidiaries	(141)	(153)	-	-	(294)	-	(294)
Business combinations	-	-	1 138	6 028	7 166	769	7 935
Transactions with owners	(141)	(153)	1 138	6 028	6 872	769	7 641
Profit for the year	-	-	-	35 293	35 293	9 886	45 179
Other comprehensive income	-	-	(3 675)	-	(3 675)	(1 097)	(4 772)
Total comprehensive income for the year	-	-	(3 675)	35 293	31 618	8 789	40 407
Transfer of retained earnings to other reserves	-	-	16 394	(16 394)	-	-	-
Change in specialized reserves	-	-	(744)	744	-	-	-
Other changes	-	-	-	(1 108)	(1 108)	(518)	(1 626)
Balance at 31 December 2021	226 463	246 309	300 696	746 644	1 520 112	330 655	1 850 767

Prepared by: _____

/A. Kerezov/

Date: 29th November 2022

Executive director: _____

/I. Kamenov/



Interim condensed consolidated statement of cash flows

	30.09.2022	30.09.2021
	BGN'000	BGN'000
Proceeds from short-term loans	20 643	37 955
Payments for short-term loans	(25 185)	(40 027)
Proceeds from sale of short-term financial assets	187 294	195 719
Purchase of short-term financial assets	(351 062)	(256 643)
Cash receipt from customers	390 708	187 614
Cash paid to suppliers	(328 421)	(184 063)
Proceeds from secured persons	142 689	139 277
Payments to secured persons	(87 265)	(88 567)
Payments to employees and social security institutions	(90 687)	(85 262)
Cash receipts from banking operations	53 114 585	44 011 225
Cash paid for banking operations	(53 005 191)	(43 824 496)
Cash receipts from insurance operations	137 595	123 851
Cash paid for insurance operations	(85 072)	(86 221)
Income taxes paid	(1 893)	(2 349)
Other cash inflows/(outflows)	(9 073)	(919)
Net cash flow from operating activities	9 665	127 094
Investing activities		
Dividends received	9 349	20 334
Sale of property, plant and equipment	1 228	1 077
Purchase of property, plant and equipment	(8 561)	(14 590)
Purchase of intangible assets	(437)	(3 908)
Sale of investment property	1 553	1 243
Purchase of investment property	(1 933)	(1 892)
Sale of non-current financial assets	452 629	278 688
Purchase of non-current financial assets	(654 492)	(329 858)
Interest payments received	20 251	17 197
Proceeds from loans granted	6 439	-
Payments for loans granted	(21 273)	(31 377)
Other cash inflows/ (outflows)	4 452	285
Net cash flow from investing activities	(190 795)	(62 801)
Financing activities		
Sale of own shares	-	(126)
Proceeds from loans received	22 227	121 881
Payments for loans received	(61 354)	(38 937)
Interest paid	(4 435)	(5 438)
Payments for finance leases	(10 289)	(1 649)
Other cash (outflows)/inflows	(559)	(14 059)
Net cash flow from financing activities	(54 410)	61 672
Net change in cash and cash equivalents	(235 540)	125 965
Cash and cash equivalents, beginning of year	2 380 922	2 221 632
Exchange profit/(loss) on cash and cash equivalents	10 635	3 693
Cash and cash equivalents, end of the period	2 156 017	2 351 290

Prepared by:  _____

/A. Kerezov/

Date: 29th November 2022

Executive director:  _____

/I. Kamenov/



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 2022 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 2021, 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 2021.

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 2021.

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 2021. 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 2021.

5. New standards, amendments and interpretations to existing standards that are effective for annual periods beginning on or after 1 January 2022

Amendments to IFRS 3 Business Combinations, IAS 16 Property, Plant and Equipment IAS 37 Provisions, Contingent Liabilities and Contingent Assets effective from 1 January 2022 adopted by the EU

- IFRS 3 Business Combinations – Update on references to the Conceptual Framework with amendments to IFRS 3 'Business Combinations' that update an outdated reference in IFRS 3 without significantly changing its requirements.
- IAS 16 Property, Plant and Equipment – „Proceeds before Intended Use“ amends the standard to prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling such items, and the cost of producing those items, in profit or loss.
- IAS 37 Provisions, Contingent Liabilities and Contingent Assets - The changes in Onerous Contracts — Cost of Fulfilling a Contract specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract or an allocation of other costs that relate directly to fulfilling contracts.

Annual Improvements 2018-2020 effective from 1 January 2022 adopted by the EU

- IFRS 1 First-time Adoption of International Financial Reporting Standards - The amendment permits a subsidiary that applies paragraph D16(a) of IFRS 1 to measure cumulative translation differences using the amounts reported by its parent, based on the parent's date of transition to IFRSs.
- IFRS 9 Financial Instruments - The amendment clarifies which fees an entity includes when it applies the '10 per cent' test in paragraph B3.3.6 of IFRS 9 in assessing whether to derecognise a financial liability. An entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf.
- IFRS 16 Leases - The amendment to 16 removes from the example the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives are illustrated in that example.
- IAS 41 Agriculture - The amendment removes the requirement in paragraph 22 of IAS 41 for entities to exclude taxation cash flows when measuring the fair value of a biological asset using a present value technique. This will ensure consistency with the requirements in IFRS 13.

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 consolidated 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 2022 and have not been adopted early by the Group. Information on those expected to be relevant to the Group's consolidated financial statements is provided below.

Management anticipates that all relevant pronouncements will be adopted in the Group's accounting policies for the first period beginning after the effective date of the pronouncement.

IFRS 17 “Insurance Contracts” effective from 1 January 2023, adopted by the EU

IFRS 17 replaces for IFRS 4 “Insurance Contracts”. It requires a current measurement model where estimates are remeasured each reporting period. Contracts are measured using the building blocks of:

- discounted probability-weighted cash flows;
- an explicit risk adjustment, and
- a contractual service margin ("CSM") representing the unearned profit of the contract which is recognised as revenue over the coverage period.

The standard allows a choice between recognising changes in discount rates either in the income statement or directly in other comprehensive income.

The new rules will affect the financial statements and key performance indicators of all entities that issue insurance contracts.

Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2: Disclosure of Accounting policies effective from 1 January 2023, adopted by the EU

The entity is required to disclose its material accounting policy information instead of its significant accounting policies, the amendments clarify that accounting policy information may be material because of its nature, even if the related amounts are immaterial. The amendments clarify that accounting policy information is material if users of an entity's financial statements would need it to understand other material information in the financial statements and if the entity discloses immaterial accounting policy information, such information shall not obscure material accounting policy information.

Amendments to IAS 8 Accounting policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates effective from 1 January 2023, adopted by the EU

The amendments introduced the definition of accounting estimates and included other amendments to IAS 8 to help entities distinguish changes in accounting estimates from changes in accounting policies.

The amendments will help companies:

- improve accounting policy disclosures so that they provide more useful information to investors and other primary users of the financial statements; and
- distinguish changes in accounting estimates from changes in accounting policies.

Amendments to IAS 1 Presentation of Financial Statements: Classification of Liabilities as Current or Non-current effective from 1 January 2023 not yet adopted by the EU

The amendments in Classification of Liabilities as Current or Non-current affect only the presentation of liabilities in the consolidated statement of financial position — not the amount or timing of recognition of any asset, liability, income or expenses, or the information that entities disclose about those items. They:

- clarify that the classification of liabilities as current or non-current should be based on rights that are in existence at the end of the reporting period and align the wording in all affected paragraphs to refer to the "right" to defer settlement by at least twelve months and make explicit that only rights in place "at the end of the reporting period" should affect the classification of a liability;
- clarify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability; and
- make clear that settlement refers to the transfer to the counterparty of cash, equity instruments, other assets or services.

Amendments to IAS 12 Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction effective from 1 January 2023 not yet adopted by the EU

An entity applies the amendments to transactions that occur on or after the beginning of the earliest comparative period presented. It also, at the beginning of the earliest comparative period presented, recognizes deferred tax for all temporary differences related to leases and decommissioning obligations and recognizes the cumulative effect of initially applying the

amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at that date.

Amendments to IFRS 17 Insurance contracts: Initial Application of IFRS 17 and IFRS 9 – Comparative Information effective from 1 January 2023 not yet adopted by the EU

The amendment is a transition option relating to comparative information about financial assets presented on initial application of IFRS 17. The amendment is aimed at helping entities to avoid temporary accounting mismatches between financial assets and insurance contract liabilities, and therefore improve the usefulness of comparative information for users of financial statements.

IFRS 17 and IFRS 9 Financial Instruments have different transition requirements. For some insurers, these differences can cause temporary accounting mismatches between financial assets and insurance contract liabilities in the comparative information they present in their financial statements when applying IFRS 17 and IFRS 9 for the first time.

The amendment will help insurers to avoid these temporary accounting mismatches and, therefore, will improve the usefulness of comparative information for investors. It does this by providing insurers with an option for the presentation of comparative information about financial assets.

IFRS 14 “Regulatory deferral accounts” effective from 1 January 2016, not adopted by the EU

IFRS 14, “Regulatory deferral accounts” permits first-time adopters to continue to recognise amounts related to rate regulation in accordance with their previous GAAP requirements when they adopt IFRS. However, to enhance comparability with entities that already apply IFRS and do not recognise such amounts, the standard requires that the effect of rate regulation must be presented separately from other items.

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, 2021. 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

No significant adjusting or non-adjusting events occurred between the date of the separate financial statements and the date of its approval by management on 30 September 2022 for publication, except for the following non-adjusting events:

In connection with the ongoing global pandemic of Covid-19, described in Note 2 to these separate financial statements, the duration of the emergency epidemic situation in Bulgaria was extended until 30 September 2022.

In view of the ongoing coronavirus pandemic, the Company's management is unable to assess the impact of a potential new wave or strain on its future financial condition and performance, but considers that with a fading effect, the potential impact could lead to more - weak volatility of the market and price risk related to the financial assets of the Company and less likelihood of negative effects on its activities. The abolition of the imposed emergency

measures and restrictions by the various countries and governments will have a positive effect on economic activity.

On 21 February 2022, by decree of the President of the Russian Federation, the Donetsk People's Republic and the Luhansk People's Republic were recognized as independent states. On 24 February 2022, the Ministry of Defense of the Russian Federation announced a "special military operation" on the territory of the Republic of Ukraine.

The military actions started on the territory of the Republic of Ukraine and the related measures, which were introduced by the countries of the European Union, incl. Bulgaria vis-à-vis Russia (Russian Federation) and reciprocally - create geopolitical, macroeconomic and market tensions, which are expressed in high prices of goods, energy resources, inflation and market fluctuations.

The economic consequences of the military conflict in Ukraine cannot be assessed, but they are already indicating extremely serious effects on the overall global economy. Energy and raw material prices - including wheat and other cereals - have risen sharply, further exacerbating inflationary pressures from supply chain disruptions and the recovery from the Covid-19 pandemic. Price shocks are expected to have an impact worldwide. If the conflict develops negatively or lasts for a longer period of time, the economic damage will be significant and is expected to affect all sectors of the economy, both Bulgaria and the EU.

As of the date of preparation of this report, a contract has been concluded for finalization of a transaction with a related party for the acquisition of equity instruments registered in the Russian Federation, which requires additional fulfillment of certain conditions to finalized it..

The management of the Company will continue to monitor the potential impact and will take all possible measures to mitigate any potential effects.

The management of the Company has taken a set of organizational measures in order for the Company to meet all restrictions and sanctions imposed on the transfer of funds to and from Russia and / or sanctioned persons and institutions, including activities to increase and strengthen protection against potential malicious acts. and attacks on information resources and infrastructure..

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	30.09.2022 BGN'000	Share %	31.12.2021 BGN'000	Share %
Lufthansa Technik Sofia OOD	10 061	24.90%	8 944	24.90%
Swissport Bulgaria	5 796	49.00%	6 886	49.00%
Silver Wings Bulgaria Ltd.	5 351	42.50%	5 225	42.50%
Amadeus Bulgaria OOD	3 624	41.00%	3 764	41.00%
VTC AD	691	35.00%	689	35.00%
Kavarna Gas OOD	279	44.99%	235	44.99%
	25 802		25 743	

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 30 September 2022.

9.2. Investments in joint ventures

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

Name	30.09.2022 BGN'000	Share %	31.12.2021 BGN'000	Share %
Nuance BG AD	1 702	50%	833	50%
Consortium Bulgaria Air-Direction	141	90%	141	90%
Consortium Bulgaria Air and Direction	55	70%	55	70%
Varna ferry OOD	-	50%	-	50%
	1 898		1 029	

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 2022	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	69 190	17 324	213 703	10 413	(484)	310 146
Change in fair value of investment property	-	196	-	-	-	196
Gain on sale of non-current assets	(51)	-	30 074	-	-	30 023
Inter-segment income from non-financial activities	16 928	1 385	4 897	518	(23 728)	-
Total income from non-financial activities	86 067	18 905	248 674	10 931	(24 212)	340 365
Insurance income from external customers	-	287 643	-	-	5 466	293 109
Inter-segment insurance income	-	5 848	-	-	(5 848)	-
Total insurance income	-	293 491	-	-	(382)	293 109
Result from insurance	-	36 867	-	-	309	37 176
Interest income	5 098	131 308	2 319	218	(9 454)	129 489
Interest expenses	(4 807)	(14 146)	(15 372)	(1 834)	9 454	(26 705)
Result from interest	291	117 162	(13 053)	(1 616)	-	102 784
Gains from transactions with financial instruments	1 902	(105 269)	3 116	468	(10 180)	(109 963)
Other non - financial and administrative expenses	(80 994)	(163 536)	(205 099)	(8 761)	(44)	(458 434)
Net result from equity accounted investments in associates	26	-	3 818	-	-	3 844
Other financial income/ expense	(313)	96 033	(28 134)	688	(183)	68 091
Profit for allocating insurance batches	-	66 143	-	-	-	66 143
Profit for the period before tax	6 979	66 305	9 322	1 710	(34 310)	50 006
Tax expenses	(177)	(4 512)	(13)	-	-	(4 702)
Net profit for the period	6 802	61 793	9 309	1 710	(34 310)	45 304

Operating segments 30 September 2022	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	717 707	12 049 268	1 267 910	313 018	(2 475 938)	11 871 965
Investments accounted for using the equity method	363	-	22 133	2	5 202	27 700
Total consolidated assets	718 070	12 049 268	1 290 043	313 020	(2 470 736)	11 899 665
Liabilities of the segment	275 654	9 664 822	833 799	138 340	(914 399)	9 998 216
Total consolidated liabilities	275 654	9 664 822	833 799	138 340	(914 399)	9 998 216

Operating segments 31 Decemeber 2021	Production, trade and services BGN'000	Finance BGN'000	Transport BGN'000	Real estate and engineering BGN'000	Eliminations BGN'000	Consolidated BGN'000
Segment assets	719 556	11 791 032	1 236 736	312 354	(2 439 330)	11 620 348
Investments accounted for using the equity method	363	-	22 150	2	4 257	26 772
Total consolidated assets	719 919	11 791 032	1 258 886	312 356	(2 435 073)	11 647 120
Liabilities of the segment	284 702	9 451 604	819 427	140 158	(899 538)	9 796 353
Total consolidated liabilities	284 702	9 451 604	819 427	140 158	(899 538)	9 796 353



Operating segments 30 September 2021	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	51 916	19 887	147 797	9 555	(1 908)	227 247
Change in fair value of investment property	-	(44)	-	-	-	(44)
Gain on sale of non-current assets	-	-	-	-	-	-
Inter-segment income from non-financial activities	9 550	579	4 632	499	(15 260)	-
Total income from non-financial activities	61 466	20 422	152 429	10 054	(17 168)	227 203
Insurance income from external customers	-	295 492	-	-	5 682	301 174
Inter-segment insurance income	-	5 848	-	-	(5 848)	-
Total insurance income	-	301 340	-	-	(166)	301 174
Result from insurance	-	31 755	-	-	345	32 100
Interest income	4 841	123 474	3 129	333	(5 356)	126 421
Interest expenses	(4 383)	(16 919)	(9 476)	(1 671)	5 921	(26 528)
Result from interest	458	106 555	(6 347)	(1 338)	565	99 893
Net result of operations with financial instruments	1 077	63 934	1 691	724	(1 563)	65 863
Operational and administrative costs	(62 283)	(154 748)	(166 930)	(8 183)	14 611	(377 533)
Profit from investments accounted for using the equity method	26	-	3 075	-	-	3 101
Other financial income / (expenses)	(349)	68 463	(9 788)	(27)	(5 693)	56 606
Income for distribution by insurance accounts	-	(68 808)	-	-	-	(68 808)
Profit for the period before taxes	395	67 573	(25 870)	1 230	(8 903)	34 425
Income tax expense	(95)	(4 845)	3 200	-	-	(1 740)
Net result for the period	300	62 728	(22 670)	1 230	(8 903)	32 685



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 March 31, 2022. 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
30 September 2022									
Balance at 1 January 2022	52 615	126 098	163 957	30 491	124 651	24 547	83 162	112 059	717 580
Additions:									
- separately acquired	9	1 421	5 456	301	3 050	168	345	235 007	245 757
Disposals									
- separately disposed	(126)	(1 124)	(17 214)	(860)	(95 929)	-	(8)	(285 865)	(401 126)
Reclasification of assets	-	-	17 872	-	95 258	-	-	-	113 130
Revaluation of assets	-	-	-	-	38 312	-	-	-	38 312
Balance at 30 September 2022	52 498	126 395	170 071	29 932	165 342	24 715	83 499	61 201	713 653
Depreciation									
Balance at 1 January 2022	-	(37 557)	(133 880)	(26 986)	(88 075)	(23 576)	(50 721)	-	(360 795)
Disposals	-	17	5 159	751	5 063	-	8	-	10 998
Depreciation	-	(3 030)	(7 173)	(957)	(16 057)	(266)	(1 887)	-	(29 370)
Balance at 30 September 2022	-	(40 570)	(135 894)	(27 192)	(99 069)	(23 842)	(52 600)	-	(379 167)
Carrying amount at 30 September 2022	52 498	85 825	34 177	2 740	66 273	873	30 899	61 201	334 486

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31 December 2021	Land	Building	Machines and equipment	Facilities and spare parts	Vehicles	Repairs of rented assets	Other	Assets in process of acquisition	Total
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
Balance at 1 January 2021	52 150	136 508	167 209	85 920	123 188	23 373	82 715	45 910	716 973
Additions:									
- separately acquired	465	4 154	3 241	809	1 731	1 177	820	79 588	91 985
Disposals									
- separately disposed	-	(25)	(565)	(549)	(268)	(3)	(344)	(13 439)	(15 193)
- transfers	-	-	55 689	(55 689)	-	-	-	-	-
- reclassification of investment property	-	(14 539)	(61 617)	-	-	-	(29)	-	(76 185)
Balance at 31 December 2021	52 615	126 098	163 957	30 491	124 651	24 547	83 162	112 059	717 580
Depreciation									
Balance at 1 January 2021	-	(35 325)	(127 520)	(36 765)	(74 839)	(23 373)	(47 592)	-	(345 414)
Depreciation of disposed assets:									
- transfers	-	-	(10 714)	10 714	-	-	-	-	-
- reclassification of investment property	-	1 899	9 912	-	-	-	21	-	11 832
- separately disposed	-	20	508	549	258	3	59	-	1 397
Depreciation	-	(4 151)	(6 066)	(1 484)	(13 494)	(206)	(3 209)	-	(28 610)
Balance at 31 December 2021	-	(37 557)	(133 880)	(26 986)	(88 075)	(23 576)	(50 721)	-	(360 795)
Carrying amount at 31 December 2021	52 615	88 541	30 077	3 505	36 576	971	32 441	112 059	356 785

12. Financial assets

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

	30.09.2022	31.12.2021
	BGN '000	BGN '000
Loans and advances to bank customers	3 209 416	3 049 092
Financial assets at fair value through profit or loss	2 078 647	2 042 970
Debt instruments measured at fair value through other comprehensive income	380 874	859 441
Equity instruments measured at fair value through other comprehensive income	97 661	70 426
	5 766 598	6 021 929

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:

	30.09.2022	31.12.2021
	BGN '000	BGN '000
Loans granted	203 685	216 659
Receivables under repurchase agreements	432 390	399 895
Debt instruments measured at amortized cost	1 349 624	687 184
Receivables from related parties	148 372	165 559
Trade receivables	194 153	116 962
Impairment loss	(43 611)	(28 263)
	2 284 613	1 557 996

14. Share capital

The share capital of Chimimport as at 30 September 2022 consists of 239 646 267 ordinary shares with a par value of BGN 1, including 13 182 738 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:	30.09.2022	31.12.2021
- beginning of the year	226 463 529	226 604 029
- treasury shares acquired by subsidiaries during the year	-	(140 500)
Shares issued and fully paid as at period end	226 463 529	226 463 529

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

	30.09.2022	30.09.2022	31.12.2021	31.12.2021
	Number of ordinary shares	%	Number of ordinary shares	%
Invest Capital AD	173 487 247	72.39 %	173 487 247	72.39%
Other legal entities	48 227 754	20.12 %	48 845 512	20.38%
Other private individuals	17 931 266	7.49 %	17 313 508	7.23%
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 2022 and 2021 amounts to 5% and the tax is deducted from the gross amount of dividends.

15. Borrowings

Borrowings include financial liabilities as follows:

	30.09.2022	31.12.2021
	BGN'000	BGN'000
Financial liabilities at fair value:		
Derivatives, held-for-trading	-	118
Financial liabilities measured at amortized cost:		
Liabilities to depositors	7 103 910	6 917 880
Bonds and debenture loan	71 919	72 957
Bank loans	130 133	150 512
Other borrowings	23 835	27 499
Deposits from banks	27 212	41 146
Cession liabilities	55 661	43 014
Liabilities under repurchase agreements	2 382	13 960
Trade obligations	99 811	109 581
Payables to related parties	68 572	63 316
Total carrying amount	7 583 435	7 439 983

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 2021 is 10% corporate tax (the expected annual tax rate for the period ended on 30 September 2022 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:

	30.09.2022	30.09.2021
Profit attributable to the shareholders (BGN)	33 469 000	22 044 000
Weighted average number of outstanding shares	226 463 529	226 463 529
Basic earnings per share (BGN per share)	0.15	0.10

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	30.09.2022	30.09.2021
	BGN'000	BGN'000
- <i>sale of services</i>	68	6
- <i>interest income</i>	214	110
- <i>others</i>	-	-
Purchase of goods and services, interest expense and other expense		
- <i>purchase of services</i>	(23)	(23)
- <i>other expense</i>	-	-
- <i>interests expenses</i>	(526)	-

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

Sale of goods and services, interest income and other income	30.09.2022	30.09.2021
	BGN'000	BGN'000
<i>sale of finished goods</i>		
- associates and joint ventures	1 707	460
- other related parties outside the group	114	197
<i>sale of goods</i>		
- associates and joint ventures	426	237
- other related parties outside the group	660	368
<i>sale of services</i>		
- associates and joint ventures	8 135	7 708
- other related parties outside the group	2 495	1 717

Sale of goods and services, interest income and other income	30.09.2022	30.09.2021
	BGN'000	BGN'000
<i>interest income</i>		
- associates	-	-
- joint ventures	217	167
- other related parties outside the group	596	515
<i>other income</i>		
- associates and joint ventures	9	1 113
- other related parties outside the group	-	712
Purchase of services and interest expense	30.09.2022	30.09.2021
	BGN'000	BGN'000
<i>purchase of services</i>		
- associates and joint ventures	(7 546)	(7 663)
- other related parties	(3 790)	(1 740)
<i>interest expense and other expenses</i>		
- associates and joint ventures	(176)	(41)
- other related parties joint ventures	(110)	(66)

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:

	30.09.2022	30.09.2021
	BGN'000	BGN'000
Short-term employee benefits:		
Salaries, including bonuses	(126)	(126)
Social security costs	(12)	(12)
Total:	(138)	(138)

19. Related party balances

	30.09.2022	31.12.2021
	BGN'000	BGN'000
Non-current receivables from:		
-owners	-	-
-associated enterprises	3 208	3 507
-joint- ventures	-	-
- other related parties	43 181	86 302
Total	46 389	89 809

	30.09.2022	31.12.2021
	BGN'000	BGN'000
Current receivables from:		
-owners	27 735	30 389
- associates enterprises	741	1 222
-joint- ventures	7 681	6 493
- other related parties	65 826	37 646
Total	101 983	75 750

	30.09.2022	31.12.2021
	BGN'000	BGN'000
Non-current payables to:		
-owners	-	8
-associates enterprises	8 425	7 225
-joint- ventures	1 582	947
- other related parties	16 586	6 214
Total	18 168	14 394

Current payables to:

	30.09.2022	31.12.2021
	BGN'000	BGN'000
-owners	26 413	25 012
- associates enterprises	4 834	6 682
-joint- ventures	2 244	584
- other related parties	16 913	16 644
Total	50 404	48 922

20. Post - reporting date events

From September 30, 2022 until November 29, 2022 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 2022 (including comparatives) were approved for issue by the Managing board on 29 November 2022.