

Interim Activity Report
Interim Condensed Consolidated Financial
Statements

CHIMIMPORT AD

30 September 2017



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Interim condensed consolidated statement of financial position

	Notes	30.09.2017	31.12.2016	30.09.2016
		BGN'000	BGN'000	BGN'000
Assets				
Non-current assets				
Property, plant and equipment	7	440 439	450 202	480 358
Investment property		382 442	337 574	322 065
Investments accounted for using the equity method	5	33 280	30 475	30 564
Goodwill		33 042	33 042	33 317
Other intangible assets		172 955	172 032	180 223
Long-term financial assets	8	2 633 417	2 452 621	2 304 578
Long-term related party receivables	15	8 025	8 747	9 179
Other long-term receivables		1 889	1 890	3 986
Deferred tax assets		4 479	5 009	5 172
Non-current assets		3 709 968	3 491 592	3 369 442
Current assets				
Inventories		43 264	47 434	35 454
Short-term financial assets	9	2 280 920	2 423 363	2 412 916
Related party receivables	15	58 893	65 143	199 168
Trade receivables		97 653	90 204	124 043
Tax receivables		5 316	1 380	2 989
Other receivables		215 245	166 660	169 457
Receivables from insurance and reinsurance contracts		43 430	47 373	50 850
Reinsurance assets		89 490	76 829	91 396
Cash and cash equivalents		2 042 845	1 767 126	1 747 080
Current assets		4 877 056	4 685 512	4 833 353
Assets classified as held for sale		4 975	7 384	6 166
Total assets		8 591 999	8 184 488	8 208 961

Prepared by:

/A. Kerzov/



Executive director:

/I. Kamenov/

Date: 29 November 2017

Interim condensed consolidated statement of financial position (continued)

	Notes	30.09.2017 BGN'000	31.12.2016 BGN'000	30.09.2016 BGN'000
Equity and liabilities				
Equity				
Share capital	10	227 232	226 914	224 609
Share premium		247 046	246 838	218 774
Other reserves		116 392	85 174	74 988
Retained earnings		742 540	731 056	751 929
Profit for the period		62 807	52 008	62 442
Equity attributed to the shareholders of parent company		1 396 017	1 341 990	1 332 742
Non-controlling interests		274 976	261 170	247 021
Total equity		1 670 993	1 603 160	1 579 763
Specialized reserves		285 070	276 016	310 459
Liabilities				
Non-current liabilities				
Long-term financial liabilities	11	1 328 066	1 124 021	1 247 083
Payables to secured persons		1 156 530	1 057 762	1 023 058
Long-term trade payables		49 167	36 490	38 946
Long-term related party payables	15	4 500	4 493	3 802
Finance lease liabilities		2 868	3 582	3 853
Pension and other employee obligations		2 667	2 766	4 174
Other liabilities		1 884	1 856	3 373
Provisions		598	598	598
Deferred tax liabilities		22 973	30 626	29 433
Non-current liabilities		2 569 253	2 262 194	2 354 320
Current liabilities				
Short-term financial liabilities	11	3 842 831	3 785 564	3 694 846
Trade payables		92 582	115 966	150 846
Short-term related party payables	15	26 673	17 692	13 582
Finance lease liabilities		1 047	1 355	1 766
Liabilities to insurance and reinsurance contracts		24 571	25 719	43 143
Pension and other employee obligations		10 837	13 107	10 326
Tax liabilities		7 257	12 071	5 232
Other liabilities		60 885	71 644	44 678
Current liabilities		4 066 683	4 043 118	3 964 419
Total liabilities		6 635 936	6 305 312	6 318 739
Total equity, reserves and liabilities		8 591 999	8 184 488	8 208 961

Prepared by: _____

/A. Kerezov/

Executive director: _____

/I. Kamenov/



Date: 29 November 2017

Interim condensed consolidated statement of comprehensive income

	Notes			
	9 months to 30.09.2017	3 months to 30.09.2017	9 months to 30.09.2016	3 months to 30.09.2016
	BGN'000	BGN'000	BGN'000	BGN'000
Income from non-financial activities	327 795	123 304	371 676	138 718
Expenses for non-financial activities	(298 452)	(110 902)	(319 575)	(114 935)
Change in fair value of investment property	2 209	724	1 180	23
Gain on sale of non-current assets	3 657	4 599	318	(3 696)
Net result from non-financial activities	35 209	17 725	53 599	20 110
Insurance income	288 002	66 381	326 139	50 639
Insurance expense	(267 084)	(56 624)	(298 826)	(46 024)
Net insurance result	20 918	9 757	27 313	4 615
Interest income	151 080	50 372	151 699	45 954
Interest expense	(28 695)	(7 397)	(40 732)	(7 463)
Net interest income	122 385	42 975	110 967	38 491
Gains from transactions with financial instruments	398 829	123 222	368 128	114 200
Losses from transactions with financial instruments	(338 558)	(112 287)	(308 288)	(88 534)
Net result from transactions with financial instruments	60 271	10 935	59 840	25 666
Administrative expenses	(160 783)	(54 049)	(171 969)	(50 652)
Share of profit from equity accounted investments	4 612	2 623	3 719	2 738
Other financial income	22 694	5 830	31 269	11 613
Allocation of income to secured persons	(30 424)	(13 757)	(34 259)	(24 239)
Profit before tax	74 882	22 039	80 479	28 342
Tax expense, revenue	12 697	(1 445)	(7 104)	(2 149)
Net profit for the period	75 579	20 594	73 375	26 193
Other comprehensive income				
Revaluation of obligations under defined benefit plans, net	-	-	-	-
Gains from financial assets	8 174	423	(2 663)	(7 180)
Total comprehensive income	83 753	21 017	70 712	19 013
Profit for the year attributable to:				
the shareholders of Chimimport AD	62 807	15 221	62 442	20 265
non-controlling interests	12 772	5 373	10 933	5 928
Total comprehensive income attributable to:				
the shareholders of Chimimport AD	68 501	15 644	60 698	15 199
non-controlling interests	15 252	5 373	10 014	3 814
Basic earnings per share in BGN	0,28	0,07	0,28	0,09

Prepared by: _____

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Date: 29 November 2017

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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 interest	Total equity
	Share capital	Share premium	Other reserves	Retained earnings			
Balance at 1 January 2017	226 914	246 838	85 174	783 064	1 341 990	261 170	1 603 160
Increase/Decrease in share capital and reserves resulting from purchase of treasury shares by subsidiaries	318	208			526	-	526
Business combinations			140	(2 858)	(2 718)	(1 446)	(4 164)
Dividends	-	-	-	(12 282)	(12 282)	-	(12 282)
Transactions with owners	318	208	140	(15 140)	(14 474)	(1 446)	(15 920)
Profit for the period, ended at 30 September 2017	-	-	-	62 807	62 807	12 772	75 579
Other comprehensive income	-	-	5 694	-	5 694	2 480	8 174
Total comprehensive income for the period	-	-	5 694	62 807	68 501	15 252	83 753
Transfer of retained earnings to other reserves	-	-	25 384	(25 384)	-	-	-
Balance at 30 September 2017	227 232	247 046	116 392	805 347	1 396 017	274 976	1 670 993

Prepared by:


/A. Kerezov/

Date: 29 November 2017



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	Total		
Balance at 1 January 2016	225 092	218 469	71 581	762 910	1 278 052	239 083	1 517 135
Decrease in share capital and reserves resulting from purchase of treasury shares by subsidiaries	1 822	28 369	-	-	30 191	-	30 191
Business combinations	-	-	(1 936)	(19 059)	(20 995)	8 459	(12 536)
Dividends	-	-	-	(7 258)	(7 258)	(2 343)	(9 601)
Transactions with owners	1 822	28 369	(1 936)	(26 317)	1 938	6 116	8 054
Profit for the year	-	-	-	52 008	52 008	13 876	65 884
Other comprehensive income	-	-	9 992	-	9 992	2 095	12 087
Total comprehensive income for the year	-	-	9 992	52 008	62 000	15 971	77 971
Transfer of retained earnings to other reserves	-	-	5 537	(5 537)	-	-	-
Balance at 31 December 2016	226 914	246 838	85 174	783 064	1 341 990	261 170	1 603 160

Prepared by: _____

/A. Kerezov/

Date: 29 November 2017



Executive director: _____

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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	Total		
Balance at 1 January 2016	225 092	218 469	71 581	762 910	1 278 052	239 083	1 517 135
Decrease in share capital and reserves resulting from purchase of treasury shares by subsidiaries	(483)	305	-	-	(178)	-	(178)
Business combinations	-	-	(386)	2 966	2 580	(2 076)	504
Dividends	-	-	-	(8 410)	(8 410)	-	(8 410)
Transactions with owners	(483)	305	(386)	(5 444)	(6 008)	(2 076)	(8 084)
Profit for the period, ended at 30 September 2016	-	-	-	62 442	62 442	10 933	73 375
Other comprehensive income	-	-	(1 744)	-	(1 744)	(919)	(2 663)
Total comprehensive income for the year	-	-	(1 744)	62 442	60 698	10 014	70 712
Transfer of retained earnings to other reserves	-	-	5 537	(5 537)	-	-	-
Balance at 30 September 2016	224 609	218 774	74 998	814 371	1 313 742	247 021	1 579 763

Prepared by: _____

/A. Kerezov/

Date: 29 November 2017



Executive director: _____

/I. Kamenov/

Interim condensed consolidated statement of cash flows

	30.09.2017	30.09.2016
	BGN'000	BGN'000
Proceeds from short-term loans	39 176	75 718
Payments for short-term loans	(23 695)	(79 144)
Proceeds from sale of short-term financial assets	429 589	448 913
Purchase of short-term financial assets	(503 184)	(415 635)
Cash receipt from customers	330 262	362 751
Cash paid to suppliers	(280 458)	(327 985)
Proceeds from secured persons	102 377	96 311
Payments to secured persons	(19 055)	(22 694)
Payments to employees and social security institutions	(85 250)	(85 666)
Cash receipts from banking operations	32 034 417	30 297 233
Cash paid for banking operations	(31 841 088)	(30 022 983)
Cash receipts from insurance operations	144 951	174 848
Cash paid for insurance operations	(140 759)	(156 619)
Income taxes paid	(1 184)	(4 659)
Other cash inflows/(outflows)	(5 031)	2 387
Net cash flow from operating activities	181 068	342 776
Investing activities		
Dividends received	4 349	2 200
Sale of property, plant and equipment	192	3 939
Purchase of property, plant and equipment	(5 246)	(24 765)
Sale of of intangible assets	13	7
Purchase of intangible assets	(1 168)	(1 245)
Sale of investment property	-	9 931
Purchase of investment property	(56 400)	(32 443)
Sale of non-current financial assets	378 893	364 605
Purchase of non-current financial assets	(264 966)	(154 423)
Interest payments received	38 151	44 614
Proceeds from loans granted	66 820	42 357
Payments for loans granted	(19 483)	(51 139)
Other cash (outflows) inflows	2 566	(6 040)
Net cash flow from investing activities	143 721	197 598
Financing activities		
Dividends paid on preference shares	(5 557)	-
Purchase of own shares	(689)	(69)
Proceeds from loans received	27 585	45 281
Payments for loans received	(55 196)	(42 768)
Interest paid	(7 467)	(6 487)
Payments for finance leases	(1 076)	(1 053)
Other cash (outflows) inflows	(4 214)	(16 763)
Net cash flow from financing activities	(46 614)	(21 859)
Net change in cash and cash equivalents	278 175	518 515
Cash and cash equivalents, beginning of year	1 767 126	1 229 113
Exchange profit on cash and cash equivalents	(2 456)	(548)
Cash and cash equivalents, end of the period	2 042 845	1 747 080

Prepared by: _____

/A. Kerezov/

Date: 29 November 2017



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.

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

These interim condensed consolidated financial statements as of 30 September 2017 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 2016, 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 2016.

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 2016.

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 2016. There have been no changes in the risk management policies since year end.

4. Significant events and transactions during the reporting period

In general the Group condition is stable, in spite the current economic environment and has enough capital and liquidity to proceed with its operational activities and debt.

5. Investments accounted for using equity method

5.1. Investments in associates

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

Name	30.09.2017 BGN'000	Share %	31.12.2016 BGN'000	Share %	30.09.2016 BGN'000	Share %
Lufthansa Technik Sofia OOD	7 876	24.90%	6 777	24.90%	6 495	24.90%
VTC AD	3 330	41.00%	3 214	41.00%	3 064	41.00%
Amadeus Bulgaria OOD	3 323	45.00%	3 182	45.00%	3 141	45.00%
Silver Wings Bulgaria Ltd.	5 186	42.50%	4 817	42.50%	4 587	42.50%
Swissport Bulgaria	5 257	49.00%	4 959	49.00%	4 578	49.00%
Dobrich fair AD	767	39.98%	745	39.98%	755	39.98%
Kavarna Gas OOD	491	35.00%	464	35.00%	464	35.00%
	26 230		24 158		23 084	



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 2017.

5.2. Investments in joint ventures

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

Name	30.09.2017 BGN '000	Share %	31.12.2016 BGN '000	Share %	30.09.2016 BGN '000	Share %
Nuance BG AD	2 043	50.00%	1 310	50.00%	2 473	50.00%
Varna ferry OOD	5 007	50.00%	5 007	50.00%	5 007	50.00%
	<u>7 050</u>		<u>6 317</u>		<u>7 480</u>	

6. 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, trade and services
- Finance sector
- Transport sector
- Real estate sector
- Construction and engineering sector

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



Operating segments 30 September 2017	Production, trade and services	Financial sector	Transport sector	Real estate sector	Construction and engineering sector	Elimination	Consolidated
	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000
Income from non-financial activities from external customers	69 702	11 541	245 429	531	2 766	(2 174)	327 795
Change in fair value of investment property	-	-	-	-	-	2 209	2 209
Gain from sale of non-current assets	(146)	6	1 731	2 059	9	(2)	3 657
Inter-segment income from non-financial activities	5 577	1 703	2 158	-	990	(10 428)	-
Total income from non-financial activities	75 133	13 250	249 318	2 590	3 765	(10 395)	333 661
Result from non-financial activities	5 884	13 250	12 867	1 856	(122)	1 474	35 209
Insurance income from external customers	-	288 002	-	-	-	-	288 002
Inter-segment insurance income	-	2 314	-	-	-	(2 314)	-
Total insurance income	-	290 316	-	-	-	(2 314)	288 002
Result from insurance	-	22 212	-	-	-	(1 294)	20 918
Interest income	5 326	154 303	1 986	468	102	(11 105)	151 080
Interest expenses	(6 405)	(27 029)	(5 979)	(9)	(378)	11 105	(28 695)
Result from interest	(1 079)	127 274	(3 993)	459	(276)	-	122 385
Gains from transactions with financial instruments	3 733	406 962	1 597	-	-	(13 463)	398 829
Result from transactions with financial instruments	3 716	67 061	1 596	-	-	(12 102)	60 271
Administrative expenses	(3 492)	(154 856)	(7 339)	-	-	4 904	(160 783)
Net result from equity accounted investments in associates	49	-	4 563	-	-	-	4 612
Other financial income/ expense	435	25 596	(2 775)	(2)	(37)	(523)	22 694
Profit for allocating insurance batches	-	(30 424)	-	-	-	-	(30 424)
Profit for the period before tax	5 513	70 113	4 919	2 313	(435)	(7 541)	74 882
Tax expenses	(636)	1 406	(48)	(25)	-	-	697
Net profit for the period	4 877	71 519	4 871	2 288	(435)	(7 541)	75 579



Operating segments	Production, trade and services	Financial sector	Transport sector	Real estate Sector	Construction and engineering sector	Elimination	Consolidated
30 September 2017	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000
Assets of the segment	726 542	8 916 109	936 807	76 836	15 555	(2 113 130)	8 558 719
Equity accounted investments in associates	4 027	-	23 351	-	2	5 900	33 280
Total consolidated assets	730 569	8 916 109	960 158	76 836	15 557	(2 107 230)	8 591 999
Specialized reserves	-	285 070	-	-	-	-	285 070
Liabilities of the segment	268 081	6 534 394	422 313	4 368	9 713	(602 933)	6 635 936
Total consolidated liabilities	268 081	6 534 394	422 313	4 368	9 713	(602 933)	6 635 936

Operating segments	Production, trade and services	Financial sector	Transport sector	Real estate Sector	Construction and engineering sector	Elimination	Consolidated
30 September 2016	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000
Assets of the segment	695 709	8 605 517	876 845	73 549	20 198	(2 093 421)	8 178 397
Equity accounted investments in associates	4 207	10	23 178	-	2	3 347	30 564
Total consolidated assets	699 736	8 605 527	900 023	73 549	20 200	(2 090 074)	8 208 961
Specialized reserves	-	310 459	-	-	-	-	310 459
Liabilities of the segment	234 862	6 257 977	350 865	5 335	15 755	(546 055)	6 318 739
Total consolidated liabilities	234 862	6 257 977	350 865	5 335	15 755	(546 055)	6 318 739



Operating segments 30 September 2016	Production, trade and services	Financial sector	Transport sector	Real estate sector	Construction and engineering sector	Elimination	Consolidated
	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000
Income from non-financial activities from external customers	91 138	14 675	253 052	236	11 221	1 354	371 676
Change in fair value of investment property	-	(53)	-	-	-	1 233	1 180
Gain from sale of non-current assets	(529)	25	2 485	-	-	(1 663)	318
Inter-segment income from non-financial activities	5 423	1 649	3 822	-	780	(11 674)	-
Total income from non-financial activities	96 032	16 296	259 359	236	12 001	(10 750)	373 174
Result from non-financial activities	8 617	16 296	22 476	(363)	281	6 292	53 599
Insurance income from external customers	-	607 614	-	-	-	-	607 614
Inter-segment insurance income	-	3 606	-	-	-	(3 606)	-
Total insurance income	-	611 220	-	-	-	(3 606)	607 614
Result from insurance	-	30 315	-	-	-	(3 002)	27 313
Interest income	4 222	161 372	540	194	116	(14 745)	151 699
Interest expenses	(6 158)	(43 516)	(5 286)	(42)	(472)	14 742	(40 732)
Result from interest	(1 936)	117 856	(4 746)	152	(356)	(3)	110 967
Gains from transactions with financial instruments	2 351	379 042	1 378	-	-	(14 643)	368 128
Result from transactions with financial instruments	2 325	68 393	1 376	-	-	(12 254)	59 840
Administrative expenses	(3 899)	(165 975)	(7 190)	-	-	5 095	(171 969)
Net result from equity accounted investments in associates	15	-	3 704	-	-	-	3 719
Other financial income/ expense	(519)	42 890	(2 068)	(2)	(26)	(9 006)	31 269
Profit for allocating insurance batches	-	(34 259)	-	-	-	-	(34 259)
Profit for the period before tax	4 603	75 516	13 552	(213)	(101)	(12 878)	80 479
Tax expenses	(695)	(5 988)	(113)	-	-	(308)	(7 104)
Net profit for the period	3 908	69 528	13 439	(213)	(101)	(13 186)	73 375



7. 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, 2017. 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
Balance at 1 January 2017	52 651	124 769	176 066	84 989	128 159	23 487	73 462	60 258	723 841
Additions:									
- business combinations	2 114	806	-	-	2 523	-	-	-	5 443
- separately acquired	-	9 046	6 000	524	1 452	1 657	195	6 395	25 269
- reclassified									
Disposals									
- separately disposed	(996)	(799)	(588)	(248)	(3 592)	-	(25)	(16 868)	(23 116)
Balance at 30 September 2017	53 769	133 822	181 478	85 265	128 542	25 144	73 632	49 785	731 437
Depreciation									
Balance at 1 January 2017	-	(21 921)	(109 076)	(32 332)	(52 122)	(22 621)	(35 567)	-	(273 639)
Business combinations	-	(9)	(158)	-	-	(2)	-	-	(169)
Disposals depreciation - business combinations	-	-	144	-	19	-	-	-	163
Disposals depreciation - reclassified	-	189	147	109	1 207	-	25	-	1 677
Depreciation	-	(2 955)	(7 523)	(1 208)	(3 555)	(1 173)	(2 616)	-	(19 030)
Balance at 30 September 2017	-	(24 696)	(116 466)	(33 431)	(54 451)	(23 796)	(38 158)	-	(290 998)
Carrying amount at 30 September 2017	53 769	109 126	65 012	51 834	74 091	1 348	35 474	49 785	440 439



- as at 31 December 2016

	Land	Building	Machines	Equipment	Vehicles	Repairs	Others	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 2016	60 243	93 717	179 443	82 107	132 098	22 140	71 577	84 723	726 048
Additions:									
- separately acquired	3 114	38 295	1 802	3 086	5 200	1 035	52	22 697	75 281
- reclassified	-	-	200	-	1	390	2 508	-	3 099
Disposals									
- separately disposed	(10 701)	(6 409)	(5 279)	(204)	(8 947)	(78)	(336)	(39 795)	(71 749)
- business combinations	(5)	(834)	(100)	-	(193)	-	(339)	-	(1 471)
- reclassified	-	-	-	-	-	-	-	(7 367)	(7 367)
Balance at 31 December 2016	52 651	124 769	176 066	84 989	128 159	23 487	73 462	60 258	723 841
Depreciation									
Balance at 1 January 2016	-	(19 068)	(104 706)	(29 338)	(50 426)	(20 848)	(33 215)	-	(257 601)
Business combinations	-	635	425		137		91		1 288
Disposal depreciation - reclassified	-	269	3 072	13	4 214	78	337		7 983
Depreciation	-	(3 757)	(7 867)	(3 007)	(6 047)	(1 851)	(2 780)	-	(25 309)
Balance at 31 December 2016	-	(21 921)	(109 076)	(32 332)	(52 122)	(22 621)	(35 567)	-	(273 639)
Carrying amount at 31 December 2016	52 651	102 848	66 990	52 657	76 037	866	37 895	60 258	450 202



- as at 30 September 2016

	Land	Building	Machines	Equipment	Vehicles	Repairs	Others	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 2016	60 243	93 717	179 443	82 107	132 098	22 140	71 577	84 723	726 048
Additions:									
- separately acquired	15	5 791	4 031	811	2 010	1 749	4 600	25 670	44 677
- reclassified	-	-	-	-	-	-	-	(2 590)	(2 590)
Disposals									
- separately disposed	-	(4)	(3 698)	(128)	(6 326)	-	(25)	(6 388)	(16 569)
Balance at 30 September 2016	60 258	99 504	179 776	82 790	127 782	23 889	76 152	101 415	751 566
Depreciation									
Balance at 1 January 2016	-	(19 068)	(104 706)	(29 338)	(50 426)	(20 848)	(33 215)	-	(257 601)
Disposals depreciation - reclassified	-	239	2 197	66	2 646	-	25	-	5 173
Depreciation	-	(859)	(6 383)	(2 749)	(4 283)	(2 484)	(2 022)	-	(18 780)
Balance at 30 September 2016	-	(19 688)	(108 892)	(32 021)	(52 063)	(23 332)	(35 212)	-	(271 208)
Carrying amount at 30 September 2016	60 258	79 816	70 884	50 769	75 719	557	40 940	101 415	480 358

8. Long-term financial assets

Financial assets, recognized in the interim condensed consolidated statement of financial position, include the following financial asset categories:

	30.09.2017	31.12.2016	30.09.2016
	BGN '000	BGN '000	BGN '000
Financial assets at fair value through profit or loss	6 874	13 184	6 614
Held-to-maturity financial assets	-	-	355 356
Loans and receivables	2 163 097	1 980 609	1 834 518
Available-for-sale financial assets	543 593	525 167	161 501
	2 713 564	2 518 960	2 357 989
Impairment	(80 147)	(66 339)	(53 411)
	2 633 417	2 452 621	2 304 578

9. Short-term financial assets

Financial assets, recognized in the interim condensed consolidated statement of financial position, include the following financial asset categories:

	30.09.2017	31.12.2016	30.09.2016
	BGN '000	BGN '000	BGN '000
Financial assets at fair value through profit or loss	1 368 895	1 332 561	1 282 816
Held-to-maturity financial assets	38 192	30 188	128 525
Loans and receivables	782 274	942 034	984 241
Held for sale financial assets	120 360	148 916	47 902
	2 309 721	2 453 699	2 443 484
Impairment	(28 801)	(30 336)	(30 568)
	2 280 920	2 423 363	2 412 916

10. Share capital

The share capital of Chimimport as at 30 September 2017 consists of 239 646 267 ordinary shares with a par value of BGN 1, including 12 405 220 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.

	30.09.2017	31.12.2016	30.09.2016
Shares issued and fully paid:			
- beginning of the year	226 914 228	225 092 055	225 092 055
- treasury shares /ordinary and preferred/ acquired by subsidiaries during the year	318 009	1 822 173	(482 707)
Shares issued and fully paid as at period end	227 232 237	226 914 228	224 609 348

All privilege shares, issued on 12 June 2009, were converted into ordinary shares on 15 June 2016, as per the Memorandum:

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

	30.09.2017	30.09.2017	31.12.2016	31.12.2016	30.09.2016	30.09.2016
	Number of ordinary shares	%	Number of ordinary shares	%	Number of ordinary shares	%
Invest Capital AD	174 847 247	72.96%	175 002 247	73.03%	175 002 247	73.03%
Other legal entities and private individuals	64 799 020	26.97%	64 644 020	26.97%	64 644 020	26.97%
	239 646 267	100.00%	239 646 267	100.00%	239 646 267	100.00%
Shares of the Group, acquired by subsidiaries						
CCB Group AD	(1 296 606)	0.54%	(1 863 605)	0.78%	(5 160 005)	2.15%
ZAD Armeec	(3 236 507)	1.35%	(3 211 507)	1.34%	(3 211 507)	1.34%
CCB AD	-	-	(192 620)	0.08%	(188 100)	0.08%
POAD CCB Sila	(7 872 107)	3.28%	(7 464 307)	3.11%	(6 477 307)	2.70%
Trans Intercar EAD	(8 800)	0.00%	-	-	-	-
	(12 414 020)	5.18%	(12 732 039)	5.31%	(15 036 919)	6.27%
Net number of shares	227 232 247		226 914 228		224 609 348	

Withholding tax for dividends due from individuals and foreign legal entities, registered in countries that are not members of EU for 2016 and 2017 amounts to 5% and the tax is deducted from the gross amount of dividends.



11. Borrowings

Borrowings include financial liabilities as follows:

	Current			Non-current		
	30.09.2017	31.12.2016	30.09.2016	30.09.2017	31.12.2016	30.09.2016
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
Financial liabilities measured at amortized cost:						
Liabilities to depositors	3 728 645	3 633 088	3 531 386	1 142 900	998 430	980 766
Liabilities for dividends	-	6 506	26 486	-	-	7 142
Bonds and debenture loan	84	2 895	75	40 373	34 587	153 743
Bank loans	51 986	67 239	62 186	123 770	83 278	90 620
Other borrowings	31 853	31 268	34 324	3 029	3 520	6 400
Derivatives, held-for-trading	-	209	787	-	-	-
Deposits from banks	7 010	8 359	11 533	-	-	-
Cession liabilities	7 806	18 591	14 605	17 994	4 206	8 412
Liabilities under repurchase agreements	15 447	17 409	13 464	-	-	-
Total carrying amount	3 842 831	3 785 564	3 737 989	1 328 066	1 124 021	1 247 083

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 interest rates between 3% - 8%

12. Income tax expenses

Recognized tax expenses are based on management's best estimate of the expected annual tax rate. The tax rate, valid for 2017 is 10% corporate tax (the expected annual tax rate for the period ended on 31 December 2016 was 10%).

13. 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 outstanding shares used for basic earnings per share as well as profit attributable to shareholders, as at 30 September 2017, is:

	30 September 2017	30 September 2016
Profit attributable to the shareholders (BGN)	62 807 000	62 422 000
Weighted average number of outstanding shares	227 232 247	224 609 348
Basic earnings per share (BGN per share)	0.28	0.28

14. Related party transactions

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

14.1. Transaction with owners

Sale of goods and services, interest income and other income	30.09.2017	30.09.2016
	BGN'000	BGN'000
<i>- interest income</i>		
Oweners	651	1 528
<i>- sale of services and others</i>		
Oweners	6	17
Purchase of goods and services, interest expense and other expense		
<i>- purchase of services</i>		
Oweners	(43)	(160)
<i>- interest expense</i>		
Oweners	-	(1)

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

Sale of goods and services, interest income and other income	30.09.2017	30.09.2016
	BGN'000	BGN'000
<i>- sale of finished goods</i>		
- associated parties	453	401
- other related parties	312	327
<i>- sale of goods</i>		
- associated parties	288	293
- other related parties	827	1 186
<i>- sale of services</i>		
- associated parties	3 805	4 976
- joint ventures	-	23
- other related parties	1 350	1 636



Sale of goods and services, interest income and other income	30.09.2017	30.09.2016
	BGN'000	BGN'000
<i>- interest income</i>		
- associated parties	22	-
- joint ventures	-	18
- other related parties	1 607	2 078
<i>- other income</i>		
- associated parties	68	-
- other related parties	-	1
Purchase of services and interest expense	30.09.2017	30.09.2016
	BGN'000	BGN'000
<i>- purchase of services</i>		
- associated parties	(10 068)	(13 159)
- other related parties	(6 112)	(6 664)
<i>- interest expense and other expenses</i>		
- associated parties	(19)	(3)
- joint ventures	(4)	
- other related parties joint ventures	(54)	(48)

14.3. 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:

	30.09.2017	30.09.2016
	BGN'000	BGN'000
Short-term employee benefits:		
Salaries, including bonuses	(726)	(126)
Social security costs	(15)	(15)
Group car allowance	-	-
Total:	(741)	(141)

15. Related party balances

	30.09.2017	31.12.2016	30.09.2016
	BGN'000	BGN'000	BGN'000
Non-current receivables from:			
<i>-owners</i>	726	3 056	6 824
<i>-associated parties</i>	2 325	2 317	2 317
<i>-joint-ventures</i>	36	40	38
<i>- other related parties</i>	4 938	3 334	-
Total	8 025	8 747	9 179



Current receivables from:

<i>-owners</i>	27 816	37 827	166 205
<i>- associates</i>	740	834	672
<i>-joint- ventures</i>	1 403	698	530
<i>- other related parties</i>	28 934	25 784	31 761
Total	58 893	65 143	199 168

30.09.2017	31.12.2016	30.09.2016
BGN'000	BGN'000	BGN'000

Non-current payables to:

<i>-owners</i>	12	10	1
<i>- associates and joint ventures</i>	2 844	2 934	1 606
<i>-joint- ventures</i>	176	130	169
<i>- other related parties</i>	1 468	1 419	2 026
Total	4 500	4 493	3 802

Current payables to:

<i>-owners</i>	9 160	580	499
<i>- associates</i>	12 055	13 914	5 633
<i>-joint- ventures</i>	-	3	-
<i>- other related parties</i>	5 458	3 195	7 450
Total	26 673	17 692	13 582

16. Post - reporting date events

No significant events occurred after the reporting date.

17. Autorization of the interim condensed financial statements

The interim condensed consolidated financial statements as of 30 September 2017 (including comparatives) were approved for issue by the Managing board on 29 November 2017.