

# Interim Condensed Financial Statements

**Chimimport AD**

31 March 2013



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## Interim condensed statement of financial position

	Notes	31.03.2013 BGN'000	31.12.2012 BGN'000	31.03.2012 BGN'000
<b>Assets</b>				
<b>Non – current assets</b>				
Property, plant and equipment	4	15 891	15 905	15 923
Investment property	5	31 555	31 555	31 409
Investment in subsidiaries	6	701 000	701 000	647 703
Investment in associates	7	8 317	16 789	16 773
Long – term financial assets		103	108	108
Long – term related party receivables	15	90 633	93 913	90 950
Long – term receivables		99 102	98 248	91 588
Long – term other receivables		65	65	-
		<b>946 666</b>	<b>957 583</b>	<b>894 454</b>
<b>Current assets</b>				
Short – term related party receivables	15	172 283	168 387	195 848
Loans granted	8	135 639	121 794	138 518
Trade receivables		93 329	62 046	67 868
Short – term financial assets		51 401	52 942	56 191
Tax receivables		116	116	218
Other receivables		4 506	4 797	5 128
Inventories		370	370	376
Cash and cash equivalents		79 569	112 721	93 300
		<b>537 213</b>	<b>523 173</b>	<b>557 447</b>
<b>Total assets</b>		<b>1 483 879</b>	<b>1 480 756</b>	<b>1 451 901</b>

Prepared by: \_\_\_\_\_

/A.Kerezov/

Date: 26 April 2013




Executive Director: \_\_\_\_\_

/I. Kamenov/

## Interim condensed statement of financial position (continued)

Equity and liabilities	Notes	31.03.2013 BGN'000	31.12.2012 BGN'000	31.03.2012 BGN'000
<b>Equity</b>				
Share capital	9	239 646	239 646	239 646
Share premium		260 615	260 615	260 615
Other reserves		59 845	59 849	59 851
Retained earnings		530 022	461 689	461 689
Net profit for the period		17 771	68 333	21 013
<b>Total equity</b>		<b>1 107 899</b>	<b>1 090 132</b>	<b>1 042 814</b>
<b>Liabilities</b>				
<b>Non – current liabilities</b>				
Long – term related party payables	15	158 095	137 751	157 441
Long – term dividend liabilities	10	47 458	46 147	57 843
Long – term bank and other loans	11	18 233	20 124	22 645
Long - term financial lease liabilities		-	25	41
Pension and other employee obligations		72	72	66
Deferred tax liabilities		12 371	12 371	6 031
		<b>236 229</b>	<b>216 490</b>	<b>244 067</b>
<b>Current liabilities</b>				
Short – term related party payables	15	66 419	105 193	93 566
Short – term dividend liabilities	10	17 247	16 770	17 247
Short – term bank loans	11	4 369	4 369	3 000
Other short – term borrowings	11	17 429	23 600	29 326
Trade payables		28 501	20 094	17 031
Financial lease liabilities		41	19	16
Pension and other party payables		88	85	107
Tax liabilities		2 795	981	1 656
Other liabilities		2 862	3 023	3 071
		<b>139 751</b>	<b>174 134</b>	<b>165 020</b>
<b>Total liabilities</b>		<b>375 980</b>	<b>390 624</b>	<b>409 087</b>
<b>Total equity and liabilities</b>		<b>1 483 879</b>	<b>1 480 756</b>	<b>1 451 901</b>

Prepared by:   
/A. Kerezov/

Date: 26 April 2013



Executive Director:   
/I. Kamenov/

## Interim condensed statement of comprehensive income

	Notes	3 months to 31.03.2013 BGN'000	3 months to 31.03.2012 BGN'000
Gains from transactions with financial instruments		10 635	20 284
Losses from transactions with financial instruments		(2)	-
<b>Net profit from transactions with financial instruments</b>		<b>10 633</b>	<b>20 284</b>
Interest income		13 728	9 573
Interest expense		(6 386)	(7 233)
<b>Net profit from interest</b>		<b>7 342</b>	<b>2 340</b>
Gains from foreign exchange differences		1 740	443
Losses from foreign exchange differences		(866)	(458)
<b>Net loss from foreign exchange differences</b>		<b>874</b>	<b>(15)</b>
Other financial expenses		(22)	(21)
<b>Other financial income/(expenses)</b>		<b>(22)</b>	<b>(21)</b>
Dividend income		1 725	-
Operating revenue		682	675
Gain on sale of non-current assets		3	
Operating expenses		(1 684)	(2 206)
<b>Result from operating activities</b>		<b>(999)</b>	<b>(1 531)</b>
<b>Profit for the period before tax</b>		<b>19 553</b>	<b>21 057</b>
Tax expense	12	(1 782)	(44)
<b>Net profit for the period</b>		<b>17 771</b>	<b>21 013</b>
<b>Total comprehensive income</b>		<b>17 771</b>	<b>21 013</b>
Earnings per share in BGN	13	0.118	0.139
Diluted earnings per share in BGN	13	0.082	0.095

Prepared by: \_\_\_\_\_  
/A. Kerezov/

Date: 26 April 2013



Executive Director: \_\_\_\_\_  
/I. Kamenov/

## Interim condensed statement of changes in equity

All amounts are presented in BGN '000

	Share capital	Share premium	Other reserves	Retained earnings	Total equity
Balance at 1 January 2013	239 646	260 615	59 849	530 022	1 090 132
Net profit for the period, ending at 31 March 2013	-	-	-	17 771	17 771
<b>Total comprehensive income</b>	-	-	-	17 771	17 771
Other changes in equity			(4)		(4)
<b>Balance at 31 March 2013</b>	<b>239 646</b>	<b>260 615</b>	<b>59 845</b>	<b>547 793</b>	<b>1 107 899</b>

Prepared by: \_\_\_\_\_

/A.Kerezov/

Date: 26 April 2013



Executive Director: \_\_\_\_\_

/I. Kamenov/

## Interim condensed statement of changes in equity (continued)

All amounts are presented in BGN '000


	Share capital	Share premium	Other reserves	Retained Earnings	Total equity
Adjusted balance at 1 January 2012	239 646	260 615	59 853	461 689	1 021 803
Net profit for the period, ending at 31 December 2012	-	-	-	68 333	68 333
<b>Total comprehensive income</b>	-	-	-	68 333	68 333
Other changes	-	-	(4)	-	(4)
<b>Balance at 31 December 2012</b>	<b>239 646</b>	<b>260 615</b>	<b>59 849</b>	<b>530 022</b>	<b>1 090 132</b>

All amounts are presented in BGN '000

	Share capital	Share premium	Other reserves	Retained Earnings	Total equity
Adjusted balance at 1 January 2012	239 646	260 615	59 853	461 689	1 021 803
Net profit for the period, ending at 31 March 2012	-	-	-	21 013	21 013
<b>Total comprehensive income</b>	-	-	-	21 013	21 013
Other changes	-	-	(2)	-	(2)
<b>Balance at 31 March 2012</b>	<b>239 646</b>	<b>260 615</b>	<b>59 851</b>	<b>482 702</b>	<b>1 042 814</b>

Prepared by:   
/A. Kerezov/  
Date: 26 April 2013



Executive Director:   
/I. Kamenov/

## Interim condensed statement of cash flows

	Note	31.03.2013 BGN '000	31.03.2012 BGN '000
<b>Operating activities</b>			
Proceeds from short-term loans		30 252	9 744
Payments for short-term loans		(27 837)	(9 358)
Proceeds from sale of short-term financial assets		1 560	357
Purchase of short-term financial assets		-	(274)
Receipts from customers		1 413	1 865
Payments to suppliers		(1 026)	(2 425)
Interest received		2 600	6 948
Interest paid		(3 144)	(2 485)
Cash paid to employees and social security institutions		(860)	(265)
Taxes paid		(64)	(39)
Other (payments)/proceeds, net		-	(1 728)
<b>Net cash flow from operating activities</b>		<b>2 894</b>	<b>2 340</b>
<b>Investing activities</b>			
Acquisition of subsidiaries and associates		-	-
Dividends received		-	614
Repayments of long-term loans granted		4 917	11 537
Long-term loans granted		(184)	(29 655)
<b>Net cash flow from investing activities</b>		<b>4 733</b>	<b>(17 504)</b>
<b>Financing activities</b>			
Long-term loans received		49 523	21 181
Payments for long-term and bank loans received		(87 033)	(16 124)
Interest paid		(3 843)	(3 012)
Discharge of finance lease liability		(4)	(5)
<b>Net cash flow from financing activities</b>		<b>(41 357)</b>	<b>2 040</b>
Net change in cash and cash equivalents		(33 730)	(13 124)
<b>Cash and cash equivalents, beginning of period</b>		<b>112 721</b>	<b>106 114</b>
Exchange gains/(losses) from cash and cash equivalents		578	310
<b>Cash and cash equivalents, end of period</b>		<b>79 569</b>	<b>93 300</b>

Prepared by: \_\_\_\_\_

/A. Kerezov/

Date: 26 April 2013



Executive Director: \_\_\_\_\_

/I. Kamenov/





## Notes to the 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.

The Company 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:**

Chimimport Invest AD  
CCB Group EAD  
Mariana Bazhdarova

#### **The members of the Managing Board are as follows:**

Alexander Kerezov  
Ivo Kamenov  
Marin Mitev  
Nikola Mishev  
Miroljub 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 financial statements as of 31 March 2013 have been prepared in accordance with IAS 34 “Interim Financial Reporting”. They do not include all of the information and disclosures required in annual financial statements, and should be read in conjunction with the annual financial statements of the Company for the year ended 31 December 2012, 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).

The interim condensed 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 Company also prepares interim condensed consolidated financial statements in accordance with International Financial Reporting Standards (IFRS) developed and published by the International Accounting Standards Board (IASB) and approved by EU. Investments in subsidiaries are accounted for and disclosed in accordance with IFR 10 “Consolidated Financial Statements”.

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

## 3. Accounting policies and significant changes during the period

These interim condensed financial statements (the interim financial statements) have been prepared in accordance with the accounting policies adopted in the last annual financial statements for the year ended 31 December 2012 except for the adoption of the following new standards, amendments and interpretations to existing standards, which are mandatory for the first time for the financial year beginning 1 January 2013 and are relevant to the Company:

### **IFRS 7 “Financial Instruments: Disclosures” – Derecognition, effective from 1 July 2011, adopted by the EU on 23 November 2011**

The amendments will promote transparency in the reporting of transfer transactions and improve users' understanding of the risk exposures relating to transfers of financial assets and the effect of those risks on an entity's financial position, particularly those involving securitisation of financial asset.

### **IFRS 7 “Financial Instruments: Disclosures” – Offsetting Financial Assets and Financial Liabilities, effective from 1 January 2013.**

The new disclosures focus on quantitative information about recognised financial instruments that are offset in the statement of financial position, as well as those recognised financial instruments that are subject to master netting or similar arrangements irrespective of whether they are offset.

### **IFRS 9 “Financial Instruments” effective from 1 January 2015, not yet adopted by the EU**

IFRS 9 “Financial instruments” represents the first milestone in the comprehensive IASB project to replace IAS 39 “Financial instruments: Recognition and measurement” by the end of 2010. It replaces multiple measurement categories in IAS 39 with a single principle-based

approach to classification. IFRS 9 requires all financial assets to be measured at either amortised cost or full fair value. Amortised cost provides decision-useful information for financial assets that are held primarily to collect cash flows that represent the payment of principal and interest. For all other financial assets, including those held for trading, fair value represents the most relevant measurement basis. IFRS 9 eliminates the need for multiple impairment models; such that only one impairment model for financial assets carried at amortised cost will be required.

#### **IFRS 10 “Consolidated Financial Statements” effective from 1 January 2013**

IFRS 10 “Consolidated Financial Statements” introduces a new, principle-based definition of control which will apply to all investees to determine the scope of consolidation.

#### **IFRS 11 “Joint Arrangements” effective from 1 January 2013.**

IFRS 11 “Joint Arrangements” supersedes IAS 31 “Interests in Joint Ventures”. It replaces IAS 31's three categories of 'jointly controlled entities', 'jointly controlled operations' and 'jointly controlled assets' with two new categories - 'joint operations' and 'joint ventures'. The option of using proportionate consolidation for joint ventures that was previously included in IAS 31 has been eliminated (equity accounting is now required for all joint ventures).

#### **IFRS 12 “Disclosure of Interests in Other Entities” effective from 1 January 2013**

IFRS 12 “Disclosure of Interests in Other Entities” is a new standard on disclosure requirements for all forms of interests in other entities, including joint arrangements, associates, special purpose vehicles and other unconsolidated structured entities.

#### **IFRS 13 “Fair Value Measurement” effective from 1 January 2013.**

IFRS 13 “Fair Value Measurement” defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Standard clarifies that fair value is based on a transaction taking place in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. The principal market is the market with the greatest volume and level of activity for the asset or liability.

#### **IAS 1 “Financial Statement Presentation” – Other Comprehensive Income, effective from 1 July 2012.**

The amendment requires entities to separate items presented in other comprehensive income into two groups, based on whether or not they may be recycled to profit or loss in the future. Items that will not be recycled such as revaluation gains on property, plant and equipment will be presented separately from items that may be recycled in the future, such as deferred gains and losses on cash flow hedges. Entities that choose to present other comprehensive income items before tax will be required to show the amount of tax related to the two groups separately.

The title used by IAS 1 for the statement of comprehensive income has changed to ‘statement of profit or loss and other comprehensive income’. However IAS 1 still permits entities to use other titles. Early adoption is permitted and full retrospective application is required.

#### **IAS 12 “Income Taxes” – Deferred Tax, effective from 1 January 2012**

Currently IAS 12 “Income Taxes” requires an entity to measure the deferred tax relating to an asset depending on whether the entity expects to recover the carrying amount of the asset through use or sale. It can be difficult and subjective to assess whether recovery will be through use or through sale when the asset is measured using the fair value model in IAS 40 “Investment Property”. Hence this amendment introduces an exception to the existing principle for the

measurement of deferred tax assets or liabilities arising on investment property measured at fair value. As a result of the amendments, SIC 21 “Income taxes- recovery of revalued non-depreciable assets”, would no longer apply to investment properties carried at fair value. The amendments also incorporate into IAS 12 the remaining guidance previously contained in SIC 21, which is accordingly withdrawn.

**IAS 19 “Employee Benefits” effective from 1 January 2013**

These amendments eliminate the corridor approach and calculate finance costs on a net funding basis. ‘Actuarial gains and losses’ are renamed ‘remeasurements’ and will be recognised immediately in ‘other comprehensive income’. Remeasurements recognised in other comprehensive income will not be recycled through profit or loss in subsequent periods. The amendments should be applied retrospectively in accordance with IAS 8 ‘Accounting policies, changes in accounting estimates and errors’.

**IAS 27 “Separate Financial Statements” (Revised) effective from 1 January 2013**

IAS 27 “Separate Financial Statements” (Revised) will now solely address separate financial statements, the requirements for which are substantially unchanged.

**IAS 28 “Investments in Associates and Joint Ventures” (Revised) effective from 1 January 2013**

IAS 28 “Investments in Associates and Joint Ventures” (Revised) continues to prescribe the mechanics of equity accounting. Changes to its scope have however been made as a result of the publication of IFRS 11 “Joint Arrangements”.

**IAS 32 “Financial Instruments: Presentation” (amended) effective from 1 January 2014**

The amendment clarifies that the right of set-off must be available today – that is, it is not contingent on a future event. It also must be legally enforceable for all counterparties in the normal course of business, as well as in the event of default, insolvency or bankruptcy.

#### 4. Property, plant and equipment

Property, plant and equipment of the Company include land, buildings, plant and equipment, vehicles, assets in process of acquisition, etc. The carrying amount can be analyzed as follows:

	Land BGN '000	Buildings BGN '000	Machines and equipment BGN '000	Vehicles BGN '000	Other BGN '000	Assets in process of acquisition BGN '000	Total BGN '000
<b>Gross carrying amount</b>							
Balance at 1 January 2013	8 178	26	183	206	1 325	6 370	16 288
Additions	-	-	3	-	-	-	3
Disposals	-	-	-	(3)	-	-	(3)
Balance at 31 March 2013	<b>8 178</b>	<b>26</b>	<b>186</b>	<b>203</b>	<b>1 325</b>	<b>6 370</b>	<b>16 288</b>
<b>Depreciation</b>							
Balance at 1 January 2013	-	(18)	(140)	(159)	(66)	-	(383)
Disposals	-	-	-	3	-	-	3
Depreciation	-	-	(8)	(6)	(3)	-	(17)
Balance at 31 March 2013	<b>-</b>	<b>(18)</b>	<b>(148)</b>	<b>(162)</b>	<b>(69)</b>	<b>-</b>	<b>(397)</b>
<b>Carrying amount as at 31 March 2013</b>	<b>8 178</b>	<b>8</b>	<b>38</b>	<b>41</b>	<b>1 256</b>	<b>6 370</b>	<b>15 891</b>

The carrying amount as at 31 December 2012 can be analyzed as follows:

	Land	Buildings	Machines and equipment	Vehicles	Other	Assets in process of acquisition	Total
	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000
<b>Gross carrying amount</b>							
Balance at 1 January 2012	8 178	26	131	254	1 321	6 370	16 280
Additions	-	-	52	-	4	-	56
Disposals	-	-	-	(48)	-	-	(48)
Balance at 31 December 2012	<b>8 178</b>	<b>26</b>	<b>183</b>	<b>206</b>	<b>1 325</b>	<b>6 370</b>	<b>16 288</b>
<b>Depreciation</b>							
Balance at 1 January 2012	-	(17)	(118)	(184)	(53)	-	(372)
Disposals	-	-	-	48	-	-	48
Depreciation	-	(1)	(22)	(23)	(13)	-	(59)
Balance at 31 December 2012	-	<b>(18)</b>	<b>(140)</b>	<b>(159)</b>	<b>(66)</b>	-	<b>(383)</b>
<b>Carrying amount as at 31 December 2012</b>	<b>8 178</b>	<b>8</b>	<b>43</b>	<b>47</b>	<b>1 259</b>	<b>6 370</b>	<b>15 905</b>



The carrying amount as at 31 March 2012 can be analyzed as follows:

	<b>Land</b>	<b>Buildings</b>	<b>Machines and equipment</b>	<b>Vehicles</b>	<b>Other</b>	<b>Assets in process of acquisition</b>	<b>Total</b>
	<b>BGN '000</b>	<b>BGN '000</b>	<b>BGN '000</b>	<b>BGN '000</b>	<b>BGN '000</b>	<b>BGN '000</b>	<b>BGN '000</b>
<b>Gross carrying amount</b>							
Balance at 1 January 2012	8 178	26	131	254	1 321	6 370	16 280
Additions	-	-	27	-	-	-	27
Balance at 31 March 2012	<b>8 178</b>	<b>26</b>	<b>158</b>	<b>254</b>	<b>1 321</b>	<b>6 370</b>	<b>16 307</b>
<b>Depreciation</b>							
Balance at 1 January 2012	-	(17)	(118)	(184)	(53)	-	(372)
Depreciation	-	-	(3)	(6)	(3)	-	(12)
Balance at 31 March 2012	-	<b>(17)</b>	<b>(121)</b>	<b>(190)</b>	<b>(56)</b>	-	<b>(384)</b>
<b>Carrying amount as at 31 March 2012</b>	<b>8 178</b>	<b>9</b>	<b>37</b>	<b>64</b>	<b>1 265</b>	<b>6 370</b>	<b>15 923</b>

## 5. Investment property

Investment property includes land and buildings, which are located at 1, Battenberg Str., Sofia, and which are owned for capital appreciation.

The fair value was determined by an independent certified valuation specialist based on current active market prices.

Changes to the carrying amounts presented in the statement of financial position can be summarized as follows:

	<b>Investment property BGN '000</b>
<b>Carrying amount at 1 January 2012</b>	<b>31 409</b>
Additions	
- from subsequent expenditure	-
Net gain from fair value adjustments	-
<b>Carrying amount at 31 March 2012</b>	<b>31 409</b>
Net gain from fair value adjustments	146
<b>Carrying amount at 31 December 2012</b>	<b>31 555</b>
Net gain from fair value adjustments	-
<b>Carrying amount at 31 December 2013</b>	<b>31 555</b>





## 6. Investments in subsidiaries

The Company has the following investments in subsidiaries:

Name of subsidiary	Country of incorporation	Main activities	31.03.2013 BGN '000	share %	31.12.2012 BGN '000	share %	31.03.2012 BGN '000	share %
CCB Group EAD	Bulgaria	Financial services	210 270	100.00%	210 270	100.00%	191 770	100.00%
Zarneni Hrani Bulgaria AD	Bulgaria	Manufacturing and trade	163 188	57.79%	163 188	57.79%	3	-
Bulgarian Airways Group EAD	Bulgaria	Aviation Services	158 699	100.00%	158 699	100.00%	215 487	100.00%
Bulgarian Shipping Company EAD	Bulgaria	Sea and river transport	44 393	100.00%	44 393	100.00%	2 000	100.00%
CCB AD	Bulgaria	Financial services	33 707	9.90%	33 707	9.90%	33 707	9.90%
Airport services-Bulgaria EAD	Bulgaria	Aviation Services	31 387	100.00%	31 387	100.00%	27 626	100.00%
Sport Complex Varna AD	Bulgaria	Real estate	22 474	65.00%	22 474	65.00%	22 474	65.00%
Port Lesport AD	Bulgaria	Sea and river transport	16 380	99.00%	16 380	99.00%	16 380	99.00%
ZAD Armeec	Bulgaria	Financial services	9 492	4.30%	9 492	4.30%	9 492	4.30%
Bulchimex GmbH	Germany	Manufacturing and trade	2 500	100.00%	2 500	100.00%	2 500	100.00%
Energoproekt AD	Bulgaria	Engineering sector	2 166	83.20%	2 166	83.20%	2 166	83.20%
Trans Intercar EOOD	Bulgaria	Transportation	2 095	100.00%	2 095	100.00%	2 095	100.00%
Plovdivska stokova borsa AD	Bulgaria	Manufacturing and trade	1 879	67.00%	1 879	67.00%	1 879	67.00%
Chimimport Holland B.V.	The Netherlands	Financial services	1 294	100.00%	1 294	100.00%	1 294	100.00%
Oil and Gas Exploration and Production AD	Bulgaria	Manufacturing and trade	956	3.65%	956	3.65%	956	3.65%
HGH Consult Co. OOD	Bulgaria	Services	111	59.34%	111	59.34%	111	59.34%
Anitas 2003 EOOD	Bulgaria	Manufacturing and trade	5	100.00%	5	100.00%	5	100.00%
Prime Lega Consult OOD	Bulgaria	Services	4	70.00%	4	70.00%	4	70.00%
Chimsnab AD	Bulgaria	Manufacturing and trade	-	-	-	-	117 754	100.00%
			<b>701 000</b>		<b>701 000</b>		<b>647 703</b>	



## 7. Investments in associates

The Company has shares from the share capital of the following companies:

Name of the associate	31.03.2013 BGN '000	share %	31.12.2012 BGN '000	share %	31.03.2012 BGN '000	share %
PIC Saglasie Co. Ltd.	8 296	24.45%	16 768	49.43%	16 768	49.43%
Konor GmbH	21	20.00%	21	20.00%	5	20.00%
	<b>8 317</b>		<b>16 789</b>		<b>16 773</b>	

## 8. Loans granted

	31.03.2013 BGN '000	31.12.2012 BGN '000	31.03.2012 BGN '000
Abas EOOD	42 157	41 413	39 273
PFK Chernomore AD	22 970	21 534	17 838
General Stock Investment EOOD	18 202	17 253	16 004
Citisime Trade EOOD	6 117	5 977	1 420
Hamur 2003 EOOD	4 397	3 865	2 274
Invest Capital Consult EOOD	3 601	3 505	4 061
Armi Group EOOD	3 455	3 379	3 152
Aks 77 EOOD	3 017	2 861	2 412
Dar Trade EOOD	2 440	2 386	963
Orka AD	2 282	2 063	1 161
Office 1 Superstore – Ukraine	1 664	1 632	1 537
Rentapark EOOD	1 485	883	-
Bulgaria On Air	1 373	821	474
Zurneni Hrani Plovdiv OOD	1 288	1 313	1 239
Primahim EOOD	1 160	1 126	-
Sparg EOOD	1 140	1 087	725
Norgius EOOD	1 087	1 038	278
Deniz 2001 EOOD	1 012	856	2 754
Tehnoimportexport AD	-	3 076	7 092
Eskana Russia EOOD	-	-	3 635
St. St. Konstantin and Elena AD	-	-	2 113
Business center Izgrev EOOD	-	-	2 064
Others	16 792	5 726	28 049
	<b>135 639</b>	<b>121 794</b>	<b>138 518</b>



## 9. Share capital

The share capital of the Company as at 31 March 2013 consists of 150 875 596 ordinary shares with a par value of BGN 1 and 88 770 671 preferred shares with a par value of BGN 1. The shares of the Company are ordinary, registered and subject to unrestricted transfers and entitle 1 voting right and liquidation quota. The preferred shares do not entitle voting rights. They give the owner the right to a cumulative guaranteed dividend and to a guaranteed liquidation quota of the Company's estate.

	Number of Shares as at 31.03.2013 BGN'000	Number of Shares as at 31.03.2012 BGN'000
Shares issued and fully paid:		
- beginning of the year	239 646 267	239 646 267
<b>Shares issued and fully paid at the end of the period</b>	<b>239 646 267</b>	<b>239 646 267</b>
<b>Shares of Chimimport AD, acquired by its subsidiaries</b>		
CCB Group EAD	(5 160 005)	(4 300 205)
ZAD Armeec AD	(463 100)	(463 100)
POAD CCB Sila	(255 070)	(255 070)
CCB AD	(78 000)	(57 000)

On 12 June 2009 the Company issued mandatory convertible preferred shares with 9% guaranteed fixed annual dividend and guaranteed liquidation quota. 89 646 283 preferred shares are issued and paid with issue value amounting to BGN 2.22 each, representing 99.61% of the offered shares. The accumulated during the public offering capital amounts to BGN 199 014 748.26. The obligatory conversion of the shares occurs at the end of the seventh year after the registration of the capital increase in the Trade register.

The accumulated on 12 June 2009 funds above the nominal value of the share capital amounting to BGN 109 369 thousand are allocated as follows:

- BGN 27 622 thousand – share premium
- BGN 8 348 thousand – short-term dividend liabilities
- BGN 70 008 thousand – long-term dividend liabilities
- BGN 3 391 thousand – share issue expenses

The dividend liabilities and share premium, as a result of the conversion of 858 825 preference shares into ordinary shares, are allocated as follows:

- BGN 28 271 thousand – share premium
- BGN 17 247 thousand – short-term dividend liabilities
- BGN 47 458 thousand – long-term dividend liabilities

The major shareholder Chimimport Invest AD has fulfilled the undertaken obligation and inscribed preferred shares corresponding to rights. More than 51% of the new shares are inscribed by local investors including 32% by institutions.



The list of the principal shareholders, holding ordinary shares, is as follows:

	As at 31.03.2013	As at 31.03.2013	As at 31.03.2012	As at 31.03.2012
	Number of shares	%	Number of shares	%
Chimimport Invest AD	111 769 615	74.08%	108 533 269	71.94%
Other legal entities and private individuals	39 105 981	25.92%	42 342 327	28.06%
	<b>150 875 596</b>	<b>100.00%</b>	<b>150 875 596</b>	<b>100.00%</b>

The list of principle shareholders, holding more than 10% of the total shares (ordinary shares and preferred shares) of the Company's capital is presented as follows:

	As at 31.03.2013	As at 31.03.2013	As at 31.03.2012	As at 31.03.2012
	Number of shares /common stock and preferred shares/	%	Number of shares /common stock and preferred shares/	%
Chimimport Invest AD	179 929 137	75.08%	179 885 551	75.06%
Other legal entities and private individuals	59 717 130	24.92%	59 760 716	24.94%
	<b>239 646 267</b>	<b>100.00%</b>	<b>239 646 267</b>	<b>100.00%</b>

## 10. Dividend liabilities

As at 31 March 2013 dividend liabilities for the preferred shares are as follows:

	Current			Non-current		
	31.03.2013	31.12.2012	31.03.2012	31.03.2013	31.12.2012	31.03.2012
	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000	BGN '000
Dividend liabilities	17 247	16 770	17 247	47 458	46 147	57 843
	<b>17 247</b>	<b>16 770</b>	<b>17 247</b>	<b>47 458</b>	<b>46 147</b>	<b>57 843</b>

## 11. Financial liabilities

Borrowings include financial liabilities at amortised cost as follows:

	Current			Non - current		
	31 March 2013 BGN'000	31 December 2012 BGN'000	31 March 2012 BGN'000	31 March 2013 BGN'000	31 December 2012 BGN'000	31 March 2012 BGN'000
Bank loans	4 369	4 369	3 000	18 189	18 189	19 558
Other borrowings	17 429	23 600	29 326	44	1 935	3 087
<b>Total carrying amount</b>	<b>21 798</b>	<b>27 969</b>	<b>32 326</b>	<b>18 233</b>	<b>20 124</b>	<b>22 645</b>

### 11.1. Borrowings, measured at amortized cost, other than borrowings from banking activities

Changes in borrowings other than borrowings from banking activities during the period are presented as follows:

	BGN'000
<b>For the period ended 31 March 2013</b>	
Opening balance 1 January 2013	48 093
Received during the period	33 454
Repaid during the period	(41 516)
<b>Closing balance 31 March 2013</b>	<b>40 031</b>
<b>For the period ended 31 March 2012</b>	
Opening balance 1 January 2012	50 637
Received during the period	9 400
Repaid during the period	(5 066)
<b>Closing balance 31 March 2012</b>	<b>54 971</b>

## 12. Income tax expenses

Income tax expense is recognized based on management's best estimate of the annual income tax rate expected for the full financial year 2013 of 10 % applied to the financial result for the period ended as at 31 March 2013 (the estimated annual tax rate for the period ended 31 March 2012 was 10 %).



### 13. Earnings per share

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 is:

	31 March 2013	31 March 2012
Profit attributable to the shareholders (BGN)	17 771 000	21 013 000
Weighted average number of outstanding shares	150 875 596	150 875 596
<b>Basic earnings per share (BGN per share)</b>	<b>0.118</b>	<b>0.139</b>

The weighted average number of shares outstanding /ordinary and preferred, used for the calculation of diluted earnings per share as well as the net profit decreased by the dividend liabilities attributable to shareholders are as follows:

	31 March 2013	31 March 2012
Net profit in BGN, adjusted with dividend expenses	19 559 078	22 880 500
Weighted average number of shares	239 646 267	239 646 267
<b>Diluted earnings per share (BGN per share)</b>	<b>0.082</b>	<b>0.095</b>

### 14. Related parties transactions

Unless otherwise stated, none of the transactions incorporate special terms and conditions and no guarantee was given or received. Outstanding balances are usually settled through bank transfer.

#### 14.1. Transactions with owners

	31.03.2013	31.03.2012
	BGN'000	BGN'000
<i>Sale of services, interest income and other income</i>		
Chimimport Invest AD - owner	1 603	2 773
	31.03.2013	31.03.2012
	BGN'000	BGN'000
<i>Purchase of services, interest income and other income</i>		
Chimimport Invest AD – owner	101	-



## 14.2. Transactions with subsidiaries and associates

	31.03.2013	31.03.2012
	BGN'000	BGN'000
<i>- sales of goods</i>		
Bulchimtrade OOD	3	3
	<b>3</b>	<b>3</b>
<i>sale of services, rental income and interest income</i>		
CCB Group EAD	1 457	988
Omega Finance OOD	865	-
Zyrneni hrani Bulgaria AD	429	-
Trans Intercar EOOD	230	211
Bulgarian Airways Group EAD	177	165
Energoproekt AD	141	29
CCB AD	119	649
Bulgarian Shipping Company EAD	80	600
Konor OOD	23	22
Port Balchik AD	21	30
PDNG AD	3	1
Chimceltex OOD	2	1
Chimimport Group EAD	-	14
Other	3	2
	<b>3 550</b>	<b>2 712</b>
<b>Purchases</b>	<b>31.03.2013</b>	<b>31.03.2012</b>
	<b>BGN '000</b>	<b>BGN '000</b>
<i>- purchase of services, goods and interest income(subsidiaries)</i>		
Chimimport Holland	3 422	3 320
CCB AD	622	350
Port Lesport AD	75	67
HGH Consult OOD	70	54
PDNG AD	69	65
Trans Intercar EOOD	61	61
ZEAD CCB Life	61	62
Bulgarska Petrolna Rafineriya OOD	33	-
Prime lega Consult OOD	27	36
Plovdivska Stokova Borsa AD	25	24
ZOK CCB	12	-
ZAD Armeec	11	79
Omega Finance OOD	-	563
Zyrneni hrani Bulgaria AD	-	165
	<b>4 488</b>	<b>4 846</b>

### 14.3. Transactions with key management personnel

Key management personnel of the Company include members of the Managing board and Supervisory board. Key management personnel remuneration consists of salaries and bonuses as follows:

	<b>31 March 2013 BGN'000</b>	<b>31 March 2012 BGN'000</b>
Short-term employee benefits:		
Salaries, including bonuses	747	122
Social security costs	7	7
Company car allowance	3	2
Total short-term employee benefits	<u>757</u>	<u>131</u>

### 15. Related party balances

	<b>31.03.2013 BGN'000</b>	<b>31.12.2012 BGN '000</b>	<b>31.03.2012 BGN'000</b>
<b>Long-term receivables from</b>			
- <i>subsidiaries</i>			
CCB Group EAD	77 380	82 420	38 086
Bulgarian Shipping Company EAD	799	-	41 215
Trans Intercar EOOD	11 579	10 639	10 153
Port Balchik AD	875	854	1 496
	<u>90 633</u>	<u>93 913</u>	<u>90 950</u>
<i>Including interest receivables</i>	<i>3 302</i>	<i>3 294</i>	<i>13 522</i>
<b>Short-term receivables from:</b>			
- <i>parent company</i>			
Chimimport Invest AD	<u>94 614</u>	<u>90 418</u>	<u>116 253</u>
- <i>subsidiaries</i>			
CCB Group EAD	25 569	23 844	23 844
Zarneni Hrani Bulgaria AD	17 511	18 389	-
Bulgarian Shipping Company EAD	11 826	11 736	10 604
Energoproekt AD	8 122	7 947	7 769
Bulhimex EOOD	1 171	1 112	896
Trans Intercar EOOD	900	900	900
Bulgarian Airways Group EAD	545	-	821
Airport Services-Bulgaria EAD /Molet/	339	2 872	18 519
Chimcelteks OOD	164	102	102
Other	430	304	5 571
	<u>66 577</u>	<u>67 206</u>	<u>69 026</u>
<i>Including trade receivables</i>	<i>2 906</i>	<i>1 172</i>	<i>2 273</i>
<i>Including interest receivables</i>	<i>2 461</i>	<i>1 879</i>	<i>27 634</i>
- <i>associates</i>			
Konor OOD	9 624	9 356	9 180
Lufthansa Technik Sofia OOD	5	5	5
	<u>9 629</u>	<u>9 361</u>	<u>9 185</u>
<i>Including trade receivables</i>	<i>-</i>	<i>1 402</i>	<i>-</i>
<i>Including interest receivables</i>	<i>1 076</i>	<i>1 053</i>	<i>985</i>





	31.03.2013 BGN'000	31.12.2012 BGN '000	31.03.2012 BGN'000
<i>- other related parties under common control</i>			
Aviation Company Hemus Air AD	1 463	1 402	1 384
<i>Including trade receivables</i>	<i>1 463</i>	<i>1 402</i>	-
<b>Total short-term related party receivables</b>	<b>172 283</b>	<b>168 387</b>	<b>195 848</b>
<b>Long-term payables to:</b>			
<i>- subsidiaries</i>			
Chimimport Holland B.V.	141 714	130 247	130 247
Port Lesport AD	8 877	-	-
ZAD Armeec	7 453	7 453	-
Plovdivska Stokova Borsa AD	51	51	-
CCB Life EAD	-	-	-
Omega Finance OOD	-	-	27 121
HGH Consult OOD	-	-	73
	<b>158 095</b>	<b>137 751</b>	<b>157 441</b>
<i>Including interest payables</i>	<i>11 537</i>	-	<i>575</i>
<b>Total long-term related party payables</b>	<b>158 095</b>	<b>137 751</b>	<b>157 441</b>
<b>Short-term payables to:</b>			
<i>- parent company</i>			
Chiminvest Institute	494	494	494
Chimimport Invest AD	121	-	-
	<b>615</b>	<b>494</b>	<b>494</b>
<i>- subsidiaries</i>			
CCB AD	26 544	25 355	24 860
ZAD Armeec AD	16 468	14 881	15 391
CCB Life EAD	7 915	7 842	7 656
Oil and Gas Exploration and production Plc.	3 736	3 667	3 716
Omega Finance OOD	3 490	25 539	-
Bulgarska Petrolna Rafineriya EOOD	1 685	1 577	1 360
Plovdivska Stokova Borsa AD	1 681	1 656	1 584
Besatur EAD	1 558	-	-
Sport Complex Varna AD	975	975	544
ZOK CCB AD	624	612	741
Anitas 2003 EOOD	492	497	497
Chimoil Trade OOD	170	170	170
Bulgaria Air AD	168	168	168
Parahodstvo BRP AD	110	110	110
Chimimport Holland B.V.	-	12 634	7 458
Port Lesport AD	-	8 802	7 742
Bulgarian Airways Group EAD	-	-	12 345
Zarneni Hrani Bulgaria AD	-	-	8 534
Others	188	213	196
	<b>65 804</b>	<b>104 698</b>	<b>93 072</b>
<i>Including trade payables</i>	<i>371</i>	<i>75</i>	-
<i>Including interest payables</i>	-	<i>19 011</i>	<i>12 291</i>
<i>- other related parties under common control</i>			
M Car EOOD	-	1	-



	<b>31.03.2013</b>	<b>31.12.2012</b>	<b>31.03.2012</b>
	<b>BGN'000</b>	<b>BGN '000</b>	<b>BGN'000</b>
<i>Including trade payables</i>	-	1	-
<b>Total short-term related party payables</b>	<b>66 419</b>	<b>105 193</b>	<b>93 566</b>

## 16. Post-reporting date events

No significant events have occurred between the reporting date and the date of authorization.

## 17. Authorization of the interim condensed financial statements

The interim condensed financial statements as of 31 March 2013 (including comparatives) were approved for issue by the managing board on 26 April 2013.