# Interim Activity Report
# Interim Condensed Consolidated Financial Statements

## CHIMIMPORT AD

30 September 2012

# Contents

# Interim condensed consolidated statement of financial position

| | Notes | 30.09.2012 BGN'000 | 31.12.2011 BGN'000 | 30.09.2011 BGN'000 |
|---|---|---|---|---|
| **Assets** | | | | |
| **Non-current assets** | | | | |
| Property, plant and equipment | 8 | 532 749 | 526 230 | 527 845 |
| Investment property | | 110 171 | 92 554 | 56 844 |
| Investments accounted for using the equity method | | 187 102 | 167 558 | 117 739 |
| Goodwill | | 50 602 | 42 140 | 46 987 |
| Other intangible assets | 7 | 88 316 | 81 221 | 63 771 |
| Long-term financial assets | | 1 309 675 | 1 342 702 | 1 333 616 |
| Long-term related party receivables | | 133 090 | 2 181 | 2 738 |
| Deferred tax assets | | 6 857 | 2 120 | 2 391 |
| **Non-current assets** | | **2 418 562** | **2 256 706** | **2 151 931** |
| **Current assets** | | | | |
| Inventories | | 42 792 | 36 204 | 34 160 |
| Short-term financial assets | | 1 553 603 | 1 379 739 | 1 203 650 |
| Related party receivables | | 192 884 | 266 675 | 255 456 |
| Trade receivables | | 229 726 | 146 621 | 159 724 |
| Tax receivables | | 4 797 | 4 654 | 3 480 |
| Other receivables | | 210 082 | 209 299 | 349 453 |
| Cash and cash equivalents | | 1 299 390 | 1 021 696 | 1 051 968 |
| **Current assets** | | **3 533 274** | **3 064 888** | **3 057 891** |
| Assets classified as held for sale | | 35 859 | 30 601 | 33 976 |
| **Total assets** | | **5 987 695** | **5 352 195** | **5 243 798** |

**Prepared by:** ______________
/A. Kerezov/

**Executive director:** ______________
/I. Kamenov/

**Date: 29 November 2012**

## Interim condensed consolidated statement of financial position (continued)

| | Notes | 30.09.2012 BGN'000 | 31.12.2011 BGN'000 | 30.09.2011 BGN'000 |
|---|---|---|---|---|
| **Equity and liabilities** | | | | |
| **Equity** | | | | |
| Share capital | 9 | 230 270 | 230 345 | 230 347 |
| Share premium | 9 | 225 811 | 225 643 | 225 473 |
| Other reserves | | 99 813 | 70 917 | 52 100 |
| Retained earnings | | 636 809 | 558 803 | 579 852 |
| Profit for the period | | 97 111 | 111 681 | 101 904 |
| **Equity attributed to the shareholders of parent company** | | 1 289 814 | 1 197 389 | 1 189 676 |
| Non-controlling interests | | 226 904 | 216 844 | 220 401 |
| **Total equity** | | **1 516 718** | **1 414 233** | **1 410 077** |
| **Specialized reserves** | | **149 353** | **138 486** | **126 160** |
| | | | | |
| **Liabilities** | | | | |
| **Non-current liabilities** | | | | |
| Long-term financial liabilities | 10 | 969 210 | 719 811 | 877 484 |
| Payables to secured persons | | 509 016 | 424 466 | 396 688 |
| Long-term trade payables | | 20 390 | 22 318 | 20 895 |
| Long-term related party payables | | 3 619 | 2 037 | 1 400 |
| Finance lease liabilities | | 16 830 | 19 870 | 21 998 |
| Pension and other employee obligations | | 2 438 | 2 188 | 2 204 |
| Other liabilities | | 1 216 | 1 204 | 2 033 |
| Provisions | | 438 | 387 | 387 |
| Deferred tax liabilities | | 22 953 | 21 869 | 22 362 |
| **Non-current liabilities** | | **1 546 110** | **1 214 150** | **1 345 451** |
| | | | | |
| **Current liabilities** | | | | |
| Short-term financial liabilities | 10 | 2 498 591 | 2 377 693 | 2 014 098 |
| Trade payables | | 105 985 | 80 539 | 252 065 |
| Short-term related party payables | | 69 434 | 22 024 | 47 286 |
| Finance lease liabilities | | 5 468 | 6 538 | 6 250 |
| Pension and other employee obligations | | 13 783 | 12 573 | 15 034 |
| Tax liabilities | | 13 217 | 10 260 | 12 936 |
| Other liabilities | | 69 036 | 75 690 | 14 441 |
| **Current liabilities** | | **2 775 514** | **2 585 317** | **2 362 110** |
| **Total liabilities** | | **4 321 624** | **3 799 467** | **3 707 561** |
| Liabilities held for sale | | - | 9 | - |
| **Total equity, reserves and liabilities** | | **5 987 695** | **5 352 195** | **5 243 798** |

**Prepared by:** ____________________
/A. Kerezov/

**Executive director:** ____________________
/I. Kamenov/

**Date: 29 November 2012**

МПОРТ АД

# Interim condensed consolidated statement of comprehensive income

| | Notes | 9 months to 30.09.2012 BGN'000 | 3 months to 30.09.2012 BGN'000 | 9 months to 30.09.2011 BGN'000 | 3 months to 30.09.2011 BGN'000 |
|---|---|---|---|---|---|
| Income from non-financial activities | | 407 984 | 150 211 | 542 751 | 264 486 |
| Expenses for non-financial activities | | (326 360) | (112 187) | (469 963) | (222 706) |
| Change in fair value of investment property | | (111) | 217 | | - |
| Gain on sale of non-current assets | | 18 077 | 14 370 | 18 006 | 13 450 |
| **Net result from non-financial activities** | | **99 590** | **52 611** | **89 794** | **55 230** |
| Insurance income | | 304 425 | 43 050 | 264 174 | 36 847 |
| Insurance expense | | (289 415) | (37 847) | (245 097) | (30 906) |
| **Net insurance result** | | **15 010** | **5 203** | **19 077** | **5 941** |
| Interest income | | 173 697 | 55 147 | 149 545 | 40 778 |
| Interest expense | | (116 814) | (36 610) | (92 201) | (22 186) |
| **Net interest income** | | **56 883** | **18 537** | **57 344** | **18 592** |
| Gains from transactions with financial instruments | | 185 369 | 45 123 | 190 972 | 62 438 |
| Losses from transactions with financial instruments | | (145 605) | (43 621) | (162 406) | (81 285) |
| **Net result from transactions with financial instruments** | | **39 764** | **1 502** | **28 563** | **(18 847)** |
| Administrative expenses | | (129 362) | (60 148) | (120 753) | (40 518) |
| Gains from purchases | | 342 | 342 | | |
| Share of profit from equity accounted investments | | 16 155 | 10 452 | 15 245 | 10 593 |
| Other financial income | | 38 456 | 18 462 | 25 462 | (8 881) |
| Allocation of income to secured persons | | (27 915) | (12 396) | (941) | 7913 |
| **Profit before tax** | | **108 923** | **34 565** | **113 791** | **30 023** |
| Tax expense | 11 | (5 560) | (1 408) | (7 141) | (596) |
| **Net profit for the period** | | **103 363** | **33 157** | **106 650** | **29 427** |
| **Other comprehensive income** | | | | | |
| Share of other comprehensive income of associates | | | | | |
| Gains from financial assets | | 782 | (150) | (127) | 1 033 |
| **Total comprehensive income** | | **104 145** | **33 007** | 106 523 | 30 460 |
| **Profit for the year attributable to:** | | | | | |
| the shareholders of Chimimport AD | | 97 111 | 28 683 | 101 904 | 30 647 |
| non-controlling interests | | 6 252 | 4 474 | 4 746 | (1 220) |
| **Total comprehensive income attributable to:** | | | | | |
| the shareholders of Chimimport AD | | 97 740 | 28 533 | 101 883 | 31 680 |
| non-controlling interests | | 6 405 | 4 474 | 4 640 | (1 220) |
| **Basic earnings per share in BGN** | 12 | 0,67 | 0.20 | 0.70 | 0.21 |
| **Diluted earnings per share in BGN** | 12 | 0,44 | 0.13 | 0.47 | 0.14 |

**Prepared by:** ____________ /A. Kerezov/

**Executive director:** ____________ /I. Kamenov/

**Date: 29 November 2012**

CHIMIMPORT PUBLIC HOLDING COMPANY

# Interim condensed consolidated statement of changes in equity

| All amounts are presented in BGN'000 | Equity attributable to the shareholders of Chimimport AD | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Share capital** | **Share premium** | **Other reserves** | **Retained earnings** | **Total** | **Non-controlling interest** | **Total equity** |
| **Adjusted balance at 1 January 2012** | **230 345** | **225 643** | **70 917** | **670 484** | **1 197 389** | **216 844** | **1 414 233** |
| Decrease,/(Increase) in share capital and reserves resulting from purchase of treasury shares by subsidiaries | (75) | 168 | - | - | 93 | - | **93** |
| Business combinations | - | - | (2 477) | (2 929) | (5 406) | 3 655 | **(1 751)** |
| **Transactions with owners** | **(75)** | **168** | **(2 477)** | **(2 929)** | **(5 313)** | **3 655** | **(1 658)** |
| Profit for the period, ended at 30 September 2012 | - | - | - | 97 111 | 97 111 | 6 252 | **103 363** |
| **Other comprehensive income** | | | | | | | |
| Gains from financial assets | - | - | 629 | - | 629 | 153 | **782** |
| **Total comprehensive income for the period** | **-** | **-** | **629** | **97 111** | **97 740** | **6 405** | **104 145** |
| | | | | | | | **-** |
| Other changes | - | - | - | (2) | (2) | - | **(2)** |
| Transfer of retained earnings to other reserves | - | - | 30 744 | (30 744) | - | - | **-** |
| **Balance at 30 September 2012** | **230 270** | **225 811** | **99 813** | **733 920** | **1 289 814** | **226 904** | **1 516 718** |

**Prepared by:** ____________________
**/A. Kerezov/**

**Executive director:** ____________________
**/I. Kamenov/**

**Date: 29 November 2012**

CHIMIMPORT PUBLIC HOLDING COMPANY

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

| 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 | | |
| **Adjusted balance at 1 January 2011** | **229 759** | **219 761** | **(3 124)** | **638 765** | **1 085 161** | **217 796** | **1 302 957** |
| Increase in share capital and reserves resulting from sale of treasury shares by subsidiaries | 797 | 6 027 | - | - | 6 824 | - | **6 824** |
| Decrease in share capital and reserves resulting from purchase of treasury shares by subsidiaries | (209) | (315) | - | - | (524) | - | **(524)** |
| Business combinations | - | - | 1 867 | (5 535) | (3 668) | (2 035) | **(5 703)** |
| **Transactions with owners** | **588** | **5 712** | **1 867** | **(5 535)** | **2 632** | **(2 035)** | **597** |
| Profit for the period, ended at 30 September 2011 | - | - | - | 101 904 | 101 904 | 4 746 | **106 650** |
| **Other comprehensive income** | | | | | | | |
| Gains from financial assets | - | - | (21) | - | (21) | (106) | **(121)** |
| **Total comprehensive income for period** | **-** | **-** | **(21)** | **101 904** | **101 883** | **4 640** | **106 523** |
| Transfer of retained earnings to other reserves | - | - | 53 378 | (53 378) | - | - | **-** |
| **Balance at 30 September 2011** | **230 347** | **225 473** | **52 100** | **681 756** | **1 189 676** | **220 401** | **1 410 077** |

**Prepared by:** ____________
**/A. Kerezov/**
**Date: 29 November 2012**

**Executive director:** ____________
**/I. Kamenov/**

## Interim condensed consolidated statement of cash flows

| | 30.09.2012 | 30.09.2011 |
|---|---|---|
| | BGN'000 | BGN'000 |
| Proceeds from short-term loans | 82 822 | 124 320 |
| Payments for short-term loans | (75 923) | (121 330) |
| Proceeds from sale of short-term financial assets | 654 382 | 628 966 |
| Purchase of short-term financial assets | (653 783) | (663 084) |
| Cash receipt from customers | 366 109 | 276 412 |
| Cash paid to suppliers | (306 849) | (276 467) |
| Proceeds from secured persons | 72 936 | 66 572 |
| Payments to secured persons | (10 419) | (19 648) |
| Payments to employees and social security institutions | (62 600) | (72 329) |
| Cash receipts from banking operations | 33 322 945 | 32 775 432 |
| Cash paid for banking operations | (33 111 585) | (32 459 635) |
| Cash receipts from insurance operations | 243 799 | 104 855 |
| Cash paid for insurance operations | (252 160) | (66 060) |
| Income taxes paid | (2 886) | (6 007) |
| Other cash (outflows)/inflows | (8 187) | 86 005 |
| **Net cash flow from operating activities** | **258 601** | **378 002** |
| **Investing activities** | | |
| Net payments for acquisition of subsidiaries | (10 279) | (21 405) |
| Dividends received | 8 705 | |
| Sale of property, plant and equipment | 71 | 122 |
| Purchase of property, plant and equipment | (22 024) | (61 351) |
| Purchase of intangible assets | (741) | (805) |
| Sale of investment property | - | 13 |
| Purchase of investment property | (507) | (163) |
| Sale of non-current financial assets | 188 387 | 142 483 |
| Purchase of non-current financial assets | (140 002) | (246 169) |
| Interest payments received | 31 568 | 43 648 |
| Proceeds from loans granted | 62 569 | (60 898) |
| Payments for loans granted | (45 491) | 68 644 |
| Other cash outflows | (9 891) | 3 387 |
| **Net cash flow from investing activities** | **62 365** | **(132 494)** |
| **Financing activities** | | |
| Purchase of treasury shares | (74) | (601) |
| Proceeds from loans received | 134 905 | 197 017 |
| Payments for loans received | (148 233) | (73 870) |
| Interest paid | (21 824) | (29 356) |
| Payments for finance leases | (4 794) | (4 391) |
| Other cash (outflows)/ inflows | (2 835) | 36 753 |
| **Net cash flow from financing activities** | **(42 855)** | **125 552** |
| Exchange losses on cash and cash equivalents | (417) | (1 051) |
| Cash and cash equivalents, beginning of year | 1 021 696 | 681 959 |
| Net change in cash and cash equivalents | 277 694 | 371 060 |
| **Cash and cash equivalents, end of the period** | **1 299 390** | **1 051 968** |

**Prepared by:** ______________________ **Executive director:** ______________________

**/A. Kerezov/** **/I. Kamenov/**

**Date: 29 November 2012**

# 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 of the Group 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 Group for the year ended 31 December 2011, 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 financial statements are the interim condensed consolidated statements of the Company. The parent company has released its separate financial statements on 30 July 2012

The separate elements of the interim condensed consolidated financial statements of the Group are in the currency of the main economic environment in which it carries out its activities ("functional currency"). The interim condensed consolidated financial statements are presented in Bulgarian leva (BGN), which is the functional currency of the parent company. This is also the functional currency of the parent company and all subsidiary companies, excluding those operating in the Netherlands, Germany and Slovakia, which functional currency is Euro, the subsidiaries operating in Macedonia, which functional currency is Macedonian denars and the subsidiaries operating in Russia, which functional currency is Russian Rubla. The representation currency of the Group is Bulgarian leva.

All amounts are presented in thousand Bulgarian leva (BGN'000) (including the comparative information for 2011) 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. Overall considerations and adoption of new standards, amendments and interpretations to existing standards that are effective for the year beginning 1 January 2012

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 2011 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 2012 and are relevant to the Group:

- IFRS 7 "Financial Instruments: Disclosures" – Derecognition, effective from 1 July 2011, adopted by the EU on 23 November 2011.;

Significant effects on current, prior or future periods arising from the first-time adoption of these new requirements in respect of presentation, recognition and measurement are described as follows:

**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.

### 3.2. Standards, amendments and interpretations to existing standards that are not yet effective and have not been adopted early by the Company's Group

The following new standards, amendments and interpretations to existing standards have been issued, but are not effective for the financial year beginning 1 January 2012 and have not been early adopted:

**IFRS 1 "First-time Adoption of International Financial Reporting Standards" (amended) – Fixed dates and Hyperinflation, effective from 1 July 2011, not yet adopted by the EU**

These amendments include two changes to IFRS 1,'First time adoption. The first replaces references to a fixed date of '1 January 2004' with 'the date of transition to IFRSs', thus eliminating the need for companies adopting IFRSs for the first time to restate derecognition transactions that occurred before the date of transition to IFRSs. The second amendment provides guidance on how an entity should resume presenting financial statements in accordance with IFRSs after a period when the entity was unable to comply with IFRSs because its functional currency was subject to severe hyperinflation. The exemption allows an entity to elect to measure assets and liabilities held before the functional currency normalisation date at fair value; and to use that fair value as the deemed cost of those assets and liabilities in the opening IFRS statement of financial position.

**IAS 12 "Income Taxes" – Deferred Tax, effective from 1 January 2012, not yet adopted by the EU**

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.

The following new amendments to existing standards have been published and have entered into force for the financial year beginning on 1 January 2012 but not yet adopted by the EU and therefore not implemented by the Group:

**IFRS 1 "First-time Adoption of International Financial Reporting Standards" (amended) – Government Loans, effective from 1 January 2013, not yet adopted by the EU**

This amendment addresses how a first-time adopter would account for a government loan with a below-market rate of interest when transitioning to IFRS. It also adds an exception to the retrospective application of IFRS, which provides the same relief to first-time adopters granted to existing preparers of IFRS financial statements when the requirement was incorporated into IAS 20 in 2008.

**IFRS 7 "Financial Instruments: Disclosures" – Offsetting Financial Assets and Financial Liabilities, effective from 1 January 2013, not yet adopted by the EU**

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, not yet adopted by the EU**

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, not yet adopted by the EU**

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, not yet adopted by the EU**

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, not yet adopted by the EU**

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, not yet adopted by the EU**

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 19 "Employee Benefits" effective from 1 January 2013, not yet adopted by the EU**

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, not yet adopted by the EU**

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, not yet adopted by the EU**

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, not yet adopted by the EU**

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.

**IFRIC 20 "Stripping costs in the production phase of a surface mine" effective from 1 January 2013, not yet adopted by the EU**

IFRIC 20 sets out the accounting for overburden waste removal (stripping) costs in the production phase of a mine. The interpretation may require mining entities reporting under IFRS to write off existing stripping assets to opening retained earnings if the assets cannot be attributed to an identifiable component of an ore body

**Annual Improvements to IFRSs 2011 effective from 1 January 2013, not yet adopted by the EU**

-IFRS 1 amendments clarify that a first-time adopter of IFRS may apply IFRS 1 more than once under certain circumstances. An entity can choose to adopt IAS 23 from its date of transition or from an earlier date.

-IAS 1 amendment clarifies the disclosure requirements for comparative information when an entity provides a third balance sheet. When an entity produces an additional balance sheet as required by IAS 8, the balance sheet should be as at the date of the beginning of the preceding period – that is, the opening position. No notes are required to support this balance sheet. When management provides additional comparative information voluntarily – for example, statement of profit and loss, balance sheet – it should present the supporting notes to these additional statements.

-IAS 16 amendment clarifies that spare parts and servicing equipment are classified as property, plant and equipment rather than inventory when they meet the definition of property, plant and equipment if they are used for more than one period.

-IAS 32 amendment clarifies that the treatment of income tax relating to distributions and transaction costs is in accordance with IAS 12. So, income tax related to distributions is recognized in the income statement, and income tax related to the costs of equity transactions is recognized in equity.

-IAS 34 amendment clarifies the disclosure requirements for segment assets and liabilities in interim financial statements. A measure of total assets and liabilities is required for an operating segment in interim financial statements if such information is regularly provided to the chief operating decision maker and there has been a material change in those measures since the last annual financial statements.

### 3.3. 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 condensed consolidated financial statements, the significant judgements made by management in applying the Company'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 2011г.

### 3.4. Financial risk management

The Company'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 conjuction with the annual financial statements as at 31 December 2011. 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 The aim and the policy of the Group with regards to control of capital, credit and liquidity risk are described in the last yearly financial report of the Group as at 31 December 2011.

## 5. Changes in controlling interests in subsidiaries

### 5.1. Acquisition of Tatinvestbank AD

In 2012, the Group acquired 16 425 981 ordinary shares with voting rights from the capital of Tatinvestbank AD based in Kazan, Republic of Tatarstan. After this acquisition the Group has a direct holding of 3.55% and 55.92% through its subsidiary (revalued to 45,66%) of the capital of Tatinvestbank AD which gets controlling interest in the subsidiary's equity. Prior to the acquisition, the Group owns 1 042 537 shares of the capital of the subsidiary.

The investment in Tatinvestbank AD is performed in order to expand the Group's banking sector in Russia and the expected cost savings from the bank and economies of scale.

The value of the acquisition amounting to BGN 9 451 thousand is paid entirely in cash. The total fair value of net assets acquired amounted to BGN 19 206 thousand. As a result of the acquisition, no goodwill was recognized.

The total cost for the Group amounted to BGN 9 451 thousand and includes the following components:

| | **BGN'000** |
|---|---|
| Purchase price, paid in cash | 9 451 |
| **Total** | **9 451** |

The recognized fair value of each class of assets acquired and liabilities of Tatinvestbank at the date of acquisition are presented as follows:

| | Recognized value at the acquisition date **BGN'000** |
|---|---|
| Financial assets | 36 399 |
| Property, plant and equipment | 8 970 |
| Cash and cash equivalents | 68 129 |
| Trade receivables | 169 |
| Payables | (94 461) |
| Net Asset value | 19 206 |
| **Net Asset value** | **19 206** |
| **Non-controlling interest** | **(9 755)** |
| **Fair value of identifiable net assets acquired by the Group** | **(9 451)** |

| | **BGN'000** |
|---|---|
| Total remuneration | **9 451** |
| Gain value of identifiable net assets acquired by the Group | **(9 451)** |
| **Profit** | **-** |

As a result of the business combination there is no suspension of essential part of the activity.

## 5.2. Acquisition of Texim Trading AD

In 2012, the Group acquired control over the company Texim Trading AD, based in Sofia, Bulgaria by purchasing shares of the Company as a result of which, the group holds 51.00% of its equity and voting rights in the company. The establishment of Texim

Trading is conducted for the purpose of commercial services provided inports and related services.

The total cost for the Group amounted to BGN 867 thousand and includes the following components:

| | BGN'000 |
|---|---:|
| Purchase price, paid in cash | 867 |
| **Total** | **867** |

The allocation of the purchase price to the acquired assets and liabilities of Texim Trading AD took place in 2012.

The value of each class of assets acquired and liabilities and contingent liabilities recognized at the acquisition date is presented as follows:

| | Recognized value at the acquisition date<br>**BGN'000** |
|---|---:|
| Investment Property | 295 |
| Investments in associates | 296 |
| Inventories | 81 |
| Cash and cash equivalents | 7 |
| Trade receivables | 2 |
| Payables | (227) |
| Net Asset Value | 454 |
| **Net Asset Value** | **454** |
| **Non-controlling interest** | **(222)** |
| **Fair value of identifiable net assets acquired by the Group** | **232** |

| | BGN'000. |
|---|---:|
| Total remuneration | 867 |
| **Fair value of identifiable net assets acquired by the Group** | (232) |
| **Goodwill** | **635** |

The resulting goodwill is recognized in the Group's assets in line Goodwill

### 5.3. Acquisition of Holding Asenova Krepost AD

In 2012, the Group acquired control over the company Holding Asenova Krepost AD, based in Bulgaria by purchasing shares of the Company as a result of which, the group holds 85.36% of its equity and voting rights in the company.

The total cost for the Group amounted to BGN 13 399 thousand and includes the following components:

| | BGN‘000 |
|---|---|
| Purchase price, paid in cash | 13 399 |
| **Total** | **13 399** |

The allocation of the purchase price to the acquired assets and liabilities of Holding Asenova Krepost AD took place in 2012.

The value of each class of assets acquired and liabilities and contingent liabilities recognized at the acquisition date is presented as follows:

| | Recognized value at the acquisition date BGN‘000 |
|---|---|
| Financial assets | 15 780 |
| Investments | 65 |
| Inventories | - |
| Cash and cash equivalents | 3 |
| Trade receivables | 41 |
| Payables | (1 540) |
| Net Asset Value | 14 349 |
| **Net Asset Value** | **14 349** |
| **Non-controlling interest** | **(2 101)** |
| **Fair value of identifiable net assets acquired by the Group** | **12 248** |

| | BGN‘000. |
|---|---|
| Total remuneration | 13 399 |
| **Fair value of identifiable net assets acquired by the Group** | (12 248) |
| **Goodwill** | **1 151** |

The resulting goodwill is recognized in the Group's assets in line Goodwill

## 5.4. Acquisition of Asenova Krepost AD

In 2012, the Group acquired control over the company Asenova Krepost AD, based in Sofia, Bulgaria by purchasing shares of the Company as a result of which, the group holds 78.07% of its equity and voting rights in the company.

The total cost for the Group amounted to BGN 11 078 thousand and includes the following components:

| | BGN'000 |
|---|---|
| Purchase price, paid in cash | 11 078 |
| **Total** | **11 078** |

The allocation of the purchase price to the acquired assets and liabilities of Asenova Krepost AD took place in 2012.

The value of each class of assets acquired and liabilities and contingent liabilities recognized at the acquisition date is presented as follows:

| | Recognized value at the acquisition date<br>**BGN'000** |
|---|---|
| Property, plant and equipment | 17 947 |
| Investments | 4 700 |
| Inventories | 4 133 |
| Cash and cash equivalents | 115 |
| Trade receivables | 19 069 |
| Payables | (39 490) |
| Net Asset Value | 6 474 |
| **Net Asset Value** | **6 474** |
| **Non-controlling interest** | **(1 420)** |
| **Fair value of identifiable net assets acquired by the Group** | **5 054** |

| | **BGN'000.** |
|---|---|
| Total remuneration | 11 078 |
| **Fair value of identifiable net assets acquired by the Group** | (5 054) |
| **Goodwill** | **6 024** |

The resulting goodwill is recognized in the Group's assets in line Goodwill

### 5.5. Acquisition of Pamporovo Property EOOD

In 2012, the Group acquired control over the company Pamporovo Property AD, based in Bulgaria by purchasing shares of the Company as a result of which, the group holds 74.46% of its equity and voting rights in the company.

The total cost for the Group amounted to BGN 3 500 thousand and includes the following components:

**BGN'000**

| | |
|---|---|
| Purchase price, paid in cash | 3 500 |
| **Total** | **3 500** |

The allocation of the purchase price to the acquired assets and liabilities of Pamporovo Property EOOD took place in 2012.

The value of each class of assets acquired and liabilities and contingent liabilities recognized at the acquisition date is presented as follows:

| | Recognized value at the acquisition date |
|---|---|
| | **BGN'000** |
| Property, plant and equipment | 4 700 |
| Cash and cash equivalents | 3 |
| Trade receivables | 1 |
| Payables | (94) |
| Net Asset Value | 4 610 |
| **Net Asset Value** | **4 610** |
| **Non-controlling interest** | **(1 177)** |
| **Fair value of identifiable net assets acquired by the Group** | **3 433** |

| | **BGN'000.** |
|---|---|
| Total remuneration | 3 500 |
| **Fair value of identifiable net assets acquired by the Group** | (3 433) |
| **Goodwill** | **67** |

The resulting goodwill is recognized in the Group's assets in line Goodwill

### 5.6. Acquisition of Asela AD

In 2012, the Group acquired control over the company Asela AD, based in Bulgaria by purchasing shares of the Company as a result of which, the group holds 42.92% of its equity and voting rights in the company.

The total cost for the Group amounted to BGN 53 thousand and includes the following components:

| | **BGN'000** |
|---|---|
| Purchase price, paid in cash | 53 |
| **Total** | **53** |

The allocation of the purchase price to the acquired assets and liabilities of Asela AD took place in 2012.

The value of each class of assets acquired and liabilities and contingent liabilities recognized at the acquisition date is presented as follows:

| | Recognized value at the acquisition date |
|---|---|
| | **BGN'000** |
| Property, plant and equipment | 196 |
| Inventories | 208 |
| Cash and cash equivalents | 282 |
| Trade receivables | 270 |
| Payables | (162) |
| Net Asset Value | 794 |
| **Net Asset Value** | **794** |
| **Non-controlling interest** | **(453)** |
| **Fair value of identifiable net assets acquired by the Group** | **341** |

| | **BGN'000.** |
|---|---|
| Total remuneration | 53 |
| **Fair value of identifiable net assets acquired by the Group** | (341) |
| **Gains from purchase** | **(288)** |

The resulting goodwill is recognized in the Group's Statements of comprehensive income  in line Gains from purchase

### 5.7. Acquisition of  AK Plastik

In 2012, the Group acquired control over the company AK Plastik, based in Bulgaria by purchasing shares of the Company as a result of which, the group holds 83.45% of its equity and voting rights in the company.

The total cost for the Group amounted to BGN 1 thousand and includes the following components:

| | **BGN'000** |
|---|---|
| Purchase price, paid in cash | 1 |
| **Total** | **1** |

The allocation of the purchase price to the acquired assets and liabilities of AK Plastik took place in 2012.

The value of each class of assets acquired and liabilities and contingent liabilities recognized at the acquisition date is presented as follows:

| | Recognized value at the acquisition date |
|---|---|
| | **BGN'000** |
| Trade receivables | 66 |
| Payables | - |
| Net Asset Value | 66 |
| **Net Asset Value** | **66** |
| **Non-controlling interest** | **(11)** |
| **Fair value of identifiable net assets acquired by the Group** | **55** |

| | **BGN'000.** |
|---|---|
| Total remuneration | 1 |
| **Fair value of identifiable net assets acquired by the Group** | (55) |
| **Gains from purchase** | **(54)** |

The resulting goodwill is recognized in the Group's Statements of comprehensive income in line Gains from purchase

### 5.8. Reduction of controlling interests

As at 30 June 2012, Fertilizers Trade OOD and Chimtrans OOD have been liquidated.

As at 30 June 2012 Chimimport Group EAD sold its entire share in Silico 07 OOD.

A shareholder meeting of Orgachim Trading OOD was held on 26 March 2012 regarding the liquidation of the Company.

On 10 January 2012, Parahodstvo Balgarsko Rechno Plavane AD has entered into a selling agreement with Konstructus EOOD for the sale of 1 100 shares of the capital of VTC AD, thus decreasing its shareholding in the company to 41%.

## 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 2012** | **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 | 56 731 | 33 905 | 311 181 | 168 | 1 151 | 4 848 | 407 984 |
| Change in fair value of investment property | - | - | (111) | - | - | - | (111) |
| Gain from sale of non-current assets | 7 609 | - | 3 305 | - | - | 7 163 | 18 077 |
| Inter-segment income from non-financial activities | 21 020 | 2 702 | 3 246 | **-** | 558 | (27 526) | - |
| **Total income from non-financial activities** | **85 360** | **36 607** | **317 621** | **168** | **1 709** | **(15 515)** | **425 950** |
| **Result from non-financial activities** | **19 927** | **36 607** | **21 774** | **46** | **344** | **20 892** | **99 590** |
| Insurance income from external customers | - | 304 425 | - | - | | - | 304 425 |
| Inter-segment insurance income | - | 3 135 | - | - | | (3 135) | - |
| **Total insurance income** | **-** | **307 560** | **-** | **-** | **-** | **(3 135)** | **304 425** |
| **Result from insurance** | **-** | **17 022** | **-** | **-** | **-** | **(2 012)** | **15 010** |
| Interest income | 8 936 | 191 268 | 5 929 | 322 | 88 | (32 846) | 173 697 |
| Interest expenses | (8 786) | (123 449) | (16 879) | - | (546) | 32 846 | (116 814) |
| **Result from interest** | **150** | **67 819** | **(10 950)** | **322** | **(458)** | **-** | **56 883** |
| Gains from transactions with financial instruments from external customers | 108 | 185 526 | - | - | - | (265) | 185 369 |
| Inter-segment gains from transactions with financial instruments | - | - | - | - | - | - | - |
| **Gains from transactions with financial instruments** | **108** | **185 526** | **-** | **-** | **-** | **(265)** | **185 369** |
| **Result from transactions with financial instruments** | **(101)** | **37 343** | **(20)** | **-** | **-** | **2 542** | **39 764** |
| Administrative expenses | **(4 432)** | **(114 754)** | **(9 522)** | **(126)** | **(528)** | **-** | **(129 362)** |
| Gain from purchases | **342** | **-** | **-** | **-** | | **-** | **342** |
| **Net result from equity accounted investments in associates** | 128 | 1 887 | 14 140 | - | - | - | 16 155 |
| Other financial income/ expense | (643) | 45 293 | 595 | (1) | (13) | (6 775) | 38 456 |
| Profit for allocating insurance batches | - | (27 915) | - | - | - | - | (27 915) |
| **Profit for the period before tax** | **15 371** | **63 302** | **16 017** | **241** | **(655)** | **14 647** | **108 923** |
| Tax expenses | (1 730) | (6 555) | (219) | (31) | - | 2 975 | (5 560) |
| **Net profit for the period** | **13 641** | **56 747** | **15 798** | **210** | **(655)** | **17 622** | **103 363** |

| Operating segments<br><br>30 September 2012 | Production, trade and services<br>BGN '000 | Financial sector<br>BGN '000 | Transport sector<br>BGN '000 | Real estate Sector<br>BGN '000 | Construction and engineering sector<br>BGN '000 | Elimination<br>BGN '000 | Consolidated<br>BGN '000 |
|---|---|---|---|---|---|---|---|
| Assets of the segment | 728 949 | 6 213 663 | 817 178 | 46 094 | 16 416 | (2 021 707) | 5 800 593 |
| Equity accounted investments in associates | 4 668 | 17 133 | 73 910 | - | 2 | 91 389 | 187 102 |
| **Total consolidated assets** | **733 617** | **6 230 796** | **891 088** | **46 094** | **16 418** | **(1 930 318)** | **5 987 695** |
| **Specialized reserves** | **-** | **149 353** | **-** | **-** | **-** | **-** | **149 353** |
| Liabilities of the segment | 321 146 | 4 304 493 | 487 607 | 75 | 13 678 | (805 375) | 4 321 624 |
| **Total consolidated liabilities** | **321 146** | **4 304 493** | **487 607** | **75** | **13 678** | **(805 375)** | **4 321 624** |

| Operating segments<br><br>31 December 2011 | Production, trade and services<br>BGN '000 | Financial sector<br>BGN '000 | Transport sector<br>BGN '000 | Real estate Sector<br>BGN '000 | Construction and engineering sector<br>BGN '000 | Elimination<br>BGN '000 | Consolidated<br>BGN '000 |
|---|---|---|---|---|---|---|---|
| Assets of the segment | 887 006 | 5 670 495 | 771 520 | 59 034 | 16 375 | (2 219 793) | 5 184 637 |
| Equity accounted investments in associates | 4 667 | 17 133 | 64 240 | - | 2 | 81 516 | 167 558 |
| **Total consolidated assets** | **891 673** | **5 687 628** | **835 760** | **59 034** | **16 377** | **(2 138 277)** | **5 352 195** |
| **Specialized reserves** | **-** | **138 486** | **-** | **-** | **-** | **-** | **138 486** |
| Liabilities of the segment | 425 230 | 3 846 716 | 422 786 | 12 830 | 12 982 | (921 068) | 3 799 476 |
| **Total consolidated liabilities** | **425 230** | **3 846 716** | **422 786** | **12 830** | **12 982** | **(921 068)** | **3 799 476** |

| Operating segments 30 September 2011 | 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 | 203 861 | 36 399 | 300 251 | 172 | 1 068 | - | 541 751 |
| Gain from sale of non-current assets | 12 056 | 5 856 | 110 | - | - | (16) | 18 006 |
| Inter-segment income from non-financial activities | 20 373 | 2 851 | 3 050 | - | 314 | (26 588) | - |
| **Total income from non-financial activities** | **236 290** | **45 106** | **303 411** | **172** | **1 382** | **(26 604)** | **559 757** |
| **Result from non-financial activities** | **19 708** | **45 106** | **24 340** | **(27)** | **110** | **557** | **89 794** |
| Insurance income from external customers | - | 264 174 | - | - | - | - | 264 174 |
| Inter-segment insurance income | - | 4 022 | - | - | - | (4 022) | - |
| **Total insurance income** | **-** | **268 196** | **-** | **-** | **-** | **(4 022)** | **264 174** |
| **Result from insurance** | **-** | **20 219** | **-** | **-** | **-** | **(1 142)** | **19 077** |
| Interest income | 7 815 | 175 091 | 3 358 | 321 | 86 | (37 126) | 149 545 |
| Interest expenses | (9 584) | (109 157) | (10 076) | - | (510) | 37 126 | (92 201) |
| **Result from interest** | **(1 769)** | **65 934** | **(6 718)** | **321** | **(424)** | **-** | **57 344** |
| Gains from transactions with financial instruments from external customers | 10 548 | 181 363 | - | - | 1 | (940) | 190 972 |
| Inter-segment gains from transactions with financial instruments | - | 48 | - | - | - | (48) | - |
| **Gains from transactions with financial instruments** | **10 548** | **181 411** | **-** | **-** | **1** | **(988)** | **190 972** |
| **Result from transactions with financial instruments** | **10 316** | **16 507** | **-** | **-** | **1** | **1 739** | **28 563** |
| Administrative expenses | **(4 262)** | **(107 543)** | **(9 239)** | **(13)** | **(706)** | **1 010** | **(120 753)** |
| **Net result from equity accounted investments in associates** | 122 | 1 342 | 13 781 | - | - | - | 15 245 |
| Other financial income/ expense | (591) | 35 289 | (2 493) | - | (29) | (6 714) | 25 462 |
| Profit for allocating insurance batches | - | (941) | - | - | - | - | (941) |
| **Profit for the period before tax** | **23 524** | **75 913** | **19 671** | **281** | **(1 048)** | **(4 550)** | **113 791** |
| Tax expenses | (2 422) | (4 293) | (421) | (30) | - | 25 | (7 141) |
| **Net profit for the period** | **21 102** | **71 620** | **19 250** | **251** | **(1 048)** | **(4 525)** | **106 650** |

| **Operating segments**<br><br>**30 September 2011** | **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** |
| Assets of the segment | 872 408 | 5 361 944 | 727 443 | 45 932 | 15 067 | (1 875 309) | 5 147 485 |
| Equity accounted investments in associates | 4 667 | 17 183 | 10 126 | - | 5 | 85 758 | 117 739 |
| **Total consolidated assets** | **877 075** | **5 379 127** | **737 569** | **45 932** | **15 072** | **(1 789 551)** | **5 265 224** |
| **Specialized reserves** | **-** | **126 160** | **-** | **-** | **-** | **-** | **126 160** |
| Liabilities of the segment | 408 531 | 3 643 143 | 331 204 | 102 | 12 780 | (688 099) | 3 707 661 |
| **Total consolidated liabilities** | **408 531** | **3 643 143** | **331 204** | **102** | **12 780** | **(688 099)** | **3 707 661** |

## 7. Other intangible assets

The carrying amounts of the intangible assets of the Group for the reporting periods can be analyzed as follows:

- As at 30 September 2012

| | Trade marks BGN'000 | Licenses and patents BGN'000 | Software products BGN'000 | Customer relationships BGN'000 | Internally generated intangible assets BGN'000 | Exploration and evaluation expenditures BGN'000 | Property rights BGN'000 | Other BGN'000 | Total BGN'000 |
|---|---|---|---|---|---|---|---|---|---|
| **Gross carrying amount** | | | | | | | | | |
| Balance at 1 January 2012 | 44 885 | 8 218 | 7 351 | 6 742 | 1 145 | 3 745 | 43 631 | 904 | **116 621** |
| Additions: | | | | | | | | | |
| - separately acquired | | 182 | 450 | | | 4 190 | 1 845 | 7 622 | **14 289** |
| Disposals | | | | | | | | | |
| - separately disposed of | | (8) | (31) | | | (1 575) | | (97) | **(1 711)** |
| Balance at 30 September 2012 | 44 885 | 8 392 | 7 770 | 6 742 | 1 145 | 6 360 | 45 476 | 8 429 | **129 199** |
| **Amortization** | | | | | | | | | |
| Balance at 1 January 2012 | (16 568) | (3 941) | (5 070) | (1 258) | (52) | - | (8 003) | (508) | **(35 400)** |
| Disposals | | 8 | 31 | | | | | | **39** |
| Amortization | (3 223) | (471) | (739) | (117) | | | | (972) | **(5 522)** |
| Balance at 30 September 2012 | (19 791) | (4 404) | (5 778) | (1 375) | (52) | - | (8 003) | (1 480) | **(40 883)** |
| **Carrying amount at 30 September 2012** | **25 094** | **3 988** | **1 992** | **5 367** | **1 093** | **6 360** | **37 473** | **6 949** | **88 316** |

- as at 31 December 2011

| | Trade marks | Licenses and patents | Software products | Customer relationships | Internally generated intangible assets | Exploration and evaluation expenditures | Property rights | Other | Total |
|---|---|---|---|---|---|---|---|---|---|
| | BGN'000 | BGN'000 | BGN'000 | BGN'000 | BGN'000 | BGN'000 | BGN'000 | BGN'000 | BGN'000 |
| **Gross carrying amount** | | | | | | | | | |
| Balance at 1 January 2011 | 38 375 | 7 941 | 6 948 | 8 258 | 1 145 | 3 275 | 18 032 | - | **83 974** |
| Additions: | | | | | | | | | |
| - separately acquired | 6 510 | 786 | 409 | - | - | 7 939 | 25 599 | 3 716 | **44 959** |
| Disposals | | | | | | | | | |
| - through business combinations and reclassification | - | - | - | (1 516) | - | - | - | - | **(1 516)** |
| - separately disposed of | - | (509) | (6) | - | - | (7 469) | - | (2 812) | **(10 796)** |
| Balance at 31 December 2011 | 44 885 | 8 218 | 7 351 | 6 742 | 1 145 | 3 745 | 43 631 | 904 | **116 621** |
| **Amortization** | | | | | | | | | |
| Balance at 1 January 2011 | (12 890) | (3 378) | (3 968) | (848) | (52) | - | (5 924) | - | **(27 060)** |
| Disposals | - | 2 | 6 | - | - | - | - | - | **8** |
| Amortization | (3 678) | (565) | (1 108) | (410) | - | - | (2 079) | (508) | **(8 348)** |
| Balance at 31 December 2011 | (16 568) | (3 941) | (5 070) | (1 258) | (52) | - | (8 003) | (508) | **(35 400)** |
| **Carrying amount at 31 December 2011** | **28 317** | **4 277** | **2 281** | **5 484** | **1 093** | **3 745** | **35 628** | **396** | **81 221** |

- as at 30 September 2011

| | Trade marks BGN'000 | Licenses and patents BGN'000 | Software products BGN'000 | Customer relationships BGN'000 | Internally generated intangible assets BGN'000 | Exploration and evaluation expenditures BGN'000 | Property rights BGN'000 | Total BGN'000 |
|---|---|---|---|---|---|---|---|---|
| **Gross carrying amount** | | | | | | | | |
| Balance at 1 January 2011 | 38 375 | 7 941 | 6 948 | 8 258 | 1 145 | 3 275 | 18 032 | **83 974** |
| Additions: | | | | | | | | |
| - separately acquired | - | 761 | 197 | - | - | 6 438 | 13 077 | **20 473** |
| Disposals | | | | | | | | |
| - separately disposed of | - | (8) | (18) | - | - | (6 521) | (2 965) | **(9 512)** |
| Balance at 30 September 2011 | 38 375 | 8 694 | 7 127 | 8 258 | 1 145 | 3 192 | 28 144 | **94 935** |
| **Amortization** | | | | | | | | |
| Balance at 1 January 2011 | (12 890) | (3 378) | (3 968) | (848) | (52) | - | (5 924) | **(27 060)** |
| Amortization newly | | | (1) | | | | | **(1)** |
| Disposals | | 2 | 4 | | | | | **6** |
| Amortization | (2 432) | (411) | (698) | (382) | (173) | - | (13) | **(4 109)** |
| Balance at 30 September 2011 | (15 322) | (3 787) | (4 663) | (1 230) | (225) | - | (5 937) | **(31 164)** |
| **Carrying amount at 30 September 2011** | **23 053** | **4 907** | **2 464** | **7 028** | **920** | **3 192** | **22 207** | **63 771** |

## 8. 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. Their carrying amount can be analyzed as follows:

| | 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 2012 | 117 237 | 89 511 | 66 603 | 163 784 | 135 713 | 26 853 | 47 785 | 85 373 | **732 859** |
| Additions: | | | | | | | | | |
| - through business combinations | 1 181 | 21 595 | 29 782 | 1 624 | 328 | - | 2 929 | - | **57 439** |
| - separately acquired | | 4 181 | 10 618 | 1 496 | 2 473 | - | 1 448 | 25 198 | **45 414** |
| Disposals | | | | | | | | | |
| - through business combinations | - | - | - | - | - | - | - | - | **-** |
| - separately disposed of | | (15 007) | (4 086) | (346) | (18 678) | - | (408) | (14 439) | **(52 964)** |
| Balance at 30 September 2012 | 118 418 | 100 280 | 102 917 | 166 558 | 119 836 | 26 853 | 51 754 | 96 132 | **782 748** |
| **Depreciation** | | | | | | | | | |
| Balance at 1 January 2012 | - | (26 060) | (51 095) | (30 772) | (52 155) | (21 282) | (25 265) | - | **(206 629)** |
| Additions through business combinations | - | (2 756) | (21 892) | (956) | (284) | - | (7) | - | **(25 895)** |
| Disposals | - | 1 868 | 1 628 | 41 | 3 478 | - | 65 | - | **7 080** |
| Depreciation | - | (2 992) | (6 786) | (3 617) | (8 194) | (2 212) | (754) | - | **(24 555)** |
| Balance at 30 September 2012 | - | (29 940) | (78 145) | (35 304) | (57 155) | (23 494) | (25 961) | - | **(249 999)** |
| **Carrying amount at 30 September 2012** | **118 418** | **70 340** | **24 772** | **131 254** | **62 681** | **3 359** | **25 793** | **96 132** | **532 749** |

- as at 31 December 2011

| | 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 2011** | 118 379 | 113 278 | 70 939 | 163 271 | 142 870 | 26 347 | 45 069 | 55 114 | **735 267** |
| Additions: | | | | | | | | | |
| - through business combinations | - | 68 | - | 202 | - | - | 582 | - | **852** |
| - separately acquired | 253 | 1 525 | 2 993 | 1 760 | 7 047 | 743 | 2 265 | 39 893 | **56 479** |
| Disposals | | | | | | | | | |
| - through business combinations | (1 358) | (14 589) | (6 063) | (316) | (1 870) | - | - | - | **(24 196)** |
| - separately disposed of | (37) | (10 771) | (1 266) | (1 133) | (12 334) | (237) | (131) | (9 634) | **(35 543)** |
| Balance at 31 December 2011 | 117 237 | 89 511 | 66 603 | 163 784 | 135 713 | 26 853 | 47 785 | 85 373 | **732 859** |
| **Depreciation** | | | | | | | | | |
| Balance at 1 January 2011 | - | (25 079) | (43 115) | (26 863) | (48 926) | (15 549) | (25 105) | - | **(184 637)** |
| Additions through business combinations | - | 577 | 769 | (16) | 344 | - | 47 | - | **1 721** |
| Disposals | - | 2 297 | 919 | 974 | 6 690 | 124 | 117 | - | **11 121** |
| Depreciation | - | (3 855) | (9 668) | (4 867) | (10 263) | (5 857) | (324) | - | **(34 834)** |
| Balance at 31 December 2011 | - | (26 060) | (51 095) | (30 772) | (52 155) | (21 282) | (25 265) | - | **(206 629)** |
| **Carrying amount at 31 December 2011** | **117 237** | **63 451** | **15 508** | **133 012** | **83 558** | **5 571** | **22 520** | **85 373** | **526 230** |

- as at 30 September 2011.

| | 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 2011** | 118 379 | 113 278 | 70 939 | 163 271 | 142 870 | 26 347 | 45 069 | 55 114 | **735 267** |
| Additions: | | | | | | | | | |
| - separately acquired | 237 | 3 577 | 2 439 | 432 | 3 091 | 5 | 936 | 7 372 | **18 089** |
| Disposals | | | | | | | | | |
| - through business combinations | (603) | (71) | (371) | (202) | (92) | - | (1 089) | - | **(2 428)** |
| - separately disposed of | (1) | (3) | (281) | (196) | (11 414) | (238) | (108) | (4 880) | **(17 121)** |
| Balance at 30 September 2011 | 118 012 | 116 781 | 72 726 | 163 305 | 134 455 | 26 114 | 44 808 | 57 606 | **733 807** |
| **Depreciation** | | | | | | | | | |
| Balance at 1 January 2011 | - | (25 079) | (43 115) | (26 863) | (48 926) | (15 549) | (25 105) | - | **(184 637)** |
| Additions through business combinations | - | - | - | - | - | - | - | - | |
| Depreciation - non-current assets held for sale | - | 33 | 700 | 119 | 6 369 | 152 | 234 | - | **7 607** |
| Depreciation | - | (3 090) | (7 702) | (3 844) | (7 894) | (5 008) | (1 394) | - | **(28 932)** |
| Balance at 30 September 2011 | - | (28 136) | (50 117) | (30 588) | (50 451) | (20 405) | (26 265) | - | **(205 962)** |
| **Carrying amount at 30 September 2011** | **118 012** | **88 645** | **22 609** | **132 717** | **84 004** | **5 709** | **18 543** | **57 606** | **527 845** |

## 9. Share capital

The share capital of Chimimport AD as at 31 Sptember 2012 consists of 150 857 596 (2011: 150 857 596) ordinary shares with a par value of BGN 1 per share and 88 770 671 (2011: 88 770 671) preferred shares with a par value of BGN 1, including 5 197 175 (2011: 5 170 175) ordinary shares and 4 178 589 (2011: 4 131 489) preferred shares, acquired by companies of Chimimport Group. The ordinary shares of Chimimport AD are 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 Group's estate.

| Shares issued and fully paid: | **30.09.2012** | **31.12.2011** | **30.09.2011** |
|---|---|---|---|
| - beginning of the year | 230 344 603 | 229 758 894 | 229 758 894 |
| - reduction of preferred shares due to convertion into ordinary shares during the year | - | (16 787) | (16 787) |
| - increase in ordinary shares due to convertion of preferred shares into ordinary shares during the year | - | 16 787 | 16 787 |
| - treasury shares /ordinary and preferred/, acquired by subsidiaries during the year | (74 100) | 585 709 | 588 009 |
| **Shares issued and fully paid as at period end** | **230 270 503** | **230 344 603** | **230 346 903** |

On 12 June 2009 Chimimport AD 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 capital during the public offering amounts to BGN 199 015 thousand. 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 funds above the nominal value of the share capital amounting to BGN 105 082 thousand are allocated as follows:

- BGN 27 622 thousand – share premium
- BGN (943) thousand – reduction of share premium due to treasury shares acquired by subsidiaries
- BGN 8 348 thousand – current dividend payables
- BGN (634) thousand – reduction of current dividend payables due to treasury shares acquired by subsidiaries
- BGN 70 008 thousand – non-current dividend payables
- BGN (2 710) thousand – reduction of non-current dividend payables due to treasury shares acquired by subsidiaries
- BGN 3 391 thousand – share issue expenses

Dividend payables and share premium, resulting from the conversion of 858 825 preferred shares and the acquisition of 511 609 shares of the Group by subsidiaries, are allocated as follows:

- BGN 28 271 thousand – share premium
- BGN (1 393) thousand – reduction of share premium due to treasury shares acquired by subsidiaries

- BGN 21 071 thousand – current dividend payables
- BGN (1 038) thousand – reduction of current dividend payables due to treasury shares acquired by subsidiaries
- BGN 57 843 thousand – non-current dividend payables
- BGN (2 849) thousand – reduction of non-current dividend payables due to treasury shares acquired by subsidiaries

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

| | 30.09.2012 | 30.09.2012 | 31.12.2011 | 31.12.2011 | 30.09.2011 | 30.09.2011 |
|---|---|---|---|---|---|---|
| | **Number of ordinary shares** | **%** | **Number of ordinary shares** | **%** | **Number of ordinary shares** | **%** |
| Chimimport Invest AD | 108 957 067 | 72.22% | 108 533 269 | 71.94% | 108 533 269 | 72.04% |
| Other legal entities and private individuals | 41 918 529 | 27.78% | 42 342 327 | 28.06% | 42 342 327 | 27.96% |
| | **150 875 596** | **100.00%** | **150 875 596** | **100.00%** | **150 875 596** | **100.00%** |
| **Shares of the Group, acquired by subsidiaries** | | | | | | |
| CCB Group AD | (4 395 005) | 2.91% | (4 395 005) | 2.91% | (4 395 005) | 2.91% |
| ZAD Armeec | (463 100) | 0.31% | (463 100) | 0.31% | (463 100) | 0.31% |
| CCB AD | (84 000) | 0.06% | (57 000) | 0.04% | (57 000) | 0.04% |
| POAD CCB Sila | (255 070) | 0.17% | (255 070) | 0.17% | (255 070) | 0.17% |
| | **(5 197 175)** | **3.44%** | **(5 170 175)** | **3.43%** | **(5 170 175)** | **3.43%** |
| **Net number of shares** | **145 678 421** | | **145 705 421** | | **145 705 421** | |

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

| | 30.09.2012 | 30.09.2012 | 30.09.2011 | 30.09.2011 |
|---|---|---|---|---|
| | **Number of shares /ordinary and preferred/** | **%** | **Number of shares /ordinary and preferred/** | **%** |
| Chimimport Invest AD | 179 499 349 | 75.00% | 179 885 551 | 75.16% |
| Other legal entities and private individuals | 60 146 918 | 25.00% | 59 760 716 | 24.84% |
| | **239 646 267** | **100.00%** | **239 646 267** | **100.00%** |
| **Shares of the Group, acquired by subsidiaries** | | | | |
| CCB Group AD | (7 468 658) | 3.12% | (7 468 658) | 3.12% |
| ZAD Armeec | (463 100) | 0.19% | (463 100) | 0.19% |
| CCB AD | (109 900) | 0.05% | (80 500) | 0.03% |
| POAD CCB Sila | (1 334 106) | 0.56% | (1 287 106) | 0.54% |
| | **(9 375 764)** | **3.91%** | **(9 299 364)** | **4.46%** |
| **Net number of shares** | **230 270 503** | | **230 346 903** | |

Withholding tax for dividends due from individuals and foreign legal entities, registered in countries that are not members of EU for 2010, 2011 and 2012 amounts to 5% and the tax is deducted from the gross amount of dividends.

## 10. Loans

Loans include financial liabilities as follows:

| | Current | | | Non-current | | |
|---|---|---|---|---|---|---|
| | **30.09.2012** | **31.12.2011** | **30.09.2011** | **30.09.2012** | **31.12.2011** | **30.09.2011** |
| | **BGN'000** | **BGN'000** | **BGN'000** | **BGN'000** | **BGN'000** | **BGN'000** |
| Financial liabilities measured at amortized cost: | | | | | | |
| Liabilities to depositors | 2 278 233 | 2 035 229 | 1 843 492 | 598 940 | 503 190 | 518 175 |
| Liabilities for dividends | 20 032 | 15 921 | 20 675 | 54 993 | 53 399 | 64 188 |
| Bonds and debenture loan | 608 | 135 115 | 2 301 | 146 622 | - | 131 160 |
| Bank loans | 43 838 | 42 702 | 32 354 | 155 575 | 151 891 | 155 438 |
| Other borrowings | 63 832 | 44 379 | 43 582 | 13 080 | 11 331 | 8 523 |
| Insurance contract liabilities | 13 758 | 18 846 | 13 391 | - | - | - |
| Derivatives, held-for-trading | 6 166 | 6 098 | 9 048 | - | - | - |
| Deposits from banks | 41 313 | 50 233 | 19 589 | - | - | - |
| Liabilities under repurchase agreements | 30 811 | 29 170 | 29 666 | - | - | - |
| **Total carrying amount** | **2 498 591** | **2 377 693** | **2 014 098** | **969 210** | **719 811** | **877 484** |

### 10.1. 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** |
|---|---|
| **For the period ended 30 September 2012** | |
| Opening balance 1 January 2012. | 437 973 |
| Received during the period | 118 863 |
| Repaid during the period | (90 776) |
| **Closing balance 30 September 2012** | 466 060 |
| **For the period ended 30 September 2011** | |
| Opening balance 1 January 2011. | 399 237 |
| Received during the period | 106 822 |
| Repaid during the period | (64 856) |
| **Closing balance 30 September 2011** | **441 203** |

During the period the Group of Chimimport received borrowings amounting to a total of TBGN 118 863 under short-term loans for cash at interest rates between 8% - 11%

## 11. Income tax expenses

Recognized tax expenses are based on management"s best estimate of the expected annual tax rate. The tax rate, valid for 2012 is 10% corporate tax (the expected annual tax rate for the period ended on 31 December 2011 was 10%).

## 12. Earnings per shares

Basic earnings per share have been calculated using the profit attributed to shareholders of the parent company as the numerator.

The weighted average number of outstanding shares used for basic earnings per share as well as the net profit, less the dividend expense, attributable to shareholders, is as follows:

| | **30 September 2012** | **30 September 2011** |
|---|---|---|
| Profit attributable to the shareholders (BGN) | 97 111 000 | 101 904 000 |
| Weighted average number of outstanding shares | 145 701 943 | 145 293 109 |
| **Basic earnings per share (BGN per share)** | **0.6665** | **0.7014** |

The weighted average number of shares /ordinary and preferred/, used in calculating the diluted basic earnings per share, as well as the net profit, adjusted with dividend expense, attributable to shareholders, is as follows:

| | **30 September 2012** | **30 September 2011** |
|---|---|---|
| Net profit, attributable to shareholders, adjusted with dividend expense (BGN) | 102 421 000 | 108 595 449 |
| Weighted average number of shares | 230 333 999 | 229 932 284 |
| **Diluted earnings per share (BGN per share)** | **0.4447** | **0.4723** |

## 13. Related party transactions

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

### 13.1. Transactions with owners, associates and other related parties

| | 30.09.2012<br>BGN'000 | 30.09.2012<br>BGN'000 |
|---|---|---|
| *- interest income* | | |
| Chimimport Invest AD | 9 967 | 11 520 |
| | | |
| *– purchase of services and interest expense* | | |
| Chimimport Invest AD | (10) | (374) |

### 13.2. Transactions with associates and other related parties under common control

| Sale of goods and services, interest income and other income | 30.09.2012<br>BGN'000 | 30.09.2011<br>BGN'000 |
|---|---|---|
| *- sale of finished goods* | | |
| Kavarna Gas OOD | 982 | 943 |
| Fraport TSAM AD | - | 177 |
| | | |
| *- sale of goods* | | |
| Fraport TSAM AD | 995 | 697 |
| VTC AD | 189 | - |
| Asenova Krepost AD | - | 63 |
| Chimsnab Trade OOD | 23 | - |
| POK Syglasie | 19 | - |
| M Kar OOD | 2 | - |
| | | - |
| *- sale of services* | | |
| Lufthansa Technik OOD | 192 | 1 689 |
| Hemus Air AD | 244 | 927 |
| OAO Airport Kazan | 560 | - |
| CCB Leader VF | 377 | 409 |
| CCB Active VF | 306 | 355 |
| Asenova Krepost AD | - | 217 |
| Consortium Energoproekt – Royal Haskoning | 7 | - |
| CCB Garant VF | 9 | 22 |
| Fraport TSAM AD | 10 | 103 |
| Holding Asenova Krepost AD | - | 200 |
| POK Syglasie | 6 | 56 |
| Chimsnab Trade OOD | 3 | 5 |
| Other | 74 | 224 |

| | | |
|---|---|---|
| *- interest income* | | |
| ZAO - Tat Avia | 1 079 | - |
| Fraport TSAM AD | 453 | 132 |
| Hemus Air AD | 486 | 416 |
| Lufthansa Technik OOD | 73 | - |
| Conor – Switzerland | 68 | 63 |
| M Car OOD | 33 | 121 |
| OAO Airport Kazan | 163 | |
| Asenova Krepost AD | - | 46 |
| Other | 609 | 542 |
| | | |
| *- other income* | | |
| Hemus Air AD | 820 | 660 |
| Lufthansa Technik OOD | 1 605 | 33 |
| Other | 56 | |

| **Purchase of services and interest expense** | **30.09.2012** | **30.09.2011** |
|---|---|---|
| | **BGN'000** | **BGN'000** |
| *-purchase of services* | | |
| Fraport TCEM AD | (3 832) | (3 234) |
| Hemus Air AD | (5 770) | (12 430) |
| Lufthanza Tehnik Sofia OOD | (5 455) | (388) |
| OAO Airport Kazan | (34) | - |
| M Kar OOD | (3) | - |
| Capital Invest EAD | (1) | (1) |
| Other | (5) | (10) |
| | | |
| *- interest expense* | | |
| Dobrichki panair AD | (30) | - |
| Amadeus Bulgaria OOD | (15) | (26) |
| VTC AD | (12) | - |
| Fraport TCEM AD | (107) | (358) |
| Invest Capital EAD | (6) | (9) |
| Asela AD | - | - |
| Capital Invest EAD | - | (3) |
| Chimsnab Trade OOD | - | (1) |
| Others | (461) | - |

### 13.3. Transaction with key managment personnel

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

| | 30 September 2012 BGN'000 | 30 September 2011 BGN'000 |
|---|---|---|
| Short-term employee benefits: | | |
| Salaries, including bonuses | 528 | 1 646 |
| Social security costs | 21 | 21 |
| Group car allowance | 6 | 10 |
| | **555** | **1 677** |

## 14. Post - reporting date events

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

## 15. Autoriazation of the interim condensed financial statements

The interim condensed consolidated financial statements as of 30 September 2012 (including comparatives) were approved for issue by the managing board on 29 November 2012