

CHIMIMPORT AD
Interim consolidated financial statements
31 March 2008



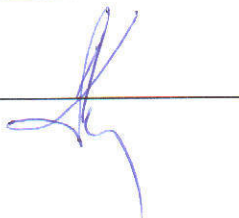
Contents

	Page
Interim consolidated balance sheet	2
Interim consolidated balance sheet	3
Interim consolidated income statement	4
Interim consolidated cash flow statement	5
Interim consolidated statement of changes in equity	6
Notes to the interim consolidated financial statements	7

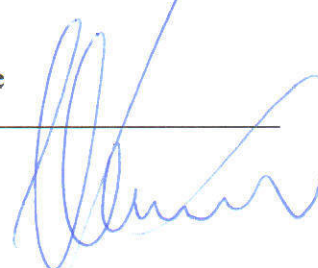
Interim consolidated balance sheet

	Notes	31.3.2008	31.12.2007
		BGN'000	BGN'000
Assets			
Non-current			
Property, plant and equipment	4Error! Reference source not found.	462 081	434 285
Investment property		18 050	18 136
Goodwill		10 822	10 822
Other intangible assets		51 128	50 069
Investment in associates		111 371	26 272
Long-term financial assets		758 541	674 587
Long-term receivables due from related parties outside the Group		9 997	1 000
Deferred tax assets		2 119	1930
		1 424 109	1 217 101
Current			
Inventories		66 195	71 872
Short-term financial assets		385 281	438 884
Short-term receivables due from related parties outside the Group		48 596	35 522
Trade receivables		96 034	126 977
Other receivables		112 775	107 619
Cash and cash equivalents		672 386	748 869
		1 381 267	1 529 743
Total assets		2 805 376	2 746 844

Prepared by:
Date: 29.05.2008



Executive
director:



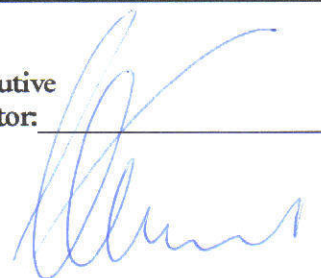
Interim consolidated balance sheet

	Notes	31.3.2008 BGN'000	31.12.2007 BGN'000
Equity			
Equity attributable to the shareholders of Chimimport AD			
Share capital		150 000	150 000
Share premium		232 343	232 343
Other reserves		2 962	3 678
Retained earnings		243 708	124 587
Net profit for the year		32 214	119 110
		661 227	629 718
Minority interest		176 539	179 877
Total equity		837 766	809 595
Specialized reserves		68 516	59 608
Liabilities			
Non-current			
Long-term financial liabilities		818 764	915 864
Liabilities to secured persons		71 240	70 722
Long-term liabilities due to related parties outside the Group		152 615	146 709
Other long-term liabilities		2 309	18 109
Deferred tax liabilities		11 442	11 274
		1 056 370	1 162 678
Current			
Short-term financial liabilities		690 871	518 613
Short-term liabilities to related parties outside the Group		651	1 292
Trade and other payables		151 202	195 058
		842 724	714 963
Total liabilities		1 899 094	1 877 641
Total equity and liabilities		2 805 376	2 746 844

Prepared by:
Date: 29.05.2008



Executive
director:



Interim consolidated income statement

	Notes	31.3.2008 BGN'000	31.3.2007 BGN'000
Income from non-financial activities		138 922	53 729
Expenses on non-financial activities		(138 635)	(50 183)
Net profit from non-financial activities		287	3 546
Insurance income		97 694	59 289
Insurance expenses		(95 721)	(58 850)
Net insurance profit		1 973	439
Interest income		27 097	20 657
Interest expenses		(13 542)	(9 034)
Net interest income		13 555	11 623
Gains from transactions with financial instruments		30 068	36 886
Losses from transactions with financial instruments		(29 262)	(10 683)
Net profit from transactions with financial instruments		806	26 203
Administrative expenses		(28 091)	(20 472)
Negative goodwill		28 364	1 729
Share in results of associated companies		58	87
Other financial income		15 250	6 366
Allocation to secured persons		5 504	(2 632)
Profit for the period before tax		37 706	26 889
Tax expense		(2 002)	(1 598)
Net profit for the period		35 704	25 291
Attributable to minority interest		3 490	2 671
Attributable to the shareholders of Chimimport AD		32 214	22 620

Earnings per share

Prepared by: _____

Date: 29.05.2008

	31.3.2008 BGN	31.3.2007 BGN
6	0.21	0.17

Executive
director: _____


Interim consolidated cash flow statement

	31.03.08 BGN'000	31.03.07 BGN'000
Operating activities		
Cash receipts from short-term loans	41 682	58 036
Cash paid for short-term loans	(15 791)	(37 846)
Proceeds from sale of financial instruments	37 717	304
Payments for financial instruments	(1 609)	(3 124)
Cash receipts from customers	170 801	68 044
Cash paid to suppliers	(169 617)	(89 183)
Cash receipts from secured persons	7 567	4 830
Cash paid to secured persons	(1 202)	(528)
Cash paid to employees and social security institutions	(21 507)	(9 595)
Cash receipts from banking operations	5 606 929	4 907 038
Cash paid for banking operations	(5 637 625)	(4 811 452)
Cash receipts from insurance operations	27 853	17 086
Cash paid for insurance operations	(23 395)	(12 686)
Income taxes paid	(1 448)	(984)
Other cash outflow for operating activities	(5 241)	(1 885)
Net cash flows from operating activities	15 114	88 055
Investing activities		
Net proceeds from/(payments for) business combinations	(30 979)	245
Proceeds from sale of property, plant and equipment	47	37 608
Payments for purchase of property, plant and equipment	(53 679)	(50 172)
Interest payments received	(147)	(990)
Proceeds from sale of financial instruments	77 035	108
Payments for financial instruments	(109 884)	(3 164)
Interest payments received	737	30
Long-term loans granted	(5 523)	(5 216)
Other cash outflows for investing activities	(501)	(599)
Net cash flows from investing activities	(122 894)	(22 150)
Financing activities		
Proceeds from issuing of shares	-	29 348
Proceeds from loans received	67 466	2 961
Payments for loans received	(32 172)	(8 694)
Interest paid	(1 890)	(874)
Payments for finance lease	(3 001)	(536)
Other cash inflows from/ (outflows for) financing activities	894	(209)
Net cash flows from financing activities	31 297	21 996
Cash and cash equivalents at the beginning of the period	748 869	366 211
Net increase /(decrease) of cash and cash equivalents for the period	(76 483)	87 901
Cash and cash equivalents at the end of the period	672 386	454 112

Prepared by: _____
Date: 29.05.2008



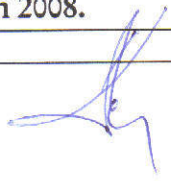
Executive
director: _____



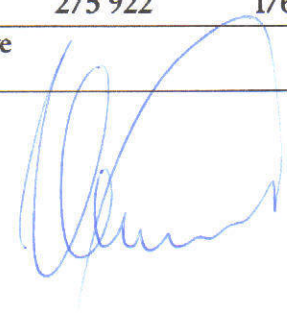
Interim consolidated statement of changes in equity

All amounts presented in BGN'000	Share capital	Share premium	Other reserves	Retained earnings	Minority interest	Total equity
Balance 1 January 2007	130 000	33 252	4 333	117 603	46 481	331 669
IPO costs	-	(327)	-	-	-	(327)
Increase in reserves and retained earnings	-	-	62	4 007	-	4 069
Net income/(expense) recognized directly in equity as at 31 March 2007	-	(327)	62	4 007	-	3 742
Net profit for the period	-	-	-	22 620	2 671	25 291
Total recognized income and expense as at 31 March 2007	-	(327)	62	26 627	2 671	29 033
Minority interest arising on business combinations	-	-	-	-	61	61
Balance 31 March 2007.	130 000	32 925	4 395	144 230	49 213	360 763
Balance 1 January 2008.	150 000	232 343	3 678	243 697	179 877	809 595
Charity donations	-	-	(1)	-	-	(1)
Increase in reserves and retained earnings	-	-	(715)	11	-	(704)
Net income/(expense) recognized directly in equity as at 31 March 2008	-	-	(716)	11	-	(705)
Net profit for the period	-	-	-	32 214	3 490	35 704
Total recognized income and expense as at 31 March 2008	-	-	(716)	32 225	3 490	34 999
Minority interest arising on business combinations	-	-	-	-	(6 828)	(6 828)
Balance 31 March 2008.	150 000	232 343	2 962	275 922	176 539	837 766

Prepared by:
Date: 29.05.2008



Executive director:



Notes to the consolidated financial statements

1 General information

Chimimport AD is 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 listed on the Bulgarian Stock Exchange – Sofia since 30 October 2006.

The main activity of the Group consists of:

- Acquisition, management and sale of share participations in both domestic and foreign companies;
- Financing of companies in which interest is held;
- Banking services, finance, insurance and life insurance, pension and health insurance;
- Securitization of real estate and receivables;
- Extraction of crude 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 harbor infrastructure;
- Trade representation and agency;
- Commission, forwarding and warehouse activity;

The address of the Company's registered office is 2, St. Karadja Str., Sofia, Bulgaria.

The interim consolidated financial statements for the period ended 31 Mart 2008 were approved by the Managing Board on 29 May 2008.

2 Basis for preparation of the interim consolidated financial statements

This brief interim consolidated financial statements of the Group have been prepared in accordance with International Financial Reporting Standards (IFRS) 34 Interim Financial Reporting. Interim consolidated financial statements are presented in BGN, which is also the functional currency of the Group.

The main accounting policies of the Group have remained unchanged from those set out in the annual financial statements of the Group as at 31 December 2007.

3 Segment reporting

For the reporting on segments the divisions of the Group are as follows:

- Production
- Trade
- Transport
- Insurance
- Banking
- Finance
- Pension funds

All inter-segment transfers are priced and carried out at market price and condition basis

Business segments	Production		Trade		Transport		Insurance		Banking		Finance		Pension Fund		Consolidation		Group
	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	
Income from non-financial activities	68 062	12 286	74 277	-	1 538	2 758	-	-	-	-	-	-	-	-	(19 999)	138 922	
Expenses on non-financial activities	(60 598)	(11 835)	(83 628)	-	-	-	-	-	-	-	-	-	-	-	17 426	(138 635)	
Net profit from non-financial activities	7 464	451	(9 351)	-	1 538	2 758	-	-	-	-	-	-	-	(2 573)	287		
Insurance income	-	-	-	97 833	-	-	-	-	-	-	-	-	-	-	(139)	97 694	
Insurance expenses	(4)	(2)	-	(95 854)	-	-	-	-	-	-	-	-	-	139	(95 721)		
Net profit from insurance	(4)	(2)	-	1 979	-	-	-	-	-	-	-	-	-	-	1 973		
Interest income	574	128	75	318	25 386	3 715	178	-	-	-	-	-	-	(3 277)	27 097		
Interest expense	(1 988)	(298)	(2 334)	(4)	(10 421)	(606)	(7)	-	-	-	-	-	-	2 116	(13 542)		
Net interest income	(1 414)	(170)	(2 259)	314	14 965	3 109	171	-	-	-	-	-	-	(1 161)	13 555		
Gains from transactions with financial instruments	-	-	-	281	3 343	12 718	13 778	-	-	-	-	-	-	(52)	30 068		
Losses from transactions with financial instruments	-	-	-	(25 036)	(6 022)	(1 152)	(25 933)	-	-	-	-	-	-	28 881	(29 262)		
Net profit from transactions with financial instruments	-	-	-	(24 755)	(2 679)	11 566	(12 155)	-	-	-	-	-	-	28 829	806		
Administrative expenses	-	-	-	(5 634)	(20 980)	(2 477)	(445)	-	-	-	-	-	-	1 445	(28 091)		
Negative goodwill	-	-	-	-	-	-	-	-	-	-	-	-	-	28 364	28 364		
Other financial income/(expense)	(296)	(222)	(412)	(51)	14 608	1 223	534	-	-	-	-	-	(134)	15 250			
Result from investments in associates under the equity method	-	-	-	-	-	-	-	-	-	-	-	-	58	58			
Allocation to secured persons	-	-	-	-	-	-	5 504	-	-	-	-	-	-	-	5 504		
Profit for the year before tax	5 750	57	(12 022)	(28 147)	7 452	16 179	(6 391)	-	-	-	-	-	54 828	37 706			
Tax expenses	(637)	(11)	(100)	-	(745)	(509)	-	-	-	-	-	-	-	-	(2 002)		
Net profit for the year	5 113	46	(12 122)	(28 147)	6 707	15 670	(6 391)	-	-	-	-	-	54 828	35 704			

Business segments	Production		Trade		Transport		Insurance		Banking		Finance		Pension Fund		Consolidation		Group
	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	BGN '000s	
	31.3.2007																
Income from non-financial activities	20 503	5 110	28 354	-	999	522	-	-	-	-	-	-	-	-	-	(1 759)	53 729
Expenses on non-financial activities	(17 994)	(4 966)	(28 512)	-	-	-	-	-	-	-	-	-	-	-	-	1 289	(50 183)
Net profit from non-financial activities	2 509	144	(158)	-	999	522	-	-	-	-	-	-	-	-	(470)	3 546	
Insurance income	-	-	-	59 956	-	-	-	-	-	-	-	-	-	-	(667)	59 289	
Insurance expenses	-	(4)	-	(59 513)	-	-	-	-	-	-	-	-	-	-	667	(58 850)	
Net profit from insurance	-	(4)	-	443	-	-	-	-	-	-	-	-	-	-	-	439	
Interest income	10	5	16	196	20 732	4	62	-	-	-	-	-	-	-	(368)	20 657	
Interest expense	(386)	(455)	(352)	(6)	(7 911)	(292)	-	-	-	-	-	-	-	-	368	(9 034)	
Net interest income	(376)	(450)	(336)	190	12 821	(288)	62	-	-	-	-	-	-	-	-	11 623	
Gains from transactions with financial instruments	2	389	-	7 128	5 082	19 422	10 545	-	-	-	-	-	-	-	(5 682)	36 886	
Losses from transactions with financial instruments	(10)	-	-	(2 281)	(2 422)	(6 588)	(7 544)	-	-	-	-	-	-	-	8 162	(10 683)	
Net profit from transactions with financial instruments	(8)	389	-	4 847	2 660	12 834	3 001	-	-	-	-	-	-	-	2 480	26 203	
Administrative expenses	-	-	-	(3 225)	(15 529)	(2 003)	(318)	-	-	-	-	-	-	-	603	(20 472)	
Negative goodwill	-	-	-	-	-	-	-	-	-	-	-	-	-	-	87	87	
Other financial income/(expense)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1 729	1 729	
Result from investments in associates under the equity method	413	(15)	(103)	(116)	5 962	5	348	-	-	-	-	-	-	(128)	6 366		
Allocation to secured persons	-	-	-	-	-	-	(2 632)	-	-	-	-	-	-	-	-	(2 632)	
Profit for the year before tax	2 538	64	(597)	2 139	6 913	11 070	461	-	-	-	-	-	-	4 301	26 889		
Tax expenses	(491)	(56)	(142)	(214)	(691)	(4)	-	-	-	-	-	-	-	-	(1 598)		
Net profit for the year	2 047	8	(739)	1 925	6 222	11 066	461	-	-	-	-	-	-	4 301	25 291		

4 Property, plant and equipment

	Land	Buildings	Machines	Technical equipment	Transportation vehicles	Other	Assets in process of acquisition	Total
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
At 1 January 2007								
Cost	28 668	58 844	37 800	52 403	64 947	23 403	17 001	283 066
Accumulated depreciation	-	(11 819)	(17 556)	(14 742)	(17 693)	(20 031)	229	(81 612)
Net book amount	28 668	47 025	20 244	37 661	47 254	3 372	17 230	201 454
Opening net book amount	28 668	47 025	20 244	37 661	47 254	3 372	17 230	201 454
Business combinations - cost	3 425	2 995	9 492	292	6 333	121	978	23 636
Business combinations - depreciation	-	(793)	109	760	(2 542)	(33)	(229)	(2 728)
Additions	56 286	60 523	17 918	28 545	28 601	1 724	63 001	256 598
Disposals - cost	(741)	(198)	(426)	(591)	(14 309)	(68)	(13 285)	(29 618)
Disposals - depreciation	-	69	1 602	546	1 164	65	-	3 446
Depreciation charge	-	(1 895)	(5 978)	(1 336)	(8 918)	(376)	-	(18 503)
Closing net book amount	87 638	107 726	42 961	65 877	57 583	4 805	67 695	434 285
As at 31 December 2007								
Cost	87 638	122 164	64 784	80 649	85 572	25 180	67 695	533 682
Accumulated depreciation	-	(14 438)	(21 823)	(14 772)	(27 989)	(20 375)	-	(99 397)
Net book amount	87 638	107 726	42 961	65 877	57 583	4 805	67 695	434 285

	Land	Buildings	Machines	Technical equipment	Transportation vehicles	Other	Assets in process of acquisition	Total
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
Carrying amount at 1 January 2008	87 638	107 726	42 961	65 877	57 583	4 805	67 695	434 285
Additions:								
- from business combinations – gross carrying amount	231	1 637	291	3 071	4 940	1 907	5 188	17 265
- from business combinations depreciation	-	(35)	(103)	-	-	(485)	-	(623)
- separately acquired	8 846	864	6 796	2 511	13 917	55	19 892	52 881
Reclassification	-	-	(11 503)	-	-	-	(22 338)	(33 841)
Disposals – cost	-	(23)	(2 176)	(25)	(279)	(50)	-	(2 553)
Disposals – depreciation	-	12	219	21	57	39	-	348
Depreciation charge	-	(770)	(2 343)	(1 302)	(1 102)	(164)	-	(5 681)
Closing net book amount	96 715	109 411	34 142	70 153	75 116	6 107	70 437	462 081
As at 31 March 2008								
Cost	96 715	124 642	58 192	86 206	104 150	27 092	70 437	567 434
Accumulated depreciation	-	(15 231)	(24 050)	(16 053)	(29 034)	(20 985)	-	(105 353)
Net book amount	96 715	109 411	34 142	70 153	75 116	6 107	70 437	462 081

5 Share capital

On June 29th 2007 the Board of managers of the Company, came to a decision, which was confirmed also by the Supervisory council on the same date, that an increase of the funds of "Chimimport" AD from BGN 130 000 000. to BGN 150 000 000. With resolution № 1153-E from August 22nd 2007 FSC confirmed Prospectus for public supply of 20 000 000 ordinary, free, transferable shares with par of BGN 1 and value of issue BGN 11. The public supply was announced on August 22nd 2007 in two newspapers "Dyrjaven vestnik" and "Pari", the increase of the fund itself began on September 10th 2007

All of the 1,127,176 unrequited rights were bought, on the auction for the unexercised rights from the increase of the fund of "Chimimport" AD which was on October 2nd 2007

On October 17th 2007 was the final date for payment of the acquired rights. The endmost results from the increase of the fund of "Chimimport" AD are as follows:

Checked and paid - 19 999 984 shares

Acquired sum of money on the account - 219 999 824 with value of issue of BGN 11 per share with par of BGN 1.

With court decision No 28 dated 22 October 2007, issued by Sofia City Court the company increases it's share capital to BGN 149 999 984

6 Earnings per share

The basic earnings per share is determined by dividing the net profit for the period attributable to the equity holders of "Chimimport" AD.

The weighted average number of outstanding shares used for basic earnings per share as well as profits attributable to shareholders is as follows

	31.03.2008 BGN	31.03.2007 BGN
Net result for the period in BGN	32 214 000	22 620 000
Weighted average number of ordinary shares in issue	150 000 000	130 000 000
Basic earning per share (BGN per share)	0.2148	0.1740