

Separate income statement for the year ended 31 December 2019

	Note	2019 BGN '000	2018 BGN '000 restated
Revenue from contracts with customers	24	312 265	293 803
Other operating income	24.1	668	1 549
Cost of materials	25.1	(196 476)	(184 981)
Hired services expenses	26	(19 631)	(18 232)
Payroll expenses	18.1	(16 076)	(13 706)
Depreciation and amortization of non-financial assets	5, 6, 8	(6 433)	(5 937)
Changes in the balance of finished goods and work in progress		(982)	(603)
Cost of goods sold and other current assets	25.2	(58 247)	(59 650)
Other expenses	28	(3 105)	(6 069)
Loss on sale of non-current assets	27	(3)	(3)
<b>Operating profit</b>		<b>11 980</b>	<b>6 171</b>
Finance costs	29	(5 562)	(5 581)
Finance income	29	1 385	1 255
Dividend income		-	7 500
Other financial items	30	(217)	730
<b>Profit before tax</b>		<b>7 586</b>	<b>10 075</b>
Income tax expense	31	(605)	(343)
<b>Profit for the year</b>		<b>6 981</b>	<b>9 732</b>
		BGN	BGN
<b>Earnings per share</b>	31.1	0.18	0.25

Prepared by: Belnikolov and partners OOD  
 Partner: Henry Belnikolov

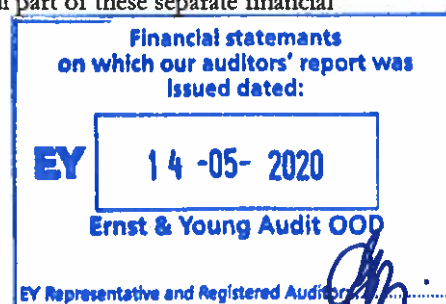


Executive Director: Atanas Bobokov



The accompanying separate financial statements were authorized for issue with resolution of the Board of Directors dated 14 May 2020. The notes on pages 17 to 104 are an integral part of these separate financial statements.

Translation in English of the official separate financial statements issued in Bulgarian.



## Separate statement of comprehensive income for the year ended 31 December 2019

Note	2019 BGN '000	2018 BGN '000 restated
<b>Profit for the year</b>	<b>6 981</b>	<b>9 732</b>
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<b>6 981</b>	<b>9 732</b>

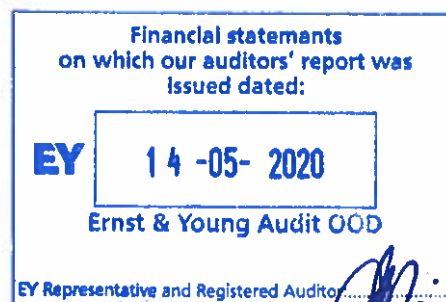
Prepared by: Belnikolov and partners OOD  
Partner: Henry Belnikolov



Executive Director: Atanas Bobokov



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Separate statement of financial position as at 31 December 2019

Assets	Note	2019 BGN '000	2018 BGN '000 restated	2017 BGN'000 restated
<b>Non-current assets</b>				
Intangible assets	5	4 137	274	130
Property, plant and equipment	6	55 956	51 196	52 864
Right-of-use assets	8	1 407	-	-
Investments in subsidiaries	7	105 061	67 478	41 082
Non-current related party receivables	34	2 069	12 420	15 528
<b>Non-current assets</b>		<b>168 630</b>	<b>131 368</b>	<b>109 604</b>
<b>Current assets</b>				
Inventories	10	30 119	36 173	36 563
Short-term financial assets	11	717	735	53
Trade receivables	12	52 659	59 632	51 508
Prepayments		237	1 326	1 088
Short-term related-party receivables	34	109 351	90 736	70 838
Tax receivables	13	2 195	2 963	4 890
Corporate income tax receivable		-	146	754
Other receivables	14	1 002	4 155	1 444
Cash and cash equivalents	15	20 033	33 228	3 321
<b>Current assets</b>		<b>216 313</b>	<b>229 094</b>	<b>170 459</b>
<b>Total assets</b>		<b>384 943</b>	<b>360 462</b>	<b>280 063</b>

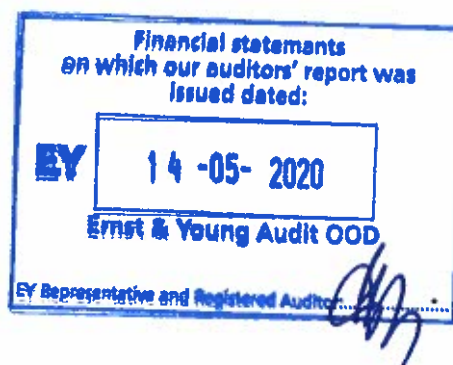
Prepared by: Belnikolov and partners OOD  
 Partner: Henry Belnikolov



Executive Director: Atanas Bobokov



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Separate statement of financial position as at 31 December 2019  
 (continued)

Equity and liabilities	Note	2019 BGN '000	2018 BGN '000 restated	2017 BGN '000 restated
<b>Equity</b>				
Issued capital	16.1	39 000	39 000	39 000
Share premium	16.2	28 611	28 611	28 611
General reserves	16.3	63 866	63 866	63 866
Retained earnings		32 764	29 783	27 551
<b>Total equity</b>		<b>164 241</b>	<b>161 260</b>	<b>159 028</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Long-term borrowings	19.1	2 250	-	6 063
Lease liabilities	8	875	92	53
Convertible bond	20	50 404	49 127	18
Fair value of conversion option	20	6 454	6 454	-
Deferred tax liabilities, net	9	1 335	1 085	1 154
Long-term portion of government grants	19.2	1 058	1 726	2 393
Warranty provision	17	300	-	-
<b>Non-current liabilities</b>		<b>62 676</b>	<b>58 484</b>	<b>9 681</b>
<b>Current liabilities</b>				
Warranty provision	17	183	183	183
Payables to personnel	18.2	1 526	1 214	1 037
Short-term borrowings	19.1	82 842	83 828	77 155
Lease liabilities	8	518	30	14
Trade payables	21	21 201	17 772	17 134
Advances received		37	248	36
Short-term related party payables	34	48 852	32 702	13 042
Tax liabilities	22	138	164	139
Contract liabilities	23.1	655	2 310	1 100
Corporate income tax payable		83	-	-
Short-term portion of government grants	19.2	662	662	662
Other liabilities	23	1 329	1 605	852
<b>Current liabilities</b>		<b>158 026</b>	<b>140 718</b>	<b>111 354</b>
<b>Total liabilities</b>		<b>220 702</b>	<b>199 202</b>	<b>121 035</b>
<b>Total equity and liabilities</b>		<b>384 943</b>	<b>360 462</b>	<b>280 063</b>

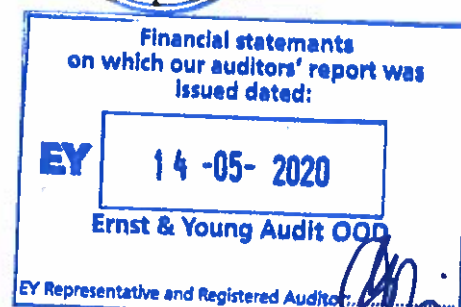
Prepared by: Belnikolov and partners OOD  
 Partner: Henry Belnikolov

Executive Director: Atanas Buhakov



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## Separate statement of changes in equity for the year ended 31 December 2019

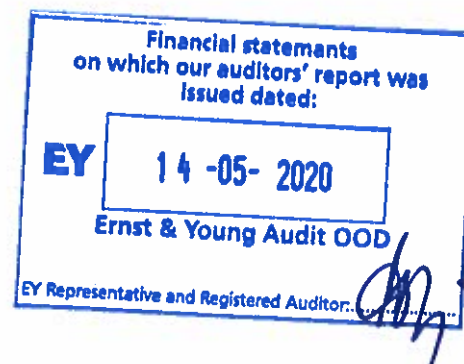
All amounts are presented in BGN '000	Issued capital	Share premium	General reserves	Retained earnings	Total equity
Balance at 1 January 2019	39 000	28 611	63 866	29 783	161 260
Dividends	-	-	-	(4 000)	(4 000)
Transactions with owners	-	-	-	(4 000)	(4 000)
Profit for the year	-	-	-	6 981	6 981
<b>Total comprehensive income for the year</b>	-	-	-	6 981	6 981
<b>Balance at 31 December 2019</b>	<b>39 000</b>	<b>28 611</b>	<b>63 866</b>	<b>32 764</b>	<b>164 241</b>

All amounts are presented in BGN '000	Issued capital	Share premium	General reserves	Retained earnings	Total equity restated
Balance at 1 January 2018	39 000	28 611	63 866	28 887	160 364
Effect of accounting errors	-	-	-	(1 336)	(1 336)
<b>Restated balance at 1 January 2018</b>	<b>39 000</b>	<b>28 611</b>	<b>63 866</b>	<b>27 551</b>	<b>159 028</b>
Dividends	-	-	-	(7 500)	(7 500)
Transactions with owners	-	-	-	(7 500)	(7 500)
Profit for the year	-	-	-	9 901	9 901
Effect of accounting errors	-	-	-	(169)	(169)
<b>Restated profit for the year</b>	-	-	-	<b>9 732</b>	<b>9 732</b>
<b>Total comprehensive income for the year</b>	-	-	-	<b>9 732</b>	<b>9 732</b>
<b>Balance at 31 December 2018</b>	<b>39 000</b>	<b>28 611</b>	<b>63 866</b>	<b>29 783</b>	<b>161 260</b>

Prepared by: Belnikolov and Partners OOD  
 Partner: Henry Belnikolov

Executive Director: Atanas Bobokov

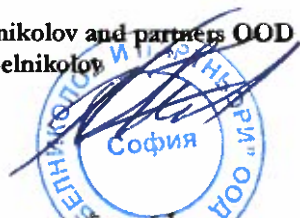
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Separate statement of cash flows for the year ended 31  
 December 2019

	Note	2019 BGN '000	2018 BGN '000
<b>Operating activities</b>			
Cash receipts from customers		320 269	257 990
Cash paid to suppliers		(298 691)	(259 346)
Cash paid to employees and social security institutions		(14 492)	(12 321)
Payments related to employees' personal income tax		(1 190)	(1 032)
Proceeds from other taxes, net		27 469	27 535
(Payments)/Receipt of corporate income tax		(126)	195
Other cash flows for operating activities		(1 669)	(92)
<b>Net cash flow from operating activities</b>		<b>31 570</b>	<b>12 929</b>
<b>Investing activities</b>			
Purchase of property, plant and equipment		(10 569)	(4 481)
Purchase of intangible assets		(2 800)	(203)
Loans granted		(26 630)	(14 754)
Loan repayments received		16 841	11 420
Interest received		534	1 570
Dividends received		-	7 500
Acquisition of and increase in share capital of subsidiaries		(14 494)	(26 396)
Disposal of an associate		9	-
<b>Net cash flows used in investing activities</b>		<b>(37 109)</b>	<b>(25 344)</b>
<b>Financing activities</b>			
Proceeds from borrowings		53 478	58 802
Repayments of borrowings		(52 070)	(58 531)
Payment of principal portion of lease liabilities	8	(516)	(45)
Interest paid		(3 664)	(2 652)
Receipt from convertible bonds issue		-	54 775
Dividends paid	31.2	(3 949)	(8 954)
Other cash flows for financing activities		(659)	(637)
<b>Net cash flows (used in)/ from financing activities</b>		<b>(7 380)</b>	<b>42 758</b>
<b>Net change in cash and cash equivalents</b>		<b>(12 919)</b>	<b>30 343</b>
Cash and cash equivalents, beginning of year		33 228	3 321
Foreign exchange losses on cash and cash equivalents		(276)	(436)
<b>Cash and cash equivalents, end of year</b>		<b>20 033</b>	<b>33 228</b>

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