

M+S Hydraulic PLC

**FINANCIAL
STATEMENT
2011**

Translation from Bulgarian

M+S HYDRAULIC PLC, Town of Kazanluk

BALANCE SHEET

For year ending 31 December 2011

Thousand EUR

ASSETS	Note	31.12.2011	31.12.2010
Fixed tangible and non-tangible assets			
Real Estates, Machinery and equipment, etc.	1	15 364	17 204
Property and Software ownership	1	29	99
Investments in subsidiaries and associated companies	2	8	8
Tax assets	3	23	19
		15 424	17 330
Current assets			
Inventory	4	5 860	4 650
Receivables	5	6 746	4 062
Monetary funds	6	7 559	3 024
		20 165	11 736
TOTAL ASSETS		35 589	29 066
EQUITY AND LIABILITIES			
CAPITAL & RESERVES			
Fixed capital		6 656	6 656
Reserves		7 210	7 216
Gained Profit/Loss/		14 409	8 563
	7	28 275	22 435
LONG-TERM LIABILITIES			
Long-term liabilities for loans		964	1 507
Tax liabilities		265	257
Financial Incomes		0	254
	8	1 229	2 018
CURRENT LIABILITIES			
Liabilities to related persons		26	22
Trade and other liabilities		5 081	3 435
Short-term loans		559	985
Current taxes		419	171
	9	6 085	4 613
TOTAL EQUITY AND LIABILITIES		35 589	29 066

07.03.2012

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INCOME STATEMENT

For the year ending 31 December 2011

Thousand EUR

	Note	31.12.2011	31.12.2010
Revenue	10	46 497	31 853
Other incomes	10	466	266
Changes in stocks of finished goods and costs of acquisition of fixed assets	11	452	297
Used raw materials	11	(20 553)	(13 880)
Expenditures for external services	11	(3 995)	(2 600)
Personal related expenditures	11	(10 934)	(7 876)
Depreciation expenditures	11	(3 299)	(3 421)
Other expenditures	11	(411)	(254)
Profit from the activities		8 223	4 385
Financial incomes/expenditures	12	4	(139)
Profit (prior to taxation)		8 227	4 246
<i>Expenditures for income taxes</i>	13	(828)	(425)
<i>PROFIT FOR THE PERIOD</i>		<u>7 399</u>	<u>3 821</u>

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For the year ending 31 December 2011

EQUITY CHANGES REPORT

ПОКАЗАТЕЛИ	Thousand EUR			
	Shared Capital	Additional Reserves	Gained profit	Total
Balance on 31.12.2010	6 656	7 217	8 563	22 436
Revaluation of the written-off fixed assets		(7)	8	1
Appropriation of the profit from previous years			(229)	(229)
NET profit for the period			7 399	7 399
Dividends			(1 331)	(1 331)
Decrease of deferred tax liability				
Balance on 31.12.2012	6 656	7 210	14 409	28 275

07.03.2012

M+S HYDRAULIC PLC, Town of Kazanluk**CASH FLOW REPORT**

For the year ending 31 December 2011

	Thousand EUR	
	31.12.2011	31.12.2010
<u>A. Cash flows from operating activity</u>		
1 Proceeds from clients and other debtors	49 886	33 176
2 Payments of suppliers and personnel	(40 396)	(27 509)
Funds generated from the operating activity	9 490	5 667
3 Interests paid	159	57
4 Income taxes paid	(602)	(213)
Net cash flow from operating activity (A):	9 047	5 511
<u>B. Cash flows from investment activity</u>		
1 Proceed from sale of Real Estates, Machinery and equipment sale		
2 Purchase of property, Real Estates, Machinery and equipment and other fixed assets	(2 858)	(3 242)
3 Proceeds from sale of fixed assets	30	
4 Financial resources for purchasing fixed assets	688	180
Net cash flow used for investment activity	(2 140)	(3 062)
<u>C. Cash flows from financial activity</u>		
1 Proceeds from issue of share capital		
2 Proceeds from long term loans		511
3 Loans paid	(962)	(1 060)
4 Leasing contracts obligations paid	(19)	(299)
5 Dividends paid	(1 326)	(763)
6 Paid interest rates, fees, commissions under loans with investment design	(65)	(134)
Net cash flow from financial activity (C):	(2 372)	(1 745)
D. Changes of the cash during the time period (A+B+C):	4 535	704
E. Cash at the beginning of the time period	3 024	2 320
F. Cash at the end of the time period	7 559	3 024

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