

ENEMONA AD

INTERIM SEPARATE
FINANCIAL STATEMENTS

June 30, 2014

Unofficial translation of the original in Bulgarian

ENEMONA AD
 INTERIM SEPARATE STATEMENT OF FINANCIAL POSITION
 AS OF June 30, 2014
 All amounts are in thousand Bulgarian Levs, except otherwise stated

	Note	As of 31.06.2014	As of 31.12.2013
NON-CURRENT ASSETS			
Property, plant and equipment	4	27,038	30,424
Intangible assets	5	494	529
Investments in subsidiaries and associates	6	15,423	15,456
Loans and advances	7	5,233	6,623
Deferred tax assets, net	23	567	567
TOTAL NON-CURRENT ASSETS		48,755	53,599
CURRENT ASSETS			
Inventories	8	11,425	8,853
Trade and other receivables	9	69,645	58,004
Gross amounts due from customers under construction contracts	15	30,991	29,805
Loans and advances	7	19,370	12,926
Cash and cash equivalents	10	2,939	856
TOTAL CURRENT ASSETS		134,370	110,444
TOTAL ASSETS		183,125	164,043
EQUITY			
Issued share capital	11	21,776	21,776
Reserves	11	28,709	28,709
Retained earnings		2,464	1,907
TOTAL EQUITY		52,949	52,392
NON-CURRENT LIABILITIES			
Loans	12	8,926	6,725
Finance lease	13	59	87
Finance liability on preferred shares	11.2	2,271	2,619
Long-term employee benefits		368	368
TOTAL NON-CURRENT LIABILITIES		11,624	9,799
CURRENT LIABILITIES			
Trade and other payables	14	38,153	37,738
Gross amounts due to customers under construction contracts	15	3,185	2,494
Loans	12	75,320	59,684
Finance lease	13	57	78
Liabilities for corporate tax		50	50
Provisions		1,787	1,808
TOTAL CURRENT LIABILITIES		118,552	101,852
TOTAL EQUITY AND LIABILITIES		183,125	164,043

These separate financial statements are approved on September 8, 2014.

Preparer
B.Borisova

CEO
Dichko Prokopiev

The accompanying notes are an integral part of these interim separate financial statements.

ENEMONA AD

INTERIM SEPARATE STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED June 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

	Note	Period ended 31.06.2014	Period ended 31.06.2013
Revenue	15	34,753	39,317
Investment revenue	16	545	1,041
Changes in inventories of finished goods and work in progress	8	152	276
Materials and consumables used	17	(8,531)	(12,992)
Hired services	18	(9,703)	(8,472)
Employee benefits expenses	19	(13,783)	(14,301)
Depreciation and amortization expenses	4, 5	(731)	(821)
Other expenses	20	(1,844)	(1,837)
Other gains, net	21	4,252	1,506
Finance costs	22	(4,553)	(3,703)
Profit before tax		557	14
Income tax benefit / (expense)	23	-	-
Net profit for the year		557	14
Other comprehensive income for the year		-	-
Total comprehensive income for the year		557	14
Basic and diluted earnings per share	24	0.05	0.00

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ENEMONA AD

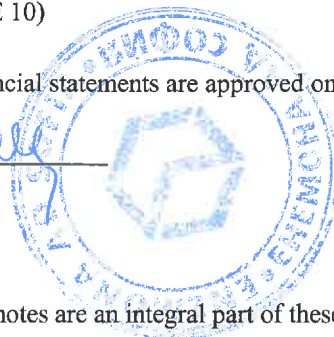
INTERIM SEPARATE CASH FLOW STATEMENT
FOR THE PERIOD ENDED June 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

	Period ended 31.06.2014	Period ended 31.06.2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	28,302	39,252
Receipts from cession of ESCO contracts	174	1,116
Payments to suppliers	(27,199)	(29,063)
Payments to employees	(10,179)	(8,630)
Profit tax paid	-	-
Payments for other taxes	(497)	(453)
Other cash flows from operating activities	(57)	618
CASH FLOWS USED IN OPERATING ACTIVITIES, NET	(9,456)	2,840
CASH FLOWS FROM INVESTING ACITIVIES		
Purchase for property, plant and equipment	(56)	(569)
Proceeds from sale of property, plant and equipment and intangible assets	-	217
Proceeds from cession receivables		
Payment of cession obligations	(75)	(904)
Loans granted	(2,662)	(2,359)
Proceeds from loan repayment	617	2,442
Purchase of investments and increase in share capital of subsidiaries	(12)	(5)
Dividends received	146	10
CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES, NET	(2,042)	(1,168)
CASH FLOWS FROM FINANCING ACITIVIES		
Proceeds from borrowings	30,750	11,935
Repayments of borrowings	(12,917)	(11,031)
Payments under lease agreements	(62)	(130)
Interest paid	(2,014)	(2,273)
Dividends paid on preferred shares	(676)	
Paid bank fees, mortgages and guarantees	(1,500)	(794)
Other cash flows from financing activities	(79)	(79)
CASH FLOWS FROM FINANCING ACTIVITIES, NET	13,502	(2,372)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	2,004	(700)
CASH AT THE BEGINNING OF THE PERIOD (NOTE 10)	856	1,822
CASH AT THE END OF THE PERIOD (NOTE 10)	2,860	1,122
Restricted cash (Note 10)	79	79
TOTAL CASH IN THE SEPARATE STATEMENT OF FINANCIAL POSITION (NOTE 10)	2,939	1,201

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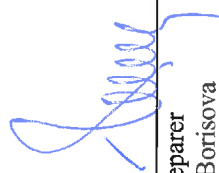
ENEMONA AD

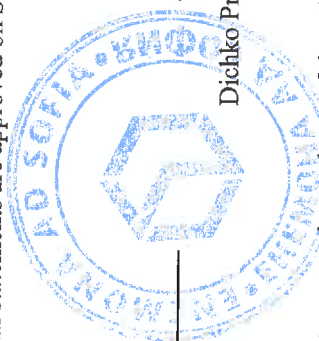
INTERIM SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIOD ENDED June 30, 2014


All amounts are in thousand Bulgarian Levs, except otherwise stated

	Ordinary shares	Preferred shares	Premiums from issue of shares	Total issued capital	Legal reserves	Retained earnings	Total Equity
BALANCE AS OF JANUARY 1, 2013	11,934	1,103	8,739	21,776	28,709	1,736	52,221
Total comprehensive income for the year	-	-	-	-	-	387	387
Prior period loss coverage	-	-	-	-	-	(216)	(216)
BALANCE AS OF DECEMBER 31, 2013	11,934	1,103	8,739	21,776	28,709	1,907	52,392
Total comprehensive income for the period	-	-	-	-	-	557	557
BALANCE AS OF JUNE 30, 2014	11,934	1,103	8,739	21,776	28,709	2,464	52,949

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This document is a translation of the original Bulgarian text. In case of divergence the Bulgarian text shall prevail

1. Organization and main activity

Enemona AD („The Company”) was initially registered as a partnership company in 1990 and in 1994 the Company was registered as a joint-stock company. According to the court registration the address of the Company is in the town of Kozloduy, 1A Panayot Hitov Str. The Company is a public entity and its shares are registered at the Financial Supervision Commission to be traded at the Bulgarian Stock Exchange. As of June 30, 2014 and December 31, 2013 the major shareholder of the Company is Dichko Prokopiev Prokopiev. During the financial year there were no changes in the Company’s legal status.

The Company is engaged in construction works, which covers all stages from design to assembly and construction activities under construction contracts. Management reviews the operating results of the Company on the basis of individual construction projects and as one operating segment.

2. Accounting policy

2.1 General financial reporting framework

These separate financial statements are prepared in accordance with International Financial Reporting Standards (IFRS), issued by the International Accounting Standards Board (IASB) and the interpretations, issued by the International Financial Reporting Interpretations Committee (IFRIC), as approved by the European Union (the “EU”) and applicable in the Republic of Bulgaria.

Changes in IFRS

Standards and Interpretations effective in the current period

The following amendments to the existing standards issued by the International Accounting Standards Board and adopted by the EU are effective for the current period:

- **IFRS 10 “Consolidated Financial Statements”**, adopted by the EU on December 11, 2012 (effective for annual periods beginning on or after January 1, 2014),
- **IFRS 11 “Joint Arrangements”**, adopted by the EU on December 11, 2012 (effective for annual periods beginning on or after January 1, 2014),
- **IFRS 12 “Disclosures of Interests in Other Entities”**, adopted by the EU on December 11, 2012 (effective for annual periods beginning on or after January 1, 2014),
- **IAS 27 (revised in 2011) “Separate Financial Statements”**, adopted by the EU on December 11, 2012 (effective for annual periods beginning on or after January 1, 2014),
- **IAS 28 (revised in 2011) “Investments in Associates and Joint Ventures”**, adopted by the EU on December 11, 2012 (effective for annual periods beginning on or after January 1, 2014),
- **Amendments to IFRS 10 “Consolidated Financial Statements”, IFRS 11 “Joint Arrangements” and IFRS 12 “Disclosures of Interests in Other Entities” – Transition Guidance**, adopted by the EU on April 4, 2013 (effective for annual periods beginning on or after January 1, 2014),

2. Accounting policy

2.1 General financial reporting framework

Changes in IFRS (continued)

Standards and Interpretations effective in the current period (continued)

- **Amendments to IFRS 10 “Consolidated Financial Statements”, IFRS 12 “Disclosures of Interests in Other Entities” and IAS 27 (revised in 2011) “Separate Financial Statements”** – Investment Entities, adopted by the EU on November 20, 2013 (effective for annual periods beginning on or after January 1, 2014),
- **Amendments to IAS 32 “Financial instruments: presentation” – Offsetting Financial Assets and Financial Liabilities, adopted by the EU on December 13, 2012** (effective for annual periods beginning on or after January 1, 2014),
- **Amendments to IAS 36 “Impairment of assets” - Recoverable Amount Disclosures for Non-Financial Assets, adopted by the EU on December 19, 2013** (effective for annual periods beginning on or after January 1, 2014),
- **Amendments to IAS 39 “Financial Instruments: Recognition and Measurement”** – Novation of Derivatives and Continuation of Hedge Accounting, adopted by the EU on December 19, 2013 (effective for annual periods beginning on or after January 1, 2014).

The adoption of these amendments to the existing standards has not led to any changes in the Company’s accounting policies.

Standards and Interpretations issued by IASB but not yet adopted by the EU

At present, IFRS as adopted by the EU do not significantly differ from regulations adopted by the International Accounting Standards Board (IASB) except from the following standards, amendments to the existing standards and interpretations, which were not endorsed for use in EU as at date of publication of these financial statements:

- **IFRS 9 “Financial Instruments” and subsequent amendments** (effective date was not yet determined),
- **Amendments to IAS 19 “Employee Benefits” - Defined Benefit Plans: Employee Contributions** (effective for annual periods beginning on or after July 1, 2014),
- **Amendments to various standards “Improvements to IFRSs (cycle 2010-2012)”** resulting from the annual improvement project of IFRS (IFRS 2, IFRS 3, IFRS 8, IFRS 13, IAS 16, IAS 24 and IAS 38) primarily with a view to removing inconsistencies and clarifying wording (amendments are to be applied for annual periods beginning on or after July 1, 2014),
- **Amendments to various standards “Improvements to IFRSs (cycle 2011-2013)”** resulting from the annual improvement project of IFRS (IFRS 1, IFRS 3, IFRS 13 and IAS 40) primarily with a view to removing inconsistencies and clarifying wording (amendments are to be applied for annual periods beginning on or after July 1, 2014),

2. Accounting policy

2.1 General financial reporting framework

Changes in IFRS (continued)

Standards and Interpretations issued by IASB but not yet adopted by the EU (continued)

- **IFRIC 21 “Levies”** (effective for annual periods beginning on or after January 1, 2014).

The Company anticipates that the adoption of these standards, amendments to the existing standards and interpretations will have no material impact on the financial statements of the Company in the period of initial application.

At the same time, hedge accounting regarding the portfolio of financial assets and liabilities, whose principles have not been adopted by the EU, is still unregulated.

According to the Company’s estimates, application of hedge accounting for the portfolio of financial assets or liabilities pursuant to IAS 39: “Financial Instruments: Recognition and Measurement”, would not significantly impact the financial statements, if applied as at the reporting date.

2.2. Basis of preparation

The separate financial statements have been prepared under the historical cost convention, except for certain financial instruments and the deemed cost of buildings on the first time adoption of IFRS.

These separate financial statements have been prepared on accrual basis, under the going concern assumption.

These separate financial statements should be considered together with the Company’s consolidated financial statements for the period ended June 30, 2014. The consolidated financial statements will be issued after the date of issuance of these separate financial statements.

2.3. Functional currency and presentation currency

According to the Bulgarian accounting legislation the Company keeps its records and prepared its financial statements in the national currency of the Republic of Bulgaria – Bulgarian lev, which effective January 1, 1999 is fixed to the euro at 1.95583 BGN for 1 EUR. The Company’s functional currency is the Bulgarian national currency.

These separate financial statements are presented in thousand of BGN (BGN’000).

2. Accounting policy (continued)

2.4. Foreign currency transactions

Transactions in foreign currency are initially recorded at the official rate of exchange of the Bulgarian National Bank (BNB) as of the date of the transaction. The foreign exchange rate differences, arising upon the settlement of these monetary positions or at restatement of these positions at rates, different from those when initially recorded, are reported as financial income or expense for the period in which they arise. The monetary positions denominated in foreign currency as of June 30, 2014 are stated in these financial statements at the closing exchange rate of BNB.

3. Critical accounting estimates and main sources of uncertainty at making accounting assumptions

The preparation of separate financial statements in accordance with IFRS requires management to make certain accounting estimates and assumptions that affect some of the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities as of the date of the separate statement of financial position and the reported revenues and expenses during the reporting period. These estimates and assumptions are based on the available information as of the date of preparation of the separate financial statements as actual results could defer from those estimates.

3.1. Revenue and expenses under construction contracts

Revenue recognition on construction contracts requires the determination of a stage of completion for each construction contract. This stage is defined on the basis of available information for the total amount of the revenue receivable and total costs for the respective contract. The total amount of expenses under construction contracts depends on the volume and amount of construction activities to be performed to meet the obligations of the Company. The volume and amount of future activities depend on future factors which may defer from the management's estimations.

3.2. Impairment of non financial assets

Impairment exists when the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, whereas the recoverable amount of an asset or cash-generating unit is the higher of fair value less costs to sell and its value in use. Fair value less costs to sell is the amount obtainable from the sale of an asset or cash-generating unit in an arm's length transaction between informed, knowledgeable, willing parties, less the costs of disposal. Value in use is based on the discounted cash flow model. The cash flows are determined on the budget estimates for the next five years. Recoverable amount depends on the discount factor used in the discounted cash flow model and on the expected future cash flows, as well as on the growth assumption.

3.3. Impairment of financial assets

Impairment of financial assets is determined based on the expected future cash flows discounted at the initial effective interest rate. When determining the expected future cash flows, the Company analyzes the financial capabilities of its debtors and the expected period for receiving the cash flows.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED June 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

3. Critical accounting estimates and main sources of uncertainty at making accounting assumptions (continued)

3.4. Useful life of property, plant and equipment and intangible assets

Other key sources of estimation uncertainty include estimation of useful lives of property, plant and equipment and intangible assets. In 2014 there are no circumstances that may trigger a change in the estimated useful lives of these assets.

3.5. Economic environment

In 2014 and 2013 as a result of the global financial crisis, a decrease in the economic development of the Bulgarian economy is perceived which affects a wide range of industrial sectors. This leads to noticeable aggravation of cash flows; decline in income and as a result to substantial worsening of the economic environment in which the Company operates. In addition the entity is exposed to significantly higher price, market, credit, liquidity, interest, operating and other risks. As a result, uncertainty for the ability of clients to settle their liabilities in accordance with contracted terms increases. Therefore, the amount of impairment losses on loans granted, receivables from clients, and the value of other accounting estimates in subsequent periods could substantially differ from those determined and recorded in this separate financial statements. The management of the Company applies all necessary procedures to control these risks.

4. Property, plant and equipment

	Land	Buildings	Machinery and equipment	Vehicles	Other	Assets under construction	Total
<i>Cost</i>							
JANUARY 1, 2013	5,608	21,713	4,177	6,249	2,659	5,682	46,088
Additions	-	-	1,144	3	235	106	1,488
Transfers	-	-	-	-	-	-	-
Disposals	-	(4,919)	(265)	(1,705)	(15)	-	(6,904)
DECEMBER 31, 2013	5,608	16,794	5,056	4,547	2,879	5,788	40,672
Additions	-	-	80	-	46	15	141
Disposals	-	(3,375)	(141)	(65)	(156)	-	(3,737)
JUNE 30, 2014	5,608	13,419	4,995	4,482	2,770	5,803	37,076
<i>Accumulated depreciation and impairment</i>							
JANUARY 1, 2013	-	2,463	3,399	2,686	1,763	24	10,335
Depreciation charge	-	426	512	363	265	-	1,566
Disposal	-	(1,004)	(152)	(490)	(12)	-	(1,658)
Impairment recognized in profit or loss	-	-	5	-	-	-	5
DECEMBER 31, 2013	-	1,885	3,764	2,559	2,016	24	10,248
Depreciation charge	-	168	250	152	126	-	695
Disposals	-	(574)	(135)	(17)	(179)	-	(905)
JUNE 30, 2014	-	1,479	3,879	2,694	1,963	24	10,038
<i>Net book value</i>							
JANUARY 1, 2013	5,608	19,250	778	3,563	896	5,658	35,753
DECEMBER 31, 2013	5,608	14,909	1,292	1,988	863	5,764	30,424
JUNE 30, 2014	5,608	11,940	1,116	1,788	807	5,779	27,038

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED June 30,2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

5. Intangible assets

	<u>Title of property</u>	<u>Software</u>	<u>Total</u>
<i>Cost</i>			
JANUARY 1, 2013	1,447	258	1,705
DECEMBER 31, 2013	1,447	258	1,705
Additions		19	19
Disposals		(29)	(29)
JUNE 30, 2014	1,447	248	1,695
<i>Accumulated amortization</i>			
JANUARY 1, 2013	890	204	1,094
Amortization charge	62	20	82
Disposals		-	-
DECEMBER 31, 2013	952	224	1,176
Amortization charge	29	6	35
Disposals	-	(10)	(10)
JUNE 30, 2014	981	220	1,201
<i>Net book value</i>			
JANUARY 1, 2013	557	54	611
DECEMBER 31, 2013	495	34	529
JUNE 30, 2014	466	28	494

6. Investments in subsidiaries and associates

As of June 30, 2014 и December 31,2013 investments in subsidiaries and associates consist of:

	<u>As of 30.06.2014</u>	<u>As of 31.12.2013</u>
Investments in subsidiaries	17,075	17,108
Impairment of investment in subsidiaries – note 6.1.1.	(1,656)	(1,656)
Investment in subsidiaries, net – note 6.1	15,419	15,452
Investments in associates – note 6.2	4	4
TOTAL INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES	<u>15,423</u>	<u>15,456</u>

ENEMONA AD

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

6. Investments in subsidiaries and associates (continued)

6.1. Investments in subsidiaries

Investments in subsidiaries as of June 30, 2014 и December 31, 2013 are as follows:

COMPANY	DESCRIPTION OF ACTIVITY	SHARE		CARRYING AMOUNT	
		As of	As of	As of	As of
		30.06.2014	31.12.2013	30.06.2014	31.12.2013
Enemona Utilities AD	Electricity trading	97,24%	92,25%	1,640	1,640
EESF REIT	Company with special investment purpose – securitization of receivables	88,20%	88,20%	4,818	4,818
Pirin Power AD	Designing and building of projects in energy sector	84,00%	84,00%	42	42
FINI REIT	Company with special investment purpose – real estate purchase	69,23%	69,23%	450	450
Hemusgas AD	Construction of compressor houses	50,00%	50,00%	25	25
Esco engineering AD	Heating and climatization projects	99,00%	99,00%	73	73
TFEZ Nikopol EAD	Construction of electric power plant	100,00%	100,00%	1,898	1,886
Nevrotop-gas AD	Gas trading	-	90,00%	-	45
EMKO AD	Construction contracts	77,36%	77,36%	4,613	4,613
Artanes Mining Group AD	Opencast mining of brown and lignite coal	90,00%	90,00%	1,800	1,800
FEZ Mladenovo EOOD	Prospecting, design, construction and assembly, commissioning, reparation, servicing and engineering works	100,00%	100,00%	60	60
Regionalgas AD	Gasification projects	50,00%	50,00%	-	-
TOTAL				15,419	15,452

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

6. Investments in subsidiaries and associates (continued)**6.1. Investments in subsidiaries (continued)**

Regionalgas AD is subsidiary of Enemona Utilities AD, which as of June 30, 2014 and December 31, 2013 owns 50% of the shares of Regionalgas AD, or the direct share of the Company in Regionalgas AD is 50%.

On January 30, 2014 a contract for selling its shares in Nevrocop-gas AD was signed by Enemona AD, the gain under the agreement is BGN 355 thousand.

The management of Enemona AD considers that the investments in Regionalgas AD and Hemusgas AD do not represent jointly control activity, as the Company controls the financial and operating policy of these companies.

6.2 Investments in associates

The investments in associated companies as of June 30, 2014 and December 31, 2013 are as follows:

COMPANY	SHARE		CARRYING AMOUNT	
	As of 30.06.2014	As of 31.12.2013	As of 30.06.2014	As of 31.12.2013
Alfa Enemona OOD	40%	40%	4	4
TOTAL			4	4

In these interim separate financial statements the investments in associated companies are presented at carrying amount (cost), as the management of the Company considers that there are no indications of impairment of investments in associated companies as of June 30, 2014 and December 31, 2013.

7. Current and non-current loans and advances

Current and non-current loans and advances as of June 30, 2014 and December 31, 2013 are as follows:

<i>Non-current loans and advances</i>	As of 30.06.2014	As of 31.12.2013
Loans granted to employees	1,004	1,067
Receivables under ESCO contracts – non-current	4,206	3,976
Cession receivables	1,632	3,268
Others	11	10
Discount of receivables under ESCO contracts – non-current portion – notes 22	(1,023)	(1,101)
TOTAL NON-CURRENT LOANS AND ADVANCES	5,830	7,220
Impairment of loans granted to employees	(597)	(597)
TOTAL NON-CURRENT LOANS AND ADVANCES, NET	5,233	6,623

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

7. Current and non-current loans and advances

Current loans and advances

	As of 30.06.2014	As of 31.12.2013
Receivables under ESCO contracts – current	2,047	2,090
Cession receivables	4,911	3,135
Loans granted to related parties	278	298
Loans granted to non related parties	13,254	11,279
Discount of receivables under ESCO contracts – current	(90)	(94)
TOTAL CURRENT LOANS AND ADVANCES	20,400	16,708
Impairment of loans granted to non related parties	(1,030)	(3,782)
TOTAL CURRENT LOANS AND ADVANCES, NET	19,370	12,926

Loans granted to related parties, non related parties and employees are not secured, with interest rate from 6% to 9%.

Receivables under ESCO contracts represent receivables under contracts for performing engineering with guaranteed result (ESCO contracts) where the Company performs construction and engineering works and deferred payment is contracted. Receivables under ESCO contracts are presented at amortized cost.

Cession receivables as of June 30, 2014 and December 31, 2013 represent the present value of a receivable under cession agreement with a local company.

The movement of the impairment is presented below:

	As of 30.06.2014	As of 31.12.2013
Balance at the beginning of the year	4,379	4,379
Reversals of impairment losses on non-current loans and receivables	-	-
Reversals of impairment losses on current loans and receivables	(2,752)	-
Balance at the end of the year	1,627	4,379

8. Inventories

	As of 30.06.2014	As of 31.12.2013
Materials	10,320	7,900
Finished work	966	797
Work in progress	139	156
TOTAL	11,425	8,853

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

9. Trade and other receivables

	As of 30.06.2014	As of 31.12.2013
Receivables from customers	40,884	42,342
Retentions	6,597	6,107
Receivables from related parties	1,770	2,097
Advance payments to suppliers	11,497	8,491
Advances to employees	231	328
Other receivables	13,392	4,509
TOTAL TRADE AND OTHER RECEIVABLES	74,371	63,874
Impairment of receivables from customers	(4,726)	(5,870)
TOTAL TRADE AND OTHER RECEIVABLES, NET	69,645	58,004

The movement of the allowance for impairment of uncollectable receivables is presented below:

	As of 30.06.2014	As of 31.12.2013
Balance at the beginning of the year	5,870	5,936
Recognized loss from impairment of receivables	106	57
Recovered during the period	(1250)	(123)
Balance at the end of the year	4,726	5,870

When determining the recoverability of the receivables the Company considers the changes in the credit risk of the trade and other receivables as of the date of origination until the end of the reporting period.

10. Cash and cash equivalents

	As of 30.06.2014	As of 31.12.2013
Cash at banks	2,438	250
Restricted cash at bank	79	178
Cash in hand	422	428
TOTAL CASH AND CASH EQUIVALENTS	2,939	856

As of June 30, 2014 and December 31, 2013 restricted cash at BGN 79 thousand (BGN 178 thousand) represents cash in bank account restricted as a collateral under issued guarantees.

For the cash flow statement purposes restricted cash is not included in cash and cash equivalents.

11. Issued capital and reserves

The issued capital includes:

	As of 30.06.2014	As of 31.12.2013
Ordinary shares – note 11.1	11,934	11,934
Preferred shares – note 11.2	1,103	1,103
TOTAL ISSUED CAPITAL	13,037	13,037
Premium from share issuance – note 11.3	8,739	8,739
TOTAL ISSUED CAPITAL AND RESERVES	21,776	21,776

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

11. Issued capital and reserves (continued)

11.1. Ordinary shares

	As of 30.06.2014	As of 31.12.2013
Number of shares	11,933,600	11,933,600
Nominal value per share in BGN	1	1
SHARE CAPITAL – ORDINARY SHARES	11,934	11,934

The share capital is fully paid in as of June 30, 2014 and December 31, 2013. The Company's share capital includes in-kind contribution in the form of title of property over three combined trademarks with fair value at the amount of BGN 1,400 thousand, obtained through independent appraiser's report. Titles of property are presented as intangible assets (see note 5, above).

Enemona AD is registered as a public company and Company's shares are traded on the Bulgarian Stock Exchange.

11.2. Preferred shares

On April 2, 2010 Financial Supervision Commission registered an emission of Company's preferred shares for regulated market trade. The emission amounts to BGN 1,103 thousand distributed in 1,102,901 preferred shares with no voting rights, guaranteed dividend, guaranteed liquidity share, convertible in ordinary shares in March 2017 with nominal value BGN 1 each. Preferred shares bear guaranteed cumulative dividend at the amount of BGN 0.992 per share in the next 7 years.

The Company recognized initially the issued preferred shares as a compound financial instrument and determined financial liability related to dividend payables and reported the residual amount as increase in share capital. The total amount of the received cash is accounted as follows:

	At initial recognition	As of 30.06.2014	As of 31.12.2013
Preferred shares – nominal value	1,103	1,103	1,103
Premium from share issuance	5,425	5,425	5,425
Financial liability on preferred shares	4,412	2,271	2,619
Dividend payables from preferred shares	-	2,125	2,199
TOTAL CASH RECEIVED	10,940	10,924	11,346

11.3. Premium from share issuance

	As of 30.06.2014	As of 31.12.2013
Balance as of January 1	8,739	36,262
Premium from preferred share issuance	-	(27,523)
Balance as of December 31	8,739	8,739

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

11. Issued capital and reserves (continued)

11.4. Reserves

Company's reserves represent its legal reserves and are formed based on decision of the shareholders. Legal reserves could be used to cover accumulated losses or for increase of capital.

In 2009 the Company issued 5,966,800 warrants with issue value BGN 0.17 each and total issue value BGN 1,014 thousand. The total emission value is accounted for in the Company's reserves.

Each warrant of the issuance gives the right to its owner to subscribe a share in case of future capital increase of the Company against payment of issue value of the new shares at the amount of BGN 18.50 each. This right can be exercised within 6 years

12. Loans

12.1 Loans repayment terms

The loans received from the Company based on their contractual term of payment are as follows:

	As of 30.06.2014	As of 31.12.2013
Up to one year	75,320	59,684
Over one year	8,926	6,725
TOTAL LOANS	84,246	66,409

Credit lines and overdrafts are presented as due up to one year. The Company usually renegotiates its credit lines and overdrafts.

As of June 30, 2014 and December 31, 2013 loans received by the Company are as follows:

	As of 30.06.2014	As of 31.12.2013
Borrowings from financial institutions – note 12.2	67,497	63,161
Loans from related parties – Note 27	15,861	1,178
Loans from non related parties – note 12.3	888	2,070
TOTAL LOANS	84,246	66,409

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

12. Loans (continued)

12.2 Borrowings from financial institutions

Borrowings from financial institutions, received by the Company as of June 30, 2014 and December 31, 2013 are as follows:

	Note	As of 31.03.2014	As of 31.12.2013
Credit line – SG Expressbank AD	(a)	16,997	18,296
Credit lines – Unicredit Bulbank AD	(b)	19,519	19,199
Investment loans – DSK Bank AD	(c)	10,100	10,227
Credit line – D Bank	(d)	649	1,412
Investment loan – Unicredit Bulbank AD	(e)	1,862	2,087
Credit line – ING Bank AD	(f)	497	1,178
Credit line – MKB Unionbank AD	(g)	197	1,181
Credit lines – International Asset Bank AD	(h)	4,436	2,772
Overdraft – Investbank AD	(i)	12,116	4,409
Credit lines – Alfa bank	(j)	287	1,196
Corporate credit cards – Unicredit Bulbank AD	(l)	1	2
TOTAL LOANS FROM FINANCIAL INSTITUTIONS		66,661	61,959

As of June 30, 2014 the Company has received the amount of BGN 836 thousand on short-term borrowings from non-financial institutions.

The main parameters of loans received from financial institutions are as follows:

- (a) In May 2010 the Company has received a revolving loan from SG Expressbank at the amount of EUR 15,325 thousand to finance a project for cabling and installing of monitoring and measurement equipment and automation in Units 3 and 4 of Mochovce Nuclear Power Plant, Slovak Republic. The loan is collateralized by a pledge of receivables under the contract, pledge of materials and equipment. As of June 30, 2014 BGN 13,212 thousand have been utilized.

In July 2011 the Company has signed a contract for financing of construction and assembly activities, at total limited of EUR 5,000 thousand. As of June 30, 2014 the amount of BGN 3,785 thousand have been utilized.

- (b) As of June 30, 2014 the Company has utilized BGN 16,205 thousand under a combined credit line, contracted with Unicredit Bulbank. The credit line limit is EUR 8,500 thousand. In order to secure the loans from Unicredit Bulbank the Company has established a mortgage of land and buildings and pledge of present and future receivables from a customer.

The Company has received four combined credit lines from UniCredit Bulbank AD to finance specific contracts, secured by present and future receivables from contracting parties under those contracts. The main parameters of the credit lines are as follows:

- Total amount of EUR 297 thousand of which EUR 250 thousand - for working capital. The amount is fully repaid as of June 30, 2014
- Total amount of EUR 600 thousand, of which EUR 500 thousand - for working capital. The amount utilised as of June 30, 2014 is BGN 731 thousand.
- Total amount of BGN 2,910 thousand Levs, of which BGN 2,500 thousand – for working capital. The amount utilised as of June 30, 2014 is BGN 1,887 thousand

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

12. Loans (continued)**12.2 Borrowings from financial institutions (continued)**

- Total amount of BGN 2,100 thousand, of which BGN 2,000 thousand – for working capital. The amount utilised as of June 30, 2014 is BGN 696 thousand.
- (c) Loans from DSK Bank are granted for financing of Company's energy efficiency projects. Limits of the loans are EUR 7,750 thousand and as of June 30, 2014 the Company has utilized BGN 10,100 thousand. In order to secure the loans from DSK Bank the Company has issued a promissory note, pledge of future receivables from customers under financed projects and finance risk insurance.
- (d) On October 4, 2013 the Company has signed a contract with D Bank AD regarding a new combined credit line for the purpose of financing a specific contract at total size of BGN 2,351 thousand, of which BGN 1,820 thousand for working capital. Amount utilized as of June 30, 2014 is BGN 649 thousand. Loans are secured by a pledge of receivables on certain contract.
- (e) The Company has received an investment loan from Unicredit Bulbank for the purchase of the office building of the Company in Sofia. As of June 30, 2014 the utilized amount is BGN 1,862 thousand. The loan has been secured by a mortgage on the building and its surrounding land.
- (f) The Company has received a credit limit for working capital financing and bank guarantees issue by ING Bank N.V. - Sofia branch at the amount of BGN 17,800 thousand, from which as of June 30, 2014 the utilized amount is BGN 497 thousand as overdraft and two credit lines, securing working capital needs for the execution of specific contracts. As a security the Company has established collateral of present and future receivables from a customer, owned by the Company and a promissory note in favour of the bank has been issued.
- (g) On March 28, 2012 the Company has signed a new credit line agreement for financing a certain contract. The total amount is EUR 4,800 thousand and of which EUR 2,500 thousand for working capital. As of June 30, 2014 the utilized amount is BGN 197 thousand. Loans are secured by pledge on receivables on the respective contract.
- (h) As of June 30, 2014 the Company has signed four credit lines from International Asset Bank that are to finance working capital needs for business and needs to perform a specific contract. On April 28, 2014. The Company signed a credit line to finance ESCO contract with a limit of from 3,050 thousand, of which 2,900 hil.lv.sa working capital. Total of four credit lines is 8,786 thousand and utilized amount to 30 June 2014 was 4,436 thousand. Credit obligations are secured by a pledge of receivables under contracts and invoices
- (i) The Company has received a credit facility for working capital financing and bank guarantee issue from Investbank AD at the amount of BGN 22,532 thousand as an overdraft and credit line. As of June 30, 2014 the Company has utilized BGN 3,499 thousand, securing working capital needs for the execution of a certain contracts. The frame is secured by pledge on land, current and future receivables from customers, owned by the Company and a promissory note in favour of the Bank.
- (j) On February 26, 2013 the Company has signed an agreement with Alpha Bank AD regarding a new combined credit line for the financing of a certain contract with total amount of EUR 1,667 thousand, of which EUR 1,607 thousand for working capital financing. The utilized as of June 30 2014 is BGN 287 thousand. Loans are secured by a pledge of receivables on certain contract.

12. Loans (continued)

12.2 Borrowings from financial institutions (continued)

- (k) The Company has signed an agreement with UniCredit Bulbank AD for issuing corporate credit cards with a limit of BGN 100 thousand. The amount of BGN 1 thousand has been utilized as of June 30, 2014

In relation to the issue of bank guarantees the Company has received credit facilities from BNP Paribas – Sofia branch at the amount of EUR 1,000 thousand. Current and future receivables from customer with maximum amount of EUR 1,000 thousand, goods and materials with obligatory minimum of EUR 1,000 thousand are pledged as collateral and a promissory note is signed in favour of the bank. As of June 30, 2014 and December 31, 2013 the Company has no liabilities on loans related to the credit facility.

The Company has signed loan agreements for issuance of bank guarantee with First Investment Bank AD at the amount of EUR 3,000 thousand. The loan is secured by a pledge on future receivables from customers for which the bank guarantees have been issued. As of June 30, 2014 and December 31, 2013 the Company has no liabilities on loans related to the credit facility.

Covenants under loan contracts

In accordance with the provisions of the debenture and bank loans, the Company should comply with a number of operational and financial covenants. As of March 31, 2014 and December 31, 2013 the Company is in compliance with all operational and financial covenants connected to the debenture and bank loans contractual terms.

12.3 Loans from non related parties

As of June 30, 2014 the loans from non-related parties consist from unsecured loans from Enida Ingenering AD, Izolko OOD, SIP OOD at the amount of BGN 260 thousand, BGN 613 thousand and BGN 15 thousand, respectively. The loans have interest rates between 8% and 9% and maturity in 2014, which could be extended by one month.

As of December 31, 2013 the loans from non-related parties consist of unsecured loans from Izolko OOD and SIP OOD at the amount of BGN 1,543 thousand and BGN 527 thousand, respectively. The loans bear interest rates between 8% and 9% and maturity in 2013, and the term has been expended

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

13. Finance lease

Part of the tangible fixed assets owned by the Company has been leased under finance lease contracts. The average term of the contracts is three years. The average effective interest rate under the finance lease contracts is 7%. The fair value of the lease liabilities of the Company is close to their carrying amount.

	Minimum lease liabilities		Present value of minimum lease liabilities	
	As of 30.06.2014	As of 31.12.2013	As of 30.06.2014	As of 31.12.2013
Liabilities under finance lease with maturity:				
Up to 1 year	58	80	57	78
Between 2 and 5 years	65	95	59	87
TOTAL LIABILITIES	123	175	116	165
Less: future finance charges	(7)	(10)	-	-
PRESENT VALUE OF LIABILITIES	116	165	116	165

14. Trade and other payables

	As of 30.06.2014	As of 31.12.2013
Payables to suppliers	13,715	16,163
Payables to related parties	3,801	2,803
Payables for dividends on preferred shares	2,125	2,199
Payables to staff	4,404	2,199
Payables to social insurance organizations	5,495	4,664
Payables for VAT liabilities	2,113	4,371
Payables under tax liabilities on individuals	3,349	2,265
Other payables	3,151	3,074
TOTAL TRADE AND OTHER PAYABLES	38,153	37,738

15. Revenue

	Period ended 30.06.2014	Period ended 30.06.2013
Revenue from construction contracts	24,450	39,084
Revenue from sales of assets	10,181	95
Revenue from services	122	138
TOTAL REVENUE	34,753	39,317

The information on construction contracts in progress as of the end of the reporting period is presented below:

	As of 30.06.2014	As of 31.12.2013
Construction costs incurred plus recognized profits less recognized losses to date	291,207	274,214
Less: Progress billings	(263,401)	(246,903)
	27,806	27,311
Gross amounts presented in the statement of financial position comprise:		
Gross amount due from customers under construction contracts	30,991	29,805
Gross amount due to customers under construction contracts	(3,185)	(2,494)
	27,806	27,311

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

15. Revenue (continued)

Retentions held by customers for contract work amounted to BGN 6,597 thousand and BGN 8,930 thousand as of June 30, 2014 and December 31, 2013, respectively. Advances received from customers for contract work amounted to BGN 13,702 thousand and BGN 13,171 thousand as of June 30, 2014 and December 31, 2013, respectively.

In June 2014. The company signed a preliminary agreement for the purchase and sale of buildings in the amount of 10,097 thousand, that the transfer of assets was conducted in July 2014. The Company recognizes revenue from sales in the period ended 30 June 2014.

16. Investment revenue

	Period ended 30.06.2014	Period ended 30.06.2013
Interest income	418	1,034
Dividend income	113	-
Foreign exchange gains	14	7
TOTAL INVESTMENT REVENUE	545	1,041

17. Materials and consumables used

	Period ended 30.06.2014	Period ended 30.06.2013
Materials for main activities	5,384	12,489
Book value of assets sold	2,827	74
Expenses for instruments	54	184
Electric power	102	92
Fuels	56	41
Spare parts	-	20
Stationery	108	92
TOTAL MATERIALS AND CONSUMABLES USED	8,531	12,992

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

In June 2014. The company signed a preliminary agreement for the purchase and sale of buildings in the amount of 10,097 thousand, that the transfer of assets was conducted in July 2014. The Company recognizes revenue from the sale and clears buildings with a carrying value of 2,714 in the period ended 30 June 2014

18. Hired services	Period ended 30.06.2014	Period ended 30.06.2013
Under agreements with subcontractors	5,007	3,800
Services with mechanization	364	606
Transportation	592	780
Legal, consulting and mediatory services	1,011	435
Insurances	398	412
Advertising	7	-
Telecommunications	87	94
Rents	1,431	1,239
Design	76	488
Heating	14	37
Labor permissions and tender documentation	2	4
Start-up and commissioning works and control	390	289
Software licenses and maintenance of hardware	117	119
Security	35	15
Translations	93	31
Courier services	27	60
Other services	52	63
TOTAL HIRED SERVICES	<u>9,703</u>	<u>8,472</u>

19. Employee benefits expenses

	Period ended 30.06.2014	Period ended 30.06.2013
Remunerations under labor contracts	10,863	11,537
Remunerations under management contracts	95	101
Civil contracts	128	21
Social and health securities	1,612	1,697
Food	396	654
Other expenses	689	291
TOTAL EMPLOYEE BENEFITS EXPENSES	<u>13,783</u>	<u>14,301</u>

20. Other expenses

	Period ended 30.06.2014	Period ended 30.06.2013
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This document is a translation of the original Bulgarian text, in case of divergence the Bulgarian text shall prevail

ENEMONA AD

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

Business trips	1,761	1,303
Expenses for one-off taxes and fees	35	523
Waste on non-current assets	5	5
Entertainment expenses	9	6
Donations	25	-
Other	9	-
TOTAL OTHER EXPENSES	1,844	1,837

21. Other gains, net

	Period ended 30.06.2014	Period ended 30.06.2013
Revenue from sale of electricity	-	313
Carrying amount of electricity sold	-	(313)
Profit from sale of electricity	-	-
Proceeds from sale of investments	400	-
Carrying amount of sold investments	(45)	-
Gains from sale of investments	355	-
Revenue from insurance payment	-	1,112
Cessions discounting of receivables	(19)	(42)
Effect of sale of ESCO receivables, net of revenue	38	-
Reversal provision for impairment of receivables	1,250	-
Reversal provision for impairment of loans	2,752	-
Reintegrated provision for contractual obligations	280	-
Provision for contractual obligations	(259)	-
Provision for impairment receivables	(4)	-
Penalties and other (net)	(265)	276
Revenue from rent	124	160
TOTAL OTHER GAINS, NET	4,252	1,506

22. Finance cost

Remission of assigning receivables represents discount on initial recognition of ESCO receivables. The discount factor is approximately equal to the discount on the sale of these receivables.

For the period ended June 30, 2014 in Enemona has one ESCO receivable.

	Period ended 30.06.2014	Period ended 30.06.2013
Interest expense	1,679	1,376
Finance costs on construction contracts	2,178	1,737
Fees, mortgage and guarantee	437	341
Expenses on financial liability on preferred shares	221	245
Foreign exchange losses	38	4
TOTAL FINANCE COST	4,553	3,703

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

23. Taxation

Deferred taxes are as follows:

	As of 30.06.2014	As of 31.12.2013
Deferred tax assets		
Impairment of receivables	1,026	1,026
Deductible tax loss	-	-
Impairment of investments in subsidiaries	166	166
Impairment of other assets	14	14
Provisions	190	190
TOTAL DEFERRED TAX ASSETS	1,396	1,396
Deferred tax liabilities		
Non-current assets	829	829
TOTAL DEFERRED TAX LIABILITIES	829	829
DEFERRED TAX ASSETS/(LIABILITIES), NET	567	567

Deferred tax assets and liabilities as of June 30, 2014 and December 31, 2013 are calculated by applying tax rate of 10% according to the Corporate Income Taxation Act and applicable for the periods in which the temporary differences will be realized.

Deferred tax liabilities recognized in equity as of June 30, 2014 and December 31, 2013 amount to BGN 557 thousand.

Income tax expenses for the period ended June 30, 2014 and 2013 are as follows:

	Period ended 31.03.2014	Period ended 31.03.2013
Current income tax expense	-	1
Deferred tax in relation to occurrence and reversal of temporary differences	-	2,012
TOTAL TAX (REVENUE) / EXPENSE	-	2,013

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30,2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

23. Taxation (continued)

The calculations for the effective interest rate are presented in the following table:

	Period ended 3- 30.06.2014	Period ended 30.06.2013
Profit before taxation	557	14
Applicable tax rate	10%	10%
Tax by applicable tax rate	56	1
Tax effect of the non-deductable and non-taxable positions	(56)	(1)
Effect of different tax rates in other tax jurisdictions	-	-
TAX (REVENUE) / EXPENSE	-	-
EFFECTIVE TAX RATE	-	-

24. Basic and diluted earnings per share

Basic earnings per share are calculated by dividing the net profit for the year subject to allocation between the shareholders of the Company to the weighted-average number of ordinary shares outstanding for the period.

	Period ended 30.06.2014	Period ended 30.06.2013
Profit / (Loss) for allocation between the shareholders in BGN	557,435	14,427
Weighted-average number of ordinary shares	11,933,600	11,933,600
Basic earnings per share (in BGN)	0.05	0.00

As disclosed in note 11 as of June 30, 2014 and December 31, 2013 the Company has issued warrants and preferred shares, which in 2014 and 2013 do not affect diluted earnings per share as their conversion to ordinary shares would not have dilutive effect on basic earnings per share.

ENEMONA AD

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

25. Related parties transactions

The Company's related parties with which it has performed transactions in 2014 and 2013 are as follows:

RELATED PARTY	TYPE OF RELATION
"Enemona Utilities" AD	Subsidiary
"Esco engineering" AD	Subsidiary
"EESF" SPV	Subsidiary
"Pirin Power" AD	Subsidiary
"Hemusgas" AD	Subsidiary
"FINI" REIT	Subsidiary
"TFEZ Nikopol" EAD	Subsidiary
"Nevrokop gas" AD	Subsidiary until January 30, 2014
"Enemona Galabovo" AD	Subsidiary until October 19, 2012
"EMKO" AD	Subsidiary
"Regionalgas" AD	Subsidiary
"Artanes Mining Group" AD	Subsidiary
"PPP Mladenovo" EOOD	Subsidiary
"Alfa Enemona" OOD	Associated company
"Global Capital" OOD	Company under common control
"G Oil Expert" EOOD	Company under common control
"Eco Invest Holding" AD	Company under common control
"Resource Engineering" EOOD	Company under common control
"Softgeo-Lint 2006" OOD	Company under common control

The table below discloses the transactions performed with related parties:

Related Party	Period ended 30.06.2014	Period ended 30.06.2013
"Enemona Utilities" AD	30	343
"EMKO" AD	13	41
"FINI" REIT	3	2
"TFEZ Nikopol" EAD	1	1
"EESF" SPV	5	4
"G Oil Expert" EOOD	2	2
TOTAL INCOME FROM RELATED PARTIES	54	393

ENEMONA AD

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

27. Related parties transactions (continued)

The table below discloses the expenses for related parties transactions:

	Period ended 30.06.2014	Period ended 30.06.2013
"Enemona Utilities" AD	385	29
"EMKO" AD	838	492
TOTAL EXPENSES TO RELATED PARTIES	1,223	521

Expenses to related parties consist mainly of expenses under agreements with subcontractors.

The table below discloses the balances of receivables from related parties:

	As of 30.06.2014	As of 31.12.2013
"Enemona Utilities" AD	(234)	94
"Esco engineering" AD	38	38
"Pirin Power" AD	4	4
"EESF" SPV	1,448	1,449
"Nevrokop gas" AD	-	15
"Hemusgas" AD	13	13
"EMKO" AD	670	677
"TFEZ Nikopol" EAD	107	105
"G Oil Expert" EOOD	2	-
TOTAL RECEIVABLES FROM RELATED PARTIES	2,048	2,395

Receivables from related parties comprise loans to related parties and trade receivables.

The table below discloses the balances of liabilities to related parties as of June, 2014 and December 31, 2013:

	As of 30.06.2014	As of 31.12.2013
"Enemona Utilities" AD	16,151	1,230
"Esco engineering" AD	3	3
"G Oil Expert" EOOD	40	-
"EMKO" AD	3,468	2,748
TOTAL PAYABLES TO RELATED PARTIES	19,662	3,981

Payables to related parties include loans (note 12) and trade payables (note 14).

Receivables and payables with related parties are unsecured and will be settled in cash. No guarantees have been given or received with respect to these balances. No impairment has been accrued to receivables from related parties.

NOTES TO THE INTERIM SEPARATE FINANCIAL STATEMENTS (CONTINUED)
FOR THE PERIOD ENDED JUNE 30, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

28. Geographical information

The Company operates in five principal geographical areas – Bulgaria, Germany, Great Britain, Norway and Slovakia.

The Company's revenue from external clients and information about non-current assets, excluding financial instruments, deferred tax assets, post-employment benefit assets, and assets arising from insurance contracts, is presented as follows:

	Revenue from external clients		Non-current assets	
	Period ended 30.06.2014	Period ended 30.06.2013	As of 30.06.2014	As of 31.12.2013
Bulgaria	11,304	7,553	26,248	29,631
Slovakia	9,117	13,409	498	452
Germany	783	17,521	277	330
Norway	(56)	596	6	5
Great Britain	2,367	-	9	-
Other	935	5	-	6
	<u>24,450</u>	<u>39,084</u>	<u>27,038</u>	<u>30,424</u>