

ENEMONA AD

ANNUAL CONSOLIDATED REPORT ON
ACTIVITIES,
INDEPENDENT AUDITOR'S REPORT
AND ANNUAL CONSOLIDATED
FINANCIAL STATEMENTS

December 31, 2013

Unofficial translation of the original in Bulgarian

ENEMONA AD

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS OF DECEMBER 31, 2013

All amounts are in thousand Bulgarian Levs, except otherwise stated

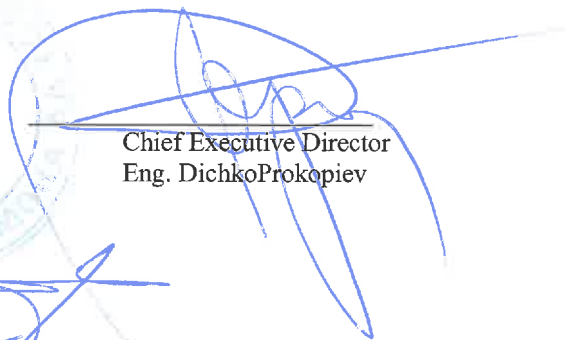
	Note	As of 31.12.2013	As of 31.12.2012 (restated)
NON-CURRENT ASSETS			
Property, plant and equipment	4	32,249	45,800
Investment property	5	163	168
Intangible assets	6	536	647
Exploration and evaluation assets	7	1,674	1,639
Investments in associates	8	4	4
Loans and advances	9	23,283	31,557
Goodwill	10	2,113	2,113
Deferred tax assets, net	29	519	2,531
TOTAL NON-CURRENT ASSETS		60,541	84,459
CURRENT ASSETS			
Inventories	11	10,180	7,690
Trade and other receivables	12	44,213	46,899
Gross amounts due from customers on construction contracts		24,007	26,558
Loans and advances	9	24,373	21,534
Receivables on corporate income tax		559	858
Cash and cash equivalents	13	1,439	4,953
		104,771	108,492
Assets, classified as held for sale	28	6,606	-
TOTAL CURRENT ASSETS		111,377	108,492
TOTAL ASSETS		171,918	192,951

These consolidated financial statements are approved on March 10, 2015.

Prepared by
B. Borisova



Chief Executive Director
Eng. Dichko Prokopiev



Auditor:

18/03/2015

0316 Пламен Ангелов
Регистриран одитор

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

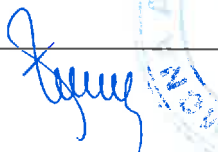
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF DECEMBER 31, 2013 (CONTINUED)

All amounts are in thousand Bulgarian Levs, except otherwise stated

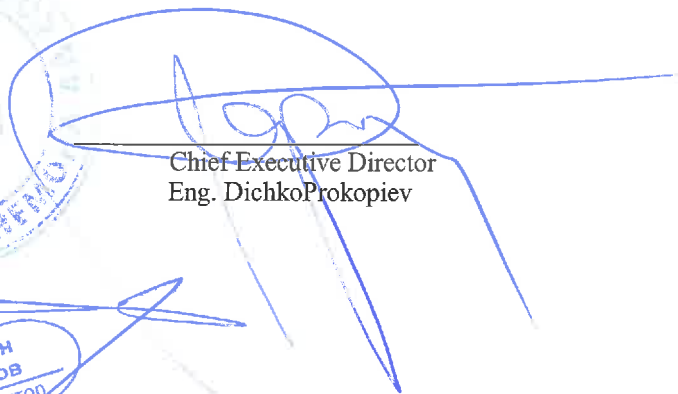
	Note	As of 31.12.2013	As of 31.12.2012 (restated)
EQUITY			
Issued share capital	14	21,776	21,776
Reserves	14	39,331	39,226
Accumulated loss		(39,822)	(10,749)
Total equity of the shareholders of the Parent company		21,285	50,253
Non-controlling interests		2,173	2,065
TOTAL EQUITY		23,458	52,318
NON-CURRENT LIABILITIES			
Loans	15	6,725	6,165
Finance lease	16	87	275
Financial liabilities on preferred shares	14	2,619	3,223
Long-term employee benefits	17	470	81
TOTAL NON-CURRENT LIABILITIES		9,901	9,744
CURRENT LIABILITIES			
Trade and other payables	18	42,925	20,568
Gross amounts due to customers on construction contracts		2,494	6,782
Loans	15	86,643	102,054
Finance lease	16	125	562
Current tax liabilities		59	7
Provisions		3,819	916
		136,065	130,889
Liabilities associated with assets available for sale	28	2,494	-
TOTAL CURRENT ASSETS		138,559	130,889
TOTAL EQUITY AND LIABILITIES		171,918	192,951

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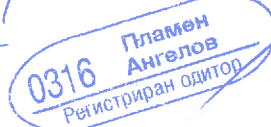


Chief Executive Director
Eng. Dichko Prokopiev



Auditor:

18/03/2015



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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2013

All amounts are in thousand Bulgarian Levs, except otherwise stated

	Note	Year ended 31.12.2013	Year ended 31.12.2012 (restated)
CONTINUING OPERATIONS			
Revenue	20	123,785	130,054
Finance income	21	6,415	5,796
Changes in finished goods and work in progress reserves		1,048	166
Cost of goods sold		(54,422)	(60,043)
Materials and consumables used	22	(28,749)	(16,595)
Hired services	23	(23,567)	(19,252)
Employee benefits expenses	24	(30,262)	(30,230)
Depreciation and amortization expenses	4,5	(2,271)	(2,386)
Other expenses	25	(3,859)	(4,324)
Other gains/(losses), net	26	(4,985)	2
Finance costs	27	(9,757)	(9,086)
Loss before tax from continuing operations		(26,624)	(5,902)
Income tax expense	29	(2,051)	(130)
Net loss from continuing operations		(28,675)	(6,032)
DISCONTINUED OPERATIONS			
Profit from discontinued operations		-	281
NET LOSS FOR THE YEAR		(28,675)	(5,751)
Other comprehensive income for the period			-
<i>Items, that will not be reclassified to profit or loss:</i>			
Actuarial loss, incurred during the period		(244)	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		(28,919)	(5,751)
Share in net loss attributable to:			
- non-controlling interest		(201)	(64)
- Parent-company		(28,474)	(5,687)
Share in total comprehensive income attributable to:			
- non-controlling interest		(201)	(64)
- Parent-company		(28,474)	(5,687)
Basic and diluted loss per share from continuing and discontinued operations			
	30	(2.39)	(0.48)
Basic and diluted loss per share from continuing operations	30	(2.39)	(0.48)

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18/03/2015

Главно
Ангелов
0316
Регистриран одитор

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CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2013

All amounts are in thousand Bulgarian Levs, except otherwise stated

	Year ended 31.12.2013	Year ended 31.12.2012
Cash flows from operating activities		
Receipts from customers	154,654	151,970
Payments to suppliers	(123,656)	(153,942)
Payments to employees	(22,426)	(32,092)
Profit tax paid	(67)	(267)
Proceeds from / (payments for) other taxes	70	(1,891)
Other cash flows from operating activities	(867)	(2,058)
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES, NET	7,708	(38,280)
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,404)	(388)
Proceeds from sale of property, plant and equipment	4,974	386
Loans granted	(2,997)	(7,423)
Proceeds from loan repayment	2,916	10,869
Purchase of ESCO receivables	(2,980)	(682)
Proceeds from ceded ESCO contracts	9,160	6,919
Proceeds from ceded trade receivables	-	1,553
Payments for cessions	(282)	(46)
Net cash inflow on disposal of subsidiaries		(26)
Dividends received	113	72
CASH FLOWS FROM INVESTING ACTIVITIES, NET	9,500	11,234
Cash flows from financing activities		
Proceeds from borrowings	31,476	117,095
Repayments of borrowings	(42,578)	(89,152)
Payments under lease agreements	(343)	(967)
Interest paid	(6,078)	(5,258)
Bank charges, mortgage fees and guarantees paid	(2,196)	(1,857)
Payments for dividends on ordinary shares	(102)	(45)
Payments for dividends on preferred shares	(1,060)	-
Proceeds on disposal of partial interest in a subsidiary without loss of control	159	50
Other cash flows from financing activities	(220)	-
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES, NET	(20,942)	19,866
NET DECREASE IN CASH AND CASH EQUIVALENTS	(3,734)	(7,180)
CASH AT THE BEGINNING OF THE PERIOD (NOTE 13)	4,953	11,738
CASH AT THE END OF THE PERIOD (NOTE 13)	1,219	4,558
Restricted cash (note 13)	220	395
TOTAL CASH IN THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION (NOTE 13)	1,439	4,953

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18/03/2015

0316
Вламен
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ENEMONA AD

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2013

All amounts are in thousand Bulgarian Levs, except otherwise stated

	Ordinary shares	Preferred shares	Premiums from issue of shares	Legal reserves	Other reserves	Accumulated loss	Non-controlling interests	Total
BALANCE AS OF JANUARY 01, 2012	11,934	1,103	36,262	38,090	1,100	(32,682)	2,110	57,917
Allocations of profit from prior years	-	-	-	-	36	(36)	-	-
Cover of loss from prior years	-	-	(27,523)	-	-	27,523	-	-
Sale of investments without loss of control	-	-	-	-	-	(52)	302	250
Disposal of discontinued operations	-	-	-	-	-	-	(283)	(283)
Legal provision for dividend	-	-	-	-	-	289	-	289
Allocation of dividends	-	-	-	-	-	(104)	-	(104)
Loss for the year	-	-	-	-	-	(5,687)	(64)	(5,751)
BALANCE AS OF DECEMBER 31, 2012	11,934	1,103	8,739	38,090	1,136	(10,749)	2,065	52,318
Allocations of profit from prior years	-	-	-	-	105	(105)	-	-
Legal provision for dividend	-	-	-	-	-	(101)	-	(101)
Loss for the year	-	-	-	-	-	(28,474)	(201)	(28,675)
Other comprehensive income for the year	-	-	-	-	-	(244)	-	(244)
Sale of investments without loss of control	-	-	-	-	-	(149)	309	160
BALANCE AS OF DECEMBER 31, 2013	11,934	1,103	8,739	38,090	1,241	(39,822)	2,173	23,458

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Prepared by
B. Borisova

Auditor: *[Signature]*
18/03/2015

[Signature]
Chief Executive Director
Eng. Dichko Prokopiev

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[Stamp]
Ангелов
Регистриран одитор