



Office: city of Sofia, 100 Al. Stamboliyski Blvd., office 5;  
tel. 02/42 32 789  
Office: town of Lom, 1 Stefan Karadzha Street, ent. B, apt. 21,  
fl.4;  
phone +359 971 855 09, phone/fax + 359 971 704 54

[anoditing@abv.bg](mailto:anoditing@abv.bg); [office@anodit.com](mailto:office@anodit.com); [www.anodit.com](http://www.anodit.com)

---

## INDEPENDENT AUDITOR'S REPORT

***TO the Shareholders  
„ENEMONA” AD – city of Sofia***

### **Report on the Financial Statement**

I have audited the attached financial statement of “ENEMONA” AD, comprising the balance sheet (financial position report) to date December 31, 2014 and the income statement, the statement on equity changes, the cash flow statement for the year ending on said date, as well as a summarized publication of the main accounting policies and other explanatory annexes.

#### ***Responsibility of the Management for the financial statement***

The Management is responsible for the preparation and truthful presentation of this financial statement, in accordance with the International Financial Reporting Standards, accepted by the European Union, and for such a system for internal control as the Management deems necessary for the preparation of a financial statement, which does not contain significant misstatements, regardless whether they occur due to fraud or honest mistake.

#### ***Responsibility of the Auditor***

My responsibility is limited to stating my auditor's opinion on this financial statement, based on the audit performed by me. The audit was performed in accordance with the International Standards on Auditing. These standards enforce the observance of the ethical requirements, as well as planning and performing the audit in such a way as to have reasonable assurance that the financial statement does not contain significant misstatements. The audit includes following certain procedures for receiving audit proof regarding the amounts and

statements presented in the financial statement. The selected procedures depend on the auditor's judgment, including assessment of the risk of significant inaccuracies, errors and discrepancies in the financial statement, regardless whether they occur due to fraud or honest mistake. In performing these risk assessments, the auditor takes into account the internal control system, related to the preparation and truthful presentation of the financial statement by the company, in order to design the auditing procedure suitable for the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control system. The audit also includes an evaluation of the suitability of the applied accounting principles and reasonability of the estimates made by the Management, as well as evaluation the overall presentation of the financial statement. I believe that the audit provides a reasonable and sufficient basis for my opinion.

### *Opinion*

In my opinion the financial statement represents truthfully in all meaningful aspects the financial position of "ENEMONA" AD to date 31 December, 2014, as well as their financial results from operations and the cash flows for the year which ends on said date, in accordance with the in accordance with the International Financial Reporting Standards, accepted by the European Union.

### *Emphasis of Matter*

Without reservation, I emphasize that according to the announcement with the statement (note 17) in the Statement of Financial Status, section Current Assets, position Gross amount, owed by clients under construction contracts, it is possible that a part of the due amounts will not be collected within the company's regular time for collection of revenue from construction contracts.

### **Report on other legal and regulatory requirements**

In relation to my imposed obligation with paragraph 4 of Article 38 of the Accountancy Act, I have examined the Annual Activity Report, the preparation of which is a responsibility of the company. The Annual Activity Report is not a part of the financial statement, but it is appended to it. I believe that there is correspondence between the historical financial information, which is presented in the Annual Activity Report, and the Annual Financial Statement of the company, prepared in

accordance with the International Financial Reporting Standards,  
accepted by the European Union.

22.05.2015

Auditor :

Town of Lom 3600  
№ 1, St. Karadzha Street

  
Plamen Angelov  


# **ANNUAL REPORT**

## **ON THE ACTIVITY OF ENEMONA AD**

### **FOR 2014**

*Unofficial translation of the original in Bulgarian*

# **INFORMATION UNDER APPENDIX №10 OF ORDINANCE No. 2 OF SEPTEMBER 17, 2003 ON THE PROSPECTUSES TO BE PUBLISHED WHEN SECURITIES ARE OFFERED TO THE PUBLIC OR ADMITTED TO TRADING ON A REGULATED MARKET AND ON DISCLOSURE OF INFORMATION BY THE PUBLIC COMPANIES AND THE OTHER ISSUERS OF SECURITIES**

## **I. COMPANY DEVELOPMENT, POSITION AND PERSPECTIVES**

### **1. General information**

Enemona AD is a publically traded joint stock company, with seat and registered office: at 20, Kosta Lulchev str., 1113 Sofia, Bulgaria, tel.: + 359 6 2 805 4850, fax: + 359 2 915 9815, e-mail: office-sf@enemona.com, Internet site: www.enemona.com. The Company has currently one Bulgarian branches, Enemona AD – Sofia Branch (UIC 0024).

The scope of activity of the Company is: design, investment, construction and assembly, commissioning works, repair, maintenance, engineering, marketing, tourist, public catering, hotel management, camping, agency, advertising, business activities /including import, export, purchase and sale of real property including agricultural lands, purchase and sale of receivables, exchange, compensation, leasing, rental, barter, consignment transactions/, production, purchase, marketing, maintenance of and trade with machines, equipment, materials, elements and spare parts and commodities. production, transmission, distribution and trade with heat and electrical energy, including energy from renewable sources, production and trade with energy carriers – after the obtaining the relevant permit/licence in the cases provided in the law; design and construction of energy facilities and energy saving facilities; energy efficiency services /including investigation, consulting, research, design, construction, installation, modernization, maintenance, operation and monitoring of machines, facilities and buildings/prospecting, investigation, development, production and use of deposits of mineral resources within the meaning of art. 2 of the mineral resources act, and of biological resources, mineral resources, energy resources and water. acquisition of concessions for hydromeliorative and water supply facilities and systems, port terminals, republican roads, objects of the railroad infrastructure. Consultancy, translation, motor vehicle repair, transport, taxi, tourist, communication and household services. agricultural activities /including production, purchase, processing and marketing of agricultural products/ in this country and abroad; veterinary services and consultations; holding of shares and interest including acquisition of shares and interest in other companies, participation in joint ventures, acquisition of shares, interest and/or companies by merger and bundling and their sale; trade with shops and any other activities that are not forbidden by the laws of the Republic of Bulgaria.

The Company has a one-tier system of government – Board of Directors, consisting of: DICHKO PROKOPIEV PROKOPIEV – Chairman of the of Board of Directors and Chief Executive Officer, BOGDAN DICHEV PROKOPIEV - Deputy Chairman of the Board of Directors and Executive Director and NIKOLAY FILIPOV FILCHEV - Independent Member of the Board of

Directors. The Company is represented by DICHKO PROKOPIEV PROKOPIEV and BOGDAN DICHEV PROKOPIEV both together and independently.

The **registered capital** of the Company currently amounts to BGN 13,036,501 and is fully paid in. It is distributed into 13,036,501 dematerialized (book-entry form) shares, with a nominal value of BGN 1.00 each. The shares are divided in two classes: Class I – consisting of 11,933,600 ordinary voting shares and Class II – consisting of 1,102,901 non-voting preference shares.

## **2. Brief History**

The Company was incorporated in 1990 and registered in the Trade Register as a partnership company named „Prokopiev and Enemona” SD. By a decision dated 28 July 1994 the Vratsa District Court entered into the companies register at the Vratsa District Court under company file No 542/1990, volume 2, page 180, batch number 57, the transformation of the Company into a joint stock company named Enemona AD. The Company is set up for an unlimited period of time.

By a decision No 84 – PD dated 16 January 2008, the Financial Supervision Commission (FSC) registered Enemona AD as a public company in the register of public companies and other issuers of securities under Art. 30, Para. 1, i.3 Financial Supervision Commission Act (FSCA), kept thereby.

## **3. Strategy and Investments**

The Board of Directors of Enemona AD has undertaken activities to restructure the Company, to optimize the activity and to concentrate on the fundamental sectors for the economic group with the aim to ensure its sustainable development. The main trends in the development of the Company are directed mainly towards strategic sectors of the Bulgarian economy, namely: power engineering, industry and ecology.

In 2010 the Board of Directors of Enemona prepared and started the implementation of the new development strategy focusing on the following key areas: Focus on the core business – further development of its two core business lines: engineering, construction and assembly works, including energy efficiency and electricity trading; and disposal of non-core assets and businesses.

The Company's investment strategy will continue to be focused on the activities, in which the company has a good experience and competitive advantages. These are the engineering, construction and assembly works division (incl. energy efficiency) and trade in electricity.

The mid-term strategic goals of the Management of Enemona AD include:

- Achieving higher efficiency by means of optimization and concentration on the core business areas of Enemona Group;

- Further improvement of the Group's margins and profitability in the different fields of activities;
- Optimization of the operating expenses and achieving higher average margins from operating activities;
- Geographical expansion of the Group to EU while maintaining its leading position on the domestic market.

In pursuance of these objectives, the Management of Enemona AD took measures and carried out the following disposals companies outside the main business areas of the Enemona Group. The business line Engineering, construction and assembly works in the field of energy, industry, environment and energy efficiency renders the following engineering, construction and assembly services, comprising the complete project value-added chain: design and engineering – expert appraisals, design, consultations, analyses, technical-economic designs, project planning and management, supervision during project execution, preparation of hand-over documentation, control over resources and project implementation; construction and assembly works as well as steel structures manufacturing within the following areas: architecture and construction, water supply and sewerage, heating, ventilation and air conditioning, plant and technology, installation of fire alarm systems; electrical installations, instrumentation and control – electrical installation works, installation of measuring and control instruments and devices, lightning protection systems, earthing systems, etc.; start-up and set-up works, commissioning and testing during plant installation, control of instruments, special systems and equipment, etc.; maintenance, monitoring and warranty services.

Enemona also provides a full scope of customized solutions for energy saving measures and implements them in private and public buildings, industrial and power generation facilities with the aim to reduce energy losses in the power and heat supply infrastructure as well as to increase the efficiency ratio of the power generating equipment. In 2006 EESF SPV was founded by Enemona AD (as a majority shareholder) with the aim to finance the investments made under ESCO contracts.

The Business line Trade in electricity (electricity trading and natural gas trading) is conducted primarily by the subsidiary Enemona Utilities AD. Electricity trade in Bulgaria is carried by the regulated third party access, where transactions take place through direct bilateral contracts between producers/traders and consumers and balancing market (on which the missing quantities are bought and the remaining surpluses in bilateral contracts are sold). In the transitional period of gradual liberalization, the relationship between market players is still carried out on the regulated and free electricity market.

#### **4. Non-Consolidate Annual Financial Statement**

On June 19, 2014, Enemona AD publicly disclosed its Non-Consolidate Annual Financial Statement of a public company and issuer of securities as of 31-12-2013.

## **5. Convening and holding of the General Meetings of Shareholders and Holders of Warrants**

On January 08, 2014, the General Meeting of the holders of warrants was held. The Protocol was published on January 10, 2014.

On 17 November 2014, Enemona AD publicly disclosed Information that In accordance with art.227, para.3 of Commerce Act (CA), the conduct of the regular session of the General Meeting of Shareholders of "Enemona" AD, scheduled for November, 12, 2014, beginning at 14.00 o'clock, convened in accordance with art. 223 of the Commerce Act (CA) by the Board of Directors, through an invitation, published on the Trade Registry on October 13, 2014, due to the absence of quorum required under the legislation and the Company Statutes, has been postponed for the indicated in the invitation reserve date, and the meeting will be held on November, 27, 2014, beginning at 14.00 o'clock to the same place and on the same agenda and the agenda for the new session is unable to include matters under art.223a of Commerce Act (CA).

On 27 November 2014, at 14:00 p.m., was held General Meeting of Shareholders (GMS), at the Company's seat and registered address, as follows: Sofia, Slatina, Geo Milev, 20 Kosta Lulchev str., fl.3 Conference room, under to the following agenda: 1.Approval of the individual annual report on activities of the Company for 2013; Draft Resolution: GMS approves the individual annual report on activities of the Company for 2013; 2. Approval of the Report on the activities of the Investor Relations Director for 2013; Draft Resolution: GMS approves the Report on the activities of the Investor Relations Director for 2013; 3. Approval of the individual annual financial statements of the Company for 2013 and the independent auditor's report; Draft Resolution: GMS approves the individual annual financial statements of the Company for 2013 and the independent auditor's report; 4. Approval of the consolidated annual report on activities of the Company for 2013; Draft Resolution: GMS approves the consolidated annual report on activities of the Company for 2013; 5. Approval of the consolidated annual financial statements of the Company for 2013 and the independent auditor's report; Draft Resolution: GMS approves the consolidated annual financial statements of the Company for 2013 and the independent auditor's report; 6. Adoption of a resolution for partial dividend distribution for 2012 to the shareholders, holding preferred shares, issued by the Company; Draft Resolution: GMS adopts a resolution for partial dividend distribution for 2012 to the shareholders, holding preferred shares, issued by the Company; 7. Adoption of a resolution on the distribution of the Company's net profit for 2013; Draft Resolution: GMS adopts the proposition of the Board of Directors for the Company's net profit for 2013 amounting to BGN 387 596, 96 not to be distributed; 8. Adoption of a resolution to discharge from responsibility/liability current and former members of the Board of Directors for their activities during 2013; Draft Resolution: GMS discharges from responsibility/liability current and former members of the Board of Directors for their activities in 2013; 9. Adoption of a resolution to dismiss the following members of the Board of Directors: Emil Kirilov Manchev and Margarita Ivanova Dineva according to their applications under Article 233, paragraph 5 of the Commercial Code; Draft Resolution: GMS dismiss the following members of the Board of Directors Emil Kirilov Manchev and Margarita Ivanova Dineva according to their applications under Article 233,



paragraph 5 of the Commercial Code; 10. Approval of the Report of the audit committee for 2013; Draft Resolution:GMS approves the Report of the audit committee for 2013;11. Election of a certified auditor for the year 2104 - in accordance with the proposal of the audit committee; Draft Resolution: GMS adopts a decision for election of a certified auditor for the year 2014 in accordance with the proposal of the audit committee;12. Miscellaneous.

In order to implement Decision 975-PD of 11 November 2014r., of the Financial Supervision Commission, paragraphs 1, 3, 4, 5, 6, 7 and 8 of the agenda of the Ordinary General Meeting of shareholders, held on January 25, 2013, were not put to the vote.

On 27 November 2014, the Ordinary session of the General Meeting of the Shareholders (GMS) of Enemona AD adopted a decision to dismiss the following members of the Board of Directors Emil Kirilov Manchev and Margarita Ivanova Dineva according to their applications under Article 233, paragraph 5 of the Commercial Code;

On 27 November 2014, the Ordinary session of the General Meeting of the Shareholders (GMS) of Enemona AD elected Plamen Kirilov Angelov certified auditor registered under № 0316 in the Registry of Institute of Certified Public Accountants by "ANGELOV AUDITING" OOD, UIC 111018844, with seat and address of management Lom, 1 Stefan Karadza str., ent.B, 4th floor, ap. 21, represented by Plamen Angelov Kirilov to perform the independent financial audit and certify the annual financial statement for 2014, in accordance with the proposal of the audit committee.

The Protocol of The Ordinary General Meeting of shareholders, held on November 27, 2014, was published on December 02, 2014.

## **6. Dividend Payments**

According resolution of the General Meeting of Shareholders of Enemona AD, held on 25 of July 2013, for distribution of dividend for 2011 and partial distribution of dividend for 2012 to the shareholders, holding preferred shares, issued by the Company – a total amount of BGN 1 708 819, the payment of the partial dividend for 2012 amounting to BGN 631 605 was transferred to the Central Depository on February 28, 2014. The partial dividend payment for 2012 was paid together with the legal interest, due for the period from November 25, 2013 until February 28, 2014, amounting to BGN 0.02 per share.

The distribution of the partial dividend for 2012, was done under the terms and conditions of LPOS, ORDINANCE No 8 of November 12, 2003 on the Central Depository of securities, Rules and Regulations of Central Depository AD (Enclosure №27- „Procedure for payment of maturity payments on bonds and the distribution of dividends on share issues) and all the other relevant provisions of the Bulgarian legislation.

## **7. Changes in the Board of Directors**

On 27 November 2014, the Ordinary session of the General Meeting of the Shareholders (GMS) of Enemona AD adopted a decision to dismiss the following members of the Board of

Directors Emil Kirilov Manchev and Margarita Ivanova Dineva according to their applications under Article 233, paragraph 5 of the Commercial Code;

## **8. Amendments to the Articles of Association**

During the period under review no Amendments to the Articles of Association

## **II. PRINCIPAL RISKS AND UNCERTAINTIES FACING THE COMPANY**

In its ordinary course of business, the Company may be exposed to various financial risks, the most important of which are foreign exchange risk, credit risk and liquidity risk.

The risk management of the Company is currently carried out under the direct supervision of the Executive Director and the financial experts under the policy, established by the Board of Directors, who developed the basic principles of general management of financial risk, based on which are developed specific (written) procedures for managing the individual specific risks, such as currency, price, interest rate, credit and liquidity, and the use of non-derivative instruments.

The following describes the different types of risks the Company faces in the course of its business operations and the approach for managing those risks.

### **Impact of the Global Economic Crisis**

Currently, the macroeconomic environment in Bulgaria faces the negative impact of the global financial and economic crisis and its results continue to be strongly felt. The measures taken by the EU and the Bulgarian Government destroyed to some extent, the negative phenomena in the economy.

### **Sector Risk**

The construction sector suffered most severely and continuously by the negative impact of the global economic crisis, which resulted in the following trends:

- Shrinking of the construction market;
- Termination of contracts already signed;
- Freezing of construction works of already started contracts;
- Stronger competition in all market segments;
- Lowering prices to dumped levels.

Measures that the Company intends to undertake to reduce the impact of the global financial crisis, given the increase of global credit risk, liquidity stagnation and collapse of capital flows:

- strict compliance with the contracts concluded with financial institutions to exclude the possibility to early payment requests;
- limited investments in projects outside the main focus of the Company;
- cost optimization and investment program review;
- speeding up the collection of receivables as well as their categorization for risk assessment and finding effective tolls for collection;
- insurance of the financial risks for significant receivables;
- establishment of relationships with affluent investors only (such as government institutions, municipalities, companies working on projects secured by government guarantees);
- if long-term receivables occur, searching for a form of their restructuring into long-term debt and securing them with appropriate assets;
- with regard to the implementation of certain energy projects and energy-efficient operations, searching for options for EU- and other financing programs.

### **Currency Risk**

The Company carries out its activities primarily on the domestic market, whereas the contracts abroad are in Euro. Therefore, Enemona AD is not exposed to significant currency risk because almost all of its operations and transactions are denominated in Bulgarian lev (BGN) and Euro (EUR).

The company has introduced a system for planning of imported deliveries and future payments in order to control the currency risk.

### **Credit Risk**

When carrying out its activities the Company is exposed to credit risk that is the risk associated with some of its Contractors which will not be able to comply fully and in time with their payments.

The Company's financial assets are concentrated in two groups: cash and receivables from customers.

The Company's cash and payment operations are carried out by the following banks - DSK, Eurobank EFG, UBB, Unicredit Bulbank, FIBank, etc., which have a high reputation and strong liquidity, that limits the risk on cash and cash equivalents.

The Company has no significant concentration of credit risk. Its policy is that payments are made within the terms specified in the contracts for the execution of construction and assembly works.

The collection and concentration of receivables is monitored currently, according to the established policy of the Company. For that purpose, a daily review is made by the financial and accounting department to monitor by clients and by received payments, followed by an analysis of the unpaid amount and the condition of the client.

To control the risk, the Company ensures immediate payment of collect receivables and the long-term ones are formed into individual agreements with debtors.

**Measures that companies from the Enemona Group has introduced in order to control the collection of receivables:**

- A detailed estimation for the expected revenues from receivables and uncollected receivables is made. A daily forecast for the next two months is made. A separate forecast is made on a monthly basis for the whole year. The implementation of the underlying assumptions are monitored by the Executive Director and the Financial Department of the Group;
- Every week, in some cases even more frequently, meetings are held by the Financial Committee to the Board of Directors, to discuss problems with uncollected receivables. A person responsible for each overdue receivable is determined, who is responsible for communicating with the company, sending notifications, if necessary bringing legal proceedings and making a plan to influence the payers. The meetings are attended by the Chief Executive Officer of Enemona AD;
- A model is developed that tracks receivables and cash flows. It is available to all offices and subsidiaries of the company and is constantly updated;
- When negotiating for a business deal with a new contractor, investigations are made for the financial reliability according to a procedure (assessment of the financial risk by Coface Group (a leading company in the field of financial management) and the Bulgarian Export Insurance Agency (BAEZ);
- Certain receivables are insured - "Financial Risk Insurance";
- The contracts with partners include provisions that ensure the collectability of receivables (indisputability, irrevocability, default interest, valid date, etc.)
- An age analysis of receivables is prepared and when unacceptable delay occurs, measures for their collecting are taken (reminders, calls for repayment notary and legal action).

**Liquidity Risk**

The liquidity risk is the adverse situation of the company not to be able to meet unconditionally all its obligations according to their maturity.

The Company observes a conservative policy on liquidity management, maintaining constant optimal liquid cash and a good ability to finance its business. Enemona AD uses bank and other loans as well.

Enemona manages liquidity of assets and liabilities by a detailed analysis of the structure and dynamics and forecasting of future cash flows.

### **III. ANALYSIS OF THE FINANCIAL RESULTS AND THE RESULTS FROM THE ACTIVITIES OF THE COMPANY**

#### **Assets**

The total assets of the Company as of 31 December 2014 amount to BGN 146 393 thousand, increasing by 8.7% compared to 31 December 2013.

The non-current assets of Enemona AD as of 31 December 2014 amount to BGN 51 435 thousand, or 35.1% of its total assets, and decrease by 4.0% compared to 31 December 2013.

The current assets of Enemona AD as of 31 December 2014 amount to BGN 94 958 thousand, representing 64.9% of its total assets, and increase by 17.2% compared to 31 December 2013, mainly due to an increase in trade and other receivables and gross amount due from customers on construction contracts.

#### **Liabilities**

Enemona AD finances its principal activity with equity or borrowings.

The Company's equity as of 31 December 2014 amounts to BGN 21 060 thousand, or 16.8% of its liabilities. As of 31 December 2014, equity increased by 0.5% compared to 31 December 2013 due to the reported profit in 2014.

The share capital of Enemona AD amounts to BGN 13 037 thousand split into BGN 11 934 thousand ordinary shares and BGN 1 103 thousand preference shares.

The non-current liabilities of Enemona AD as of 31 December 2014 amount to BGN 12 750 thousand, or 10.2% of the Company's total liabilities. They include mainly long-term bank loans.

The current liabilities of Enemona AD as of 31 December 2014 amount to BGN 112 583 thousand, or 89.8% of the Company's total liabilities, and increase by 8.4% compared to the previous year.

## Liquidity analysis

Ratio	Description	31 December 2014
General liquidity	CA/CL	0.84
Quick liquidity	(Cash+Cash equivalents+Receivables)/CL	0.81
Immediate liquidity	(Cash+Cash equivalents)/CL	0.017

Funds available to the Company in a given moment to meet its operating expenses, incl. all short-term assets that may quickly transform into the required funds and at market values, without significant transactions costs, are determined as sources of liquidity. The sources of liquidity for Enemona AD are mainly revenue from sales of products and external/debt financing in the form of bank loans.

## Operating revenue

The revenue of the Company for 2014 amounts to BGN 72 523 thousand and increases by 7.5% compared to 2013. During the past three years the management of Enemona AD focused its efforts to conclude construction contracts abroad, as well as in Bulgaria. The CBI as of 31 December 2014 amounts to approximately BGN 16 million. In addition the company has received calls for final negotiations for contracts amounting to over BGN 20 million. By these strong measures the management aims to boost revenue in 2015 compared to 2014 and achieve high positive results from operations.

## Operating Expenses

The Company's operating expenses in 2014 amount to BGN 73 551 thousand, decreasing by 13.13% compared to 2013.

The Company's operating expenses in 2014 comprise: materials and consumables used BGN 18 918 thousand, hired services BGN 25 436 thousand, employee benefits expenses BGN 23 608 thousand, depreciation/amortization BGN 1 342 thousand, other expenses BGN 3 417 thousand and change in reduction of work in progress in the amount of BGN 830 thousand.

## Profit analysis

In 2014 Enemona AD posts a positive net financial result amounting to BGN 141 thousand.

## Profitability analysis

Ratio	Description	31 December 2014
Return on sales	Net profit/Total revenue	0.19%

## Equity analysis

Ratio	Description	31 December 2014
Equity utilization	Total equity/Total assets	14.4%
Return on assets	Net profit/ Total assets	0.10%
Return on equity	Net profit/Equity	0.67%

## Financial leverage analysis

Ratio	Description	31 December 2014
Leverage	Debt/Assets	52.7%
Gearing	Long-term debt/Equity	3.66

For the purpose of financial leverage analysis of Enemona AD, we calculate two ratios by dividing the issuer's debt by its assets and equity, respectively.

## Effectiveness analysis

Ratio	Description	31 December 2014
Asset turnover	Sales revenue/Total assets	49.5%

## IV. INFORMATION ON IMPORTANT EVENTS THAT TOOK PLACE AFTER DECEMBER 31, 2013

The Company publicly disclosed via the unified system for disclosure of information E-Register of the Financial Supervision Commission and those of the Bulgarian Stock Exchange Sofia its new audited Separate Financial Statements for the year ended December 31, 2013 and new audited Consolidated Financial Statements for the year ended December 31, 2013.

## V. CATEGORIES OF COMMODITIES, PRODUCTS AND/OR PROVIDED SERVICES

The operating revenue of "Enemona" AD comprises mainly revenue from construction contracts, reaching 83.10% of total revenue in 2014.

	2014 (‘000 BGN)	% of Total Revenue	2013 (‘000 BGN)	% of Total Revenue
<b>Total Operating Revenue</b>	<b>72 523</b>	<b>97.29%</b>	<b>67 440</b>	<b>95.25%</b>
Revenue from construction contracts	61 945	83.10%	60 615	85.61%
Revenue from sale of assets	10 299	13.82%	6 606	9.33%
Revenue from Services	279	0.37%	219	0.31%
<b>Financial Revenue</b>	<b>2 020</b>	<b>2.71%</b>	<b>3 366</b>	<b>4.75%</b>
Interest revenue	1 787	2.40%	2 497	3.53%

Dividends	182	0.24%	861	1.22%
Gain from exchange rate differences	51	0.07%	8	0.01%

The Company reports financial revenues mainly from loans interest and interest on ESCO contracts, as well as from dividends from subsidiaries.

#### VI. INFORMATION ABOUT THE REVENUES ALLOCATED BY SEPARATE CATEGORIES OF ACTIVITIES

Revenue	2014		2013	
	('000 BGN)	%	('000 BGN)	%
<i>Revenues from Construction Contracts</i>	<b>61 945</b>	<b>100.00%</b>	<b>60 615</b>	<b>100.00%</b>
Engineering /design, supply, construction and assembly works/	59 130	95.46%	56 492	93.20%
Energy Efficiency	2 815	4.54%	4 123	6.80%

#### VII. INFORMATION ABOUT THE SOURCES FOR SUPPLY OF MATERIALS FOR 2014

##### TOP 5 SUPPLIERS OF MATERIALS IN TERMS OF VALUE OF SUPPLIES

Supplier	Type of supplies	Amount ('000BGN)
OMIM EOOD	Materials	809
RAICOMMERCE CONSTRUCTION EAD	Materials	649
SE SPECIALNA ENERGETEHNKA OOD	Materials	641
THYSSENKRUPP INDUSTRIAL SOLUTIONS GMBH	Materials	641
OSKAR-EL EOOD	Materials	364

#### VIII. INFORMATION ABOUT CONCLUDED BIG TRANSACTIONS AND SUCH OF MATERIAL IMPORTANCE FOR THE ISSUER'S ACTIVITY

In 2014, Enemona AD signed new contracts in the field of Engineering, Energy efficiency, Construction and Assembly Works for over BGN 20 million (excl. VAT).

#### IX. INFORMATION ABOUT THE TRANSACTIONS CONCLUDED BETWEEN THE ISSUER AND RELATED PARTIES DURING THE REPORTING PERIOD, PROPOSALS FOR CONCLUSION OF SUCH TRANSACTIONS AS WELL AS TRANSACTIONS WHICH ARE OUTSIDE ITS USUAL ACTIVITY OR SUBSTANTIALLY DEVIATE FROM THE MARKET CONDITIONS, TO WHICH THE ISSUER OR ITS SUBSIDIARY IS A PARTY, INDICATING THE AMOUNT OF THE TRANSACTIONS, THE NATURE OF RELATEDNESS AND ANY



## **INFORMATION NECESSARY FOR AN ESTIMATE OF THE INFLUENCE OVER THE ISSUER'S FINANCIAL STATUS**

The information about the transactions with related parties during the reporting period is disclosed in Note 27 of the Notes to the Individual Financial Statement for 2014.

### **X. INFORMATION ABOUT EVENTS AND INDICATORS OF UNUSUAL FOR THE ISSUER NATURE, HAVING SUBSTANTIAL INFLUENCE OVER ITS OPERATION AND THE REALIZED BY IT REVENUES AND EXPENSES MADE; ASSESSMENT OF THEIR INFLUENCE OVER THE RESULTS DURING THE CURRENT YEAR**

During the period under review no events and indicators of unusual for the issuer nature, having substantial influence over its operation.

### **XI. INFORMATION ABOUT OFF-BALANCE KEPT TRANSACTIONS – NATURE AND BUSINESS OBJECTIVE, INDICATION OF THE FINANCIAL IMPACT OF THE TRANSACTIONS ON THE OPERATION, IF THE RISK AND BENEFITS OF THESE TRANSACTIONS ARE SUBSTANTIAL FOR THE ASSESSMENT OF THE ISSUER'S FINANCIAL STATUS**

Enemona AD prepares its Financial statements 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. The information about contingent liabilities is disclosed in Note 30 of the Notes to the Individual Financial Statement.

### **XII. INFORMATION ABOUT HOLDINGS OF THE ISSUER, ABOUT ITS MAIN INVESTMENTS IN THE COUNTRY AND ABROAD (IN SECURITIES, FINANCIAL INSTRUMENTS, INTANGIBLE ASSETS AND REAL ESTATE), AS WELL AS THE INVESTMENTS IN EQUITY SECURITIES OUTSIDE ITS ECONOMIC GROUP AND THE SOURCES/WAYS OF FINANCING**

The companies which Enemona AD controls and manages as of December 31, 2014 and December 31, 2013, are listed in the following table:

## ORGANIZATIONAL STRUCTURE OF ENEMONA GROUP OF COMPANIES

COMPANY	Percentage (%) as of 31.12.2013	Percentage (%) as of 31.12.2014
„CHPP NIKOPOL” EAD	100.00	100.00
„PPP MLADENOV0” EOOD	100.00	100.00
“ARTANES MINING GROUP” AD	89.99	89.99
“ENEMONA UTILITIES” AD	92.24	97.23
“ESCO ENGINEERING” AD	99.00	99.00
“NEVROKOP-GAS” AD	90.00	00.00
“ENERGETICS AND ENERGY SAVINGS FUND - EESF” SPV	88.20	37.28*
“PIRINPOWER” AD	84.00	84.00
„EMCO” AD	77.36	77.36
„REAL ESTATE INVESTMENT FUND- FINI” REIT	69.23	55.47
“HEMUSGAS” AD	50.00	50.00

### Enemona AD Indirect Shareholdings

Company	Indirect Shareholding through	Percentage (%) of indirect shareholding as of 31.12.2014
„RegionalGas” AD	„Enemona Utilities” AD	50.00
„Pirin Power” AD	„Enemona Utilities” AD	16.00
„Real Estate Investment Fund- FINI” REIT	„Enemona Utilities” AD	39.73

### XIII. INFORMATION ABOUT THE CONCLUDED BY THE ISSUER, BY ITS SUBSIDIARY OR PARENT UNDERTAKING, IN THEIR CAPACITY OF BORROWERS, LOAN CONTRACTS WITH INDICATION OF THE TERMS AND CONDITIONS THEREOF, INCLUDING THE DEADLINES FOR REPAYMENT AS WELL AS INFORMATION ON THE PROVIDED GUARANTEES AND ASSUMING OF LIABILITIES

The information about the concluded by the issuer, in its capacity of borrower, loan contracts, is disclosed in Note 12 of the Notes to the Individual Financial Statement for 2014.

### XIV. INFORMATION ABOUT THE CONCLUDED BY THE ISSUER, BY ITS SUBSIDIARY OR THE PARENT UNDERTAKING, IN THEIR CAPACITY OF LENDERS, LOAN CONTRACTS, INCLUDING THE PROVISION OF GUARANTEES OF ANY TYPE, INCLUDING TO RELATED PERSONS, WITH INDICATION OF THE CONCRETE CONDITIONS THERE

**UNDER, INCLUDING THE DEADLINES FOR REPAYMENT AND THE PURPOSE FOR WHICH THEY HAVE BEEN GRANTED**

The information about the concluded by the issuer, in its capacity of lender, loan contracts, is disclosed in Note 7 of the Notes to the Individual Financial Statement for 2014.

**XV. INFORMATION ON THE USE OF THE PROCEEDS FROM A NEW ISSUE OF SECURITIES CARRIED OUT DURING THE REPORTED PERIOD**

During the reported period no new issues of securities have been carried out.

**XVI. ANALYSIS OF THE RATIO BETWEEN THE ACHIEVED FINANCIAL RESULTS REFLECTED IN THE FINANCIAL STATEMENT FOR THE FISCAL YEAR, AND PREVIOUSLY PUBLISHED FORECASTS FOR THESE RESULTS**

In the prospectuses for public offering of the ordinary shares, preferred shares and warrants issued by Enemona AD and approved by the FSC, there are no financial forecasts.

**XVII. ANALYSIS AND ASSESSMENT OF THE POLICY CONCERNING THE MANAGEMENT OF THE FINANCIAL RESOURCES WITH INDICATION OF THE POSSIBILITIES FOR SERVICING OF THE LIABILITIES, EVENTUAL JEOPARDIZES AND MEASURES WHICH THE ISSUER HAS UNDERTAKEN OR IS TO UNDERTAKE WITH A VIEW TO THEIR REMOVAL**

The true and fair presentation of the information in the financial statements of Enemona AD is ensured by the systematic application of accounting policies based on current accounting, which is checked by an internal control system.

**XVIII. ASSESSMENT OF THE POSSIBILITIES FOR REALIZATION OF THE INVESTMENT INTENTIONS, INDICATING THE AMOUNT OF THE AVAILABLE FUNDS AND STATING THE POSSIBLE CHANGES IN THE STRUCTURE OF THE FINANCING OF THIS ACTIVITY**

As of December 31, 2014 Enemona AD has cash and cash equivalents for a total of BGN 1 952 thousand.

**XIX. INFORMATION ABOUT OCCURRED DURING THE REPORTING PERIOD CHANGES IN THE BASE PRINCIPLES FOR MANAGEMENT OF THE ISSUER AND ITS ECONOMIC GROUP**

For the period under review, there have been no changes in the base principles for management of the Issuer and its Group.

**XX. INFORMATION ON THE AMOUNT OF THE REMUNERATIONS, REWARDS AND/OR THE BENEFITS OF EVERYONE OF THE MEMBERS OF THE MANAGEMENT AND CONTROL BODIES FOR THE FISCAL YEAR UNDER REVIEW, PAID BY THE ISSUER AND ITS SUBSIDIARIES, IRRESPECTIVE OF WHETHER THEY HAVE BEEN INCLUDED IN THE ISSUER'S EXPENSES OR ARISE FROM PROFIT DISTRIBUTION**

Name	Gross Remuneration (BGN)	Net Remuneration (BGN)
Dichko Prokopiev Prokopiev	66 000.00	56 079.54
Enemona AD	48 000.00	43 200.00
Enemona Utilities AD	9240.00	8316.00
<b>Total</b>	<b>123 240.61</b>	<b>107 595.54</b>
Margarita Ivanova Dineva		
Enemona AD	11 599.03 лв	9 034.45 лв
Bogdan Dichev Prokopiev		
Enemona AD	60 000.00	50 679.54
Enemona Utilities AD	48 020.00	43 218.00
EMCO AD	24 000.00	21 600.00
ANDI 52 EOOD	285.71	257.14
<b>Total</b>	<b>132305.71</b>	<b>115 754.68</b>
Emil Kirilov Manchev		
Enemona AD	12 099.02	10 770.70
Nikolay Filipov Filchev		
Enemona AD	11 550.00	8 984.41

**XXI. PARTICIPATION OF THE MEMBERS OF THE BOARD OF DIRECTORS AND THE PROCURATOR AS OF 31 DECEMBER 2014**

<b>Dichko Prokopiev Prokopiev</b>	
Enemona AD – Chairman of the of Board of Directors and Chief Executive Officer	
Global Capital OOD, Kozloduy – Manager and Partner	
Enemona Utilities AD, Sofia – Chairman of the Supervisory Board	
ANDI 52 EOOD – Owner	
<b>Bogdan Dichev Prokopiev</b>	
Enemona AD - Vice Chairman of the of Board of Directors and Chief Executive Officer	
Global Capital OOD, Kozloduy – Partner	
Enemona Utilities AD, Sofia – Chairman of the Managing Board	
CHHP Nikopol EAD, Sofia – Chairman of the Managing Board	
ESCO Engineering AD, Sofia – Member of the Board of Directors	
PirinPower AD, Sofia – Vice Chairman of the of Board of Directors	
Hemusgaz AD	
EMCO AD, Belene – Member of the Board of Directors	
Artanes Mining Group AD, Sofia – Chairman of the of Board of Directors	
RacioConsult OOD, Sofia - Partner	
Interalt OOD - Partner	
ANDI 52 EOOD – Manager	
<b>Nikolay Filipov Filchev</b>	
Enemona AD – Member of the of Board of Directors	

**XXII. INFORMATION ABOUT THE OWNED BY THE MEMBERS OF THE MANAGEMENT AND THE PROCURATORS SHARES OF THE ISSUER**

Shares in Enemona AD	Percentage of the capital as of 31 December 2014 at a capital of 13 036 501	Percentage of the ordinary shares as of 31 December 2014 at OS of 11 933 600	Percentage of the preferred shares as of 31 December 2014 at PS of 1 102 901	Percentage of warrants as of 31 December 2014 at an issue of 5 966 792
Dichko Prokopiev Prokopiev - Chairman of the Board of Directors	45.38	49.58	0.00	60.13
Bogdan Dichev Prokopiev – Vice Chairman of the Board of Directors	1.84	2.01	0.00	0.33
Nikolay Filipov Filchev - Member of the Board of Directors	0.00	0.00	0.00	0.00

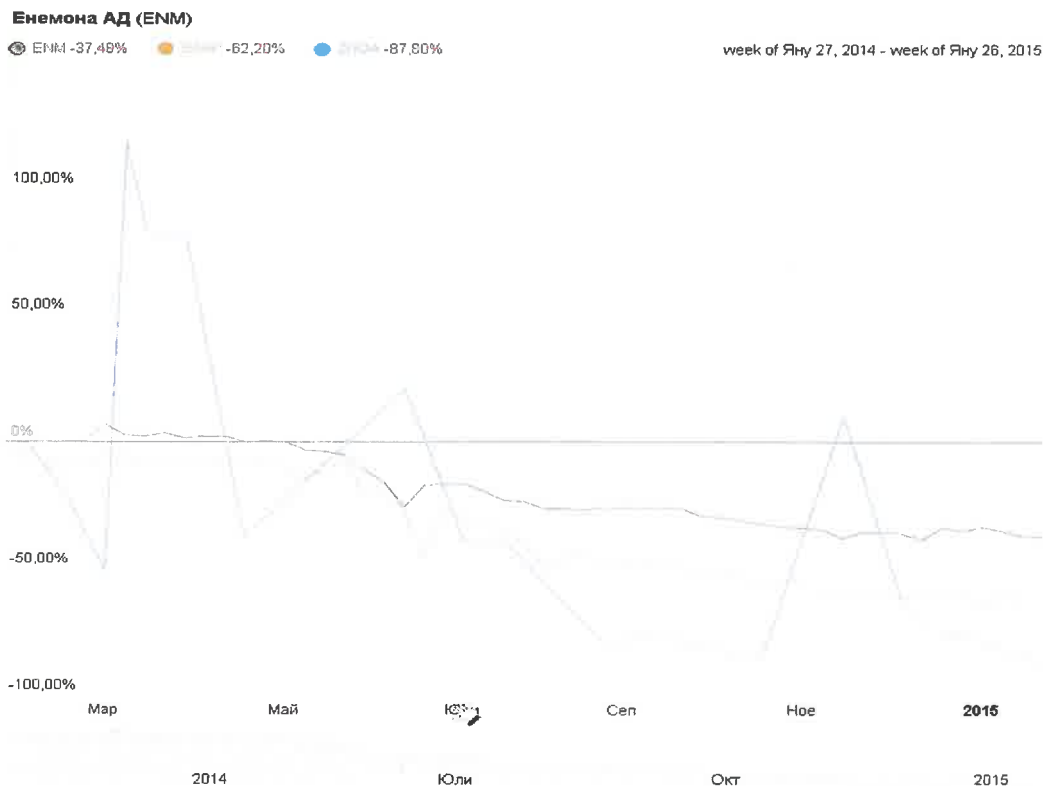
**XXIII. INFORMATION ABOUT THE KNOWN TO THE COMPANY AGREEMENTS (INCLUDING ALSO AFTER THE FISCAL YEAR CLOSING) AS A RESULT OF WHICH CHANGES MAY OCCUR AT A FUTURE TIME IN THE OWNED PERCENT OF SHARES OR BONDS BY CURRENT SHAREHOLDERS AND BONDHOLDER**

For the period under review there are no agreements, as a result of which changes may occur in the future in the owned percentage of shares by current shareholders.

**XXIV. INFORMATION ABOUT PENDING LEGAL, ADMINISTRATIVE OR ARBITRATION PROCEEDINGS RELATING TO ISSUER'S LIABILITIES OR RECEIVABLES AT AMOUNT AT LEAST 10 PERCENT OF ITS EQUITY; IF THE TOTAL AMOUNT OF THE ISSUER'S LIABILITIES OR RECEIVABLES UNDER ALL INITIATED PROCEEDINGS EXCEEDS 10 PERCENT OF ITS EQUITY, INFORMATION SHALL BE SUBMITTED FOR EACH PROCEDURE SEPARATELY**

Enemona AD had no pending legal administrative or arbitration proceedings, relating to issuer's liabilities or receivables at amount at least 10 percent of its equity.

**XXV. INFORMATION ABOUT THE PRICE OF THE FINANCIAL INSTRUMENTS, ISSUED BY THE COMPANY**



**XXVI. DATA ABOUT THE INVESTOR RELATIONS DIRECTOR, INCLUDING TELEPHONE AND ADDRESS FOR CORRESPONDENCE**

As of December 31, 2014 the position of Investor Relations Director of Enemona AD, is occupied by Petya Tomova Tomova.

Contact Data of the Investor Relations Director:

1113 Sofia

Geo Milev District

20, Kosta Lulchev Str.

tel: +359 2 80 54 766

fax: +359 80 54 837

Mobile: +359 888 318 103

E-mail: [p.tomova@enemona.com](mailto:p.tomova@enemona.com)

**XXVII. INFORMATION IN RELATION TO THE BULGARIAN CODE FOR CORPORATE GOVERNANCE**

On a meeting, held on 17 April 2008, the Board of Directors of Enemona AD decided to join and observe the National Code of Corporate Governance, approved and adopted by Minutes No 36 dated 17 October 2007 of BD of BSE – Sofia AD. This decision was announced to the Financial Supervision Commission, Bulgarian Stock Exchange and the public.

Pursuant to the instructions of the Financial Supervision Commission dated 21 February 2008, the application of the National Code of Corporate Governance substituted the requirement to prepare and implement their own corporate governance program. As a consequence of the decision that Enemona AD shall operate in accordance with the principles and provisions of the National Code of Corporate Governance, as well as due to the fact that the company's shares have been traded on the regulated market since the end of January 2008, the Company did not prepare and approve a separate corporate governance program.

Enemona AD observes the principal provisions of the National Code of Corporate Governance.

The main direction in fulfilling the commitments of the Code was bringing all in-house acts of the Company and its overall activity in accordance with the constantly changing effective regulations. All financial statements of the Company are prepared in accordance with International Accounting Standard (IAS) and the annual audit is carried out by an independent auditor to ensure the unbiased and objective assessment of the method of preparation and presentation of these financial statements. These financial statements are accompanied by detailed management reports.



Enemona AD is a publicly traded company with a one-tier management system. All members of the Board of Directors comply with the legal requirements for their position. The functions and obligations of corporate management, as well as its structure and competences, are in accordance with the Code. The remunerations of all Members of the Board of Directors have been disclosed in the annual reports in compliance with the legal provisions. Shareholders have an easy access to information about remunerations. Members of Board of Directors avoid and do not allow any actual or potential conflict of interests.

To increase the trust of shareholders, investors and all other persons interested in the governance and activities of the Company was one of the principal commitments of corporate governance in the past year as well.

Enemona AD guarantees equal treatment of all shareholders, including minority and foreign shareholders, and protects their rights.

Following the policy for transparency in its relationships with shareholders, investors and the public, Enemona AD has announced the media through which it discloses regulated information: [www.investor.bg](http://www.investor.bg).

The Board of Directors of Enemona AD believes that through its activity in 2014, it has created conditions for sufficient transparency of its relationships with investors, financial media and analysts in the capital market.

For the reporting year 2014, the Company has disclosed any regulated information on time and in accordance with the procedure provided for in LPOS and the regulations on its application.

A section "For investors" has been added in the Company's website – [www.enemona.bg](http://www.enemona.bg). The purpose of this section is to facilitate investors in receiving up-to-date and timely information. This section contains information about the financial and economic position of the Company, as well as materials concerning corporate events already held or forthcoming. The Company's contact information is published in the website, as also that of Investor Relations Director, thus encouraging shareholders and interested parties to ask for the information they need.

The Regular General Meeting of Shareholders is convened in accordance with the effective rules for making public the invitation, the agenda and draft decisions. All printed materials shall be made available to the shareholders in the office and published at the website of the Company.

The financial statements are published at the website of Enemona AD right after they are forwarded to the regulatory authority and the public, which enables the shareholders, investors and all interested parties to exercise control.

In conclusion it can be summarized that the activity of the Board of Directors of the Company in 2014 was in accordance with the National Code of Corporate Governance and International Standards.



Evidence for this is the inclusion of Enemona AD in the new INDEX OF THE COMPANIES HAVING GOOD CORPORATE GOVERNANCE - Corporate Governance Index (CGIX). The CGIX is an index comprising the seven companies listed on the Exchange that have the best corporate governance, based on the market capitalisation of the issues of ordinary shares included, adjusted by the free-float of each one.

**INFORMATION UNDER APPENDIX №11 OF ORDINANCE No. 2 OF SEPTEMBER 17, 2003 ON THE PROSPECTUSES TO BE PUBLISHED WHEN SECURITIES ARE OFFERED TO THE PUBLIC OR ADMITTED TO TRADING ON A REGULATED MARKET AND ON DISCLOSURE OF INFORMATION BY THE PUBLIC COMPANIES AND THE OTHER ISSUERS OF SECURITIES**

**I. STRUCTURE OF THE COMPANY'S CAPITAL INCLUDING THE SECURITIES THAT HAVE NOT BEEN ADMITTED TO TRADING ON A REGULATED MARKET IN THE REPUBLIC OF BULGARIA OR ANOTHER MEMBER STATE, WITH INDICATION OF THE DIFFERENT CLASSES OF SHARES, THE RIGHTS AND LIABILITIES ATTACHING TO ANY OF THE CLASSES OF SHARES AND THE PORTION OF THE TOTAL CAPITAL WHICH EACH INDIVIDUAL CLASS CONSTITUTES**

As of December 31, 2014 the Company's share capital amounts to 13,036,501 (thirteen million thirty-six thousand five hundred and one), divided into 11,933,600 ordinary shares with voting rights in the GMS and 1,102,901 preferred shares without voting rights at the GMS, giving their owners a guaranteed cumulative annual dividend of 10 per cent of the issue price per preferred share.

**Structure of the capital**

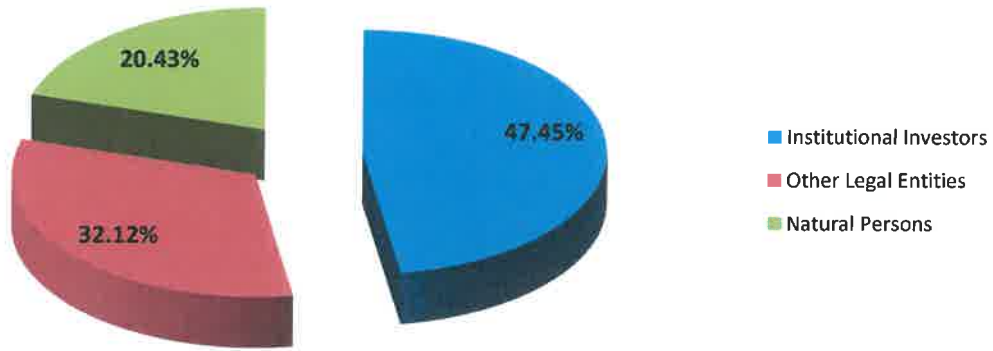
**ordinary shares<sup>1</sup>:**

The structure of the issue of ordinary dematerialized shares, with voting rights, with a nominal value of BGN 1.00 and ISIN code BG1100042073 is shown below:

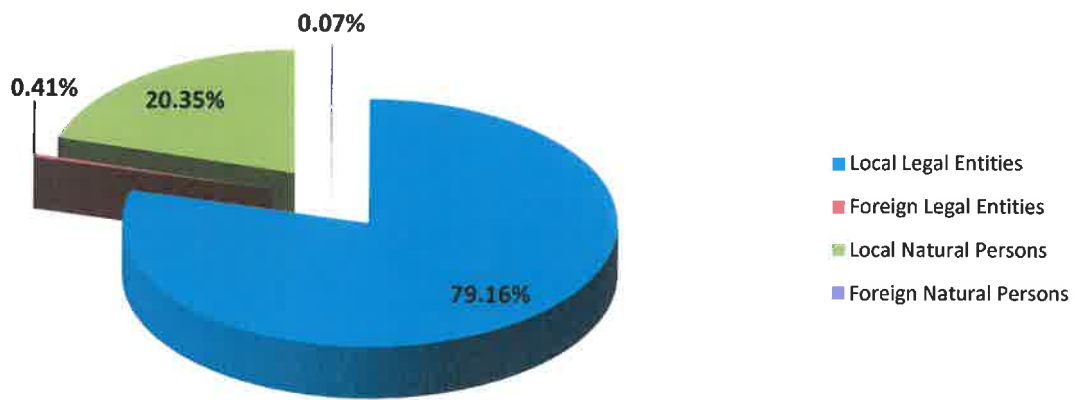
<b>No</b>	<b>Shareholders</b>	<b>Number of shareholders</b>	<b>Number of shares</b>
<b>1.</b>	Natural persons	<b>1 612</b>	<b>2 437 596</b>
<b>2.</b>	Legal entities	<b>121</b>	<b>9 496 004</b>
	<b>Total:</b>	<b>1 733</b>	<b>11 933 600</b>

<sup>1</sup> The shares pledged under repo-transactions, owned by Dichko Prokopiev and Global Capital OOD, are included in their percentage of holding.

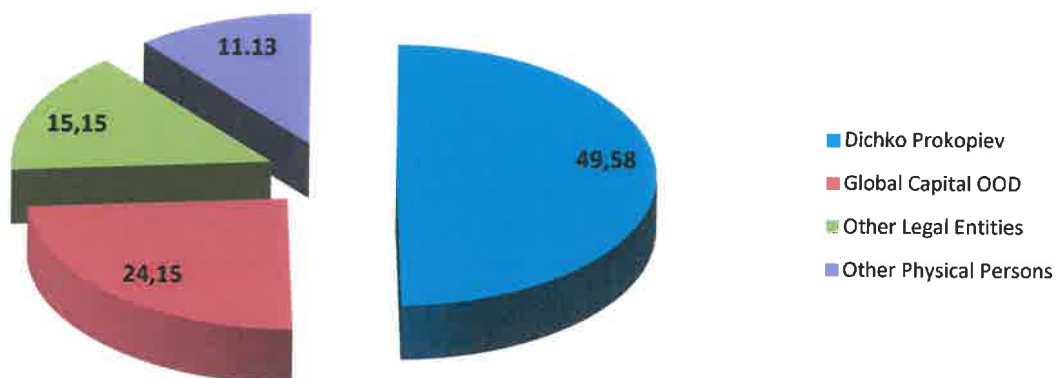
**Shareholder Structure of Ordinary Shares, issued by Enemona AD as of 31.12.2014**



**Shareholder Structure of Ordinary Shares, issued by Enemona AD as of 31.12.2014**



## Shareholder Structure of Ordinary Shares, issued by Enemona AD as of 31.12.2014

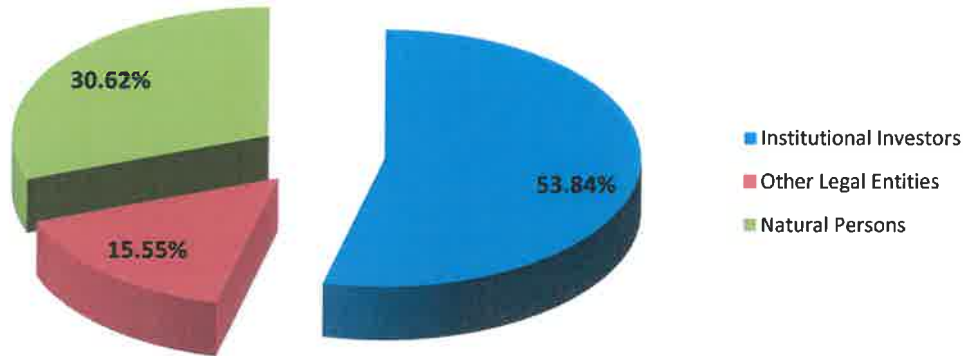


### PREFERRED SHARES

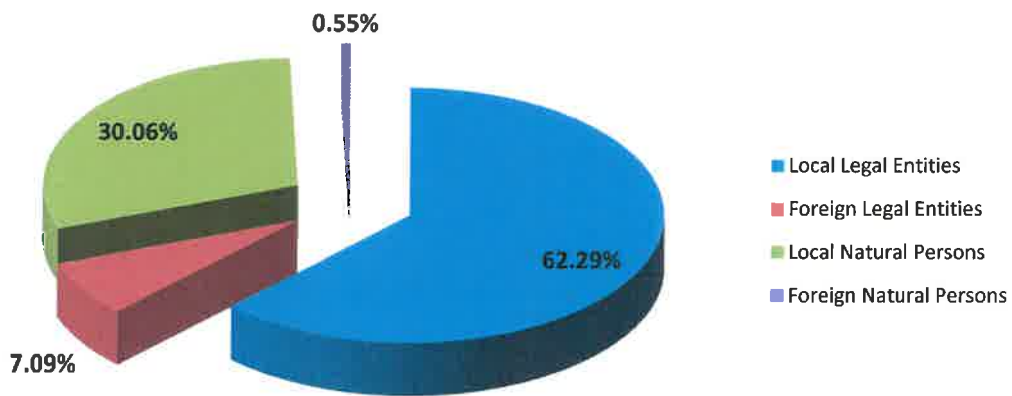
The structure of the issue of preferred, dematerialized shares, without voting rights, with a nominal value of BGN 1.00 and ISIN code BG1200001102 is shown below:

No	Shareholders	Number of shareholders	Number of shares
1.	Natural persons	297	337 679
2.	Legal entities	42	765 222
<b>Total:</b>		<b>339</b>	<b>1 102 901</b>

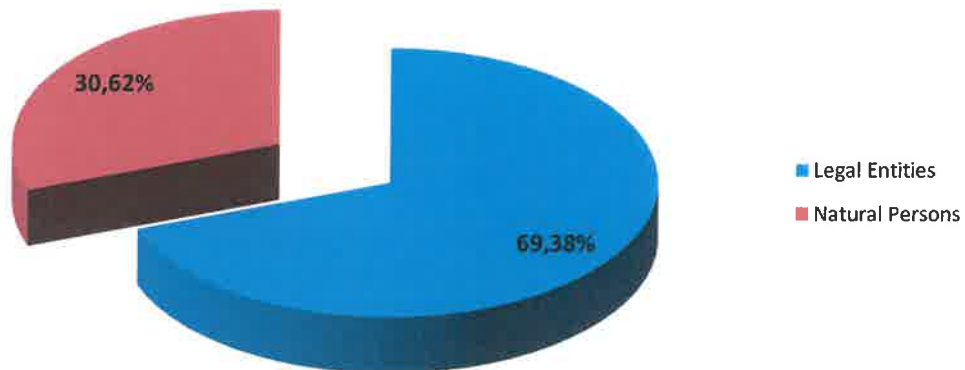
**Shareholder Structure of Preferred Shares, issued by  
Enemona AD as of 31.12.2014**



**Shareholder Structure of Preferred Shares, issued by  
Enemona AD as of 31.12.2014**



**Shareholder Structure of Preferred Shares, issued by  
Enemona AD as of 31.12.2014**

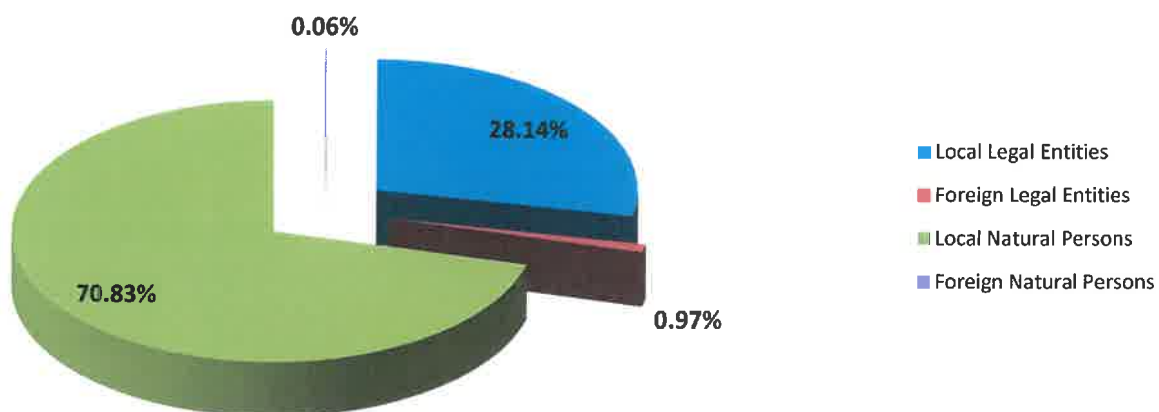


**WARRANTS**

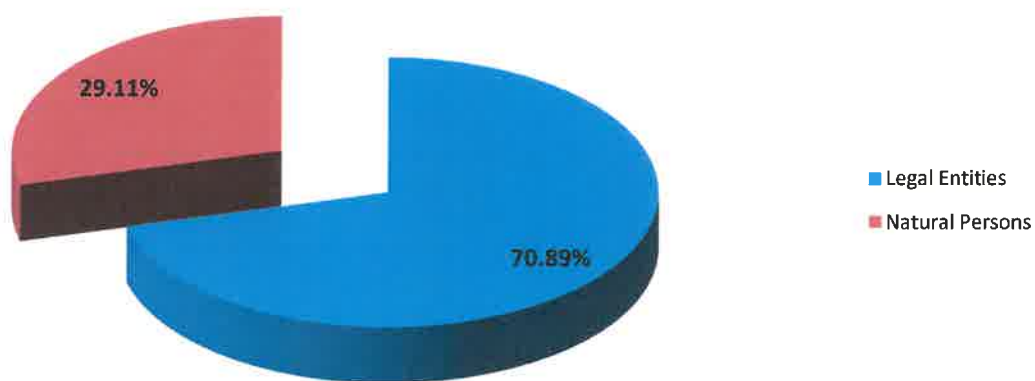
The structure of the issue of warrants, with an underlying asset – a future issue of ordinary shares, ISIN code BG9200001105 is shown below:

No	Shareholders	Number of shareholders	Number of shares
1.	Natural persons	244	4 229 807
2.	Legal entities	28	1 736 985
	<b>Total:</b>	<b>277</b>	<b>5 966 792</b>

**Structure of the Holders of Warrants, issued by Enemona AD as of 31.12.2014**



**Structure of the Holders of Warrants, issued by Enemona AD as of 31.12.2014**



**II. LIMITATIONS OVER THE SECURITIES TRANSFER, SUCH AS LIMITATIONS FOR HOLDING OF SECURITIES OR A REQUIREMENT TO OBTAIN APPROVAL OF THE COMPANY OR ANOTHER SHAREHOLDER**

There are no limitations over securities transfer, such as limitations for holding of securities or a requirement to obtain approval of the company or another shareholder.

Securities are freely transferable, subject to the requirements of the applicable law for transactions in dematerialized securities. The Articles of Association and the other internal Acts of the Company may not establish conditions or restrictions on securities transfer.

**III. INFORMATION ON THE DIRECT AND INDIRECT HOLDING OF 5 OR MORE PERCENT OF THE VOTING RIGHTS IN THE COMPANY'S GENERAL MEETING, INCLUDING DATA ABOUT THE SHAREHOLDERS, THE AMOUNT OF THEIR HOLDING AND THE MANNER IN WHICH THE SHARES ARE OWNED**

Ownership as of December 31, 2014<sup>2</sup>

<b>Ownerships as of 31 December 2014</b>	<b>Ordinary Shares</b>	<b>Preferred Shares</b>	<b>Issued Share Capital</b>
	<b>11 933 600</b>	<b>1 102 901</b>	<b>13 036 501</b>
Dichko Prokopiev Prokopiev	49.58%	-	45.38%
Global Capital OOD	24.14%	-	22.10%

Dichko Prokopiev owns directly and indirectly via Global Capital – 67,48% of the issued share capital.

As of December 31, 2014, a total of 1 306 000 ordinary shares, owned by Global Capital OOD, and 4 576 288 ordinary shares, owned by Dichko Prokopiev, are subject to repo transactions.

**IV. DATA ABOUT THE SHAREHOLDERS WITH SPECIAL CONTROL RIGHTS AND DESCRIPTION OF THESE RIGHTS**

There are no shareholders with special control rights.

**V. THE CONTROL SYSTEM IN EXERCISING THE VOTING RIGHT IN CASES WHEN OFFICIALS OF THE COMPANY ARE ALSO ITS SHAREHOLDERS AND WHEN THE CONTROL IS NOT EXERCISED DIRECTLY BY THEM**

<sup>2</sup>The shares pledged under repo-transactions, owned by Dichko Prokopiev and Global Capital OOD, are included in their percentage of holding.



There is no control system in exercising the voting right in cases when officials of the company are also its shareholders and when the control is not exercised directly by them.

**VI. LIMITATIONS OVER THE VOTING RIGHTS, SUCH AS LIMITATIONS OVER THE VOTING RIGHTS OF THE SHAREHOLDERS WITH A GIVEN PERCENT OR NUMBER OF VOTES, DEADLINE FOR EXERCISING THE VOTING RIGHTS OR SYSTEMS WHEREBY WITH THE COMPANY'S ASSISTANCE, THE FINANCIAL RIGHTS ATTACHING TO THE SHARES ARE SEPARATED FROM THE HOLDING OF SHARES**

There are no limitations over the voting rights.

**VII. AGREEMENTS AMONG THE SHAREHOLDERS, WHICH ARE KNOWN TO THE COMPANY AND WHICH MAY RESULT IN LIMITATIONS OVER THE TRANSFER OF SHARES OR THE VOTING RIGHT**

There are no agreements among the shareholders, which are known to the company and which may result in limitations over the transfer of shares or the voting right.

**VIII. THE PROVISIONS ABOUT THE APPOINTMENT AND DISMISSAL OF THE MEMBERS OF THE COMPANY'S MANAGEMENT BODIES AND ABOUT INTRODUCTION OF AMENDMENTS AND SUPPLEMENTS TO THE ARTICLES OF ASSOCIATION**

The General Meeting of Shareholders decides by a majority of more than a half of the shares with voting rights about the election and dismissal of members of the Board of Directors. Members of the Board of Directors are elected for a term of 5 years.

Members of the Board of Directors may be reelected without any limitations. After termination of their mandate, the Board of Directors shall continue to perform its functions until General Meeting of Shareholders elects a new Board of Directors.

**IX. THE POWERS OF THE COMPANY'S MANAGEMENT BODIES, INCLUDING THE RIGHT TO TAKE DECISIONS FOR THE ISSUE AND REDEMPTION OF SHARES IN THE COMPANY**

Enemona AD has one-tier management system. The bodies of the Company are the General Meeting of Shareholders and a Board of Directors.

The General Meeting of Shareholders includes shareholders entitled to vote. They attend the General Meeting either personally or through a person authorized by an express written authorization in compliance with Art. 116, Para.1 from LPOS.

The Company is managed by a Board of Directors elected by the General Meeting of Shareholders.

The company has a one-tier system of government – Board of Directors, consisting of:

***Members of the Board of Directors:***

1. Dichko Prokopiev Prokopiev – Chairman of the of Board of Directors;
2. Bogdan Dichev Prokopiev - Deputy Chairman of the Board of Directors;
3. Nikolay Filipov Filchev - Independent Member of the Board of Directors.

***Representatives:***

To third parties, the Company is jointly and independently represented by:

1. Dichko Prokopiev Prokopiev – Chief Executive Officer;
2. Bogdan Dichev Prokopiev - Executive Director;

Under Art. 37, Para. 1 of the Articles of Association of the Company within five years from registering in the Trade Register, the Board of Directors may decide to increase the capital to 100 million (one hundred million) by issuing new shares.

**X. SIGNIFICANT CONTRACTS OF THE COMPANY WHICH GIVE RISE TO ACTION, HAVE BEEN AMENDED OR TERMINATED DUE TO CHANGE IN THE CONTROL OF THE COMPANY UPON CARRYING OUT OF OBLIGATORY TENDER OFFER AND THE CONSEQUENCES THEREOF, SAVE FOR THE CASES WHEN THE DISCLOSURE OF SUCH INFORMATION MAY CAUSE SERIOUS DAMAGES TO THE COMPANY; THE EXCEPTION OF THE PREVIOUS SENTENCE SHALL NOT APPLY IN THE CASES WHEN THE COMPANY MUST DISCLOSE INFORMATION BY VIRTUE OF THE LAW**

There are no significant contracts of the Company which give rise to action, have been amended or terminated due to change in the control of the Company upon carrying out of an obligatory tender offer.

**XI. AGREEMENTS BETWEEN THE COMPANY AND ITS MANAGEMENT BODIES OR OFFICIALS FOR PAYMENT OF COMPENSATION UPON QUITTING OR DISMISSAL WITHOUT LEGAL GROUNDS OR UPON TERMINATION OF THE LABOR RELATIONS DUE TO REASONS, RELATED TO A TENDER OFFER**

There are no agreements between the Company and its management bodies or officials for payment of compensation upon quitting or dismissal without legal grounds or upon termination of the labour relations due to reasons, related to a tender offer.

**Date:**

**On behalf of the Management of Enemona AD:**



The stamp is circular with a blue border. Inside the border, the text "СОФИЯ" is at the top and "ЕНЕМОНА АД" is at the bottom. In the center, there is a stylized logo consisting of a cube-like shape. A blue ink signature is written across the stamp.

**Bogdan Dichev Prokopiev**  
**Executive Director**

## 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 December 31, 2014 and 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 standards, amendments to the existing standards and interpretations issued by the International Accounting Standards Board (IASB) 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);
- 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);

## **2. Accounting policy (continued)**

### **2.1. General financial reporting framework (continued)**

#### **Changes in IFRS (continued)**

##### ***Standards and Interpretations effective in the current period (continued)***

- 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 and adopted by the EU but not yet effective***

At the date of authorisation of these financial statements the following standards, amendments to the existing standards and interpretations issued by IASB and adopted by the EU were in issue but not yet effective:

- 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 - adopted by the EU on December 17, 2014 (amendments are to be applied for annual periods beginning on or after February 1, 2015);
- 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 - adopted by the EU on December 18, 2014 (amendments are to be applied for annual periods beginning on or after January 1, 2015);
- Amendments to IAS 19 Employee Benefits - Defined Benefit Plans: Employee Contributions - adopted by the EU on December 17, 2014 (effective for annual periods beginning on or after February 1, 2015),
- IFRIC 21 Levies, adopted by the EU on June 13, 2014 (effective for annual periods beginning on or after June 17, 2014).

##### ***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 (the effective dates stated below is for IFRS in full):

- IFRS 9 Financial Instruments (effective for annual periods beginning on or after January 1, 2018);
- IFRS 14 Regulatory Deferral Accounts (effective for annual periods beginning on or after January 1, 2016);
- IFRS 15 Revenue from Contracts with Customers (effective for annual periods beginning on or after January 1, 2017);

**2. Accounting policy (continued)**

**2.1. General financial reporting framework (continued)**

**Changes in IFRS (continued)**

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

- Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (effective for annual periods beginning on or after January 1, 2016);
- Amendments to IFRS 10 Consolidated Financial Statements, IFRS 12 Disclosure of Interests in Other Entities and IAS 28 Investments in Associates and Joint Ventures - Investment Entities: Applying the Consolidation Exception (effective for annual periods beginning on or after January 1, 2016);
- Amendments to IFRS 11 Joint Arrangements – Accounting for Acquisitions of Interests in Joint Operations (effective for annual periods beginning on or after January 1, 2016);
- Amendments to IAS 16 Property, Plant and Equipment and IAS 38 Intangible Assets - Clarification of Acceptable Methods of Depreciation and Amortisation (effective for annual periods beginning on or after January 1, 2016);
- Amendments to IAS 1 Presentation of Financial Statements - Disclosure Initiative (effective for annual periods beginning on or after January 1, 2016);
- Amendments to IAS 16 Property, Plant and Equipment and IAS 41 Agriculture - Agriculture: Bearer Plants (effective for annual periods beginning on or after January 1, 2016);
- Amendments to IAS 27 Separate Financial Statements - Equity Method in Separate Financial Statements (effective for annual periods beginning on or after January 1, 2016);
- Amendments to various standards Improvements to IFRSs (cycle 2012-2014) resulting from the annual improvement project of IFRS (IFRS 5, IFRS 7, IAS 19 and IAS 34) primarily with a view to removing inconsistencies and clarifying wording (amendments are to be applied for annual periods beginning on or after January 1, 2016).

The Entity 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 Entity 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 entity'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 balance sheet date.

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.

## **2. Accounting policy (continued)**

### **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 an accrual basis, under the going concern assumption. The management believes that the Company will continued its normal operations through self-financing, increasing the operations efficiency, financial support from the major shareholder where necessary, and the restructuring of the Company's financial liabilities, including bank loans. Further, the execution of activities under construction contracts at of the date of issue of these financial statements, as well as the estimated return on an exposure to a State institution as disclosed in note 32, will provide additional resources to settle the financial liabilities of the Company. Accordingly, the Company believes that it has adequate resources to continue its operating activities in the foreseeable future, which is not less than 12 months from the date of issue of these financial statements.

These separate financial statements should be considered together with the Company's consolidated financial statements for the year ended December 31, 2014. The consolidated financial statements will be issued after the date of issue 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).

### **2.4. 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 December 31, 2014 are stated in these financial statements at the closing exchange rate of BNB.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**3. Critical accounting judgements and key sources of estimation uncertainty**

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

**3.1. Revenue and expenses under construction contracts**

Construction contract revenue is recognised by reference to the stage of completion of each construction contract. The stage of completion is determined on the basis of information available about total contract revenue and costs. 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 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 estimated future cash flows discounted at the initial effective interest rate. When determining the expected future cash flows, the Company analyses the financial capabilities of its debtors and the estimated receivables collection period. As of the date of preparation of these financial statements, management is in the process of reviewing its financial assets for impairment.

**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 and economic 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 deterioration in cash flows and decline in income and as a result to substantial worsening of the economic environment in which the Company operates. Further, the entity is exposed to significantly higher price, market, credit, liquidity, interest, operating and other risks. As a result, uncertainty about customers ability to settle their liabilities in accordance with contracted terms increases. Therefore, the amount of impairment losses on interest-bearing loans granted, receivables from customers, and the value of other accounting estimates in subsequent periods could significantly differ from those estimated and reported in these separate financial statements.



NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

4. **Property, plant and equipment**

	Land	Buildings	Machinery and equipment	Vehicles	Other	Acquisition cost of fixed assets	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
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	-	-	87	8	61	9	165
Transfers	-	(4,612)	-	-	-	-	(4,612)
Disposals	-	(3,375)	(342)	(127)	(208)	-	(4,052)
DECEMBER 31, 2014	5,608	8,807	4,801	4,428	2,732	5,797	32,173
<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
Disposals	-	(1,004)	(152)	(490)	(12)	-	(1,658)
Impairment recognized in the separate statement of comprehensive income	-	-	5	-	-	-	5
DECEMBER 31, 2013	-	1,885	3,764	2,559	2,016	24	10,248
Depreciation charge	-	278	477	300	239	-	1,294
Transfers	-	(604)	-	-	-	-	(604)
Disposals	-	(574)	(309)	(102)	(177)	-	(1,162)
Impairment recognized in the separate statement of comprehensive income	-	-	-	-	-	15	15
DECEMBER 31, 2014	-	985	3,932	2,757	2,078	39	9,791
<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
DECEMBER 31, 2014	5,608	7,822	869	1,671	654	5,758	22,382

As of December 31, 2014 and 2013 property, plant and equipment with carrying amount of BGN 101 thousand and BGN 756 thousand, respectively, are leased under financial lease contract (see note 13).

As of December 31, 2014 and 2013 property, plant and equipment with carrying amount of BGN 13,353 thousand and BGN 15,343 thousand, respectively, are pledged as collateral under bank loan agreements (see note 12).

During 2014 the Company considered that used insignificant part of its buildings of EUR 4,008 in business activity, therefore elect to re classify them from own occupied to investment property with the intention to use them for rent or capital gains. As of the transfer date no result is recognised in profit and loss account.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

#### 4.1 Investment property

As of 31 December 2014 the Company measured its investment properties using fair value, appreciated by professional valuator. The change in the fair value is presented in note 23 in the statement of comprehensive income.

As of December 31, 2014 investment properties with a market value of 10,361 thousand are pledged as collateral for bank loan agreements (see note 12).

#### 5. Intangible assets

	Property rights	Software	Total
<i>Cost</i>			
JANUARY 1, 2013	1,447	258	1,705
Additions	-	-	-
Disposals	-	-	-
DECEMBER 31, 2013	1,447	258	1,705
DECEMBER 31, 2014	1,447	258	1,705
<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	59	10	69
Disposals	-	(22)	(22)
DECEMBER 31, 2014	1,011	212	1,223
<i>Net book value</i>			
JANUARY 1, 2013	619	68	687
DECEMBER 31, 2013	495	34	529
DECEMBER 31, 2014	436	23	459

#### 6. Investments in subsidiaries and associates

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

	As of 31.12.2014	As of 31.12.2013
Investments in subsidiaries	14,504	17,108
Impairment of investment in subsidiaries – note 6.1	(1,656)	(1,656)
Investment in subsidiaries, net – note 6.1	12,848	15,452
Investments in associates – note 6.2	4	4
TOTAL INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES	12,852	15,456

ENEMONA AD

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)

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 December 31, 2014 and 2013 are as follows:

COMPANY	DESCRIPTION OF ACTIVITY	SHARE		CARRYING AMOUNT	
		As of 31.12.2014	As of 31.12.2013	As of 31.12.2014	As of 31.12.2013
Enemona Utilities AD	Electricity trading	92,25%	92,25%	1,640	1,640
EESF REIT	Company with special investment purpose – securitization of receivables	37,28%	88,20%	2,331	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%	361	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%	1,903	1,886
Nevrocop-gas AD	Gas trading	90,00%	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, repairation, servicing and engineering works	100,00%	100,00%	60	60
Regionalgas AD	Gasification projects	50,00%	50,00%	-	-
<b>TOTAL</b>				<b>12,848</b>	<b>15,452</b>

## 6. Investments in subsidiaries and associates (continued)

### 6.1. Investments in subsidiaries (continued)

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

The management of Enemona AD considers that the investments in Regionalgas AD and Hemusgas AD do not represent joint-controlled activity, as the Company manages the financial and operating policy of these companies.

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.

On August 20, 2014 an agreement for sale of 1,143,000 shares of the capital of EESF REIT, representing 25,66% of the capital has been signed. The Company has the right to buy back the shares within a 3-year period and agrees to buy back the shares after the expiration of the 3-year term at a fixed price. In the present interim separate financial statements, the transaction has been presented as a sale and the Company has reported gain from sale at the amount of BGN 396 thousand, due to the fact that the buyer has a right of dividend and voting right in the general meeting of shareholders of EESF REIT. The Company has committed to securing a minimum fixed return on the shares for the investor. While The Company performs its obligations during the contract duration, it considered that holds the control over the potential voting rights. During 2014 the company sold a total of 629,000 more shares in the capital of the EESF REIT as a net profit of 181 thousand.

On August 5, 2014 the Company has signed an agreement for sale of 89 466 shares of the capital of FINI REIT, representing 13,76 % of the capital of the subsidiary. The market price is BGN 1 per share and the Company does not report a financial result from the transaction.

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 December 31, 2014 and 2013 are as follows:

COMPANY	SHARE		CARRYING AMOUNT	
	As of 31.12.2014	As of 31.12.2013	As of 31.12.2014	As of 31.12.2013
Alpha Enemona OOD	40%	40%	4	4
TOTAL			4	4

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

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

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

**6.2 Investments in associates (continued)**

Summarized financial information of the associated companies as of December 31, 2014 and 2013 is as follows:

Alfa Enemona OOD	As of 31.12.2014	As of 31.12.2013
Total assets	312	359
Total liabilities	46	50
Net assets	266	309
Share of the Company in net assets of the associated company	106	124
Alfa Enemona OOD	Year ended 31.12.2014	Year ended 31.12.2013
Total revenue	720	814
Profit for the period	266	282
Share of the Company in the profit of the associated company	106	113

**7. Current and non-current loans and advances**

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

	As of 31.12.2014	As of 31.12.2013
<i>Non-current loans and advances</i>		
Loans granted to employees	956	1,067
Receivables on ESCO contracts – non-current portion	3,704	3,976
Cessions receivables	1,708	3,268
Other assets	12	10
Discount of receivables under ESCO contracts – non-current portion	(972)	(1,101)
<b>TOTAL NON-CURRENT LOANS AND ADVANCES</b>	<b>5,407</b>	<b>7,220</b>
Impairment of loans granted to employees	(597)	(597)
<b>TOTAL NON-CURRENT LOANS AND ADVANCES, NET</b>	<b>4,811</b>	<b>6,623</b>
<i>Current loans and advances</i>		
Receivables on ESCO contracts – current portion	1,993	2,090
Cessions receivables	4,977	3,135
Loans granted to related parties (note 27)	-	298
Loans granted to non-related parties	9,382	11,279
Discount of receivables under ESCO contracts – current portion	(86)	(94)
<b>TOTAL CURRENT LOANS AND ADVANCES</b>	<b>16,266</b>	<b>16,708</b>
Impairment of loans granted to non-related parties	(1,030)	(3,782)
<b>TOTAL CURRENT LOANS AND ADVANCES, NET</b>	<b>15,236</b>	<b>12,926</b>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**7. Current and non-current loans and advances (continued)**

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

Receivables under ESCO contracts of the Company 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 December 31, 2014 and 2013 represent the value of a cessed receivable to a local company.

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

	As of 31.12.2014	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	<u>1,627</u>	<u>4,379</u>

**8. Inventories**

	As of 31.12.2014	As of 31.12.2013
Materials	3,377	7,900
Finished goods	-	797
Work in progress	123	156
TOTAL INVENTORIES	<u>3,500</u>	<u>8,853</u>

As of December 31, 2014 and 2013 the Company has accrued impairment of inventories at the amount of BGN 84 thousand and BGN 118 thousand, respectively.

As of December 31, 2014 inventories at cost amount of BGN 3,137 thousand (2013: BGN 8,488 thousand) are pledged as collateral under a loan (see also note 12).

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**9. Trade and other receivables**

	As of 31.12.2014	As of 31.12.2013
Receivables from customers	16,140	19,242
Retentions	5,354	6,107
Receivables from related parties (note 27)	594	2,097
Advance payments to supplier	17,336	8,491
Advances to employees	223	328
Other receivables	3,657	4,509
<b>TOTAL TRADE AND OTHER RECEIVABLES</b>	<b>43,304</b>	<b>40,774</b>
Impairment of receivables from customers	(3,765)	(5,870)
<b>TOTAL TRADE AND OTHER RECEIVABLES, NET</b>	<b>39,539</b>	<b>34,904</b>

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

	As of 31.12.2014	As of 31.12.2013
BALANCE AT THE BEGINNING OF THE YEAR	5,870	5,936
Recognized loss from impairment of receivables	4	57
Recovered during the year	(2,109)	(123)
<b>BALANCE AT THE END OF THE YEAR</b>	<b>3,765</b>	<b>5,870</b>

Following the requirements of IAS 39, the Company has developed qualitative and quantitative measures for assessment of risks, related to its expositions to clients and to determine the allowance for impairment for accounting purposes on individual basis.

These qualitative and quantitative measures for assessment of risks include overdue receivables, credit status, deterioration of the market position of the client and change of the legal environment in which the Company operates.

Every exposition is assessed individually and if any risks are identified, based on the description above, allowance for impairment is accrued. Determining the allowance for impairment includes and the expected cash flows, taking into account the specific circumstances.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**9. Trade and other receivables (continued)**

Receivables which are overdue less than 1 year are not considered impaired due to the nature of the operating cycle of the Company. Trade and other receivables include receivables which are overdue more than 1 year, but management believes that they are recoverable because there is no deterioration in the customers' credit status. Receivables from customers which are overdue, but not impaired are as follows:

	As of 31.12.2014	As of 31.12.2013
1 – 1,5 years	1,062	635
1,5 – 2 years	799	1,126
Over 2 years	2,922	3,060
<b>TOTAL</b>	<b>4,783</b>	<b>4,821</b>

Receivables from customers, which are overdue but not impaired, are not collateralized and the Company has no legal rights to off-set these receivables against its own receivables to respective counterparties.

The ageing analysis of the impaired receivables from customers as of December 31, 2014 and 2013 is as follows:

	As of 31.12.2014	As of 31.12.2013
1 - 1.5 years	295	2
1.5 – 2 years	1,215	420
Over 2 years	4,496	7,264
<b>Total</b>	<b>6,006</b>	<b>7,686</b>

**10. Cash and cash equivalents**

	As of 31.12.2014	As of 31.12.2013
Cash at banks	1,879	250
Restricted cash at bank	61	178
Cash in hand	12	428
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>1,952</b>	<b>856</b>

As of December 31, 2014 restricted cash at the amount of BGN 61 thousand (2013: BGN 178 thousand) represents cash in bank account restricted as collateral under guarantees issued.

For the separate statement of cash flows purposes restricted cash is not included in cash and cash equivalents.



NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

## 11. Share capital and premium reserves

The share capital includes:

	As of 31.12.2014	As of 31.12.2013
Ordinary shares – note 11.1	11,934	11,934
Preferred shares – note 11.2	1,103	1,103
<b>TOTAL SHARE CAPITAL</b>	<b>13,037</b>	<b>13,037</b>
Premium from share issuance – note 11.3	8,739	8,739
<b>TOTAL SHARE CAPITAL AND PREMIUM RESERVES</b>	<b>21,776</b>	<b>21,776</b>

### 11.1. Ordinary shares

	As of 31.12.2014	As of 31.12.2013
Number of shares	11,933,600	11,933,600
Nominal value per share in BGN	1	1
<b>SHARE CAPITAL – ORDINARY SHARES</b>	<b>11,934</b>	<b>11,934</b>

As of December 31, 2014 and 2013 the ownership over the ordinary shares is as follows:

	As of 31.12.2014	%	As of 31.12.2013	%
Dichko Prokopiev Prokopiev	6,952,533	58,26	5,916,518	49,58
Other shareholders	4,981,067	41,74	6,017,082	50,42
<b>TOTAL ORDINARY SHARES</b>	<b>11,933,600</b>	<b>100.00</b>	<b>11,933,600</b>	<b>100.00</b>

The share capital of ordinary shares is fully paid in as of December 31, 2014 and 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. Share capital and premium reserves (continued)

### 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 cash received is allocated as follows:

	Upon initial recognition	As of 31.12.2014	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	1,923	2,619
Dividend payables on preferred shares	-	2,672	2,199
<b>TOTAL CASH RECEIVED</b>	<b>10,940</b>	<b>11,123</b>	<b>11,346</b>

### 11.3. Premium from share issuance

	As of 31.12.2014	As of 31.12.2013
Balance as of January 1 (Prior period loss coverage)	8,739	8,739
Balance as of December 31	-	-
	<u>8,739</u>	<u>8,739</u>

### 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.

### 11.5. Revaluation reserve

As of December 31, 2014 the Company reported in retained earnings the amount of EUR 1, 533 thousand, representing revaluation reserve of building properties, valued in 2007 and classified to retained earnings in 2008. The revaluation reserve is not subject of distribution to the shareholders.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**12. Loans****12.1 Loans repayment term**

Loans received by the Company according to their contractual repayment term are, as follows:

	As of 31.12.2014	As of 31.12.2013
Up to 1 year	66,774	59,684
Over one year	10,397	6,725
<b>TOTAL LOANS</b>	<b>77,141</b>	<b>66,409</b>

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

Loans received by the Company as of December 31, 2014 and 2013 are as follows:

	As of 31.12.2014	As of 31.12.2013
Borrowings from financial institutions – Note 12.2	63,052	63,161
Loans from related parties – Note 27	12,576	1,178
Loans from non-related parties – Note 12.3	1,513	2,070
<b>TOTAL LOANS</b>	<b>77,141</b>	<b>66,409</b>

**12.2 Borrowings from financial institutions**

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

	Note	As of 31.12.2014	As of 31.12.2013
Credit line – SG Expressbank AD	(a)	17,566	18,296
Credit lines – Unicredit Bulbank AD	(b)	19,020	19,199
Investment loans – DSK Bank AD	(c)	9,528	10,227
Credit line – D Bank	(d)	-	1,412
Investment loan – Unicredit Bulbank AD	(e)	1,580	2,087
Credit line – ING Bank AD	(f)	450	1,178
Credit line – MKB Unionbank AD	(g)	-	1,181
Credit lines – International Asset Bank AD	(h)	3,805	2,772
Overdraft – Investbank AD	(i)	10,355	4,409
Credit lines – Alfa bank	(j)	-	1,196
Corporate credit cards – Unicredit Bulbank AD	(k)	1	2
Credit cards – ING Bank AD	(l)	55	-
<b>TOTAL LOANS FROM FINANCIAL INSTITUTIONS</b>		<b>62,360</b>	<b>61,959</b>

As of December 31, 2014 the Company has received the amount of BGN 692 thousand (1,202 thousand as of December 31, 2013) on short-term borrowings from non-financial institutions

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**12. Loans (continued)**

**12.2 Borrowings from financial institutions (continued)**

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 December 31, 2014 BGN 13,327 thousand have been utilized.

In July 2011 the Company has signed a contract for financing of construction and assembly activities, with a total limit of EUR 5,000 thousand. As of December 31, 2014 the amount of BGN 4,239 thousand have been utilized.

- (b) As of December 31, 2014 the Company has utilized BGN 15,706 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 December 31, 2014
  - Total amount of EUR 600 thousand, of which EUR 500 thousand - for working capital. The amount utilised as of December 31, 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 December 31, 2014 is BGN 1,887 thousand
  - Total amount of BGN 2,100 thousand, of which BGN 2,000 thousand – for working capital. The amount utilised as of December 31, 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 December 31, 2014 the Company has utilized BGN 9,528 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. Loans are secured by a pledge of receivables on certain contract. The amount is fully repaid as of December 31, 2014.
- (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 December 31, 2014 the utilized amount is BGN 1,580 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 December 31, 2014 the utilized amount is BGN 450 thousand as overdraft. The two credit lines, securing working capital needs for the execution of specific contracts are fully repaid. As a

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**12. Loans (continued)**

**12.2 Borrowings from financial institutions (continued)**

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 with MKB Unionbank AD for financing a certain contract. The total amount is EUR 4,800 thousand and of which EUR 2,500 thousand for working capital. The amount is fully repaid as of December 31, 2014. Loans are secured by pledge on receivables on the respective contract.

(h) As of December 31, 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 3,050 thousand, of which BGN 2,900 thousand are for working capital. The total amount of the four credit lines is 8,786 thousand and utilized amount to December 31, 2014 is 3,805 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 25,079 thousand as an overdraft and credit line. As of December 31, 2014 the Company has utilized BGN 10,355 thousand, securing working capital needs for the execution of a certain contracts. The loan 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. Loans are secured by a pledge of receivables on certain contract. The amount is fully repaid as of December 31, 2014.

(k) The Company has signed an agreement with UniCredit Bulbank AD for issuing corporate credit cards with a limit of BGN 100 thousand. The outstanding amount as of December 31, 2014 is BGN 1 thousand.

(l) The Company has signed an agreement with ING Bank AD for issuing corporate credit cards with a limit of BGN 195 thousand. The outstanding amount as of December 31, 2014 is BGN 55 thousand.

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 December 31, 2014 the Company has no liabilities on loans related to the credit facility.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**12. Loans (continued)****12.2 Borrowings from financial institutions (continued)**Covenants under loan contracts

In accordance with the provisions of the bank loans, the Company should comply with a number of financial covenants. As of December 31, 2014 and 2013 the Company is in compliance with all financial covenants.

**12.3. Loans from non-related parties**

As of December 31, 2014 the loans from non-related parties consist from unsecured loans from Enida Engineering AD, Izolko OOD, SIP OOD and DZZD Consortium Emis at the amount of BGN 14 thousand, BGN 287 thousand, BGN 12 thousand and 1,199 thousand, respectively. . The loans have interest rates between 8% and 9% and maturity in 2014.

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.

**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 31.12.2014	As of 31.12.2013	As of 31.12.2014	As of 31.12.2013
Liabilities under finance lease with maturity:				
Up to 1 year	61	80	60	78
Between 2 and 5 years	35	95	31	87
<b>TOTAL LIABILITIES</b>	<b>96</b>	<b>175</b>	<b>91</b>	<b>165</b>
Less: future finance charges	(5)	(10)	-	-
<b>PRESENT VALUE OF LIABILITIES</b>	<b>91</b>	<b>165</b>	<b>91</b>	<b>165</b>

**14. Provisions**

Provisions represent accruals for unused paid leave at the amount of BGN 242 thousand and BGN 358 thousand as of December 31, 2014 and 2013, respectively. The Company has accrued provision at the amount of BGN 1,875 thousand and BGN 3,035 thousand as of December 31, 2014 and 2013, respectively, for performance of contractual obligations under construction agreements.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

### 15. Long-term employee benefits

In accordance with the Bulgarian Labour Code, upon termination of labour contracts, when the employee is entitled to retirement benefits, the Company owes severance payments of 2 gross monthly salaries. In case the employee has worked for more than 10 years with the Company, the severance payment is 6 gross monthly salaries. As of December 31, 2014 the Company has accrued BGN 399 thousand for provision of long-term employee benefits as the provision is calculated by a licensed actuary.

The basic assumptions, used by the licensed actuary for calculation of the present value of liabilities are based on:

- Demographic assumptions
- Mortality chart
- Invalidation chart
- Retirement probability
- Financial assumptions
- Salary growth
- Discount rate – due to the long-term nature of the liability, a 6% discount rate has been applied.

Movements in the present value of the defined benefit obligation in the current period are presented below:

	Year ended 31.12.2014	Year ended 31.12.2013
AS OF JANUARY 1	368	62
Interest cost	13	16
Current service cost	77	141
Benefits paid	(97)	(67)
Actuarial losses	38	216
AS OF DECEMBER 31	<u>399</u>	<u>368</u>

### 16. Trade and other payables

	As of 31.12.2014	As of 31.12.2013
Payables to suppliers	13,615	16,163
Payables to related parties (note 27)	3,774	2,803
Payables for dividends on preferred shares	2,672	2,199
Payables to staff	4,694	2,199
Payables to social insurance organizations	6,654	4,664
Payables for VAT liabilities in Bulgaria and abroad	2,525	4,371
Payables under tax liabilities on individuals in Bulgaria and abroad	3,873	2,265
Other payables	3,234	3,207
TOTAL TRADE AND OTHER PAYABLES	<u>41,041</u>	<u>37,871</u>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**17. Revenue**

	Year ended 31.12.2014	Year ended 31.12.2013
Revenue from construction contracts	61,945	60,615
Revenue from sales of assets	10,299	-
Revenue from services	279	219
<b>TOTAL REVENUE</b>	<b>72,523</b>	<b>60,834</b>

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

	As of 31.12.2014	As of 31.12.2013
Construction costs incurred plus recognized profits less recognized losses to date	294,611	244,779
Less: Progress billings	(262,010)	(223,803)
	<u>32,601</u>	<u>20,976</u>
Gross amounts presented in the separate statement of financial position comprise:		
Gross amount due from customers under construction contracts	34,731	23,470
Gross amount due to customers under construction contracts	(2,130)	(2,494)
	<u>32,601</u>	<u>20,976</u>

Retentions held by customers for contract work amounted to BGN 5,354 thousand and BGN 6,107 thousand for December 31, 2014 and 2013, respectively. Advances received from customers for contract work amount to BGN 5,854 thousand and BGN 14,199 thousand for December 31, 2014 and 2013, respectively. Gross amount could contains receivables that may not be collected in the usual time for collection of the construction contracts revenue.

As of December 31, 2014 and 2013 the Company reviewed for objective evidences for impairment of the gross amount due from clients on construction contracts in order to ensure that the carrying amount of the asset does not exceed the present value of the expected future cash flows.

**18. Investment revenue**

	Year ended 31.12.2014	Year ended 31.12.2013
Interest income	1,787	2,497
Dividend income	182	861
Foreign exchange gains	51	8
<b>TOTAL INVESTMENT REVENUE</b>	<b>2,020</b>	<b>3,366</b>



NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
 All amounts are in thousand Bulgarian Levs, except otherwise stated

**19. Materials and consumables used**

	Year ended 31.12.2014	Year ended 31.12.2013
Materials for main activities	15,395	25,612
Book value of assets sold	2,965	5,610
Expenses for instruments	64	371
Electric power	211	216
Fuels	58	103
Spare parts	27	37
Stationery	198	193
<b>TOTAL MATERIALS AND CONSUMABLES USED</b>	<b>18,918</b>	<b>32,142</b>

**20. Hired services**

	Year ended 31.12.2014	Year ended 31.12.2013
Under agreements with subcontractors	16,135	10,765
Services with mechanization	1,122	1,545
Transportation	1,059	1,635
Legal, consulting and mediatory services	2,115	1,403
Insurances	1,334	726
Advertising	24	7
Telecommunications	165	173
Rents	2,134	2,836
Design	194	842
Heating	24	51
Working permissions and tender documentation	13	63
Start-up and commissioning works and control	523	1,086
Software licenses and maintenance of hardware	227	247
Security	66	59
Translations	124	124
Courier services	71	125
Other services	106	101
<b>TOTAL HIRED SERVICES</b>	<b>25,436</b>	<b>21,788</b>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**20. Hired services (continued)**

In the statement of comprehensive income for the year ending December 31, 2014, expenses for fees, mortgages and guarantees at the amount of BGN 2,303 thousand and expenses for bank fees at the amount of BGN 470 thousand are transferred in Finance cost in note 24 at Finance costs on construction contracts at the amount of BGN 4,238 thousand and at Fees, mortgages, guarantees at the amount of BGN 919 thousand. The comparative information for the year ending December, 31, 2013 is updated, as expenses for fees, mortgages and guarantees at the amount of BGN 1,781 thousand and bank fees at the amount of BGN 206 thousand are disclosed in Finance cost in note 24 at Finance costs on construction contracts at the amount of BGN 1,332 thousand and at Fees, mortgages, guarantees at the amount of BGN 655 thousand. The update is with the aim of better presentation of finance cost in the separate statement of comprehensive income.

**21. Employee benefits expenses**

	Year ended 31.12.2014	Year ended 31.12.2013
Remunerations under labour contracts	18,749	20,730
Remunerations under management contracts	187	189
Civil contracts	194	73
Social and health securities	2,749	3,256
Food	179	814
Compensated leaves	32	311
Other expenses	1,518	690
<b>TOTAL EMPLOYEE BENEFITS EXPENSES</b>	<b>23,608</b>	<b>26,063</b>

**22. Other expenses**

	Year ended 31.12.2014	Year ended 31.12.2013
Business trips	2,655	2,869
Expenses for one-off taxes and fees	253	263
Obsolete non-current assets	338	155
Entertainment expenses	16	12
Donations	91	60
Other	64	62
<b>TOTAL OTHER EXPENSES</b>	<b>3,417</b>	<b>3,421</b>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**23. Other gains / (losses), net**

	Year ended 31.12.2014	Year ended 31.12.2013
Revenue from sale of investments in subsidiaries	3,108	160
Costs related to the sale of investments	(7)	-
Carrying amount of sold investments in subsidiaries	(2,524)	(120)
Profit from sale of investments in subsidiaries	577	40
Subsequent premiums from sale of investments in subsidiaries	-	120
Discount of a transfer of receivables from customers	(1,087)	-
Loss from sale of receivables	-	(257)
Effect from the sale of receivables under ESCO contracts, net of income in an effective interest rate	(5)	-
Loss from discounting of receivables on ESCO contracts	(165)	-
Accrual of a provision of impaired receivables	(4)	-
Reversal of allowance for impairment of receivables	2,211	123
Reversal of allowance for impairment of investments	-	756
Provision for contractual obligation – note 14	(1,875)	(3,035)
Reversal of contractual provision on a construction contract	2,887	-
Adjustment of gross amount vary the volume of contracts	(2,157)	-
Reversal of provision on loans and receivables	2,752	-
Rent income	273	311
Revaluation of investment properties	6,330	-
Revenue from consulting services	-	304
Expenses on disputes	(166)	-
Penalties and other, net	(503)	(1,173)
<b>TOTAL OTHER GAINS/ (LOSSES), NET</b>	<b>9,068</b>	<b>(2,811)</b>

The rebate from discounting of receivables represents discount at additional recognition of ESCO receivables. He used discount factor approximates the discount for the sale of these receivables.

**24. Finance cost**

	Year ended 31.12.2014	Year ended 31.12.2013
Interest expense	4,238	2,934
Finance costs on construction contracts	4,238	3,297
Fees, mortgages, guarantees	919	655
Expenses on financial liability on preferred shares	420	490
Foreign exchange losses	107	76
<b>TOTAL FINANCE COST</b>	<b>9,922</b>	<b>7,452</b>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**25. Taxation**

Deferred taxes are as follows:

	As of 31.12.2014	As of 31.12.2013
Deferred tax assets		
Impairment of receivables	529	1,026
Deductible tax loss	873	-
Impairment of investments in subsidiaries	166	166
Impairment of other assets	12	14
Provisions	272	190
<b>TOTAL DEFERRED TAX ASSETS</b>	<b>1,852</b>	<b>1,396</b>
Deferred tax liabilities		
Investment properties	633	-
Non-current assets	649	829
<b>TOTAL DEFERRED TAX LIABILITIES</b>	<b>829</b>	<b>829</b>
<b>DEFERRED TAX ASSETS, NET</b>	<b>1,282</b>	<b>567</b>

Deferred tax assets and liabilities as of December 31, 2014 and 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 December 31, 2014 and 2013 amount to BGN 173 thousand and BGN 557 thousand, respectively.

Income tax expenses for the year ended December 31, 2014 and 2013 are as follows:

	Year ended 31.12.2014	Year ended 31.12.2013
Current income tax expense	-	-
Deferred tax in relation to occurrence and reversal of temporary differences	(3)	2,012
<b>TOTAL TAX EXPENSE</b>	<b>(3)</b>	<b>2,012</b>

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**25. Taxation (continued)**

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

	Year ended 31.12.2014	Year ended 31.12.2013
Profit before taxation	138	(24,126)
Applicable tax rate	10%	10%
Tax by applicable tax rate	14	(2,413)
Tax effect of the non-deductible and non-taxable positions	(17)	4,425
Effect of different tax rates in other tax jurisdictions	-	-
<b>TAX EXPENSE</b>	<b>3</b>	<b>2,012</b>
<b>EFFECTIVE TAX RATE</b>	<b>(2%)</b>	<b>(8%)</b>

**26. 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.

	Year ended 31.12.2014	Year ended 31.12.2013
Profit for allocation between the shareholders in BGN		(26,138,201)
Weighted-average number of ordinary shares		11,933,600
Basic earnings per share (in BGN)		(2.19)

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

**27. 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

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**Related parties transactions  
(continued)**

“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	Year ended 31.12.2014	Year ended 31.12.2013
Enemona Utilities AD	58	372
EMKO AD	90	63
FINI SPV	4	5
TFEZ Nikopol EAD	-	2
EESF SPV	80	766
Alfa Enemona OOD	115	104
Eco Invest Holding	1	1
G Oil Expert EOOD	5	5
<b>TOTAL INCOME FROM RELATED PARTIES</b>	<b>353</b>	<b>1,318</b>

The table below discloses the expenses for related party transactions:

	Year ended 31.12.2014	Year ended 31.12.2013
Enemona Utilities AD	837	73
EMKO AD	1,762	1,737
Artanes Mining Group AD	11	-
<b>TOTAL EXPENSES TO RELATED PARTIES</b>	<b>2,610</b>	<b>1,810</b>

The related party expenses in 2014 represent expenses for electricity, interest expenses under loan agreements with Enemona Utilities AD and expenses under construction contracts with EMKO AD as a subcontractor.

## 27. Related parties transactions (continued)

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

	As of 31.12.2014	As of 31.12.2013
Enemona Utilities AD	(641)	94
Esco Engineering AD	38	38
Pirin Power AD	4	4
EESF SPV	998	1,449
Nevrokop gas AD	-	15
Hemusgas AD	13	13
“EMKO” AD	71	677
“FINI” SPV	2	-
TFEZ Nikopol EAD	106	105
“G Oil Expert” EOOD	2	-
„Alfa Enemona” OOD	1	-
<b>TOTAL RECEIVABLES FROM RELATED PARTIES</b>	<b>594</b>	<b>2,395</b>

Receivables from related parties comprise loans to related parties and trade receivables. The Company presents in Trade and other liabilities the interest liabilities netted off, respectively the receivables of Enemona Utilities AD are at the amount of BGN 122 thousand and the interest liabilities are at the amount of BGN 763 thousand, or net receivable of BGN (641) thousand.

The table below presents balances of payables to related parties as of December 31, 2014 and 2013:

	As of 31.12.2014	As of 31.12.2013
Enemona Utilities AD	12,888	1,230
Esco Engineering AD	4	3
“G Oil Expert” EOOD	20	-
EESF SPV	814	-
EMKO AD	2,624	2,748
<b>TOTAL PAYABLES TO RELATED PARTIES</b>	<b>16,350</b>	<b>3,981</b>

Payables to related parties comprise payables on loans (note 12) and trade payables (note 16).

Receivables and payables from/to related parties are uncollateralized and are expected to be settled through cash payments. There are no guarantees provided or received in relation to this transaction. There is no impairment accrued on receivables from related parties.

In 2014 and 2013 the management personnel has received remuneration at the amount of BGN 187 thousand and BGN 189 thousand.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

## 28. Geographical information

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

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	
	Year ended 31.12.2014	Year ended 31.12.2013	As of 31.12.2014	As of 31.12.2013
Bulgaria	45,183	28,072	20,767	29,631
Slovakia	15,542	19,809	962	452
Germany	4,958	11,660	595	330
Norway	319	743	11	5
Great Britain	4,520	272	47	6
Other	2,001	59	-	-
	<u>72,523</u>	<u>60,615</u>	<u>22,382</u>	<u>30,424</u>

## 29. Financial instruments, financial risk and capital management

### Categories of financial instruments

	As of 31.12.2014	As of 31.12.2013
<b>Financial assets</b>		
Loans and receivables	94,317	77,923
Cash and cash equivalents	1,952	856
	<u>96,269</u>	<u>78,779</u>
<b>Financial liabilities</b>		
Financial liabilities at amortized cost	120,196	107,064

Loans and receivables consist of loans granted by the Company including other current assets and other non-current assets as well as trade and other receivables, gross amounts due from customers on construction contracts and financial instruments held for trading.

Financial liabilities at amortized cost include loans granted to the Company, lease liabilities as well as trade and other payables, dividends payable on preferred shares.

### Fair value estimation of financial instruments, measured at fair value

IFRS 7 „Financial instruments: Disclosure” requires additional the disclosures to the financial statements to include information for fair value measurement of financial assets and liabilities which are not presented at fair value in the statement of financial position.



NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**29. Financial instruments, financial risk and capital management(continued)**

**Fair value estimation of financial instruments, measured at fair value(continued)**

The following table presents information for the carrying amount and fair value of financial assets and liabilities:

	Carrying amount		Fair value	
	As of 31.12.2014	As of 31.12.2013	As of 31.12.2014	As of 31.12.2013
<b>Financial assets</b>				
Loans and borrowings	94,317	77,923	94,317	77,923
Cash and cash equivalents	1,952	856	1,952	856
<b>Financial liabilities</b>				
Financial liabilities at amortized cost	120,196	107,064	120,196	107,064

The management's estimate is that the fair value of financial instruments is approximate to their carrying amount as most of them are current.

*Credit risk*

The Company is exposed to credit risk in case the clients fail to meet their obligations.

The accounts with the main contractors of the Company are as follows:

Name	Type	Carrying amount of receivable as of 31.12.2014	Carrying amount of receivable as of 31.12.2013
Contractor 1	Abroad	5,253	6,916
Contractor 2	Abroad	2,108	1,339
Contractor 3	Abroad	1,964	786
Contractor 4	Abroad	1,685	684
Contractor 5	In the country	1,305	1,386

The carrying amount of financial assets recorded in the separate financial statements, which is net of impairment losses, represents the Company's maximum exposure to credit risk. The trade and other receivables and the gross amount due from customers on construction contracts are not secured.

The gross amount due to customers under construction contracts and loans granted and receivables is not included when determining the credit risk exposure.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

**29. Financial instruments, financial risk and capital management (continued)**

*Liquidity risk*

Liquidity risk is the risk that the Company may have difficulties in meeting its obligations related to settling financial liabilities, which require payment of cash, cash equivalents or other financial asset. Liquidity risk arises from the time difference between the agreed maturity of monetary assets and liabilities and the possibility that debtors may not be able to settle their obligations to the Company in terms due.

As of December 31, 2014 and 2013 undiscounted cash flows on financial liabilities of the Company, analysed by residual term as of the date of the separate statement of financial position until the date of subsequent negotiating or maturity are, as follows:

<b>As of December 31, 2014</b>	From 1 to 3 months	From 3 months to 1 year	From 1 year to 5 years	Total
<i>Financial liabilities</i>				
Trade and other payables	25,254	15,787	-	41,041
Loans	6,259	64,669	12,459	83,387
Finance lease liabilities	16	44	36	96
Finance liability on preferred shares	-	-	2,416	2,416
<b>Total financial liabilities</b>	<b>31,529</b>	<b>80,500</b>	<b>14,911</b>	<b>126,940</b>
<i>Liquidity risk</i>				
<b>As of December 31, 2013</b>	From 1 to 3 months	From 3 months to 1 year	From 1 year to 5 years	Total
<i>Financial liabilities</i>				
Trade and other payables	17,736	20,135	-	37,871
Loans	5,613	56,066	14,451	76,130
Finance lease liabilities	19	61	95	175
Finance liability on preferred shares	-	-	3,510	3,510
<b>Total financial liabilities</b>	<b>23,368</b>	<b>76,262</b>	<b>18,056</b>	<b>117,686</b>

Current loans of the Company include credit lines and overdraft with maturity in 2014. The Company usually renegotiates part of the credit lines and overdrafts.

Credit lines from Societe Generale Expressbank, UniCredit Bulbank, Unionbank and International Asset Bank are granted for the purpose of implementation of specific construction contracts (see also note 12). Repayment of these loans is linked to the implementation of the commitments of the Company under the respective contract and the cash flows generated by the specific construction contract.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

## 29. Financial instruments, financial risk and capital management (continued)

### *Foreign currency risk*

As the Company operates in the country and in the EU it is exposed to insignificant foreign currency risk. A small percentage of income/expenses are generated in foreign currency different from the Bulgarian lev and Euro. The Company implement a contract in Norway, whose active phase will start in 2014. Therefore, the management of the Company considers that the effect from possible changes in exchange rates would not have significant effect on profit or loss.

### *Interest rate risk*

The Company is exposed to interest rate risk fluctuation mainly from received bank and debenture loans with floating interest rate which are at the amount of BGN 63,052( of which BGN 20,122with floating interest rate) and BGN 63,161 thousand as of December 31, 2014 and 2013 and the interest payments are based on EURIBOR plus margin. As of December 31, 2014 and 2013 the Company has not used instruments for compensating the potential changes of the EURIBOR levels.

If the interest rates for these loans increased by 0.5% in 2014 and 2013, the interest expense for the year would increase, and profit after taxation would decrease by BGN 163 thousand and BGN 106 2thousand, respectively, and vice versa, if the interest rate decreases by 0.5%.

### **Capital management**

The Company manages its capital to operate as a going concern and optimize return by improving the debt/equity ratio. The capital structure of the Company comprises cash and cash equivalents, received loans and share capital.

Gearing ratio as of December 31, 2014 and 2013 is as follows:

	As of 31.12.2014	As of 31.12.2013
Loans	77,232	66,574
Cash and cash equivalents	(1,952)	(856)
Loans net of cash and cash equivalents	75,280	65,718
Equity	21,060	20,946
Gearing ratio (loans net of cash and cash equivalents to equity)	3.57	3.13

NOTES TO THE SEPARATE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONTINUED)  
All amounts are in thousand Bulgarian Levs, except otherwise stated

### 30. Contingent liabilities

As of December 31, 2014 the Company is a guarantor, co-debtor or avalist of promissory note on loan contract for loans granted to the subsidiaries by Bulgarian banks, as follows:

Type of contingent liability	Borrower	Bank	Amount of loan
Guarantor	EESF SPV	EBRD	13,710
Co-debtor	Enemona Utilities AD	Invest bank AD	760
Co-debtor	Enemona Utilities AD	ING bank AD	5,604
Co-debtor	EMKO AD	Eurobank AD	1,980

As of the date of these separate financial statements the subsidiaries regularly serve these loans.

As of December 31, 2013 the Company is a guarantor, co-debtor or avalist of promissory note on loan contract for loans granted to the subsidiaries by Bulgarian banks, as follows:

Type of contingent liability	Borrower	Bank	Amount of loan
Guarantor	EESF SPV	EBRD	17,502
Co-debtor	Enemona Utilities AD	Unicredit Bulbank AD	1,833

As of December 31, 2014 and 2013 bank guarantees have been issued on behalf of the Company, at the amount of BGN 32,467 thousand and BGN 35,287 thousand, respectively, which are related mainly to the construction works, including energy and other facilities.

As of December 31, 2014 1 660 000 shares of EESF SPV owned by Enemona AD are pledge as collateral under repurchase deals(2013: 2 390 000).

## ENEMONA AD


SEPARATE STATEMENT OF FINANCIAL POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

	Note	As of 31.12.2014	As of 31.12.2013
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	22,382	30,424
Investment property	4.1	10,361	-
Intangible assets	5	459	529
Investments in subsidiaries and associates	6	12,852	15,456
Loans and advances	7	4,811	6,623
Deferred tax assets, net	25	570	567
<b>TOTAL NON-CURRENT ASSETS</b>		<b>51,435</b>	<b>53,599</b>
<b>CURRENT ASSETS</b>			
Inventories	8	3,500	8,853
Trade and other receivables	9	39,539	34,904
Gross amounts due from customers on construction contract	17	34,731	23,470
Loans and advances	7	15,236	12,926
Cash and cash equivalents	10	1,952	856
<b>TOTAL CURRENT ASSETS</b>		<b>94,958</b>	<b>81,009</b>
<b>TOTAL ASSETS</b>		<b>146,393</b>	<b>134,608</b>
<b>EQUITY</b>			
Share capital and premium reserves	11	21,776	21,776
Reserves	11	28,709	28,709
Retained earnings		(29,425)	(29,539)
<b>TOTAL EQUITY</b>		<b>21,060</b>	<b>20,946</b>
<b>NON-CURRENT LIABILITIES</b>			
Loans	12	10,397	6,725
Finance lease	13	31	87
Finance liability on preferred shares	11.2	1,923	2,619
Long-term employee benefits	15	399	368
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>12,750</b>	<b>9,799</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	16	41,041	37,871
Gross amounts due to customers under construction contracts	17	2,130	2,494
Loans	12	66,744	59,684
Finance lease	13	60	78
Corporate income tax payables		50	49
Provisions	14	2,558	3,687
<b>TOTAL CURRENT LIABILITIES</b>		<b>112,583</b>	<b>103,863</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>146,393</b>	<b>134,608</b>

These separate financial statements are approved on 10 April 2015.

  
Preparer  
B. Borisova

  
Chief Executive Director  
eng. Dichko Prokopiev

Plamen Angelov  
Registered Auditor  
Data: 22/05/2015

0316 Пламен Ангелов  
Регистриран одитор

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

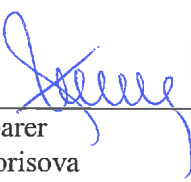
ENEMONA AD



SEPARATE STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED DECEMBER 31, 2014

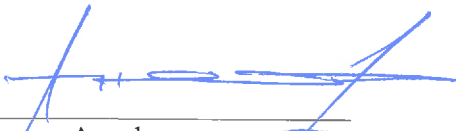
All amounts are in thousand Bulgarian Levs, except otherwise stated


	Note	Year ended 31.12.2014	Year ended 31.12.2013
Revenue	17	72,523	67,440
Investment revenue	18	2,020	3,366
Changes in inventories of finished goods and work in progress	8	(830)	393
Materials and consumables used	19	(18,918)	(32,142)
Hired services	20	(25,436)	(21,788)
Employee benefits expenses	21	(23,608)	(26,063)
Depreciation and amortization expenses	4,5	(1,342)	(1,648)
Other expenses	22	(3,417)	(3,421)
Other gains / (losses), net	23	9,068	(2,811)
Finance costs	24	(9,922)	(7,452)
Profit before tax		138	(24,126)
Tax expense	25	3	(2,012)
Net profit for the year		141	(26,138)
Other comprehensive income for the year			
<i>Items that will not be reclassified to profit or loss:</i>			
Actuarial loss, incurred during the period	15	(27)	(216)
Total comprehensive income for the year		114	(26,354)
Basic earnings per share diluted earnings per share	26	0.01	(2.19)

These separate financial statements are approved on 10 April 2015

  
Preparer  
B. Borisova

  
  
Chief Executive Director  
eng. Dichko Prokopiev

  
Plamen Angelov  
Registered Auditor  
Data: 22/05/2015



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

ENEMONA AD

SEPARATE STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

	Year ended 31.12.2014	Year ended 31.12.2013
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	55,011	76,412
Receipts from cession of ESCO contracts	864	543
Payments to suppliers	(47,389)	(51,753)
Payments to employees	(17,461)	(18,275)
Other tax payments	(1,572)	(563)
Other cash flows from operating activities(business trips and others)	(2,184)	(3,162)
<b>CASH FLOWS USED FROM OPERATING ACTIVITIES, NET</b>	<b>(12,731)</b>	<b>3,202</b>
<b>CASH FLOWS FROM INVESTING ACITIVIES</b>		
Purchase for property, plant and equipment	(80)	(1,294)
Proceeds from sale of property, plant and equipment and intangible assets	9,629	4,974
Payment of cession obligations	(139)	(282)
Loans granted	(4,599)	(4,425)
Proceeds from loan repayment	2,723	4,227
Purchase of investments and share capital increase of subsidiaries	(18)	(12)
Purchase from sale of investments with loss of control	-	400
Dividends received	349	956
<b>CASH FLOWS FROM INVESTING ACTIVITIES, NET</b>	<b>7,865</b>	<b>4,544</b>
<b>CASH FLOWS FROM FINANCING ACITIVIES</b>		
Proceeds from borrowings	52,849	32,756
Repayments of borrowings	(39,569)	(33,955)
Payments under lease agreements	(97)	(224)
Bank charges, mortgage fees and guarantees paid ( note 10)	(2,531)	(1,987)
Interest paid	(4,491)	(4,401)
Proceeds from sale of investment without loss of control	442	159
Payments for dividends on preferred shares	(643)	(1,060)
Other cash flows from financing activities	(59)	(178)
<b>CASH FLOWS USED IN FINANCING ACTIVITIES, NET</b>	<b>5,901</b>	<b>(8,890)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>1,035</b>	<b>(1,144)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD (NOTE 10)</b>	<b>856</b>	<b>1,822</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (NOTE 10)</b>	<b>1,891</b>	<b>678</b>
Restricted cash (Note 10)	61	178
<b>TOTAL CASH AND CASH EQUIVALENTS IN THE SEPARATE STATEMENT OF FINANCIAL POSITION (NOTE 10)</b>	<b>1,952</b>	<b>856</b>

These separate financial statements are approved on 10 April 2015.

Preparer  
B.Borisova

Chief Executive Director  
eng.Dichko Prokoviev

Plamen Angelov  
Registered Auditor

Data: 22/05/2015

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

ENEMONA AD

SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE YEAR ENDED DECEMBER 31, 2014

All amounts are in thousand Bulgarian Levs, except otherwise stated

	Ordinary shares	Preferred shares	Premiums from issue of shares	Total issued capital and premium reserves	Legal reserves	Retained earnings	Total
BALANCE AS OF JANUARY 1, 2013	11,934	1,103	36,262	21,776	28,709	(3,185)	47,300
Net profit for the year (restated)	-	-	-	-	-	(26,138)	(26,138)
Cover of prior period losses	-	-	-	-	-	-	-
Other comprehensive income for the year	-	-	-	-	-	(216)	(216)
BALANCE AS OF DECEMBER 31, 2013	11,934	1,103	8,739	21,776	28,709	(29,539)	20,946
Net profit for the year (restated)	-	-	-	-	-	141	141
Other comprehensive income for the year	-	-	-	-	-	(27)	(27)
BALANCE AS OF DECEMBER 31, 2014	11,934	1,103	8,739	21,776	28,709	(29,425)	21,060

These separate financial statements are approved on 10 April 2015.

Preparer  
B.Borisova

Chief Executive Director  
eng. Dichko Prokopiev

Plamen Angelov  
Registered Auditor

Data: 22/05/2015

0316  
Регистриран одитор

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