

ELTRAK BULGARIA FOOD

STATEMENT OF COMPREHENSIVE INCOME

Year ended 31 December 2009

| | Note | 2009 BGN | 2008 BGN |
|--|------|---------------------|------------------|
| Revenue | 4 | 28,066,771 | 55,941,489 |
| Cost of sales | | (21,395,491) | (44,072,476) |
| Gross profit | | 6,671,280 | 11,869,013 |
| Other income | 5 | 877,085 | 925,252 |
| Operating expenses | | (6,045,438) | (6,788,525) |
| Operating profit | 6 | 1,502,927 | 6,005,740 |
| Net finance costs | 8 | (2,042,459) | (1,669,649) |
| (Loss)/ profit before tax | | (539,532) | 4,336,091 |
| Tax | 9 | (4,591) | (451,813) |
| Net (loss) / profit for the year | | (544,123) | 3,884,278 |
| Other comprehensive income | | - | - |
| Total comprehensive income for the year | | (544,123) | 3,884,278 |

The notes on pages 9 to 22 form an integral part of these financial statements.

ELTRAK BULGARIA EOOD

STATEMENT OF FINANCIAL POSITION

31 December 2009

| | Note | 2009 BGN | 2008 BGN |
|--|------|-------------------|-------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | 10 | 16,033,749 | 16,840,506 |
| Intangible assets | 11 | 18,548 | 40,334 |
| Finance lease receivables | 14 | 1,206,599 | 350,037 |
| Deferred tax assets | 18 | 46,269 | 24,134 |
| | | <u>17,305,165</u> | <u>17,255,011</u> |
| Current assets | | | |
| Inventories | 12 | 14,197,646 | 22,854,123 |
| Trade and other receivables | 13 | 4,795,129 | 5,302,207 |
| Finance lease receivables | 14 | 986,566 | 1,934,682 |
| Cash at bank and in hand | 15 | 180,709 | 341,821 |
| | | <u>20,160,050</u> | <u>30,432,833</u> |
| Total assets | | <u>37,465,215</u> | <u>47,687,844</u> |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Share capital | 16 | 3,916,660 | 5,000 |
| Retained earnings | | 15,225,580 | 15,769,703 |
| Total equity | | <u>19,142,240</u> | <u>15,774,703</u> |
| Non-current liabilities | | | |
| Borrowings | 17 | 979,550 | 140,688 |
| Deferred tax liabilities | 18 | 39,649 | 12,922 |
| Provisions for other liabilities and charges | 19 | 152,969 | 160,810 |
| | | <u>1,172,168</u> | <u>314,420</u> |
| Current liabilities | | | |
| Trade and other payables | 20 | 1,719,185 | 4,452,737 |
| Borrowings | 17 | 15,431,622 | 27,145,984 |
| | | <u>17,150,807</u> | <u>31,598,721</u> |
| Total liabilities | | <u>18,322,975</u> | <u>31,913,141</u> |
| Total equity and liabilities | | <u>37,465,215</u> | <u>47,687,844</u> |
| *** CHECK *** | | | |

On 08 March 2010 the Board of Directors of ELTRAK BULGARIA EOOD authorised these financial statements for issue.

Todor Sheljazkow
Director

The notes on pages 9 to 22 form an integral part of these financial statements.

ELTRAK BULGARIA FOOD

STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2009

| | Note | Share capital BGN | Retained earnings BGN | Total BGN |
|--|------|----------------------|-----------------------------|-------------------|
| Balance - 1 January 2008 | | 5,000 | 11,885,425 | 11,890,425 |
| Total comprehensive income for the year | | - | 3,884,278 | 3,884,278 |
| Balance at 31 December 2008/ 1 January 2009 | | 5,000 | 15,769,703 | 15,774,703 |
| Total comprehensive income for the year | | - | (544,123) | (544,123) |
| Issue of share capital | 16 | 3,911,660 | - | 3,911,660 |
| | | <u>3,911,660</u> | <u>(544,123)</u> | <u>3,367,537</u> |
| Total 31 December 2009 | | 3,916,660 | 15,225,580 | 19,142,240 |

The notes on pages 9 to 22 form an integral part of these financial statements.

ELTRAK BULGARIA EOOD

STATEMENT OF CASH FLOWS

Year ended 31 December 2009

| | Note | 2009 BGN | 2008 BGN |
|--|------|---------------------|---------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| (Loss)/ profit before tax | | (539,532) | 4,336,091 |
| Adjustments for: | | | |
| Depreciation of property, plant and equipment | 10 | 1,378,642 | 700,178 |
| Profit from sale of property, plant and equipment | | (95,310) | (2,500) |
| Interest income | 8 | (194,544) | (142,995) |
| Interest expense | 8 | 2,135,663 | 1,616,245 |
| Cash flows from operations before working capital changes | | 2,684,919 | 6,507,019 |
| Decrease / (increase) in inventories | | 8,656,477 | (13,160,097) |
| Decrease / (increase) in trade and other receivables | | 740,022 | (283,359) |
| (Decrease) / increase in trade and other payables | | (2,741,393) | 743,276 |
| Cash flows from / (used in) operations | | 9,340,025 | (6,193,161) |
| Interest paid | | (2,135,663) | (1,616,245) |
| Tax paid | | (139,911) | (717,362) |
| Net cash flows from / (used in) operating activities | | 7,064,451 | (8,526,768) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Payment for purchase of property, plant and equipment | 10 | (1,043,122) | (10,292,677) |
| Proceeds from disposal of property, plant and equipment | | 586,855 | 2,500 |
| Interest received | | 194,544 | 142,995 |
| Net cash flows used in investing activities | | (261,723) | (10,147,182) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from issue of share capital | | 3,911,660 | - |
| Repayments of borrowings | | (23,308,983) | (54,588,721) |
| Proceeds from borrowings | | 12,433,483 | 72,993,529 |
| Net cash flows (used in) / from financing activities | | (6,963,840) | 18,404,808 |
| Net decrease in cash and cash equivalents | | (161,112) | (269,142) |
| Cash and cash equivalents: | | | |
| At beginning of the year | | 341,821 | 610,963 |
| At end of the year | 15 | 180,709 | 341,821 |

The notes on pages 9 to 22 form an integral part of these financial statements.