

Interim consolidated statement of financial position

| Assets | Note | 31 March 2020 BGN'000 | 31 December 2019 BGN'000 |
|---|------|-----------------------------|--------------------------------|
| Non-current assets | | | |
| Goodwill | 7 | 22 482 | 22 482 |
| Property, plant and equipment | 8 | 9 155 | 9 064 |
| Other intangible assets | 9 | 58 191 | 58 665 |
| Deferred tax assets | 10 | 864 | 419 |
| | | 90 692 | 90 630 |
| Current assets | | | |
| Inventory | 11 | 740 | 1 255 |
| Trade and other financial receivables | 13 | 12 631 | 10 806 |
| Prepayments and other assets | 14 | 3 477 | 2 116 |
| Related party receivables | 33 | 51 | - |
| Tax receivables | | 337 | 103 |
| Cash and cash equivalents | 15 | 6 429 | 10 550 |
| | | 23 665 | 24 830 |
| Assets included in disposal group classified as held for sale | 16 | 29 361 | 29 361 |
| Current assets | | 53 026 | 54 191 |
| Total assets | | 143 718 | 144 821 |

Prepared by:

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Executive Director:

/Tsvetan Alexiev/

Date: 14.08.2020



Interim consolidated statement of financial position (continued)

| Equity and liabilities | Note | 31 March 2020 BGN'000 | 31 December 2019 BGN'000 |
|---|------------|-----------------------------|--------------------------------|
| Equity | | | |
| Share capital | 17.1 | 59 361 | 59 361 |
| Purchased own shares | | (475) | (475) |
| Reserves | 17.2, 17.3 | 6 408 | 6 408 |
| Retained earnings | | 25 209 | 22 813 |
| Equity attributable to the owners of the parent | | 90 503 | 88 107 |
| Non-controlling interest | | 16 348 | 15 908 |
| Total equity | | 106 851 | 104 015 |
| Liabilities | | | |
| Non-current liabilities | | | |
| Pension and other employee obligations | 19.2 | 276 | 276 |
| Long-term borrowings | 20.1 | 7 856 | 8 380 |
| Long-term lease liabilities | 21 | 2 499 | 2 908 |
| Long-term related party payables | 33 | - | 19 |
| Deferred tax liabilities | 10 | 480 | 33 |
| | | 11 111 | 11 616 |
| Current liabilities | | | |
| Provisions | 18 | - | 22 |
| Employee obligations | 19.2 | 2 416 | 3 370 |
| Short-term borrowings | 20.1 | 14 657 | 15 761 |
| Short-term lease liabilities | 21 | 582 | 588 |
| Trade and other payables | 22 | 4 556 | 6 592 |
| Contract liabilities | 12 | 3 469 | 2 205 |
| Tax liabilities | | - | 156 |
| Financing | | 76 | 496 |
| | | 25 756 | 29 190 |
| Total liabilities | | 36 867 | 40 806 |
| Total equity and liabilities | | 143 718 | 144 821 |

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Interim consolidated statement of profit or loss and of comprehensive income for the period ended 31 March

| | Note | 31.3.2020 BGN'000 | 31.3.2019 BGN'000 |
|--|------|-----------------------|-----------------------|
| Revenue from contracts with customers | 23 | 15 282 | 16 125 |
| Gain on sale of non-current assets | 25 | 1 | - |
| Revenue from financing | 24 | 353 | 243 |
| Other income | 24 | 46 | 133 |
| Cost of materials | 26 | (205) | (862) |
| Hired services expenses | 27 | (853) | (1 920) |
| Employee benefits expense | 19.1 | (5 358) | (5 059) |
| Depreciation, amortisation of non-financial assets | 8,9 | (1 436) | (827) |
| Capitalized expenses | 29 | 320 | 697 |
| Cost of goods sold and other current assets | | (5 450) | (6 030) |
| Changes in finished goods and work in progress | | 303 | 73 |
| Other expenses | 28 | (268) | (341) |
| Operating profit | | 2 735 | 2 232 |
| Finance costs | 30 | (162) | (160) |
| Finance income | 30 | 65 | 64 |
| Profit before tax | | 2 638 | 2 136 |
| Profit for the period | | 2 638 | 2 136 |
| Profit for the period attributable to: | | | |
| Non-controlling interest | | 241 | 291 |
| Owners of the parent | | 2 397 | 1 845 |
| Earnings per share: | 31 | BGN 0.0407 | BGN 0.0313 |

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Interim consolidated statement of change in equity for the period ended 31 March

All amounts are presented in BGN '000

| | Share capital | Purchased own shares | Reserves | Retained earnings | Total equity attributed to the owners of parent | Non-controlling interest | Total equity |
|----------------------------------|---------------|----------------------|--------------|-------------------|---|--------------------------|----------------|
| Balance at 1 January 2020 | 59 361 | (475) | 6 408 | 22 813 | 88 107 | 15 908 | 104 015 |
| Profit for the period | - | - | - | 2 397 | 2397 | 241 | 2 638 |
| Other changes of equity | - | - | - | (1) | (1) | 199 | 198 |
| Balance at 31 March 2020 | 59 361 | (475) | 6408 | 25 209 | 90 503 | 16 348 | 106 851 |

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Consolidated statement of change in equity for the period ended 31 March (continued)

All amounts are presented in BGN '000

| | Share capital | Purchased own shares | Reserves | Retained earnings | Total equity attributed to the owners of parent | Non-controlling interest | Total equity |
|--|---------------|----------------------|--------------|-------------------|---|--------------------------|----------------|
| Balance at 1 January 2019 (restated) | 59 361 | (475) | 5 622 | 18 275 | 82 783 | 15 677 | 98 460 |
| Dividends | - | - | - | - | - | (418) | (418) |
| Transactions with owners | - | - | - | - | - | (418) | (418) |
| Profit for the year | - | - | - | 5 103 | 5 103 | 307 | 5 410 |
| Other comprehensive loss | - | - | (1) | - | (1) | - | (1) |
| Total comprehensive income for the year | - | - | (1) | 5 103 | 5 102 | 307 | 5 409 |
| Transfer of retained earnings to reserves | - | - | 565 | (565) | - | - | - |
| Other changes of equity | - | - | 222 | - | 222 | 342 | 564 |
| Balance at 31 December 2019 | 59 361 | (475) | 6 408 | 22 813 | 88 107 | 15 908 | 104 015 |

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Interim consolidated statement of cash flows for the period ended 31 March

| | Note | 31.3.2020 BGN'000 | 31.3.2019 BGN'000 |
|---|-----------|----------------------|----------------------|
| Operating activities | | | |
| Cash receipts from customers | | 14 046 | 16 807 |
| Cash paid to suppliers | | (10 529) | (9 398) |
| Cash paid to employees and social security institutions | | (5 604) | (5 233) |
| Cash flows related to interest, commissions, dividends and others | | - | (22) |
| Income taxes paid | | (7) | (143) |
| Other payments, net | | (336) | (174) |
| Net cash flow from operating activities | | (2 430) | 1 837 |
| Investing activities | | | |
| Purchase of property, plant and equipment | | (368) | (255) |
| Purchase of other intangible assets | | (320) | (433) |
| Loans and deposits granted | | (53) | - |
| Loan repayments received | | 7 | 770 |
| Interest received | | (8) | - |
| Net cash flow used in investing activities | | (742) | 82 |
| Financing activities | | | |
| Proceeds from borrowings | 34 | 59 | 314 |
| Repayments of borrowings | 34 | (531) | (878) |
| Payment of principal element of lease liabilities | 34 | (415) | (18) |
| Cash flows related to interest, commissions, dividends and others | | (59) | (70) |
| Interest payments under lease contracts | | (2) | (2) |
| Net cash flow from financing activities | | (948) | (654) |
| Net change in cash and cash equivalents | | (4 120) | 1 265 |
| Cash and cash equivalents, beginning of period | | 10 550 | 11 068 |
| Exchange (losses) on cash and cash equivalents | | (1) | 23 |
| Cash and cash equivalents, end of year | 15 | 6 429 | 12 356 |

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