M+S Hydraulic PLC

FINANCIAL STATEMENT

2010

Translation from Bulgarian

M+S HYDRAULIC PLC, Town of Kazanluk

BALANCE SHEET
For year ending 31 December 2010

	Note	The year ending 31 December 2010	The year ending 31 December 2009
		Thousand EUR	**Thousand EUR**
ASSETS			
FIXED TANGIBLE AND NON-TANGIBLE ASSETS			
Real Estates, Machinery and equipment, etc.	1	17204	16332
Property and Software ownership	1	99	175
Investments in subsidiaries and associated companies	2	8	8
Tax assets		19	17
		17330	***16532***
CURRENT ASSETS			
Inventory	4	4650	4037
Receivables	5	4062	2671
Monetary funds	6	3024	2320
		11736	**9028**
TOTAL ASSETS		***29066***	***25560***
EQUITY AND LIABILITIES			
CAPITAL & RESERVES			
Fixed capital		6656	6656
Reserves		7216	7230
Gained Profit/Loss/		8563	5357
	7	**22435**	**19243**
LONG-TERM LIABILITIES			
Long-term liabilities for loans		1507	2018
Tax liabilities		257	270
Financial Incomes		254	254
	8	**2018**	**2542**
CURRENT LIABILITIES			
Liabilities to related persons		22	157
Trade and other liabilities		3435	2335
Short-term loans		985	1255
Current taxes		171	28
	9	**4613**	**3775**
TOTAL EQUITY AND LIABILITIES		***29066***	***25560***

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INCOME STATEMENT
For the year ending 31 December 2010

	Note	The year ending on 31 December 2010	The year ending on 31 December 2009
		Thousand EUR	Thousand EUR
Revenue	10	31853	19321
Other incomes	10	266	155
Changes in stocks of finished goods and costs of acquisition of fixed assets	11	297	(371)
Used raw materials	11	(13880)	(8746)
Expenditures for external services	11	(2600)	(1617)
Personal related expenditures	11	(7876)	(4762)
Depreciation expenditures	11	(3421)	(3360)
Other expenditures	11	(254)	(322)
Profit from the activities		**4385**	**298**
Financial incomes/expenditures	12	(139)	(277)
Profit (prior to taxation)		**4246**	**21**
Expenditures for income taxes	13	(425)	(2)
PROFIT FOR THE PERIOD		***3821***	***19***

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CASH FLOW REPORT
For the year ending 31 December 2010

CASH FLOWS	**The year ending 31 December 2010 Thousand EUR**	**The year ending 31 December 2009 Thousand EUR**
A		
A. Cash flows from operating activity		
Proceeds from clients and other debtors	33176	23760
Payments of suppliers and personnel	(27509)	(17472)
Funds generated from the operating activity	**5667**	**6288**
Interests paid	57	(98)
Income taxes paid	(213)	(248)
Net cash flow from operating activity (A):	**5511**	**5942**
B. Cash flows from investment activity		
1. Proceed from sale of Real Estates, Machinery and equipment sale		
2. Purchase of property, Real Estates, Machinery and equipment and other fixed assets	(3242)	(2715)
3. Proceeds from sale of fixed assets	-	-
4. Financial resources for purchasing fixed assets	180	254
Net cash flow used for investment activity	**(3062)**	**(2461)**
C. Cash flows from financial activity		
1.Proceeds from issue of share capital		
2. Proceeds from long term loans	511	3721
3. Loans paid	(1060)	(4732)
4. Leasing contracts obligations paid	(299)	(279)
5. Dividends paid	(763)	(487)
6. Paid interest rates, fees, commissions under loans with investment designation	(134)	(136)
Net cash flow from financial activity (C):	**(1745)**	**(1913)**
D. Changes of the cash during the time period (A+B+C):	***704***	***1568***
E. Cash at the beginning of the time period	***2320***	***752***
F. Cash at the end of the time period	***3024***	***2320***

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EQUITY CHANGES REPORT
For the year ending 31 December 2010

(Thousand EUR)

	Shared Capital	Additional Reserves	Gained profit	Total
Balance on 31.12.2009	**6656**	**7230**	**5357**	**19242**
Revaluation of the written-off fixed assets		(13)	13	
Appropriation of the profit from previous years			2	2
NET profit for the period			3821	3821
Dividends			(630)	(630)
Decrease of deferred tax liability				
Balance on 31.12.2010	**6656**	**7217**	**8563**	**22436**