

M+S Hydraulic PLC

**FINANCIAL
STATEMENT**

2009

Translation from Bulgarian

M+S HYDRAULIC PLC, Town of Kazanlak

BALANCE SHEET

For year ending 31 December 2009

		Note	The year ending 31 December 2009 Thousand EUR	The year ending 31 December 2008 Thousand EUR
ASSETS				
FIXED TANGIBLE AND NON-TANGIBLE ASSETS				
Real Estates, Machinery and equipment, etc.		1	16332	15554
Property and Software ownership		1	175	390
Investments in subsidiaries and associated companies		2	8	8
Tax assets		3	17	24
			16532	15976
CURRENT ASSETS				
Inventory		4	4037	5918
Receivables		5	2671	5798
Monetary funds		6	2320	752
			9028	12468
			25560	28444
TOTAL ASSETS				
EQUITY AND LIABILITIES				
CAPITAL & RESERVES				
Fixed capital			6656	6656
Reserves			7230	7274
Gained Profit/Loss/			5356	5747
		7	19242	19677
LONG-TERM LIABILITIES				
Long-term liabilities for loans			2018	2811
Tax liabilities			270	302
Finance			254	0
		8	2542	3113
CURRENT LIABILITIES				
Liabilities to related persons			157	234
Trade and other liabilities			2335	3528
Short-term loans			1255	1753
Current taxes			28	139
		9	3775	5654
			25560	28444
TOTAL EQUITY AND LIABILITIES				

The attached notes constitute an integral part of the financial report.

Translation from Bulgarian

M+S HYDRAULIC PLC,
Town of Kazanlak
VAT 123028180

INCOME STATEMENT

	Note	2009 Thousand EUR	2008 Thousand EUR
Revenue	10	19321	40381
Other incomes	10	155	1636
changes in stocks of finished goods and costs of acquisition of fixed assets	11	(371)	37
used raw materials	11	(8746)	(22141)
expenditures for external services	11	(1617)	(2146)
Personal related expenditures	11	(4762)	(8693)
depreciation expenditures	11	(3360)	(2963)
Other expenditures	11	(322)	(1831)
Profit from the activities		299	4279
Financial incomes/expenditures	12	(277)	(456)
Profit (prior to taxation)		21	3823
expenditures for income taxes	13	(2)	(383)
<i>PROFIT FOR THE PERIOD</i>		<i>19</i>	<i>3440</i>

The attached notes constitute an integral part of the financial report.

Date of issue: 02.03.2010

M+S HYDRAULIC PLC Town of Kazanluk

CASH FLOW REPORT

For the year ending 31 December 2009

CASH FLOWS	The year ending 31 December 2009 Thousand EUR	The year ending 31 December 2008 Thousand EUR
A		
A. Cash flows from operating activity		
Proceeds from clients and other debtors	23760	47003
Payments of suppliers and personnel	17472	(40790)
Funds generated from the operating activity	6288	639
Interests paid	986	(138)
Income taxes paid	248	(303)
Net cash flow from operating activity (A):	5942	5758
B. Cash flows from investment activity		
Net flow from investment activity: (B)		
1. Payments related with acquisition of property, Real Estates, Machinery and equipment		
2. Revenues from Real Estates, Machinery and equipment sale		
Purchase of property, Real Estates, Machinery and equipment and other fixed assets	2715	(4942)
3. Proceeds from sale of fixed assets	-	5
Net cash flow used for investment activity	2461	(4937)
C. Cash flows from financial activity		
1. Proceeds from issue of share capital		
2. Proceeds from long term loans	3721	3394
3. Loans paid	4732	(3503)
4. Leasing contracts obligations paid	279	(259)
5. Paid interest rates, fees, commissions under loans with investment designation	136	(200)
6. Dividends paid	487	(575)
Net cash flow from financial activity (C):	1913	(1164)
D. Changes of the cash during the time period (A+B+C):	1568	343
E. Cash at the beginning of the time period	752	1095
F. Cash at the end of the time period	2320	752

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EQUITY CHANGES REPORT
For the year ending 31 December 2009

(Thousand EUR)

	Shared Capital	Additional Reserves	Gained profit	Total
Balance on 31.12.2008	6656	7274	5747	19677
Revaluation of the written-off fixed assets				
Appropriation of the profit from previous years			10	10
NET profit for the period			19	19
Dividends			(420)	(420)
Decrease of deferred tax liability		(44)		(44)
Balance on 31.12.2009	6656	7230	5356	19242