

QUARTERLY REPORT – 3rd QUARTER 2016

A.

QUARTERLY REPORT ACCORDING TO CNVM REGULATION NO. 1 / 20016

Date of report:	14.11.2016
Name of the company:	MECANICA FINA SA
Headquarters:	Bucharest, district 2, 5-25 Popa Lazar Street
Phone / fax:	021250085 / 0212523118
Sole registration code within Register of Companies:	655
Registration number within Register of Companies:	J40 / 2353 / 1991
Subscribed and paid in share capital (Lei):	9264890
Regulated market on which the issued shares are transacted:	BVB

1. **Presentation of major events** taking place in the relevant period of time and their impact on the financial position of the issuers and its branches.

There cannot be reported any major events occurred during the 3rd quarter of year having an impact on the financial position of the issuer Mecanica Fina SA. As regards one of its branches, we report the completion of a private placement of bonds issued by ITAGRA SA, a company in which MECANICA FINA SA holds a participation of 99,992%. 5.000 bonds having a total value of 5.000.000 lei were subscribed. The bonds issued by ITAGRA SA are guaranteed, according to Decision no. 7 of Extraordinary General Meeting of Shareholders of the company MECANICA FINA SA dated 27th of July 2016, with a real estate belonging to the company MECANICA FINA S.A.

2. **General presentation of the financial position and performances** of the issuer and its branches corresponding to relevant period of time.

On September 30, 2016, the company Mecanica Fina SA, managed by a Board of Directors consisting in Mr. Mollo Sergio – President of Board of Directors – General Manager, Mr. Mollo Giuseppe Alessandro – Member of Board of Directors and Mrs. Mollo Simona – Member of Board of Directors obtained the following

Economical – financial indicators.

	Name of indicator	Results - Lei -
1	Turnover	4307060
2	Total income, consisting in:	4855247
	- operating income	4685045
	- financial income	170202
	- exceptional income	-
3	Total expenses, consisting in:	4822838
	- operating expenses	4687033
	- financial expenses	135805
	- exceptional expenses	-
4	Gross profit	32409
5	Current profit tax	16593
6	Deferred profit tax corresponding to relevant period of time	10803
7	Net result of the period of time (profit / loss)	26619
8	Average number of employees	16
9	Staff expenses	945442
10	Salary expenses included in the turnover (%)	21,95
11	Labour productivity (related to turnover)	269191

Profit / loss. In 3rd quarter of 2016, the company's activity mainly consisted in leasing of own real estate, CAEN code 6820 and from the analysis of the economical – financial indicators, it results that on September 30, 2016, the company obtained from its activity a profit of 26619 lei and from its operating, the company obtained a loss of 1989 lei.

Debts. Situation of debts of company Mecanica Fina SA on September 30, 2016:

a	Total debts, consisting in:	7009068
	- suppliers	839377
	- other debts (staff, budgets + increases)	192899
	- loans and assimilated debts	5976792
b	Deferred profit tax, total	23753406

Stocks. Situation of stocks of September 30, 2016:

Total stocks, consisting in:	230430
- raw materials, materials, inventory objects	230430
- semi-finished products, finished products	-
- goods	-
- packaging	-

Branches. On September 30, 2016 the branches of the issuer Mecanica Fina SA, the companies Itagra SA (ORC J21/316/2006; CUI 18792370; CAEN 0111 – Growing od cereals) and Mollo Re SA (ORC J40/15010/2006; CUI 19034870; CAEN 5590 – Other accommodation services) obtained the following **results**:

No.	Indicator	Itagra SA	Mollo Re SA
1	Investments	2526649	-
2	Turnover	5759584	1044243
3	Total income	6239170	1062741
4	Total expenses	5446990	987028
5	Gross profit	792180	75713
6	Profit tax	anual	16985
7	Net result of the period of time	792180	58728

B. ECONOMICAL – FINANCIAL INDICATORS

No.	Name of indicator	Calculation method	Result
1	Current liquidity indicators	Current assets / Current debts	1867991 / 3071520 = 0.61
2	Indebtedness degree indicator	Borrowed capital / own capital x 100	3937548 / 143783695 = 2,74
3	Rotation speed of debits – customers	Average number of customers / Turnover x 270	455854 / 4307060 x 270 = 28,58
4	Rotation speed of fixed assets	Turnover / Fixed assets	4307060 / 172678178 = 0.02

NOTE: The financial statements on September 30, 2016 were not subject of auditing

President Board of Directors – General Manager
Mollo Sergio

Chief Accountant
Rogojan Maria

MECANICA FINA SA
SITUATION OF GLOBAL RESULT ON SEPTEMBER 30, 2016
(all amounts are expressed in Lei)

	September 30, 2015	September 30, 2016
INCOME FROM SALES	3270137	4307061
Other operating income	928188	38428
Income related to costs of stocks of products	(28844)	-
Income from activity carried out and capitalized by the company	539880	339557
Expenses for raw materials and consumable materials	(800309)	(1436519)
Staff expenses	(1300550)	(945442)
Amortization and depreciation related expenses	(712141)	(783297)
Other operating expenses	(1723317)	(1521776)
OPERATING PROFIT (LOSS)	173044	(1989)
Net financial income	(54821)	34397
PROFIT (LOSS) BEFORE TAX	118223	32409
Expenses related to current profit tax	(64721)	(16593)
NET PROFIT (LOSS)	53502	15816
Deferred profit tax	(184923)	10803
Net result of the period of time (profit / loss)	(131421)	26619
NET RESULT OF THE PERIOD OF TIME (PROFIT / LOSS)	(131421)	26619
Other elements of global result	-	-
TOTAL GLOBAL RESULT	(131421)	26619

NOTE: The financial statements on September 30, 2016 were not subject of auditing

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Chief Accountant
Rogojan Maria

MECANICA FINA SA
SITUATION OF FINANCIAL POSITION ON SEPTEMBER 30, 2016
(all amounts are expressed in Lei)

	January 01, 2016	September 30, 2016
ASSETS		
FIXED ASSETS		
Tangible assets	5116025	8194730
Real estate investments	159964994	158951273
Investments in shares	5488130	5488130
Other fixed assets	44045	44045
TOTAL FIXED ASSETS	170613195	172678178
CIRCULATING ASSETS		
Stocks	233864	253387
Commercial receivables and similar receivables	758852	731731
Cash and cash equivalent	475723	882873
TOTAL CIRCULATING ASSETS	1468438	1867991
TOTAL ASSETS	172081633	174546169
DEBTS		
CURRENT DEBTS		
Commercial debts and similar debts	891481	2254938
Amounts owed to credit institutions	721587	818652
Profit tax related debts	-	(2070)
TOTAL CURRENT DEBTS	1613068	3071520
LONG TERM DEBTS		
Loans	2959824	3937548
Deferred tax	23764209	23753406
TOTAL LONG TERM DEBTS	26724033	27690954
TOTAL DEBTS	28337101	30762474
NET ASSETS	143744531	143783695
Share capital and reserves		
Share capital	79152825	79152825
Legal reserves	607328	621016
Other reserves	3122378	3319370
Carried forward result	60651321	60663865
Current result (profit/loss)	210679	26619
TOTAL CAPITAL	143744531	143783695
TOTAL CAPITAL AND DEBTS	172081633	174546169

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