

STATEMENT

In accordance with Art. 30 of the Accounting Law no. 82/1991

It was prepared the annual financial statements as of 31.03.2017 for:

Entity: S.C. ARMATURA S.A.

County: 12 - Cluj

Adress: localitatea CLUJ-NAPOCA, str. GARII, nr. 19

Number of registration at Trade register: J12/13/1991

Property form: 34-Societati comerciale pe actiuni

Activity (cod si denumire clasa CAEN): 2814 – Fabricarea de articole de robinetarie

Tax registration number: RO 199001

Board of Directors of S.C. ARM TURA S.A., by Vice-President PIOTR KAMIL SKUDLARSKI, is assuming the responsibility for annual financial statements at 31.03.2017 and confirms that:

- a) *The accounting policies used in preparing the annual financial statements are in accordance with applicable accounting standards;*
- b) *The financial statements present fairly the financial position, financial performance and other information related to work;*
- c) *Juridical person operates in terms of continuity.*

BOARD OF DIRETORS OF ARM TURA S.A.

By VICE-PRESIDENT

PIOTR KAMIL SKUDLARSKI

ARM TURA S.A.

**SEPARATE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31-st OF MARCH 2016**

**PREPARED IN ACCORDANCE WITH
THE INTERNATIONAL FINANCIAL REPORTING STANDARDS
ADOPTED BY THE EUROPEAN UNION**



CONTENTS**PAGE**

STATEMENT OF FINANCIAL POSITION

3 - 4

STATEMENT OF REVENUE AND EXPENSES

5

STATEMENT OF COMPREHENSIVE INCOME

6

ARMATURA SA
STATEMENT OF FINANCIAL POSITION
AT 31-st OF MARCH 2017
(all ammounts are expressed in LEI)

	1-st of January 2017	31-st of March 2017
Assets		
Non-current assets		
Tangible assets	18,323,845	18,119,582
Intangible assets	1,923	1,509
Total non-current assets	18,325,768	18,121,091
Current assets		
Inventories	5,322,293	6,006,049
Clients and other receivables	1,627,899	1,943,070
Cash and cash equivalents	547,651	200,312
Short-term financial assets	0	124,043
Current assets - Total	7,497,843	8,273,475
Assets -Total	25,823,611	26,394,566
Equity and liabilities		
Share capital	18,110,957	18,110,957
Reserves	9,738,908	9,738,908
Retained earnings	-33,839,309	-34,733,003
Total equity	-5,989,443	-6,883,138

ARMATURA SA
STATEMENT OF FINANCIAL POSITION
AT 31-st OF MARCH 2017
(all ammounts are expressed in LEI)

Liabilities

Long-term liabilities

Loans	0	0
Leasing	0	0
Deferred tax liabilities	981,624	981,624
Trade and other liabilities	37,907	28,430
	<hr/>	<hr/>
Total long term liabilities	1,019,531	1,010,054

Current liabilities

Trade and other payables	7,939,788	9,363,915
Capital settlements with	100	100
Loans	22,705,500	22,755,500
Provisions for risks and expenses	148,136	148,136
	<hr/>	<hr/>
Total current liabilities	30,793,524	32,267,651

Total liabilities	31,813,054	33,277,704
	<hr/>	<hr/>

Total equity and liabilities	25,823,611	26,394,566
-------------------------------------	-------------------	-------------------

Vicepresident of Board of Directors
Piotr Kamil Skudlarski

Head of Financial Department ,
Dan Adrian Martin

ARMATURA SA
STATEMENT OF REVENUE AND EXPENSES
FOR THE QUARTER ENDED AT 31-st OF MARCH 2017
(all ammounts are expressed in LEI)

	31-st March 2016	31-st March 2017
Revenue	5,989,678	3,904,612
Other operating income	10,140	14,020
Variation in stocks of finished goods and work in progress	-591,087	195,154
Raw materials and consumables	0	0
Cost of goods	-2,500,141	-1,567,800
Personnel expenses	-116,872	-84,264
Utility expenses	-1,733,982	-1,725,345
Services provided by third parties	-1,175,770	-853,456
Amortisation and depreciation of fixed assets	-238,618	-210,553
	-228,425	-236,727
Net movement in provisions for other risks and expenses	30,000	0
Other operating expenses	-306,202	-224,546
Other income / (loss) - net	204,543	83,459
Operating result	-656,735	-705,446
Financial revenue	0	4
Financial expenses	148,902	-188,252
Net financial result	148,902	-188,248
Loss before taxation	-507,833	-893,694
Current and deferred income tax revenue / (expense)	0	0
Net loss for the period	-507,833	-893,694
Shares issued	40,000,000	40,000,000
Earnings per basic share and diluted share	-0.0127	-0.0223

ARM TURA SA
STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED AT 31-st OF MARCH 2017
(In lei, if is not specified other currency)

	<u>31-st March 2016</u>	<u>31-st March 2017</u>
Loss for the period	-507,833	-893,694
Other elements of the comprehensive income:		
Gain /(Loss) from revaluation of buildings	<u>0</u>	<u>0</u>
Impact of deferred tax on reevaluation reserves	<u>0</u>	<u>0</u>
Other elements of the comprehensive income for the period, net of tax	0	0
Total comprehensive income for the period	-507,833	-893,694

Vicepresident of Board of Directors
Piotr Kamil Skudlarski

Head of Financial Department ,
Dan Adrian Martin

CURRENT REPORT

According to the C.N.V.M. no. 1/2006

Date of report: 12.05.2017

SC "ARM TURA" S.A.

Headquarters: Cluj-Napoca, Str. Garii nr. 19

Telephone number: 0264/435367, fax: 0264/435368

Order number at the Trade Registry of Cluj County: J12 / 13/1991

Unique Registration Code: RO 199001

IMPORTANT EVENT TO REPORT:

Approval of the financial statements of the company for the first quarter of 2017.

1.The company's financial results for the first quarter of 2017 were approved:

-Total revenues:	4,361,592 lei
-Total expenses:	5,255,287 lei
- Turnover :	3,904,612 lei
-Gross profit:	-
-Loss:	893,694 lei

Quarterly financial statements have not been audited.

The quarterly financial statements can be consulted on the official website of www.armatura.ro starting with 15.05.2017 at 8.00 o'clock.

Vicepresident of Board of Directors,

Piotr Kamil Skudlarski