

ARMĂTURA S.A.

**SEPARATE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 September 2018**

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



ARMATURA

CONTENTS

PAGE

STATEMENT OF FINANCIAL POSITION

3 - 4

STATEMENT OF REVENUE AND EXPENSES

5

STATEMENT OF COMPREHENSIVE INCOME

6

ARMĂTURA SA
STATEMENT OF FINANCIAL POSITION
AT 30 September 2018
(all amounts are expressed in Lei)

	<u>01 January</u> <u>2018</u>	<u>30 September</u> <u>2018</u>
Assets		
Non-current assets		
Tangible assets	17.521.963	16.894.094
Intangible assets	<u>445</u>	<u>997</u>
Total non-current assets	<u>17.522.408</u>	<u>16.895.091</u>
Current assets		
Inventories	3.320.399	2.509.883
Clients and other receivables	787.641	4.079.991
Cash and cash equivalents	565.825	90.844
Short-term financial assets	=	=
Current assets - Total	<u>4.673.865</u>	<u>6.680.718</u>
Assets -Total	<u>22.196.273</u>	<u>23.575.809</u>
Equity and liabilities		
Share capital	18.110.957	18.110.957
Reserves	9.738.908	9.738.908
Retained earnings	<u>--38.924.096</u>	<u>-39.738.124</u>
Total equity	<u>-11.074.231</u>	<u>-11.888.259</u>
Long-term liabilities		
Loans		
Deferred tax liabilities	771.822	771.822
Trade and other liabilities	-	-
	<u>771.822</u>	<u>771.822</u>

ARMĂTURA SA
STATEMENT OF FINANCIAL POSITION
AT 30 September 2018
(all amounts are expressed in Lei)

	<u>01 January</u> <u>2018</u>	<u>30 September</u> <u>2018</u>
Current liabilities		
Trade and other payables	8.674.147	10.503.153
Capital settlements with shareholders	100	100
Loans	23.654.449	24.028.419
Provisions for risks and expenses	<u>169.987</u>	<u>160.574</u>
Total current liabilities	<u>32.498.684</u>	<u>34.692.246</u>
Total liabilities	<u>33.270.505</u>	<u>35.464.068</u>
Total equity and liabilities	<u>22.196.273</u>	<u>23.575.809</u>

ARMĂTURA S.A.

STATEMENT OF REVENUE AND EXPENSES
FOR THE QUARTER ENDED 30.09.2018
(in LEI)

	Period ended 30 Sept 2017	Period ended 30 Sept 2018
Revenue	9,727,094	6.839.498
Other operating income	38,555	25.516
Variation in stocks of finished goods and work in progress	-659,640	-326.523
Capitalized fixed assets	0	0
Raw materials and consumables	-4,240,960	-3.500.213
Cost of goods	-378,424	-215.543
Personnel expenses	-3,630,6514	-1.978.986
Utility expenses	-1,336,460	-293.205
Services provided by third parties	-495,802	-360.377
Amortisation and depreciation of fixed assets	-707,451	-586.950
Net movement in provisions for other risks and expenses	-	-9.413
Other operating expenses	<u>-528,437</u>	<u>-793.043</u>
Other income / (loss) - net	<u>161,432</u>	<u>769.541</u>
Operating result	-2,050,744	-410.872
Financial revenue	<u>12</u>	<u>0</u>
Financial expenses	<u>-739,822</u>	<u>-403.156</u>
Net financial result	<u>-739,810</u>	<u>-403.156</u>
Loss before taxation	-2,790,554	-814.028
Current and deferred income tax revenue / (expense)	-	-
Net loss for the period	<u>-2,790,554</u>	<u>-814.028</u>
Shares issued	40.000.000	40.000.000
Earnings per basic share and diluted share	<u>-0.0698</u>	<u>-0,0204</u>

ARMĂTURA S.A.
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 Sept 2018
(in LEI)

	<u>30 Sept</u> <u>2017</u>	<u>30 Sept</u> <u>2018</u>
Loss for the period	<u>-2,790,554</u>	<u>-814.028</u>
Other elements of the comprehensive income:		
Gain /(Loss) from revaluation of buildings	-	-
Impact of deferred tax on revaluation reserves	<u>-</u>	<u>-</u>
Other elements of the comprehensive income for the period, net of tax	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>-2,790,554</u>	<u>-814.028</u>

Administrator,



Declaration

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

The financial statements as of 30.09.2018:
SC Armatura SA
County 12 – Cluj
Address: Cluj Napoca, Str. Garii, No. 19
Number in the Trade Register: J12 / 13/1991
Form of ownership: 34 - Stock company
Preponderant activity – Manufacture of valves
Fiscal identification code: RO 199001

Matthias Haider and Akper Saryyev , as Administrators of SC Armatura SA, takes responsibility for the financial statements as of 30.09.2018 and confirms that:

- a) The individual financial statements for 30.09.2018 have been prepared in accordance with International Financial Reporting Standards (IFRS) and the order of Ministry of Finance no. 2844/2016.
- b) The accounting policies used in preparing the annual financial statements are in accordance with the applicable accounting regulations.
- c) The financial statements present fairly the financial position, financial performance and other information of the activity carried.
- d) The legal person develops its activity in conditions of continuity.

Signatures,

