S.C. MECANICA CEAHLAU SA
610202 Piatra Neamţ - România, Str. Dumbravei Nr. 6
J27/8/1991; CUI: 2045262; Cont BCR RO45 RNCB 0196 0277 9794 0001
Capital social subscris şi vărsat: 23.990.846 Lei
Tel: +40 233 211 104; Fax: +40 233 216 069
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A. Semestrial report of the Management Board on June 30, 2017

Date of the report: 02/08/2017
Name of the company:
SC „MECANICA CEAHLĂU" S.A. PIATRA NEAMŢ
Registered Office: 6th Dumbravei street, 610202 Piatra Neamt
Phone number/fax: 0233-21.58.20 / 0233-21.60.69
Tax Identification Number: RO 2045262
Trade Register Registration Number: J.27 / 8 / 08.01.1991
Subscribed and paid-in share capital RON 23.990.846
Regulated market in which the issued securities are traded: BSE.
Trading symbol: MECF.

1. Synthesis of the financial-economic indicators on June 30, 2017

Information in the financial-economic situation of the Mecanica Ceahlau SA on the 1st semester of 2017 are presented in the Individual Financial Statements, concluded on June 30, 2017, drafted according to the order 2844 from 2016 on the approval of the accounting regulations according to the international standards of financial reporting
The currency of the reporting is RON.

The individual financial statements ended June 30, 2017 were not audited.

The structure and the evolution of the asset, debt and equity elements of the company, compared to the same period of the previous year, is presented as:

1.a. Individual situation of the financial position

Balance Sheet Elements (lei)	**1st Semester 2017**	**1st Semester 2016**
Fixed assets		
Tangible assets	**24.046.484**	**21.763.431**
Intangible assets	**545.411**	**117.293**
Real estate investments	**535.218**	**465.631**
Total Immobilized Assets	**25.127.113**	**22.346.355**
Current Assets		
Stocks	15.275.422	17.273.626
Commercial receivables and other receivables	15.762.372	15.550.102
Expenses registered in advance	258.376	141.720
Financial assets at fair value (units)	3.125.979	3.017.081
Cash and cash equivalents	4.234.415	1.652.259
Total Current Assets	**38.656.564**	**37.634.788**
Total Assets	**63.783.677**	**59.981.143**
Own equity		

Share capital	23.990.846	23.990.846
Reserves	19.843.566	19.024.1258
The result of the exercise	1.800.447	1.704.441
Reported result	9.172.647	9.062.485
Other equity items	-2.690.379	-2.708.005
Total Equity	**52.117.127**	**51.073.895**
Debts		
Long Term Debts		
Long-term loans	1.670.061	312.218
Provision for pensions	199.117	194.004
Deferred tax liabilities	2.439.505	2.412.050
Total Liabilities	**4.308.683**	**2.918.272**
Current Debts		
Short-term loans	283.621	114.554
Trade and other payables	6.969.387	4.630.288
Income recorded in advance	1.139	3.415
Provisions	103.721	92.833
Total Current Debt	**7.357.867**	**5.988.976**
Total Debt	**11.666.550**	**8.907.248**
Total Equity and Debt	**63.783.677**	**59.981.143**

1.b. Individual situation of the global result

Mecanica Ceahlau SA has concluded the 1st semester of 2017 with a turnover of RON 20.509.141 lei with an increase of 20 % compared to the 1st semester of 2016. The resulted turnover achieved on June 30, 2017 has increased with 9 % compared to BVC 1st semester of 2017.

INDICATORS	June 30, 2017	% Of turnover	June 30, 2016	% Of turnover
Income from current activity (Turnover)	20.509.141	100	17.131.785	100
Other incomes	93.064		80.944	
Income from inventory variation	53.132		1.155.047	
Total Operational Income	**20.655.337**		**18.367.776**	
Expenditure on stocks	**9.101.524**	44	**8.083.280**	47
Utilities expenses	374.186	2	344.640	2
Wages, contributions, and other benefits	3.750.379	18	3.272.868	19
Expenses with amortization and depreciation of fixed assets	892.893	4	777.959	4
Gains / Losses from Asset Loss	-		650	
Adjustment of the value of current assets	497		2.438	
Adjustments on provisions	500.907	2	681.745	4
Other Expenses (Distributor Fees and Marketing Expenses)	4.601.394	22	4.088.083	24
Total Operational Expenses	**18.218.972**		**15.881.997**	
Result of Operational Activities	**2.436.365**		**2.485.779**	
Financial income	65.941		36.279	
Gain / loss on financial assets at fair value	34.457		35.216	
Financial expenses	357.101		510.249	
Net Financial Outcome	**- 256.703**		**- 438.754**	
The result before tax	**2.179.662**		**2.047.025**	
Current income tax expense	284.659		226.558	
Expenses with deferred tax	134.799		163.523	
Profit tax on deferred income tax	40.244		47.497	
The result of Continue Activities	**1.800.448**		**1.704.441**	

The net profit (achieve) on June 30, 2017 represents 9% of the achieved turnover.

1. Semestrial report on June 30, 2017 – the integral version is available on www.mecanicaceahlau.ro and in the link on the IRIS platform (PDF document attached in the IRIS platform);

B 2 Financial-economic indicators mentioned at Annex 30 B / ASF Registry no. 1/2006

	Indicator name	Calculation method	June 30, 2017	June 30, 2017
1.	Current liquidity indicator	Current assets/ Current debts	5.25	6,36
2.	Rate of debt indicator	Borrowed equity/ Own equity x 100	3.75	5,33
3.	Turnover speed of fixed assets	Turnover/ Fixed assets	0.82	0,77
4.	Turnover speed of days sales outstanding (No. days	Medium balance of net commercial claims/ Turnover x 181	136 days	132 days

GENERAL MANAGER,
Laura Arghirescu

FINANCIAL DIRECTOR,
Gabriela Marian

PRESIDENT OF THE MANAGEMENT BOARD,
Trifa Aurelian-Mircea-Radu