

MECANICA CEAHLĂU S.A
Individual financial Statements
As of 31 December 2013

**Drafted in compliance with the
International Financial Reporting Standards
adopted by the European Union
as per order of the Minister of Public Finances No 1286/ 2012
with further amendments**

**The auditing of the Individual Financial Statements drafted on 31 December 2013 is in
progress**

SC MECANICA CEHLAU SA
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FINANCIAL STANDING

On 31 December	Note	2013	2012
Assets			
Corporeal assets			
Corporeal asset	12	22,804,396	23,960,471
Estate (land) and amenajări la terenuri		12,082,199	12,082,199
Buildings		5,810,852	6,395,366
Technical installations and means of transport		4,852,597	5,418,146
Furniture, office equipment [...]		58,748	56,595
Corporeal assets – in progress		0	8,165
Non-corporeal assets	13	64,713	116,546
Concessions, patents, licenses, trade marks, royalties and similar assets		0	67,769
Other non-corporeal assets		64,713	48,777
Estate investments	14	465,631	509,492
Total Corporeal Assets		23,334,740	24,586,509
Current Assets			
Stocks	16	9,338,801	7,969,226
Comercial debts and other debts	17	4,282,639	7,548,739
Expenditure recorded in advance	17	0	1,092
Cash and cash equivalent	18	13,188,711	12,224,571
Total Current Assets		26,810,151	27,743,628
Total Assets		50,144,891	52,330,137
Own Capitals			
Social Capital	19	23,990,846	23,990,846
Reserves	19	15,547,891	15,842,240
Result of the exercise		727,130	7,406,938
Reported result		7,915,885	1,924,142
Other elements of own capitals		(2,783,885)	(3,174,468)
Total Own Capitals		45,397,867	45,989,698

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On 31 December	Note	2013	2012
Debts			
Long-term Debts			
Debts related to postponed tax	11	1,746,376	2,752,766
Total Long-term Debts		1,746,376	2,752,766
Current Debts			
Commercial debts and other debts, including derived financial instruments	24	2,260,685	2,841,721
Revenues recorded in advance	22	33,293	104,882
Provisions	23	706,670	641,070
Total Current Debts		3,000,648	3,587,673
Total Debts		4,747,024	6,340,439
Total Own Capitals and Debts		50,144,891	52,330,137

The individual financial statements were approved by the Board of Directors on 10 March 2014 and were signed on behalf of the Board by:

Director General,
Arghirescu Laura

Director of Finances,
Marian Gabriela

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STATEMENT OF GLOBAL RESULTS

For the exercise closed on 31 December	Note	2013	2012
Continuous Operations			
Revenues	5	24,017,394	29,496,698
Othe revenues	6	274,627	255,420
Total Operations Revenues		24,292,021	29,752,118
Expenditure related to stocks		(7,616,719)	(9,746,412)
Expenditure related to utilities		(725,763)	(804,286)
Expenditure with salaries, contributions and other benefits	8	(6,580,020)	(6,675,841)
Expenditure with amortisation and depreciation of assets	12,13	(1,738,158)	(1,420,538)
Gain/loss from transfer of assets		1,300	369,906
Gain / loss from estate investment	14	(43,861)	-
Adjustments to the value of current assets		(3,323,545)	1,001,055
Adjustment to provisions	23	(65,600)	155,469
Other expenditure	7	(3,983,963)	(4,429,898)
Total Operational Expenditure		(24,076,329)	(21,550,545)
Result of Operational Activities		215,692	8,201,573
Financial Revenue		621,762	873,256
Financial Expenditure		(393,606)	(499,945)
Net Financial Result	9	228,156	373,311
Result before Tax		443,848	8,574,884
Expenditure with current profit on tax	10	(668,294)	(1,166,137)
Expenditure with postponed profit on tax	10	(89,370)	(64,988)
Revenues related to postponed profit on tax	10	1,040,946	63,179
Result of Continuous Operations		727,130	7,406,938
Other Elements of the Global Result			
Revaluation of corporeal assets		(407,630)	(215,433)
Other Elements of the Global Results, after Tax		(407,630)	(215,433)
Total Global Result related to the period		319,500	7,191,505
Attributable Profit	20	727,130	7,406,938
Result by basic operation		0.0030	0.0309

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STATEMENT ON MODIFICATIONS TO OWN CAPITALS

	<u>Attributable to the Company Shareholders</u>							
	<u>Social capital</u>	<u>Legal reserves</u>	<u>Reserves from revaluation</u>	<u>Other reserves</u>	<u>Reported result</u>	<u>Current result</u>	<u>Other elements of own capitals</u>	<u>Total own capitals</u>
Sold on 01 January 2013	23,990,846	1,685,214	13,329,404	827,622	1,924,142	7,406,938	(3,174,468)	45,989,698
Setting up legal reserves from profit 2012	-	25,416	-	-	(25,416)	-	-	-
Transfer resulted from 2012 to reported result	-	-	-	-	7,406,938	(7,406,938)	-	-
Transfer resulted reportat to other reserves	-	-	-	-	(357,959)	-	357,959	-
Loss/Net profit of the exercise	-	-	-	-	-	727,130	-	727,130
Legal reserve 2013	-	22,192	-	-	-	-	(22,192)	-
Other elements of global results								
Reserves from revaluation increase	-	-	173,703	-	-	-	-	173,703
Postponed tax capitals	-	-	-	-	-	-	54,816	54,816
Transfer of revaluation reserves related to estate investment to reported Result	-	-	(256,688)	-	256,688	-	-	-
Reserves from revaluation decrease	-	-	(108,030)	-	-	-	-	(108,030)
Transfer to reported results of surplus obtained from revaluation reserves	-	-	(150,942)	-	150,942	-	-	-
Transactions with owners								
Dividends distributed to shareholders	-	-	-	-	(1,439,450)	-	-	(1,439,450)
Sold on 31 December 2013	23,990,846	1,732,822	12,987,447	827,622	7,915,885	727,130	(2,783,885)	45,397,867

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CASHFLOW / TREASURY FLOW STATEMENT

For the financial exercise closed on 31 December	Note	2013	2012
Cash flow from operations (exploitation)			
Cash in from customers		28,747,730	37,443,548
Payments to suppliers and employees		25,336,734	29,875,724
Chas generated from operations (exploitation)		3,410,996	7,567,824
Interest paid	9	18,509	133,356
Tax on profit paid	10	761,238	1,166,137
Net cash generated from exploitation		2,631,249	6,268,331
Cash flow from investment activities			
Interest cashed in	9	522,909	552,395
Purchases of corporeal assets		756,723	1,522,942
Short-term investment		0	(528,832)
Dividends paid		1,433,295	0
Net cash generated from investments		(1,667,109)	(1,499,379)
Cash flow from financing operations			
Reimbursement of loans		0	2,981,094
Payment of debts from financial leasing		0	450,955
Net cash (used in) financial operations		0	(3,432,049)
Net decrease of cash and cash equivalent		964,140	1,336,903
Cash and cash equivalent on 1 January		12,224,571	10,887,668
Cash and cash equivalent on 31 December		13,188,711	12,224,571

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