



S.C. MECANICA CEHLAU SA

610202 Piatra Neamț - România, Str. Dumbravei Nr. 6
J27/8/1991; CUI: 2045262; Cont BCR RO45 RNCB 0196 0277 9794 0001
Capital social subscris și vărsat: 23.990.846 Lei
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A. Quarterly report of the Management Board on March 31, 2017

Date of the report: 4/20/2017

Name of the company:

SC „MECANICA CEHLĂU” S.A. PIATRA NEAMȚ

Registered Office: Piatra Neamț str. Dumbravei nr.6, cod 610202

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 March 31, 2017.

Information in the financial-economic situation of the Mecanica Ceahlau SA on the 1st quarter of 2017 are presented in the Individual Financial Statements, concluded on March 31, 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 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	Quarter I 2017	Quarter I 2016
Fixed assets total, out of which:	22,544,261	22,503,991
Tangible fix assets	21,498,737	21,967,314
Intangible assets	579,893	71,046
Real Estate Investments	465,631	465,631
Current assets total, out of which:	40,909,438	61,741,263
Stocks	13,603,527	14,994,967
Commercial claims and other assets	17,344,705	18,802,826
Expenses registered in advance	160,268	186,948
Financial assets at fair value	3,059,453	3,002,527
Cash and cash equivalents	6,741,485	2,250,004
TOTAL ASSETS	63,453,699	61,741,263
Own equity, of which:	52,945,529	51,915,952

Share capital	23,990,846	23,990,846
Reserves	19,068,435	19,052,207
Balance Sheet Elements (cont.)	Quarter I 2017	Quarter I 2016
Result of the exercise	1,457,705	1,253,438
Reported result	11,250,256	10,466,395
Other elements of own equity	-2,821,713	-2,846,934
Total debts:	10,508,170	9,825,311
Long term debts, out of which:	2,845,794	2,792,485
Long term loans	233,535	274,692
Provisions for pensions:	226,364	194,004
Debts on deferred tax	2,385,895	2,323,789
Current debts total, out of which:	7,662,376	7,032,826
Short term loans	98,010	98,282
Commercial debts and other debts	7,168,526	6,255,373
Incomes registered in advance	1,897	3,985
Provisions	393,943	675,186
TOTAL OWN EQUITY AND DEBTS	63,453,699	61,741,263

1.b. Individual situation of the global result

Societatea Mecanica Ceahlau SA has concluded the 1st quarter of 2017 with a turnover of RON 11,758,185 with an increase of 12% compared to the 1st quarter of 2016.

The resulted turnover achieved on March 31, 2017 has increased with 8% compared to BVC 1st quarter of 2017.

INDICATORS	Quarter I 2017	Quarter I 2016
Income from current activity (Turnover)	11,758,185	10,520,493
Other incomes	72,119	24,490
Incomes from the changes in stocks	-1,400,341	-183,187
Total operational incomes	10,429,963	10,361,796
Expenses with stocks	4,302,436	4,397,587
Expenses with utilities	211,174	204,870
Expenses with salaries, contributions and other benefits	1,670,595	1,659,282
Expenses with amortization and impairment of assets	446,263	384,654
Adjustment of the value of current assets	233	1,364
Adjustments on provisions	183,438	99,390
Other expenses	2,107,727	2,068,550
Total operational expenses	8,554,524	8,614,189
Result of the operational activities	1,875,439	1,747,607
Financial income	40,985	49,072
Financial expenses	180,600	320,904
Financial net result	-139,615	-271,832
Result before taxes	1,735,824	1,475,775
Expenses with current income tax	241,581	199,065
Expenses with deferred income tax	47,941	70,535
Earnings associated to the deferred income tax	11,403	47,263
Result from the Continuous Activities (Net profit)	1,457,705	1,253,438

The net profit (achieve) on March 31, 2017 represents 12% of the achieved turnover.

2. Quarterly report on March 31, 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	31 March 2017	31 March 2016
1. Current liquidity indicator	Current assets/ Current debts	5.6	6.2
2. Rate of debt indicator	Borrowed equity/ Own equity x 100	0.4	0.5
3. Turnover speed of fixed assets	Turnover/ Fixed assets	0.5	0.4
4. Turnover speed of days sales outstanding (No. days)	Medium balance of net commercial claims/ Turnover x 90	133 days	118 days

GENERAL DIRECTOR,
Laura Arghirescu

FINANCIAL DIRECTOR ,
Gabriela Marian

PRESIDENT OF THE MANAGEMENT BOARD,
Trifa Aurelian Mircea Radu