

INCOME STATEMENT
31st December, 2005
(Expressed in '000, RON)

	<u>31.12.2005</u>	<u>31.12.2004</u>
Revenue	6590.5	5439
Cost of sales	<u>4518.5</u>	<u>3605</u>
Gross profit	2072	1834
Other operating income	7	87.5
Distribution costs	910	931
Administrative expenses	532	549.5
Other operating expenses		
Restructuring costs		
Profit from operations		
Finance costs	94.5	56
Finance income	98	59.5
Loss on disposal of discontinued operations		
Exchange (loss)/gain	<u>31.5</u>	<u>10.5</u>
Profit before tax	<u>668.5</u>	<u>444.5</u>
Income tax expense	108.5	3.5
Loss after tax – continuing operations		
Minority interest		
Net Profit/(Loss) for the period	<u>560</u>	<u>441</u>



**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31st December, 2005**
(Amounts Expressed in 000, RON)

	Share capital	Capital reserves	Revaluation reserves	Accumulated Losses carried forward	Hedging reserves	Translation reserves	Total Equity
Equity 31.12.2003							
Balance at 01.01.2003							
Changes in accounting policy (adoption of IFRS)							
Loss for the year							
Restated balances 31.12.2003							
Equity 31.12.2004							
Balance at 01.01.2004	2975	143.5					
Changes in accounting policy (adoption of IFRS)							
Loss for the year							
Restated balances 31.12.2004	2975	143.5					
Equity 31.12.05							
Balance 01.01.2005							
Revaluation Reserve							
Profit for the year							
Currency translation differences							
Net loss on hedges							
Other reserves							
Equity as at 31.12.2005							



CASH FLOW STATEMENT
31st December, 2005
(Expressed in 000, RON)

<u>Cash flows from operating activities</u>	<u>31.12.05</u>	<u>31.12.2004</u>
(Loss)/ Profit for the year	668.5	444.5
Adjustments for:		
Depreciation of tangible assets	70	63
Foreign Exchange differences	-35	-10.5
Profit from Discontinued operations		
Provisions		
Cash flows from operating activities	703.5	497
Decrease/(Increase) in inventories	-161	-73.5
(Increase) / Decrease in debtors	-150.5	-122.5
Decrease/(Increase)in other receivables		
Increase)/ Decrease in suppliers	+147	+3.5
(Decrease)/Increase in other payables	-52.5	
Cash flows from operating activities	486.5	304.5
Taxes paid	-108.5	-3.5
Total infows (outflows) from operating activities	378	301
 <u>Cash flow from investing activities</u>		
Purchase of tangible assets		
Decrease in other non current assets		
Revaluation reserve		
Net cash flow from investing activities	0	0
 <u>Cash flow from financing activities</u>		
Repayment of bank loans/leasing	-7	-3.5
Repayments of obligation under finance leases		
Bank loans		-269.5
Decrease of share capital		
Cash flow from financing activities	-7	273
 Net increase in cash and cash equivalents	371	430.5
 Cash and cash equivalents at beginning of year	458.5	28
 Cash and cash equivalents at end of year	829.5	458.5

