

## BALANCE SHEET

Name of the company: Bulgarian Real Estate Fund Inc.

Period: 1.01.2011 - 30.09.2011

ASSETS	BGN '000	EQUITY AND LIABILITIES	BGN '000
a	I	a	I
<b>A. Long-term ASSETS</b>		<b>A. EQUITY</b>	
<b>I. Properties, machinery, equipment</b>		<b>I. Share capital</b>	
1. Land		Authorised capital, incl.:	60,450
2. Buildings and constructions		Ordinary shares	60,450
3. Machinery		Preference shares	
4. Equipment	3	Own ordinary shares repurchased	
5. Vehicles		Own preference shares repurchased	
6. Fixture and fittings	26	Share capital receivable	
7. Cost for acquisition and disposal of fixed assets		<b>Group I total:</b>	<b>60,450</b>
8. Other		<b>II. Reserves</b>	
<b>Group I total:</b>	<b>29</b>	1. Reserves from issues of shares	9,810
<b>II. Investment properties</b>	<b>53,332</b>	2. Reserves from revaluations of assets and liabilities	
<b>III. Plants</b>		3. Reserves for special purposes, incl.:	
<b>IV. Intangible non-current assets</b>		general reserves	
1. Patents, licenses and ownership rights		special reserves	
2. Software products		other reserves	
3. Products from research and development		<b>Group II total:</b>	<b>9,810</b>
4. Other intangible fixed assets	4	<b>III. Financial result</b>	
<b>Group IV total:</b>	<b>4</b>	1. Profit/loss from previous years, incl.:	3,808
		undistributed profit	3,808
		uncovered loss	
<b>V. Goodwill</b>		2. Current profit	749
1. Positive goodwill		3. Current loss	
2. Negative goodwill		<b>Group III total:</b>	<b>4,557</b>
<b>Group V total:</b>	<b>-</b>	<b>SECTION A TOTAL (I+II+III):</b>	<b>74,817</b>
<b>VI. Long term financial assets</b>			
1. Participations, incl.:			
control participations			
majority participations			
minority participations			
other			
2. Bonds			
State bonds			
Bonds, incl.:			
municipality bonds			
other bonds			
3. Other			
<b>Group VI total:</b>	<b>-</b>	<b>C. LONG TERM LIABILITIES</b>	
<b>VII. Long term receivables</b>		<b>I. Long term payables</b>	
1. Receivables from related parties		1. Payables to related parties	
2. Receivables from trade loans		2. Payables to financial institutions	14,483
3. Receivables from financial leasing		3. Payables on LABD	
4. Other long term receivables		4. Trade loan payables	
<b>Group VII total:</b>		5. Payables on debentures	
		6. Other long term payables	657
		<b>Group I total:</b>	<b>15,140</b>
<b>VIII. Deferred expenses</b>	448	<b>II. Other long term liabilities</b>	
<b>IX. Postponed taxes</b>		<b>III. Deferred income</b>	
<b>SECTION A TOTAL (I+II+III+IV+V+VI+VII+VIII+IX):</b>	<b>53,813</b>	<b>IV. Liabilities on postponed taxes</b>	
<b>B. CURRENT ASSETS</b>		<b>V. Financing</b>	
<b>I. Inventories</b>		<b>SECTION C TOTAL (I+II+III+IV+V):</b>	<b>15,140</b>
1. Materials		<b>D. SHORT TERM LIABILITIES</b>	
2. Finished product stock		<b>I. Short term payables</b>	
3. Merchandise		1. Payables to financial institutions	24
4. Work in progress		2. Long term liabilities due within one year	2,386
5. Plants		3. Current liabilities , incl.:	1,461
6. Other	33,491	Related parties payables	451
<b>Group I total:</b>	<b>33,491</b>	Trade loan payables	
		Payables to suppliers	876
		Advances from clients	
<b>II. Short term receivables</b>		Payables to the personnel	3
1. Receivables from related parties	176	Payables to social insurance companies	
2. Receivables from clients	1,270	Tax payables	131
3. Advances to suppliers	7	4. Other short term payables	
4. Trade loan receivables		5. Provisions	
5. Court and court awarded receivables	8	<b>Group I total:</b>	<b>3,871</b>
6. Tax receivables		<b>II. Other short term liabilities</b>	
7. Receivables from personnel		<b>III. Deferred income</b>	
8. Other short term receivables		<b>IV. Financing</b>	
<b>Group II total:</b>	<b>1,461</b>		
<b>III. Short term financial assets</b>			
1. Financial assets for speculation, incl.:			
debt securities			
derivatives			
other			
2. Financial assets for sale			
3. Other			
<b>Group III total:</b>	<b>-</b>	<b>SECTION D TOTAL (I+II+III+IV):</b>	<b>3,871</b>
<b>IV. Cash</b>			
1. Cash in hand	8		
2. Cash at bank	4,752		
3. Blocked cash	15		
4. Cash equivalents			
<b>Group IV total:</b>	<b>4,775</b>		
<b>V. Short term deferred expenses</b>	<b>288</b>		
<b>SECTION B TOTAL (I+II+III+IV+V):</b>	<b>40,015</b>		
<b>TOTAL ASSETS (A+B):</b>	<b>93,828</b>	<b>EQUITY AND LIABILITIES (A+B+C+D):</b>	<b>93,828</b>

Date : 27.10.2011

Executive manager: Nikolai Skarlatov

## INCOME STATEMENT

Name of the company: Bulgarian Real Estate Fund Inc.

Period: 1.01.2011 - 30.09.2011

EXPENSES	BGN '000	INCOME	BGN '000
a	1	a	1
<b>A. OPERATIONAL EXPENSES</b>		<b>A. Income from ordinary activities</b>	
<b>I. Expenses according to economical elements</b>		<b>I. Net revenues from sales:</b>	
1. Expenses for materials	109	1. Production	
2. Expenses for hired services	1236	2. Merchandise	5492
3. Depreciation expenses	9	3. Services	4985
4. Salaries	45	4. Other	14
5. Social securities	7	<b>Group I total:</b>	<b>10491</b>
6. Book value of assets sold (without the production)	4746		
7. Change in finished products, WIP and deferred expense Change in finished products, WIP and deferred expense		<b>II. Income from financing</b>	
8. Other expenses, incl.:	2779	incl. government grants	
impairment of assets	1967		
provisions		<b>III. Financial income</b>	
<b>Group I total:</b>	<b>8,931</b>	1. Income from interest	121
		2. Income from participations (incl. dividends)	
<b>II. Financial expenses</b>		3. Positive differences from operations with financial assets and securities	29
1. Interest expenses	911	4. Currency exchange gains	
2. Negative differences from operations with financial assets and securities		5. Other financial income	
3. Currency exchange losses		<b>Group III total:</b>	<b>150</b>
4. Other financial expenses	50		
<b>Group II total:</b>	<b>961</b>		
<b>B. Total operational expenses (I + II)</b>	<b>9,892</b>	<b>B. Total income from ordinary activities (I+II+III):</b>	<b>10641</b>
<b>C. Profit from ordinary activities</b>	<b>749</b>	<b>C. Loss from ordinary activities</b>	<b>0</b>
<b>III. Shared profit from participations</b>		<b>IV. Shared loss from participations</b>	
<b>IV. Extraordinary expenses</b>		<b>V. Extraordinary income</b>	
<b>D. Total expenses (B+ III +IV)</b>	<b>9,892</b>	<b>D. Total income (B + IV + V)</b>	<b>10,641</b>
<b>E. Profit before taxes</b>	<b>749</b>	<b>E. Loss before taxes</b>	<b>0</b>
<b>V. Taxes</b>			
1. Income taxes			
2. Expenses (Savings) for postpone income taxes			
3. Other taxes			
<b>F. Profit after taxes (E - V)</b>	<b>749</b>	<b>F. Loss after taxes (E + V)</b>	<b>0</b>
<b>G. Net profit</b>		<b>G. Loss for the period</b>	
<b>TOTAL (D+ V + F):</b>	<b>10,641</b>	<b>TOTAL(D + F):</b>	<b>10,641</b>

Date : 27.10.2011

## CASH FLOW STATEMENT

Name of the company: **Bulgarian Real Estate Fund Inc.**

Period: **1.01.2011 - 30.09.2011**

CASH FLOWS	BGN '000
<b><i>A. CASH FLOW FROM OPERATING ACTIVITIES</i></b>	
1. Receipts from customers	7,782
2. Payments to suppliers	(3,592)
3. Cash flow from financial assets for speculation purposes	
4. Salaries paid	(52)
5. Paid / Returned taxes (without income taxes)	(1,128)
6. Paid income taxes	
7. Interest received	129
8. Interest repaid and other expenses on short-term loans	(2)
9. Foreign exchange gains/losses	
10. Other cash flows from operating activities	(67)
<b>Net cash flow from operating activities (A):</b>	<b>3,070</b>
<b><i>B. CASH FLOWS FROM INVESTING ACTIVITIES</i></b>	
1. Purchase of fixed assets	
2. Sales of fixed assets	
3. Alloted loans	
4. Loans received, incl. financial leases	
5. Interest received	
6. Purchase of investments	
7. Sales of investments	5,492
8. Dividends received	
9. Foreign exchange gains/losses	
10. Other cash flows from investing activities	
<b>Net cash flow from investing activities (B):</b>	<b>5,492</b>
<b><i>B. CASH FLOWS FROM FINANCIAL ACTIVITIES</i></b>	
1. Issue of share capital	
2. Payment for redemption of securities	
3. Loans received	
4. Loans repaid	(1,690)
5. Financial leases payments	
6. Paid interests and fees on long term loans	(705)
7. Paid dividends	(2,345)
8. Other cash flows from financial activities	(211)
<b>Net cash flow from financial activities (C):</b>	<b>(4,951)</b>
<b>Г. NET CASH FLOWS FOR THE PERIOD (A+B+C):</b>	<b>3,611</b>
<b><i>Д. Cash at the beginning of the period</i></b>	<b>1,164</b>
<b><i>Е. Cash at the end of the period, incl.:</i></b>	<b>4,775</b>
including cash at bank and on hand	<b>4,760</b>
blocked cash	<b>15</b>

Date : **27.10.2011**

Compiler: **Alexander Georgiev**

Executive manager: **Nikolai Skarlatov**