

SC INSCUT BUCURESTI SA

**FINANCIAL STATEMENTS
PREPARED IN ACCORDANCE WITH
THE ORDER OF THE MINISTRY OF FINANCE
NO. 1752/2005**

31 December, 2008



CONTENT:

Balance sheet

Income statement

Cash flow statement

Statement of changes in equity

Notes to the financial statements



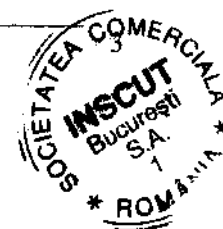
INSCUT BUCHAREST SA
Romanian Legal Person
Address: Blv. PRECIZIEI No. 11, Bucharest
Phone: 318.2080 Fax: 318.2088
Registration Number with the Register of Commerce: J 40/2220/1991

PROPERTY FORM: 34
MAIN ACTIVITY:
FREIGHT ROAD TRANSPORT
CODE GROUP CAEN: 4211
FISCAL CODE: R 449582

BALANCE SHEET AS AT 31 DECEMBER 2008

-RON-

ASSETS	Row no.	Balance at	
		beginning of period	end of period
A	B	1	2
A. NON-CURRENT ASSETS			
I. INTANGIBLE ASSETS			
1. Set-up costs	01	-	-
2. Development costs	02	-	-
3. Concessions, patents, licenses, trade marks and similar rights and other intangible assets	03	4887	1571
4. Goodwill	04	-	-
5. Advances and intangible assets in progress	05	-	-
TOTAL: (Row. 01 to 05)	06	4887	1571
II. TANGIBLE ASSETS			
1. Land and buildings	07	18845955	18320291
2. Technical equipment & machinery	08	8250266	5901420
3. Other equipment & furniture	09	20438	23071
4. Prepayments & tangible assets in progress	10	0	1065
TOTAL: (Row. 07 to 10)	11	27116659	24245847
III. INVESTMENTS			
1. Controlling interests in Group companies	12	-	-
2. Intercompany receivables	13	-	-
3. Controlling interests	14	-	-
4. Receivables from controlling interests	15	-	-
5. Securities	16	-	-
6. Other long term investments	17	13069	162404
7. Own shares held	18	-	-
TOTAL: (Row.12 to 18)	19	13069	162404
TOTAL NON-CURRENT ASSETS (Row. 06+11+19)	20	27134615	24409822
B. CURRENT ASSETS			
I. INVENTORY			
1. Raw materials and consumables	21	1748117	599100
2. Work in progress	22	-	-
3. Finished goods and merchandises	23	2509560	333540
4. Prepayments for inventory acquisition	24	-	-
TOTAL: (Row. 21 to 24)	25	4257677	932640
II. RECEIVABLES			
1. Trade receivables	26	3112179	2489883
2. Intra-group receivables	27	-	-
3. Receivables from controlling interests	28	-	-
4. Other receivables	29	198088	2336892
5. Capital account - receivables	30	-	-
TOTAL: (Row. 26 to 30)	31	3310267	4826775
III. MARKETABLE SECURITIES			
1. Controlling interests within the Group (short term)	32	-	-
2. Own shares held	33	-	-
3. Other financial investments	34	-	450000
TOTAL: (Row. 32 to 34)	35	-	450000
IV. PETTY CASH AND BANK ACCOUNTS	36	1550040	252380
TOTAL CURRENT ASSETS (Row. 25+31+35+36)	37	9117984	6461795
C. PREPAYMENTS	38	279853	115086
TOTAL ASSETS		36532452	30986703



SC INSCUT BUCURESTI SA

-RON-

LIABILITIES	Nr. Rd.	balance at	
		beginning of period	end of period
		1	2
A	B		
D. PAYABLES DUE WITHIN 1 YEAR			
1. Debenture loans	39	-	-
2. Amounts due to crediting institutions	40	3611632	6401414
3. Advances payments from customers	41	286971	
4. Trade payables	42	4973140	632213
5. Trade notes payables	43	-	-
6. Intra- group payables	44		
7. Payables related to controlling interests	45	-	-
8. Other payables, including fiscal debts social security	46	3699597	2310763
TOTAL : (Row. 39 to 46)	47	12571340	9344390
E. CURRENT ASSETS, RESPECTIVELY CURRENT LIABILITIES	48	(3181836)	(2767509)
F. TOTAL ASSETS MINUS CURRENT LIABILITIES (Row.20 + 48)	49	12571340	21642313
G. PAYABLES DUE IN MORE THAN 1 YEAR			
1. Debenture loans	50	-	-
2. Amounts due to crediting institutions	51	541530	
3. Advances payments from customers	52	-	-
4. Trade suppliers	53	-	-
5. Trade notes payables	54	-	-
6. Intra-group payables	55	-	-
7. Amounts due with regard to controlling interests	56	-	-
8. Other payables (Including debts to the budget state and social security budget)	57	4094508	2246203
TOTAL : (Row. 50 to 57)	58	4636038	2246203
H. PROVISIONS			
1. Provisions for pensions and other related obligations	59	-	-
2. Other provisions	60	-	-
TOTAL PROVISIONS (Row. 59 to 60)	61	-	-
I. INCOME IN ADVANCE	62	8333	
J. CAPITAL AND RESERVES			
I. SHARE CAPITAL	65	9,120,034	9,120,034
Out of which:			
- subscribed and not paid-in capital	66	-	-
- paid-in capital	67	9,120,034	9,120,034
- patrimony of administration	68	-	-
II. SHARE PREMIUM	69	-	-
III. REVALUATION RESERVES			
- Credit balance	70	9641339	9593273
- Debit balance	71	-	-
IV. RESERVES	72	435799	522362
1. Legal reserves	73	175666	183020
2. Reserves for own shares	74	-	-
3. Statutory or contractual reserves	75	-	-
4. Other reserves	76	260,133	339342
V. RETAINED EARNINGS			
Profit carried forward	77	31144	79370
Loss carried forward	78	-	-
VI. NET RESULT			
Profit	79	98663	88425
Loss	80	-	-
Profit appropriation	81	(10238)	(7354)
TOTAL CAPITAL (Row. 65+67+68-69+70+72+75-76+77-78+79+81)	82	19316741	19396110
Public patrimony	83	-	-
TOTAL EQUITY (Row. 82+83)	84	19316741	19396110
TOTAL LIABILITIES (Row. 47+58+62+82)		36532452	30986703

DIRECTOR GENERAL
DUMITRU STEFAN

DRAWN UP BY
CALIN ELENA

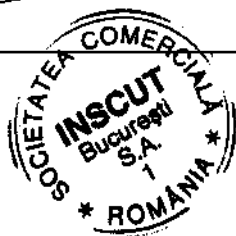


INCOME STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2008

INDICES DENOMINATION	Row no.	Financial period	
		previous	closed
		1	2
A	B		
1. Net turnover	01	43.315.425	17.345.901
Sold production	02	12.969.974	14.709.036
Income from sale of goods	03	30.345.451	2.636.865
Incomes from operation subsidies to net turnover	04	-	-
2. Stock variation			
- Credit balance	05		
- Debit balance	06	127.367	-
3. Capitalised production	07	51.335	42.910
4. Other operating income	08	351.157	3.267.825
OPERATING INCOME -TOTAL	09	43.590.550	20.656.636
5.a. Raw materials and consumables costs	10	2.377.225	3.493.712
Other material costs	11	355.182	166.206
b. Other operating expenses (energy and water)	12	750.523	792.259
Expenses with goods	13	26.327.952	2.341.118
6. Personnel expenses	14	4.674.405	3.404.219
a. Salaries	15	3.598.355	2.662.704
b. Social security costs	16	1.076.050	741.515
7.A. Adjustment to tangible and intangible assets	17	2.480.683	2.659.048
a.1. Expenses	18	2.480.683	2.659.048
a.2. Revenues	19	-	-
7.B. Adjustment to current assets	20		
b.1. Expenses	21	-	-
b.2. Revenues	22	-	-
8. Other operating expenses	23	4.311.920	5.567.103
8.1. External expenditure	24	3.748.484	4.646.480
8.2. Expenses with other taxes, fees and similar payments	25	386.958	467.793
8.3. Expenditure for damages, donations and disposed assets	26	176.478	452.830
Adjustment to provisions	27	(17.107)	200.691
Expenses	28	-	200.691
Revenues	29	17.107	-
OPERATING EXPENSES-TOTAL	30	41.260.783	18.624.356
OPERATING RESULT			
Profit (Row. 09-30)	31	2.329.767	2.032.280
Loss (Row.30-09)	32	-	-
9. Financial income from controlled entities	33		
- from Group companies	34	-	-
10. Revenue form long term debtors	35		
- from Group companies	36	-	-
11. Interest income	37	1.446	2.231
- from Group companies	38	-	-
Other financial income	39	255.845	22.152
FINANCIAL INCOME-TOTAL	40	257.291	24.383
12. Adjustment to investments	41		
Expenses	42	-	-
Revenues	43	-	-
13. Interest expenses	44	889.773	892.744
- from Group companies	45	-	-
Other financial expenses	46	1.492.526	1.016.844
FINANCIAL EXPENSES -TOTAL	47	2.382.299	1.909.588
FINANCIAL RESULT			
- Profit	48	-	-
- Loss	49	2.125.008	1.885.205
14. CURRENT RESULT			
- Profit	50	204.759	147.075
- Loss	51	-	-
15. Extraordinary income	52		
16. Extraordinary expenses	53		
17. EXTRAORDINARY RESULT			
- Profit	54	-	-
- Loss	55	-	-
TOTAL INCOME	56	43.847.841	20.681.019
TOTAL EXPENSES	57	43.643.082	20.533.944
GROSS RESULT			
- Profit	58	204.759	147.075
- Loss	59	-	-
18. PROFIT TAX EXPENSES	60	106.096	67.705
Current profit tax expenses	61	106.096	67.705
Deferred profit tax expenses	62	-	-
Income from deferred profit tax	63	-	-
Other expenses not included above	64	-	-
20. NET RESULT OF THE PERIOD			
- Profit	65	98.663	79.370
- Loss	66	-	-
21. Earning per share (ROI/SHARE)			
- basic	67	-	-
- diluted	68	-	-

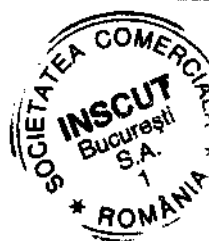
DIRECTOR GENERAL
DUMITRU STEFAN

DRAWN UP BY
CALIN ELENA



SC INSCUT BUCURESTI SA

CASH FLOW STATEMENT AS AT 31 DECEMBER 2008	2007 RON	2008 RON
<i>Cash flow from operating activities</i>		
Profit for the year before taxation	204.759	147.075
Adjustments for items included as investment or financing activities		
Amortisation of tangible/intangible assets	2.480.683	2.659.048
Interest costs	889.773	892.744
Interest income	(1.446)	(2.331)
Unrealised foreign exchange losses/(gains)	(1.253.492)	(994.692)
Provision for bad and doubtful debts		
(Gain)/loss from sale of tangible assets	(130.652)	(64.660)
Operating profit before working capital changes	2.189.655	2.637.284
Working capital changes		
Decrease/(increase) in inventories		3.325.037
Decrease/(increase) in debtors		(1.516.508)
Increase/(decrease) in creditors		5.616.785
Prepayments	(279.853)	(115.086)
Incomes in advance	8.333	
Cash generated from operations	(3.727.293)	(2.032.890)
Paid interest	(889.773)	(892.744)
Paid income tax	(225.390)	(10.771)
Net cash flow from/(used in) operating activities	(4.842.456)	(2.936.405)
<i>Cash flows from investing activities:</i>		
Purchase of tangible and intangible assets	(35.256)	(89.654)
Sale of fixed assets	239.111	194.440
Received interest	1.446	2.231
Net cash flow from investing activities	205.301	107.017
<i>Cash flows from financing activities</i>		
Proceeds from bank loans	16.578.565	6.447.506
Repayment of bank loans	(8.883.574)	(4.199.254)
Acquisition of own shares		
Payments of finance lease liabilities	(1.904.336)	(2.854.232)
Paid dividends	(82.964)	(762.940)
Net cash flow from financing activities	5.707.691	1368.970
Cash flow – total	1.070.535	(847.660)
Cash and cash equivalent at beginning of the year	479.505	1.550.040
Cash and cash equivalent at end of the year	1.550.040	702.380



SC INSCUT BUCURESTI SA

STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2008

RON

Equity	Opening balance as of 1 January	Increase		Decrease		Closing balance as of 31 December
		Total, out of which	by transfer	Total, out of which	by transfer	
0	1	2	3	4	5	6
Issued share capital	9,120,034	0	0	0	0	9,120,034
Capital premiums	0	0	0	0	0	0
Revaluation surplus	9,641,339	0	0	0	0	9,641,339
Legal reserves	175,666	7,354	0	0	0	183,020
Reserves for own shares	0	0	0	0	0	0
Statutory/contractual reserves	0	0	0	0	0	0
Other reserves/own shares	260,133		0	0	0	260,133
Conversion reserves	0	0	0	0	0	0
Retained earnings	0	0	0	0	0	0
- Unappropriated profit	0	0	0	0	0	0
- Uncovered loss	0		0	0	0	0
Retained earnings from first adoption of IAS, less IAS 29	0	0	0	0	0	0
- Credit balance	0	0	0	0	0	0
- Debit balance	0		0	0	0	0
Retained earnings from changing the accounting policies	0	0	0	0	0	0
- Credit balance	0	0	0	0	0	0
- Debit balance	0	0	0	0	0	0
Retained earnings from correction of errors	0	0	0	0	0	0
- Credit balance	0	0	0	0	0	0
- Debit balance	0	0	0	0	0	0
Retained earnings from surplus of reevaluation of reserves	31,144		0	0	0	31,144
Result of the year	98,663	79,370	0	0	0	178,033
- Credit balance	98,663	79,370	0	0	0	178,033
- Debit balance	0	0	0	0	0	0
Appropriations from the net profit	(10,238)	(7,354)	0	0	0	(17,592)
- transfer to legal reserve	10,238	(7,354)		0		(17,592)
- dividends						
TOTAL	19,316,741	79,370	0	0	0	19,396,111



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

NOTE 1: Non current assets

	Historical cost (including revaluation)				Depreciation			Net book value	
	Balance at 1 January	Additions	Disposals	Balance at 31 December	Balance at 1 January	Additions	Disposals	Balance at 1 January	Balance at 31 December
	1	2	3	4 = 1 + 2 - 3	5	6	7	9 = 1 - 5	10 = 4 - 8
I. INTANGIBLE ASSETS									
1. Organisation cost									
2. Research and development expenses									
3. Concessions, licenses and other similar assets	78.062	1.714	-	79.776	73.175	5.030	78.205	4.887	1.57
4. Goodwill									
5. Intangible assets in progress									
TOTAL	78.062	1.714	-	79.776	73.175	5.030	78.205	4.887	1.57
II. TANGIBLE ASSETS									
1. Land and buildings	21.073.009	122.304	162.444	21.332.869	2.527.054	485.524	3.012.578	18.845.955	18.320.29
2. Technical equipment & machinery	13.529.308	80.917	722.334	12.887.891	5.279.042	2.165.198	457.769	8.250.266	5.901.42
3. Other equipment & furniture	77.406	8.737	27.087	59.056	56.968	3.296	24.279	20.438	23.07
4. Prepayments & tangible assets in progress		160.498	160.498						
TOTAL	35.070.854	372.456	1.072.363	34.279.816	7.863.064	2.654.016	482.048	27.116.659	24.244.78
III. INVESTMENTS									
1. Controlling interests in Group companies									
2. Intercompany receivables									
3. Controlling interests									
4. Receivables from controlling interests									
5. Securities									
6. Other long term investments	13.069	422.236	272.901	162.404				13.069	162.40
7. Own shares held									
TOTAL	13.069	422.236	272.901	162.404	-	-	-	13.069	162.40
TOTAL NON-CURRENT ASSETS	35.070.854	796.406	1.345.264	34.521.996	7.863.064	2.654.016	482.048	27.134.615	24.408.75



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

NOTE 2: Provisions for risk and charges

Description	Balance at 1-Jan-08	Movements		Balance at 31-Dec-08
		Debit	Credit	
	1	2	3	4 = 1 + 2 - 3
Provisions for risk and charges	403.003	200.691		603.694
TOTAL	403.003	200.691		603.694

NOTE 3: Profit Appropriation

Destination	Amount
Net income for appropriations 2007	88.425
-legal reserve	7.354
-other reserves	-
-covering the accounting loss	-
-dividends	-
Unallocated Profit 2007	<u>81.070</u>

According with IAS 10, the company can record the profit appropriation in accounting, only if Shareholders General Meeting approved this before the balance sheet date. Consequently the profit appropriation, except legal reserve, is not recorded.



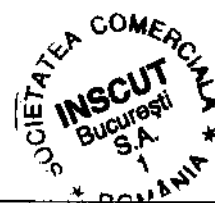
SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

NOTE 4: Operating result analysis

Description		31-Dec	31-Dec
		2007	2008
		1	2
1. TURNOVER		43.315.425	17.345.900
Cost of goods sold and services rendered	(3+4+5)	37.985.550	14.806.995
3. Direct expenses		36.736.690	14.806.995
4. Expenses related to auxiliary operations		1.248.860	-
5. Production overheads		-	-
6. Gross margin	(1-2)	5.329.875	2.538.905
7. Sales and distribution expenses		-	-
8. General and administration expenses		(3.309.444)	3.288.926
9. Other operating income/ (expenses) net		309.337	2.782.302
10. Operating result	(6-7-8+9)	2.329.768	2.032.280

NOTE 5: Receivables and payables

Receivables	Balance as at 31-Dec-08 (2 + 3)	Liquidity term	
		Below 1 year	Above 1 year
		1	2
RECEIVABLES FROM NON CURRENT ASSETS TOTAL	162.404	162.404	-
RECEIVABLES FROM CURRENT ASSETS TOTAL, out of which:	4.826.776	4.631.461	195,315
1. Trade receivables	2.489.883	2.294.568	195,315
2. Receivables – intragroup	-	-	-
3. Receivables from controlling interests	-	-	-
4. Other receivables	2.336.892	2.336.892	-
5. Capital account – receivables	-	-	-



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

Liabilities	Balance as at 31-Dec-08 (2 + 3 + 4)	Payable term		
		below 1 years	1 - 5 years	above 5 years
	1	2	3	4
Total, out of which:	11.590.593	12,533,128	4,674,250	-
1. Debenture loans	-	-	-	-
2. Amounts due to crediting institutions	6.401.414	6.401.414	-	-
3. Advances payments from customers	-	-	-	-
4. Trade suppliers	632.213	594.001	38.212	-
5. Trade notes payables	-	-	-	-
6. Inter- group payables	-	-	-	-
7. Payables related to controlling interests	-	-	-	-
8. Other payables, including fiscal debts social security	4.556.966	2.310.763	2.246.203	-

NOTE 6 - ACCOUNTING PRINCIPLES, POLICIES, AND METHODS

a) The fundamentals for the preparation of the financial statements

The financial statements include the balance sheet, income statement, cash flow statement, statement of changes in equity, as well as the relevant Notes to the Financial Statements.

These financial statements have been prepared in accordance with the Order of the Ministry of Finance of Romania no. 1752/2005 ("OMF 1752/2005") with latest changes. This order provides that the financial statements to be prepared in accordance with:

- the Accounting Law no.82/1991 (republished, changed and updated by Government Ordinance no. 61/2001);
- Disclosure requirements included in OMF 1752 (known as Volume I and II); and
- International Accounting Standards ("IAS") published by the Committee for International Accounting Standards (known as Volume III).

These very requirements stipulates that the annual financial statements are issued based on the trial balance resulted after IAS appliance, less IAS 29. Therefore, for the financial statements preparation there were not applied the requirements of IAS 29 "Hyperinflationist economies financial reporting".

The present financial statements have been made based on the convention of the historical cost.

According to the requirements of OMF 1752/2005, these statements have been prepared in order to comply with the standards issued by the International Accounting Standards Committee ("IASC"), the interpretations issued by the Interpretation Committee within IASC, as well as the field requirements provided by the Romanian regulations and legislation.

The accounting records these financial statements have been prepared on are expressed in RON and they are based on the historical cost principle.



b) The currency

All numbers are presented in RON.

c) Currency conversions

The transactions made in foreign currency are changed into RON at a rate of exchange ruling the transaction date. The assets and liabilities expressed in circulating medium at the date the balance sheet is made are presented in RON using the exchange rates ruling at the balance sheet date. The profits and loss resulted from these currency conversions are included in the profit and loss account, as part of financial incomes or expenses.

The main rates of exchange used for the conversion of balances presented in foreign currency on December the 31st 2008 were as follows: 1 EUR = 3,9852 lei.

d) Fixed assets and depreciation

The tangible assets were initially recorded I the accounting at the historical cost. The company applied the modifications required by the governmental ordinances HG 26/1992 and HG 500/1994; the differences obtained being used for the share capital increase.

For buildings the company applied the requirements of HG 95/1999, differences obtained being used for the share capital increase in year 2000.

At December 31st, 2003 the company applied the requirements of HG 1553/2003, regarding the fixed assets revaluation. The revaluation was performed by an independent evaluator which prepared an evaluation report based on the standards, recommendations and the working methodology recommended by ANEVAR (The National Association of the Evaluators in Romania).

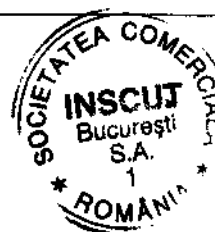
At December 31st 2006, the company revaluated the buildings. The revaluation was performed by an independent expert, SC Proram Engineering SRL Bucharest, which prepared an evaluation report based on the standards, recommendations and the working methodology recommended by ANEVAR.

The tangible assets of inventory object type, including tools and instruments are treated as expenses by the date of their purchase and they are not included in the accounting value of fixed assets.

The tangible assets elements which are taken out of use or disposed are removed from the balance sheet together with the relevant accumulated depreciation. The obtained amount for these fixed assets is registered in the account "Other operating incomes" and their net book value is registered in the account "Other expenses with compensations, donations and ceded assets".

Depreciation is calculated by using the straight - line method, using the duration of the tangible assets.

	Years
Buildings and special constructions	10-50
Industrial equipment	3-15
Equipment and vehicles	4-20
Furniture and office facilities	3-15



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

Expenses for maintenance and repairs of fixed assets are included within the profit and loss account as they occur; the improvements, which significantly enhance the life duration of assets, as well as their production capacity or technical performances are capitalized.

e) Intangible assets

Computer software

The relevant costs for the acquisition of computer software are capitalized and depreciated on the straight - line method during the 3 years useful economic life.

f) Cash and cash equivalents

The cash and cash equivalents consist of cash and available assets in bank accounts.

g) Trade receivables

Trade receivables are registered at their value before realisation. For the improbable receivables a specific provision is made. Not-recoverable debts are recorded as expenses in the period when they were identified.

h) Stocks

Inventories include all supported costs in order to bring the stock in the form and place at the present location and conditions. The cost is established on the grounds of weighted average method.

Where applicable, a provision is made for obsolete or scraped inventories, with a slow or bad movement.

i) Trade suppliers

Trade payables are recorded at cost value, representing the fair value of the obligation which is to be paid in the future for received goods or services, no matter if they have or haven't been invoiced to the company.

j) Loans

Loans are initially recorded at the value of the received amount, net from the expenses related to the respective loan contracting. The current portion of long-term loans is included in "Liabilities to be paid within 1 year". The accumulated interest on the date of the balance sheet is included in "Amounts owed to credit institutions" within the current debts. The interest costs relevant to all loans are registered as expenses at the moment of their execution.

k) Provisions

Provisions are recognised when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources is needed or an receivable derogation which can affect the economic benefits in order to settle the obligation and a reliable estimate can be made of the amount of the obligation.

l) Financial instruments

Financial instruments used by the company consist mainly in cash, term deposits, receivables and payables. This type of instruments are evaluated at their fair value.



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

m) Pensions

Within the current activity, the company performs payments to the Romanian State for the benefit of its employees. All the company employees are included in the pension plan of the Romanian State. The company operates no other pension scheme or post-pensioning benefits plan and as a consequence, the company has no obligation regarding pensions. Moreover, the company has no obligation in supplying additional benefits to its former or present employees.

n) Taxes and fees

Differences between the financial reporting in accordance with the International Accounting Standards ("IAS") and the Romanian accounting regulations lead to the appearance of differences between the accounting value of some fixed assets and current assets, as well as between the accounting income and expenses and the fiscal ones.

o) Accounting for the leasing contracts

Financial leasing is the leasing operation which mainly, transfers all the risks and advantages due to the right of owning the asset. The company signed financial leasing agreements with: ALPHA LEASING ROMANIA (1 semitrailer, 1 Mazda 6 car, 1 Dacia Pick-up car, one Hydromek excavator, 2 Dressta backhoe loaders, 5 DACIA Logan, 8 Ivecco Tracker dump trucks, 1 Ford Mondeo car, 1 Hover Gream field car, 1 Ivecco Tracker autotractor) MOTORACTIVE LEASING (1 Hyundai excavator, 1 Hyundai wheel loader), UNICREDIT LEASING IFN (4 BMC dump truck and 2 IVECO dumper truck). Financial leasing operations are reflected in the balance sheet as fixed assets and liabilities.

p) Going concern

The company activity nature can bring unpredictable variations regarding future cash flow. The management analyzed the opportunity of issuing the financial statements on a going concern basis.

NOTE 7: SHARES AND BONDS

Share Capital

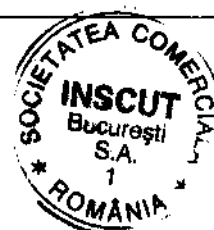
	31 December 2007	31 December 2008
Subscribed capital – no. of shares	1.302.862	1.302.862
Nominal value of each share	7	7
Share Capital – value	9.120.034	9.120.034

Redeemable shares

There are no redeemable shares in the year 2008.

Shares issued during the financial year

The company did not issued shares during the year ended at 31st of December 2008.



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

Issued bonds

The company did not issue any bonds during the year ended at 31st of December 2008.

NOTE 8: INFORMATION REGARDING EMPLOYEES, ADMINISTRATORS AND DIRECTORS

Administrators and directors

In December 2007, the major shareholder DIEKAT INTERNATIONAL LIMITED has sold all its shares that were owned at SC INSCUT BUCURESTI SA.

The action was finalized at the National Trade Register Office Bucharest in 2008.

At 31.12.2008 the synthetic structure of the shareholders was:

-SVENON INVESTMENTS LIMITED	873.221 shares	67,02329 %
-KESDAL VENTURES LIMITED	162.264 shares	12,45443 %
- KONDITOR CONSULTANTS LIMITED	173.550 shares	13,32067 %
- Physical entity	93.827 shares	7,20161 %
TOTAL	1.302.862 shares	100,0000 %

Following the modification of the shareholders structure the Anual General Meeting decided on 17.07.2008 and named a new Board of Directors:

- Dimitrios Koutras- President
- Petros Katsias-Vicepresident
- Anastasios Kallitsantis-Member
- Georgios Sossidis- Member
- Spyros Kalodikis-Member.

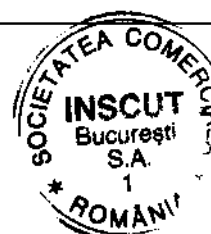
The Board of Directors named a new management for the company and its members are:

- Dumitru Stefan -General Manager and Financial Manager (former position-Financial Manager)
- Mustafa Dumitru – Production Manager- (same position)
- Filippos Tzefronis- Commercial Manager- (same position)
- Georgios Sotiriou – Mecanisation Manager – named on 17.07.2008.

The actions were finalized at the National Trade Register Office Bucharest, made public at CNVRM and to the Stock Exchange and published in the Romanian Official Monitor forth part no.4531/07.08.2008.

At December 31st 2008 the company had no obligations regarding the pensions for its administrators and managers (in activity or retired).

The company didn't offer loans to its managers or administrators, during the year ended at December 31st 2008.



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

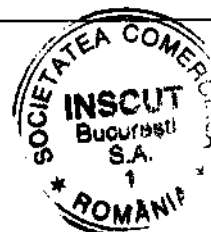
Employees

	31 December 2007	31 December 2008
	(No)	(No)
Average number of employees		
- <i>direct productive</i>	95	64
- <i>indirect productive</i>	59	23
TOTAL	154	87
		RON
Paid Salaries	3.598.355	2.957.870
Expenses with social insurances and protection	1.076.050	938.736
Other expenses with employees – meal tickets	255.647	240.492
TOTAL	4.930.052	4.137.098

NOTE 9: ANALYSIS OF THE MAIN ECONOMICAL – FINANCIAL RATIOS

Main financial indicators at December 31, 2008 are as follows:

1 PROFITABILITY AND RETURN ON EQUITY	2007	2008
Return on equity		
Net profit (A)	98.663	79.370
Equity (B)	19.316.741	19.396.110
A/B	0,0051	0,0024
Operating result ratio		
Profit from operation (A)	2.329.767	2.538.905
Operating revenues (B)	43.590.550	20.656.636
A/B	0,0534	0,0983
Net profit ratio		
Net profit /(loss) (A)	98.663	79.370
Total income (B)	43.847.841	20.681.019
A/B	0,0023	0,0038
Total assets turnover		
Turnover (A)	43.315.425	17.345.901
Total assets (B)	36.532.452	30.986.703
A/B	434	204
2 SOLVABILITY		
Debt ratio		
Total liabilities (A)	12.607.002	9.344.390
Total assets (B)	36.532.452	30.094.058
A/B	0,35	0,31
Gearing		
Total long term debts (A)	4.636.038	2.246.203
Total assets less current liabilities (B)	23.944.446	21.642.313
A/B	0,19	0,10



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

Interest cover

Profit before interest and taxation (A)	204.759	147.075
Interest expense (B)	889.773	892.743
A/B	0,23	0,16

3 LIQUIDITY AND WORKING CAPITAL

Current ratio

Current assets (A)	9.117.984	6.431.121
Current liabilities (B)	12.571.340	9.344.390
A/B	0,73	0,69

Quick ratio

Current assets (A)	9.117.984	6.462.860
Inventories (B)	4.257.677	932.642
Current liabilities (C)	12.571.340	9.344.390
(A-B)/C	0,39	0,59

Account receivable collection period

Trade receivables (A)	3.112.179	2.706.158
Turnover (B)	43.315.425	17.345.901
A/B*365 zile	26	57

Inventory turnover period

Stocks (A)	4.257.677	932.642
Cost of goods sold (B)	25.346.098	3.659.917
(A/B)*365 zile	61	91

Accounts payable payment period

Trade payable (A)	4.973.140	2.802.677
Cost of raw materials, cost of services, cost of goods sold (B)	29.060.359	2.341.118
(A/B)*365 days	61	438

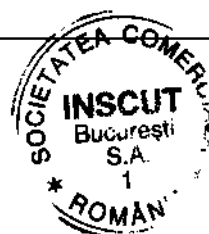
NOTE 10: Miscellaneous

a) Information on the company

SC INSCUT BUCURESTI SA is a joint stock company incorporated in 1991 with headquarters on 11th Preciziei Ave, District 6, Bucharest, Romania. The company is registered with the Bucharest Trade Register Office with registration no. J/40/2220/1991 and CUI R 449582.

The main object of activity is road construction and highway construction mecanisation services with cars and equipments to third parties and renting spaces for offices and warehouses.

Beginning with the year 2008 the new major shareholders decided to renounce at the activity of selling construction equipment and car service, but to develop the traditional company activity of renting cars and construction equipments and also a quite new activity- constructions.



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

b) Information regarding affiliated parties and subsidiaries

On December 31st 2008 the company does not hold participation titles within other companies.

The Parties are considered to be affiliated if one of them has the capability to control or significantly influence the other concerning the financial and operational decisions. The main affiliated parties with which the company developed transactions during the year 2008 or with whom it had balances on December 31st 2008 are as follows:

The name of the company	The type of the relation	Country of Origin	Official address
AKTOR SA Greece, Bucharest Branch	Under the same control	Romania	Negustori Street no. 12, District 3, Bucharest, Romania
AKTOROM SRL	Under the same control	Romania	Negustori Street no. 12, District 3, Bucharest, Romania
CLH ESTATE	Under the same control	Romania	Negustori Street no. 12, District 3, Bucharest, Romania
HOLDING GLINA	Under the same control	Romania	Negustori Street no. 12, District 3, Bucharest, Romania

Details on the balances and transactions with the affiliated parties are presented in Note no. 21.

c) Turnover

Sales by geographical areas:

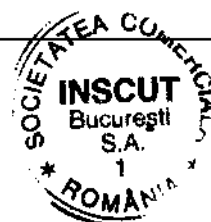
	31 December 2007	31 December 2008
Export	0	0
Domestic	43.315.425	17.345.901
Total turnover	43.315.425	17.345.901

Sales by economical domain areas:

	31 December 2007	31 December 2008
Income from services	11.155.265	11.064.815
Income from rents	1.325.341	2.808.757
Income from selling merchandise	30.345.451	2.636.865
Other income	489.368	835.464
Total turnover	43.315.425	17.345.901

d) Expenses with rents and leasing installments

The company recorded the following rent expenses (lands, buildings, cars) in the financial year ended on December 31st 2008.



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

	31 December 2007	31 December 2008
Rents	343.569	59.325
Total rent expenses	343.569	59.325

e) Audit fees

The contractual costs for the company's audit activity, according to OMF 94/2001, for the financial year concluded on December 31st 2008 amounted 41.579 lei.

f) Contingent liabilities

• **Liabilities regarding capital expenses**

As at December 31st 2008, the company had no liabilities regarding the capital expenses.

• **Guarantee letters**

As at December 31st 2008, the company had no warranty letters given.

i) Received advance payments

As at December 31st 2008, the company didn't recorded any advanced payment from the clients.

NOTE 12: Trade Receivables

Trade receivables comprise the following:

	31 December 2007	31 December 2008
Trade receivables	3.112.179	2.489.883
Other receivables	394.445	595.136
Provision for bad debts	(394.445)	(595.136)
Total trade receivables	3.112.179	2.489.883



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

NOTE 13: Other Receivables

Other receivables comprise the following:

	31 December 2007	31 December 2008
Other receivables	198.088	2.345.450
out of which :		
- Advanced payments to the employees	135.125	52.599
- income tax	48.667	0
- sundry debtors	22.854	2.269.558
- provision for sundry debtors	(8.558)	(8558)
- operations in progress of completion	0	23.292
Total other receivables	198.088	2.336.891

NOTE 14: Cash and banks accounts

Cash and banks accounts comprise the following:

	31 December 2007	31 December 2008
Bank accounts in lei	1.461.809	231.469
Bank accounts in foreign currencies	80.242	9.867
Others	7.419	10.289
Cash in hand	570	755
Total cash and bank accounts	1.550.040	252.380

NOTE 15: Amounts owed to the financial institutions

SC INSCUT Bucuresti SA has the following credits (overdrafts) contracted with local commercial banks for working capital, issuance of guarantee letters and opening / confirmation of letters of credit:

Bank	Currency	Intrest	Due Date	31 December 2008
Alpha Bank	EUR	Bank's rate	29 August 2009	5.587.414
Alpha Bank	RON	Bank's rate	29 August 2009	814.000
TOTAL Alpha Bank				6.401.414
TOTAL CREDITS AT 31.12.2008				6.401.414



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

The maximum amount of the Credit facility from Alpha Bank, at December 31st 2008 is of EUR 4.000.000 EUR and can be used for the working capital, warranty letters, letters of credit and incasso, etc.
This facility is guaranteed by "letter of confort" issued by the mother company AKTOR ATENA GREECE.

NOTE 16: Trade payables

The trade payables comprise the following:

	31 December 2007	31 December 2008
Trade suppliers	4.801.898	497.949
Suppliers of fixed assets	2.256	2.000
Trade suppliers-invoiced not received	168.986	132.264
Total trade payables	4.973.140	632.213

NOTE 17: Debts generated by the financial leasing obligations

	31 December 2007	31 December 2008
Amounts owed for less than 1 year	2.514.214	1.441.431
Amounts owed for more than 1 year	4.466.102	2.246.203
Total amounts owed	6.980.316	3.687.634
Less deffered interest	785.449	385.841
Net amount of financial leasing obligations	6.194.867	4.073.475
Current debts	2.100.358	1.645.552
Long term debts	4.094.509	2.427.923
TOTAL DEBTS GENERATED BY THE FINANCIAL LEASING	6.194.867	4.073.475

NOTE 18: Other payables including financial debts and debts for social Insurances

	31 December 2007	31 December 2008
VAT to be paid	256.321	465.932
Salaries due	232.116	127.496
Tax on salaries	40.999	22.296
Other amounts owed to the state budget	137.380	99.926
Dividends to be paid	908.486	145.546
Other debts	23.937	8.136
Finance leasing liabilities – current portion	2.100.358	1.441.431
TOTAL OTHER LIABILITIES BELOW ONE YEAR	3.699.597	2.310.763



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

NOTE 19: Share capital

	31 December 2007	31 December 2008
Share capital subscribed and paid-in	9.120.034	9.120.034
Total share capital	9.120.034	9.120.034

The share capital as at December 31st 2008 consisted of 1.302.862 shares, each having a nominal value of 7 lei. All the shares are common and they have been subscribed and entirely paid by December 31st 2008. All the shares are classified as pari pasu (have the same voting rights).

As at December 31st 2008 the structure of the shareholders of the company was as follows:

Name of the shareholder	Headquarters	Number of shares	Percentage of shares
Svenon Investments Limited	Zinonis Kitieous 8, Nicosia Cipru	873.221	67,02329 %
Kensdal Ventures Limited	Falirou 9A, Nicosia, Cipru	162.264	12,45443 %
Konditor Consultants Limited	Samou13, Nicosia, Cipru	173.550	13,32067 %
Other shareholders (non-juridical persons)		93.827	7,20161 %
TOTAL		1.302.862	100%

NOTE 20: Reported result and reserves

According to the Romanian Law, the companies must distribute a value equal to at least 5% of the profit before tax in legal reserves, until it reaches 20% of the registered capital. When this limit is reached, the company may supplement it according to its own necessities.

The reserves can be used to cover the losses from the operational activities. At January 01, 2008 the Company had registered within the legal reserves an amount of RON 175.666 and in other reserves RON 260,133. From the profit registered in 2008 in amount of RON 79.370, reserves of RON 7.354 were allocated; therefore at December 31, 2008 the legal reserves are in amount of RON 183.020.

The allocation of year 2007 profit was made and registered in accounts following the approval of the AGM, during the year 2008.

The AGM reunited on 26.05.2008 accordingly to the articol no. 238 from the Law 297/2004 aproved in totally consent that the profit of 88.424 RON has to remain unassessed.



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

NOTE 21: Amounts due from/to related parties

The nature of the relationship with the affiliated parties with which the company made relevant transactions, or which have non reimbursed balances at the date of the balance sheet is shown below. The relationships were developed during the Company activities. The prices used during the transactions were the market prices.

a) Amounts due from related parties

	December 31, 2007	December 31, 2008
AKTOR SA		1.143.127
Aktorom SRL		2.261.000
HOLDING GLINA		237.144
CLH ESTATE		282.143
Total Inter-Group Receivables		3.923.414

b) Amounts due to related parties

	December 31, 2007	December 31, 2008
AKTOR SA		0
Aktorom SRL		0
HOLDING GLINA		0
CLH ESTATE		0
Total Intra-Group Payables		0

c) Incomes with companies from the group

	Decembrie 31, 2007	Decembrie 31, 2008
AKTOR SA BUCURESTI		
- income from sales of fixed assets		141.500
- income from services		2.178.089
TOTAL INCOME		2.619.589
AKTOROM SRL TOTAL- land sell		1.900.000
CLH ESTATE TOTAL- services		1.338.364
HOLDING GLINA		2.395.285
Income from services		
TOTAL INCOMES – AFFILIATED PARTIES		8.253.238

d) Expenses with companies from the group

	December 31, 2007	December 31, 2008
CLH ESTATE		
- expenses with protection equipments	0	6.863
TOTAL EXPENSES WITH AFFILIATED PARTIES		6.863



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year - ended December 31, 2008
(All amounts are expressed in RON, otherwise stated)

NOTES 22: Information regarding the financial activity

	December 31, 2007	December 31, 2008
Incomes from interests	1.446	2.231
Incomes from currency differences	239.034	22.152
Other financial incomes	16.811	0
Total financial incomes	257.291	24.383
Expenses with interests	889.773	892.744
Losses from currency differences	1.492.526	1.016.844
Other financial expenses	0	
Financial adjustments	0	0
Total financial expenses	2.382.299	1.909.588
Financial results profit (loss)	(2.125.008)	(1.909.588)

NOTE 23: Tax on profit

The expenses with the profit taxes are comprised of:

	December 31, 2007	December 31, 2008
Current Tax on Profit	106.096	67.705
Delayed Tax	0	0
Total expenses with tax on profit	106.096	67.705

	Decembrie 31, 2006	Decembrie 31, 2007
Operating profit	2.329.767	2.032.280
Profit/(loss) from the financial activity	(2.125.008)	(1.885.205)
Profit	204.759	147.075
Deduction of taxable income	(17.107)	
Deduction of transfers to Legal reserves	(10.238)	(7.354)
Adding the not deductible expenses	485.688	283.435
Taxable profit	663.102	423.156
Current tax on profit expenses	106.096	67.705