

SC INSCUT BUCURESTI SA
Notes to the Financial Statements - OMF 1752/2005
for the year ended at December 31, 2009
(All amounts are expressed in RON, otherwise stated)

SC INSCUT BUCURESTI SA

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

31 December, 2009



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year ended at December 31, 2009
(All amounts are expressed in RON, otherwise stated)

CONTENT:

Balance sheet

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Cash flow statement

Statement of changes in equity

Notes to the financial statements

- Code 30 and 40
- Notes 1 to 10- OMF1752/2005
- Notes- other

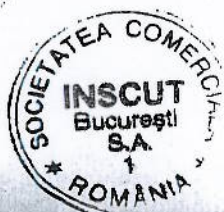


INSCUT BUCHAREST SA
Romanian Legal Person
Address: Biv. PRECIZIEI No. 11, Bucharest
Phone:3182080,Fax 3182088
Registration Number with the Register of Commerce: J 40/2220/1991

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

BALANCE SHEET AS AT 31 DECEMBER 2009

		-RON-	
ASSETS	Row	Balance at	
	no.	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	03	1.571	1.536
4. Goodwill	04	-	-
5. Advances and intangible assets in progress	05	-	-
TOTAL: (Row. 01 to 05)	06	1.571	1.536
II. TANGIBLE ASSETS			
1. Land and buildings	07	18.320.291	20.434.793
2. Technical equipment & machinery	08	5.901.420	4.180.694
3. Other equipment & furniture	09	23.071	105.399
4. Prepayments & tangible assets in progress	10	0	-
TOTAL: (Row. 07 to 10)	11	24.244.782	24.720.886
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	162.404	395.689
7. Own shares held	18	-	-
TOTAL: (Row.12 to 18)	19	162.404	395.689
TOTAL NON-CURRENT ASSETS (Row. 06+11+19)	20	24.408.757	25.118.111
B. CURRENT ASSETS			
I. INVENTORY			
1. Raw materials and consumables	21	599.100	423.228
2. Work in progress	22	0	0
3. Finished goods and merchandises	23	333.540	320.652
4. Prepayments for inventory acquisition	24	-	-
TOTAL: (Row. 21 to 24)	25	932.640	743.880
II. RECEIVABLES			
1. Trade receivables	26	2.489.882	2.945.848
2. Intra-group receivables	27	0	0
3. Receivables from controlling interests	28	-	-
4. Other receivables	29	2.336.893	1.712.291
5. Capital account - receivables	30	-	-
TOTAL: (Row. 26 to 30)	31	4.826.775	4.658.139
III. MARKETABLE SECURITIES			
1. Controlling interests within the Group (short term)	32	-	-
2. Own shares held	33	-	-
3. Other financial investments	34	450.000	0
TOTAL: (Row. 32 to 34)	35	450.000	0
IV. PETTY CASH AND BANK ACCOUNTS	36	252.380	186.938
TOTAL CURRENT ASSETS (Row. 25+31+35+36)	37	6.461.795	5.588.957
C. PREPAYMENTS	38	115.086	111.617
TOTAL ASSETS		30.985.638	30.818.685



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LIABILITIES	Nr.	-RON-	
		balance at	
		beginning of period	end of period
A	B	1	2
D. PAYABLES DUE WITHIN 1 YEAR			
1. Debenture loans	39	-	-
2. Amounts due to crediting institutions	40	6.401.414	11.189.075
3. Advances payments from customers	41	-	-
4. Trade payables	42	631.148	946.008
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	2.310.763	421.818
TOTAL : (Row. 39 to 46)	47	9.343.325	12.556.901
E. CURRENT ASSETS, RESPECTIVELY CURRENT LIABILITIES	48	(2.766.444)	(6.863.105)
F. TOTAL ASSETS MINUS CURRENT LIABILITIES (Row.20 + 48)	49	21.642.313	18.255.006
G. PAYABLES DUE IN MORE THAN 1 YEAR			
1. Debenture loans	50	-	-
2. Amounts due to crediting institutions	51	-	-
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	57	2.246.203	-
TOTAL : (Row. 50 to 57)	58	2.246.203	-
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	-	6.778
J. CAPITAL AND RESERVES			
I. SHARE CAPITAL (Row. 64 to 66)	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	9.593.273	11.876.438
- Debit balance	71	-	-
IV. RESERVES (rec. 71 to 74)	72	522.362	522.694
1. Legal reserves	73	183.020	183.020
2. Reserves for own shares	74	-	-
3. Statutory or contractual reserves	75	-	-
4. Other reserves	76	339.342	339.674
V. RETAINED EARNINGS			
Profit carried forward	77	79.370	160.441
Loss carried forward	78	-	-
VI. NET RESULT			
Profit	79	88.425	-
Loss	80	-	3.424.601
Profit appropriation	81	(7.354)	-
TOTAL CAPITAL	82	19.396.110	18.255.006
Public patrimony	83	-	-
TOTAL EQUITY (Row. 82+83)	84	19.396.110	18.255.006
TOTAL LIABILITIES		30.985.638	30.818.685

MANAGER
DUMITRU STEFAN
INSURAGER
Bucuresti
S.A.
ROMANIA

DRAWN UP BY
CALIN ELENA
ECONOMICAL DEPARTMENT

SOCIETATEA COMERCIALA
INSCUT
Bucuresti
S.A.
ROMANIA

INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2009

INDICES DENOMINATION	Row no.	-RON-	
		Financial period	
		previous	closed
A	B	1	2
1. Net turnover	01	17.345.901	9.514.172
Sold production	02	14.709.036	9.513.172
Income from sale of goods	03	2.636.865	1.000
Incomes from operation subsidies to net turnover	04	-	-
2. Stock variation			
- Credit balance	05	-	-
- Debit balance	06	-	-
3. Capitalised production	07	42.910	225.786
4. Other operating income	08	3.267.825	99.321
OPERATING INCOME -TOTAL	09	20.656.636	9.839.279
5.a. Raw materials and consumables costs	10	3.493.172	1.615.985
Other material costs	11	166.206	53.722
b. Other operating expenses (energy and water)	12	792.259	717.794
Expenses with goods	13	2.341.118	988
6. Personnel expenses	14	3.404.219	3.424.510
a. Salaries	15	2.662.704	2.696.698
b. Social security costs	16	741.515	727.812
7.A. Adjustment to tangible and intangible assets	17	2.659.048	2.572.572
a.1. Expenses	18	2.659.048	2.572.572
a.2. Revenues	19	-	-
7.B. Adjustment to current assets	20	-	480.622
b.1. Expenses	21	-	480.622
b.2. Revenues	22	-	-
8. Other operating expenses	23	5.567.103	3.106.310
8.1. External expenditure	24	4.646.480	2.750.068
8.2. Expenses with other taxes, fees and similar payments	25	467.793	298.527
8.3. Expenditure for damages, donations and disposed assets	26	452.830	57.715
Adjustment to provisions	27	-	-
Expenses	28	200.691	-
Revenues	29	-	120
OPERATING EXPENSES-TOTAL	30	18.624.356	11.972.503
OPERATING RESULT			
Profit (Row. 09-30)	31	2.032.280	-
Loss (Row.30-09)	32	-	2.133.224
9. Financial income from controlled entities	33		
- from Group companies	34	-	-
10. Revenue from long term debtors	35		
- from Group companies	36	-	-
11. Interest income	37	2.231	9.203
- from Group companies	38	-	-
Other financial income	39	22.152	28.757
FINANCIAL INCOME-TOTAL	40	24.383	37.960
12. Adjustment to investments	41		
Expenses	42	-	-
Revenues	43	-	-
13. Interest expenses	44	892.744	662.309
- from Group companies	45	-	-
Other financial expenses	46	1.016.844	659.695
FINANCIAL EXPENSES -TOTAL	47	1.909.588	1.322.004
FINANCIAL RESULT			
- Profit	48	-	-
- Loss	49	1.885.205	1.284.044
14. CURRENT RESULT			
- Profit	50	147.075	-
- Loss	51	-	3.417.268
15. Extraordinary income	52		
16. Extraordinary expenses	53		
17. EXTRAORDINARY RESULT			
- Profit	54	-	-
- Loss	55	-	-
TOTAL INCOME	56	20.681.019	9.877.239
TOTAL EXPENSES	57	20.533.944	13.294.507
GROSS RESULT			
- Profit	58	147.075	-
- Loss	59	-	3.417.268
18. PROFIT TAX EXPENSES	60	67.705	7.333
Current profit tax expenses	61	67.705	7.333
Deferred profit tax expenses	62	-	-
Income from deferred profit tax	63	-	-
19. Other expenses not included above	64	-	-
20. NET RESULT OF THE PERIOD			
- Profit	65	79.370	-
- Loss	66	-	3.424.601
21. Earning per share (ROL/SHARE)			
- basic	67	-	-
- diluted	68	-	-

MANAGER

DRAWN UP BY



CALIN ELENA
ECONOMICAL DEPARTMENT

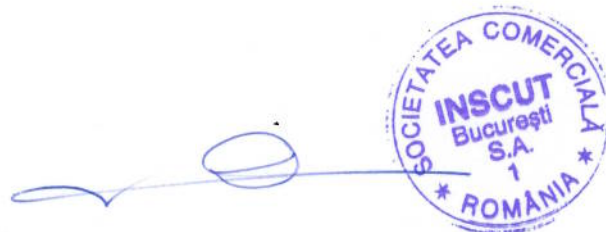


INSCUT BUCURESTI SA
CASH FLOW STATEMENT
AS AT 31 DECEMBER 2009

2008
RON

2009
RON

Cash flow from operating activities		
Profit for the year before taxation	147.075	0
Adjustments for items included as investment or financing activities		
Amortisation of tangible/intangible assets	2.659.048	2.572.572
Interest costs	892.744	662.309
Interest income	(2.231)	(9.203)
Unrealised foreign exchange losses/(gains)	(994.692)	(401.564)
Provision for bad and doubtful debts	-	480.622
(Gain)/loss from sale of tangible assets	(64.660)	7.319
Operating profit before working capital changes	2.637.284	3.312.055
Working capital changes		
Decrease/(increase) in inventories	3.325.037	188.760
Decrease/(increase) in debtors	(1.516.508)	168.636
Increase/(decrease) in creditors	5.616.785	(967.373)
Prepayments	(115.086)	(111.617)
Cash generated from operations	(2.032.890)	2.133.224
Paid interest	(892.744)	(662.309)
Paid income tax	(10.771)	(69.921)
Net cash flow from/(used in) operating activities	(2.936.405)	1.400.994
Cash flows from investing activities:		
Purchase of tangible and intangible assets	(89.654)	(412.937)
Sale of fixed assets	194.440	36.555
Received interest	2.231	9.203
Net cash flow from investing activities	107.017	(367.179)
Cash flows from financing activities		
Proceeds from bank loans	6.447.506	11.189.076
Repayment of bank loans	(4.199.254)	(7.032.923)
Acquisition of own shares	-	-
Dividend paid	(762.940)	(382)
Payments of finance lease liabilities	(2.854.232)	(3.687.633)
Net cash flow from financing activities	(1.368.920)	468.138
Cash flow - total	(847.660)	(515.442)
Cash and cash equivalent at beginning of the year	1.550.040	702.380
Cash and cash equivalent at end of the year	702.380	186.938



INSCUT BUCUREȘTI SA

STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2009

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	
	1	2	3	4	5	6
Issued share capital	9.120.034	-	-	-	-	9.120.034
Capital premiums	-	-	-	-	-	-
Revaluation surplus	9.593.273	2.283.496	-	332	-	11.876.437
Legal reserves	183.020	-	-	-	-	183.020
Reserves for own shares	-	-	-	-	-	-
Statutory/contractual reserves	-	-	-	-	-	-
Other reserves/own shares	339.342	332	-	-	-	339.674
Conversion reserves	-	-	-	-	-	-
Retained earnings	88.425	79.370	-	7.354	-	160.441
- Unappropriated profit	88.425	79.370	-	7.354	-	160.441
- Uncovered loss	-	-	-	-	-	-
Retained earnings from first adoption of IAS, less IAS 29	-	-	-	-	-	-
- Credit balance	-	-	-	-	-	-
- Debit balance	-	-	-	-	-	-
Retained earnings from changing the accounting policies	-	-	-	-	-	-
- Credit balance	-	-	-	-	-	-
- Debit balance	-	-	-	-	-	-
Retained earnings from correction of errors	-	-	-	-	-	-
- Credit balance	-	-	-	-	-	-
- Debit balance	-	-	-	-	-	-
Retained earnings from surplus of reevaluation of reserves	-	-	-	-	-	-
Result of the year	79.370	3.424.601	-	79.370	-	3.424.601
- Credit balance	79.370	-	-	79.370	-	-
- Debit balance	-	3.424.601	-	(7.354)	-	3.424.601
Appropriations from the net profit	(7.354)	-	-	(7.354)	-	-
- transfer to legal reserve	(7.354)	-	-	(7.354)	-	-
- dividends	-	-	-	-	-	-
TOTAL	19.596.110	(1.140.773)	-	332	-	18.255.005



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INSCUT BUCUREȘTI SA

Notes

for the year end at 31 december 2009

NON CURRENT ASSETS

	Historical cost (including revaluation)			Depreciation - RON-			Net book value - RON-			
	1 Balance at 1 January	2 Additions	3 Disposals	4=1+2-3 Balance at 31 December	5 Balance at 1 January	6 Additions	7 Disposals	8=5+6-7 Balance at 31 December	9=1-5 Balance at 1 January	10=4-8 Balance at 31 December
I. INTANGIBLE ASSETS										
1. Organisation cost										
2. Research and development expenses										
3. Concessions, licenses and other similar assets	79.776	1.844	78.062	3.558	78.205	1.879	78.062	2.022	1.571	1.536
4. Goodwill										
5. Intangible assets in progress										
TOTAL	79.776	1.844	78.062	3.558	78.205	1.879	78.062	2.022	1.571	1.536
II. TANGIBLE ASSETS										
1. Land and buildings	6.961.824			6.961.824	3.012.578	487.045	3.499.623	9.019.191	3.949.246	6.961.824
2. Technical equipment & machinery	27.258.936	2.981.033	3.567.115	26.672.854	6.986.471	2.070.976	38.256	20.272.465	20.272.465	17.653.663
3. Other equipment & furniture	59.056	95.000		154.056	35.985	12.672		48.657	23.071	105.399
4. Prepayments & tangible assets in progress										
TOTAL	34.279.816	3.076.033	3.645.177	33.788.734	10.035.034	2.570.693	3.537.879	9.067.848	24.244.782	24.720.886
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	162.404	233.285		395.689					162.404	395.689
7. Own shares held										
TOTAL	162.404	233.285		395.689					162.404	395.689
TOTAL NON-CURRENT ASSETS	34.521.996	3.311.162	3.723.239	34.187.981	10.113.239	2.572.572	3.615.941	9.069.870	24.408.757	25.118.111

As at 31 december 2009, the building and the land situated in Bucharest-B-dul Preciziei 11, District 6 are pledges for the Credit facility from Alpha Bank



INSCUT BUCURESTI SA
Note
for the year end 31 december 2009

NOTE 2: Provisions for risk and charges

Description	Balance at 01.ian.06 1	Movements		RON
		Debit	Credit	Balance at 31.dec.06
		2	3	4 = 1 + 2 - 3
Provisions for risk and charges	-	-	-	-
TOTAL	-	-	-	-

No provisions for risk and charges have been reconsidered in 2006

NOTE 3: Profit Appropriation

Destination	RON
	Amount
Net income for 2009	0
-legal reserve	0
-other reserves	-
-covering the accounting loss	-
-dividends	-
Unallocatted Profit b2006	<u>0</u>

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



INSCUT BUCURESTI SA
Note
for the year end at 31 december 2009

NOTE 4: Operating result analysis

Description	RON	RON
	31.dec 2008	31.dec 2009
	1	2
1. TURNOVER	17.345.901	9.514.171
2. Cost of goods sold and services rendered (3+4+5)	14.806.994	9.249.106
3. Direct expenses	14.806.994	9.249.106
4. Expenses related to auxiliary operations	0	0
5. Production overheads	-	-
6. Gross margin (1-2)	2.538.907	265.065
7. Sales and distribution expenses	-	-
8. General and administration expenses	3.288.923	2.723.395
9. Other operating income/ (expenses) net	2.782.302	325.108
10. Operating result (6-7-8+9)	2.032.286	(2.133.223)



NOTE 5: Receivables and payables

Receivables	RON		
	Balance as at 31.dec.09 (2 + 3)	Liquidity term	
		Below 1 year	Above 1 year
	1	2	3
RECEIVABLES FROM NON CURRENT ASSETS - TOTAL	395.689	395.689	-

RECEIVABLES FROM CURRENT ASSETS

Total, out of which:

1. Trade receivables
2. Receivables - intragroup
3. Receivables from controlling interests
4. Other receivables
5. Capital account - receivables

	4.658.138	4.658.138	-
1. Trade receivables	1.256.920	1.256.920	-
2. Receivables - intragroup	4.414.686	4.414.686	-
3. Receivables from controlling interests	(1.084.317)	(1.084.317)	-
4. Other receivables	70.849	70.849	-
5. Capital account - receivables	-	-	-

Liabilities	RON			
	Balance as at 31.dec.09 (2 + 3 + 4)	below 1 years	Payable term	
			1 - 5 years	above 5 years
	1	2	3	4
Total, out of which:	12.556.901	12.556.901	-	-
1. Debenture loans	-	-	-	-
2. Amounts due to crediting institutions	11.189.075	11.189.075	-	-
3. Advances payments from customers	-	-	-	-
4. Trade suppliers	946.008	946.008	-	-
5. Trade notes payables	145.164	145.164	-	-
6. Inter- group payables	-	-	-	-
7. Payables related to controlling interests	-	-	-	-
8. Other payables, including fiscal debts social	276.654	276.654	-	-



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);

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

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

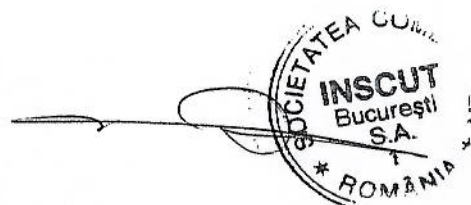
The transactions made in foreign currency are changed into RON at a rate of exchange ruling the transaction date. The assets and liabilities expressed in circulating medium at the date the balance sheet is made are presented in RON using the exchange rates ruling at the balance sheet date. The profits 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 2009 were as follows: 1 EUR = 4,2282 lei.

d) Fixed assets and depreciation

The tangible assets were initially recorded in 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.



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year ended at December 31, 2009
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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.

At December 31st 2009, the company reevaluated the buildings. The reevaluation was made by an independent expert, SC GIA Consulting SRL Voluntari- Ilfov, which prepared an evaluation report based on the standards, recommendations and the working methodology recommended by ANEVAR.

After the reevaluation has resulted a favorable difference of 2.283.496 lei, which was registered in the credit account 1058.

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

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.



SC INSCUT BUCURESTI SA
Notes to the Financial Statements – OMF 1752/2005
for the year ended at December 31, 2009
(All amounts are expressed in RON, otherwise stated)

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 adjustment for depreciation is made. Not-recoverable debts are recorded as expenses in the period when they were identified.

h) Stocks

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

Where applicable, adjustments for depreciations are made for obsolete or scraped stocks, 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. 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 recorded in "Amounts owed to credit institutions" within the current debts. The costs with their interests, 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 diminish, which can affect the economic benefits in order to settle the obligation or the recovery of the receivable 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.

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



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scheme or post-pensioning benefits plan, therefore 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

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. In May 2009 the company has redeemed all the financial leasing contracts, with the total amount of 3.687.633 lei, therefore at 31st of December 2009 we have no leasing contract ongoing.

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 considering this principle as an appropriate one.

NOTE 7: SHARES AND BONDS

Share Capital

	31 December 2008	31 December 2009
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

At 31.12.2009 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

Shares issued during the financial year

The company did not issued any shares during the year ended at 31st of December 2009.

Issued bonds

The company did not issue any bonds during the year ended at 31st of December 2009.



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NOTE 8: INFORMATION REGARDING EMPLOYEES, ADMINISTRATORS AND DIRECTORS

Administrators and directors

The Board of Directors is the following:

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

The management of the company is:

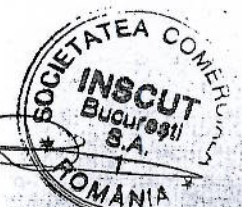
- Dumitru Stefan -General Manager and Financial Manager
- Mustafa Dumitru - Production Manager
- Filippos Tzeffronis- Commercial Manager
- Georgios Sotiriou - Mecanisation Manager

At December 31st 2009 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 2009.

Employees

	31 December 2008	31 December 2009
	(No.)	(No.)
Average number of employees		
- direct productive	64	64
- indirect productive	23	23
TOTAL	87	87
	RON	
Paid Salaries	2.957.870	2.538.466
Expenses with social insurances and protection	938.736	727.712
Other expenses with employees - meal tickets	240.492	158.232
TOTAL	4.137.098	3.424.410

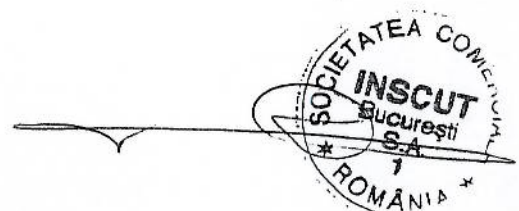


SC INSCUT BUCURESTI SA
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NOTE 9: ANALYSIS OF THE MAIN ECONOMICAL – FINANCIAL INDICATORS

Main financial indicators at December 31, 2009 are as follows:

1 PROFITABILITY AND RETURN ON EQUITY	2008	2009
Return on equity		
Net profit (A)	79.370	-3.424.601
Equity (B)	19.484.535	18.255.006
A/B	0,0041	-18,76
Operating result ratio		
Profit from exploitation (A)	2.538.905	-2.133.224
Incomes from exploitation (B)	20.656.636	9.839.279
A/B	0,1229	-21,68
Net profit ratio		
Net profit /(loss) (A)	79.370	-3.424.601
Total entries (B)	20.681.019	9.877.239
A/B	0,0038	-34,67
Total assets turnover		
Turnover (A)	17.345.901	9.514.972
Total assets (B)	30.094.058	30.818.685
A/B	206	113
2 SOLVABILITY		
Debt ratio		
Total liabilities (A)	9.344.390	12.556.901
Total assets (B)	30.094.058	30.818.685
A/B	0,31	0,41
Gearing		
Total long term debts (A)	2.246.203	0
Total assets less current liabilities (B)	21.642.313	18.255.006
A/B	0,10	0,0
Interest cover		
Profit before interest and taxation (A)	147.075	-3.424.601
Interest expenses (B)	892.743	662.308
A/B	0,16	-5,17



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3 LIQUIDITY AND WORKING CAPITAL

Current ratio

Current assets (A)	6.431.121	5.588.957
Current liabilities (B)	9.344.390	12.556.901
A/B	0,69	0,45

Quick ratio

Current assets (A)	6.462.121	5.588.957
Inventories (B)	932.642	743.880
Current liabilities (C)	9.344.390	12.556.901
(A-B)/C	0,59	0,39

Account receivable collection period (clients)

Trade receivables clients (A)	2.706.158	2.945.842
Turnover (B)	17.345.901	9.514.972
A/B*365 zile	16	113

Inventory turnover period

Stocks (A)	932.642	743.880
Cost of goods sold (B)	3.659.917	1.669.708
(A/B)*365 zile	91	2

Accounts payable payment period (suppliers)

Medium sold for suppliers (A)	2.802.677	788.578
Cost of the acquisitions (B)	2.341.118	1.673.436
(A/B)*365 days	438	172

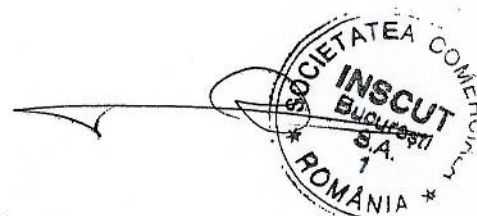
NOTE 10: Miscellaneous

a) Information regarding the company

SC INSCUT BUCURESTI SA is a joint stock company incorporated in 1991 with headquarters on 11th Preciziei Blvd., 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 and highway construction, mecanisation services for cars and equipments to third parties and renting spaces for offices and warehouses, etc.

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



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b) Information regarding affiliated parties and subsidiaries

On December 31st 2009 the company does not hold participation titles within other companies.

The Parties are considered to be affiliated if one of them has the ability 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 2009 or with whom it has solds at December 31st 2009 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	Preciziei Blvd., no.10, District 6, Bucharest.
ELLAKTOR SA Bucuresti	Under the same control	Romania	Preciziei Blvd., no.10, District 6, Bucharest.
AKTOROM SRL	Under the same control	Romania	Preciziei Blvd., no.10, District 6, Bucharest.
CLH ESTATE	Under the same control	Romania	Preciziei Blvd., no.10, District 6, Bucharest.
PANTECHNIKI-Romania Branch	Under the same control	Romania	Preciziei Blvd., no.10, District 6, Bucharest.
PANTECHNIKI ROMANIA SRL	Under the same control	Romania	Preciziei Blvd., no.10, District 6, Bucharest.
CARPATI AUTOSTRADA SA	Under the same control	Romania	Preciziei Blvd., no.10, District 6, Bucharest.
HOLDING GLINA	Under the same control	Romania	Negustori Street no. 12, District 3, Bucharest.

Details on the balances and transactions with the affiliated parties are presented in Note 21.

c) Turnover

Sales by geographical areas:

	31 December 2008	31 December 2009
Export	0	0
Intern	17.345.901	9.514.172
Total turnover	17.345.901	9.514.172



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Sales by economical domain areas:

	31 December 2008	31 December 2009
Income from services	11.064.815	7.116.529
Income from rents	2.808.757	1.845.936
Income from selling merchandise	2.636.865	1.000
Other income	835.464	550.707
Total turnover	17.345.901	9.514.172

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 2009.

	31 December 2008	31 December 2009
Rents	59.325	31.218
Total rent expenses	59.325	31.218

e) Audit fees

The contractual costs for the company's audit activity for the financial year concluded on December 31st 2008 are in the amount of 59.195 lei.

f) Contingent liabilities

- **Liabilities regarding capital expenses**

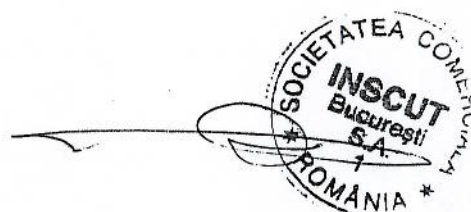
As at December 31st 2009, the company had no liabilities regarding the capital expenses.

- **Guarantee letters**

As at December 31st 2009, the company had no warranty letters given.

i) Received advance payments

As at December 31st 2009, the company didn't recorded any advanced payment from the clients.



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NOTE 12: Trade Receivables

Trade receivables comprise the following:

	<u>31 December 2008</u>	<u>31 December 2009</u>
Trade receivables	2.482.390	2.879.520
Other receivables	595.136	1.075.758
Adjustments for depreciation for uncertain receivables	(595.136)	(1.075.758)
Total trade receivables	<u>2.482.390</u>	<u>2.879.520</u>

NOTE 13: Other Receivables

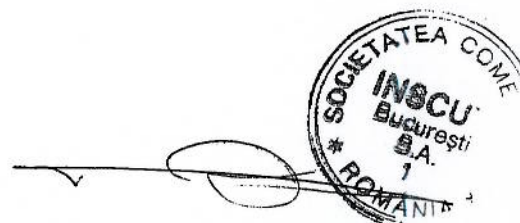
Other receivables comprise the following:

	<u>31 December 2008</u>	<u>31 December 2009</u>
Other receivables	2.345.450	1.720.849
out of which :		
- Advanced payments to the employees	52.599	0
- income tax	0	54.321
- sundry debtors	2.269.558	1.658.558
- provision for sundry debtors	(8558)	
- other operations (non deductible VAT)	23.292	7.970
Total other receivables	<u>2.336.891</u>	<u>1.720.849</u>

NOTE 14: Cash and bank accounts

Cash and bank accounts comprise the following:

	<u>31 December 2008</u>	<u>31 December 2009</u>
Bank accounts in lei	231.469	129.695
Bank accounts in foreign currencies	9.867	53.550
Other values	10.289	3.118
Cash in hand	755	575
Total cash and bank accounts	<u>252.380</u>	<u>186.938</u>



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NOTE 15: Amounts owed to the financial institutions

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

Bank	Currency	Intrest	Due Date	31 December 2008
Alpha Bank London	EUR	Euribor 0,665 % p.a. + Mrgin 2,50 % p.a.	30 April 2010	11.189.075
TOTAL Alpha Bank				11.189.075
TOTAL CREDITS AT 31.12.2009				11.189.075

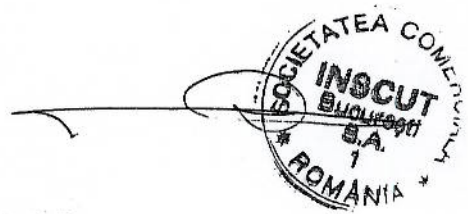
The maximum amount of the Credit facility from Alpha Bank, at December 31st 2009 is of EUR 3.500.000 EUR and can be used for the working capital, warranty letters, acreditive, incasso, etc.

This facility is guaranteed by "letter of confort" issued by the mother company AKTOR ATHENS GREECE.

NOTE 16: Trade payables

The trade payables comprise the following:

	31 December 2008	31 December 2009
Trade suppliers	497.949	794.923
Suppliers of fixed assets	2.000	
Trade suppliers-invoiced not received	132.264	151.085
Total trade payables	632.213	946.008



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NOTE 17: Debts generated by the financial leasing

	31 December 2008	31 December 2009
Amounts owed for less than 1 year	1.441.431	0
Amounts owed for more than 1 year	2.246.203	0
Total amounts owed	3.687.634	0
Less deferred interest	385.841	0
Net amount of financial leasing obligations	4.073.475	0
Current debts	1.645.552	0
Long term debts	2.427.923	0
TOTAL DEBTS GENERATED BY THE FINANCIAL LEASING	4.073.475	0

NOTE 18: Other debts including financial debts and debts for social insurances

	31 December 2008	31 December 2009
VAT to be paid	465.932	36.241
Salaries due	127.496	104.183
Tax on salaries	22.296	26.841
Other amounts owed to the state budget	99.926	70.230
Dividends to be paid	145.546	145.164
Other debts	8.136	39.159
Finance leasing liabilities - low term	1.441.431	
TOTAL OTHER LIABILITIES BELOW ONE YEAR	2.310.763	421.819

NOTE 19: Share capital

	31 December 2008	31 December 2009
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 2009 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 2009. All the shares are classified as pari pasu (have the same voting rights).



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As at December 31st 2009 the structure of the shareholders of the company was the following:

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%

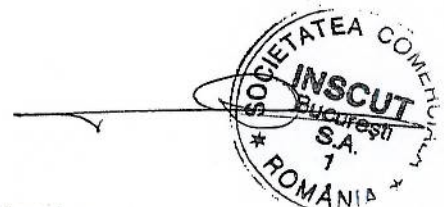
NOTE 20: Reported result and reserves

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, 2009 the Company had registered within the legal reserves an amount of RON 183.020 RON and in other reserves 260,133 RON. In 2009 the company registered loss and there were no amounts distributed to the legal reserves, therefore the solds are also the same at 31st of December 2009.

The allocation of the profits fo 2009 was made and registered in accounts following the approval of the AGM, during the year 2009.

The AGM reunited on 27.04.2009 accordingly to the articol no. 238 from the Law 297/2004 aproved in totally consent that the profit of 79.370 RON remains unassessed.



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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) Receivables (amounts to be collected) from related parties

	31 December 2008	31 December 2009
AKTOR SA	1.143.127	1.143.337
AKTOROM SRL	2.261.000	1.653.567
HOLDING GLINA	237.144	1.694.554
CLH ESTATE	282.143	3.503
PANTECHNIKI ROMANIA SRL	0	0
PANTECHNIKI SA Romania Branch	0	499
CARPATI AUTOSTRADA SA	0	4.110
Total Inter-Group Receivables	3.923.414	4.499.570

b) Payables (amounts to be paid) to related parties

	31 December 2008	31 December 2009
AKTOR SA	0	0
Aktorom SRL	0	0
HOLDING GLINA	0	0
CLH ESTATE	0	0
PANTECHNIKI ROMANIA SRL	0	0
PANTECHNIKI SA Romania Branch	0	0
CARPATI AUTOSTRADA SA	0	0
Total Intra-Group Payables	0	0

c) Incomes transactions with the related parties

	31 December, 2008	31 December 2009
AKTOR SA BUCURESTI		
- income from sales, fixed assets and furniture	141.500	19.453
- income from services	2.178.089	3.313.071
TOTAL INCOME	2.619.589	3.332.524
AKTOROM SRL	1.900.000	5.678
ELLAKTOR		13.020
CLH ESTATE SRL	1.338.364	74.335
PANTECHNIKI SA Romania Branch		7.548



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PANTECHNIKI ROMANIA SRL		4.059
HOLDING GLINA	2.395.285	2.971.563
CARPATI AUTOSTRADA SA		3.454
TOTAL INCOMES – AFFILIATED PARTIES	8.253.238	6.412.181

d) Expenses with affiliated parties

	31 December, 2008	31 December 2009
CLH ESTATE		
- expenses with protection equipments	6.863	0
TOTAL EXPENSES WITH AFFILIATED PARTIES	6.863	0

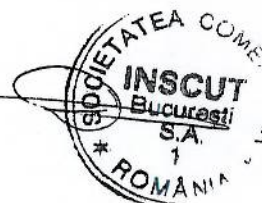
NOTES 22: Information regarding the financial activity

	31 December, 2008	31 December 2009
Incomes from interests	2.231	9.203
Incomes from currency differences	22.152	28.757
Other financial incomes		
Total financial incomes	24.383	37.960
Expenses with interests	892.744	662.309
Losses from currency differences	1.016.844	659.695
Other financial expenses	0	
Value adjustments for financial imobilisations	0	0
Total financial expenses	1.909.588	1.322.004
Financial results profit (loss)	(1.885.205)	(1.284.044)

NOTE 23: Tax on profit

The elements of the expenses with the profit taxes are:

	31 December 2008	31 December 2009
Current tax on profit (minim)	67.705	7.333
Postponed tax	0	0
Total expenses with tax on profit	67.705	7.333



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	31 December 2008	31 December 2009
Operating profit	2.032.280	(2.133.224)
Profit/(loss) from the financial activity	(1.885.205)	(1.284.045)
Profit	147.075	(3.417.268)
Deduction of taxable income		
Legal reserves	(7.354)	0
Non-deductible expenses	283.435	589.705
Taxable profit	423.156	(3.417.268)
Current tax on profit expenses	67.705	7.333

NOTE 24: Financial instruments

Currency risk

The company carries out its activity in a developing economy where the foreign exchange rates can fluctuate significantly.

Market risk

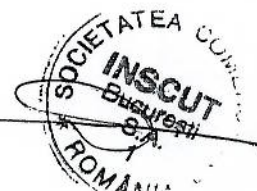
The Romanian economy is a developing economy and therefore there is a degree of uncertainty regarding the evolution of the political and business environment. Due to these reasons, it is not possible to estimate the changes that will take place in Romania and their effects on the financial position, the operating results and the cash flow of the company.

NOTE 25: Commitments and contingent liabilities

Uncertainties associated to the legal and fiscal system in Romania

The legal provisions and the Romanian regulations in the fiscal area, the transactions in currency and the approval of loans in currency often modify as a result of the Government's efforts to obtain a market economy. These forecasts and regulations are not always very clearly presented, and leave room for different opinions.

The current penalties and fine policy that is applicable in case of failure to comply with the legal regulations of Romania is very severe. The penalties may go as far as to the forfeiture of the sums in question (in case of currency policy infringement) and also fine may be applied up to 100% of the unpaid taxes' value. The increases due to delays (applied to the sums to be paid) are percentages that vary and are calculated daily or monthly. As a result, the penalties and the fees may reach major sums to be paid to the state budget



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NOTE 26: Events subsequent to the date of the balance sheet

La data prezentului raport, nu sunt evenimente care sa influenteze balanta de verificare, respectiv situatiile financiare anuale.

At the date of this report there are no related events that could influence the balance sheet, respectively the annual financial statements.

