

"VIRGIN GROUP BULGARIA" Ltd

ID: 200987896

FINANCIAL REPORT

for the year by 31.12.2011

INDEPENDENT AUDITOR'S REPORT

Balance Sheet

Profit & Loss Statement

Cash Flows Statement

Equity Statement

Disclosure

Manager:
IVAILO IVANOV



Accountant:
LUDMILA SLAVKOVA



Sofia, 31 march 2013

KO AUDIT LTD

Audit company

INDEPENDENT AUDITOR'S REPORT

To the management of

"VIRGIN GROUP BULGARIA" Ltd Report of the Financial Statements

We have audited the accompanying financial statement of **"VIRGIN GROUP BULGARIA" Ltd**, which comprise the balance sheet as at December, 31, 2011, and the profit and loss statement, equity statement, and cash flows statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud and error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

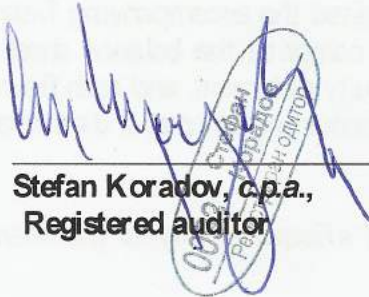
KO AUDIT LTD

Audit company

We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects the financial position of **"VIRGIN GROUP BULGARIA" Ltd** as of December 31, 2011, and of its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards.



Stefan Koradov, c.p.a.,
Registered auditor

June 10, 2013
Burgas
Bulgaria

"VIRGIN GROUP BULGARIA" Ltd

ID: 200987896

Balance Sheet 31.12.2011

BGN '000

ASSETS	2011	2010	LIABILITIES	2011	2010
A. Fixed Assets	1	-	A. Equity	20	2
I. Tangible Assets	1	-	I. Accrued Profit/Loss from previous periods	2	-
Machines and production equipment			incl:	2	-
Other Tangible Assets	1		- Retained earnings	2	
B. Current (Short-term) Assets	33	3	II. Profit/Loss for the current period	18	2
I. Receivables	2	1	B. Liabilities (short term)	14	1
Trade receivables	1	1	Liabilities to suppliers	11	1
Other receivables	1		Liabilities to employees	1	
- more than 1 year	1		Liabilities for social security		
II. CashFlow	31	2	Taxes and state subsidies payable	2	
Cash in hand	31	2	Other liabilities		
Cash at banks					
C. Deferred expenses					
Total Assets	34	3	Total liabilities	34	3

Sofia, 31 march 2013

Accountant:

LUDMILA SLAVKOVA

Manager:

IVAYLO IVANOV

Registered auditor:

STEFAN KORADOV, c.p.a.



"VIRGIN GROUP BULGARIA" Ltd

ID: 200987896

Profit & Loss Statement

2011

BGN '000

EXPENSES			REVENUES		
	2011	2010		2011	2010
A. EXPENSES	37	7	A. REVENUES	57	9
I. Expenses for Operating Activities	36	7	I. Incomes from the Operating Activities	57	9
Expenses for raw materials and outside services, incl	27	5	Net income from sales	57	9
a) raw materials	14	1	Services	57	9
b) outside services	13	4			
Payroll expenses	9	2			
a) Salaries & Wages	7	2			
b) Payroll taxes, incl	2				
II. Expenses for interests and other financial costs	1				
B. Profit from the major business activity	20	2			
C. Profit Before Taxes	20	2			
III. Corporation Taxes	2				
D. Profit	18	2			
Grand Total	57	9	Grand Total	57	9

Sofia, 31 march 2013

Accountant:

LUDMILA SLAVKOVA

Manager:

IVAILO IVANOV

Registered auditor:

STEFAN KORADOV, c.p.a.



"VIRGIN GROUP BULGARIA" Ltd

ID: 200987896

Cash Flows Statement 2011

BGN '000

Items	2011			2010		
	Incomings	Payments	Net cash flow	Incomings	Payments	Net cash flow
A. Cash Flow from Operating Activities	127	97	30	14	12	2
Trade cash flows	126	88	38	14	10	4
Cash flow related to employment relations		8	(8)		2	(2)
Cash flow related to interests, commissions, dividends, etc		1	(1)			-
Other cash flows from operating activities	1		1			-
B. Cash Flow from Investing Activities	-	1	(1)	-	-	-
Cash flow from fixed assets		1	(1)			-
C. Net increase (decrease) in cash flow \A+B\	127	98	29	14	12	2
D. Cash and cash equivalents at the begin of the period			2			2
E. Cash and cash equivalents at the end of the period			31			4

Sofia, 31 march 2013

Accountant:

LUDMILA SLAVKOVA

Manager:

IVAILO IVANOV

Registered auditor:

STEFAN KORADOV, c.p.a.



A handwritten signature in blue ink, likely of the registered auditor Stefan Koradov. Below the signature is a blue circular stamp of the audit firm "Стефан Корадов" (Stefan Koradov) with the text "Регистриран одитор" (Registered Auditor) around the perimeter.

"VIRGIN GROUP BULGARIA" Ltd

ID: 200987896

**EQUITY STATEMENT
2011**

BGN '000

Items	Capital	Financial result from previous year		Current Profit/Losses	Total Equity
		Retained Earnings	Uncovered Loss		
1. Balance in the beginning of the period under review		2	-		2
2. Financial result for the current year				18	18
3. Profit Division incl.: dividends					-
4. Revaluation of equity as of December 31 of the current year		2	-	18	20

Sofia, 31 march 2013

Accountant: 
LUDMILA SLAVKOVA

Manager: 
IVAYLO IVANOV

Registered auditor: 
STEFAN KORADOV, s.p.a.

