

TCHAIKAPHARMA HIGH QUALITY MEDICINES INC.**INTERIM REPORT AS OF THE 31ST OF DECEMBER 31.12.2015****INTERIM STATEMENT OF FINANCIAL STATUS
AS OF 31.12.2015**

| | Appendices | 31.12.2015 | 31.12.2014 |
|---|------------|----------------|----------------|
| | | <i>BGN'000</i> | <i>BGN'000</i> |
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | 1 | 26 518 | 26 971 |
| Intangible assets | 2 | 3 962 | 3 840 |
| Investments with minority interest | 3 | 1 | 1 |
| Non-current loans granted | 4 | | 17 |
| Trade receivables | 4 | 6 199 | 4 925 |
| Total non-current assets | | 36 680 | 35 754 |
| Current assets | | | |
| Inventories | 5 | 4 711 | 4 365 |
| Trade and other receivables | 5 | 38 109 | 32 248 |
| Financial assets with maturity | 5 | 116 | 204 |
| Cash and cash equivalents | 6 | 44 | 58 |
| Total current assets | | 42 980 | 36 875 |
| Total assets | | 79 660 | 72 629 |
| LIABILITIES | | | |
| Equity capital | | | |
| Registered capital | 7 | 49 600 | 43 500 |
| Statutory reserves | 8 | 6 071 | 5 390 |
| Undistributed profit | 8 | 7 806 | 6 816 |
| Total | | 63 477 | 55 706 |
| Non-current liabilities | | | |
| Long-term loans | 9 | 1 653 | 1 683 |
| Deferred tax liabilities | 10 | 1 181 | 1 181 |
| Total non-current liabilities | | 2 834 | 2 864 |
| Current liabilities | | | |
| Trade and other liabilities | 11 | 2 505 | 3 027 |
| Short-term loans | 9 | 8 420 | 9 388 |
| Current part of long-term loans | 9 | 1 790 | 1 241 |
| Current corporate tax | 11 | 125 | 146 |
| Other tax payables | 11 | 509 | 257 |
| Total current liabilities | | 13 349 | 14 059 |
| Total liabilities | | 16 183 | 16 923 |
| Total equity capital and liabilities | | 79 660 | 72 629 |

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Sofia

Prepared by:.....

/B. Ivanov/

Director:.....

/B. Georgiev/

TCHAIKAPHARMA HIGH QUALITY MEDICINES INC.**INTERIM REPORT AS OF THE 31ST OF DECEMBER 31.12.2015****INTERIM STATEMENT OF COMPREHENSIVE INCOME
AS OF 31.12.2015**

| | Appendices | 31.12.2015 | 31.12.2014 |
|---|------------|-------------------|-------------------|
| | | <i>BGN'000</i> | <i>BGN'000</i> |
| Revenues | 12 | 29 988 | 28 737 |
| Other income | 12 | 27 | 252 |
| Total income | | 30 015 | 28 989 |
| Balance value of assets sold | 13 | (1 986) | (1 407) |
| Changes in inventories of products and work in progress | 13 | (200) | 445 |
| Cost for materials and services | 13 | (10 767) | (10 177) |
| Employee costs | 13 | (3 547) | (5 103) |
| Amortization costs | 13 | (3 692) | (3 442) |
| Other expenses | 13 | (526) | (1 096) |
| Financial income | 14 | 21 | 11 |
| Financial expenses | 14 | (643) | (583) |
| Total expenses | | (21 340) | (21 352) |
| Profit before taxation | | 8 675 | 7 637 |
| Corporate tax cost | 15 | (869) | (821) |
| Profit/Loss for the period | | 7 806 | 6 816 |
| Other comprehensive income for the period | | | |
| Total comprehensive income for the period | | | |
| Income per share / in BGN per 1 share / | 16 | 0.16 | 0.16 |

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Prepared by :.....

/B.Ivanov/

Director :.....

/B.Georgiev/

TCHAIKAPHARMA HIGH QUALITY MEDICINES INC.**INTERIM REPORT AS OF THE 31ST OF DECEMBER 31.12.2015****INTERIM CASH FLOW REPORT
AS OF 31.12.2015**

| | 31.12.2015 | 31.12.2014 |
|--|-------------------|-------------------|
| | <i>BGN'000</i> | <i>BGN'000</i> |
| Cash flow from operating activities | | |
| Revenues from produce, goods and services | 27 732 | 30 143 |
| Payments to suppliers of materials, goods and services | (13 606) | (15 211) |
| Payments to personnel | (3 717) | (4 940) |
| Payments of interest and dividends | | (3) |
| Corporate tax payments | (891) | (711) |
| Other revenues/payments | (4 829) | (5 563) |
| <i>Net cash flow</i> | 4 689 | (3 715) |
| | | |
| Cash flow form investment activities | | |
| Payments for non-current assets aquired | (1 027) | (741) |
| <i>Net cash flow</i> | (1 027) | (741) |
| | | |
| Cash flow from financial activities | | |
| Revenues from loans received | 9 939 | 5 820 |
| Payments for loans received | (10 908) | (2 300) |
| Payment of interest, dividends | (579) | (4 654) |
| Payment for finance lease | (2 128) | (1 813) |
| Other revenues/payments | | |
| <i>Net cash flow</i> | (3 676) | (2 947) |
| | | |
| Change of cash and cash equivalents | (14) | 27 |
| Cash and cash equivalents at the beginning of the period | 58 | 31 |
| Cash and cash equivalents at the end of the period | 44 | 58 |

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Sofia

Prepared by:.....

/B.Ivanov/

Director:.....

/B.Georgiev/

TCHAIKAPHARMA HIGH QUALITY MEDICINES INC.

INTERIM REPORT AS OF THE 31ST OF DECEMBER 31.12.2015

**INTERIM STATEMENT OF CHANGES IN EQUITY
AS OF 31.12.2015**

| | Appendices | Registered capital <i>BGN'000</i> | Revaluation reserves <i>BGN'000</i> | Other reserves <i>BGN'000</i> | Undistributed profit/loss <i>BGN'000</i> | Total equity <i>BGN'000</i> |
|---|------------|--------------------------------------|--|----------------------------------|---|--------------------------------|
| Balance as of 01.01.2014 | 7,8 | 32 000 | 3 121 | 3 200 | 11 610 | 49 931 |
| Profit/loss for the period | | | | | 6 816 | 6 816 |
| Other comprehensive income | 8 | | (931) | | | (931) |
| Including of tax effect of the revaluation of property, plant and equipment | | | 5 | | | 5 |
| Total comprehensive income | | | 5 | | 6 157 | 6 162 |
| Issue of shares by the owners | | 11 500 | | | (11 500) | |
| Accrued dividends | | | | | (110) | (110) |
| Accrued tantiemmes | | | | | | |
| Transferred to profit reserves | 8 | | | | | |
| Total recognized amount of income and expenses for the period | | 11 500 | | | (11 610) | (110) |
| Balance as of 31.12.2014 | 7,8 | 43 500 | 2 190 | 3 200 | 6 816 | 55 706 |
| Balance as of 01.01.2015 | 7,8 | 43 500 | 2 190 | 3 200 | 6 816 | 55 706 |
| Profit/loss for the period | | | | | 7 806 | 7 806 |
| Other comprehensive income | 8 | | | | | |
| Total comprehensive income | | | | | 7 806 | 7 806 |
| Issue of shares by the owners | | 6 100 | | | (6 100) | |
| Accrued dividends | | | | | (35) | (35) |
| Accrued tantiemmes | | | | | | |
| Transferred to profit reserves | 8 | | | 681 | (681) | |
| Total recognized amount of income and expenses for the period | | 6 100 | | 681 | (6 816) | (35) |
| Balance as of 31.12.2015 | 7,8 | 49 600 | 2 190 | 3 881 | 7 806 | 63 477 |

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Sofia

Prepared by:.....

/B.Ivanov/

Director:.....

/B. Georgiev/