

Statement of comprehensive income

on " Sirma Group Holding AD

for the year ending December 31, 2016

IFRS

	Explanations	31.12.2016 '000 BGN	31.12.2015 '000 BGN
Sales revenue	3	3030	1538
Interest income	3	309	86
Income from co-participations	3	777	-
Financing income	4	55	148
Total income		4171	1772
Material costs		(70)	(38)
External service costs	561	(654)	(464)
Personnel costs	7	(1155)	(935)
Depreciation and amortization expenses		(382)	(258)
non-financial assets	10		
Capitalized own costs	9	42	113
Interest expenses	12	(6)	(27)
Other expenses	8	(163)	(40)
Total expenses		(2,388)	(1649)
Profit / (Loss) from operating activities		1.783	123
Financial costs	12	(64)	(110)
Financial income	11	17	4
Financial income / expenses net		(47)	(106)
Profit / (Loss) before taxes		1736	17
Income tax expenses /		(93)	1
Income tax revenue	26		
Profit / (Loss) for the year from ongoing activities	26	1643	18
Other comprehensive income	13	-	4
Total comprehensive income		1643	22
Earnings/(Loss) per share	26	0.0278	0.0004

Compiled by:

Nikolay Yadinov

Executive Director:

Tsvetaleksiev

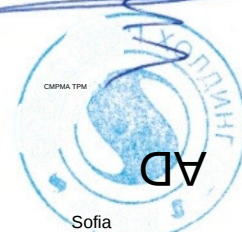
Date: 27.03.2017

Certified according to the auditor's report dated 01.03.2017

Registered auditor:

Boyko Kostov

ACCOUNTING COMPANY
Sofia Per.
No. 019
Ltd.
BISCOM - 61



Financial statement of "Sirma Group Holding" JSC

for the year ending December 31, 2016

Assets	Explanations	31.12.2016 '000	IFRS 31.12.2015
		BGN	'000 BGN
Non-current assets			
Intangible assets	15	1787 550	286
Property, plant and equipment	14		656
Investments in subsidiaries enterprises	17	55 414	50 644
Investments in associates enterprises	17	214	236
Investment properties	16	5 301	5 347
Investments in joint ventures	17	7	-
Deferred tax assets	28	11	27
Acquisition costs	15	-	113
Fixed assets			
Non-current assets		63 284	57 309
Current assets			
Inventory	21	-	2
Trade receivables	23	7	256
Receivables from related parties	22	7.604	4 166
Tax receivables	24	-	1
Other receivables	24	91	14
Prepaid expenses	24	9	6
Cash and cash equivalents	25	1439	6.881
Current assets		9150	11326
Total assets			
		72 434	68 635



Financial statement of

"Sirma Group Holding" JSC

for the year ending December 31, 2016. (continued)

Equity and liabilities	Explanations	31.12.2016 '000 BGN	31.12.2015 '000 BGN
Equity			
Main / Share capital	26	59 361	59 361
Own shares repurchased	26	(262)	-
Issue premiums	26	5483 147	5 524
Reserves	26		145
Retained earnings / (Accumulated loss) from past years	26	1170	1168
Current financial result	26	1643	18
Total equity		67 542	66 216
Liabilities			
Non-current liabilities			
Provisions	32	13	10
Long-term loans	27	437	510
Finance lease liabilities	30	158	206
Trade obligations	33	-	8
Long-term liabilities to related parties	31	316	294
Funding	38	136	190
Deferred tax liabilities	28	66	77
Non-current liabilities		1126	1295
Current liabilities			
Provisions	36	36	57
Pension and other obligations to the staff	36	97	23
Short-term loans	27	73	223
Finance lease liabilities	30	41	39
Commercial and other liabilities	33	1064	118
Short-term liabilities to related parties	34	2292	518
Tax liabilities	35	96	45
Liabilities for advances received	31	-	34
Funding	38	55	54
Other obligations	37	12	13
Current liabilities		3 766	1124
Total liabilities		4.892	2419
Total equity and liabilities		72 434	68 635

Compiled by:

Aluy
Nikolay Yatsino

Executive Director:

Tsvetan Alexiev

Date: 27.03.2017

Certified according to the auditor's report dated: 30.03.2017

Registered auditor:

Boyko Kostov



Cash flow statement of "Sirma Group Holding" AD

for the year ending December 31, 2016

IFRS

Explanations	31.12.2016 '000 BGN	31.12.2015 '000 BGN
Operational activity		
Customer receipts	2347	1 286
Payments to suppliers	(996)	(1,090)
Payments to personnel and insurance institutions	(996)	(881)
Tax payments on income	(101)	(15)
Others receipts/(payments), net	(664)	(147)
Net cash flow from operational activity	(410)	(847)
Investment activity		
Acquisition payments of property, machinery and facilities	(133)	(648)
Acquisition payments of subsidiaries	(2.832)	-
Proceeds from sale of subsidiaries	15	-
Payments for the acquisition of intangible assets	(650)	-
Provided loans, deposits	(4,664)	(3,112)
Payments on provided loans	3411	240
Interest received	-	2
Interest payments on loans	-	(64)
Others	10	32
Net cash flow from investing activities	(4.843)	(3551)



Cash flow statement of "Sirma Group Holding" AD

for the year ending December 31, 2016 (continued)

	31.12.2016 '000	31.12.2015 '000
	BGN	BGN
Financial activity		
Received or loans provided	1	-
Payments received loans	(74)	(229)
Cash flows from emission and vice versa acquisition of valuables	-	11 652
Book Interest income, commissions, dividends and other similar	-	(164)
Financial payments	(42)	(38)
Leasing	(51)	-
Interest payments	(23)	(5)
Others		
Net cash flow from Financial activity	(189)	11 215
Net change in cash and cash equivalents	(5,442)	6818
Money and cash equivalents at the beginning of the year	6881	63
Money and cash equivalents at the end of the year	25	1439
Money and cash equivalents at the end of the year without those in the release group	25	1439
		6881

Compiled by:

Nikolay Yatsino

Executive Director:

Tsvetan Alexiev

Date: 27.03.2017

Certified according to an auditor's report dated:

Registered auditor:

Boyko Kostov

"AUDITING FIRM"

Sofia Per.

No. 019

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Sofia

Statement of changes in equity of "Sirma Group Holding" AD

for the year ending December 31, 2016

IFRS

All amounts are presented in '000 BGN.	Main/ Shareholder capital	Premiums from emissions	Reserves	Retained earnings/ (Accumulated loss)	Current Financial Result	Total own capital
Balance as of January 1, 2015 IAS8	49837	3619	92	697	520	54 765
Adjustment						
Recalculated balance as of January 1, 2015	49 837	3 619	92	697	520	54 765
Profit distribution:						
reserves	-	-	53	(53)	-	-
others	-	-	-	4	-	4
Retained earnings	-	-	-	520	(520)	-
Acquisition of a business and changes in the shareholding	9524	1905	-	-	-	11 429
Profit/(Loss) for the year	-	-	-	-	18	18
Balance as of December 31, 2015	59 361	5 524	145	1168	18	66 216

All amounts are presented in '000 BGN.	Main/ Shareholder capital	Issue premiums	Reserves	Retained earnings/ (Accumulated loss)	Current Financial Result	Total own capital
Balance as of January 1, 2016 IAS8	59 361	5524	145	1168	18	66 216
Adjustment				4		
Recalculated balance as of January 1, 2016	59361	5524	145	1172	18	66 220
Profit distribution:						
reserves	-	-	2	(2)	-	-
others	-	-	-	(2)	-	(2)
Retained earnings	-	-	-	18	(18)	-
Own shares repurchased	(262)	(41)	-	-	-	(303)
Profit/(Loss) for the year	-	-	-	-	1643	1643
Covered tax loss	-	-	-	(16)	-	(16)
Balance as of December 31, 2016	59 099	5483	147	1170	1643	67 542

Compiled by:

Nikolay Yatsino

Date: 27.03.2017

Certified according to an auditor's report dated:

Registered auditor:

Borko KOLOB

Executive Director:

Tsvetana

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Hell

Sofia

AUDIT SKO COMPANY

Sofia Per.

No. 019

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