



Independent auditor's report

To the Shareholders of Heta Asset Resolution Auto Bulgaria OOD

Report on the Financial Statements

We have audited the accompanying financial statements of Heta Asset Resolution Auto Bulgaria OOD ("the Company"), which comprise the statement of financial position as of 31 December 2014 and the statements of comprehensive income, changes in equity and cash flows 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 as adopted by the European Union, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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 audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, 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.

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

PricewaterhouseCoopers Audit OOD, 9-11 Maria Louisa Blvd., 1000 Sofia, Bulgaria

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Registered with the Sofia City Court under company file number 13424/1997.

This version of our report/the accompanying documents is a translation from the original, which was prepared in Bulgarian. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.





Opinion

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Heta Asset Resolution Auto Bulgaria OOD as of 31 December 2014, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

Emphasis of Matter

We draw attention to Note 2 to these financial statements, which refers to the intention of the management to wind down the operations of the Company in the future. These financial statements have therefore been prepared using a non-going concern basis of accounting. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

Management is also responsible for preparing the Annual Report in accordance with the Accounting Act.

We are required by the Accounting Act to express an opinion whether the Annual Report is consistent with the annual financial statements of the Company.

In our opinion, the Annual Report set out on pages 2 to 4, is consistent with the accompanying financial statements of the Company as of 31 December 2014.

sign. ill.

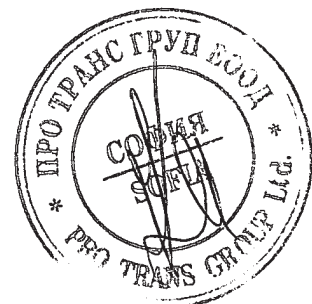
Boryana Dimova
Registered Auditor

sealed by Specialised audit firm PricewaterhouseCoopers Audit OOD

sign. ill.

Tsvetana Tsankova
PricewaterhouseCoopers Audit OOD

30 July 2015
Sofia, Bulgaria



HETA ASSET RESOLUTION AUTO BULGARIA OOD
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2014

(All amounts are in thousands of Bulgarian levs, unless otherwise stated)

	Notes	2014	2013
Interest income	5	299	1,133
Interest expense	6	(393)	(777)
Net interest income		(94)	356
Other operating income	7	428	671
Other operating expenses	8	(5,928)	(6,203)
Impairment of repossessed assets	14	(330)	(764)
Gain on initial recognition of repossessed assets		234	1,871
Impairment of finance lease receivables, loans and other assets	14	(4,157)	(15,126)
Loss for the year before tax		(9,847)	(19,195)
Income tax expense	9	-	-
Loss for the year		(9,847)	(19,195)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year, net of tax		(9,847)	(19,195)

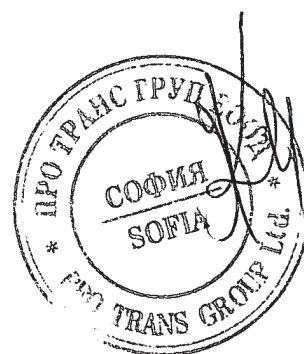
The accompanying financial statements were approved by the management of Heta Asset Resolution AUTO Bulgaria OOD on 30 July 2015 and were signed by:

sign. ill.	sign. ill.	sign. and seal illegible
Matias Julius Erhard Freiherr Grote	Nikolay Neshev	Desislava Markova
General Manager	General Manager	Chief Accountant

Certified as per auditors' report:

signed	signed
Boryana Dimova	Tsvetana Tsankova
Registered Auditor	PricewaterhouseCoopers Audit OOD
sealed by Specialised Audit Firm PricewaterhouseCoopers Audit, Sofia, reg. No 035	
Date 30 July 2015	Date 30 July 2015

The notes on page 7 to page 43 form integral part to the financial statements.
 Translation from Bulgarian



HETA ASSET RESOLUTION AUTO BULGARIA OOD
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 DECEMBER 2014

(All amounts are in thousands of Bulgarian lev, unless otherwise stated)

	Notes	2014	2013
ASSETS			
Cash and cash equivalents	16	12,274	433
Finance lease receivables	12	1,003	9,208
Loans granted to third parties	13	-	674
Loans granted to related parties	21	1,574	1,881
Non-transferred equipment under finance lease contracts	15	2,399	1,739
Repossessed assets	15	58	1,081
Other assets	15	6,837	21,342
Total assets		24,145	36,358
LIABILITIES AND EQUITY			
LIABILITIES			
Loans received	18	20,951	52,244
Payables to clients	20	2,237	2,291
Provisions		36	202
Other payables	19	376	566
Total liabilities		23,600	55,303
EQUITY			
Share capital	17	145,162	115,825
Accumulated loss		(144,617)	(134,770)
Total equity		545	(18,945)
Total liabilities and equity		24,145	36,358

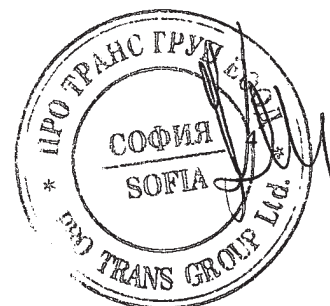
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HETA ASSET RESOLUTION AUTO BULGARIA OOD
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2014
(All amounts are in thousands of Bulgarian leva, unless otherwise stated)

	Notes	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax		(9,847)	(19,195)
ADJUSTMENTS FOR:			
Unrealised foreign exchange differences		24	22
Impairment of assets, net		4,723	14,019
Interest income	5	(299)	(1,133)
Interest expense	6	393	777
Provisions set aside in relation to lawsuits		19	202
Cash flows used in operating activities		(4,987)	(5,308)
Interest paid		(393)	(777)
Interest received		377	1,047
Interest received, net		(16)	270
Adjustments in working capital:			
Decrease in receivables on finance leases		4,902	16,367
Decrease/(increase) in loans granted to third parties		3	(17)
Increase in loans granted to related parties		-	(3,501)
Amounts received on loans granted to related parties		-	1,652
(Increase)/decrease of non-transferred equipment on finance lease contracts		(723)	8
Decrease in VAT receivable		12,400	395
Decrease in other assets		1,688	1,956
Increase / (decrease) in other payables		243	(176)
Cash flows from operating activities, net		13,510	11,646
CASH FLOWS FROM FINANCING ACTIVITIES			
Loans repaid		(1,956)	(12,615)
Loans granted		(4,439)	-
Proceeds on loans granted		4,726	-
Cash flows used in financing activities, net		(1,669)	(12,615)
Net increase / (decrease) in cash and cash equivalents		11,841	(969)
Cash and cash equivalents on 1 January	16	433	1,402
Cash and cash equivalents on 31 December	16	12,274	433

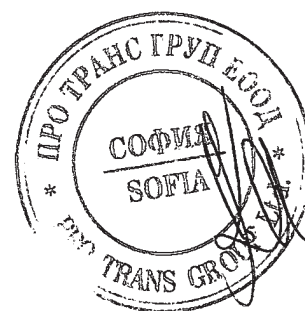
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HETA ASSET RESOLUTION AUTO BULGARIA OOD
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

(All amounts are in thousands of Bulgarian leva, unless otherwise stated)

	<u>Share capital</u> <u>(note 17)</u>	<u>Retained</u> <u>earnings</u>	<u>Total</u>
Balance on 1 January 2013	103,722	(115,575)	(11,853)
Loss for the year	-	(19,195)	(19,195)
Other comprehensive income	-	-	-
Total comprehensive income	-	(19,195)	(19,195)
Transactions with the owners:			
Transformation of debt into equity	12,103	-	12,103
Balance on 31 December 2013	<u>115,825</u>	<u>(134,770)</u>	<u>(18,945)</u>
Balance on 1 January 2014	115,825	(134,770)	(18,945)
Loss for the year	-	(9,847)	(9,847)
Other comprehensive income	-	-	-
Total comprehensive income	-	(9,847)	(9,847)
Transactions with the owners:			
Transformation of debt into equity	29,337	-	29,337
Balance on 31 December 2014	<u>145,162</u>	<u>(144,617)</u>	<u>545</u>

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