## Tchaikapharma High Quality Medicines Inc. Statement of financial position as of 31 December 2018

Non-current assets         BGN'000         BGN'000           Property, plant and equipment Intangible assets         2 5 754         26 803           Intangible assets         2 871         2 998           Investment in minority interest         1         1           Trade receivables         4 968         5 960           Total non-current assets         33 594         35 762           Current assets         71 608         55 998           Inventories         5 491         5 190           Trade and other receivables         71 608         55 998           Financial assets with maturity         92         24           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         2         4           Equity         4         8           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           E	ACCITIC	31.12.2018	31.12.2017
Property, plant and equipment Intangible assets         2 871         2 998           Intangible assets         2 871         2 998           Investment in minority interest         1         1           Trade receivables         4 968         5 960           Total non-current assets         33 594         35 762           Current assets         71 608         55 998           Inventories         7 1 608         55 998           Financial assets with maturity         92         1           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LABILITIES         2         1           Equity         72 200         64 300           Reserves         10 601         97 20           Reserves         10 601         97 20           Reserves         10 601         97 20           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         1 264         1 308           Retriement benefit obl	ASSETS Non august assets	BGN'000	BGN'000
Intangible assets         2 871         2 998           Investment in minority interest         1         1           Trade receivables         4 968         5 960           Total non-current assets         33 594         35 762           Current assets         5 491         5 190           Inventories         5 491         5 190           Trade and other receivables         71 608         55 998           Financial assets with maturity         92         17 608         55 998           Financial assets with maturity         92         24           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         5         10 601         9 172           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           Long-term loans         180         590           Retirement benefit obligations         119		05.754	2.6.000
Investment in minority interest         1         1           Trade receivables         4 968         5 960           Total non-current assets         33 594         35 762           Current assets         33 594         35 762           Current assets         5 491         5 190           Trade and other receivables         71 608         55 998           Financial assets with maturity         92         17 608         55 998           Financial assets with maturity         92         2           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         Equiv         8           Equiv         72 200         64 300           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           Deferred tax liabilities         180         190	and the state of t		
Trade receivables         4 968         5 960           Total non-current assets         33 594         35 762           Current assets         33 594         35 762           Current assets         5 491         5 190           Trade and other receivables         71 608         55 998           Financial assets with maturity         92           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         2         64 300           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         1         180           Long-term loans         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Current quand other liabilities         1 563         1 981           Curre			1 1000 ( 1000 ) 1000 ( 1000 )
Total non-current assets         33 594         35 762           Current assets         1         5 190           Inventories         5 491         5 190           Trade and other receivables         71 608         55 998           Financial assets with maturity         92         2           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LABILITIES         Equity         Stare capital         72 200         64 300           Reserves         10 601         9 172         Retained earnings         11 199         8 831           Total         94 000         82 303         Non-current liabilities         1         10 601         9 172           Retained earnings         11 199         8 831         30         90           Poferred tax liabilities         1 2 64         1 308         80           Retirement benefit obligations         1 19         83           Total non-current liabilities         1 563         1 981           Turent liabilities         4 186         2 134	<u>.</u>		_
Current assets         5 491         5 190           Inventories         5 491         5 190           Trade and other receivables         71 608         55 998           Financial assets with maturity         92         180           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         2         10 601         9 172           Reserves         10 601         9 172         9 172           Retained earnings         11 199         8 8 31           Total         94 000         82 303           Non-current liabilities         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Trade and other liabilities         1 563         1 981           Trade and other liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans <td></td> <td></td> <td></td>			
Inventories         5 491         5 190           Trade and other receivables         71 608         55 998           Financial assets with maturity         92           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         ***         ***           Equity         72 200         64 300           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           Long-term loans         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         1 19         83           Total non-current liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current portion of long-term loans         217         78           Other tax lia		33 594	35 762
Trade and other receivables         71 608         55 998           Financial assets with maturity         92           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         2         64 300           Reserves         10 601         9 172           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Current liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current portion of long-term loans         217         78           Other tax liabilities         379         211 <t< td=""><td></td><td>£ 401</td><td></td></t<>		£ 401	
Financial assets with maturity         92           Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         *** Equity**         *** Share capital**         72 200         64 300           Reserves         10 601         9 172         8 31         11 199         8 831           Total         94 000         82 303         8 31         11 199         8 831           Total on-current liabilities         1 80         590         590         590         9 690         <			
Treasury shares redeemed         4         8           Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         Pequity         Permission of the part of th			55 998
Cash and cash equivalents         250         24           Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         Equity           Share capital         72 200         64 300           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Current liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current corporate income tax         217         78           Other tax liabilities         879         211           Total current liabilities         15 476         12 698           Total current liabilities         17 039         14 679	•	50000000	0
Total current assets         77 445         61 220           Total assets         111 039         96 982           LIABILITIES         Equity           Share capital         72 200         64 300           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         1 19         83           Total non-current liabilities         1 563         1 981           Current liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current corporate income tax         217         78           Other tax liabilities         879         211           Total current liabilities         15 476         12 698           Total current liabilities         17 039         14 679			
Total assets         111 039         96 982           LIABILITIES         Equity           Share capital         72 200         64 300           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Current liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current corporate income tax         217         78           Other tax liabilities         15 476         12 698           Total current liabilities         17 039         14 679			
LIABILITIES         Equity       72 200 64 300         Reserves       10 601 9 172         Retained earnings       11 199 8 831         Total       94 000 82 303         Non-current liabilities       180 590         Deferred tax liabilities       1 264 1 308         Retirement benefit obligations       119 83         Total non-current liabilities       1 563 1 981         Current liabilities       1 563 2 134         Short-term loans       9 785 9 784         Current portion of long-term loans       409 491         Current corporate income tax       217 78         Other tax liabilities       15 476 12 698         Total current liabilities       17 039 14 679			
Equity         72 200         64 300           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Current liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current corporate income tax         217         78           Other tax liabilities         15 476         12 698           Total liabilities         17 039         14 679		111 039	96 982
Share capital         72 200         64 300           Reserves         10 601         9 172           Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities           Long-term loans         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Current liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current corporate income tax         217         78           Other tax liabilities         879         211           Total current liabilities         15 476         12 698           Total liabilities         17 039         14 679			
Reserves       10 601       9 172         Retained earnings       11 199       8 831         Total       94 000       82 303         Non-current liabilities       180       590         Deferred tax liabilities       1 264       1 308         Retirement benefit obligations       119       83         Total non-current liabilities       1 563       1 981         Current liabilities       4 186       2 134         Short-term loans       9 785       9 784         Current portion of long-term loans       409       491         Current corporate income tax       217       78         Other tax liabilities       879       211         Total current liabilities       15 476       12 698         Total liabilities       17 039       14 679		72 200	64.200
Retained earnings         11 199         8 831           Total         94 000         82 303           Non-current liabilities         180         590           Long-term loans         1 264         1 308           Retirement benefit obligations         1 19         83           Total non-current liabilities         1 563         1 981           Current liabilities         1 196         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current corporate income tax         217         78           Other tax liabilities         15 476         12 698           Total current liabilities         17 039         14 679           Total liabilities         17 039         14 679	•		
Total         94 000         82 303           Non-current liabilities         180         590           Long-term loans         1 264         1 308           Deferred tax liabilities         1 19         83           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Current liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current corporate income tax         217         78           Other tax liabilities         879         211           Total current liabilities         15 476         12 698           Total liabilities         17 039         14 679			
Non-current liabilities           Long-term loans         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Current liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current corporate income tax         217         78           Other tax liabilities         879         211           Total current liabilities         15 476         12 698           Total equity and liabilities         17 039         14 679			
Long-term loans         180         590           Deferred tax liabilities         1 264         1 308           Retirement benefit obligations         119         83           Total non-current liabilities         1 563         1 981           Current liabilities         3 1 981         3 1 981           Trade and other liabilities         4 186         2 134           Short-term loans         9 785         9 784           Current portion of long-term loans         409         491           Current corporate income tax         217         78           Other tax liabilities         879         211           Total current liabilities         15 476         12 698           Total liabilities         17 039         14 679		94 000	82 303
Deferred tax liabilities 1 264 1 308 Retirement benefit obligations 119 83  Total non-current liabilities 1 563 1 981  Current liabilities Trade and other liabilities 4 186 2 134 Short-term loans 9 785 9 784 Current portion of long-term loans 409 491 Current corporate income tax 217 78 Other tax liabilities 879 211  Total current liabilities 15 476 12 698  Total liabilities 17 039 14 679	of the control of the	100	
Retirement benefit obligations 119 83  Total non-current liabilities 1563 1981  Current liabilities  Trade and other liabilities 4186 2 134  Short-term loans 9785 9784  Current portion of long-term loans 409 491  Current corporate income tax 217 78  Other tax liabilities 879 211  Total current liabilities 15 476 12 698  Total liabilities 17 039 14 679			
Total non-current liabilities1 5631 981Current liabilities1 1862 134Trade and other liabilities4 1862 134Short-term loans9 7859 784Current portion of long-term loans409491Current corporate income tax21778Other tax liabilities879211Total current liabilities15 47612 698Total labilities17 03914 679			
Current liabilities Trade and other liabilities  Short-term loans Current portion of long-term loans Current corporate income tax Other tax liabilities  Total current liabilities  Total liabilities  15 476  1781  Total equity and liabilities			83
Trade and other liabilities       4 186       2 134         Short-term loans       9 785       9 784         Current portion of long-term loans       409       491         Current corporate income tax       217       78         Other tax liabilities       879       211         Total current liabilities       15 476       12 698         Total liabilities       17 039       14 679		1 563	1 981
Short-term loans 9 785 9 784 Current portion of long-term loans 409 491 Current corporate income tax 217 78 Other tax liabilities 879 211 Total current liabilities 15 476 12 698  Total liabilities 17 039 14 679			
Current portion of long-term loans 409 491 Current corporate income tax 217 78 Other tax liabilities 879 211  Total current liabilities 15 476 12 698  Total liabilities 17 039 14 679			
Current corporate income tax Other tax liabilities 879 211 Total current liabilities 15 476 12 698  Total liabilities 17 039 14 679			
Other tax liabilities       879       211         Total current liabilities       15 476       12 698         Total liabilities       17 039       14 679			
Total current liabilities 15 476 12 698  Total liabilities 17 039 14 679			78
Total liabilities 17 039 14 679		879	211
Total equity and liabilities	1 otal current liabilities	15 476	12 698
Total equity and liabilities	Total liabilities	17 039	14 679
	Total equity and liabilities		

Date of preparation: 15.02.2019

Sofia Prepared by:...

P Moneva

/B Georgiev/

## Tchaikapharma High Quality Medicines Inc. Statement of comprehensive income for the year ended 31 December 2018

	31.12.2018	
Davanua	BGN'000	
Revenue	38 013	
Other income	4	6 76
Total income	38 059	9 33 435
Carrying amount of goods sold	(2 326	(1719)
Changes in inventories of finished products and	1860	
work in progress	(118	) 432
Materials and services	(13 605	(13 726)
Personnel expenses	(3 891	
Depreciation / amortisation expenses	(3 273	
Depreciation costs	(38	
Other expenses	(2 381)	(1 692)
Finance income	468	S 55
Finance costs	(476)	(381)
Total expenses	(25 640)	
Profit before taxation	12 419	9 809
Corporate income tax expense	(1 220)	
		,
Profit/Loss for the period	11 199	8 831
Gain/(Loss) on revaluation of the fair value of		
land and buildings Changes due to deferred tax for land and	589	539
buildings	(74)	(60)
Revaluation of defined benefit pension funds	(19)	, ,
Changes due to deferred tax for pension funds	(19)	( )
Other comprehensive income for the period	498	-
Total comprehensive income for the period		
	11 697	9 308
Earnings per share / in BGN per 1 share /	0.10	0.15
	0.16	0.15

Date of preparation: 15.02.2019

Sofia

Prepared by:.

/ P. Moneva /

Executive Director:..

/B. Georgiev/

## Tchaikapharma High Quality Medicines Inc. Cash flow statement for the year ended 31 December 2018

	31.12.2018	31.12.2017
	BGN'000	BGN'000
Cash flows from operating activities		
Proceeds from sale of finished products, goods and services	28 229	30 929
Payments to suppliers of materials, goods and services	(13 818)	(15 539)
Payments to personnel	(3 788)	(3 456)
Payments of interest and dividends	(21)	(16)
Corporate income tax payments	(1291)	(989)
Other proceeds / payments	(6 969)	(5 534)
Net cash flows	2 342	5 395
Cash flows from investing activities		
Payments on non-current assets acquired	(1 399)	(2 757)
Net cash flows	(1 399)	(2 757)
Cash flows from financial activities		
Proceeds from loans	188	172
Payments on loans	(188)	(1 738)
Payment of interest, dividends	(196)	(224)
Payments on finance lease	(527)	(866)
Other proceeds/payments	6	(8)
Net cash flows	(717)	(2 664)
Change in cash and cash equivalents	226	(26)
Cash and cash equivalents at the beginning of the period	24	50
Cash and cash equivalents at the end of the period	250	24

Date of preparation: 15.02.2019

Sofia

Prepared by:..../

P. Moneva /

Executive

Director

/B. Georgiev /

## Tchaikapharma High Quality Medicines Inc. Statement on changes in equity for the year ended 31 December 2018

	Registered (share) capital <b>BGN'000</b>	Revaluation reserves <b>BGN'000</b>	Other reserves <b>BGN'000</b>	Retained earnings / loss <b>BGN'000</b>	Total equity <b>BGN'000</b>
Balance as of 01.01.2017	56 600	3 149	4 661	8 585	72 995
Profit/loss for the period				8 831	8 831
Other comprehensive income		477			477
Including from tax effect of the revaluation of property, plant and equipment		(60)			(60)
T		, ,			(00)
Total comprehensive income		477		8 831	9 308
Issue of shares by the owners Dividends accrued	7 700			(7 700)	
Tantiemmes accrued Profit transferred to reserves			885	(885)	
Total amount of income and expenses recognised during the			863	(885)	
period	7 700		885	(8 585)	
Balance as of 31.12.2017	64 300	3 626	5 546	8 831	82 303
Balance as of 01.01.2018	64 300	3 626	5 546	8 831	82 303
Profit/loss for the period				11 199	11 199
Other comprehensive income		498			498
Total comprehensive income		498		11 199	11 697
Issue of shares by the owners Dividends accrued	7 900			(7 900)	
Tantiemmes accrued					
Profit transferred to reserves  Total amount of income and			931	(931)	
expenses recognised during the					
period	7 900		931	(8 831)	
Balance as of 31.12.2018	72 200	4 124	6 477	11 199	94 000

Date of preparation: 15.02.2019

Sofia

Prepared by:.....

/P. Moneva/

Executive Director:...

/B. Georgiev /