

MECANICA FINA SA
SITUATION OF FINANCIAL POSITION ON MARCH 31, 2017
(all amounts are expressed in Lei)

	January 1, 2017	March 31 2017
ASSETS		
FIXED ASSETS		
<i>Tangible assets</i>	542038	506076
<i>Real estate investments</i>	167035294	167030893
<i>Investments in shares</i>	5488130	5488130
<i>Other fixed assets</i>	37514	1166657
TOTAL FIXED ASSETS	173102976	174191756
CIRCULATING ASSETS		
<i>Stocks</i>	204328	185974
<i>Commercial receivables and similar receivables</i>	1744356	711964
<i>Cash and cash equivalent</i>	482236	479503
TOTAL CIRCULATING ASSETS	2430919	1377441
TOTAL ASSETS	175533895	175569197
DEBTS		
CURRENT DEBTS		
<i>Commercial debts and similar debts</i>	1265184	2213570
<i>Amounts owed to credit institutions</i>	1032432	832785
<i>Profit tax related debts</i>	52098	52098
TOTAL CURRENT DEBTS	2349714	3098453
LONG TERM DEBTS		
<i>Loans and assimilated debts</i>	5230044	5090100
<i>Deferred tax</i>	23742602	23742602
TOTAL LONG TERM DEBTS	28972646	28832702
TOTAL DEBTS	31322360	31931155
NET ASSETS	144211534	143638042
<i>Share capital and reserves</i>		
<i>Share capital</i>	79152825	79152825
<i>Legal reserves</i>	621016	640887
<i>Other reserves</i>	287876	287876
<i>Carried forward result</i>	63689352	64763619
<i>Current result (profit/loss)</i>	460465	(1207165)
TOTAL CAPITAL	144211534	143638042
TOTAL CAPITAL AND DEBTS	175533895	175569197

NOTE: The financial statements on March 31, 2017 were not subject of auditing

President Board of Directors – General Manager
Mollo Sergio

Chief Accountant
Rogojan Maria

MECANICA FINA SA
SITUATION OF GLOBAL RESULT ON MARCH 31, 2017
(all amounts are expressed in Lei)

	March 31, 2017	March 31, 2016
<i>INCOME FROM SALES</i>	1149060	1436468
<i>Other operating income</i>	18436	-
<i>Income related to costs of stocks of products</i>	(633672)	-
<i>Income from activity carried out and capitalized by the company</i>	43332	61335
<i>Expenses for raw materials and consumable materials</i>	(138479)	(528312)
<i>Staff expenses</i>	(327369)	(280726)
<i>Amortization and depreciation related expenses</i>	(265216)	(307449)
<i>Other operating expenses</i>	(988985)	(387566)
OPERATING PROFIT (LOSS)	(1142893)	(6250)
<i>Financial profit (loss)</i>	(64272)	(19278)
PROFIT (LOSS) BEFORE TAX	(1207165)	(25528)
<i>Expenses related to current profit tax</i>	-	(3567)
NET PROFIT (LOSS)	(1207165)	(29095)
<i>Deferred profit tax Net result of the period of time (profit / loss)</i>	-	-
NET RESULT OF THE PERIOD OF TIME (PROFIT / LOSS)	(1207165)	(29095)
<i>Other elements of global result</i>	-	-
TOTAL GLOBAL RESULT	(1207165)	(29095)

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MECANICA FINA SA
ECONOMICAL – FINANCIAL INDICATORS – 1st QUARTER 2017

No.	Name of indicator	Calculation method	Result
1	Current liquidity indicators	Current assets / Current debts	$1377441 / 3098453 = 0,44$
2	Indebtedness degree indicator	Borrowed capital / own capital	$5030100 / 143924789 = 0,03$
3	Rotation speed of debits – customers	Average number of customers / Turnover x 90	$582578 / 1149060 \times 90 = 45,63$
4	Rotation speed of fixed assets	Turnover / Fixed assets	$1149060 / 174191756 = 0,01$

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QUARTERLY REPORT – 1st QUARTER 2017
ACCORDING TO CNVM REGULATION NO. 1 / 20016

Date of report: 15.05.2017
Name of the company: MECANICA FINA SA
Headquarters: Bucharest, district 2, 5-25 Popa Lazar Street
Phone / fax: 02 12523121; 02 1250085 / 02 12523118; 02 12527609
Sole registration code within Register of Companies: 655
Registration number within Register of Companies: J40 / 2353 / 1991
Subscribed and paid in share capital (Lei): 9264890
Regulated market on which the issued shares are transacted: BVB

1. **Presentation of major events** taking place in the relevant period of time and their impact on the financial position of the issuers and its branches.

During the 1st quarter of 2017, the finished products in stock for more than 10 years (originating from the period of time in which the company carried out activities regarding the production of measuring and control devices) have been subject to cassation and sold to a company specialized in dismantling and valuation. This decision was based on the physical and especially moral condition of wear and tear, hindering their valuation as such.

2. **General presentation of the financial position and performances** of the issuer and its branches corresponding to relevant period of time.

On March 31, 2017, the company Mecanica Fina SA, managed by a Board of Directors consisting in Mr. Mollo Sergio, President of Board of Directors – General Manager, Mr. Mollo Giuseppe Alessandro – Member of Board of Directors and Mrs. Mollo Simona – Member of Board of Directors obtained the following **results**:

	Name of indicator	Results - Lei -
1	Turnover	1149060
2	Total income, consisting in:	586393
	- operating income	577156
	- financial income	9237
	- exceptional income	-
3	Total expenses, consisting in:	1793558
	- operating expenses	1720049
	- financial expenses	73509
	- exceptional expenses	-
4	Gross profit (loss)	(1207165)
5	Current profit tax	-
6	Deferred profit tax corresponding to relevant period of time	-
7	Net result of the period of time (profit / loss)	(1207165)
8	Average number of employees	18
9	Staff expenses	411393
10	Salary expenses included in the turnover	35,80
11	Labor productivity (related to turnover)	63837

Profit / loss. In 1st quarter of 2017, the company's activity mainly consisted in leasing of own real estate, CAEN code 6820 and from the analysis of the economical – financial indicators, it results that on March 31, 2017, the company obtain as total activity a loss amounting to xxx lei and from operation a loss amounting to xxx lei. The loss was mainly caused by the impact of cassation operations of finished products in stock for more than 10 years (originating from the period of time in which the company carried out activities regarding the production of measuring and control devices) but also by expenses for current repairs works for the real estate of the company and thermic energy related expenses.

Debts. Situation of debts of company Mecanica Fina SA on March 31, 2017

a	Total debts, consisting in:	8188553
	- suppliers	788166
	- other debts (staff, budgets + increases)	1477502
	- loans and assimilated debts	5922885
b	Deferred profit tax, total	23742602

Stocks. Situation of stocks of March 31, 2017:

Total stocks, consisting in:	179201
- raw materials, materials, inventory objects	179201
- semi-finished products, finished products	-
- goods	-
- packaging	-

Branches. On March 31, 2017 the branches of the issuer Mecanica Fina SA, the companies Itagra SA (ORC J21/316/2006; CUI 18792370: CAEN 0111 – Growing od cereals) and Mollo Re SA (ORC J40/15010/2006; CUI 19034870; CAEN 5590 – Other accommodation services) obtained the following **results**:

No.	Indicator	Itagra SA	Mollo Re SA
1	Investments	308496	-
2	Turnover	-	436120
3	Total income	886470	442952
4	Total expenses	1619877	383599
5	Gross profit	(733407)	59353
6	Profit tax / specific tax	Annual	semestrial
7	Net result of the period of time	(733407)	59353

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