

Independent Auditor's Report
as at 31. 12. 2013

to the Shareholders of
OMNIPOL a.s.

Issued 16 May 2014



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BDO Audit s. r. o.
Olbrachtova 1980/5
Praha 4
140 00
Czech Republic

Company audited: **OMNIPOL a.s.**
Nekázanka 880/11
Praha 1

Identification Number: 250 63 138

Legal form: Joint-stock Company

Report Recipients: to the Shareholders

Relevant Period: From 1. 1. 2013 to 31. 12. 2013

Audit was performed by:

Auditing Company: BDO Audit s. r. o., Certificate No. 018
Olbrachtova 1980/5
Praha 4

Auditors: Vlastimil Hokr, Certificate No. 0071
Eva Knyplová, Certificate No. 1521
Yvona Pavlovská - Fialová, Certificate No. 1700

Auditor Assistants: Radka Švecová
Antonín Pešek
Vladana Horová

Copies: Copy No. 1 - 8: OMNIPOL a.s.
Copy No. 9: BDO Audit s. r. o.



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Olbrachtova 1980/5
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INDEPENDENT AUDITOR'S REPORT

to the Shareholders of OMNIPOL a.s.

We have audited the accompanying financial statements of OMNIPOL a.s., based in Nekázanka 880/11, Praha 1, identification number 250 63 138, which comprise the balance sheet as of 31. 12. 2013, and the income statement for the period from 1. 1. 2013 to 31. 12. 2013, and a summary of significant accounting policies and other explanatory notes.

Statutory Body's Responsibility for the Financial Statements

The Statutory Body of OMNIPOL a.s. is responsible for the preparation of financial statements that give a true and fair view in accordance with Czech accounting regulations and for such internal control as statutory body 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 the Act on Auditors and International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those laws and regulations 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 of the financial statements that give a true and fair view 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.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of OMNIPOL a.s. as of 31. 12. 2013, and of its financial performance for the period from 1. 1. 2013 to 31. 12. 2013 in accordance with Czech accounting regulations.

Report on the Audit of the Annual Report

We have audited the annual report of OMNIPOL a.s. for consistency with the financial statements which are included in this Annual Report. The correctness of the annual report is the responsibility of OMNIPOL a.s.'s statutory body. Our responsibility is to express an opinion on the consistency of the annual report and the financial statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that the auditor plan and perform the audit to obtain reasonable assurance about whether the information included in the annual report describing matters that are also presented in the financial statements is, in all material respects, consistent with the relevant financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the information included in the annual report of OMNIPOL a.s. for the period ended 31. 12. 2013 is consistent, in all material respects, with the financial statements referred to above.

Prague, 16 May 2014

BDO Audit s. r. o., Certificate No. 018

Represented by partners:



Eva Knyplova
Certificate No. 1521



Vlastimil Hokr
Certificate No. 0071

BALANCE SHEET
AS AT 31. 12. 2013
(‘000 CZK)

Ref.	ASSETS	Gross	Current Year Adjust.	Net	Prior Year Net
	ASSETS	2 415 474	-426 563	1 988 911	2 182 897
B.	Fixed assets	1 048 231	-244 007	804 224	793 453
B.I.	Intangible fixed assets	8 070	-7 965	105	62
	3. Software	8 007	-7 930	77	24
	4. Valuable rights	63	-35	28	38
B.II.	Tangible fixed assets	425 439	-236 042	189 397	179 527
	1. Land	35 580	0	35 580	33 815
	2. Buildings	20 568	-2 283	18 285	5 215
	3. Machines, tools and equipment, transportation means, furniture and office equipment	359 913	-233 759	126 154	134 687
	7. Tangible assets in the course of construction	9 378	0	9 378	5 810
B.III.	Long-term financial assets	614 722	0	614 722	613 864
	1. Shares and ownership interests in controlled entities over which dominant influence is exercised	614 622	0	614 622	613 864
	6. Long-term investments in progress	100	0	100	0
C.	Current assets	1 362 555	-182 556	1 179 999	1 375 200
C.I.	Inventory	38 677	-10 877	27 800	190 388
	1. Raw materials	258	0	258	180
	5. Merchandise inventory	38 419	-10 877	27 542	190 208
C.II.	Long-term receivables	196 379	0	196 379	250 744
	1. Trade receivables	48 939	0	48 939	62 866
	7. Other receivables	147 440	0	147 440	187 878
C.III.	Short-term receivables	987 932	-171 679	816 253	852 507
	1. Trade receivables	586 305	-171 679	414 626	327 791
	6. Due from state - tax receivables	2 512	0	2 512	4 529
	7. Short-term advance payments	145 613	0	145 613	219 709
	8. Contingencies and estimated items	0	0	0	7
	9. Other receivables	253 502	0	253 502	300 471
C.IV.	Short-term financial assets	139 567	0	139 567	81 561
	1. Cash in hand	703		703	770
	2. Bank accounts	132 140		132 140	74 350
	3. Short-term securities and ownership interests	6 724	0	6 724	6 441
D.I.	Accruals	4 688		4 688	14 244
	1. Prepaid expenses	4 384		4 384	12 959
	3. Deferred cash receipts	304		304	1 285

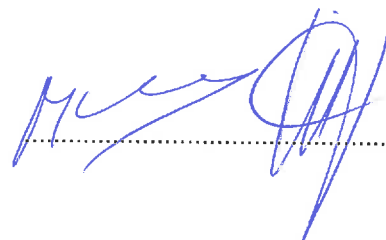
OMNIPOL a.s., ID No. 250 63 138
BALANCE SHEET AS AT 31. 12. 2013

Ref.	LIABILITIES	Current Year	Prior Year
	TOTAL LIABILITIES	1 988 911	2 182 897
A.	Equity	567 079	574 172
A.I.	Registered capital	201 000	201 000
1.	Registered capital	201 000	201 000
A.II.	Capital contributions	278 280	277 521
2.	Other capital contributions	276 899	276 899
3.	Gains or losses from revaluation of assets and liabilities	1 381	622
A.III.	Reserve funds, statutory reserve account for cooperatives and other retained earnings	23 095	22 184
1.	Legal reserve fund/Non-distributable reserves	23 095	22 184
A.IV.	Profit/Loss - previous year	47 199	55 261
1.	Retained profits from previous years	52 556	55 261
3.	Other result from previous years	-5 357	0
A.V.	Profit/Loss - current year	17 505	18 206
B.	Other sources	1 344 642	1 533 330
B.I.	Provisions	152 955	106 646
4.	Other provisions	152 955	106 646
B.II.	Long-term payables	38 033	44 198
9.	Other payables	38 033	44 198
B.III.	Short-term payables	454 385	589 741
1.	Trade payables	49 032	203 908
4.	Payables to owners and participants in an association	24 140	29 750
5.	Payables to employees	4 389	4 021
6.	Payables to social security and health insurance	3 708	4 414
7.	Due to state - taxes and subsidies	15 299	2 656
8.	Advances received	71 081	152 118
9.	Bonds issued	70 448	168 438
10.	Contingencies and estimated items	182 415	14 436
11.	Other payables	33 873	10 000

Ref.	LIABILITIES	Current Year	Prior Year
B.IV.	Bank loans and overdrafts	699 269	792 745
1.	Long-term bank loans	234 488	309 863
2.	Short-term bank loans and overdrafts	464 781	482 882
C.I.	Accruals	77 190	75 395
1.	Accrued expenses	25 802	2 527
2.	Unearned revenue	51 388	72 868

Date: 16.5.2014

Signature: _____



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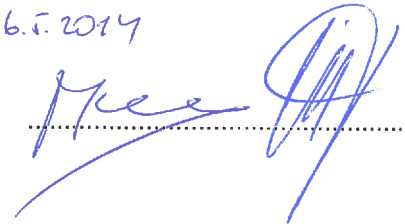
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31. 12. 2013
(‘000 CZK)

Ref.	Period		
	Current	Prior	
I.	Revenues from sold goods	1 102 171	391 028
A.	Cost of goods sold	887 849	329 026
	+ Sale margin	214 322	62 002
II.	Production	218 733	205 394
	1. Manufactured goods and services revenue	218 733	205 394
B.	Production consumption	176 656	167 471
	1. Raw materials and consumption	7 894	8 094
	2. Services	168 762	159 377
	+ Added value	256 399	99 925
C.	Personnel expenses	108 752	91 689
	1. Wages and salaries	78 615	66 985
	2. Remuneration of board members	4 717	5 160
	3. Social security expenses and health insurance	24 561	18 653
	4. Other social expenses	859	891
D.	Taxes and fees	561	7 426
E.	Depreciation tangible fixed assets and amortization of intangible fixed assets	44 494	60 925
III.	Revenues from disposals of fixed assets and sold material	8 091	4 022
	1. Revenues from disposals of fixed assets	8 090	4 021
	2. Revenues from sold material	1	1
F.	Net book value of fixed assets and sold material	12 305	4 529
	1. Net book value of fixed assets sold	12 304	4 527
	2. Net book value of sold material	1	2
G.	Additions to/reductions in reserves and adjustments relating to operation expenses and complex deferred expenses	42 991	-34 942
IV.	Other operating revenues	13 409	31 296
H.	Other operating expenses	27 541	62 025
	* Operating profit/loss	41 255	-56 409
VII.	Revenues from long-term investments	9 000	5 671
	1. Revenues from ownership interests in controlled entities over which dominant influence is exercised and revenues from accounting units over which a substantial influence is exercised	9 000	5 671
VIII.	Revenues from short-term financial assets	392	2 337
L.	Loss from revaluation of securities and derivatives	0	0
X.	Interest revenues	23 246	33 184
N.	Interest expenses	36 985	51 494
XI.	Other financial revenues	71 581	151 774
O.	Other financial expenses	73 780	62 650
	* Profit/loss from financial operations (transactions)	-6 546	78 822
Q.	Income tax on ordinary income	17 204	4 207
	1. - due	17 204	4 207
	** Operating profit/loss ordinary activity	17 505	18 206

Ref.	Period	
	Current	Prior
*** Profit/loss of current accounting period (+/-)	17 505	18 206
**** Profit/loss before tax (+/-)	34 709	22 413

Date: 16.5.2014

Signature: _____



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1821021

NOTES TO THE FINANCIAL STATEMENTS FOR 2013

Business name: OMNIPOL a.s.

Legal form: Joint stock

Headquarters: Praha 1, Nekázanka 880/11, 112 21, Czech Republic

IČ (Reg.No.): 25063138

1	GENERAL INFORMATION	4
1.1	INCORPORATION AND BASIC FACTS ABOUT THE COMPANY	4
1.2	KEY OWNERS OF THE COMPANY	5
1.3	CHANGES AND AMENDMENTS TO THE COMPANY'S ENTRY IN THE COMMERCIAL REGISTER IN THE PREVIOUS ACCOUNTING PERIOD	5
1.4	ORGANISATIONAL CHART OF THE COMPANY	6
1.5	BOARD OF DIRECTORS, BOARD OF SUPERVISORS	6
2	ACCOUNTING METHODS, GENERAL ACCOUNTING POLICIES AND VALUATION METHODS	7
2.1	VALUATION METHODS, DEPRECIATION METHODS AND PROVISIONS.....	7
2.1.1	<i>Tangible and Intangible Fixed Assets</i>	7
2.1.2	<i>Long-term Financial Investments</i>	9
2.1.3	<i>Inventory</i>	9
2.1.4	<i>Receivables</i>	10
2.1.5	<i>Bank Loans</i>	10
2.1.6	<i>Provisions</i>	11
2.2	CONVERSION OF FIGURES DENOMINATED IN FOREIGN CURRENCY TO CZK.....	11
2.3	FINANCIAL LEASE WITH SUBSEQUENT PURCHASE OF THE LEASED ASSET	11
2.4	TAXES	12
2.5	CHANGES IN THE VALUATION, DEPRECIATION AND ACCOUNTING PROCEDURES AGAINST THE PREVIOUS ACCOUNTING PERIOD.....	12
3	SUPPLEMENTARY INFORMATION TO THE BALANCE SHEET AND THE PROFIT AND LOSS ACCOUNT.....	13
3.1	RECEIVABLES FROM SUBSCRIPTION FOR EQUITY	13
3.2	FIXED ASSETS	13
3.2.1	<i>Intangible Fixed Assets</i>	13
3.2.2	<i>Tangible Fixed Assets</i>	14
3.2.3	<i>Assets whose Market Value Significantly Exceeds Their Market Value</i>	16
3.2.4	<i>Assets under Financial and Operating Lease</i>	16
3.2.5	<i>Fixed Assets under Pledge</i>	16
3.3	LONG-TERM FINANCIAL INVESTMENTS.....	16
3.3.1	<i>Shares in Controlled Entities</i>	17
3.3.2	<i>Other Long-term Securities and Interests</i>	18
3.3.3	<i>Loans and Credits – Controlling and Substantial Influence</i>	18
3.3.4	<i>Long-term Financial Investments whose Market Value Significantly Exceeds Their Market Value</i>	18
3.3.5	<i>Long-term Financial Investments under Pledge</i>	19
3.4	INVENTORY	19
3.5	RECEIVABLES.....	20
3.5.1	<i>Trade Receivables</i>	20
3.5.2	<i>Summary of Trade Receivables by Maturity</i>	21
3.5.3	<i>Advances Made</i>	22
3.5.4	<i>Receivables, Controlling and Substantial Influence</i>	22
3.5.5	<i>Due from State – Tax Receivables and Receivables from Social and Health Insurance</i>	22
3.5.6	<i>Estimated Accrued Revenues</i>	22

3.5.7	<i>Other Receivables</i>	23
3.5.8	<i>Receivables under Pledge or Another Form of Security</i>	23
3.6	CURRENT FINANCIAL ASSETS.....	24
3.6.1	<i>Short-term Securities and Interests</i>	24
3.7	ACCRUALS	25
3.8	EQUITY.....	25
3.8.1	<i>Equity</i>	25
3.8.2	<i>Registered Capital</i>	26
3.9	RESERVES AND PROVISIONS	26
3.10	LIABILITIES.....	27
3.10.1	<i>Trade Liabilities</i>	27
3.10.2	<i>Summary of Trade Liabilities by Maturity</i>	27
3.10.3	<i>Liabilities – Controlling and Substantial Influence</i>	28
3.10.4	<i>Due to State – Social and Health Insurance</i>	28
3.10.5	<i>Advances Received</i>	28
3.10.6	<i>Estimated Accrued Expenses</i>	29
3.10.7	<i>Other Liabilities and Liabilities to Employees</i>	29
3.10.8	<i>Off-balance Liabilities</i>	29
3.11	BANK LOANS AND DEBENTURES	29
3.11.1	<i>Bank Loans</i>	29
3.12	AGGREGATE MATURITY OF BANK LOANS AND LONG-TERM LIABILITIES	33
3.13	ACCRUALS	33
3.14	ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCY, IN TH.	34
3.15	DEFERRED TAX	34
3.16	REVENUES FROM THE SALE OF GOODS, PRODUCTS AND SERVICES	35
3.16.1	<i>Intragroup Revenues</i>	35
3.16.2	<i>Purchases from Related Parties</i>	35
3.17	REVENUES FROM THE SALE OF GOODS, PRODUCTS AND SERVICES	35
4	PERSONNEL, MANAGEMENT AND STATUTORY BODIES	36
4.1	PERSONNEL EXPENSES AND HEAD COUNT	36
4.2	LOANS, CREDITS OR OTHER SUPPLIES GRANTED	36
5	AUDIT FEES.....	37
6	MATERIAL CONTINGENCIES.....	37
6.1	OFF-BALANCE BILLS AS OF 31/12/2013	37
6.2	TERM CONTRACTS	37
	<i>Summary of interest options as of 31/12/2013</i>	37
	<i>Summary of interest options as of 31/12/2012</i>	37
7	SUBSEQUENT EVENTS.....	38

1 GENERAL INFORMATION

1.1 Incorporation and Basic Facts about the Company

Name of the accounting entity: OMNIPOL a.s.

Legal form: Joint stock company

Date of incorporation: 08 July 1996

Headquarters: Nekázanka 880/11

Praha 1

112 21

Czech Republic

IČ (Reg. No.): 25063138

Core registered activities:

- Foreign trade in military material to an extent as set forth in a permit issued in compliance with Act 38/1994 Coll.
Entered on 15 April 2004
- Destruction, disabling, purchase and sale of explosives
Entered on 04 November 2009
- Purchase, sale and transport of security material
Entered on 04 November 2009
- Production, trade and services other than those listed in Annex 1–3 to the Trades Licensing Act
Entered on 04 November 2009
- Development, production, repair, modification, transport, purchase, sale, hire, storage, disabling and destruction of weaponry and ammunition
Entered on 04 November 2009

Registered capital: 201 000 th. CZK

1.2 Key Owners of the Company

Physical and legal entities with a share exceeding 20% in the company's registered capital:

Name or business name		Share, in %	
		2013	2012
1.	Martin Háva	29	29
2.	Petr Háva	29	29

1.3 Changes and Amendments to the Company's Entry in the Commercial Register in the Previous Accounting Period

The following changes were made to the company's entry in the Commercial Register in the previous accounting period:

Chairman of the Board of Directors:

- On 24 June 2013 Ing. Michal Hon was deleted as the Chairman of the Board of Directors, effective as of 13 June 2013.
- On 04 December 2013 Ing. Jozef Piga was entered as the Chairman of the Board of Directors, effective as of 21 November 2013

Members of the Board of Directors:

- On 11 February 2014 Ing. Jiří Řezáč was deleted as a Member of the Board of Directors, effective as of 20 December 2013.

Chairman of the Board of Supervisors:

- On 04 December 2013 Ing. Pavel Roubal was deleted as the Chairman of the Board of Supervisors, effective as of 18 November 2013.
- On 04 December 2013 Vratislav Ondráček was entered as the Chairman of the Board of Supervisors, effective as of 18 November 2013.

Members of the Board of Supervisors:

- On 04 December 2013 Ing. Jozef Piga was deleted as a Member of the Board of Supervisors, effective as of 18 November 2013.
- On 04 December 2013 Kryštof Hon was entered as a Member of the Board of Supervisors, effective as of 18 November 2013.

1.4 Organisational Chart of the Company

As of 31/12/2013 the company's organisation comprised three sections: Sales, Finance and the Managing Director. The company has no branch abroad.

No changes in the organisational chart occurred in the accounting period.

1.5 Board of Directors, Board of Supervisors

As of 31/12/2013 the board of directors and board of supervisors were as follows:

Board of directors

Chairman:	Ing. Jozef Piga
Members:	Ing. Milan Faltus
	Ing. Milan Jurek
	Ing. Jaroslav Trávníček

Board of supervisors

Chairman:	Vratislav Ondráček
Member:	Ing. Kryštof Hon

2 ACCOUNTING METHODS, GENERAL ACCOUNTING POLICIES AND VALUATION METHODS

The company's accounting records have been kept, and the financial statements prepared, in compliance with Act 563/1991 Coll. – the Accounting Act as subsequently amended, Decree 500/2002 Coll. which implements some provisions of Act 563/1991 Coll., as subsequently amended, as applicable to accounting entities which use double-entry bookkeeping, and the Czech Accounting Standards for Businesses.

The accounting system adopts general accounting policies, especially the historical costs basis, accrual accounting, the principle of prudence and the going concern assumption.

2.1 Valuation Methods, Depreciation Methods and Provisions

2.1.1 Tangible and Intangible Fixed Assets

Valuation

Intangible assets whose value exceeds 60 th. CZK per single item and whose useful life exceeds one year are deemed to be intangible fixed assets, while respecting the materiality principle and true and fair presentation of the assets. Intangible fixed assets are stated at acquisition cost which comprises the purchase price and costs related to the acquisition. Intangible assets which are not classified as fixed are directly expensed as services upon purchase. Assets with an acquisition cost exceeding 5 th. CZK are kept off-balance and are subject to physical verification.

Tangible assets whose value exceeds 40 th. CZK per single item and whose useful life exceeds one year are deemed to be tangible fixed assets, while respecting the materiality principle and true and fair presentation of the assets. Tangible fixed assets are stated at acquisition cost which comprises the purchase price, costs of transportation, customs fees and other costs related to the acquisition. Interest and other financial expenses related to the acquisition of

fixed assets are capitalised in the acquisition cost of these assets following a decision made by the company until the acquired assets are put into use.

Current replacement cost is applied to newly identified assets which are recognised by making a corresponding entry in the relevant accumulated depreciation account. Current replacement cost of such assets is determined on the basis of an expert appraisal.

Inventory accounting applies to tangible assets under 40 th. CZK of value, whose useful life exceeds one year and which are classified as low-value tangible assets according to the company's internal directives. These assets are kept off-balance if their acquisition cost exceeds 5 th. CZK and are then subject to physical verification.

Technical improvements of tangible fixed assets, if they exceed a total of 40 000 CZK per single item and one accounting period, increase the acquisition cost of the asset.

With intangible fixed assets, the acquisition cost is increased by the technical improvements if they exceed an amount of 40 000 CZK per the relevant asset in one transaction.

Accounting depreciation

Fixed assets are depreciated using the straight line method over the period of time stated in the table below:

Type of asset	Depreciation period, in years
Structures and buildings	30–50
Power, plant and equipment	3–10
Means of transport	3–5
Fixtures and fittings	3–10

The company has applied the method of depreciation excluding the carrying amount of assets to new means of transport since 2009.

Tax depreciation

The company follows Sect. 31 and 32a of Act 586/1992 Coll. – the Income Taxes Act as subsequently amended, in respect of tax depreciation. The company applies the straight line depreciation for the computation of income taxes.

Provisions

The company stated no provisions for tangible fixed assets as of 31/12/2013.

2.1.2 Long-term Financial Investments

Valuation

Ownership interests and securities are stated at acquisition cost as they are acquired. They are valued by applying the FIFO method upon sale or other disposal.

Long-term financial investments held by the company are designed for long-term holding and control, following the decision of the company's management.

Securities held by the company for a long term, which constitute a substantial or controlling influence in other companies, were kept at acquisition cost as of the date of the preparation of the financial statements.

Provisions

The company stated no provisions for long-term financial assets as of 31/12/2013.

2.1.3 Inventory

Valuation

Purchased inventory is stated at acquisition cost and the FIFO method is applied upon release from stock, when the first price for increase is used as the first price for disposal.

The acquisition cost of inventory comprises the purchase price and the costs related to the acquisition, especially the commission fees and transportation fees.

Provisions

The value of unusable and dead stock is adjusted to the selling price through the account of provisions which are stated in the 'Correction' column in the balance sheet. After the physical verification of inventory as of 31/12/2013, considering its further saleability, the company's

management decided in previous years to create provisions for inventory which now total 10.9 mil. CZK.

2.1.4 Receivables

Valuation

Receivables are stated at their nominal amount. Receivables acquired through assignment are stated at acquisition cost.

Provisions

The value of bad debts is adjusted. The company creates statutory provisions pursuant to the Reserves Act, and in compliance with the Income Taxes Act it applied the write-off of receivables until the end of 2007 that were due prior to 31/12/1994. These receivables are no longer disclosed in the company's balance sheet after a 100% write-off and were transferred off balance. The amount of provision is determined following a check on the payments actually made as regards overdue receivables from the previous accounting period. Accounting provisions are further made depending on the age of the receivables. In the relevant accounting period the company created provisions for receivables on the grounds of their review as of 31/12/2013, depending on the age of the receivables, and on the grounds of an assessment of the risk factor and the anticipated recovery date. Furthermore, the company applied the write-off of receivables on the grounds of the results of the bankruptcy and composition procedure as per the Income Taxes Act, or the Reserves for Determining the Income Tax Base Act.

Accounting provisions for receivables totalled 4 914 th. CZK in 2013. Provisions amounting to 8 231 th. CZK were reversed.

2.1.5 Bank Loans

Valuation

Short-term and long-term bank loans are stated at their nominal value. The portion of long-term loans which is payable within one year of the date of the financial statements is deemed to be short-term. Overdrawn balance of an overdraft account, if applicable, is also stated as a short-term bank loan in the balance sheet.

2.1.6 Provisions

Provisions are established to cover the risks and anticipated losses which are known as of the date of the financial statements. In the relevant accounting period the company made no deductible provisions. Accounting provisions are made on the grounds of the assessment of each single transaction (security, guarantees, entrepreneurial risks etc.), i.e. to cover the foreseeable costs. When the reason for the provision elapses these provisions are amortised.

2.2 Conversion of Figures Denominated in Foreign Currency to CZK

Foreign exchange differences arising out of the conversion of ownership interests and securities in subsidiaries and associates were recognised through balance sheet account 414 – Valuation differences from the restatement of assets and liabilities.

For the valuation of assets and liabilities as of the moment of transaction, the company uses the daily exchange rates published by the Czech National Bank on the preceding weekday, as per Sect. 24 of the Accounting Act. The realised foreign exchange gains and losses were recognised as revenues or expenses of the current year.

As of the date of preparation of the financial statements for 2013, receivables, liabilities, ownership interests, securities and derivatives, valuable stamps and financial assets denominated in foreign currency were converted using the exchange rate published by the Czech National Bank as of 31/12/2013.

Foreign exchange differences arising out of the conversion of receivables, liabilities, bank loans, financial investments, valuable stamps and financial assistance as of the date of the financial statements were recognised as financial expenses or financial revenues.

2.3 Financial Lease with Subsequent Purchase of the Leased Asset

Lease payments as implied from the financial lease contracts, followed by the purchase of the leased asset, are recognised as expenses on the equal basis and accrued. Advances on lease payments are stated in the account of advances made and the company recognises them in accordance with the payment schedule. The higher lease prepayments were recognised in account 381 – Deferred expenses, and are amortised into expenses on the equal basis once a month over the entire duration of the lease.

2.4 Taxes

Deferred tax

Deferred tax is computed applying the liability method, i.e. the deferred tax will be applied in a subsequent period and therefore the tax rate anticipated for that period in which the tax will apply is used. If the tax rate is not known, the rate applicable in the following accounting period is used. Temporary differences as a result of which a deferred tax receivable or liability arises are considered in mutual relation, where a deferred tax liability is always recognised and a deferred tax receivable is recognised following the principle of prudence, i.e. having assessed whether it is applicable.

Deferred tax is computed from the temporary differences between the tax and accounting base of the assets or liabilities. The following temporary differences are applicable in the company:

- Differences between the book value and the carrying amount of fixed assets (if the book value exceeds the carrying amount, a deferred tax liability arises, otherwise a deferred tax receivable arises)
- All temporary differences implied from the different accounting and tax approach to accounting items (provisions made beyond those implied by Act 593/1992 Coll., provisions for inventory and the anticipated amounts of payments received from contractual fines).

2.5 Changes in the Valuation, Depreciation and Accounting Procedures against the Previous Accounting Period

No changes were made to the methods of valuation, depreciation and accounting procedures during the relevant accounting period.

3 SUPPLEMENTARY INFORMATION TO THE BALANCE SHEET AND THE PROFIT AND LOSS ACCOUNT

All figures given in th. CZK unless otherwise stated.

3.1 Receivables from Subscription for Equity

As of 31/12/2013 the company had no receivables from the subscription for equity.

3.2 Fixed Assets

3.2.1 Intangible Fixed Assets

Acquisition cost

Intangible fixed assets	Acquisition cost			
	2012	Additions	Disposals	2013
Software	8 012	81	86	8 007
Valuable rights	63	0	0	63
Other intangible fixed assets	0	0	0	0
Intangible fixed assets under construction	0	0	0	0
Advances for intangible fixed assets	0	0	0	0
TOTAL	8 075	81	86	8 070

Carrying amount and accumulated depreciation

Intangible fixed assets	Carrying value		Accumulated depreciation	
	2013	2012	2013	2012
Software	77	24	7 930	7 988
Valuable rights	28	38	35	25
Other intangible fixed assets	0	0	0	0
Intangible fixed assets under construction	0	0	0	0
TOTAL	105	62	7 965	8 013

Material items of intangible fixed assets

The Helios Green financial software with the increased acquisition cost of 6 421 th. CZK is included in the material items of intangible fixed assets.

Material increases and disposals of intangible assets

New AVG anti-virus software with the acquisition cost of 81 th. CZK was acquired in 2013.

Depreciation of intangible fixed assets which was expensed

Depreciation of intangible fixed assets which was expensed in 2013 amounted to 39 th. CZK (in 2012: 121 th. CZK).

Provisions for intangible fixed assets

No provisions for intangible fixed assets were created.

3.2.2 Tangible Fixed AssetsAcquisition cost

Tangible fixed assets	Acquisition cost			
	2012	Increases	Disposals	2013
Land	33 815	1 765	0	35 580
Structures	6 969	13 599	0	20 568
Power, plant and equipment	391 882	48 523	80 492	359 913
Machinery and facilities	261 333	21 290	58 208	224 415
Means of transport	111 323	27 233	21 092	117 464
Fixtures and fittings	4 808	0	668	4 140
Low-value tangible fixed assets	14 418	0	524	13 894
Tangible investments in progress	5 810	67 455	63 887	9 378
Advances for tangible fixed assets	0	11 859	11 859	0
TOTAL	438 476	143 201	156 238	425 439

Carrying amount and accumulated depreciation

Tangible fixed assets	Carrying amount		Accumulated depreciation	
	2013	2012	2013	2012
Land	35 580	33 815	0	0
Structures	18 285	5 215	2 283	1 754
Power, plant and equipment	126 154	134 687	233 759	257 195
Machinery and facilities	81 137	94 969	143 278	166 364
Means of transport	45 007	39 535	72 457	71 788
Fixtures and fittings	10	183	4 130	4 625
Low-value tangible fixed assets	0	0	13 894	14 418
Tangible investments in progress	9 378	5 810	0	0
Advances for tangible fixed assets	0	0	0	0
TOTAL	189 397	179 527	236 042	258 949

Material items of tangible assets

The material items of tangible assets include means of transport and technology for financial lease.

Material increases and disposals of tangible fixed assets

The most important increases in tangible assets in the accounting period of 2013 comprised particularly machinery, equipment and means for transport for financial lease with the option to purchase, with the total input price of 41 842 th. CZK. This amount also includes a Robinson helicopter with the acquisition cost of 5 654 th. CZK and a Tedom co-generating unit with the acquisition cost of 4 220 th. CZK.

Property in Pobezovice, near Domazlice, was acquired in an auction in 2013, namely buildings and structures worth 13 599 th. CZK, machinery and equipment worth 4 177 th. CZK and land worth 1 765 th. CZK.

The most important disposals of tangible assets in 2013 comprised particularly disposals of tangible fixed assets on the grounds of terminated financial lease contracts, with the total acquisition cost of 77 190 th. CZK and the carrying amount of 13 131 th. CZK.

Depreciation of tangible fixed assets which was expensed

Depreciation of tangible fixed assets which was expensed in the accounting period amounted to 44 455 th. CZK (in 2012: 60 803 th. CZK).

Aggregate amount of low-value tangible assets not contained in the balance sheet

The aggregate amount of low-value tangible assets not contained in the balance sheet as of 31/12/2013 was 4 684 th. CZK (4 300 th. CZK as of 31/12/2012) at acquisition costs.

These are tangible assets with the input price below 40 th. CZK which were directly expensed when acquired and are further kept off-balance only. Assets with the acquisition cost of below 5 th. CZK are directly expensed and are not kept off-balance.

Provisions for tangible fixed assets

No provisions for tangible fixed assets were created.

Provisions for acquired assets

The company created no provisions for acquired assets.

3.2.3 Assets whose Market Value Significantly Exceeds Their Market Value

The company has no such assets.

3.2.4 Assets under Financial and Operating Lease

The company has no such assets.

3.2.5 Fixed Assets under Pledge

The company had the following tangible and intangible fixed assets under pledge (or easement, with real estate) as of 31/12/2013:

th. CZK

Asset	Attaching creditor	Type and form of pledge	Book value of the assets	Pledge amount
Industrial premises with land	LBBW Bank CZ a.s.	Pledge	34 414	190 000

3.3 Long-term Financial Investments

Acquisition cost

Long-term financial investments	Acquisition cost			
	2012	Increases	Disposals	2013
Shares in controlled entities	613 864	758	0	614 622
Shares in entities under substantial influence	0	0	0	0
Other long-term securities and interests	0	0	0	0
Loans and credits – controlling and substantial influence	0	0	0	0
Other long-term financial investments	0	0	0	0
Acquisition of long-term financial investments	0	0	0	100
Advances made on long-term financial investments	0	0	0	0
TOTAL	613 864	758	0	614 722

No material changes in financial investments occurred in 2013. A share in SLOMEX a.s. in liquidation, Bratislava, Slovakia, which is kept in EUR, was converted.

3.3.1 Shares in Controlled Entities

2013

Company name and headquarters	Acquisition cost, in th. CZK	Provision (equity method)	Number of securities	Nominal amount of the security, in th. CZK	Share, in %
SLOMEX a.s., in liquidation, SR, Bratislava	9 103	0	1 000	9 103	100
Kámen Hudčice, s.r.o., Hudčice - Březnice	96 200	0	Trade share	0	100
AUTOPOL spol. s r.o., Praha	150	0	Trade share	0	100
OMNIPEX s.r.o., Praha	1 300	0	Trade share	0	100
Poličské strojírny a.s., Polička	141 883	0	388 673	29 150	100
ERA a.s.	255 800	0	10	1 000	100
Česká letecká servisní a.s., Praha	24 975	0	89	10	89
RAMET a.s.	81 100	0	50	10	50
RAMET s.r.o.	2 600	0	Trade share	0	50
Energo 2000 a.s., Praha	1 511	0	181	10	48.79
TOTAL	614 622	0			

Company name and headquarters	Equity	Net profits
SLOMEX a.s. in liquidation, SR, Bratislava	247 EUR	- 2 EUR
Kámen Hudčice, s.r.o., Hudčice - Březnice	10 036	- 1 854
AUTOPOL spol. s r.o., Praha	- 118	- 85
OMNIPEX s.r.o., Praha	17	- 18
Poličské strojírny a.s., Polička	355 837	2 581
ERA a.s.	390 200	62 241
Česká letecká servisní a.s., Praha	49 062	454
RAMET a.s.	96 782	34 361
RAMET s.r.o.	68 905	1 237
Energo 2000 a.s., Praha	3 724	1 779
TOTAL, in CZK	974 445	100 696
TOTAL, in EUR	247	- 2

The figures were acquired from final financial statements except for Česká letecká servisní a.s., Praha; RAMET a.s.; RAMET s.r.o. and Energo 2000, a.s.

2012

Company name and headquarters	Acquisition cost, in th. CZK	Provision	Number of securities	Nominal amount of the security, in th. CZK	Share, in %
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SLOMEX a.s. in liquidation, SR, Bratislava	8 345	0	1 000	8 345	100
Kámen Hudčice, s.r.o., Hudčice - Březnice	96 200	0	Trade share	0	100
AUTOPOL spol. s r.o., Praha	150	0	Trade share	0	100
OMNIPEX s.r.o., Praha	1 300	0	Trade share	0	100
Energo 2000 a.s., Praha	1 511	0	181	10	48.79
Česká letecká servisní a.s., Praha	24 975	0	89	10	89
Poličské strojírný a.s., Polička	141 883	0	388 673	291 505	100
ERA a.s.	255 800	0	10	1 000	100
RAMET a.s.	81 100	0	50	10	50
RAMET s.r.o.	2 600	0	Trade share	0	50
TOTAL	613 864	0			

Company name and headquarters	Equity	Net profits
RAMET s.r.o.	67 739	- 2 783
RAMET a.s.	76 689	11 979
Kámen Hudčice s.r.o., Hudčice - Březnice	11 890	- 804
AUTOPOL spol. s r.o., Praha	- 34	-59
OMNIPEX s.r.o., Praha	35	- 19
Energo 2000, a.s., Praha	1 948	- 194
Česká letecká servisní a.s., Praha	48 604	- 4 455
Poličské strojírný a.s., Polička	357 256	10 217
ERA a.s.	359 434	85 534
TOTAL	923 561	99 416

3.3.2 Other Long-term Securities and Interests

The company had no such assets as of 31/12/2013 or 31/12/2012.

3.3.3 Loans and Credits – Controlling and Substantial Influence

The company granted no loans or credits 31/12/2013 or 31/12/2012.

3.3.4 Long-term Financial Investments whose Market Value Significantly Exceeds Their Market Value

The company had no such assets as of 31/12/2013.

3.3.5 Long-term Financial Investments under Pledge

Long-term financial investments secured with pledge as of 31/12/2013 were as follows:

Asset	Attaching creditor	Nature and form of pledge
RAMET a.s.	PPF banka a.s.	Shares
RAMET s.r.o.	PPF banka a.s.	Trade share
Poličské strojímy a.s.	PPF banka a.s.	Shares
Poličské strojímy a.s.	GE Money Bank, a.s.	Shares
Poličské strojímy a.s.	COMMERZBANK AG	Shares
Poličské strojímy a.s.	Raiffeisenbank a.s.	Shares
Česká letecká servisní, a.s.	UniCredit Bank Czech Republic, a.s.	Shares
ERA a.s.	Česká spořitelna a.s.	Shares

Long-term financial investments secured with pledge as of 31/12/2012 were as follows:

Asset	Attaching creditor	Nature and form of pledge
RAMET C.H.M. a.s.	PPF banka a.s.	Shares
Poličské strojímy a.s.	PPF banka a.s.	Shares
Poličské strojímy a.s.	GE Money Bank, a.s.	Shares
Poličské strojímy a.s.	COMMERZBANK AG	Shares
Poličské strojímy a.s.	Raiffeisenbank a.s.	Shares
Česká letecká servisní, a.s.	UniCredit Bank Czech Republic, a.s.	Shares
ERA a.s.	Česká spořitelna a.s.	Shares

3.4 Inventory

Material facts relating to inventory

Provisions for inventory

Inventory	2012	Additions	Disposals	2013
Material	0	0	0	0
Work in progress and semi-finished products	0	0	0	0
Products	0	0	0	0
Livestock	0	0	0	0
Merchandise	10 877	0	0	10 877

Advances for inventory made	0	0	0	0
TOTAL	10 877	0	0	10 877

The inventory is verified each year, which involves the assessment of all possible devaluations of the inventory as related to its saleability or usability. Inventory which is, for any reason, threatened by devaluation is stated in separate sheets and an appropriate provision is proposed for each item by the verification committee. These sheets are assessed by the sales department and, after any applicable corrections have been made, are supplied to the company's management for approval. This forms the basis for the management's decision on the amount of provision. This decision is the basis for recognition. Provisions are reversed if the item is sold or disposed of for another reason.

3.5 Receivables

3.5.1 Trade Receivables

Receivables	2013		2012	
	Amount	Provision	Amount	Provision
Long-term trade receivables, total	196 379	0	250 744	0
Purchasers	48 939	0	62 866	0
Other receivables	147 440	0	187 878	0
Short-term trade receivables, total	839 807	171 679	803 258	174 996
Purchasers	586 305	171 679	502 787	174 996
Bills to collect	0	0	0	0
Receivables from discounted securities	0	0	0	0
Other receivables	253 502	0	300 471	
TOTAL, gross	1 036 186	171 679	1 054 002	174 996
TOTAL, net	864 507	0	879 006	0

Long-term receivables relate especially to the purchase of liabilities of the following companies:

Company name	Receivable, in th. CZK	Mature in:
in FAMILY HOUSE SOBĚHRDY, s.r.o.	7 524	2015
Ing. Radek Koch	38 191	2018
Jan Herál	13 844	2019
Technoinvest a.s.	35 701	2019

Agroracio s.r.o.	24 355	2017
Zoologická zahrada Tábor-Větrovy, a.s.	11 743	2020

These receivables are secured with pledges on real estate or by a guarantee from third party creditors. Security with a pledge on real estate provides a significantly higher amount than the nominal value of the receivable, considering the extent of prudence, and is based on the valuation provided by renowned experts. Long-term and short-term trade receivables are ordinary and the company assumes that they will be paid within the due period.

3.5.2 Summary of Trade Receivables by Maturity

2013

Category	Before due	After due date					Total
		0 – 90 days	91 – 180 days	181 – 360 days	1 – 2 years	More than 2 years	
Short-term	141 259	11 967	2 750	5 377	8 663	416 289	586 305
Provisions	0	0	0	0	0	- 171 679	- 171 679
Long-term	48 939	0	0	0	0	0	48 939
Provisions	0	0	0	0	0	0	0
TOTAL net	190 198	11 967	2 750	5 377	8 663	244 610	463 565

A portion of long-term receivables amounting to 17 398 th. CZK was due within more than 5 years of the balance sheet date.

2012

Category	Before due	After due date					Total
		0 – 90 days	91 – 180 days	181 – 360 days	1 – 2 years	More than 2 years	
Short-term	52 925	14 007	5 734	7 855	7 560	414 706	502 787
Provisions	0	0	0	0	0	- 174 996	-174 996
Long-term	62 866	0	0	0	0	0	62 866
Provisions	0	0	0	0	0	0	0
TOTAL net	115 791	14 007	5 734	7 855	7 560	239 710	390 657

3.5.3 Advances Made

	2013	2012
Long-term advances made	0	0
Short-term advances made	145 613	219 709
TOTAL	145 613	219 709

3.5.4 Receivables, Controlling and Substantial Influence

Short-term intragroup receivables

Short-term receivables	Company name	2013	2012
Trade receivables	OMNIPEX s.r.o.	39	25
	ENERGO 2000 a.s.	4 036	3 469
	Kámen Hudčice, s.r.o.	2 005	1 004
	SLOMEX a.s., in liquidation, SR, Bratislava	0	0
	Autopol s.r.o.	23	22
	RAMET a.s.	24 036	23 488
	Česká letecká servisní a.s.	167	162
	ERA a.s.	193	38 054
	Poličské strojímy a.s.	0	0
TOTAL		30 499	28 212

Long-term intragroup receivables

The company stated no long-term intragroup receivables.

3.5.5 Due from State – Tax Receivables and Receivables from Social and Health Insurance

The company stated receivables from state amounting to 2 512 th. CZK as of the date of the financial statements. In 2012, the company stated receivables from state amounting to 4 529 th. CZK.

3.5.6 Estimated Accrued Revenues

Estimated accrued revenues amounted to zero in 2013. In 2012 they amounted to 7 th. CZK.

3.5.7 Other Receivables

Other receivables in 2013 related especially to contracts of accession to a liability of:

Company name	Receivable	Maturity
Agroracio, s.r.o.	32 474	2017
WSW medical a.s.	8 659	2014
Ing. Radek Koch	59 551	2018
ITAL-AUTO s.r.o.	989	2014
Jan Herál	20 535	2019
in FAMILY HOUSE SOBĚHRDY, s.r.o.	15 905	2013
Jaroslav Flíček	3 536	2017
Mgr. Aleš Havlík	5 181	2015
TECHNOINVEST a.s.	44 101	2019
Zoologická zahrada Tábor-Větrovy, a.s.	15 270	2020

Of the total balance of receivables, an amount of 186 882 th. CZK was overdue as of 31/12/2013.

In 2012, other receivables related especially to contracts of accession to a liability of:

Company name	Receivable	Maturity
Agroracio, s.r.o.	40 592	2017
ALIMPEX FOOD a.s.	5 563	2014
Ing. Radek Koch	67 098	2018
ITAL-AUTO s.r.o.	2 379	2014
Jan Herál	21 288	2019
JOFO s.r.o.	2 334	2013
Jaroslav Flíček	4 254	2017
LUCCO a.s.	5 527	2013
Mgr. Aleš Havlík	11 100	2015
ROKOSPOL a.s.	7 404	2013
TECHNOINVEST a.s.	52 501	2019
Zoologická zahrada Tábor-Větrovy, a.s.	15 439	2020

3.5.8 Receivables under Pledge or Another Form of Security

2013

Receivable	Secured amount	Form of security
Receivables from lease	50 000	LBBW Bank CZ a.s.
Receivables from lease	24 158	Raiffeisenb a.s.
Receivables	82 969	Česká spořitelna a.s.
Receivables	93 253	COMMERZBANK AG
TOTAL	227 563	

2012

Receivable	Secured amount	Form of security
Receivables from lease	50 000	LBBW Bank CZ a.s.
Receivables	84 239	Česká spořitelna a.s.
Receivables	93 324	COMMERZBANK AG
TOTAL	227 563	

3.6 Current Financial Assets

Short-term financial assets	2013	2012
Cash	703	770
Bank accounts	132 140	74 350
Short-term securities and interests	6 724	6 441
Acquisition of short-term financial assets	0	0
TOTAL	139 567	81 561

3.6.1 Short-term Securities and Interests

2013

Instrument	Issuer	Acquisition cost	Provision	Maturity
Debentures	Iraq	338 000 USD	0	15/06/2028

2012

Instrument	Issuer	Acquisition cost	Provision	Maturity
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Debentures	Iraq	338 000 USD	0	15/06/2028
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3.7 Accruals

Other assets	2013	2012
Deferred expenses	4 384	12 959
Deferred expenses due in more than one year	0	0
Accrued revenues	304	1 285
TOTAL	4 688	14 244

Deferred expenses primarily relate to the commissions paid for intermediary activities and interest from bills of exchange, and are accrued.

Accrued revenues relate to interests.

3.8 Equity

3.8.1 Equity

Changes / Balances	Equity	Capital funds	Statutory reserve	Other funds from profit	Retained earnings / Accumulated losses	Other net income from previous years	Profit or loss before approval	Equity, total
As of 31/12/2011	201 000	277 741	21 193	0	51 415		19 838	571 187
Appropriation of net profits for 2011	0	0	991	0	13 846		-14 838	0
Dividend / Share in profit	0	0	0	0	-10 000		-5 000	-15 000
Other changes	0	-220	0	0	0		0	-220
Net profits for 2012	0	0	0	0	0		18 206	18 206
As of 31/12/2012	201 000	277 521	22 184	0	55 261		18 206	574 172
Appropriation of net profits for 2012	0	0	911	0	9 295		-10 206	0
Dividend / Share in profit	0	0	0	0	-12 000		-8 000	-20 000
Other changes	0	759	0	0	0	-5357	0	-4 598
Net profits for 2013	0	0	0	0	0		17 505	17 505
As of 31/12/2013	201 000	278 280	23 095	0	52 556	-5357	17 505	567 079

Other changes in 2013, amounting to 759 th. CZK, related to the restatement of the nominal value of SLOMEX a.s. in liquidation which had been measured in EUR. Other net income from previous years relates to the reversal of accrued items, namely deferred expenses, amounting to -5 357 th. CZK, which were not recognised in expenses in 2011.

3.8.2 Registered Capital

The company's registered capital as of 31/12/2013 consisted of 100 primary registered shares in paper form. The par value is 2 010 th. CZK per share. The shares are not negotiable on the public markets.

Company's shares

Type of shares	Quantity	Par value	Unpaid	Due date
Bearer shares	100	2 010	0	-

No changes in the registered capital occurred in 2013.

3.9 Reserves and Provisions

	Statutory reserves	Other provisions	Total
As of 31/12/2011	0	116 504	116 504
Additions	0	24 430	24 430
Usage	0	34 288	34 288
As of 31/12/2012	0	106 646	106 646
Additions	0	64 368	64 368
Usage	0	18 059	18 059
As of 31/12/2013	0	152 955	152 955

Provisions are made, on the grounds of many years of experience, from the anticipated events based on the valid contractual relationships (implying the anticipated future liabilities).

3.10 Liabilities

3.10.1 Trade Liabilities

Liabilities	2013	2012
Long-term trade liabilities, total	38 033	44 198
Suppliers	0	0
Other liabilities	38 033	44 198
Short-term trade liabilities, total	153 353	382 346
Suppliers	49 032	203 908
Bills to collect	70 448	168 438
Other liabilities	33 873	10 000
TRADE LIABILITIES, TOTAL	191 386	426 544

3.10.2 Summary of Trade Liabilities by Maturity

2013

Type	Before due	After due date					Total
		0 – 90 days	91 – 180 days	181 – 360 days	1–2 year	Over 2 years	
Short-term liabilities	36 531	11 679	822	0	0	0	49 032
Long-term liabilities	0	0	0	0	0	0	0

As of 31/12/2013 or 2012, the company did not state any material amounts of short-term liabilities past due.

The company stated no liabilities due in more than 5 years.

2012

Type	Before due	After due date					Total
		0 – 90 days	91 – 180 days	181 – 360 days	1–2 year	Over 2 years	
Short-term liabilities	192 446	8 584	2 878	0	0	0	203 908
Long-term liabilities	0	0	0	0	0	0	0

3.10.3 Liabilities – Controlling and Substantial Influence

Short-term intragroup liabilities

The company stated no material amounts of short-term intragroup liabilities, except for a liability to ERA a.s. amounting to 6 305 th. CZK.

Long-term intragroup liabilities

The company did not state any long-term intragroup liabilities.

3.10.4 Due to State – Social and Health Insurance

Liability	2013, total	Of which, due	2012, total	Of which, due
Social insurance	1 970	0	2 894	0
Health insurance	1 738	0	1 520	0
Social and health insurance, total	3 708	0	4 414	0
Income taxes	12 809	0	0	0
Value added tax	0	0	0	0
Other taxes	2 490	0	2 656	0
Due taxes, total	15 299	0	2 656	0
TOTAL	19 007	0	7 070	0

Liabilities due from social and health insurance were paid on 17 January 2014.

3.10.5 Advances Received

	2013	2012
Long-term advances received	0	0
Short-term advances received	71 081	152 118
TOTAL	71 081	152 118

The largest portion of advances received in 2013 relates to the advances from foreign purchasers for the future deliveries of goods.

3.10.6 Estimated Accrued Expenses

Estimated accrued expenses amounting to 182 415 th. CZK (14 436 th. CZK in 2012) were uninvoiced deliveries of goods and services which related to the relevant accounting period.

3.10.7 Other Liabilities and Liabilities to Employees

Other long-term liabilities relate mostly to the assignment of a receivable of 38 033 th. CZK to Bluecom Technology Limited.

3.10.8 Off-balance Liabilities

The company stated no such liabilities.

3.11 Bank Loans and Debentures

3.11.1 Bank Loans

2013

Bank	Purpose of loan	Currency	As of 31/12/2013 in the currency	As of 31/12/2013 in CZK	Interest expenses in 2013	Interest rate, in % p.a.	Maturity
Short-term assistance		CZK		464 781			
LBBW Bank CZ a.s.	Financing of operating capital	CZK		15 876	794	3.05	31/08/2014
Česká spořitelna a.s.	Financing of current means	CZK		39 700	889	2.17	31/03/2014
GE Money Bank, a.s.	Financing of current assets	CZK		60 000	2 484	4.00	30/10/2014
Raiffeisenbank a.s.	Lease financing	CZK		5 244	437	3.25	31/12/2014
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Pobežovice	CZK		7 368	1158	6.02	31/12/2014
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Stonava	CZK		2 356	152	2.57	31/12/2014
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing,	CZK		1 131	120	2.55	31/12/2014

	Herál						
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Habry	CZK		3 476	450	5.66	31/12/2014
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Pobežovice II	CZK		7 461	1738	2.88	31/12/2014
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Křížany	CZK		5 424	1487	3.38	31/12/2014
Commerzbank AG	Overdraft	CZK		39 860	813	2.19	31/12/2014
PPF banka a.s.	Financing of operating finance	CZK		59 027	2 962	3.28	31/12/2014
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Chrást	CZK		4 177	983	3.23	31/12/2014
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Stonava II	CZK		4 919	756	2.88	31/12/2014
Česká spořitelna a.s.	Financing of VERA project	EUR	1 000	27 425	228	3.74	31/03/2014
UniCredit Bank Czech Republic and Slovakia, a.s.	Financing of shares in ČLS	EUR	313	8 570	643	3.79	31/12/2014
UniCredit Bank Czech Republic and Slovakia, a.s.	Financing of purchase and commissioning of the Pobežovice biogas station	CZK		3 889	601	4.54	31/12/2014
Česká spořitelna a.s.	Financing of ERA a.s.	EUR	2 000	54 850	8751	4.19	31/12/2014
Union Bancaire Privée	Refinancing a loan from NLB InFc	EUR	125	13 713	1378	6.00	31/12/2014
PPF banka a.s.	Financing of a Vietnam loan	USD	2 000	39 788		4.45	09/06/2014
Commerzbank AG	Refinancing a loan from KB	CZK		22 973	1095	4.69	31/12/2014
Commerzbank AG	Overdraft	CZK		6 000	172	2.60	15/03/2014
Equa bank a.s.	Overdraft	CZK		19 806	445	5.88	15/12/2014
Equa bank a.s.	Financing of RUAG	CZK		11 747		5.18	31/07/2014
Long-term bank loans		CZK		234 488			
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Pobežovice	CZK		7 831		6.02	31/12/2015
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Stonava	CZK		2 125		2.57	31/12/2015
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Herál	CZK		2 807		2.55	30/06/2017
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Pobežovice II	CZK		19 716		2.88	31/12/2017
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Křížany	CZK		17 426		3.38	31/03/2018
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Chrást	CZK		13 422		3.32	31/12/2017
UniCredit Bank Czech Republic and Slovakia, a.s.	Biogas station financing, Stonava II	CZK		17 108		2.88	31/03/2018
UniCredit Bank Czech Republic and Slovakia, a.s.	Financing of shares in ČLS	EUR	187	5 142		3.79	31/12/2015
UniCredit Bank Czech Republic and Slovakia, a.s.	Financing of purchase and commissioning of the Pobežovice biogas station	CZK		11 521		4.54	31/03/2017
Česká spořitelna a.s.	Financing of ERA a.s.	EUR	4 000	109 700		4.19	31/12/2016
Union Bancaire Privée	Refinancing a loan from NLB InFc	EUR	500	8 776		6.00	30/09/2015

Raiffeisenbank a.s.	Lease financing	CZK		18 914		3.25	01/10/2018
TOTAL		CZK		699 269			

2012

Bank	Purpose of loan	Currency	As of 31/12/2012 in the currency	As of 31/12/2012 in CZK	Interest expenses in 2012	Interest rate	Maturity
Short-term assistance							
LBBW Bank CZ a.s.	Financing of operating capital	CZK	0	28 815	921	3.10	31/08/2013
Česká spořitelna a.s.	Financing of current means	CZK	0	39 698	1 067	2.26	31/10/2013
GE Money Bank, a.s.	Financing of current assets	CZK	0	70 000	2 645	4.00	31/05/2013
Raiffeisenbank a.s.	Financing of current assets	CZK	0	9 970	402	3.63	31/08/2013
UniCredit Bank a.s.	Biogas station financing, Poběžovice	CZK	0	6 933	1 572	6.02	31/12/2013
UniCredit Bank a.s.	Biogas station financing, Stonava	CZK	0	2 226	256	2.61	31/12/2013
UniCredit Bank a.s.	Biogas station financing, Herál	CZK	0	1 067	181	2.59	31/12/2012
UniCredit Bank a.s.	Biogas station financing, Habry	CZK	0	8 012	898	5.66	31/12/2013
COMMERZBANK AG	Transaction financing, Obaly Morava	CZK	0	762	366	6.45	31/12/2013
UniCredit Bank a.s.	Biogas station financing, Poběžovice II	CZK	0	7 186	2 173	3.00	31/12/2013
UniCredit Bank a.s.	Biogas station financing, Křížany	CZK	0	5 225	1 769	3.50	31/12/2013
Commerzbank AG	Overdraft	CZK	0	39 374	1 067	2.24	31/12/2013
PPF banka a.s.	Financing of operating finance	CZK	0	51 405	4 615	6.33	31/12/2012
UniCredit Bank a.s.	Biogas station financing, Chrást	CZK	0	4 008	1 185	3.35	31/12/2013
UniCredit Bank a.s.	Biogas station financing, Stonava II	CZK	0	4 740	1 097	3.00	31/12/2013
Česká spořitelna a.s.	Financing of VERA project	CZK	0	7 620	0	4.58	31/10/2013
UniCredit Bank a.s.	Financing of shares in ČLS	EUR	250	6 285	0	3.72	31/12/2013
Česká spořitelna a.s.	Financing of ERA a.s.	EUR	2 000	50 280	0	4.09	31/12/2013
PPF banka a.s.	Purchase of shares in RAMET a.s.	CZK		13 900	0	25.00	30/11/2013
Česká spořitelna a.s.	Financing of WSW Medical	CZK		6 000	40	3.84	30/09/2013
Union Bancaire Privée	Refinancing a loan from NLB InFc	EUR	500	12 570	551	6.00	31/12/2013
PPF banka a.s.	Financing of a Viet loan	CZK		54 224	0	4.89	31/12/2013
PPF banka a.s.	Financing of a Viet loan	USD	1 610	30 691	0	4.86	31/12/2013
Commerzbank AG	Refinancing a loan from KB	CZK		15 000	0	4.74	31/12/2013

Raiffeisenbank a.s.	Financing of SAFINA	EUR	274	6 891	0	2.01	15/05/2013
Long-term bank loans		CZK		482 882	20 805		
UniCredit Bank a.s.	Biogas station financing, Pobežovice	CZK	0	15 199	0	6.02	31/12/2015
UniCredit Bank a.s.	Biogas station financing, Stonava	CZK	0	4 676	0	2.61	31/12/2015
UniCredit Bank a.s.	Biogas station financing, Herál	CZK	0	4 104	0	2.59	31/06/2017
UniCredit Bank a.s.	Biogas station financing, Habry Etamex	CZK	0	3 476	0	5.66	31/05/2014
UniCredit Bank a.s.	Biogas station financing, Pobežovice II	CZK	0	27 576	0	3.00	31/12/2017
UniCredit Bank a.s.	Biogas station financing, Křížany	CZK	0	22 904	0	3.50	31/03/2018
UniCredit Bank a.s.	Biogas station financing, Chrást	CZK	0	17 756	0	3.35	31/12/2017
UniCredit Bank a.s.	Biogas station financing, Stonava II.	CZK	0	22 208	0	3.00	31/03/2018
UniCredit Bank a.s.	Financing of shares in ČLS	EUR	500	12 570	0	3.72	31/12/2015
Česká spořitelna a.s.	Financing of ERA a.s.	EUR	6 000	150 840	0	4.09	31/12/2016
Union Bancaire Privée	Refinancing a loan from NLB InFc	EUR	820	20 615	0	6.00	31/09/2015
Commerzbank AG	Refinancing a loan from KB	CZK		7 939	0	4.74	31/06/2014
TOTAL		CZK		792 745	20 805		

Bank loan security

2013

Bank	Type of security	Coverage	Amount, in th. CZK	Security since
LBBW Bank CZ a.s.	Receivables	Loan	30 000	09/2009
PPF banka a.s.	Blank cheque, receivables, shares	Loan	99 788	08/2008
UniCredit Bank a.s.	Shares, bill of exchange, pledge in favour of the bank on term deposits and movable assets	Loan	145 870	10/2007
Česká spořitelna a.s.	Shares	Loan	231 975	03/2008
GE Money Bank, a.s.	Shares	Loan	60 000	04/2008
Raiffeisenbank a.s.	Blank cheque, receivables, shares, debentures		24 158	12/2008
Union Bancaire Privée	Third-party security	Loan	22 489	09/2012
COMMERZBANK AG	Blank cheque, shares, receivables	Loan	83 000	02/2009
Equa bank, a.s.	Receivables, blank cheque	Loan	31 747	12/2013

2012

Bank	Type of security	Coverage	Amount, in th. CZK	Security since
LBBW Bank CZ a.s.	Receivables	Loan	30 000	09/2009
PPF banka a.s.	Blank cheque	Loan	150 219	08/2008
UniCredit Bank a.s.	Assignment of receivables from contract for pledge, term deposit	Loan	176 153	11/2006
Česká spořitelna a.s.	Shares, receivables, blank cheque	Loan	254 438	03/2008
GE Money Bank, a.s.	Shares	Loan	70 000	04/2008
Raiffeisenbank a.s.	Blank cheque, receivables, shares, debentures	Loan	16 861	12/2008
Union Bancaire Privée	Attaching creditor	Loan	33 185	09/2012
COMMERZBANK AG	Blank cheque, shares, receivables, pledge, deposit	Loan	63 075	02/2009

3.12 Aggregate Maturity of Bank Loans and Long-term Liabilities

Due in year	2014	2015	2016	2017	Subsequent years	Total
Bank loans	464 781	113 135	90 212	26 526	4 615	699 269
Debentures issued	0	0	0	0	0	0
Long-term liabilities – controlling influence	0	0	0	0	0	0
Long-term liabilities – substantial influence	0	0	0	0	0	0
Other long-term liabilities	0	10 000	10 000	18 0330	0	38 033
TOTAL	464 781	123 135	100 212	44 559	4 615	737 302

3.13 Accruals

Accruals	2013	2012
Accrued expenses	25 802	2 527
Deferred revenues	51 388	72 868
TOTAL	77 190	75 395

Accrued expenses relate especially to purchased services which, after the change in the VAT recognition method, are recognised in these accounts.

Deferred revenues relate mostly to interests from transactions with long-term receivables.

3.14 Assets and Liabilities Denominated in Foreign Currency, in th.

Items of assets and liabilities	EUR	USD	SEK	NOK	GBP	Total, in CZK
Long-term financial investments	332	0	0	0	0	9 103
Long-term receivables	0	0	0	0	0	0
Short-term receivables	774	10 042	0	0	0	221 012
Financial assets	0	338	0	0	0	6 724
Assets in foreign currency, total	1 106	10 380	0	0	0	236 839
Long-term liabilities	0	0	0	0	0	0
Short-term liabilities	693	4 652	225	12	0	112 291
Bank loans	8 125	2 000	0	0	0	262 616
Liabilities in foreign currency, total	8 818	6 652	225	12	0	374 907
Difference between assets and liabilities (open position)	- 7 712	3 728	- 225	- 12	0	- 138 068

The company uses hedging against exchange risks with material transactions in the form of an exchange rate clause.

3.15 Deferred Tax

Deferred tax is based on the temporary differences between the tax and book value of assets and liabilities.

Deferred tax for 2013 was computed by applying the tax rate of 19% effective for 2014.

The company decided not to recognise a deferred tax receivable and not to disclose it in the balance sheet because it cannot be applied, as the company anticipates that the tax base will not be sufficient for the receivable to apply.

Differences from:	2013	2012
Carrying amount of fixed assets (carrying amount less book value)	14 720	18 370
Provisions for fixed assets	0	0
Provisions for inventory	-10 877	-10 877
Provisions beyond the scope of law	-152 955	-31 994
Liabilities from social and health insurance as of 31/01	0	3 310
Receivables from contractual penalties	109 003	2 000
Tax loss applicable in subsequent periods	0	0
Computation base	-40 109	-19 191
Deferred tax liability / receivable	- 7 621	-4 904

3.16 Revenues from the Sale of Goods, Products and Services

3.16.1 Intragroup Revenues

2013

Company name	Goods	Products	Services	Financial revenues	Other revenues	Total
ERA a.s.	0	0	9 554	22 000	0	31 554
Poličské strojírný a.s.	0	0	0	4 000	0	4 000
RAMET a.s.	0	0	0	5 000	0	5 000
ENERGO 2000 a.s.	0	0	529	0	539	1 068
Česká letecká servisní a.s.	0	0	1 500	0	0	1 500
Kámen Hudčice, s.r.o.	0	0	869	0	0	869
OMNIPEX s.r.o.	0	0	12	0	0	12
Autopol s.r.o.	0	0	43	0	0	43
TOTAL	0	0	12 507	31 000	539	44 046

3.16.2 Purchases from Related Parties

2013

Company name	Goods	Products	Services	Financial revenues	Other revenues	Total
ERA a.s.	20 728	0	0	0	0	20 728
RAMET a.s.	183 136	0	0	0	0	183 136
ENERGO 2000 a.s.	61	0	0	0	0	61
Česká letecká servisní a.s.	991	0	0	0	0	991
Poličské strojírný a.s.	0	0	17	0	0	17
Kámen Hudčice, s.r.o.	448	0	0	0	0	448
TOTAL	205 364	0	17	0	0	205 381

3.17 Revenues from the Sale of Goods, Products and Services

Core activities	2013			2012		
	Domestic	Foreign	Total	Domestic	Foreign	Total
Revenues from the sale of goods, total	259 877	842 294	1 102 171	164 312	226 716	391 028
Revenues from the sale of services, total	185 825	32 908	218 733	191 565	13 829	205 394
TOTAL	445 702	875 202	1 320 904	355 877	240 545	596 422

4 PERSONNEL, MANAGEMENT AND STATUTORY BODIES

4.1 Personnel Expenses and Head Count

The average head count and management and personnel expenses for the accounting period of 2013 and of 2012 were as follows:

2013

	Count	Wage costs	Social and health insurance	Remuneration to board members	Other personnel expenses, total	Personnel expenses, total
Employees	93	67 348	21 907	2 400	834	92 489
Management	4	11 267	2 443	1 626	25	15 361
Board members	1	0	211	691	0	902
TOTAL	98	78 615	24 561	4 717	859	108 752

2012

	Count	Wage costs	Social and health insurance	Remuneration to board members	Other personnel expenses, total	Personnel expenses, total
Employees	94	50 913	16 740	2 400	865	70 918
Management	4	16 072	1 859	2 160	26	20 117
Board members	1	0	54	600	0	654
TOTAL	99	66 985	18 653	5 160	891	91 689

The head count is the relative average figure. The management is deemed to include the managing director, sales manager, a member of the board of supervisors and the HR manager.

Board members are deemed to include the member of the board of directors and member of the board of supervisors not employed by the company.

4.2 Loans, Credits or Other Supplies Granted

No loans, credits or other supplies were granted to the owners, board members or management in 2013 or 2012.

5 AUDIT FEES

The auditing company: BDO Audit s.r.o.

Description	2013	2012
Statutory audit	816	816
Other assurance services	0	0
Tax consultancy	0	0
Other than auditing services	0	0
TOTAL	816	816

6 MATERIAL CONTINGENCIES

6.1 Off-Balance Bills as of 31/12/2013

The company did not have any off-balance bills as of 31/12/2013.

6.2 Term contracts

The company had no open swaps or forwards as of 31/12/2013.

Summary of interest options as of 31/12/2013

Nominal amount, in th.	F OOR Limit interest rate	CAP Limit interest rate	Period
59 000	2.550 %	4.000 %	31/12/2009–29/12/2017
63 703	2.550 %	4.000 %	31/03/2010–30/03/2018
68 524	2.550 %	4.000 %	31/03/2010–31/03/2016
48 900	2.000 %	6.000 %	31/12/2010–29/12/2017

Summary of interest options as of 31/12/2012

Nominal amount, in th.	F OOR Limit interest rate	CAP Limit interest rate	Period
59 000	2.550 %	4.000 %	31/12/2009–29/12/2017
63 703	2.550 %	4.000 %	31/03/2010–30/03/2018
68 524	2.550 %	4.000 %	31/03/2010–31/03/2016
48 900	2.000 %	6.000 %	31/12/2010–29/12/2017

7 SUBSEQUENT EVENTS

The following event occurred subsequent to 01/01/2014 and prior to the preparation of the financial statements:

Approval for use was issued on 03 February 2014 in respect of the structure – reconstruction of the 7th floor of the company's headquarters at Nekazanka 11. This technical improvement worth 4 mil. CZK will be depreciated in group 6, i.e. with accounting depreciation over a period of 48 months, in accordance with Amendment 2 to the Contract for Administration and Rent concluded between the company and Kerrigan Trade CZ s.r.o. dated 31/10/2013.

The ordinary general meeting of OMNIPOL a.s. held on 28/04/2014 decided to transfer, or make a contribution of, part of the enterprise comprising independent accounting unit No. 2422, referred to as Pobezovice biogas station – operation, which the company had acquired on 02 September 2013 following a knock-down in a voluntary public auction under Act 26/2000 Coll. – the Public Auctions Act, and which the company owns in part due to its own entrepreneurial activities as a non-monetary contribution in a newly established limited company, of which the company will be the sole founder and partner, where the value of the contributed part of the enterprise as a non-monetary contribution was determined, in compliance with Sect. 143 of the Business Corporations Act, on the grounds of appraisal P42524/14 prepared by EQUITA Consulting s.r.o. with its headquarters at Praha 1 - Nové Město, Truhlářská 1108/3, 11000, IC (Reg.No.) 25761421.

The structure of shareholders changed in April 2014.

The company's board of supervisors is now represented by two members. A third member will later be elected.

Prepared on 16 May 2014:

Signature of the statutory body:

