Interim Activity Report
Interim Condensed Consolidated Financial Statements

CHIMIMPORT AD

30 June 2012

Contents

Interim condensed consolidated statement of financial position

	Notes	30.06.2012 BGN'000	31.12.2011 BGN'000	30.06.2011 BGN'000
Assets				
Non-current assets				
Property, plant and equipment	8	507 648	526 230	536 227
Investment property		97 443	92 554	56 858
Investments accounted for using the equity method		182 986	167 558	107 146
Goodwill		42 775	42 140	46 987
Other intangible assets	7	79 535	81 221	68 927
Long-term financial assets		1 283 124	1 342 702	1 241 690
Long-term related party receivables		3 670	2 181	2 738
Deferred tax assets		3 817	2 120	2 353
Non-current assets		**2 200 998**	**2 256 706**	**2 062 926**
Current assets				
Inventories		35 068	36 204	33 800
Short-term financial assets		1 490 742	1 379 739	1 216 687
Related party receivables		317 687	266 675	229 806
Trade receivables		227 630	146 621	183 318
Tax receivables		4 799	4 654	4 097
Other receivables		206 023	209 299	343 408
Cash and cash equivalents		1 192 561	1 021 696	896 560
Current assets		**3 474 510**	**3 064 888**	**2 907 676**
Assets classified as held for sale		35 660	30 601	34 019
Total assets		**5 711 168**	**5 352 195**	**5 004 621**

Prepared by: ____________
/A. Kerezov/

Executive director: ____________
/I. Kamenov/

Date: 29 August 2012

Interim condensed consolidated statement of financial position (continued)

	Notes	30.06.2012 BGN'000	31.12.2011 BGN'000	30.06.2011 BGN'000
Equity and liabilities				
Equity				
Share capital	9	230 342	230 345	230 385
Share premium	9	225 671	225 643	225 455
Other reserves		88 195	70 917	49 876
Retained earnings		652 312	558 803	581 580
Profit for the period		68 428	111 681	71 257
Equity attributed to the shareholders of parent company		1 264 948	1 197 389	1 158 553
Non-controlling interests		220 241	216 844	221 621
Total equity		**1 485 189**	**1 414 233**	**1 380 174**
Specialized reserves		**144 745**	**138 486**	**124 898**
Liabilities				
Non-current liabilities				
Long-term financial liabilities	10	921 629	719 811	806 681
Payables to secured persons		477 636	424 466	385 066
Long-term trade payables		21 289	22 318	21 440
Long-term related party payables		4 030	2 037	2 873
Finance lease liabilities		17 507	19 870	23 784
Pension and other employee obligations		1 964	2 188	2 011
Other liabilities		1 486	1 204	1 317
Provisions		387	387	387
Deferred tax liabilities		20 286	21 869	22 333
Non-current liabilities		**1 466 214**	**1 214 150**	**1 265 892**
Current liabilities				
Short-term financial liabilities	10	2 396 275	2 377 693	1 859 621
Trade payables		96 422	80 539	246 282
Short-term related party payables		19 500	22 024	27 009
Finance lease liabilities		5 587	6 538	6 244
Pension and other employee obligations		11 739	12 573	17 081
Tax liabilities		11 374	10 260	11 884
Other liabilities		74 123	75 690	65 536
Current liabilities		**2 615 020**	**2 585 317**	**2 233 657**
Total liabilities		**4 081 234**	**3 799 467**	**3 499 549**
Liabilities held for sale		-	9	-
Total equity, reserves and liabilities		**5 711 168**	**5 352 195**	**5 004 621**

Prepared by: ____________ **/A. Kerezov/**

Executive director: ____________ **/I. Kamenov/**

Date: 29 August 2012

The accompanying notes on pages from 7 to 30 form an integral part of the consolidated financial statements.

Interim condensed consolidated statement of comprehensive income

	Notes	6 months to 30.06.2012 BGN'000	3 months to 30.06.2012 BGN'000	6 months to 30.06.2011 BGN'000	3 months to 30.06.2011 BGN'000
Income from non-financial activities		257 773	148 845	277 265	143 847
Expenses for non-financial activities		(214 173)	(121 388)	(247 257)	(131 606)
Change in fair value of investment property		(328)	(491)	-	-
Gain on sale of non-current assets		3 707	219	4 556	2 388
Net result from non-financial activities		**46 979**	**27 185**	**34 564**	**14 629**
Insurance income		261 375	54 188	227 327	47 301
Insurance expense		(251 568)	(48 200)	(214 191)	(40 790)
Net insurance result		**9 807**	**5 988**	**13 136**	**6 511**
Interest income		118 550	63 698	108 767	56 282
Interest expense		(80 204)	(40 365)	(70 015)	(35 312)
Net interest income		**38 346**	**23 333**	**38 752**	**20 970**
Gains from transactions with financial instruments		140 246	46 256	128 534	71 143
Losses from transactions with financial instruments		(101 984)	(50 822)	(81 124)	(45 500)
Net result from transactions with financial instruments		**38 262**	**(4 566)**	**47 410**	**25 643**
Administrative expenses		(69 214)	(31 649)	(80 235)	(44 268)
Dividend income		2 665	2 150	-	-
Share of profit from equity accounted investments		5 703	4 523	4 652	57
Other financial income		17 329	13 552	34 343	21 040
Allocation of income to secured persons		(15 519)	(5 005)	(8 854)	(3 520)
Profit before tax		**74 358**	**35 511**	**83 768**	**41 062**
Tax expense	11	(4 152)	(3 319)	(6 545)	(4 696)
Net profit for the period		**70 206**	**32 192**	**77 223**	**36 366**
Other comprehensive income					
Share of other comprehensive income of associates		-	(2 810)	-	-
Gains from financial assets		932	859	(1 160)	1 072
Total comprehensive income		71 138	30 241	76 063	37 438
Profit for the year attributable to:					
the shareholders of Chimimport AD		68 428	31 143	71 257	35 383
non-controlling interests		1 778	1 049	5 966	983
Total comprehensive income attributable to:					
the shareholders of Chimimport AD		69 207	29 051	70 203	36 281
non-controlling interests		1 931	1 190	5 860	1 157
Basic earnings per share in BGN	12	0.47	0.19	0.49	0.24
Diluted earnings per share in BGN	12	0.31	0.13	0.33	0.16

Prepared by: ____________________
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Executive director: ____________________
/I. Kamenov/

Date: 29 August 2012

CHIMIMPORT
PUBLIC HOLDING COMPANY

Interim condensed consolidated statement of changes in equity

All amounts are presented in BGN'000	Equity attributable to the shareholders of Chimimport AD						
	Share capital	Share premium	Other reserves	Retained earnings	Total	Non-controlling interest	Total equity
Adjusted balance at 1 January 2012	230 345	225 643	70 917	670 484	1 197 389	216 844	1 414 233
Decrease,/(Increase) in share capital and reserves resulting from purchase of treasury shares by subsidiaries	(3)	28	-	-	25	-	25
Business combinations	-	-	(1 831)	161	(1 670)	1 466	(204)
Transactions with owners	(3)	28	(1 831)	161	(1 645)	1 466	(179)
Profit for the period, ended at 30 June 2012	-	-	-	68 428	68 428	1 778	70 206
Other comprehensive income							
Gains from financial assets	-	-	779	-	779	153	932
Total comprehensive income for the period	-	-	779	68 428	69 207	1 931	71 138
							-
Other changes	-	-	-	(3)	(3)	-	(3)
Transfer of retained earnings to other reserves	-	-	18 330	(18 330)	-	-	-
Balance at 30 June 2012	230 342	225 671	88 195	720 740	1 264 948	220 241	1 485 189

Prepared by: ______________
/A. Kerezov/

Executive director: ______________
/I. Kamenov/

Date: 29 August 2012

Interim condensed consolidated statement of changes in equity (continued)

All amounts are presented in BGN'000	Equity attributable to the shareholders of Chimimport AD					Non-controlling interest	Total equity
	Share capital	Share premium	Other reserves	Retained earnings	Total		
Adjusted balance at 1 January 2011	229 759	219 761	(3 124)	638 765	1 085 161	217 796	1 302 957
Increase in share capital and reserves resulting from sale of treasury shares by subsidiaries	807	6 009	-	-	6 816	-	6 816
Decrease in share capital and reserves resulting from purchase of treasury shares by subsidiaries	(181)	(315)	-	-	(496)	-	(496)
Business combinations	-	-	676	(3 807)	(3 131)	(2 035)	(5 166)
Transactions with owners	626	5 694	676	(3 807)	3 189	(2 035)	1 154
Profit for the period, ended at 30 June 2011	-	-	-	71 257	71 257	5 966	77 223
Other comprehensive income							
Gains from financial assets	-	-	(1 054)	-	(1 054)	(106)	(1 160)
Total comprehensive income for period	-	-	(1 054)	71 257	70 203	5 860	76 063
Transfer of retained earnings to other reserves	-	-	53 378	(53 378)	-	-	-
Balance at 30 June 2011	230 385	225 455	49 876	652 837	1 158 553	221 621	1 380 174

Prepared by: ______ **/A. Kerezov/**

Executive director: ______ **/I. Kamenov/**

Date: 29 August 2012

Interim condensed consolidated statement of cash flows

	30.06.2012	30.06.2011
	BGN'000	BGN'000
Proceeds from short-term loans	55 984	83 017
Payments for short-term loans	(59 150)	(82 456)
Proceeds from sale of short-term financial assets	444 011	414 003
Purchase of short-term financial assets	(418 387)	(448 576)
Cash receipt from customers	227 073	169 794
Cash paid to suppliers	(190 007)	(169 403)
Proceeds from secured persons	48 182	41 942
Payments to secured persons	(6 453)	(16 058)
Payments to employees and social security institutions	(40 557)	(39 410)
Cash receipts from banking operations	21 898 372	21 982 969
Cash paid for banking operations	(21 839 974)	(21 737 185)
Cash receipts from insurance operations	82 884	70 175
Cash paid for insurance operations	(83 394)	(68 490)
Income taxes paid	(2 219)	(2 262)
Other cash (outflows)/inflows	(9 440)	62 873
Net cash flow from operating activities	**106 925**	**260 933**
Investing activities		
Net payments for acquisition of subsidiaries	(10 003)	(29 388)
Dividends received	8 704	-
Sale of property, plant and equipment	-	102
Purchase of property, plant and equipment	(6 688)	(7 064)
Purchase of intangible assets	(1 767)	(790)
Sale of investment property	22	9
Purchase of investment property	(329)	(71)
Sale of non-current financial assets	158 116	85 392
Purchase of non-current financial assets	(87 503)	(125 768)
Interest payments received	24 433	23 819
Proceeds from loans granted	29 045	24 318
Payments for loans granted	(64 099)	(32 648)
Other cash outflows	(1 600)	(1 049)
Net cash flow from investing activities	**48 331**	**(63 138)**
Financing activities		
Purchase of treasury shares	(3)	(601)
Proceeds from loans received	124 842	37 697
Payments for loans received	(94 551)	(29 496)
Interest paid	(9 748)	(14 531)
Payments for finance leases	(3 312)	(3 218)
Other cash (outflows)/ inflows	(1 440)	27 495
Net cash flow from financing activities	**15 788**	**17 346**
Exchange losses on cash and cash equivalents	(179)	(540)
Cash and cash equivalents, beginning of year	1 021 696	681 959
Net change in cash and cash equivalents	170 865	214 601
Cash and cash equivalents, end of the period	**1 192 561**	**896 560**

Prepared by: ______________________
/A. Kerezov/

Executive director: ______________________
/I. Kamenov/

Date: 29 August 2012

Notes to the interim condensed consolidated financial statements

1. Nature of operations

Chimimport AD was registered as a joint-stock company at Sofia city court on 24 January 1990. The address of the Company's registered office is 2 St. Karadja Str., Sofia, Bulgaria.

The Company is registered on the Bulgarian Stock Exchange – Sofia on 30 October 2006.

Chimimport AD (The Group) includes the parent company and all subsidiaries.

The Group is engaged in the following business activities:

- Acquisition, management and sale of shares in Bulgarian and foreign companies;
- Financing of companies in which interest is held;
- Bank services, finance, insurance and pension insurance;
- Securitization of real estate and receivables;
- Extraction of oil and natural gas;
- Construction of output capacity in the area of oil-processing industry, production of biodiesel and production of rubber items;
- Production and trading with oil and chemical products;
- Production of vegetable oil, purchasing, processing and trading with grain foods;
- Aviation transport and ground activities on servicing and repairing of aircrafts and aircraft engines;
- River and sea transport and port infrastructure;
- Commercial agency and brokerage;
- Commission, forwarding and warehouse activity.

2. Basis for the preparation of the interim condensed financial statements

These interim condensed consolidated financial statements of the Group have been prepared in accordance with IAS 34 "Interim Financial Reporting". They do not include all of the information and disclosures required in annual consolidated financial statements, and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 December 2011, which have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and approved by the European Union (EU).

The financial statements are the interim condensed consolidated statements of the Company. The parent company has released its separate financial statements on 30 July 2012

The separate elements of the interim condensed consolidated financial statements of the Group are in the currency of the main economic environment in which it carries out its activities ("functional currency"). The interim condensed consolidated financial statements are presented in Bulgarian leva (BGN), which is the functional currency of the parent company. This is also the functional currency of the parent company and all subsidiary companies, excluding those operating in the Netherlands, Germany and Slovakia, which functional currency is Euro, the subsidiaries operating in Macedonia, which functional currency is Macedonian denars and the subsidiaries operating in Russia, which functional currency is Russian Rubla. The representation currency of the Group is Bulgarian leva.

All amounts are presented in thousand Bulgarian leva (BGN'000) (including the comparative information for 2011) unless otherwise stated.

The interim condensed consolidated financial statements are prepared under the going concern principle.

3. Accounting policies and significant changes during the period

3.1. Overall considerations and adoption of new standards, amendments and interpretations to existing standards that are effective for the year beginning 1 January 2012

These interim condensed consolidated financial statements (the interim consolidated financial statements) have been prepared in accordance with the accounting policies adopted in the last annual consolidated financial statements for the year ended 31 December 2011 except for the adoption of the following new standards, amendments and interpretations to existing standards, which are mandatory for the first time for the financial year beginning 1 January 2012 and are relevant to the Group:

- IFRS 7 "Financial Instruments: Disclosures" – Derecognition, effective from 1 July 2011, adopted by the EU on 23 November 2011.;

Significant effects on current, prior or future periods arising from the first-time adoption of these new requirements in respect of presentation, recognition and measurement are described as follows:

IFRS 7 "Financial Instruments: Disclosures" – Derecognition, effective from 1 July 2011, adopted by the EU on 23 November 2011
The amendments will promote transparency in the reporting of transfer transactions and improve users' understanding of the risk exposures relating to transfers of financial assets and the effect of those risks on an entity's financial position, particularly those involving securitisation of financial asset.

3.2. Standards, amendments and interpretations to existing standards that are not yet effective and have not been adopted early by the Company's Group

The following new standards, amendments and interpretations to existing standards have been issued, but are not effective for the financial year beginning 1 January 2012 and have not been early adopted:

IFRS 1 "First-time Adoption of International Financial Reporting Standards" (amended) – Fixed dates and Hyperinflation, effective from 1 July 2011, not yet adopted by the EU

These amendments include two changes to IFRS 1,'First time adoption. The first replaces references to a fixed date of '1 January 2004' with 'the date of transition to IFRSs', thus eliminating the need for companies adopting IFRSs for the first time to restate derecognition transactions that occurred before the date of transition to IFRSs. The second amendment provides guidance on how an entity should resume presenting financial statements in accordance with IFRSs after a period when the entity was unable to comply with IFRSs because its functional currency was subject to severe hyperinflation. The exemption allows an entity to elect to measure assets and liabilities held before the functional currency normalisation date at fair value; and to use that fair value as the deemed cost of those assets and liabilities in the opening IFRS statement of financial position.

IAS 12 "Income Taxes" – Deferred Tax, effective from 1 January 2012, not yet adopted by the EU

Currently IAS 12 "Income Taxes" requires an entity to measure the deferred tax relating to an asset depending on whether the entity expects to recover the carrying amount of the asset through use or sale. It can be difficult and subjective to assess whether recovery will be through use or through sale when the asset is measured using the fair value model in IAS 40 "Investment Property". Hence this amendment introduces an exception to the existing principle for the measurement of deferred tax assets or liabilities arising on investment property measured at fair value. As a result of the amendments, SIC 21 "Income taxes- recovery of revalued non-depreciable assets", would no longer apply to investment properties carried at fair value. The amendments also incorporate into IAS 12 the remaining guidance previously contained in SIC 21, which is accordingly withdrawn.

The following new amendments to existing standards have been published and have entered into force for the financial year beginning on 1 January 2012 but not yet adopted by the EU and therefore not implemented by the Group:

IFRS 1 "First-time Adoption of International Financial Reporting Standards" (amended) – Government Loans, effective from 1 January 2013, not yet adopted by the EU

This amendment addresses how a first-time adopter would account for a government loan with a below-market rate of interest when transitioning to IFRS. It also adds an exception to the retrospective application of IFRS, which provides the same relief to first-time adopters granted to existing preparers of IFRS financial statements when the requirement was incorporated into IAS 20 in 2008.

IFRS 7 "Financial Instruments: Disclosures" – Offsetting Financial Assets and Financial Liabilities, effective from 1 January 2013, not yet adopted by the EU

The new disclosures focus on quantitative information about recognised financial instruments that are offset in the statement of financial position, as well as those recognised financial instruments that are subject to master netting or similar arrangements irrespective of whether they are offset.

IFRS 9 "Financial Instruments" effective from 1 January 2015, not yet adopted by the EU

IFRS 9 "Financial instruments" represents the first milestone in the comprehensive IASB project to replace IAS 39 "Financial instruments: Recognition and measurement" by the end of 2010. It replaces multiple measurement categories in IAS 39 with a single principle-based approach to classification. IFRS 9 requires all financial assets to be measured at either amortised cost or full fair value. Amortised cost provides decision-useful information for financial assets that are held primarily to collect cash flows that represent the payment of principal and interest. For all other financial assets, including those held for trading, fair value represents the most relevant measurement basis. IFRS 9 eliminates the need for multiple impairment models; such that only one impairment model for financial assets carried at amortised cost will be required.

IFRS 10 "Consolidated Financial Statements" effective from 1 January 2013, not yet adopted by the EU

IFRS 10 "Consolidated Financial Statements" introduces a new, principle-based definition of control which will apply to all investees to determine the scope of consolidation.

IFRS 11 "Joint Arrangements" effective from 1 January 2013, not yet adopted by the EU

IFRS 11 "Joint Arrangements" supersedes IAS 31 "Interests in Joint Ventures". It replaces IAS 31's three categories of 'jointly controlled entities', 'jointly controlled operations' and 'jointly controlled assets' with two new categories - 'joint operations' and 'joint ventures'. The option of using proportionate consolidation for joint ventures that was previously included in IAS 31 has been eliminated (equity accounting is now required for all joint ventures).

IFRS 12 "Disclosure of Interests in Other Entities" effective from 1 January 2013, not yet adopted by the EU

IFRS 12 "Disclosure of Interests in Other Entities" is a new standard on disclosure requirements for all forms of interests in other entities, including joint arrangements, associates, special purpose vehicles and other unconsolidated structured entities.

IFRS 13 "Fair Value Measurement" effective from 1 January 2013, not yet adopted by the EU

IFRS 13 "Fair Value Measurement" defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Standard clarifies that fair value is based on a transaction taking place in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. The principal market is the market with the greatest volume and level of activity for the asset or liability.

IAS 1 "Financial Statement Presentation" – Other Comprehensive Income, effective from 1 July 2012, not yet adopted by the EU

The amendment requires entities to separate items presented in other comprehensive income into two groups, based on whether or not they may be recycled to profit or loss in the future. Items that will not be recycled such as revaluation gains on property, plant and equipment will be presented separately from items that may be recycled in the future, such as deferred gains and losses on cash flow hedges. Entities that choose to present other comprehensive income items before tax will be required to show the amount of tax related to the two groups separately.

The title used by IAS 1 for the statement of comprehensive income has changed to 'statement of profit or loss and other comprehensive income'. However IAS 1 still permits entities to use other titles.

Early adoption is permitted and full retrospective application is required.

IAS 19 "Employee Benefits" effective from 1 January 2013, not yet adopted by the EU

These amendments eliminate the corridor approach and calculate finance costs on a net funding basis. 'Actuarial gains and losses' are renamed 'remeasurements' and will be recognised immediately in 'other comprehensive income'. Remeasurements recognised in other comprehensive income will not be recycled through profit or loss in subsequent periods. The amendments should be applied retrospectively in accordance with IAS 8 'Accounting policies, changes in accounting estimates and errors'.

IAS 27 "Separate Financial Statements" (Revised) effective from 1 January 2013, not yet adopted by the EU

IAS 27 "Separate Financial Statements" (Revised) will now solely address separate financial statements, the requirements for which are substantially unchanged.

IAS 28 "Investments in Associates and Joint Ventures" (Revised) effective from 1 January 2013, not yet adopted by the EU

IAS 28 "Investments in Associates and Joint Ventures" (Revised) continues to prescribe the mechanics of equity accounting. Changes to its scope have however been made as a result of the publication of IFRS 11"Joint Arrangements".

IAS 32 "Financial Instruments: Presentation" (amended) effective from 1 January 2014, not yet adopted by the EU

The amendment clarifies that the right of set-off must be available today – that is, it is not contingent on a future event. It also must be legally enforceable for all counterparties in the normal course of business, as well as in the event of default, insolvency or bankruptcy.

IFRIC 20 "Stripping costs in the production phase of a surface mine" effective from 1 January 2013, not yet adopted by the EU

IFRIC 20 sets out the accounting for overburden waste removal (stripping) costs in the production phase of a mine. The interpretation may require mining entities reporting under IFRS to write off existing stripping assets to opening retained earnings if the assets cannot be attributed to an identifiable component of an ore body

Annual Improvements to IFRSs 2011 effective from 1 January 2013, not yet adopted by the EU

-IFRS 1 amendments clarify that a first-time adopter of IFRS may apply IFRS 1 more than once under certain circumstances. An entity can choose to adopt IAS 23 from its date of transition or from an earlier date.

-IAS 1 amendment clarifies the disclosure requirements for comparative information when an entity provides a third balance sheet. When an entity produces an additional balance sheet as required by IAS 8, the balance sheet should be as at the date of the beginning of the preceding period – that is, the opening position. No notes are required to support this balance sheet. When management provides additional comparative information voluntarily – for example, statement of profit and loss, balance sheet – it should present the supporting notes to these additional statements.

-IAS 16 amendment clarifies that spare parts and servicing equipment are classified as property, plant and equipment rather than inventory when they meet the definition of property, plant and equipment if they are used for more than one period.

-IAS 32 amendment clarifies that the treatment of income tax relating to distributions and transaction costs is in accordance with IAS 12. So, income tax related to distributions is recognized in the income statement, and income tax related to the costs of equity transactions is recognized in equity.

-IAS 34 amendment clarifies the disclosure requirements for segment assets and liabilities in interim financial statements. A measure of total assets and liabilities is required for an operating segment in interim financial statements if such information is regularly provided to the chief operating decision maker and there has been a material change in those measures since the last annual financial statements.

3.3. Estimates

When preparing the interim condensed consolidated financial statements management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses.

The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results

In preparing these condensed interim condensed consolidated financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual consolidated financial statements for the year ended 31 December 2011r.

3.4. Financial risk management

The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

The interim condensed consolidated financial statements do not include all financial risk management information and disclosures required in the annual consolidated financial statements; they should be read in conjuction with the annual financial statements as at 31 December 2011. There have been no changes in the risk management policies since year end.

4. Significant events and transactions during the reporting period

In general the Group condition is stable, in spite the current economic environment and has enough capital and liquidity to proceed with its operational activities and debt The aim and the policy of the Group with regards to control of capital, credit and liquidity risk are described in the last yearly financial report of the Group as at 31 December 2011.

5. Changes in controlling interests in subsidiaries

5.1. Acquisition of Tatinvestbank AD

In 2012, the Group acquired 16 425 981 ordinary shares with voting rights from the capital of Tatinvestbank AD based in Kazan, Republic of Tatarstan. After this acquisition the Group has a direct holding of 3.55% and 55.92% through its subsidiary (revalued to 38.14%) of the capital of Tatinvestbank AD which gets controlling interest in the subsidiary's equity. Prior to the acquisition, the Group owns 1 042 537 shares of the capital of the subsidiary.

The investment inTatinvestbank AD is performed in order to expand the Group's banking sector in Russia and the expected cost savings from the bank and economies of scale.

The value of the acquisition amounting to BGN 8 224 thousand is paid entirely in cash. The total fair value of net assets acquired amounted to BGN 19 727 thousand. As a result of the acquisition, no goodwill was recognized.

The total cost for the Group amounted to BGN 8 224 thousand and includes the following components:

	BGN'000
Purchase price, paid in cash	8 224
Total	**8 224**

The recognized fair value of each class of assets acquired and liabilities of Tatinvestbank at the date of acquisition are presented as follows:

	Recognized value at the acquisition date **BGN'000**
Financial assets	40 766
Property, plant and equipment	8 804
Cash and cash equivalents	52 972
Trade receivables	157
Payables	(82 972)
Net Asset value	19 727
Net Asset value	**19 727**
Non-controlling interest	**(11 503)**
Fair value of identifiable net assets acquired by the Group	**(8 224)**

	BGN'000
Total remuneration	8 224
Gain value of identifiable net assets acquired by the Group	(8 224)
Profit	**-**

As a result of the business combination there is no suspension of essential part of the activity.

5.2. Acquisition of Texim Trading AD

In 2012, the Group acquired control over the company Texim Trading AD, based in Sofia, Bulgaria by purchasing shares of the Company as a result of which, the group holds 51.00% of its equity and voting rights in the company. The establishment of Texim Trading is conducted for the purpose of commercial services provided inports and related services.

The total cost for the Group amounted to BGN 35 thousand and includes the following components:

	BGN'000
Purchase price, paid in cash	867
Total	**867**

The allocation of the purchase price to the acquired assets and liabilities of Texim Trading AD took place in 2012.

The value of each class of assets acquired and liabilities and contingent liabilities recognized at the acquisition date is presented as follows:

	Recognized value at the acquisition date **BGN'000**
Investment Property	295
Investments in associates	296
Inventories	81
Cash and cash equivalents	7
Trade receivables	2
Payables	(227)
Net Asset Value	454
Net Asset Value	**454**
Non-controlling interest	**(222)**
Fair value of identifiable net assets acquired by the Group	**232**

	BGN'000.
Total remuneration	867
Fair value of identifiable net assets acquired by the Group	(232)
Goodwill	**635**

The resulting goodwill is recognized in the Group's assets in line Goodwill

5.3. Reduction of controlling interests

As at 30 June 2012, Fertilizers Trade OOD and Chimtrans OOD have been liquidated.

As at 30 June 2012 Chimimport Group EAD sold its entire share in Silico 07 OOD.

A shareholder meeting of Orgachim Trading OOD was held on 26 March 2012 regarding the liquidation of the Company.

On 10 January 2012, Parahodstvo Balgarsko Rechno Plavane AD has entered into a selling agreement with Konstructus EOOD for the sale of 1 100 shares of the capital of VTC AD, thus decreasing its shareholding in the company to 41%.

6. Segment reporting

The management responsible for making the business decisions determines the business segments on the grounds of the types of activities, the main products and services rendered by the Group. The activities of the Group are analyzed as a whole of business segments that may vary depending on the nature and development of a certain segment by considering the influence of the risk factors, cash flows, products and market requirements.

Each business segment is managed separately as long as it requires different technologies and resources or marketing approaches. The adoption of IFRS 8 had no influence on the identification of the main business segments of the Group in comparison with those determined in the last consolidated financial statements.

According to IFRS 8 the profits reported by segments are based on the information used for the needs of the internal management reporting and is regularly reviewed from those responsible for the business decisions.

According to IFRS 8 the Group applies the same evaluation policy as in the last consolidated financial statements.

The operating segments of the Group are as follows:

- Production, trade and services
- Finance sector
- Transport sector
- Real estate sector
- Construction and engineering sector

Information about the operating segments of the Group is summarized as follows:

Operating segments 30 June 2012	**Production, trade and services**	**Financial sector**	**Transport sector**	**Real estate sector**	**Construction and engineering sector**	**Elimination**	**Consolidated**
	BGN '000	**BGN '000**	**BGN '000**	**BGN '000**	**BGN '000**	**BGN '000**	**BGN '000**
Income from non-financial activities from external customers	35 860	31 013	189 948	107	845	-	257 773
Change in fair value of investment property	-	(657)	-	-	-	329	(328)
Gain from sale of non-current assets	548	-	3 145	-	-	14	3 707
Inter-segment income from non-financial activities	4 410	1 813	10 270	-	352	(16 845)	-
Total income from non-financial activities	**40 818**	**32 169**	**203 363**	**107**	**1 197**	**(16 502)**	**261 152**
Result from non-financial activities	**1 344**	**27 337**	**20 345**	**(26)**	**174**	**(2 195)**	**46 979**
Insurance income from external customers	-	261 375	-	-	-	-	261 375
Inter-segment insurance income	-	2 514	-	-	-	(2 514)	-
Total insurance income	**-**	**263 889**	**-**	**-**	**-**	**(2 514)**	**261 375**
Result from insurance	**-**	**11 540**	**-**	**-**	**-**	**(1 733)**	**9 807**
Interest income	6 007	129 314	4 557	214	58	(21 600)	118 550
Interest expenses	(5 710)	(83 861)	(11 488)	(387)	(358)	21 600	(80 204)
Result from interest	**297**	**45 453**	**(6 931)**	**(173)**	**(300)**	**-**	**38 346**
Gains from transactions with financial instruments from external customers	15 090	125 156	-	-	-	-	140 246
Inter-segment gains from transactions with financial instruments	-	102	-	-	-	(102)	-
Gains from transactions with financial instruments	**15 090**	**125 258**	**-**	**-**	**-**	**(102)**	**140 246**
Result from transactions with financial instruments	**14 905**	**22 956**	**(18)**	**-**	**-**	**419**	**38 262**
Administrative expenses	**(1 652)**	**(65 534)**	**(6 902)**	**(115)**	**(364)**	**5 353**	**(69 214)**
Gain from purchases	-	1 949	716	-	-	-	2 665
Net result from equity accounted investments in associates	22	1 185	4 496	-	-	-	5 703
Other financial income/ expense	(610)	22 538	(175)	(68)	(6)	(4 350)	17 329
Profit for allocating insurance batches	-	(15 519)	-	-	-	-	(15 519)
Profit for the period before tax	**14 306**	**51 905**	**11 531**	**(382)**	**(496)**	**(2 506)**	**74 358**
Tax expenses	(14)	(3 377)	(819)	42	-	16	(4 152)
Net profit for the period	**14 292**	**48 528**	**10 712**	**(340)**	**(496)**	**(2 490)**	**70 206**

Operating segments 30 June 2012	Production, trade and services BGN '000	Financial sector BGN '000	Transport sector BGN '000	Real estate Sector BGN '000	Construction and engineering sector BGN '000	Elimination BGN '000	Consolidated BGN '000
Assets of the segment	622 272	6 004 549	908 494	60 873	16 680	(2 084 686)	5 528 182
Equity accounted investments in associates	4 805	17 133	74 068	-	2	86 978	182 986
Total consolidated assets	**627 077**	**6 021 682**	**982 562**	**60 873**	**16 682**	**(1 997 708)**	**5 711 168**
Specialized reserves	**-**	**144 745**	**-**	**-**	**-**	**-**	**144 745**
Liabilities of the segment	224 808	4 111 126	494 127	15 324	13 763	(777 914)	4 081 234
Total consolidated liabilities	**224 808**	**4 111 126**	**494 127**	**15 324**	**13 763**	**(777 914)**	**4 081 234**

Operating segments 31 December 2011	Production, trade and services BGN '000	Financial sector BGN '000	Transport sector BGN '000	Real estate Sector BGN '000	Construction and engineering sector BGN '000	Elimination BGN '000	Consolidated BGN '000
Assets of the segment	887 006	5 670 495	771 520	59 034	16 375	(2 219 793)	5 184 637
Equity accounted investments in associates	4 667	17 133	64 240	-	2	81 516	167 558
Total consolidated assets	**891 673**	**5 687 628**	**835 760**	**59 034**	**16 377**	**(2 138 277)**	**5 352 195**
Specialized reserves	**-**	**138 486**	**-**	**-**	**-**	**-**	**138 486**
Liabilities of the segment	425 230	3 846 716	422 786	12 830	12 982	(921 068)	3 799 476
Total consolidated liabilities	**425 230**	**3 846 716**	**422 786**	**12 830**	**12 982**	**(921 068)**	**3 799 476**

Operating segments 30 June 2011	**Production, trade and services**	**Financial sector**	**Transport sector**	**Real estate sector**	**Construction and engineering sector**	**Elimination**	**Consolidated**
	BGN '000	**BGN '000**	**BGN '000**	**BGN '000**	**BGN '000**	**BGN '000**	**BGN '000**
Income from non-financial activities from external customers	93 084	12 161	171 357	122	541	-	277 265
Печалба от продажба на нетекущи активи	4 699	15	(141)	-	-	(17)	4 556
Gain from sale of non-current assets	14 443	667	1 342	-	139	(16 591)	-
Inter-segment income from non-financial activities	**112 226**	**12 843**	**172 558**	**122**	**680**	**(16 608)**	**281 821**
Total income from non-financial activities	**13 592**	**12 843**	**9 125**	**(18)**	**(88)**	**(890)**	**34 564**
Result from non-financial activities	-	227 327	-	-	-	-	227 327
Insurance income from external customers	-	2 917	-	-	-	(2 917)	-
Inter-segment insurance income	**-**	**230 244**	**-**	**-**	**-**	**(2 917)**	**227 327**
Total insurance income	**-**	**13 389**	**-**	**-**	**-**	**(253)**	**13 136**
Interest income	5 278	114 187	1 719	213	58	(12 688)	108 767
Interest expenses	(5 820)	(69 845)	(6 703)	-	(335)	12 688	(70 015)
Result from interest	**(542)**	**44 342**	**(4 984)**	**213**	**(277)**	**-**	**38 752**
Gains from transactions with financial instruments from external customers	9 957	119 568	-	-	1	(992)	128 534
Inter-segment gains from transactions with financial instruments	-	55	-	-	-	(55)	-
Gains from transactions with financial instruments	**9 957**	**119 623**	**-**	**-**	**1**	**(1 047)**	**128 534**
Result from transactions with financial instruments	**9 725**	**37 918**	**-**	**-**	**1**	**(234)**	**47 410**
Administrative expenses	**(2 940)**	**(72 107)**	**(5 717)**	**(9)**	**(472)**	**1 010**	**(80 235)**
Net result from equity accounted investments in associates	54	1 518	3 080	-	-	-	4 652
Other financial income/ expense	(1 015)	38 974	1 080	-	(9)	(4 687)	34 343
Profit for allocating insurance batches	-	(8 854)	-	-	-	-	(8 854)
Profit for the period before tax	**18 874**	**68 023**	**2 584**	**186**	**(845)**	**(5 054)**	**83 768**
Tax expenses	(1 880)	(4 330)	(323)	(20)	-	8	(6 545)
Net profit for the period	**16 994**	**63 693**	**2 261**	**166**	**(845)**	**(5 046)**	**77 223**

Operating segments **30 June 2011**	**Production, trade and services**	**Financial sector**	**Transport sector**	**Real estate sector**	**Construction and engineering sector**	**Elimination**	**Consolidated**
	BGN '000	**BGN '000**	**BGN '000**	**BGN '000**	**BGN '000**	**BGN '000**	**BGN '000**
Assets of the segment	870 680	5 044 167	740 977	46 702	14 923	(1 819 974)	4 897 475
Equity accounted investments in associates	4 667	17 133	10 126	-	5	75 215	107 146
Total consolidated assets	**875 347**	**5 061 300**	**751 103**	**46 702**	**14 928**	**(1 744 759)**	**5 004 621**
Specialized reserves	**-**	**124 898**	**-**	**-**	**-**	**-**	**124 898**
Liabilities of the segment	411 678	3 355 474	344 727	109	12 433	(624 772)	3 499 649
Total consolidated liabilities	**411 678**	**3 355 474**	**344 727**	**109**	**12 433**	**(624 772)**	**3 499 649**

7. Other intangible assets

The carrying amounts of the intangible assets of the Group for the reporting periods can be analyzed as follows:

- As at 30 June 2012

	Trade marks BGN'000	Licenses and patents BGN'000	Software products BGN'000	Customer relationships BGN'000	Internally generated intangible assets BGN'000	Exploration and evaluation expenditures BGN'000	Property rights BGN'000	Other BGN'000	Total BGN'000
Gross carrying amount									
Balance at 1 January 2012	44 885	8 218	7 351	6 742	1 145	3 745	43 631	904	**116 621**
Additions:									
- separately acquired	-	139	35	-	-	1 093	-	250	**1 517**
Disposals									
- separately disposed of	-	(8)	(31)	-	-	-	-	(25)	**(64)**
Balance at 30 June 2012	44 885	8 349	7 355	6 742	1 145	4 838	43 631	1 129	**118 074**
Amortization									
Balance at 1 January 2012	(16 568)	(3 941)	(5 070)	(1 258)	(52)	-	(8 003)	(508)	**(35 400)**
Disposals	-	8	31	-	-	-	-	-	**39**
Amortization	(1 619)	(311)	(627)	-	-	-	-	(621)	**(3 178)**
Balance at 30 June 2012	(18 187)	(4 244)	(5 666)	(1 258)	(52)	-	(8 003)	(1 129)	**(38 539)**
Carrying amount at 30 June 2012	**26 698**	**4 105**	**1 689**	**5 484**	**1093**	**4 838**	**35 628**		**79 535**

- as at 31 December 2011

	Trade marks	Licenses and patents	Software products	Customer relationships	Internally generated intangible assets	Exploration and evaluation expenditures	Property rights	Other	Total
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
Gross carrying amount									
Balance at 1 January 2011	38 375	7 941	6 948	8 258	1 145	3 275	18 032	-	**83 974**
Additions:									
- separately acquired	6 510	786	409	-	-	7 939	25 599	3 716	**44 959**
Disposals									
- through business combinations and reclassification	-	-	-	(1 516)	-	-	-	-	**(1 516)**
- separately disposed of	-	(509)	(6)	-	-	(7 469)	-	(2 812)	**(10 796)**
Balance at 31 December 2011	44 885	8 218	7 351	6 742	1 145	3 745	43 631	904	**116 621**
Amortization									
Balance at 1 January 2011	(12 890)	(3 378)	(3 968)	(848)	(52)	-	(5 924)	-	**(27 060)**
Disposals	-	2	6	-	-	-	-	-	**8**
Amortization	(3 678)	(565)	(1 108)	(410)	-	-	(2 079)	(508)	**(8 348)**
Balance at 31 December 2011	(16 568)	(3 941)	(5 070)	(1 258)	(52)	-	(8 003)	(508)	**(35 400)**
Carrying amount at 31 December 2011	**28 317**	**4 277**	**2 281**	**5 484**	**1 093**	**3 745**	**35 628**	**396**	**81 221**

- as at 30 June 2011

	Trade marks	Licenses and patents	Software products	Customer relationships	Internally generated intangible assets	Exploration and evaluation expenditures	Property rights	Total
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
Gross carrying amount								
Balance at 1 January 2011	38 375	7 941	6 948	8 258	1 145	3 275	18 032	**83 974**
Additions:								
- separately acquired	-	761	36	-	-	4 429	13 077	**18 303**
Disposals								
- separately disposed of	-	(8)	(4)	-	-	(634)	(2 965)	**(3 611)**
Balance at 30 June 2011	38 375	8 694	6 980	8 258	1 145	7 070	28 144	**98 666**
Amortization								
Balance at 1 January 2011	(12 890)	(3 378)	(3 968)	(848)	(52)	-	(5 924)	**(27 060)**
Amortization	(1 619)	(257)	(533)	(82)	(183)	-	(5)	**(2 679)**
Balance at 30 June 2011	(14 509)	(3 635)	(4 501)	(930)	(235)	-	(5 929)	**(29 739)**
Carrying amount at 30 June 2011	**23 866**	**5 059**	**2 479**	**7 328**	**910**	**7 070**	**22 215**	**68 927**

8. Property, plant and equipment

Property, plant and equipment of the Group include land, buildings, plant and equipment, vehicles, repairs of rented fixed assets, assets in process of acquisition, etc. Their carrying amount can be analyzed as follows:

	Land	Building	Machines	Equipment	Vehicles	Repairs	Others	Assets in process of acquisition	Total
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
Balance at 1 January 2012	117 237	89 511	66 603	163 784	135 713	26 853	47 785	85 373	**732 859**
Additions:									**-**
- through business combinations	219	8 624	409	1 677	363	-	-	-	**11 292**
- separately acquired	-	3 375	4 387	1 104	1 223	3	654	4 355	**15 101**
Disposals									
- through business combinations	-	-	(5 505)	(17)	-	-	-	-	**(5 522)**
- separately disposed of	-	(1 959)	(3 136)	(316)	(12 656)	-	(103)	(10 051)	**(28 221)**
Balance at 30 June 2012	117 456	99 551	62 758	166 232	124 643	26 856	48 336	79 677	**725 509**
Depreciation									
Balance at 1 January 2012	-	(26 060)	(51 095)	(30 772)	(52 155)	(21 282)	(25 265)	-	**(206 629)**
Additions through business combinations	-	(760)	(348)	(883)	(275)	-	-	-	**(2 266)**
Disposals	-	-	2 419	40	2 933	-	64	-	**5 456**
Depreciation	-	(2 011)	(4 044)	(1 968)	(4 235)	(1 554)	(610)	-	**(14 422)**
Balance at 30 June 2012	-	(28 831)	(53 068)	(33 583)	(53 732)	(22 836)	(25 811)	-	**(217 861)**
Carrying amount at 30 June 2012	**117 456**	**70 720**	**9 690**	**132 649**	**70 911**	**4 020**	**22 525**	**79 677**	**507 648**

- as at 31 December 2011

	Land	Building	Machines	Equipment	Vehicles	Repairs	Others	Assets in process of acquisition	Total
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
Balance at 1 January 2011	118 379	113 278	70 939	163 271	142 870	26 347	45 069	55 114	**735 267**
Additions:									
- through business combinations	-	68	-	202	-	-	582	-	**852**
- separately acquired	253	1 525	2 993	1 760	7 047	743	2 265	39 893	**56 479**
Disposals									
- through business combinations	(1 358)	(14 589)	(6 063)	(316)	(1 870)	-	-	-	**(24 196)**
- separately disposed of	(37)	(10 771)	(1 266)	(1 133)	(12 334)	(237)	(131)	(9 634)	**(35 543)**
Balance at 31 December 2011	117 237	89 511	66 603	163 784	135 713	26 853	47 785	85 373	**732 859**
Depreciation									
Balance at 1 January 2011	-	(25 079)	(43 115)	(26 863)	(48 926)	(15 549)	(25 105)	-	**(184 637)**
Additions through business combinations	-	577	769	(16)	344	-	47	-	**1 721**
Disposals	-	2 297	919	974	6 690	124	117	-	**11 121**
Depreciation	-	(3 855)	(9 668)	(4 867)	(10 263)	(5 857)	(324)	-	**(34 834)**
Balance at 31 December 2011	-	(26 060)	(51 095)	(30 772)	(52 155)	(21 282)	(25 265)	-	**(206 629)**
Carrying amount at 31 December 2011	**117 237**	**63 451**	**15 508**	**133 012**	**83 558**	**5 571**	**22 520**	**85 373**	**526 230**

- as at 30 June 2011.

	Land BGN'000	Building BGN'000	Machines BGN'000	Equipment BGN'000	Vehicles BGN'000	Repairs BGN'000	Others BGN'000	Assets in process of acquisition BGN'000	Total BGN'000
Balance at 1 January 2011	118 379	113 278	70 939	163 271	142 870	26 347	45 069	55 114	**735 267**
Additions:									
- separately acquired	-	3 568	1 475	198	1 541	-	405	3 415	**10 602**
Disposals									
- through business combinations	(603)	(71)	(371)	(202)	(92)	-	(1 089)	-	**(2 428)**
- separately disposed of	(1)	(31)	(271)	(106)	(1 046)	(85)	(93)	(2 504)	**(4 137)**
Balance at 30 June 2011	117 775	116 744	71 772	163 161	143 273	26 262	44 292	56 025	**739 304**
Depreciation									
Balance at 1 January 2011	-	(25 079)	(43 115)	(26 863)	(48 926)	(15 549)	(25 105)	-	**(184 637)**
Additions through business combinations	-	-	-	(2)	(662)	-	-	-	**(664)**
Depreciation - non-current assets held for sale	-	33	700	122	546	72	229	-	**1 702**
Depreciation	-	(2 013)	(5 456)	(3 009)	(5 258)	(3 382)	(360)	-	**(19 478)**
Balance at 30 June 2011	-	(27 059)	(47 871)	(29 752)	(54 300)	(18 859)	(25 236)	-	**(203 077)**
Carrying amount at 30 June 2011	**117 775**	**89 685**	**23 901**	**133 409**	**88 973**	**7 403**	**19 056**	**56 025**	**536 227**

9. Share capital

The share capital of Chimimport AD as at 30 June 2012 consists of 150 857 596 (2011: 150 857 596) ordinary shares with a par value of BGN 1 per share and 88 770 671 (2011: 88 770 671) preferred shares with a par value of BGN 1, including 5 173 175 (2011: 5 170 175) ordinary shares and 4 131 589 (2011: 4 131 489) preferred shares, acquired by companies of Chimimport Group. The ordinary shares of Chimimport AD are registered and subject to unrestricted transfers and entitle 1 voting right and liquidation quota. The preferred shares do not entitle voting rights. They give the owner the right to a cumulative guaranteed dividend and to a guaranteed liquidation quota of the Group's estate.

Shares issued and fully paid:	**30.06.2012**	**31.12.2011**	**30.06.2011**
- beginning of the year	230 344 603	229 758 894	229 758 894
- reduction of preferred shares due to convertion into ordinary shares during the year	-	(16 787)	(16 787)
- increase in ordinary shares due to convertion of preferred shares into ordinary shares during the year	-	16 787	16 787
- treasury shares /ordinary and preferred/, acquired by subsidiaries during the year	(3 100)	585 709	626 035
Shares issued and fully paid as at period end	**230 341 503**	**230 344 603**	**230 384 929**

On 12 June 2009 Chimimport AD issued mandatory convertible preferred shares with 9% guaranteed fixed annual dividend and guaranteed liquidation quota. 89 646 283 preferred shares are issued and paid with issue value amounting to BGN 2.22 each, representing 99.61% of the offered shares. The accumulated capital during the public offering amounts to BGN 199 015 thousand. The obligatory conversion of the shares occurs at the end of the seventh year after the registration of the capital increase in the Trade register.

The accumulated funds above the nominal value of the share capital amounting to BGN 105 082 thousand are allocated as follows:

- BGN 27 622 thousand – share premium
- BGN 8 348 thousand – current dividend payables
- BGN 70 008 thousand – non-current dividend payables
- BGN 3 391 thousand – share issue expenses

Dividend payables and share premium, resulting from the conversion of 858 825 preferred shares and the acquisition of 585 709 shares of the Group by subsidiaries, are allocated as follows:

- BGN 28 238 thousand – share premium
- BGN (1 373) thousand – reduction of share premium due to treasury shares acquired by subsidiaries
- 19 380 thousand – current dividend payables
- (942) thousand – reduction of current dividend payables due to treasury shares acquired by subsidiaries
- 57 843 thousand – non-current dividend payables
- (2 812) thousand – reduction of non-current dividend payables due to treasury shares acquired by subsidiaries

The list of the principal shareholders, holding ordinary shares of the Group, is as follows:

	30.06.2012	30.06.2012	31.12.2011	31.12.2011	30.06.2011	30.06.2011
	Number of ordinary shares	**%**	**Number of ordinary shares**	**%**	**Number of ordinary shares**	**%**
Chimimport Invest AD	108 688 269	72.04%	108 533 269	71.94%	108 688 269	72.04%
Other legal entities and private individuals	42 187 327	27.96%	42 342 327	28.06%	42 187 327	27.96%
	150 875 596	**100.00%**	**150 875 596**	**100.00%**	**150 875 596**	**100.00%**
Shares of the Group, acquired by subsidiaries						
CCB Group AD	(4 395 005)	2.91%	(4 395 005)	2.91%	(4 395 005)	2.91%
ZAD Armeec	(463 100)	0.31%	(463 100)	0.31%	(463 100)	0.31%
CCB AD	(60 000)	0.04%	(57 000)	0.04%	(54 500)	0.04%
POAD CCB Sila	(255 070)	0.17%	(255 070)	0.17%	(255 070)	0.17%
	(5 173 175)	**3.43%**	**(5 170 175)**	**3.43%**	**(5 167 675)**	**3.43%**
Net number of shares	**145 702 421**		**145 705 421**		**145 707 921**	

The list of principle shareholders, holding shares (ordinary shares and preferred shares) of the capital of Chimimport AD is presented as follows:

	30.06.2012	30.06.2012	30.06.2011	30.06.2011
	Number of shares /ordinary and preferred/	**%**	**Number of shares /ordinary and preferred/**	**%**
Chimimport Invest AD	179 730 551	75.00%	180 123 551	75.16%
Other legal entities and private individuals	59 915 716	25.00%	59 522 716	24.84%
	239 646 267	**100.00%**	**239 646 267**	**100.00%**
Shares of the Group, acquired by subsidiaries				
CCB Group AD	(7 468 658)	3.12%	(7 468 658)	3.12%
ZAD Armeec	(463 100)	0.77%	(463 100)	0.78%
CCB AD	(85 900)	0.04%	(70 474)	0.03%
POAD CCB Sila	(1 287 106)	0.54%	(1 259 106)	0.53%
	(9 304 764)	**4.46%**	**(9 261 338)**	**4.45%**
Net number of shares	**230 341 503**		**230 384 929**	

Withholding tax for dividends due from individuals and foreign legal entities, registered in countries that are not members of EU for 2010, 2011 and 2012 amounts to 5% and the tax is deducted from the gross amount of dividends.

10. Loans

Loans include financial liabilities as follows:

	Current			Non-current		
	30.06.2012 BGN'000	31.12.2011 BGN'000	30.06.2011 BGN'000	30.06.2012 BGN'000	31.12.2011 BGN'000	30.06.2011 BGN'000
Financial liabilities measured at amortized cost:						
Liabilities to depositors	2 156 800	2 035 229	1 671 415	566 776	503 190	504 815
Liabilities for dividends	18 438	15 921	18 781	55 031	53 399	64 126
Bonds and debenture loan	-	135 115	2 256	133 427	-	130 399
Bank loans	48 379	42 702	42 077	158 691	151 891	98 311
Other borrowings	59 583	44 379	48 109	7 704	11 331	9 030
Insurance contract liabilities	15 474	18 846	15 888	-	-	-
Derivatives, held-for-trading	3 410	6 098	12 318	-	-	-
Deposits from banks	70 407	50 233	13 264	-	-	-
Liabilities under repurchase agreements	23 784	29 170	35 513	-	-	-
Total carrying amount	**2 396 275**	**2 377 693**	**1 859 621**	**921 629**	**719 811**	**806 681**

10.1. Borrowings, measured at amortized cost, other than borrowings from banking activities

Changes in borrowings other than borrowings from banking activities during the period are presented as follows:

	BGN'000
For the period ended 30 June 2012	
Opening balance 1 January 2012.	437 973
Received during the period	50 512
Repaid during the period	(74 468)
Closing balance 30 June 2012	**414 017**
For the period ended 30 June 2011	
Opening balance 1 January 2011.	399 237
Received during the period	102 867
Repaid during the period	(114 251)
Closing balance 30 June 2011	**387 853**

During the period the Group of Chimimport received borrowings amounting to a total of TBGN 55 894 under short-term loans for cash at interest rates between 8% - 11%

11. Income tax expenses

Recognized tax expenses are based on management‟s best estimate of the expected annual tax rate. The tax rate, valid for 2012 is 10% corporate tax (the expected annual tax rate for the period ended on 31 December 2011 was 10%).

12. Earnings per shares

Basic earnings per share have been calculated using the profit attributed to shareholders of the parent company as the numerator.

The weighted average number of outstanding shares used for basic earnings per share as well as the net profit, less the dividend expense, attributable to shareholders, is as follows:

	30 June 2012	30 June 2011
Profit attributable to the shareholders (BGN)	68 428 000	71 257 000
Weighted average number of outstanding shares	145 705 871	145 085 703
Basic earnings per share (BGN per share)	**0.4696**	**0.4911**

The weighted average number of shares /ordinary and preferred/, used in calculating the diluted basic earnings per share, as well as the net profit, adjusted with dividend expense, attributable to shareholders, is as follows:

	30 June 2012	30 June 2011
Net profit, attributable to shareholders, adjusted with dividend expense (BGN)	72 216 100	75 731 199
Weighted average number of shares	230 345 064	229 759 133
Diluted earnings per share (BGN per share)	**0.3135**	**0.3297**

13. Related party transactions

The Group's related parties include its owners, associates and key management personnel.

13.1. Transactions with owners, associates and other related parties

	30.06.2012 BGN'000	30.06.2012 BGN'000
- interest income		
Chimimport Invest AD	6 559	7 044
– purchase of services and interest expense		
Chimimport Invest AD	(12)	(284)

13.2. Transactions with associates and other related parties under common control

Sale of goods and services, interest income and other income	30.06.2012 BGN'000	30.06.2012 BGN'000
- sale of finished goods		
Kavarna Gas OOD	858	821
Fraport TSAM AD	-	177
- sale of goods		
Fraport TSAM AD	541	334
VTC AD	124	-
Asenova Krepost AD	104	-
POK Syglasie	19	-
Chimsnab Trade OOD	23	-
M Kar OOD	2	-
		-
- sale of services		
Lufthansa Technik OOD	1 068	-
Hemus Air AD	530	605
OAO Airport Kazan	258	-
CCB Leader VF	250	236
CCB Active VF	202	180
Asenova Krepost AD	33	232
Consortium Energoproekt – Royal Haskoning	7	-
CCB Garant VF	6	6
Fraport TSAM AD	5	86
Holding Asenova Krepost AD	-	200
Other	54	152

- interest income		
ZAO - Tat Avia	794	-
Fraport TSAM AD	456	8
Hemus Air AD	301	289
Lufthansa Technik OOD	51	-
Conor – Switzerland	45	42
M Car OOD	33	73
Asenova Krepost AD	-	30
Other	403	12

Purchase of services and interest expense	**30.06.2012**	**30.06.2011**
	BGN'000	**BGN'000**
-purchase of services		
Fraport TCEM AD	(8 271)	(858)
Hemus Air AD	(3 709)	(8 341)
Lufthanza Tehnik Sofia OOD	(3 573)	-
OAO Airport Kazan	(16)	-
M Kar OOD	(3)	-
Capital Invest EAD	(1)	-
- interest expense		
Dobrichki panair AD	(21)	-
Amadeus Bulgaria OOD	(11)	(17)
VTC AD	(8)	-
Fraport TCEM AD	(6)	(206)
Invest Capital EAD	(4)	(6)
Asela AD	(3)	-
Others	(292)	-

13.3. Transaction with key managment personnel

Key management of the Group includes members of the Managing Board and Supervisory Board. Key management personnel remuneration includes the following expenses:

	30 June 2012	**30 June 2011**
	BGN'000	**BGN'000**
Short-term employee benefits:		
Salaries, including bonuses	486	646
Social security costs	10	14
Group car allowance	5	5
	501	**665**

14. Post - reporting date events

No significant events have occurred between the reporting date and the date of authorization.

15. Autoriazation of the interim condensed financial statements

The interim condensed consolidated financial statements as of 30 June 2012 (including comparatives) were approved for issue by the managing board on 29 August 2012