

FINANCIAL STATEMENTS
IN ACCORDANCE WITH
IAS / IFRS

Company:

Sarantis Czech Republic,
S.r.o.

as of 31 December 2014

March 2015

Total 6 copies

3 copies in Czech language

3 copies in English language

CONTENT

Company:

Saramis Czech Republic, s.r.o.

Prague 3, Roháčova 777/1095, zip code 130 00

registered at Municipal Court in Prague, Section C, Insert 62867

IN 257 05 971

Balance sheet IAS/IFRS as of 31 December 2014

Profit and loss account IAS/IFRS as of 31 December 2014

Declaration to the financial statements as of 31 December 2014

Period: 1 January 2014 – 31 December 2014

Date: 11 March 2015

Discussed:

with partners of the company:

Jan Krzyśtof Kamiński

statutory

on:

Tomáš Jakoubek

Authorized Signatory

on:

BALANCE SHEET

In full form
as at 31.12.2014
(in thousands of CZK)

Name and Address of the Accounting Entity
Sranfís Czech Republic, s.r.o.

Roháčova 77
Praha 3
13000

Reg. No.

2 5 7 0 5 9 7 1

Class	ASSETS	Current Accounting Period			Previous Accounting Period
		Gross	Adjustment	Net	
#	B	1	2	3	4
	TOTAL ASSETS (A. + B. + C. + D.I.)	179 201	4 311	174 890	114 087
A.	Receivables from Subscriptions				
B.	Fixed Assets (B.I. + B.II. + B.III.)	32 711	3 861	28 850	735
B. I.	Intangible Fixed Assets (Sum B.I. 1. to B.I.8.)	30 050	1 812	28 238	129
B. I. 1.	Incorporation Expenses				
2.	Intangible Research and Development				
3.	Software	1 873	1 812	61	121
4.	Valuable Rights	27 655		27 655	
5.	Goodwill				
6.	Other Intangible Fixed Assets				
7.	Intangible Fixed Assets under Construction	522		522	8
8.	Advance Payments for Intangible Fixed Assets (Sum B.II. 1. to B.II.9.)	2 661	2 049	612	606
B. II.	Tangible Fixed Assets				
B. II. 1.	Land				
2.	Buildings and Constructions				
3.	Separable Tangible Movable Assets and Sets of Movable Tangible Things	2 661	2 045	612	580
4.	Permanent Growth				
5.	Breeding and Draught Animals				
6.	Other Tangible Fixed Assets				
7.	Tangible Fixed Assets under Construction				26
8.	Advance Payments for Tangible Fixed Assets				
9.	Adjustments to Acquired Assets				
B. III.	Financial Investments (Sum B. III. 1. to B. III.7.)				
B. III. 1.	Shares in Controlled and Managed Organizations				
2.	Shares in Accounting Units with Substantial Influence				
3.	Other Securities and Deposits				
4.	Loans - Controlling and Managing Organization, Substantial Influence				
5.	Other Financial Investments				
6.	Financial Investments Acquired				
7.	Advance Payments on Long-term Financial Investments				

Class	a	ASSETS			Current Accounting Period			Previous Accounting Period	
		B	(C.I. + C.II. + C.III + C.IV.) (Sum C.I.1. to C.I.6.)	Gross 1	Adjustment 2	Net 3	Net 4		
C.									
C.I.									
C.I.1	1	Inventory	145 429	450	144 979	113 153			
	2	Materials	35 792	150	35 642	21 362			
	3	Work in Progress							
	4	Finished Products							
	5	Animal Stock							
	6	Purchased Goods	35 792	150	35 642	20 937			
		Advance Payments for Inventory				425			
C.II.									
C.II.1	1	Long-term Receivables				26			
	2	Trade Receivables							
	3	Receivables - Controlling and Managing Organization							
	4	Receivables - Substantial Influence							
	5	Receivables from Partners							
	6	Long-term Advance Payments							
	7	Estimated Receivables							
	8	Other Receivables							
		Deferred tax Receivables				26			
C.III.									
C.III.1	1	Short-term Receivables	89 914	300	89 614	72 644			
	2	Trade Receivables	86 916	300	86 116	71 546			
	3	Receivables - Controlling and Managing Organization							
	4	Receivables - Substantial Influence							
	5	Receivables from Partners							
	6	Social Security and Health Insurance	1 610		1 610	732			
	7	State - Taxation Receivables	1 789		1 789	250			
	8	Prepayments							
	9	Estimated Receivables							
		Other Receivables	99		99	116			
C.IV.									
C.IV.1	1	Short-term Financial Assets	19 723		19 723	19 121			
	2	Cash in Hand	225		225	176			
	3	Cash in Bank	19 498		19 498	18 945			
	4	Short-term Securities and Shares							
D.I.									
D.I.1	1	Short-term Financial Assets in Progress							
	2	Accruals	1 061		1 061	199			
	3	Deferred Expenditure	1 061		1 061	199			
		Complex Deferred Expenditure							
		Deferred Income							

Class	a	LIABILITIES		Balance in the Current Accounting Period 5	Balance in the Previous Accounting Period 6
		b	(A. + B. + C.I.) (A.I. + A.II. + A.III. + A.IV. + A.V. + A.V.2.) (A.I.1. + A.I.2. + A.I.3.)		
		TOTAL LIABILITIES		174 890	114 087
A.		Shareholders' Equity		49 479	42 067
A.I.		Registered Capital		39 320	39 320
A.I.1.		Registered Capital		39 320	39 320
	2.	Own Shares and Ownership Interests			
	3.	Changes in Registered Capital			
A.II.		Capital Funds	(Sum A.II.1. to A.II.4.)		
A.II.1.		Premium			
	2.	Other Capital Funds			
	3.	Differences from Revaluation of Assets and Liabilities			
	4.	Revaluation of Transformations Business Corporations			
	5.	Differences Transformation of Corporations			
	6.	Differences from Valuation Transformations Business Corporations			
A.III.		Profit Funds	(A.III.1. + A.III.2.)	3 932	3 932
A.III.1.		Reserve Fund		3 932	3 932
	2.	Statutory and Other Funds			
A.IV.		Profit / Loss Brought Forward	(A.IV.1. + A.IV.2.)	-1 185	-7 998
A.IV.1.		Undistributed Profit of Previous Years			
	2.	Accumulated Losses of Previous Years		-1 185	-7 998
	3.	Another economic result of previous years			
A.V.1.		Retained Profit / Loss of the Current Financial Year / - /		7 412	6 813
A.V.2.		Decisions on Advances for Payment of Profit Sharing / /			
B.		Liabilities	(B.I. + B.II. + B.III. + B.IV.)	122 721	72 030
B.I.		Reserves	(Sum B.I.1. to B.I.4.)		1 753
B.I.1.		Legal Reserves			
	2.	Reserve for Pensions and Similar Liabilities			
	3.	Income Tax Reserve			1 753
	4.	Other Reserve			
B.II.		Payables	(Sum B.II.1. to B.II.10.)	5 211	
B.II.1.		Trade Payables			
	2.	Payables - Controlling and Managing Organization			
	3.	Payables - Substantial Influence			
	4.	Payables from Partners			
	5.	Long-term Advances Received			
	6.	Issued Bonds			
	7.	Long Term Bonds Due			
	8.	Estimated Payables			
	9.	Other Long-term Liabilities			
	10.	Deferred Tax Payables		5 211	

Reg. No: 25705971

Class	a	LIABILITIES	b	Balance in the Current Accounting Period	5	Balance in the Previous Accounting Period	8
B. III.		Short-term Liabilities	(Sum B.III.1. to B.III.11.)	117 510	70 267		
B. III.1.		Taxes Payables		74 045	64 461		
2.		Payables - Controlling and Managing Organization		27 935			
3.		Payables - Substantial Influence					
4.		Payables from Partners					
5.		Employee Related Liabilities		740	721		
6.		Social Security and Health Insurance Liabilities		435	432		
7.		State - Taxation Liabilities and Subsidies		2 427	126		
8.		Short term Accepted Deposits					
9.		Issued bonds					
10.		Estimated Payables		11 928	4 527		
11.		Other Liabilities					
B. IV.		Bank Loans and Borrowings	(Sum B.IV.1. to B.IV.3.)				
B. IV.1.		Long-term Bank Loans					
2.		Short-term Loans					
3.		Short-term Borrowings					
C. I.		Accruals	(C.I.1. + C.I.2.)	2 690			
C. I.1.		Accrued Expenses		2 690			
2.		Deferred Revenue					

Prepared on: 11.3.2015
 Legal form of the Accounting Entity: ltd.
 Subject of business purchase and selling of goods
 Signature

PROFIT AND LOSS ACCOUNT by Type

in full

as on 31.12.2014
 (in thousands of CZK)

Name and Address of the Accounting Entity
 Sarantis Czech Republic, s.r.o.

Reg. No.
 2 5 7 0 5 9 7 1

Address
 Rohátova 77
 Praha 3
 13000

Class	a	TEXT	b	Result in the Accounting Period	
				Current	Last
I.		Sales Revenue		264 266	217 054
A.		Cost of Goods Sold		135 533	113 225
+		Gross Profit	(I. - A.)	128 733	104 829
II.		Outcome	(II.1. to II.3.)		
II.1.		Sales of Own Products and Services			
2.		Difference in Own Produced Stock			
3.		Own Closing Stock			
B.		Direct Costs	(B.1. + B.2.)	98 068	77 383
B.1.		Materials, Light and Power		10 957	10 831
2.		Services		87 211	66 552
+		Value Added	(I. - A. + II.8.)	30 665	27 446
C.		Personnel Expenses	(C.1. to C.4.)	13 678	13 150
C.1.		Wages		10 015	9 460
2.		Rewards to Members of Business Corporations			
3.		Social Security and Health Insurance Costs		3 482	3 165
4.		Fringe Benefits		181	325
D.		Fees and Taxes		14	6
E.		Long Term Tangible and Intangible Asset Depreciation		288	293
III.		Revenue from Sales of Long Term Assets and Materials	(III.1. + III.2.)		26
III.1.		Revenue from Sales of Long Term Assets			26
2.		Revenue from Sales of Materials			
F.		Net Book Value of Sold Long Term Assets and Materials	(F.1. + F.2.)		14
F.1.		Net Book Value of Sold Long Term Assets			14
2.		Net Book Value of Sold Materials			
G.		Reverses and Deleted Income in Operating Revenue		99	-21
IV.		Other Operating Revenue		548	614
II.		Other Operating Expenses		1 810	1 363
V.		Operating Revenue Carried Forward			
I.		Operating Expenses Carried Forward			
*		Net Profit from Operations	(Calculated Items (*) to V.)	15 325	13 281

**Declaration to the financial statements of the company Sarantis
as of 31 December 2014**

for partners of company Sarantis Czech Republic, s.r.o.

In connection with realization of Astrid products distribution termination and the amount paid to Hefkel group related therewith in 2014 there were following adjustments of the Czech financial statements in order to get IFRS statements made:

- recognition of intangible assets in the form of valuable rights to distribute Astrid and other interrelated products,
- differed tax payables regarding the fact, that the above stated intangible assets were perceived as a taxable cost in the form of a common service in accordance with Czech income tax legislation, thereby its tax net book value applicable in the future is zero.

According to our knowledge and on the basis of information from statutory body representatives of Sarantis Czech Republic, s.r.o. there is no other title for the reclassification of any other transaction for reporting purposes in accordance with the rules of International Financial Reporting Standards.

Made by:
AUDITUM s.r.o.
PhDr. Ivan Murko
tax advisor



AUDITUM s.r.o.
Drtinova 222/12
503 11 HRADEC KRÁLOVÉ
Tel. 776 537 744 IČ. 492 83 057

Class	TEXT	Result in the Accounting Period	
		Current 1	Light 2
VI	Revenue from Sold Securities and Shares		
J	Sold Securities and Shares		
VII	Revenue from Long Term Financial Assets (VII.1. to VII.3.)		
VII.1.	Revenue from Securities and Shares in the Group		
2	Revenue from Other Long Term Securities and Shares		
3	Revenue from Other Investments		
VIII	Revenue from Short Term Financial Assets		
K	Financial Costs		
IX	Revenue from Revalued Securities		
L	Expenses from Revalued Securities		
M	Reserves and Promoters' Adjustments		
X	Interest Received	21	
N	Interest Paid	210	
XI	Other Financial Revenue	655	1 092
O	Other Financial Expenses	2 977	5 837
XII	Financial Revenue Carried Forward		
P	Financial Expenses Carried Forward		
*	Profit / Loss from Financial Operations (Calculated Items VI. to P.)	-2 561	-4 737
Q	Income Tax on Ordinary Activities (Q 1. + Q.2.)	5 352	1 731
Q. 1	Payable	116	1 713
2.	Deferred	5 236	18
**	Profit / Loss from Ordinary Activities (Net Profit from Operations + Profit / Loss from Financial Operations - Q.)	7 412	6 813
XIII.	Exceptional Revenue		
R.	Extraordinary Expenses		
S	Income Tax on Extraordinary Activities (S 1. + S.2.)		
S 1.	Payable		
2.	Deferred		
*	Extraordinary Profit / Loss (XIII. - R. - S.)		
T	Profit / Loss Attributed to Shareholders (+/-)		
***	Profit / Loss of the Accounting Period (+/-) (Profit / Loss from Ordinary Activities + Extraordinary Profit / Loss - 1)	7 412	6 813
****	Profit / Loss before tax (Profit from Operations + Profit / Loss from Financial Operations + Exceptional Revenue - R.)	12 764	8 544

Prepared on: 11.3.2015
Legal form of its accounting entity: ltd.
Subject of business: purchase and selling of goods
Signature: