
INDEPENDENT AUDITOR'S REPORT
TO THE SOLE SHAREHOLDER OF
BB-NCIPD Ltd.

Opinion

We have audited the financial statements of BB-NCIPD Ltd. (the Company), which comprise the statement of financial position as at December 31, 2022, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at December 31, 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs), adopted by the European Union (EU).

Basis for Opinion

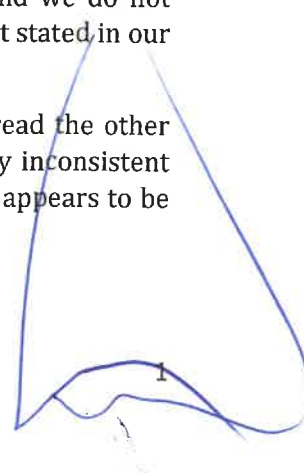
We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and with the ethical requirements set out within the Independent Financial Audit Act, and have fulfilled our other responsibilities in accordance with the IESBA Code and Independent Financial Audit Act (IFAA), applicable for Bulgaria. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information different from the financial statements and our auditor's report thereon

Management is responsible for the other information. The other information comprises the information included in the Annual Activity Report, prepared by the Management as per the requirements of Accountancy Act's Chapter Seven, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon, unless explicitly and to the extent stated in our auditor's report.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be



materially misstated, if, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Report on Other Legal and Regulatory Requirements, prescribed by the Bulgarian Accounting Act

In addition to our reporting responsibilities under ISAs regarding the Annual Activity Report, we have also performed the procedures added to the required ISA by the Instructions given by the professional organization of Certified Public Accountants and Registered Auditors in Bulgaria-Institute of Certified Public Accountants (ICPA), November 29,2016.These procedures concerning review of the form and contents of such other information in order to help us in forming an opinion on whether the other information includes disclosures required as per Chapter Seven of the Accounting Act, applicable in Bulgaria.

Opinion with regard to Art. 37, item 6 of the Accounting Act

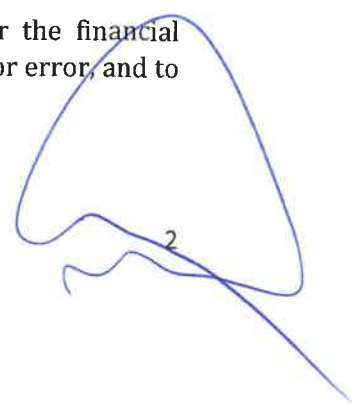
- a) Information comprising the Annual Activity Report for the year ending December 31.2020 complies with the financial statements for the same accounting period.
- b) The Annual Activity Report for the year ending December 31, 2020 has been drawn up in compliance with Chapter Seven of the Accountancy Act.
- c) The corporate governance statement for the financial year for which the individual financial statements have been prepared is presented as required under Chapter Seven of the Accounting Act and Art. 100 (n), para. 8 of the Act on Public Offering of Securities information.
- d) The non-financial statement for the financial year for which the financial statements are prepared has been provided and prepared in accordance with the requirements of Chapter Seven of the Accounting Act

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with IFRSs, adopted by the EU and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to

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issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with IFFA and ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with ISAs, we exercise and performance of the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Management, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

24.04.2023г.

Registered auditor:

Dimitar Dimitrov

Elin Pelin, Bulgaria

BB-NCIPD Ltd.
STATEMENT OF FINANCIAL POSITION AT 31 December 2021

	Notes	2022 BGN'000	2021 BGN'000
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	2.1.	23 707	19 554
Other intangible assets	2.2.	287	270
Trade and other non-current receivables	2.3.	-	-
Deferred tax assets	2.4.	149	115
Other non-current financial assets	2.5.	-	-
TOTAL NON-CURRENT ASSETS		24 143	19 939
CURRENT ASSETS			
Inventories	2.6.	11 315	10 535
Trade and other receivables	2.7.	13 078	5 581
Current tax assets, current	2.8.	944	491
Current biological assets	2.9.	121	107
Other current financial assets	2.10.	-	-
Cash and cash equivalents	2.11.	26 832	34 389
TOTAL CURRENT ASSETS		52 290	51 103
TOTAL ASSETS		76 433	71 042
EQUITY AND LIABILITIES			
Equity [abstract]	2.12.	-	-
Core capital	2.12.1.	25 753	25 753
Issued capital		25 753	25 753
Reserves	2.12.2.	36 157	31 717
Financial result	2.12.3.	1 676	8 810
Retained earnings		(10)	34
Profit/loss for the year		1 686	8 776
TOTAL EQUITY		63 586	66 280
NON-CURRENT LIABILITIES			
Long-term provisions	2.13.	-	-
Non-current provisions for employee benefits	2.14./1.2.10.	1 039	1 066
Other non-current financial liabilities	2.15.	-	-
Government grants, non-current	2.16.	136	271
TOTAL NON-CURRENT LIABILITIES		1 175	1 337
CURRENT LIABILITIES			
Trade and other payables	2.17.	1 402	1 252
Current provisions for employee benefits	2.18./1.2.10.	2 365	1 949
Current tax payable	2.19.	209	71
Other current financial liabilities	2.20.	7 560	17
Government grants, current	2.21.	136	136
TOTAL CURRENT LIABILITIES		11 672	3 425
TOTAL LIABILITIES		12 847	4 762
TOTAL EQUITY AND LIABILITIES		76 433	71 042

Notes from page 1 to page 70 are inseparable part of the financial statement.

Representatives:
Roumen Kofinov

Prepared by:
Irena Angelova

Audited by:
Dimitar Dimitrov

Sofia, 31 March 2023

24.04.2023

0699 **Димитър Димитров**
Регистриран одитор

Statement of comprehensive income, profit or loss at 31 December 2021

		2022	2021
	Notes	BGN'000	BGN'000
CONTINUING OPERATIONS			
Net sales revenue	1.1.1.	32 566	35 206
Revenue from Contracts with Customers		32 566	35 206
Other income	1.1.2.	414	2 357
Revenue from government grants	1.1.3.	1 266	274
Total income from operating activities		34 246	37 837
Expenses by type		(33 095)	(29 435)
Raw materials and consumables used	1.2.1.	(8 864)	(7 291)
Hired services expenses	1.2.2.	(3 129)	(2 674)
Depreciation and amortisation expense	1.2.3.	(3 136)	(2 911)
Employee benefits expense	1.2.4.	(17 110)	(16 064)
Other expenses	1.2.5./1.2.6.	(856)	(495)
Adjusting amounts	1.2.7.	729	1 204
Increase (decrease) in inventories of finished goods and work in progress		729	1 204
Impairment gain and reversal of impairment loss determined in accordance with IFRS 9	1.2.10.	-	177
Total expenses from operating activities		(32 366)	(28 054)
Profit (loss) from operating activities		1 880	9 783
Finance income	1.1.4.	678	487
Finance costs	1.2.8.	(688)	(528)
Result from financial transactions		(10)	(41)
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS BEFORE TAX		1 870	9 742
Tax income (expense)	1.2.9.	(184)	(966)
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS		1 686	8 776
PROFIT FOR THE YEAR ATTRIBUTABLE TO:		1 686	8 776
Statement of comprehensive income, OCI components presented before tax	1.2.11.	24	(109)
Components of other comprehensive income that will not be reclassified to profit or loss, before tax		-	-
Other comprehensive income, before tax, gains (losses) on remeasurements of defined benefit plans		-	(109)
Total other comprehensive income that will not be reclassified to profit or loss, before tax		24	(109)
Total other comprehensive income		24	(109)
Total comprehensive income		1 710	8 667

Notes from page 1 to page 70 are inseparable part of the financial statement.

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Sofia, 31 March 2023

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Регистриран одитор

BB-NCIPD Ltd.

STATEMENT OF CASH FLOWS, DIRECT METHOD FOR THE YEAR 2021

	2022 BGN'000	2021 BGN'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers and suppliers	34 321	43 717
Payments to customers and suppliers	(25 353)	(14 907)
Payments to employees and for social benefits	(14 146)	(14 515)
Taxes refund (paid)	(62)	(1 149)
	2 387	1 654
Income taxes refund (paid)	(294)	(1 219)
	16	73
Interest paid	(181)	(18)
Dividends paid	(4 388)	(2 896)
Net cash flow generated from operations	(190)	488
Net cash flow generated from operating activities	(7 890)	11 228
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(7 289)	(8 050)
Purchase of intangible assets	-	-
Proceeds from sales of other long-term assets	-	-
Purchase of other long-term assets	-	-
Proceeds from government grants	-	-
Cash advances and loans made to other parties	-	-
Cash receipts from repayment of advances and loans made to other parties	-	-
Interest paid	-	-
Interest received	-	-
Other inflows (outflows) of cash	-	-
Net cash used in investing activities	(7 289)	(8 050)
Cash flows from financing activities		
Cash flows from issuing and repurchasing securities		
Cash flows from additional contributions and their return to the owners	7 560	
Cash flows from loans granted and received		
Cash flows from interest, commissions, dividends and the like		
Lease payments		
All cash flows from financing activities	7 560	
Net increase (decrease) in cash and cash equivalents before effect of exchange rate changes	(7 619)	3 178
Net increase (decrease) in the year	(7 619)	3 178
CASH AND CASH EQUIVALENTS At 1 January		
	34 451	31 273
CASH AND CASH EQUIVALENTS At 31 December		
	26 832	34 451

Representatives:
Roumen Kofinov

Prepared by:
Irena Angelova

Audited by:
Dimitar Dimitrov

Sofia, 31 March 2023

24.04.2023

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Димитров
Регистриран одитор

BB-NCIPD Ltd.
EQUITY STATEMENT AS AT 31.12.2021

	Core capital	Revaluation reserve	Reserves	Accumulated Profit/Loss	Equity attributable to owners of parent
	BGN'000	BGN'000	BGN'000	BGN'000	BGN'000
Balance at 31.12.2020	3 473	260	28 706	5 797	38 236
Adjusted balance at 31.12.2020	3 473	260	28 706	5 797	38 236
Change in core capital for 2021					
Transactions with owners	22 280	(33)	2 921	(5 763)	19 405
Equity issue	22 280				22 280
Equity dividends paid	-	-	-	(2 896)	(2 896)
Increase (decrease) through transfer between revaluation surplus and retained earnings, net of tax	-	(33)	32	22	21
Increase (decrease) through transfer to statutory reserve	-	-	2 889	(2 889)	-
Profit or loss for the year				8 874	8 874
Other comprehensive income	-	(28)	(109)	(98)	(235)
	-	-	-	-	-
Total other comprehensive income	-	(28)	(109)	(98)	(207)
Total other comprehensive income, net of tax	-	-	(109)	(98)	(207)
Balance at 31.12.2021	25 753	199	31 518	8 810	66 280
Increase (decrease) due to voluntary changes in accounting policy	-	-	1	-	1
Adjusted balance at 31.12.2021	25 753	199	31 519	8 810	66 281
Change in core capital for 2022					
Transactions with owners	-	(7)	4 422	(8 820)	(4 405)
Issue of equity	-	-	-	-	-
Equity dividends paid	-	-	-	(4 388)	(4 388)
Increase (decrease) through transfer between revaluation surplus and retained earnings, net of tax	-	(7)		(10)	(17)
Increase (decrease) through transfer to statutory reserve	-	-	4 422	(4 422)	-
Profit or loss for the year				1 686	1 686
Other comprehensive income	-	-	24	-	24
Other comprehensive income, before tax, gains (losses) on remeasurements of defined benefit plans	-	-			-
Total other comprehensive income	-	-	24	-	24
Total other comprehensive income, net of tax	-	-	24	-	24
Balance at 31.12.2022	25 753	199	35 965	1 676	63 586

Representatives:
Roumen Kofinov

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Irena Angelova

Audited by:
Dimitar Dimitrov

Sofia, 31 March 2023

24.04.2023

0699 ДИМИТЪР
ДИМИТРОВ
Регистриран одитор