

S. ELECTRICA S.A.

Individual results

31 December 2015

S ELECTRICA SA

INDIVIDUAL STATEMENT OF FINANCIAL POSITION TO DATE AND FOR THE YEAR ENDED

31 DECEMBER 2015

Prepared in accordance with the Order of Vice - Premier, Minister of Finance no. 1286/2012 as amended

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S ELECTRICA SA
INDIVIDUAL STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015
(All amounts are in RON)

	Note	31 December 2015	31 December 2014
ASSETS			
Non-current assets			
Property, plant and equipment	20	293,375,460	291,258,568
Intangible assets	21	1,498,663	677,666
Investment in subsidiaries	22	1,430,819,457	1,427,360,547
Deferred tax assets	15	7,249,634	7,205,689
Total non-current assets		1,732,943,214	1,726,502,470
Current assets			
Cash and cash equivalents	19	283,366,031	1,075,619,774
Deposits, treasury bills and government bonds	17	1,900,395,387	1,038,419,841
Trade receivables	16	77,531,461	87,695,766
Other receivables	18	13,056,225	15,390,676
Inventories		116,597	166,347
Prepayments		56,033	336,573
Income tax receivable	15	23,134,100	23,134,100
Total current assets		2,297,655,834	2,240,763,077
Total assets		4,030,599,048	3,967,265,547
EQUITY AND LIABILITIES			
Equity			
Share capital out of which:	24	3,459,399,290	3,814,242,000
<i>Subscribed share capital</i>	24	3,459,399,290	3,459,399,290
<i>Inflation adjustment to share capital</i>	24	-	354,842,710
Share premium	24	103,049,177	103,049,177
Treasury shares reserve	24	(75,372,435)	(75,372,435)
Pre-paid capital contributions in kind from shareholders		2,861,525	3,277,268
Revaluation reserve	24	769,261	828,548
Legal reserves	24	142,932,218	127,896,823
Retained earnings		292,266,081	(104,364,433)
Total equity		3,925,905,117	3,869,556,948

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S ELECTRICA SA
INDIVIDUAL STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015
(All amounts are in RON)

	Note	31 December 2015	31 December 2014
Liabilities			
Non-current liabilities			
Employee benefits	13	1,795,588	2,990,743
Total non-current liabilities		1,795,588	2,990,743
Current liabilities			
Trade payables	25	60,633,718	83,400,334
Other payables	26	7,632,190	8,663,437
Deferred revenue		497,084	384,428
Employee benefits	12,13	2,884,701	2,269,657
Provisions	27	31,250,650	-
Total current liabilities		102,898,343	94,717,856
Total liabilities		104,693,931	97,708,599
Total equity and liabilities		4,030,599,048	3,967,265,547

The enclosed notes are integrant part of these individual financial situations,

General Manager
Ioan Rosca

Financial Manager
Iuliana Andronache

S ELECTRICA SA
INDIVIDUAL STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED 31 DECEMBER 2015
(All amounts are in RON)

	Note	2015	2014
Revenues	8	383,708,120	244,517,469
Other income	9	1,533,233	4,462,492
Electricity purchased	9	(368,683,747)	(224,176,045)
Employee benefits	14	(16,636,893)	(16,699,072)
Depreciation and amortization	20,21	(20,241,737)	(13,252,249)
Impairment of investments in subsidiaries, net		-	(4,674,871)
Reversal of impairment / (Impairment) of trade and other receivables, net	16,18	2,832,061	(2,469,481)
Other operating expenses	9	(23,289,218)	(29,317,714)
Changes in provisions, net	27	(31,250,650)	30,777,355
Operating loss		(72,028,831)	(10,832,116)
Finance income	10	373,026,201	257,583,262
Finance costs	10	(289,466)	(2,485,569)
Gain from disposals of shares held in other entities	10	-	31,809,478
Net finance cost		372,736,735	286,907,171
Profit before tax		300,707,904	276,075,055
Income tax expense	15	156,580	(6,585,537)
Profit for the year		300,864,484	269,489,518
Earnings per share			
Basic and diluted earnings per share	11	0,89	0,97

The enclosed notes are integrant part of these individual financial situations,

General Manager
Ioan Rosca

Financial Manager
Iuliana Andronache

S ELECTRICA SA**INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME**

FOR THE YEAR ENDED 31 DECEMBER 2015

(All amounts are in RON thousand, unless otherwise indicated)

	Note	2015	2014
Profit for the year		300,864,484	269,489,518
Other comprehensive income			
<i>Items that will never be reclassified to profit or loss</i>			
Revaluation of property, plant and equipment	20	-	986,367
Tax related to revaluation of property, plant and equipment	15	-	(157,819)
Remeasurements of the defined benefit liability	13	703,969	(103,574)
Tax related to remeasurements of the defined benefit liability	15	(112,635)	16,572
Other comprehensive income, net of tax		591,334	741,546
Total comprehensive income		301,455,818	270,231,064

The enclosed notes are integrant part of these individual financial situations,

General Manager

Ioan Rosca

Financial Manager

Iuliana Andronache

S ELECTRICA SA
INDIVIDUAL STATEMENT OF CHANGES IN EQUITY
 FOR THE YEAR ENDED 31 DECEMBER 2015
 (All amounts are in RON)

	Note	Subscribed share capital	Inflation adjustment to share capital	Share premium	Treasury shares	Pre-paid capital contributions in kind from shareholders	Revaluation reserve	Legal reserves 127,896, 823	Retained earnings	Total
Balance at 31 December 2014		3,459,399,290	354,842,710	103,049,177	(75,372,435)	3,277,268	828,548	823	(104,364,433)	3,869,556,948
Comprehensive income										
Profit		-	-	-	-	-	-	-	300,864,484	300,864,484
Other comprehensive income		-	-	-	-	-	-	-	591,334	591,334
Total comprehensive income		-	-	-	-	-	-	-	301,455,818	301,455,818
Transactions with owners of the Company										
Contributions and distributions										
Land for which ownership rights were obtained	24	-	-	-	-	(415,743)	-	-	-	(415,743)
Dividends	24	-	-	-	-	-	-	-	(244,691,906)	(244,691,906)
Total transactions with owners of the Company		-	-	-	-	(415,743)	-	-	(244,691,906)	(245,107,649)
Other changes in equity										
Set up of legal reserves		-	-	-	-	-	-	15,035,395	(15,035,395)	-
Covering the retained loss		-	(354,842,710)	-	-	-	-	-	354,842,710	-
Transfer of revaluation reserve to retained earnings due to depreciation and disposals of property, plant and equipment		-	-	-	-	-	(59,287)	-	59,287	-
Balance at 31 December 2015		3,459,399,290	-	103,049,177	(75,372,435)	2,861,525	769,261	142,932, 218	292,266,081	3,925,905,117

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S ELECTRICA SA
INDIVIDUAL STATEMENT OF CHANGES IN EQUITY
 FOR THE YEAR ENDED 31 DECEMBER 2015
 (All amounts are in RON)

	Note	Subscribed share capital	Inflation adjustment to share capital	Share premium	Treasury shares	Pre-paid capital contributions in kind from shareholders	Revaluation reserve	Legal reserves	Retained earnings	Total
Balance at 31 December 2013		2,078,399,040	430,907,062	-	-	47,492,961	-	114,093,070	(317,248,563)	2,353,643,570
Comprehensive income										
Profit		-	-	-	-	-	-	-	269,489,518	269,489,518
Other comprehensive income		-	-	-	-	-	828,548	-	(87,002)	741,546
Total comprehensive income		-	-	-	-	-	828,548	-	269,402,516	270,231,064
Transactions with owners of the Company										
Contributions and distributions										
Underwritings from the IPO, net	24	1,771,887,440	-	103,049,177	-	-	-	-	-	1,874,936,617
Treasury shares acquired	24	-	-	-	(75,372,435)	-	-	-	-	(75,372,435)
Issue of ordinary shares in respect of land contributed by the shareholders	24	40,350,610	-	-	-	(44,215,693)	-	-	-	(3,865,083)
Dividends	24	-	-	-	-	-	-	-	(22,475,225)	(22,475,225)
Spin-off effect	23	(431,237,800)	(76,064,352)	-	-	-	-	-	(20,239,408)	(527,541,560)
Total transactions with owners of the Company		1,381,000,250	(76,064,352)	103,049,177	(75,372,435)	(44,215,693)	-	-	(42,714,633)	1,245,682,314
Other changes in equity										
Set up of legal reserves		-	-	-	-	-	-	13,803,753	(13,803,753)	-
Balance at 31 December 2014		3,459,399,290	354,842,710	103,049,177	(75,372,435)	3,277,268	828,548	127,896,823	(104,364,433)	3,869,556,948

The enclosed notes are integrant part of these individual financial situations,

S ELECTRICA SA
INDIVIDUAL STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED 31 DECEMBER 2015
 (All amounts are in RON)

	Note	2015	2014
Cash flows from operating activities			
Profit for the year		300,864,484	269,489,518
Adjustments for:			
Depreciation	20	20,028,254	12,806,965
Amortisation	21	213,483	445,284
Impairment of investments in subsidiaries, net	22	-	4,674,871
Impairment / (Reversal of impairment) of trade and other receivables, net	18,20	(2,832,061)	2,469,481
Net finance income	10	(372,736,735)	(286,907,171)
Changes in provisions, net	27	31,250,650	(30,777,355)
Income tax expense	15	(156,580)	6,585,537
		(23,368,505)	(21,212,870)
Changes in:			
Trade receivables		(23,028,726)	(48,019,061)
Other receivables		(631,077)	17,040,412
Trade payables		10,426,415	52,585,186
Other payables		(1,369,714)	(7,758,884)
Employee benefits		123,858	(1,629,302)
Cash used in operating activities		(37,847,749)	(8,994,519)
Interest paid		(38)	(34,807)
Net cash used in operating activities		(37,847,787)	(9,029,326)

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S ELECTRICA SA
INDIVIDUAL STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED 31 DECEMBER 2015
 (All amounts are in RON)

	Note	2015	2014
Cash flows from investing activities			
Payments for purchases of property, plant and equipment		(22,560,889)	(31,416,511)
Payments for purchase of intangible assets		(1,034,480)	(325,147)
Proceeds from sale of other investments	23	-	140,920,000
Payments for purchase of treasury bills and government bonds		(4,093,998,000)	(1,194,250,628)
Proceeds from maturity of treasury bills and government bonds		3,240,481,000	295,598,291
Payments in deposits with maturity of 3 months or longer		(144,056,000)	(137,004,050)
Proceeds from deposits with maturity of 3 months or longer		136,704,000	-
Interest received		29,494,629	17,866,153
Dividends received	10	344,647,949	238,431,719
Net cash from / (used in) investing activities		(510,321,791)	(670,180,173)
Cash flows from financing activities			
Proceeds from issue of shares, net of transaction costs	24	-	1,874,936,617
Re-purchase of treasury shares	24	-	(75,372,435)
Dividends paid	24	(244,084,165)	(22,475,225)
Cash transferred at spin off	23	-	(129,385,930)
Net cash from / (used in) financing activities		(244,084,165)	1,647,703,027
Net increase / (decrease) in cash and cash equivalents		(792,253,743)	968,493,528
Cash and cash equivalents at 1 January	19	1,075,619,774	107,126,246
Cash and cash equivalents at 31 December	19	283,366,031	1,075,619,774

The enclosed notes are integrant part of these individual financial situations,

General Manager
Ioan Rosca

Financial Manager
Iuliana Andronache