

**Quarterly Report according to
National Securities Commission Regulation no. 1/2006
The Ist Quarter of 2018
Date of report for 2018**

PREFAB S.A.

Registered Office: Bucharest

Phone number: 0242/311715; fax: 0242/318975

Number and date of registration in the Trade Register Office: J40/9212/2003

Tax Identification Number: RO 1916198

1. Economic and financial statement

a. STATEMENT OF FINANCIAL POSITION

	December 31, 2017	March 31, 2018
Tangible assets	213.304.362	213.770.514
Intangible assets	146.519	96.680
Investment property	2.930.000	2.930.000
Investments in affiliates	9.439.869	9.439.869
Biological assets	11.227	10.968
TOTAL INTANGIBLE ASSETS	225.831.977	226.248.031
Stocks	9.861.796	11.751.815
Trade receivables and other receivables	33.162.466	32.827.468
Cash and cash equivalents	851.968	835.359
Other assets (Prepayments)	748.087	1.571.083
TOTAL CURRENT ASSETS	44.624.317	46.985.725
1.TOTAL ASSETS	270.456.294	273.233.756
Share capital	24.266.709	24.266.709
Adjustments of share capital	0	0
Other components of share capital	(402.065)	(402.065)
Share premium	14.305.342	14.305.342
Revaluation reserves	112.777.937	112.777.937
Reserves	36.032.301	36.32.301
Retained earnings except that from the adoption for the first time of IAS 29	9.552.175	10.798.449
Profit at the end of the reporting period	1.324.040	-906.736
Distribution of profit	77.766	0
2. TOTAL EQUITY	197.778.673	196.871.937
Long term loans	17.185.259	22.335.721
Deferred income tax liability	366.662	366.662
TOTAL LONG-TERM	622.555	601.592

LIABILITIES

Trade payables and other payables	17.807.814	22.937.313
Short term loans	20.906.259	18.894.103
Current income tax debt	27.695.964	28.577.586
TOTAL SHORT-TERM LIABILITIES	182.318	0
Subsidies for investment	48.784.541	47.471.689
3. TOTAL LIABILITIES	6.085.266	5.952.817

b. STATEMENT OF REVENUE AND EXPENDITURE

	March 31, 2017	March 31, 2018
NET TURNOVER	10.917.892	11.453.828
Variation of finished products stocks and production in progress	1.901.888	2.841.882
Revenue from production of tangible assets	1.556.981	2.081.190
Other revenue	144.519	135.696
OPERATING REVENUES - TOTAL	14.521.280	16.512.596
Raw materials and consumables used	7.054.738	7.587.195
Other material expenses	554.597	803.573
Other external expenses (for energy and water)	2.443.150	2.335.433
Expenses on goods	555	0
Trade discounts received	6.537	28.589
Staff costs	2.325.244	2.825.251
- Wages and allowances	1.887.040	2.759.833
- Expenses on social security and welfare	438.204	65.718
Value adjustments on intangible and tangible assets, property investments and biological assets measured at cost	1.576.402	1.777.808
Expenses	0	15.152
Revenues		
Value adjustments on current assets	0	63.692
- Expenses	0	48.543
- Revenues	1.495.876	1.575.152
Other operating expenses	1.341.545	1.278.987
- Expenses on external supply	152.656	241.432
- Other taxes, duties and similar expenses		
- Other expenses	1.675	54.733
OPERATING EXPENSES - TOTAL	15.444.025	16.890.975
OPERATING PROFIT OR LOSS	-922.745	-378.379

Other financial revenues	35.936	42.023
FINANCIAL REVENUE	35.936	42.023
Interest expenses	388.538	505.941
Other financial expenses	48.712	64.439
FINANCIAL EXPENSES	437.250	570.380
FINANCIAL PROFIT OR LOSS	-401.314	-528.357
TOTAL REVENUE	14.557.216	16.554.619
TOTAL EXPENSES	15.881.275	17.461.355
GROSS PROFIT	(1.324.059)	(906.736)
Tax revenue	0	0
NET PROFIT	-1.571.889	-906.736

EXPLANATORY NOTES

Compared to the first quarter of 2017, in the first quarter of 2018 is felt too the same crisis in the building materials market, due in particular to the lack of investment projects in infrastructure. We also specify that Prefab's activity is seasonal, depending on weather conditions.

In the conditions of a very heavy winter, after the repairs and the scheduled maintenance, the PREFAB branches resumed their production activity starting with January 2018.

In these conditions, the turnover registered in the first quarter of 2018 is 11.453.828 lei, compared to 10.917.892 lei registered in the first quarter of 2017.

The value of current assets increased by 466.152 lei, from 216.234.262 lei (31.12.2017) to 216.700.514 lei (31.03.2018), an increase mainly due to the modernization of existing production capacities

The value of current assets and other assets increased by 2.361.408 lei, from 44,624,317 lei (31.12.2017) to 46,985,725 lei (31.03.2018), due to the increase in the stock of finished products and raw materials amid a decreasing demand in the construction materials market for the winter, the market which in 2018 is still unstable and affected by the lack of capital for investments.

Total debts increased by 3.816.647 lei, from 66.592.355 ron (31.12.2017) to 70.409.002 ron (31.03.2018), mainly due to the increase of long-term debts by accessing the special loan contracted with CEC Bank, in the amount of 13.000.000 lei.

The operating result recorded on March 31, 2018 is -378,379 lei (loss), compared to -922,745 lei (loss) registered on 31.03.2017, registering an appreciation against the same period of the previous year, the increase owed - with the policies and strategies adopted to optimize the costs and margins applied, but against unfavorable weather conditions and a market affected by the lack of projects.

The financial result as of March 31, 2018 is in the amount of - 528,357 lei, compared to -401,314 lei realized in the same period of 2017, the difference being caused by the devaluation of the national currency against the European currency and the increase in the cost of interest (ROBOR increase).

On March 31, 2018, total revenues amounted to 16,554,619 lei, representing 133.72% of the revenues realized in the same period of 2017, and total expenses amounting to 17.461.355 lei, representing 109.95% expenditures during the same period of 2017. Under these conditions, the

gross result is -906.736 lei slightly increasing compared to the one registered in the same period of 2017.

During 2018 there were no significant mergers or reorganizations of the company and no main assets of the company were alienated.

2. Analysis of the Company's business

2.1. Present and analyze events or factors of uncertainty that affects or could affect the company's liquidity, compared to the same period of the last year.

During the first quarter of 2018, there were various risks, but they were predictable and properly managed by the management of the company, situation that has generated no substantial additional costs.

The company is exposed to the following risks:

- Credit risk
- Liquidity risk
- Market risk
- Currency risk
- Operational risk
- Risk related to balancing cost
- Tax risk

Credit risk

The credit risk is the risk that the Company incurs a financial loss due to a non-fulfillment of contractual obligations by a customer or counterparty to a financial instrument and this risk mainly result from the trade receivables.

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer and of the country in which it operates. Most clients of Company operates in Romania.

The main financial instruments used by the Company of which arise risks relating to financial instruments, are:

- Trade receivables and other receivables
- Cash and cash equivalents
- Investments in equity affiliates, classified according to IAS 39 in “financial assets available for sale”
- Trade liabilities and other liabilities

Liquidity risk

The liquidity risk is the risk that the Company may encounter difficulties in fulfilling the obligations related to liabilities that are settled in cash or in another financial asset transfer. The Company's approach on liquidity risk is to ensure, to the extent possible, that it always hold sufficient liquidity to meet the liabilities when they become due, both under normal conditions and under stress, without incurring unacceptable losses or jeopardizing the Company's reputation.

The Company has committed long-term loans.

To counteract this risk factor, the Company has applied restrictive policies of delivery of products to uncertain customers. An important role was played by the Company's policy to require in some cases the payment in advance of the products delivered and a careful selection of new customers depending on their creditworthiness and financial discipline. There was requested guarantees for delivery contracts and tried to reduce the number of days of claims payment by customers of Company established by contract. There were extended the warranty contracts with mortgage in favor of banks with whom we have open credit lines and letters of guarantee so that we can pay our obligations in the event of a cash shortages.

Market risk

The market risk is the risk that market prices variation, such as exchange rate, interest rates and market demand reduction, to affect the Company's revenues.

Market risk - instability in the sale market for building materials, characterized by a significant drop in demand, a prevent risk through market research and marketing policies. The risk of price volatility in electricity, gas, metals, diesel was prevented by finding new suppliers or renegotiating the contracts with the traditional suppliers.

Exposure to interest rate risk

The Company's exposure to the risk of interest rate changes refers mainly to variable interest bearing loans that the Company has for long-term.

Interest rate risk management

In order to manage the interest rate risk, the Company's liabilities are analyzed in terms of fixed and variable debt, of currencies and maturities.

Market risk - instability in the market for building materials, characterized by a significant drop in demand, prevent risk through market research and

marketing policies. The risk of price volatility in electricity, marsh gas, metals, heavy oil, prevented by finding new suppliers or renegotiating contracts with traditional suppliers.

Currency risk

The Company has transactions and loans in other currency than the functional currency (RON).

The transactions made in foreign currencies are converted into Lei on the rate of exchange ruling at the transaction date.

The foreign exchange rate variations risk generally was prevented by an appropriate management, in the conditions of this economic crisis.

Operational risk

The operational risk is the risk of direct or indirect loss from a range of causes associated to the processes, staff, technology and infrastructure of Company and from external factors, other than the credit, the market and the liquidity risk, such as those arising from legal and regulatory requirements and the generally accepted standards regarding the organizational behavior. The Company is exposed to the risk of disasters too. In these conditions, the Company acted towards concluding insurance policies to protect against disasters the company assets.

The operational risks come from all the Company's operations. The main responsibility of developing and implementing controls related to operational risk turns to the entity's management. The responsibility is supported by the Company's development of general standards of operational risk management in the following areas:

- Requirements of separation of duties
- Alignment with legal and regulatory requirements
- Documentation of controls and procedures
- Requirements for periodic review of operational risk to which the Company is exposed and the adequacy of controls and procedures to prevent the risks identified
- Requirements for reporting the operational losses and proposals to remedy the causes that generated them
- Develop some business continuity plans
- Development and professional training
- Setting ethical standards
- Preventing the risk of litigation, including the insurance, where applicable
- Minimizing the risks, including the efficient use of insurance, where appropriate

Risk related to balancing cost

This risk is specific to the activity on the production and sale of electricity and it is generated by any unrealistic forecasting of quantities and delivery hourly volumes of electricity supply which may impact the financial situation by occurrence of additional costs for balancing. It is estimated that this risk is reduced due to the forecasting activity carried out by the special department of the entity.

Tax risk

From January 1, 2007, following the accession of Romania to the European Union, the Company had to obey the EU regulations and consequently, it was prepared for the implementation of the changes bring by the European legislation.

The Company has implemented these changes, but the way of their implementation remains open to tax audit for 5 years or even 7 years, starting with the financial year 2009.

The interpretation of texts and the practical implementation of the procedures of new applicable tax regulation harmonized with the European legislation, may vary from entity to entity and there is a risk that in some cases, the tax authorities could take a different position from that of the Company. It is possible that the Company continue to be subject to tax audits in so far as new tax rules are issued.

2.2. Present and analyze the effects of capital expenditures, current or anticipated on the company compared to the same period of the last year.

Upgrading existing production capacities, purchase new machinery and means of transport, extend the market and the object of activity, improvement of microclimate of work, automation of technological processes will increase the labor productivity and also of the economic result of the company.

The investments in 2018 were made from own sources and loans.

2.3. Present and analyze economic changes that significantly affect the revenues from basic activity.

Among the factors that exerted a negative influence over the results of the company, we mention:

- excessive taxation continued during the year 2016 too;
- price increases in some raw materials and fuel;

- emphasizing macroeconomic imbalances, with negative implications over the sales market;
- internal market entrance of similar products imported (fiber tubes - brick);
- volatility in the legislative field;
- excessive bureaucracy in obtaining approvals and permits required for operation.

3. Changes affecting the Company's share capital and management.

Not applicable

3.1. Describe any case in which the company was unable to respect its financial obligations during that period.

Not applicable

3.2. Description of any changes regarding the rights of holders of securities issued by the company.

Not applicable

4. Significant transactions

For the issuers of shares, information on major transactions concluded by the issuer with persons acting in collaboration or in which these people were involved in the relevant time period.

Not applicable

**Chairman of the Board of Directors,
Eng. Milut Petre Marian**

**Economic Director,
Ec. Boitan Daniela**

**Statement
of the Board of Directors of PREFAB S.A.**

The Board of Directors of PREFAB S.A. hereby states that assumes responsibility for the preparation of the Financial Statements prepared on March 31, 2018.

The Board of Directors of PREFAB S.A. confirms, in respect of the Financial Statements prepared on March 31, 2018, the following:

- a) The Financial Statements on March 31, 2018 are prepared in accordance with the International Financial Reporting Standards, as adopted by the European Union.
- b) The accounting policies used to prepare the Financial Statements from March 31, 2018 are in accordance with the applicable accounting regulations.
- c) The Financial Statements prepared on March 31, 2018 provides a true picture of the financial position, financial performance and other information about the business.
- d) The Company carries out its activity in continuity.

This statement is in accordance with the provisions of art. 30 of the Accounting Law no. 82/1991 republished.

Chairman of the Board of Directors,

Eng. Milut Petre Marian

COUNTY: BUCHAREST	FORM OF PROPERTY: JOINT-STOCK COMPANY
LEGAL PERSON: PREFAB S.A.	PREPONDERENT ACTIVITY
ADDRESS: STR. DR. IACOB FELIX, NR. 17-19, SECTOR 1, BUCURESTI	(NACE group name): MANUFACTURE OF CONCRETE PRODUCTS FOR CONSTRUCTION
PHONE: 0242/311.715	NACE GROUP CODE: 2361
NUMBER OF TRADE REGISTER: 40/9212/04.07.2003	TAX REGISTRATION CODE: 1916198

STATEMENT OF ASSETS, LIABILITIES AND EQUITY

On 31.03.2018

RON

Item name		Row no.	Balance on:	
			January 1, 2018	March 31, 2018
A		B	1	2
A.	FIXED ASSETS			
	I. INTANGIBLE ASSETS			
	1. Development expenses	01	0	0
	2. Concessions, patents, licenses, trademarks, rights and similar assets and other intangible assets	02	146.519	96.680
	3. Goodwill	03	0	0
	4. Intangible assets under construction	04	0	0
	TOTAL	05	146.5191	96.680
	II. TANGIBLE ASSETS			
	1. Lands and constructions	06	145.103.130	152.167.162
	2. Plant and machinery	07	60.365.065	59.213.231
	3. Other installations, equipment and furniture	08	312.052	305.673
	4. Property investments	09	2.930.000	2.930.000
	5. Tangible assets under construction	10	7.524.115	2.080.000
	6. Advances	11	0	4.448
	TOTAL	12	216.234.362	216.700.514
	III. Biological assets	13	11.227	10.968
	IV. FINANCIAL ASSETS			
	1. Shares in subsidiaries	14	9.439.669	9.439.669
	2. Loans granted to entities in the group	15	0	0
	3. Shares held in associates and jointly controlled entities	16	0	0
	4. Loans granted to associates and jointly controlled entities	17	0	0
	5. Other fixed assets	18	200	200
	6. Other loans	19	0	0
	TOTAL	20	9.439.869	9.439.869
	FIXED ASSETS - TOTAL	21	225.831.977	226.248.031
B.	CURRENT ASSETS			
	I. STOCKS			
	1. Raw materials and consumables	22	4.184.433	3.774.555
	2. Assets held for sale	23	0	0
	3. Production in progress	24	466.177	517.003
	4. Finished products and goods	25	5.205.596	7.135.985
	5. Advances	26	5.590	324.272
	TOTAL	27	9.861.796	11.751.815
	II. RECEIVABLES			
	1. Trade receivables	28	33.105.279	32.381.180
	2. Advances paid	29	0	314.465
	3. Amounts receivable from group entities	30	0	0
	4. Amounts receivable from jointly controlled entity	31	0	0
	5. Receivables from derivative operations	32	0	0

PREFAB S.A. BUCHAREST
FINANCIAL STATEMENTS

(all amounts are expressed in Lei ("RON"))

Item name		Row no.	Balance on:	
			January 1, 2018	March 31, 2018
A		B	1	2
	6. Other receivables	33	57.187	131.823
	7. Capital subscribed and paid	34	0	0
	TOTAL	35	33.162.466	32.827.468
	III. SHORT-TERM INVESTMENTS	36	0	0
	IV. CASH AND BANK ACCOUNTS	37	851.968	835.359
	CURRENT ASSETS - TOTAL	38	43.876.230	45.414.642
C.	PREPAYMENTS	39	748.087	1.571.083
D.	LIABILITIES: AMOUNTS TO BE PAID IN A PERIOD OF UP TO ONE YEAR			
	1. Debenture loans	40	0	0
	2. Amounts due to credit institutions	41	27.695.964	28.577.586
	3. Advances collected for orders	42	3.866.819	4.341.336
	4. Trade payables - suppliers	43	15.530.391	13.015.280
	5. Bills to pay	44	0	0
	6. Debts from financial leasing operations	45	9.418	10.777
	7. Amounts due to group entities	46	0	0
	8. Amounts due to associates and jointly controlled entities	47	0	0
	9. Liabilities resulting from derivatives transactions	48		
	10. Other liabilities including tax and social security liabilities	49	1.681.949	1.526.710
	TOTAL	50	48.784.541	47.471.689
E.	NET CURRENT ASSETS/ NET CURRENT LIABILITIES	51	-4.690.019	-6.438.781
F.	TOTAL ASSETS LESS CURRENT LIABILITIES	52	221.141.958	219.809.250
G.	LIABILITIES: AMOUNTS TO BE PAID IN A PERIOD OF MORE THAN ONE YEAR			
	1. Debenture loans	53	0	0
	2. Amounts due to credit institutions	54	17.185.259	22.335.721
	3. Advances collected for orders	55	0	0
	4. Trade payables - providers	56	0	0
	5. Bills to pay	57	0	0
	6. Debts from financial leasing operations	58	0	0
	7. Amounts due to group entities	59	0	0
	8. Amounts due to associates and jointly controlled entities	60	0	0
	9. Liabilities resulting from derivative operations	61		
	10. Other creditors including tax and social security liabilities	62	622.555	601.592
	TOTAL	63	17.807.814	22.937.313
H.	PROVISIONS			
	1. Provisions for employee benefits	64	0	0
	2. Other provisions	65	0	0

PREFAB S.A. BUCHAREST
FINANCIAL STATEMENTS

(all amounts are expressed in Lei ("RON"))

Item name		Row no.	Balance on:	
			January 1, 2018	March 31, 2018
A		B	1	2
	TOTAL	66	0	0
I.	REVENUES FROM ADVANCE			
	1. Subsidies for investmentS	67	6.085.266	5.952.817
	2. Revenues registered in advance, of which	68	0	0
	Amounts to take in a period in up to one year	69	0	0
	Amounts to take in a period exceeding one year	70	0	0
	Negative commercial fund	71	0	0
	TOTAL	72	6.085.266	5.952.817
J.	CAPITAL AND RESERVES			
	I. CAPITAL			
	1. Capital subscribed and paid	73	24.266.709	24.266.709
	2. Capital subscribed and unpaid	74	0	0
	3. Subscribed capital representing financial liabilities	75	0	0
	4. Adjustments of share capital Balance C	76	0	0
	Balance D	77	0	0
	5. Other equity items Balance C	78	0	0
	Balance D	79	402.065	402.065
	TOTAL	80	23.864.644	23.864.644
	II. CAPITAL PREMIUMS	81	14.305.342	14.305.342
	III. REVALUATION RESERVES	82	112.777.937	112.777.937
	IV. RESERVES			
	1. Legal reserves	83	4.340.806	4.340.806
	2. Statutory or contractual reserves	84	0	0
	3. Other reserves	85	31.691.495	31.691.495
	TOTAL	86	36.032.301	36.032.301
	5. Own shares	87	0	0
	Earnings related to equity instruments	88	0	0
	Losses related to equity instruments	89	0	0
	V. RETAINED EARNINGS FROM ADOPTION FOR THE FIRST TIME OF IAS 29	90	9.552.175	10.798.449
	Balance C	92	0	0
	Balance D			
	VI. RETAINED EARNINGS, EXCEPT THE RETAINED EARNINGS FROM ADOPTION FOR THE FIRST TIME OF IAS 29	93	0	0
	Balance C	94	0	0
	Balance D			
	VII. PROFIT OR LOSS AT THE END OF THE REPORTING PERIOD	95	1.321.040	0
	Balance C	96	0	906.736
	Balance D			
	Distribution of profit	97	77.766	0
	EQUITY - TOTAL	98	197.778.673	196.871.937
	Public heritage	99	0	0

PREFAB S.A. BUCHAREST
FINANCIAL STATEMENTS

(all amounts are expressed in Lei ("RON"))

		Row no.	Balance on:	
Item name			January 1, 2018	March 31, 2018
A		B	1	2
	CAPITALS - TOTAL	100	197.778.673	196.871.937

Administrator,

Name and surname
MILUT PETRE MARIAN

Signature
Stamp of unit

Prepared by

Name and surname: **BOITAN DANIELA**
Position: **Economic Director**

Signature

PREFAB S.A. BUCHAREST
FINANCIAL STATEMENTS
(all amounts are expressed in Lei ("RON"))

INCOMES AND EXPENSES STATEMENT		Row no.	Financial year	
			31.03.2017	31.03.2018
			1	2
Name of indicators		B		
A				
1.	Net turnover (row 02+03-04+05+06)	01	10.917.892	11.453.828
	Production sold (acct.701+702+703+704+705+706+708)	02	11.275.266	11.485.851
	Revenues from sale of goods (acct. 707)	03	810	0
	Trade discounts granted (acct. 709)	04	358.184	32.023
	Income from operating subsidies related to net turnover (acct.7411)	05	0	0
2.	Income cost products stocks (acct. 711+712)	06	1.901.888	2.841.882
	Balance C	07	0	0
	Balance D			
3.	Revenues from the production of tangible and intangible assets (acct. 721+ 722)	08	1.556.981	2.081.190
4.	Other operating incomes (acct. 758+7417+7815)	09	144.519	135.696
	OPERATING INCOMES - TOTAL	10	14.521.280	16.512.596
5.	a) Expenses for raw materials and consumables (acct. 601+602-7412)	11	7.054.738	7.587.195
	Other material expenses (acct. 603+604+606+608)	12	554.597	803.573
	b) Other external charges (for energy and water)(acct. 605-7413)	13	2.443.150	2.335.433
	c) Expenses on goods (acct. 607)	14	555	0
	Trade discounts received (acct. 609)	15	6.537	28.589
6	Staff costs, of which:	16	2.325.244	2.825.251
	a) Wages and salaries (acct. 641+642+643+644-7414)	17	1.887.040	2.759.533
	b) Insurance and social protection expenses (acct. 645-7415)	18	438.204	65.718
7.	a) Value adjustments on tangible and intangible assets	19	1.576.402	1.777.808
	a.1) Expenses (acct. 6811+6813)	20	1.576.402	1.777.808
	a.2) Incomes (acct. 7813)	21	0	0
	b) Value adjustments on current assets	22	0	15.152
	b.1) Expenses (acct. 654+6814)	23	0	63.695
	b.2) Incomes (acct. 754+7814)	24	0	48.543
8.	Other operating expenses	25	1.495.876	1.575.152
	8.1. Expenses on external services (acct. 611+612+613+614+621+622+623+624+625+626+627+628-7416)	26	1.341.545	1.278.987
	8.2. Other taxes and similar (acct. 635)	27	152.656	241.432
	8.3. Other expenses (acct. 652+658)	28	1.675	54.733
	Adjustments for provisions	29	0	0
	- Expenses (acct. 6812)	30	0	0
	- Incomes (acct. 7812)	31	0	0
	OPERATING EXPENSES - TOTAL (row 13 to 16 - 17 +18 + 21 + 24 + 27 + 32)	32	15.444.025	16.890.975
	OPERATING PROFIT OR LOSS			
	- Profit	33	0	0
	- Loss	34	922.745	378.379

PREFAB S.A. BUCHAREST
FINANCIAL STATEMENTS
(all amounts are expressed in Lei ("RON"))

INCOMES AND EXPENSES STATEMENT		Row no.	Financial year	
			31.03.2017	31.03.2018
			1	2
Name of indicators				
A		B		
9. Income from exchange rate differences		35	35.934	42.019
10. Interest income (acct.766*)		36	2	4
- of which, revenues from group entities		37	0	0
Income from shares in subsidiaries		38	0	0
FINANCIAL INCOMES - TOTAL		39	35.936	42.023
11. Value adjustments on financial assets and investments held as current assets		40	0	0
- Expenses (acct.686)		41	0	0
- Incomes (acct.786)		42	0	0
12. Interest expenses (acct. 666*-7418)		43	388.538	505.941
- of which, expenses in relation to group entities		44	0	0
Other financial expenses (acct. 663+664+665+667+668)		45	48.712	64.439
FINANCIAL EXPENSES - TOTAL		46	437.250	570.380
FINANCIAL PROFIT OR LOSS				
- Profit		47	0	0
- Loss		48	401.314	528.357
13. CURRENT PROFIT OR LOSS				
- Profit		49	0	0
- Loss		50	1.324.059	906.736
TOTAL REVENUES		51	14.557.216	16.554.619
TOTAL EXPENSES		52	15.881.275	17.461.355
GROSS PROFIT OR LOSS				
- Profit		53	0	0
- Loss		54	1.324.059	906.736
14. Current income tax (acct. 691)		55	0	0
15. Deferred income taxes (acct. 692)		56	0	0
16. Other taxes not shown on the above items (acct. 698)		57	0	0
17. NET PROFIT OR LOSS OF FINANCIAL YEAR:				
- Profit		58	0	0
- Loss		59	1.324.059	906.736

Administrator,

Name and surname
MILUT PETRE MARIAN

Signature
Stamp of unit

Prepared by

Name and surname: **BOITAN DANIELA**
Position: Economic Director

Signature

PREFAB S.A. BUCHAREST
FINANCIAL STATEMENTS
(all amounts are expressed in Lei ("RON"))

INFORMATIONAL DATA

I. Data on the recorded result	Row no.	Units no.	Amounts	
A	B	1	2	
Units with profit:	01	0	0	
Units with loss:	02	1	906.736	
Units that have not recorded any profit or loss:	03	0	0	
II. Data on outstanding payments:	Row no.	Total, of which	For current activity	For investment activity
A	B	1=2+3	2	3
Outstanding payments - total, of which:	04	0	0	0
Outstanding suppliers - total, of which:	05	0	0	0
- over 30 days	06	0	0	0
- over 90 days	07	0	0	0
- over 1 year	08	0	0	0
Outstanding obligations to social security budget - total, of which:	09	0	0	0
- state social insurance contributions due by employers, employees and other assimilated persons	10	0	0	0
- contributions for health insurance fund	11	0	0	0
- contribution for supplementary pension	12	0	0	0
- contribution to the unemployment insurance budget	13	0	0	0
- other social debts	14	0	0	0
Outstanding obligations to special funds budget and other funds	15	0	0	0
Outstanding obligations to other creditors	16	0	0	0
Unpaid tax to the state budget deadline	17	0	0	0
Unpaid tax to the local budget deadline	18	0	0	0
Bank loans outstanding at maturity - total, of which:	19	0	0	0
- outstanding after 30 days	20	0	0	0
- outstanding after 90 days	21	0	0	0
Outstanding after 1 year	22	0	0	0
Outstanding interests	23	0	0	0

III. Medium number of employees	Row no.	31.03.2017	31.03.2018
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PREFAB S.A. BUCHAREST
FINANCIAL STATEMENTS
(all amounts are expressed in Lei ("RON"))

A	B	1	2
Medium number of employees	24	285	324
Other informations		0	0
IV. Payments of interest and royalties	Row no.	Amounts (lei)	
A	B	1	
Gross income from interest paid by Romanian legal entities to non-resident individuals in the Member States of the European Union, of which:	25	0	
- the tax owed to the state budget	26	0	
Gross income from interest paid by Romanian legal entities to non-resident affiliated legal entities in the Member States of the European Union, of which:	27	0	
- the tax owed to the state budget	28	0	
Income from royalties paid by Romanian legal entities to non-resident affiliated legal entities from EU Member States, of which:	29	0	
- the tax owed to the state budget	30	0	
V. Meal tickets	Row no.	Amounts (lei)	
A	B	1	
Value of meal tickets granted to employees	31		
VI. Research - development expenses, of which:	Row no.	31.03.2017	31.03.2018
A	B	1	2
Research - development expenses, of which:	32	0	0
- by public funds	33	0	0
- by private funds	34	0	0
VII. Innovation expenses:	Row no.	31.03.2017	31.03.2018
Innovation expenses - total, of which:	35	0	0
- innovation expenses finalized during the period	36	0	0
- innovation expenses to be finalized during the period	37	0	0
- innovation expenses abandoned during the period	38	0	0
VIII. OTHER INFORMATION	Row no.	31.03.2017	31.03.2018
A	B	1	2
Advance payments for intangible assets	40		
Advance payments for tangible assets	41	0	0
Financial assets, in gross amounts, of which:	42	9.439.669	9.439.669
Shares in affiliates, participating interests, other assets and long-term bonds, in gross amounts, of which:	43	9.439.669	9.439.669

PREFAB S.A. BUCHAREST
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(all amounts are expressed in Lei ("RON"))

- quoted shares issued by residents	44		
- unquoted shares issued by residents	45	9.420.750	9.420.750
- holdings issued by residents	46	0	0
- bonds issued by residents	47	0	0
- shares issued by collective investment undertakings (including by SIF) issued by residents	48	0	0
- shares and holdings issued by non-residents	49	18.919	18.919
- bonds issued by non-residents	50	0	0
Fixed receivables, in gross amounts, of which:	51	204	204
- fixed receivables in lei and expressed in lei, whose settlement is based on a foreign currency (of acct. 267)	52	204	204
- foreign currency receivables (of acct. 267)	53		
Trade receivables, advances granted to suppliers and other similar accounts, in gross amounts (acct. 411 + 413 + 418+4092)	54	35.801.776	33.269.694
Receivables related to personnel and assimilated accounts (acct. 425 + 4282)	55	450	5.286
Receivables related to the social insurance budget and the state budget (acct. 431 + 437 +4382 + 441 + 4424 + 4428 + 444 + 445 + 446 + 447 + 4482)	56	124.744	118.920
Receivables entity related to the affiliated entities (acct. 451)	57	0	0
Other receivables (acct. 451 + 453 + 456 + 4582 + 461 + 471 + 473+542)	58	6.086	7.617
Interest to be receivable (acct. 5187)	59	0	0
Short-term investments, in gross amounts (acct. 501 + 505 + 506 + of acct. 508), of which	60	0	0
- quoted shares issued by residents	61	0	0
- unquoted shares issued by residents	62	0	0
- holdings issued by residents	63	0	0
- bonds issued by residents	64	0	0
- shares issued by collective investment undertakings (including by SIF)	65	0	0
- shares issued by non-residents	66	0	0
- bonds issued by non-residents	67	0	0
Other amounts receivable (acct. 5113 + 5114)	68	0	0
Cash in lei and foreign currency, of which	69	4.904	16.345
- in lei (acct. 5311)	70	4.904	16.345
- in foreign currency (acct. 5314)	71	0	0
Current accounts in banks in lei and foreign currency, of which	72	420.866	819.014
- in lei (acct. 5121)	73	393.207	802.692
- in foreign currency (acct. 5124)	74	27.659	16.322
Other current accounts at banks and credit, of which	75	0	0

PREFAB S.A. BUCHAREST
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(all amounts are expressed in Lei ("RON"))

- amounts in course of settlement, letters of credit and other values receivable, in lei (acct. 5112 + 5125 + 5411)	76	0	0
- amounts in course of settlement, letters of credit in foreign currency (acct. 5125 + 5412)	77	0	0
Liabilities, of which:	78	66.939.037	70.409.002
- Loans from bonds and interest, in gross amounts (acct. 161 + 1681)	79	0	0
- in lei	80	0	0
- in foreign currency	81	0	0
- Short-term domestic bank loans and interest (acct. 5191 + 5192 + 5197 + din ct. 5198), of which:	82	30.341.060	28.577.586
- in lei	83	30.341.060	28.577.586
- in foreign currency	84	0	0
- Short-term foreign bank loans and interest (acct. 5193 + 5194 + 5195 + din ct. 5198), of which:	85	0	0
- in lei	86	0	0
- in foreign currency	87	0	0
- Long-term bank loans and interest (acct. 1621 + 1622 + 1627 + din ct. 1682) of which	88	18.060.375	22.335.721
- in lei	89	15.023.252	22.335.721
- in foreign currency	90	3.037.123	0
- Long-term foreign loans (acct. 1623 + 1624 + 1625 + din ct. 1682) (88+89)	91	0	0
- in lei	92	0	0
- in foreign currency	93	0	0
- Credits from the state treasury (acct. 1626 + of acct. 1682)	94	0	0
- Other loans and related interests (acct. 166 + 167 + 1685 + 1686 + 1687)	95	0	199.527
- in lei and expressed in lei, whose settlement is based on a foreign currency	96	0	0
- in foreign currency	97	0	199.527
- Trade payables, advances from customers and other similar accounts in gross amounts (acct. 401 + 403 + 404 + 405 + 408 + 419)	98	17.040.205	17.367.393
- Debt related to personnel and assimilated accounts (acct. 421 + 423 + 424 + 426 + 427 + 4281)	99	633.436	598.657
- Debt related to the social insurance budget and state budget (acct. 431 + 437 + 4381 + 441 + 4423 + 4428 + 444 + 446 + 447 + 4481)	100	744.106	1.198.322
- Liabilities of entity related to affiliate entities (acct. 451)	101	0	0
- Amounts due to shareholders/associates (acct. 455)	102	0	0

PREFAB S.A. BUCHAREST
FINANCIAL STATEMENTS

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- Other liabilities (acct. 451 + 453 + 455 + 456 + 457 + 4581 + 462 + 472 + 473 + 269 + 509)	103	119.855	131.796
- Interest payable (acct. 5186)	104	0	0
Capital subscribed and paid (acct. 1012) of which,	105	24.266.709	24.266.709
- quoted shares	106	24.266.709	24.266.709
- unquoted shares	107		
- holdings	108		
- capital subscribed and paid by non-residents (acct. 1012)	109		
Patents and licenses (of acct. 202)	110		
IX. Informations regarding the expenses with contributors	Row no.	31.03.2017	31.03.2018
A	B	1	2
Expenses with contributors (acct. 621)	111	0	0

Administrator,

Name and surname
MILUT PETRE MARIAN

Signature
Stamp of unit

Prepared by

Name and surname: BOITAN DANIELA
Position: Economic Director

Signature

FINANCIAL AND ECONOMIC INDICATORS

Name of indicator	Calculation	Result
1. Current liquidity indicator	Current assets (circular)/ Current liabilities	=45.414.642/47.471.689=0.96
2. Indebtedness indicator	Borrowed capital (t0+t1)/ Own capital (t0=t1)	[66.592.355+70.409.002)/2]/ [(197.778.673+196.871.937/2] =0.35
3. Rotation speed of debits - clients	Average balance customers/ turnover x 90	[(33.162.466+32.827.468)/2] / 11.453.828x90=259
4. Rotation speed of fixed assets	Turnover/ Fixed assets	11.453.828/226.248.031=0.05

**Accounting Service,
Ec. Bratu Elena- Anca**