



TURBOMECHANICA

Bd. Iuliu Maniu Nr. 244 District 6 Zip Code 061126 Bucharest - Romania

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European Unique Identifier (EUID) [ROONRC.J40/533/1991](#)

Commerce Registry Code J40/533/1991

Tax Code RO3156315 Unique Registration Code 3156315

Subscribed share fully paid capital 36,944,247.50 RON

www.turbomecanica.ro; e-mail: office@turbomecanica.ro

No. 12/14.05.2019

QUARTERLY REPORT RELATED TO THE COMPANY'S FINANCIAL RESULTS IN THE FIRST QUARTER 2019

BOARD OF DIRECTORS REPORT ON COMPANY'S ACTIVITY AS OF MARCH 2019

TURBOMECHANICA SA is a Romanian entity having the legal form of open a joint stock Company according to the Constitutive Act and applicable regulations, privately owned, whose shares are listed on the Bucharest Stock Exchange.

Its field of activity is exclusively manufacturing and according to the classification of activities in the national economy, its main object of activity is the Manufacturing of engines, mechanical assemblies and equipment for aircraft – NACE CODE 3030.

The Company carries out its activity in a highly competitive environment according to the widely recognised principles of corporate governance, in accordance with Romanian legislation, the legislation of the European Union and international practices, supplying on domestic and foreign markets products and services both in the field of defence and civil aviation.

The Company has a long history of start-ups; it has experienced diversification and developments, but also restructures, falls, searches, new beginnings. However, throughout all this time, it has never stopped operating in the aviation and defence industry.

The financial results will be included in the financial statements of the year 2019, prepared in accordance with International Financial Reporting Standards (IFRS). Some of the elements are listed below:

1. Statement of profit and loss:

	31 MARCH 2019		31 MARCH 2018
Revenues	18.000.678	-	17.580.872
Other gains and loss	1.139.670	-	384.441
Change in inventories of finished goods and work in progress	2.338.673	-	1.034.086
Raw materials and consumables used	(5.966.294)	-	(5.191.120)
Employee benefits expense	(8.132.647)	-	(6.795.589)
Depreciation and amortisation expense	(2.047.190)	-	(2.388.689)
Finance cost, net	(386.920)	-	(758.327)
Othe operating expenses	(1.079.176)	-	(1.481.119)
Gross profit/Profit before tax	3.866.795		2.384.555
Income tax expense/ benefit	412.249		593.068
Net profit	3.454.546		1.791.487

The Company recorded operating revenues in amount of Lei 20.514.005 and operating expenses in amount of Lei 16.271.834.

The largest share of this revenue was made through specific activities related to the production profile of the Company.

the Company recorded net profit in amount of Lei 3.454.546, at the end first Quarter.

2. Statement of financial position:

	31 MARCH 2019	31 DECEMBER 2018
Assets		
Fixed assets		
Property, plant and equipment, net	54.175.494	54.393.716
Intangible assets, net	4.970.321	4.620.294
Other assets	1.772.000	1.772.000
Total fixed assets	60.917.815	60.786.010
Current assets		
Inventory	42.440.019	38.203.237
Trade receivables	8.666.952	2.452.667

Other receivables and prepayments	1.760.554	1.762.178
Cash and bank balances	8.423.331	6.990.513
Total current assets	61.290.856	49.408.595
Total assets	122.208.671	110.194.604
Shareholder equity and liabilities		
Shareholder equity		
Share Capital	1.024.571.055	1.024.571.055
Reserves	87.796.933	87.815.126
Retained earnings	(1.032.968.817)	(1.036.441.556)
Own shares	(599.408)	(599.408)
Total shareholder equity	78.799.763	75.345.217
Long term liabilities		
Borrowings LT	2.718.516	1.713.317
Deferred tax liabilities	2.163.750	2.163.750
Provisions LT	1.435.658	1.493.086
Other liabilities LT	1	1
Total liabilities TL	6.317.925	5.370.154
Current liabilities		
Short term loans	3.132.318	2.791.929
Borrowings ST	24.376.250	12.019.531
Income tax expense/benefit	412.249	3.303.399
Provisions ST	2.798.143	3.900.826
Defferend income	9.474	159.227
Other liabilities ST	6.362.548	7.304.321
Total current liabilities	37.090.982	29.479.233
Total liabilities	43.408.908	34.849.387
Total shareholder equity and liabilities	122.208.671	110.194.604

The share capital of the Company is in amount of Lei 78.799.763

The accounting activity was conducted in accordance with the OMFP no. 2844/2016 for the approval of accounting regulations, in accordance with the International Financial Reporting Standards applicable to companies whose securities are admitted to trading on a regulated market and in accordance with the Accounting Law no. 82/1991 with all its subsequent amendments.

All documents regarding economic and financial operations have been recorded correctly every day.

Economic and financial operations have been recorded based on financial documents. All accounting information has been posted in the correct accounting statement (assets, liabilities and equity) and corresponds to the real situation of the Companies patrimony.

The debt towards the State Budget has been correctly registered, paid and reflected in the balance sheet.

We state that the Financial Statements at 31 March 2019 are unaudited financial.

PRESIDENT OF THE BOARD OF DIRECTORS

RADU VIEHMANN

**STATEMENT OF FINANCIAL POSITION
AT 31 MARCH 2019**

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**GENERAL MANAGER,
RADU VIEHMANN**

**ECONOMIC-COMMERCIAL MANAGER,
ION DINCA**

**STATEMENT OF PROFIT AND LOSS
AT 31 MARCH 2019**

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RADU VIEHMANN**

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ION DINCA**

**FINANCIAL-ECONOMIC INDICATORS
AT 31 MARCH 2019**

No.	Economic indicators	Formula	31 MARCH 2019	31 MARCH 2018
1	Current liquidity ratio	current assets / current liabilities	1,65	1,11
2	Total debt ratio	(Borrowed capital- Deferred tax liabilities /Share Capital)	0,03	0,07
3	Receivable turnover ratio	(Accounts Receivable / Turnover) * 90 days	27,80	26,71
4	Fixed assets turnover ratio	Turnover / Fixed assets	0,30	0,27

**GENERAL MANAGER,
RADU VIEHMANN**

**ECONOMIC- COMMERCIAL MANAGER,
DINCA ION**