

REPORT OF THE INDEPENDENT FINANCIAL AUDITOR
on the financial statements drawn up on December 31st, 2014
by **SC VES SA SIGHISOARA**

I. THE BENEFICIARIES OF THE REPORT

- (1.1) The beneficiaries (users) of the present *report* are
- the shareholders and the management of **SC VES SA SIGHISOARA** *The company*);
 - the habilitated government institutions;(the specialized departments of the Ministry of Public Finances)
 - other users, with the approval of the management of the *Company* and in compliance with the regulations in effect.(Banks, customers - suppliers, shareholders and investors)
- (1.2) The publication and the use of the present report and/or references to it, can only be done in compliance with the Law no. 31/1990, republished, with subsequent amendments and completions, of the Order of the Ministry of Public Finances no. 1286/2012, of the other legal regulations in effect concerning financial audit in Romania, as well as of the provisions of the contract concluded between us and the *Company* in that regard.

Report on the financial statements

II. The audited financial situations

(2.1.) We have audited the *financial statements* drawn up by the executive management of the *Company* and attached to the present document, for the financial year that ended on December 31st, 2014, made up of

- balance sheet
- profit and loss account
- explanatory notes for the annual financial statements
- the situation of the changes in equity.

(2.2.) The audited *financial statements* have been drawn up and presented by the executive management of the *Company* and have not yet been presented and approved by the General Shareholder Meeting (*AGA*).

The aforementioned financial statements concern:

Total assets:	LEI 61,705,512 of which:
Tangible assets:	LEI 17,871,479
Current assets:	LEI 43,015,801
Advance expenses:	LEI 818,232
Total debts:	LEI 41,466,255 of which:
Short term debts:	LEI 39,087,586

Long term debts:	LEI 2,378,669
Deferred income:	LEI 29,317
Net assets/Total equity:	LEI 20,209,940;
Net turnover:	LEI 32,016,616;
Net result of the financial year (profit):	LEI 1,855,861;

III. THE RESPONSIBILITIES OF THE MANAGEMENT

(3.1.) The management of the *Company* is responsible for

- drawing up and accurately (faithfully) presenting the financial statements in compliance with the applicable *general framework for financial-accounting reporting*;
- the conception, the implementation and maintenance of a relevant (efficient) internal audit for the drafting of the financial statement, so that they do not contain significant alterations due to fraud or errors.

IV. THE AUDITOR'S RESPONSIBILITY

(4.1.) Our responsibility as independent financial auditor (*the auditor'*) is to express an opinion on these *financial statements*, based on the performed audit.

V. THE AUDIT AND THE APPLICABILITY AREA

(5.1.) A financial audit consists of:

- conducting procedures and tests, in order to obtain the audit evidence that supports the amounts and the information presented in the *financial statements*;
- the evaluation of the risk of the financial statements being significantly altered due to fraud or mistakes concerning both their drafting, as well as their fair (faithful) representation of the conducted operations and transactions, by analyzing (testing) the relevance of the internal audit system in that regard, but without having the goal of expressing an opinion on their efficiency;
- the evaluation of the adequacy rate of the adopted accounting policies and of the reasonable nature of accounting estimates made by the management of the audited entity in drawing up the financial statements;
- the evaluation of the overall presentation of the financial statements.

(5.2.) Our audit has been planned and conducted in compliance with the International Audit Standards (ISA) drawn up by the International Federation of Accountants (IFAC) and adopted by the Chamber of Romanian Financial Auditors (CAFR).

(5.3.) The ISA standards demand that the auditor complies with the Ethical Code of the EFAC and for the audit mission to be planned and conducted in such manner in order to ensure the obtaining of a reasonable certainty that the financial statements do not contain significant mistakes.

Financial auditor: FATACEAN GHEORGHE- A.F.

Str. Aurel Ciupe nr. 7C Cluj-Napoca

Tel. 0744695331

- (5.4.) *The financial statements* of the Company have been drawn up taking into account the legal provisions applicable in Romania (*the general financial-accounting reporting framework*), namely
- The law of accounting no. 82/1991, republished, with all the subsequent amendments and additions (**L 82/1991**);
 - The order of the Ministry of Public Finance no. **1286/2012** for the approval of the Accounting regulations compliant with the European directives.(OMFP . **1286/2012**).
- (5.5) We feel that the audit samples obtained during the mission, as a result of the application of the professional standards, of the specific tests and procedures are sufficient and adequate for the grounding of our opinion on the *financial statements*.

VI. THE AUDITOR'S OPINION

(7.1) In our opinion, the *financial statements* of SC VES SA SIGHISOARA attached to the present report, faithfully present, in all the significant aspects, the position and financial performance of the *Company*, as well as their amendments for the financial year that ended on December 31st, 2014, in compliance with the requirements of the *general framework for financial accounting reporting* set up by the applicable regulations in effect (*L 82/1991, OMFP. 1286/2012*).

VII THE REPORT OF THE ADMINISTRATORS

(7.1) As for the data and financial accounting information which is also found in the report of the administrators concerning the activity of the *Company* in the year 2014, the auditor has not uncovered any aspect which would cause them to doubt their accuracy and compliance with the ones presented in the audited *financial statements*.

Gheorghe Fătăcean - Financial auditor

**Date of the report,
27.03.2015**

