

Pandora Investments Public Limited

Consolidated statement of comprehensive income for the year ended 31 December 2015

	2015 €	2014 €
Revenue	26.872.384	39.761.970
Cost of sales	(17.721.763)	(22.987.338)
Gross profit before impairment of inventory	9.150.621	16.774.632
Impairment of inventory	(2.465.598)	(1.808.732)
Gross profit after impairment of inventory	6.685.023	14.965.900
Selling and marketing costs	(4.431.452)	(6.307.251)
Administrative expenses	(8.726.068)	(7.787.929)
Share of profit of associates	1.054.201	816.244
Share of profit of joint venture	1.172.230	788.074
Other income	1.608.267	2.460.088
Other gains - net	42.887.930	3.693.894
Operating profit	40.250.131	8.629.020
Finance costs – net	(18.070.781)	(15.151.887)
Profit/(loss) before tax	22.179.350	(6.522.867)
Income tax charge	(5.080.815)	(310.349)
Profit/(loss) for the year	17.098.535	(6.833.216)
Attributable to:		
Equity holders of the Company	14.927.639	(6.829.417)
Non-controlling interest	2.170.896	(3.799)
	17.098.535	(6.833.216)
Other comprehensive income/(loss):		
Items that may be subsequently reclassified to profit or loss		
Fair value losses of available for sale financial assets	(341.692)	(899.533)
Items that may be subsequently reclassified to profit or loss	(341.692)	(899.533)
Other comprehensive loss for the year after tax	(341.692)	(899.533)
Total comprehensive income/(loss) for the year	16.756.843	(7.732.749)
Attributable to:		
Equity holders of the Company	14.602.207	(7.686.177)
Non-controlling interest	2.154.636	(46.572)
	16.756.843	(7.732.749)
Profit/(loss) per share attributable to equity holders of the Company (cents per share):		
- Basic and diluted	3,52	(1,61)

Pandora Investments Public Limited

Consolidated balance sheet at 31 December 2015

	2015 €	2014 €
Assets		
Non-current assets		
Property, plant and equipment	25.298.220	26.230.320
Investment property	181.463.089	139.732.595
Investments in associates	13.540.819	13.956.618
Deferred income tax asset	-	1.658.066
Available-for-sale financial assets	8.865.793	9.207.485
Trade and other receivables	3.870.730	4.503.552
	<u>233.038.651</u>	<u>195.288.636</u>
Current assets		
Inventories	147.325.244	171.665.845
Trade and other receivables	18.705.508	20.382.142
Financial assets at fair value through profit or loss	77.513	73.141
Cash and cash equivalents	5.360.615	8.588.663
	<u>171.468.880</u>	<u>200.709.791</u>
Total assets	<u>404.507.531</u>	<u>395.998.427</u>
Equity and liabilities		
Capital and reserves		
Share capital	72.153.985	72.153.985
Share premium	21.149.101	21.149.101
Reserve from the conversion of share capital in Euro	365.074	365.074
Fair value reserves	551.309	876.741
Accumulated losses	(17.737.877)	(32.666.849)
	<u>76.481.592</u>	<u>61.878.052</u>
Non-controlling interest	18.501.572	15.345.477
Total equity	<u>94.983.164</u>	<u>77.223.529</u>
Non-current liabilities		
Borrowings	204.831.741	234.407.721
Deferred income tax liabilities	19.821.245	16.440.200
Advances received	4.519.022	227.323
	<u>229.172.008</u>	<u>251.075.244</u>
Current liabilities		
Trade and other payables	14.547.681	15.420.862
Advances received	9.729.229	13.208.574
Current income tax liabilities	78.457	34.194
Borrowings	55.996.992	39.036.024
	<u>80.352.359</u>	<u>67.699.654</u>
Total liabilities	<u>309.524.367</u>	<u>318.774.898</u>
Total equity and liabilities	<u>404.507.531</u>	<u>395.998.427</u>

Pandora Investments Public Limited

Consolidated statement of changes in equity for the year ended 31 December 2015

	Attributable to equity holders of the Company							
	Share Capital €	Share premium ⁽²⁾ €	Fair value reserves ⁽²⁾ €	Reserve from the conversion of share capital into Euro ⁽²⁾ €	Accumulated losses ⁽¹⁾ €	Total €	Non-controlling interest €	Total equity €
Balance as at 1 January 2014	72.153.985	21.149.101	1.733.501	365.074	(25.837.432)	69.564.229	15.538.363	85.102.592
Comprehensive loss								
Loss for the year	-	-	-	-	(6.829.417)	(6.829.417)	(3.799)	(6.833.216)
Other comprehensive losses								
Fair value losses of available for sale financial assets	-	-	(856.760)	-	-	(856.760)	(42.773)	(899.533)
Total other comprehensive losses	-	-	(856.760)	-	-	(856.760)	(42.773)	(899.533)
Total comprehensive loss for the year 2014	-	-	(856.760)	-	(6.829.417)	(7.686.177)	(46.572)	(7.732.749)
Transactions with owners								
Dividends paid to non-controlling interest	-	-	-	-	-	-	(146.314)	(146.314)
Total transactions with owners	-	-	-	-	-	-	(146.314)	(146.314)
Balance as at 31 December 2014	72.153.985	21.149.101	876.741	365.074	(32.666.849)	61.878.052	15.345.477	77.223.529

Pandora Investments Public Limited

Consolidated statement of changes in equity for the year ended 31 December 2015 (continued)

Attributable to equity holders of the Company

	Share Capital €	Share premium ⁽²⁾ €	Fair value reserves ⁽²⁾ €	Reserve from the conversion of share capital into Euro ⁽²⁾ €	Accumulated losses ⁽¹⁾ €	Total €	Non-controlling interest €	Total equity €
Balance as at 1 January 2015	72.153.985	21.149.101	876.741	365.074	(32.666.849)	61.878.052	15.345.477	77.223.529
Comprehensive income								
Profit for the year	-	-	-	-	14.927.639	14.927.639	2.170.896	17.098.535
Other comprehensive losses								
Fair value losses of available for sale financial assets	-	-	(325.432)	-	-	(325.432)	(16.260)	(341.692)
Total other comprehensive losses	-	-	(325.432)	-	-	(325.432)	(16.260)	(341.692)
Total comprehensive income /(loss) for the year 2014	-	-	(325.432)	-	14.927.639	14.602.207	2.154.636	16.756.843
Transactions with owners								
Dividends paid to non-controlling interest	-	-	-	-	-	-	(196.000)	(196.000)
Acquisition of subsidiaries	-	-	-	-	1.333	1.333	-	1.333
Complementary contribution	-	-	-	-	-	-	1.715.000	1.715.000
Reduction of capital – repayment of the rights of non-controlling interest	-	-	-	-	-	-	(517.541)	(517.541)
Total transactions with owners	-	-	-	-	1.333	1.333	1.001.459	1.002.792
Balance as at 31 December 2015	<u>72.153.985</u>	<u>21.149.101</u>	<u>551.309</u>	<u>365.074</u>	<u>(17.737.877)</u>	<u>76.481.592</u>	<u>18.501.572</u>	<u>94.983.164</u>

Pandora Investments Public Limited

Consolidated statement of cash flows for the year ended 31 December 2015

	2015 €	2014 €
Cash flows from operating activities		
Profit/(loss) before tax	22.179.350	(6.522.867)
Adjustments for:		
Depreciation of property, plant and equipment	1.092.260	1.165.485
Interest income	(420.045)	(1.284.315)
Interest expense	14.899.948	14.720.884
Share of profit of associates	(1.054.201)	(816.244)
Impairment of inventory	(1.288.003)	-
Gain from the reduction of borrowings from the balance sheet	2.465.598	1.808.732
Exchange loss from financing activities	3.170.833	431.003
Fair value gains on investment properties	(41.595.555)	(3.692.166)
Provision for impairment of trade receivables	-	320.913
Write off of trade receivables	302.652	-
	<u>(247.163)</u>	<u>6.131.425</u>
Changes in working capital:		
Inventories	4.243.828	3.034.853
Trade and other receivables	1.137.221	1.179.936
Financial assets at fair value through profit or loss	(4.372)	(1.730)
Trade and other payables	(243.397)	2.138.029
Advances received	812.356	(165.274)
Cash from operations	<u>5.698.473</u>	<u>12.317.239</u>
Tax paid	2.559	-
Net cash from operating activities	<u>5.701.032</u>	<u>12.317.239</u>
Cash flows from investing activities		
Purchases of property, plant and equipment	(162.727)	(115.494)
Additions of investment property	(134.939)	(444.094)
Interest received	420.045	1.845.418
Dividend received	-	-
Net cash generated from investing activities	<u>122.379</u>	<u>1.285.830</u>
Cash flows from financing activities		
Proceeds from bank borrowings	7.246.323	5.908.212
Repayments of long term bank borrowings	(6.381.420)	(10.055.277)
Interest paid	(8.792.579)	(11.891.431)
Net cash used in financing activities	<u>(7.927.676)</u>	<u>(16.038.496)</u>
Net decrease in cash, cash equivalents and bank overdrafts	<u>(2.104.265)</u>	<u>(2.435.427)</u>
Cash, cash equivalents and bank overdrafts at beginning of year	<u>(3.055.866)</u>	<u>(620.439)</u>
Cash, cash equivalents and bank overdrafts at end of year	<u><u>(5.160.131)</u></u>	<u><u>(3.055.866)</u></u>

Pandora Investments Public Limited

Statement of comprehensive income for the year ended 31 December 2015

	2015 €	2014 €
Revenue	13.554.677	22.241.341
Cost of sales	(9.763.175)	(12.755.390)
Gross profit before impairment of inventories	3.791.502	9.485.951
Impairment of inventories	(448.655)	-
	3.342.847	9.485.951
Selling and marketing costs	(3.446.970)	(3.987.536)
Administrative expenses	(2.720.817)	(4.576.982)
Share of profit of joint venture	1.172.228	788.074
Other income	4.646.015	6.993.080
Other losses	(10.000.000)	-
Operating profit	(7.006.697)	8.702.587
Finance costs – net	(10.812.475)	(8.920.447)
Loss before income tax	(17.819.172)	(217.860)
Income tax expense	(973.301)	(236.326)
Loss and total comprehensives loss for the year	(18.792.473)	(454.186)

Pandora Investments Public Limited

Balance sheet at 31 December 2015

	2015 €	2014 €
Assets		
Non-current assets		
Investments in subsidiaries	78.034.163	84.493.489
Deferred income tax asset	-	973.301
Trade and other receivables	3.516.131	3.957.438
	<u>81.550.294</u>	<u>89.424.228</u>
Current assets		
Inventories	70.160.948	72.658.678
Trade and other receivables	89.050.828	86.226.743
Cash and cash equivalents	3.313.844	6.357.926
	<u>162.525.620</u>	<u>165.243.347</u>
Total assets	<u>244.075.914</u>	<u>254.667.575</u>
Equity and liabilities		
Capital and reserves		
Share capital	72.153.985	72.153.985
Share premium	21.149.101	21.149.101
Reserve from the conversion of share capital in Euro	365.074	365.074
Accumulated losses	(21.806.852)	(3.014.379)
Total equity	<u>71.861.308</u>	<u>90.653.781</u>
Non-current liabilities		
Borrowings	89.026.704	97.619.804
Advances received	2.465.809	227.323
Deferred revenue	17.995.640	17.995.640
	<u>109.488.153</u>	<u>115.842.767</u>
Current liabilities		
Trade and other payables	18.759.750	15.391.202
Advances received	2.542.339	5.721.592
Borrowings	41.424.364	27.058.233
	<u>62.726.453</u>	<u>48.171.027</u>
Total liabilities	<u>172.214.606</u>	<u>164.013.794</u>
Total equity and liabilities	<u>244.075.914</u>	<u>254.667.575</u>

Pandora Investments Public Limited

Statement of changes in equity for the year ended 31 December 2015

	Share capital €	Share premium ⁽²⁾ €	Reserve from the conversion of share capital in Euro ⁽²⁾ €	Accumulated losses ⁽¹⁾ €	Total €
Balance at 1 January 2014	72.153.985	21.149.101	365.074	(2.560.193)	91.107.967
Comprehensive loss					
Loss for the year	-	-	-	(454.186)	(454.186)
Balance at 31 December 2014/ 1 January 2015	72.153.985	21.149.101	365.074	(3.014.379)	90.653.781
Comprehensive loss					
Loss for the year	-	-	-	(18.792.473)	(18.792.473)
Balance at 31 December 2015	72.153.985	21.149.101	365.074	(21.806.852)	71.861.308

Pandora Investments Public Limited

Statement of cash flows for the year ended 31 December 2015

	2015 €	2014 €
Cash flows from operating activities		
Loss before tax	(17.819.172)	(217.860)
Adjustments for:		
Dividend income	(2.481.266)	(3.282.066)
Interest income	(2.259.423)	(3.190.851)
Interest expense	7.788.451	8.600.218
Net foreign exchange loss on financing activities	3.024.024	400.478
Impairment of investment in associate companies	10.000.000	-
Impairment on inventories	448.655	-
Write off of receivables from related parties	-	1.663.302
	<u>(1.298.731)</u>	<u>3.973.221</u>
Changes in working capital:		
Inventories	2.049.075	4.984.485
Trade and other receivables	(2.382.778)	(6.950.290)
Trade and other payables	3.308.218	(1.405.400)
Advances received/(repaid)	(940.767)	416.092
Cash generated from operations	<u>735.017</u>	<u>1.018.108</u>
Income tax paid	-	-
Net cash generated from operating activities	<u>735.017</u>	<u>1.018.108</u>
Cash flows from investing activities		
Interest received	2.259.423	3.190.851
Dividend received	2.481.266	3.282.066
Additions/capital contributions in investment in subsidiaries	(3.543.297)	(2.519.634)
Write off of receivables from related parties	-	-
Net cash flow from investing activities	<u>1.197.392</u>	<u>3.953.283</u>
Cash flows from financing activities		
Proceeds from bank borrowings	5.816.511	5.908.218
Repayments of bank borrowings	(5.502.217)	(4.825.212)
Interest paid	(4.419.768)	(7.443.772)
Net cash flows used in financing activities	<u>(4.105.474)</u>	<u>(6.360.766)</u>
Net decrease in cash, cash equivalents and bank overdrafts	<u>(2.173.065)</u>	<u>(1.389.375)</u>
Cash, cash equivalents and bank overdrafts at beginning of year	<u>(1.790.807)</u>	<u>(401.432)</u>
Cash, cash equivalents and bank overdrafts at end of year	<u><u>(3.963.872)</u></u>	<u><u>(1.790.807)</u></u>