**Albtelecom sh.a**

**The financial statements for the year ended 31 December 2014**

(All the amounts are disclosed in thousand ALL, except when otherwise stated)

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**STATEMENT OF FINANCIAL POSITION**

**As at 31 December 2014**

**Notes 31 December 2014 31 December 2013**

**ASSETS**

**Non-current assets**

Property, plant and equipment 4 24,459,097 25,691,124

Intangible assets 5 698,853 724,542

Other accounts receivable 6 43,308 45,871

**Total non-current assets 25,201,258 26,461,537**

**Current assets**

Inventory 7 510,492 567,867

Prepayment and deferred expenses 8 849,410 516,198

Other accounts receivable 9 405,241 499,475

Trade receivables 9 2,502,378 3,085,760

Cash and cash equivalent 10 169,792 523,599

**Total current assets 4,437,313 5,192,899**

**Total Assets 29,638,571 31,654,436**

**EQUITY**

Share capital 11 15,000,000 15,000,000

Other reserves (4,783,971) (2,287,240)

Total comprehensive incomes (2,673,849) (2,496,731)

**Total equity 7,542,180 10,216,029**

**LIABILITIES**

**Non-current liabilities**

Long term loans 12 8,991,662 10,789,679

Provisions 13 218,786 218,786

Non-current trade payables 14 2,561,506 4,007,030

Deferred tax 21 668,095

Grants and deferred incomes 15 468,091 358,591

**Total non-current liabilities 12,908,140 15,374,086**

**Current liabilities**

Short term borrowings 12 4,008,027 2,448,787

Trade Payables 14 4,592,915 3,120,606

Grants, deferred incomes and other

liabilities 15 138,878 182,258

Other accounts payable 16 448,431 312,670

**Total current liabilities 9,188,251 6,064,321**

**Total liabilities 22,096,391 21,438,407**

**Total equity and liabilities 29,638,571 31,654,436**

*The notes are an integral part of these financial statements*

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**Albtelecom sh.a**

**The financial statements for the year ended 31 December 2014**

(All the amounts are disclosed in thousand ALL, except when otherwise stated)

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**STATEMENT OF PROFIT OR LOSS**

**For the year ended 31 December 2014**

**Notes 31 December 2014 31 December 2013**

Revenues 17 10,598,672 11,787,206

Cost of service sold 18 (7,350,713) (6,110,749)

**Gross profit (loss) 3,247,959 5,676,457**

Sales and distribution expenses 18 (2,105,333) (2,082,826)

General and administrative expenses 18 (2,443,028) (3,288,406)

Other revenues / expenses from

operating activities 19 271,370 (1,867,402)

**Profit (Loss) from operating activities (1,029,032) (1,562,177)**

Net financial income (expenses) 20 (976,722) (909,284)

**Net financial income (expenses) (976,722) (909,284)**

**Profit before tax (2,005,754) (2,471,461)**

Income tax expense 21 - (25,270)

**Current year profit / (loss) (2,005,754) (2,496,731)**

**Total profit /(loss) of the year attributed**

**to:**

The shareholders of the company **(2,005,754) (2,496,731)**

Non-controlling interests **- -**

*The notes are an integral part of these financial statements*

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**Albtelecom sh.a**

**The financial statements for the year ended 31 December 2014**

(All the amounts are disclosed in thousand ALL, except when otherwise stated)

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**STATEMENT OF OTHER COMPREHENSIVE INCOME**

**For the year ended 31 December 2014**

**31 December 2014 31 December 2013**

**Current year Profit /(Loss) (2,005,754) (2,496,731)**

**Other comprehensive income**

*Items that may be reclassified later in profit*

*/ loss:*

*Items that cannot be reclassified later in*

*profit / loss:*

Deferred tax recorded directly in other

comprehensive income 21 (668,095)

**Current year other comprehensive income (668,095) -**

**Total other comprehensive income (2,673,849) (2,496,731)**

**Total other comprehensive income**

**attributed to**

Shareholders of the company **(2,673,849) (2,496,731)**

Non-controlling interests **- -**

*The notes are an integral part of these financial statements*

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**Albtelecom sh.a**

**The financial statements for the year ended 31 December 2014**

(All the amounts are disclosed in thousand ALL, except when otherwise stated)

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**STATEMENT OF CASH FLOWS**

**For the year ended 31 December 2014**

**Notes**

**31 December 2014 31 December 2013**

**Cash flows from operating activities**

**Profit before tax** (2,005,754) (2,471,461)

Adjustments for non-monetary items:

Depreciation and amortization 2,519,828 2,110,293

Result from the sale of property, plant and

equipment

(261,915) 1,901,213

Other provisions and impairment 297,119 621,990

Interest gains (4,011) (14,858)

Interest expenses 1,075,066 709,036

*Changes in working capital*

Changes in inventory 57,375 (266,305)

Changes in trade and other receivables 344,404 23,370

Changes in trade and other payables 1,450,324 905,212

**Cash and cash equivalents generated from**

**operating activities**

**3,472,436 3,518,490**

Paid interests (974,523) (561,147)

Prepaid income tax during the year - (251,375)

**Net cash and cash equivalents from**

**operating activities**

**2,497,913 2,705,968**

**Investing activities**

Purchase of property plant and equipment (1,397,824) (10,879,829)

Sale of property plant and equipment 324,374

Cash flow generated from the merge with

Eagle Mobile

1,049,447

Cash and cash equivalent generated from the

merge with Eagle Mobile

109,686

Received interest 4,011 14,858

**Net cash flows generated from investing**

**activities**

**(1,069,439) (9,705,838)**

**Financing activities**

(Repayments)/ inflows from long term

suppliers

(1,445,524) 1,590,278

(Repayments)/ inflows from long term

receivables

2,563 89,587

Net (Repayments)/ inflows form loans (339,320) 5,417,860

Paid dividends

**Net cash flows from financing activities (1,782,281) 7,097,725**

**Changes in cash and cash equivalents (353,807) 97,855**

Cash and cash equivalent at the beginning 523,599 425,744

**Cash and cash equivalent at the end of the**

**period**

**169,792 523,599**

*The notes to financial statements are an integral part of these financial statements*

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