



**UZTEL S.A. OILFIELD EQUIPMENT MANUFACTURING AND REPAIRS**

243 MIHAI BRAVU St., code 100410, PLOIESTI , PRAHOVA-ROMANIA

**IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT**

## **COMMUNICATION**

**on main indicators for the period January- September and 3rd  
quarter 2016**

### **1.Main indicators – 9 months 2016 against 9 months 2015**

Indicators	9 months 2016	9 months 2015	Percent
	lei	lei	%
0	1	2	$3 = 1 / 2 * 100$
Turnover	29.542.948	34.598.395	85,39
Operating income	38.693.527	46.341.425	83,50
Operating expenses	44.517.191	49.051.162	90,76
Operating result	(5.823.664)	(2.709.737)	214,92
Financial revenues	698.151	1.330.598	52,47
Financial expenses	803.412	1.157.084	69,43
Financial result	(105.261)	173.514	-
Total income	39.391.678	47.672.023	82,63
Total expenses	45.320.603	50.208.246	90,27
Gross profit	(5.928.925)	(2.536.223)	233,77
Net result	(5.946.782)	(2.614.578)	227,45



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**2. – Main indicators – 3rd quarter 2016 against 3rd quarter 2015**

Indicators	3rd quarter - 2016	3rd quarter - 2015	Percent
	lei	lei	%
0	1	2	$3 = 1 / 2 * 100$
Turnover	11.997.205	7.385.970	162,43
Operating income	15.795.092	10.905.806	144,83
Operating expenses	17.806.378	12.591.435	141,42
Operating result	(2.011.286)	(1.685.629)	119,32
Financial revenues	200.777	183.685	109,31
Financial expenses	284.780	326.938	87,11
Financial result	(84.003)	(143.253)	58,64
Total income	15.995.869	11.089.491	144,24
Total expenses	18.091.158	12.918.373	140,04
Gross profit	(2.095.289)	(1.828.882)	114,57
Net result	(2.095.289)	(1.717.066)	122,03

The quarterly report to 30.09.2016 will be available to shareholders and investors, since 11.15.2016, 18:30 (local time), both in physical format at company headquarters and on its website, the section [www.uztel.ro](http://www.uztel.ro) "Shareholders / financial Statements / quarter III / 2016

Consortium:  
Judicial Administrator,

Euro INSOL SPRL                      and                      Euroinsol Consulting SPRL  
By    Coordinator Practitioner                      Associated Coordinator  
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General Manager,  
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# **INDIVIDUAL FINANCIAL STATEMENTS**

**ON SEPTEMBER 30, 2016**

**UNAUDITED**



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IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT

## Statement of individual financial position For September 30<sup>th</sup>, 2016

<b>Assets</b>	<b><u>September 30</u></b>	<b><u>December 31</u></b>
	<b><u>2016</u></b>	<b><u>2015</u></b>
	<b><u>lei</u></b>	<b><u>lei</u></b>
<b>Long-term Assets</b>		
Tangible assets	52.926.426	58.309.744
Intangible assets	106.393	54.973
<b>Total long-term assets</b>	<b><u>53.032.819</u></b>	<b><u>58.364.717</u></b>
<b>Current assets</b>		
Stocks	44.828.674	42.145.939
Other investments, including derivatives	-	3.874.386
Trade receivables and other receivables	19.529.764	17.766.065
Cash and cash equivalents	514.528	3.484.925
<b>Total current assets</b>	<b><u>64.872.966</u></b>	<b><u>67.271.315</u></b>
<b>Total Assets</b>	<b><u>117.905.785</u></b>	<b><u>125.636.032</u></b>
<b>Prepayments</b>	<b><u>4.081</u></b>	<b><u>3.658</u></b>

## EQUITY AND LIABILITIES

<b>Capital and reserves</b>		
Share capital	13.413.648	13.413.648
Adjustments of share capital	3.453.860	3.453.860
Revaluation reserves	65.159.672	66.788.199
Legal reserves	1.916.641	1.916.641
Other reserves	631.133	631.133
Year result	(5.946.782)	(2.037.296)
Reported result	1.874.543	7.952.819
<b>Total Capitals</b>	<b><u>86.449.496</u></b>	<b><u>94.156.300</u></b>
<b>Long term loans</b>		
Loans	-	-
Trade payables and other liabilities	5.633.595	8.212.877
Provisions	248.338	250.638
<b>Total current liabilities</b>	<b><u>5.881.933</u></b>	<b><u>8.463.515</u></b>



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**Continued Statement of individual financial position**

	<b><u>September 30</u></b> <b><u>2016</u></b> <b><u>lei</u></b>	<b><u>December 31</u></b> <b><u>2015</u></b> <b><u>lei</u></b>
<b>Current liabilities</b>		
Trade payables	15.943.999	9.612.345
Loans	4.234.200	4.772.776
Income in advance	108.511	1.618.884
Other liabilities	5.291.727	6.898.042
Current income tax	-	117.829
<b>Total current liabilities</b>	<b><u>25.578.437</u></b>	<b><u>23.019.875</u></b>
<b>Total liabilities</b>	<b><u>31.460.370</u></b>	<b><u>31.483.390</u></b>
<b>Total equity and liabilities</b>	<b><u>117.909.866</u></b>	<b><u>125.639.690</u></b>

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Ec. Ileana Popescu

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Ec. Marian Ilie

The accompanying notes are an integral part of these financial statements



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IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT

## Individual Statement of comprehensive income for September 30, 2016

	<u>September 30</u> <u>2016</u> <u>lei</u>	<u>December 31</u> <u>2015</u> <u>lei</u>
Income	29.542.948	34.598.395
Income from investments	-	-
Other income	1.854.978	830.950
Other gains / (losses) -net	2.300	(8)
Income cost of inventories of finished goods and Production in progress	7.295.601	10.912.080
Expenses with raw materials and consumables	(21.562.386)	(22.618.024)
Asset depreciation and amortization expense	(4.706.291)	(5.358.406)
Employee benefits expense	(10.875.625)	(12.201.915)
Expenditure on insurance contributions And social security	(2.471.222)	(2.809.558)
Expenses with external supply	(4.023.319)	(4.534.573)
Other expenses	(880.648)	(1.528.679)
Other gains / (losses) -net	-	-
<b>Operating profit</b>	<b><u>(5.823.664)</u></b>	<b><u>(2.709.737)</u></b>
Financial income	698.151	1.330.598
Financial expenses	803.412	1.157.084
Other financial gains / (losses) -net	-	-
<b>Financial costs - net</b>	<b><u>(105.261)</u></b>	<b><u>173.514</u></b>
<b>Profit / (loss) before tax</b>	<b><u>(5.928.925)</u></b>	<b><u>(2.536.223)</u></b>
Current income tax expense	17.857	78.355
Expense / income with deferred income tax	-	-
<b>Profit / (loss) for the year - net</b>	<b><u>(5.946.782)</u></b>	<b><u>(2.614.578)</u></b>

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*Notes to the individual financial statements*

**For September 30th, 2016**

**FIXED ASSETS - tangible**

	lands	Buildings and constructions	Machines and equipments	Other tangible assets	Tangible assets in progress	Advances for intangible assets	Total
Cost	Lei	Lei	Lei	Lei	Lei	Lei	Lei
Balance on January 01 2016	17.312.865	32.652.252	35.913.430	160.631	2.601.694	123.120	88.763.992
Increases	-	39.650	259.156	-	489.552	-	788.358
Outputs	548.765	676.900	318.730	-	298.806	-	1.843.201
Balance on September 30, 2016	16.764.100	32.015.002	35.853.856	160.631	2.792.440	123.120	87.709.148
<b>Accumulated amortization</b>							
Balance on January 01 2016	-	7.401.272	22.983.023	69.953	-	-	30.454.249
Amortization of year	-	2.928.054	1.697.525	9.372	-	-	4.634.951
Amortization of outputs	-	101.026	205.451	-	-	-	306.477
Balance on September 30, 2016	-	10.228.300	24.475.097	79.325	-	-	34.782.723
<b>Adjustment</b>							
Balance on January 01 2016	-	-	-	-	-	-	-
Increases	-	-	-	-	-	-	-
Decreases	-	-	-	-	-	-	-
Balance on September 30, 2016	-	-	-	-	-	-	-



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**IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT**

## **Continued FIXED ASSETS - tangible**

	lands	Buildings and constructions	Machines and equipments	Other tangible assets	Tangible assets in progress	Advances for intangible assets	Total
<b>Net account</b>							
<b>value</b>	<b>Lei</b>	<b>Lei</b>	<b>Lei</b>	<b>Lei</b>	<b>Lei</b>	<b>Lei</b>	<b>Lei</b>
Balance on January 01 2016	17.312.865	25.250.980	12.930.407	90.678	2.601.694	123.120	58.309.744
Balance on September 30, 2016	16.764.100	21.786.702	11.378.759	81.305	2.792.440	123.120	52.926.426

In the period 1 January to 30 September 2016 class "Buildings and constructions" registered increase in value of 39,650 lei, representing concrete platform in the Foundry (TO 1).

In the period 1 January to 30 September 2016 the total value of the increases recorded in the accounting class "Machinery and equipment" was 259,156 lei, representing:

- Electrical lighting installation in sectors of Chromium plating, Machining 3, Assembly 2, Heat Treatment, Adjustment, Foundry worth 230,319 lei;
- 210 bar Distributors testing unit , worth 28,837 lei.

Class of tangible assets in progress recorded in the period 1 January to 30 September 2016 an increase in the amount of 489,552 lei, representing:

- Electrical lighting installation in sectors of Chromium plating, Assembly 2, Heat Treatment, Adjustment, Foundry worth 201,218 lei;
- 210 bar Distributors testing unit, worth 28,837 lei;
- Filtering station ALOW - SFPJ, amounting to 219,847 lei;
- Concrete platform in the Foundry (TO 1), amounting to 39,650 lei.

In the period 1 January to 30 September 2016 Class "Land" recorded decrease in value of 548,765 lei by selling land area of 6079.83 square meters, according to the contracts of sale with closing authentication No. : 2175; 2176; 2180; 2182; 2185; and 2187 / 06.01.2016 to individuals.



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**Continued FIXED ASSETS - tangible**

In the period January 1 to September 30, 2016, Class "Buildings and constructions" recorded decrease in value of 676,900 lei by deregistration of - C2 Dormitory building, sold to individuals under contracts of sale with no closing authentication. 2178; 2179 / 06.01.2016.

In the period January 1 to September 30, 2016, Class "Machinery and equipment" recorded decreases in value of 318,730 lei, representing: rescission of obsolete technological equipments with inventory value of 57,330 lei, following annul inventory of patrimony and sale of " Foundry Mix Preparation Plant" under sale contract no. 30 / 21.06.2016 (invoice no. 0036457 / 07.14.2016, the sale value of 30,000 Euro) to GENTEN MACHINES LTD Belgium, the inventory value of 261,400 lei.

Tangible asset Class tangible recorded in the period 1 January to 30 September 2016 a decrease in the amount of 298.806 lei, representing:

- Electrical lighting installation in sectors of Chromium plating, Assembly 2, Heat Treatment,

Adjustment, Foundry worth 298,319 lei;

- 210 bar Distributors testing unit , worth 28,837 lei;

- Concrete platform in the Foundry (TO 1), amounting to 39,650 lei.

Consortium:

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*Notes to the individual financial statements***For September 30th, 2016****FIXED ASSETS- Intangible**

	Development expenses	Other intangible assets	Intangible assets in progress	Total
Cost	Lei	Lei	Lei	Lei
Balance on 01 January 2016	126.399	429.261	-	555.660
Increase	42.022	80.736	-	122.759
Outputs	-	14.506	-	14.506
Balance on September 30, 2016	168.421	495.491	-	663.913
<b>Accumulated amortization</b>				
Balance on 01 January 2016	100.003	400.684	-	500.687
Amortization of year	6.119	65.220	-	71.339
Amortization of outputs	-	14.506	-	14.506
Balance on September 30, 2016	106.122	451.399	-	557.521
<b>Net book value</b>				
Balance on 01 January 2016	26.396	28.577	-	54.973
Balance on September 30, 2016	62.299	44.093	-	106.393

In the period 1 January to 30 September 2016, development costs recorded increase of 42,022 lei, representing expenditures for prototyping - ball valve Dn 100 Pn 40 with locking mechanism, ball valves Pn 10 bar - CFR, ball valves Pn 10 bar - right - CFR, Cast and machined tap main body 6 ".

The Company purchased intangible assets in the amount of 80,736 lei, representing: Support for the integrated SIVCO program worth 52,571 lei, ESET Endpoint Antivirus License worth 6,580 lei and Oracle Database Standard Edition One license worth 21,585 lei.



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In the period 1 January to 30 September 2016 Class "Other intangible assets" recorded a decrease in value of 14,506 lei by removing from records License ESET Endpoint for the years 2014-2015 (the period of validity limited), fully amortized and which is renewed periodically..

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*Notes to the individual financial statements*

**For September 30th, 2016**

<b>STOCKS</b>	<b><u>September 30th,</u> <u>2016</u> <u>lei</u></b>	<b><u>December 31st,</u> <u>2015</u> <u>lei</u></b>
Raw material	1.961.803	2.090.109
Additional material	908.412	960.452
Fuels	39.274	47.024
Packaging materials	11.851	13.702
Spare parts	6.307.477	5.931.062
Other consumables	526.039	635.747
Other consumables- protocol	57	36
Inventory items	689.030	718.462
Product in progress	9.392.853	10.618.705
Semi- manufactured	2.188.609	2.145.746
Finished product	12.019.022	10.598.500
Difference of price of semi-finished products	968.947	706.454
Difference of price of finished products	12.183.056	10.021.995
Packing	10.180	5.087
Residual products	74.414	70.644
Adjustment for depreciation of raw material	(337.327)	(337.327)
Adjustment for depreciation of consumables	(1.624.422)	(1.624.422)
Adjustment for depreciation of other material	(234.870)	(234.870)
Adjustment for depreciation of semi-finished product	(287.521)	(287.521)
Adjustment for depreciation of finished product	(185.599)	(185.599)
<b>Total</b>	<b>44.611.287</b>	<b>41.893.988</b>
Advances for purchases assets such as stocks	217.387	251.951
<b>Total General Inventory</b>	<b>44.828.674</b>	<b>42.145.939</b>

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*Notes to the individual financial statements*

**For September 30th, 2016**

**Individual Statement of changes in equity**

În LEI	Equity	Adjustment of equity	Legal reserve	Reserves from reassessment	Other reserves	Result reported	Total equity
<b>Balance on January 01, 2016</b>	<b>13.413.648</b>	<b>3.453.860</b>	<b>1.916.641</b>	<b>66.788.199</b>	<b>631.133</b>	<b>7.952.819</b>	<b>94.156.300</b>
Reclassification of revaluation reserves to reported result	-	-	-	-	-	(131.495)	(131.495)
Net Profit of period	-	-	-	-	-	(5.946.782)	(5.946.782)
Transfer between Equity accounts	-	-	-	(1.628.527)	-	-	(1.628.527)
<b>Balance on September 30, 2016</b>	<b>13.413.648</b>	<b>3.453.860</b>	<b>1.916.641</b>	<b>65.159.672</b>	<b>631.133</b>	<b>1.874.542</b>	<b>86.449.496</b>

As a result of applying IFRS beginning with the fiscal year 2012 were restated financial statements, resulting from the application of IAS 29 an inflation adjustment to equity of 3,453,860 lei.

No adjustments were calculated on the deferred tax related to revaluation reserves for the period 01.01.2016 - 30.09.2016.

Revaluation reserves fell in the period January 1, 2016 - September 30, 2016 with 1,628,527 lei, as follows:

- revaluation reserve of 482.009 lei - land sale;
- revaluation reserve of 1,126,256 lei - sale of buildings;
- revaluation reserve of 20.262 lei - the scrapping of obsolete technological equipment

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IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT

*Notes to the individual financial statements*

**For September 30th, 2016**

**Individual Statement of Cash and cash equivalents**

	<b><u>September 30-</u></b> <b><u>2016</u></b> <b><u>lei</u></b>	<b><u>December 31-</u></b> <b><u>2015</u></b> <b><u>lei</u></b>
Cash and cash equivalents	514.528	3.484.925
Bank deposits	-	3.874.386
<b>Cash and cash equivalents</b>	<b>514.528</b>	<b>7.359.311</b>

In terms of the cash flow statement, consider that:

- Cash is cash in hand and current bank accounts;
- Cash equivalents represent stamps and postage.

There are no restrictions on the accounts of Cash in banks.

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*Notes to the individual financial statements*  
**For September 30th, 2016**

<b>Trade payables and other payables</b>	<b><u>September 30</u> <u>2016</u> <u>lei</u></b>	<b><u>January 01</u> <u>2016</u> <u>lei</u></b>
<b>Trade receivables</b>	<b>21.016.044</b>	<b>20.825.158</b>
Internal clients	3.837.209	5.926.718
External clients	6.478.295	4.174.656
Doubtful debts, litigation	10.317.143	10.338.783
Suppliers borrowers	383.397	385.000
<b>Other receivables</b>	<b>2.638.349</b>	<b>1.065.536</b>
Salary Advance	2.750	10.504
Borrowers	1.499.073	512.751
Deferred income tax	7.557	7.557
VAT to be recovered	625.726	-
Other receivables (non-payable VAT, accrued expenses and settlement of transactions pending clarification)	503.243	534.725
<b>Adjustment for receivable impairment- clients</b>	<b>(4.124.629)</b>	<b>(4.124.629)</b>
<b>Total trade receivables and other receivables</b>	<b>19.529.764</b>	<b>17.766.065</b>
<b>Prepayments</b>	<b>4.081</b>	<b>3.658</b>
<b>Adjustment for receivables impairment- -clients</b>	<b><u>September- 30</u> <u>2016</u> <u>lei</u></b>	<b><u>January 01-</u> <u>2016</u> <u>lei</u></b>
<b>Balance at beginning of period</b>	<b>4.124.629</b>	<b>4.124.629</b>
Constitution during the period	-	-
Constitution during the period	-	-
<b>Total</b>	<b>4.124.629</b>	<b>4.124.629</b>



UZTEL S.A. OILFIELD EQUIPMENT MANUFACTURING AND REPAIRS

243 MIHAI BRAVU St., code 100410, PLOIESTI , PRAHOVA-ROMANIA

**IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT**

**Trade receivables and other receivables (continued)**

\* Uncertain customers were distinctly registered in the books of the company.

Evaluation of receivables denominated in foreign currency was made on the exchange rate of currency market communicated by the National Bank of Romania for the closing of September 2016.

Exchange rate differences favorable or unfavorable between the foreign exchange rate at which are recorded liabilities in foreign currency and the foreign exchange rate of currency market communicated by the National Bank of Romania for the closing of September 2016 were recorded in the appropriate accounts of income or expense from exchange rate differences, as the applicable.

Consortium:  
Judicial Administrator,

Euro INSOL SPRL	and	Euroinsol Consulting SPRL
By Coordinator Practitioner		Associated Coordinator
attorney PhD Adrian Remus Borza		attorney Alina Mariana Maer

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Eng. Ion Zidaru

Finance Manager,  
Ec. Ileana Popescu

Head of General Acct. Dept. ,  
Ec. Marian Ilie

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UZTEL S.A. OILFIELD EQUIPMENT MANUFACTURING AND REPAIRS

243 MIHAI BRAVU St., code 100410, PLOIESTI , PRAHOVA-ROMANIA

IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT

## Notes to the individual financial statements

For September 30th, 2016

### The situation in trade payables and other liabilities

a) Short -term debt situation	<u>September 30 -</u> <u>2016</u> <u>lei</u>	<u>January 01</u> <u>2016</u> <u>lei</u>
Amounts owed to credit institutions	4.234.200	4.772.776
Advances collected for orders	108.511	1.618.884
Trade payables - suppliers	15.943.999	9.612.345
Income tax	-	117.829
Other creditors including tax and social security	5.291.727	6.898.042
Provisions and deferred income	-	-
<b>Total short-term debts</b>	<b>25.578.437</b>	<b>23.019.875</b>

  

a) Long -term debt situation	<u>September 30 -</u> <u>2016</u> <u>lei</u>	<u>January 01</u> <u>2016</u> <u>lei</u>
Amounts owed to credit institutions	-	-
Advances collected for orders	-	-
Trade payables - suppliers	4.282.201	6.051.296
Income tax	-	-
Other creditors including tax and social security	1.351.394	2.161.581
Provisions and deferred income	248.338	250.638
<b>Total long-term debts</b>	<b>5.881.933</b>	<b>8.463.515</b>



UZTEL S.A. OILFIELD EQUIPMENT MANUFACTURING AND REPAIRS

243 MIHAI BRAVU St., code 100410, PLOIESTI , PRAHOVA-ROMANIA

**IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT**

**Continued - The situation in trade payables and other liabilities**

Exchange differences favorable or unfavorable between the foreign exchange rate at which are recorded liabilities in foreign currency and the foreign exchange rate of currency market communicated by the National Bank of Romania for the closing of September 2016 were recorded in the appropriate accounts of income or expense from exchange rate differences, as the applicable.

For the amounts owed to credit institutions were maintained mortgages amounting to 29,434,935 lei.

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243 MIHAI BRAVU St., code 100410, PLOIESTI , PRAHOVA-ROMANIA

IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT

*Notes to the individual financial statements*

**For September 30th, 2016**

**Provisions**

	<u>Balance at January</u> <u>01, 2016</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance at September</u> <u>30, 2016</u>
	<u>lei</u>	<u>lei</u>	<u>lei</u>	<u>lei</u>
Provisions for litigations	250.638	-	2300	248.338
<b>Total</b>	<b>250.638</b>	<b>-</b>	<b>2300</b>	<b>248.338</b>

**Deferred revenues**

	<u>Balance at January</u> <u>01, 2016</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance at September</u> <u>30, 2016</u>
	<u>lei</u>	<u>lei</u>	<u>lei</u>	<u>lei</u>
Deferred revenues	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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243 MIHAI BRAVU St., code 100410, PLOIESTI , PRAHOVA-ROMANIA

**IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT**

*Notes to the individual financial statements*

**For September 30th, 2016**

### Share income from operations

<b>September 30, 2016</b>	<b>Amount ( lei )</b>	<b>Share of total income %</b>	<b>Share of turnover %</b>
Revenue from the sale of finished products - domestic	12.850.829,36	32,62	43,50
Revenue from the sale of finished products - abroad	16.501.708,20	41,89	55,86
Revenue from the sale of residual products	-	-	-
Revenue from services rendered- Laboratory services	58.010,00	0,15	0,20
Revenue from services rendered - internal transport	5.606,65	0,01	0,02
Revenue from services rendered - external transport	40.252,90	0,10	0,14
Income from royalties, locations management and rental	177,40	-	-
Income from rental of oilfield equipment	36.158,23	0,09	0,12
Income from sale of goods	76.933,01	0,20	0,26
Income from different activities - Internal	23.239,20	0,06	0,08
Income from different activities - Export	10.721,77	0,03	0,04
Trade discounts - internal	-	-	-
Trade discounts - external	(60.688,52)	(0,15)	(0,21)
<b>Turnover - Total</b>	<b>29.542.948,20</b>	<b>75,00</b>	<b>100,00</b>

<b>Report on operating segment at September 30, 2016</b>	<b>Amount ( lei )</b>	<b>Share Of total income %</b>
Revenue from the sale of finished products - internal	12.850.829,36	32,62
Revenue from the sale of finished products - external	16.441.019,68	41,74
Income stocks of finished goods	7.295.600,95	18,52
Revenue from services rendered	137.830,52	0,35
Income from royalties, management and rental locations	36.335,63	0,09
Revenue from sale of goods	76.933,01	0,20
<b>Total</b>	<b>36.838.549,15</b>	<b>93,52</b>



**UZTEL S.A. OILFIELD EQUIPMENT MANUFACTURING AND REPAIRS**

243 MIHAI BRAVU St., code 100410, PLOIESTI , PRAHOVA-ROMANIA

**IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT**

**Continued Income from operation**

<b>September 30, 2015</b>	<b>amount ( lei )</b>	<b>Share of total income %</b>	<b>Share of turnover %</b>
Revenue from the sale of finished products - domestic	18.156.538,93	38,09	52,48
Revenue from the sale of finished products - abroad	15.815.552,69	33,18	45,71
Revenue from the sale of residual products	-	-	-
Revenue from services rendered- Laboratory services	29.346,00	0,06	0,08
Revenue from services rendered - internal transport	3.612,20	0,01	0,01
Revenue from services rendered - external transport	252.490,29	0,53	0,73
Income from royalties, locations management and rental	21.859,43	0,05	0,06
Income from rental of oilfield equipment	-	-	-
Income from sale of goods	77.231,58	0,16	0,22
Income from different activities - Internal	248.047,82	0,52	0,72
Income from different activities - Export	15.945,28	0,03	0,05
Trade discounts - internal	-	-	-
Trade discounts - external	(22.229,50)	(0,05)	(0,06)
<b>Turnover - Total</b>	<b>34.598.394,72</b>	<b>72,58</b>	<b>100,00</b>

<b>Report on operating segment at September 30, 2015</b>	<b>Amount ( lei )</b>	<b>Share Of total income %</b>
Revenue from the sale of finished products - internal	18.156.538,93	38,09
Revenue from the sale of finished products - external	15.793.323,19	33,13
Income stocks of finished goods	10.912.080,00	22,89
Revenue from services rendered	549.441,59	1,15
Income from royalties, management and rental locations	21.859,43	0,05
Revenue from sale of goods	77.231,58	0,16
<b>Total</b>	<b>45.510.474,72</b>	<b>95,47</b>

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UZTEL S.A. OILFIELD EQUIPMENT MANUFACTURING AND REPAIRS

243 MIHAI BRAVU St., code 100410, PLOIESTI , PRAHOVA-ROMANIA

**IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT**

*Notes to the individual financial statements*

**For September 30th, 2016**

<b>Income</b>	<b><u>9months 2016</u></b> <b><u>lei</u></b>	<b><u>9 months 2015</u></b> <b><u>lei</u></b>
Turnover	29.542.948	34.598.395
Other income	1.582.901	630.660
Income related to costs of stocks of finished goods and production in progress	7.295.601	10.912.080
Revenues from the production of tangible and intangible assets	272.077	200.290
Other gains / (losses) -net	2.300	(8)
<b>Total revenues</b>	<b>38.695.827</b>	<b>46.341.417</b>

<b>Expenses</b>	<b><u>9months 2016</u></b> <b><u>lei</u></b>	<b><u>9 months 2015</u></b> <b><u>lei</u></b>
Staff costs	(13.346.847)	(15.011.473)
Raw materials and consumables expenditures	(19.465.805)	(20.443.791)
Third services	(4.023.319)	(4.534.573)
Power, water and gas	(2.096.581)	(2.174.233)
Amortizations and depreciations	(4.706.291)	(5.358.406)
Other costs	(880.648)	(1.528.679)
<b>Total expenses</b>	<b>(44.519.491)</b>	<b>(49.051.155)</b>

	<b><u>9months 2016</u></b> <b><u>lei</u></b>	<b><u>9 months 2015</u></b> <b><u>lei</u></b>
Total operating income	38.695.827	46.341.417
Total operating expenses	(44.519.491)	(49.051.155)
<b>Operations result</b>	<b>(5.823.664)</b>	<b>(2.709.738)</b>



UZTEL S.A. OILFIELD EQUIPMENT MANUFACTURING AND REPAIRS

243 MIHAI BRAVU St., code 100410, PLOIESTI , PRAHOVA-ROMANIA

**IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT**

**Continued Income and expenses**

<b>Financial result</b>	<b><u>9months 2016</u></b>	<b><u>9 months 2015</u></b>
	<b><u>lei</u></b>	<b><u>lei</u></b>
Income from exchange rate differences	627.234	1.087.179
Interest income	69.514	243.313
Other financial income	1.403	106
Expenses for exchange rate differences	(736.809)	(1.019.129)
Interest expense	(66.597)	(137.955)
Other financial charges	(6)	-
<b>Financial result</b>	<b>(105.261)</b>	<b>173.514</b>

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**IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT**

*Notes to the individual financial statements*

**For September 30th, 2016**

**INCOME TAX**

Tax for the period 01.01.2016 - 30.09.2016 comprises current tax. Profit tax is recognized in the statement of comprehensive income or in other comprehensive income if the tax is related to capital items.

**Current Income Tax**

Current tax is the expected tax payable for the profit realized in the period 01.01.2016 - 30.09.2016, determined based on tax regulations applicable to the reporting date. The income tax rate applicable for the financial period January 1, 2016 - September 30, 2016 was 16% (the same rate was applied and for 2012, 2013, 2014 and 2015).

**September 30, 2016**

Current income tax expense	17.857,00 lei
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IN REORGANIZARE JUDICIARA IN JUDICIAL REORGANISATION EN REDRESSEMENT

**Annex 30 B**  
**Economic- Financial keys**

Economic- financial keys	September 30, 2016	September 30, 2015
<b>Current liquidity</b> – Current Assets / Current Liabilities	2,54	2,91
<b>Indebtness</b> – Borrowed capital / Equity * 100	4,90%	5,84 %
<b>Rotation speed debts – clients</b> – Receivables / Turnover * 365 days	178 zile	124 zile
<b>Rotation speed of fixed assets</b> – Turnover / Fixed Assets	0,46	0,53

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Undersigned, Maria Coman, sworn interpreter and translator for the English and French languages under the license no. 5886/2001 of 11 December 2001 issued by the Ministry of Justice of Romania, certify the accuracy of the translation done from Romanian to English language that the text presented has been fully translated, without omissions, and that the translation did not distorted document content and meaning.

The document whose translation is required in full has as a whole, a number of 1 page, the title / name is Notes to the individual financial statements on September 30th, 2016, was issued by SC UZTEL SA , Ploiesti city, Romania and presented me completely .

The translation of the document submitted has a number of 1 page and was executed according to a written request filed at no 241/11.02.2016, kept in the archives of the undersigned.

SWORN NTERPRETER AND TRANSLATOR

