



# AUDIT EXPERT S.R.L.

14A Mircea cel Batran Street, Ploiesti  
Trade Register J29/ 68/ 1998; Tax no. RO 10117602;  
Tel/fax: 0244 596 421 or 0244 571 692; e-mail: [auditexpert2004@yahoo.com](mailto:auditexpert2004@yahoo.com)  
Authorized by the Chamber of Financial Auditors of Romania under no. 50/ 2001

## REPORT OF THE STATUTORY AUDITOR

To,  
the General Meeting of the Shareholders of ELECTROMAGNETICA S.A. Bucharest

### Report on separate financial statements

1. We have audited the accompanying separate financial statements of ELECTROMAGNETICA S.A. BUCHAREST (the „Company”), which include the separate statement of financial position as of 31 December 2014, the separate statement of profit and loss and other elements of the comprehensive income, the separate statement of cash flow, the separate statement of changes in equity for the financial year then ended as well as a summary of the significant accounting policies and other explanatory notes numbered from page 1 to page 54.

The financial statements mentioned above refer to the:

- o Total equity: 263,926,079 Lei;
- o Profit for the period: 7,578,661 Lei.

### Management responsibility for the financial statements

2. The Company management is responsible for the preparation and fair presentation of these financial statements in accordance with Order no. 1286/2012 of the Minister of Public Finance approving the accounting regulations compliant with the International Financial Reporting Standards applicable to companies whose securities are admitted to trading on a regulated market, as further amended and supplemented and for such internal control which the management considers necessary in order to enable the preparation and fair presentation of the financial situations, free from material misstatement, whether due to fraud or error.

### Responsibility of the auditor

3. Our responsibility is to express an opinion on these financial statements, based on the audit we have performed. We have conducted our audit in accordance with the International Audit Standards. These standards require us to adhere to the ethical requirements, to plan and perform the audit in order to obtain a reasonable assurance that the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The selected procedures depend on the professional judgment of the auditor, including the assessment of the risks of material misstatement in the financial statements, whether due to fraud or error. In making this risk assessment, the auditor considers internal control relevant to the preparation and fair presentation by the entity of the financial statements of the Company, in order to design relevant audit procedures that are appropriate in the circumstances, but not for the purpose of expressing

an opinion on the effectiveness of the Company's internal control. An audit also includes an evaluation of the appropriateness of the accounting policies used and of the reasonableness of the accounting estimates made by the management, as well as a review of the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

6. In our opinion, the financial statements attached herewith give, in all material respects, a true and fair view of the financial position of S.C. ELECTROMAGNETICA S.A Bucharest as of 31 December 2014, as well as of the financial performance and cash flow for the financial year then ended, in accordance with Order no. 1286/2012 of the Minister of Public Finance approving the accounting regulations compliant with the International Financial Reporting Standards applicable to companies whose securities are admitted to trading on a regulated market, as further amended and supplemented.

### **Report on other legal and regulatory requirements**

7. In accordance with Article 30 (c) Chapter III of Order no. 1286/2012 of the Minister of Public Finance, we have read the management report attached to the separate financial statements and numbered from page 1 to page 27. The management report is not an integral part of the financial statements. In the management report we have found no financial information to be significantly inconsistent with the information presented in the accompanying financial statements as of 31 December 2014.

Ploiesti – 25 March 2015

Financial Auditor,  
Gheorghiu Genica – authorized under no. 2810/2009 with  
The Chamber of Financial Auditors of Romania

On behalf of,

S.C. AUDIT EXPERT S.R.L.  
Audit firm registered under no. 50/2001 with  
The Chamber of Financial Auditors of Romania

General Manager  
Constantin Maria – Record no. 184/2001