SC AZALEE EXPERT AUDIT S.R.L.
Societate romana de audit – Membru Camera Auditorilor Financiari din Romania
Nr.inreg. Reg. Comertului: J04/ 209/ 2002. – CUI RO 14534297.
Sediu social : ONESTI, Str. Emil Rebreanu, bloc 11/ 91 - ***Tel. 0723/ 249818***

THE INDEPENDENT AUDITORS' REPORT TO S.C. RAFO S.A. SHAREHOLDERS

Report on the financial statements

1. We have audited the attached financial statements of SC RAFO SA ("The Company"), including the balance sheet as of December 31st, 2011, the profit and loss account, the situation of changes in equity and the situation of treasury flows for the financial period ended on this date, and a summary of the significant accounting policies as well as other explanatory notes.

Responsabilitatea conducerii pentru situatiile financiare

2. SC RAFO SA management is responsible for the fair drawing up and presentation of these financial statements in accordance with the Accountancy Law no. 82/1991 and the provisions of the Ministry of Public Finances Order no. 3055/2009, including the subsequent amendments and the accounting policies described in the notes to the financial statements. This responsibility implies the drafting, implementation and maintenance of an internal control relevant for the fair drawing up and presentation of the financial statements without significant misrepresentations due to fraud or error; the selection and application of the appropriate accounting policies; the elaboration of a reasonable accounting estimate under the given circumstances.

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Responsabilitatea auditorului

3. Our responsibility is that, based on the performed statutory audit, to express an opinion regarding these financial statements. We performed the audit in accordance with the International Audit Standards enforced by the International Federation of Accountants, enacted by the Romanian Chamber of Financial Auditors.
   These standards stipulate the compliance with the ethical requirements of the Chamber, the planning and the performance of the audit in order to obtain a reasonable assurance that the financial statements do not contain significant misrepresentations.

4. An audit consists of performing procedures in order to obtain the audit evidences regarding the values and the information presented in the financial statements. The selected procedures depend on the auditor's professional reasoning, including the assessment of the risk for significant misrepresentation of the financial statements due either to fraud or error. In assessing these risks, the auditor takes into account the internal control as being relevant for the fair drawing up and presentation of SC RAFO SA financial statements, in order to establish the audit procedures adequate to the given circumstances, but not with the purpose of expressing an opinion about the efficiency of the company's internal control. An audit also includes the assessment of the adequacy level of the used accounting policies and the reasonableness of the accounting estimates drawn up by the management, as well as the evaluation of the financial statements general presentation.

5. We consider that the audit evidences we obtained are sufficient and adequate so as to form the basis for expressing a qualified audit opinion.

Opinion

6. In our opinion, the financial statements of SC RAFO SA Onesti, drawn up for the financial period ended as of 31.12.2011 truthfully present, taking into account all significant aspects, the company's financial position and of its financial performance, as well as of the cash flows for the ended year, in accordance with the Ministry of Public Finances Order no. 3055/2009, including the subsequent amendments and the accounting policies described in the notes to the financial statements.

S.C. AZALEE EXPERT AUDIT S.R.L.
Onesti, Emil Rebreanu Street, block no. 11, apartment 91

Registered at the Chamber of Financial Auditors of Romania,
Authorization no. 201/ 2002

Administrator,
Ec. Munteanu Valeria
Financial Auditor, identity card no. 853/2001

Onesti
15.03.2012

S.C. RAFO SA
ONESTI

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st of DECEMBER 2011

PREPARED IN ACCORDANCE WITH

THE ORDER OF THE MINISTRY OF PUBLIC FINANCES

NO. 3055/2009 REGARDING THE APPROVAL OF THE ACCOUNTING REGULATIONS PURSUANT TO EUROPEAN DIRECTIVES

FINANCIAL AUDITOR,

S. C. AZALEE EXPERT AUDIT SRL ONESTI

AUTHORIZATION C.A.F.R. NO.201/2002

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SC RAFO SA

Statement of Financial Position as at 31 December 2011

(all amounts are expressed in RON)

	Notes	31 December 2011	31 December 2010
ASSETS			
Non-current assets			
Lands and fixed assets	7.1	471.597.008	448.786.033
Intangible assets	7.2	8.365.589	8.468.663
Investment property			
Other non-current assets			
Financial investments	7.3	3.992.350	3.992.353
Other long term assets			
Total non-current assets		**483.954.947**	**461.247.049**
Current assets			
Inventories	8	144.503.577	172.762.372
Trade and other receivables, net	9	11.486.807	19.093.056
Prepayments for current assets		14.775	18.059
Cash and cash equivalents	11	92.993	110.650
Total current assets		**156.098.152**	**191.984.137**
Advance expenses		38.000	47.109
TOTAL ASSETS		**640.091.099**	**653.278.295**
EQUITY CAPITAL AND LIABILITIES			
Shareholders' equity			
Share capital	12	2.194.936.967	2.194.936.967
Reserves		26.766.991	25.575.750
Reserves from reevaluation		56.168.069	57.427.499
Accumulated benefits		(1.868.455.948)	(1.871.828.115)
Total equity capital		**409.416.079**	**406.112.101**
Long term liabilities			
Loans and liabilities	10.2	208.335.560	175.406.570
Deferred tax liabilities			
Total long term liabilities		**208.335.560**	**175.406.570**

SC RAFO SA

Statement of Financial Position as at 31 December 2011

(all amounts are expressed in RON)

	Notes	**2011**	**2010**
Short-term liabilities			

Trade and other liabilities	10	14.766.822	63.800.876
Advance income		1.958.388	1.940.857
Provisions		5.614.250	6.017.891
Loans and liabilities			
Total short-term liabilities		**22.339.460**	**71.759.624**
Total liabilities		**230.675.020**	**247.166.194**
TOTAL EQUITY CAPITAL AND LIABILITIES		**640.091.099**	**653.278.295**
Operating revenues			
Revenues	5	106.944.700	62.489.486
Other operating income	5.2	14.884.225	3.479.904
Total operating revenues		**121.828.925**	**65.969.390**
Operating expenses			
Consumables expenses	6.1	10.699.026	6.378.168
Utilities expenses		7.232.275	6.447.762
Goods expenses		23.927.609	7.576.700
Personnel expenses	6.2	36.644.047	38.928.750
Expenses regarding amortization		9.291.825	23.402.450
Expenses regarding external services	6.3	18.382.976	24.619.174
Other third parties expenses			
Value adjustments for current assets		-1.433.170	-14.268.953
Adjustments for provisions	6.4	-403.641	-
Total operating expenses		**104.340.947**	**93.084.951**
Results from operating activities		**17.487.978**	**(27.115.561)**
Finance income	5.3	40.380.587	38.735.944
Finance expenses	6.5	60.928.307	66.278.132
Net finance costs		**(20.547.720)**	**(27.542.188)**
Extraordinary income		-	-
Extraordinary expenses		45.462	30.505
Result from extraordinary activities		**(45.462)**	**(30.505)**
Loss before income tax		**(3.105.204)**	**(54.688.254)**
Income tax expense	6.7	-	16.500
Loss for the period		**(3.105.204)**	**(54.704.754)**

General Manager
Miroslav Dermendjiev

Chief Accountant
Laura Ticu

SC RAFO SA

Statement of Financial Position as at 31 December 2011

(all amounts are expressed in RON)

Treasury flows

ITEM DENOMINATION	FINANCIAL PERIOD 2011	2010
Cash flows from operating activities		
Encashments from third parties and various debtors	70.783.509	93.391.107
Payments to employed suppliers and budget	-95.570.436	-62.275.707
Paid interests		
Profit tax	-27.250	
Encashments from insurance against earthquakes		
Net treasury from operating activities	**-24.814.177**	**31.115.400**
Cash flows from opertaing activities		
Encashments from shares sale		
Encashments for shares purchase		
Encashments from sale of tangible aseets		28.599
Acquisition payments/production of tangible and intangible assets	-15.686.905	-6.116.817
Encashed dividends	91.782	65.649
Net treasury from investing activities	**-15.595.123**	**-6.022.569**
Cash flows from financing activities		
Encashments from the shares emission		
Encahsments from loans and received financial guarantees	45.478.044	56.024.272
Repayments of loans and financial guarantees	-15.098	-85.407.582
Granted loans	-11.105.778	0
Encashments from granted loans	5.269.189	6.024.755
Encashments from interests and exchange rate differences	195.361	664.349
Payments of interests and exchange rate differences	-592.303	-2.416.190
Paid dividends		
Net treasury from financing activities	**39.229.415**	**-25.110.396**
Net increment of the treasury and of the treasury equivalents	**-1.179.885**	**-17.565**
Treasury and treasury equivalents at the beginning of the financial period	**1.290.373**	**110.488**
Treasury and treasury equivalents at the end of the financial period	**110.488**	**92.923**

General Manager
Miroslav Dermendjiev

Chief Accountant
Laura Ticu

SC RAFO SA

Statement of Financial Position as at 31 December 2011

(all amounts are expressed in RON)

The situation regarding the modifications of the own capital as of 31.12.2011

Item denomination	Balance account			Balance

		at the beginning of the financial period	Increments Total, of which:	By transfer	Reductions Total, of which:	By transfer	account at the end of the financial period
Subscribed capital		2.194.936.967,50					2.194.936.967,5
Administration's patrimony							
Capital premiums							
Reserves from revaluation		57.427.499	1.263.908		4.478		56.168.069
Legal reserves							
Statutory reserves							
Reserves representing differences from revaluation		25.135.544			1.191.241		26.326.785
Other reserves		440.206					440.206
Own shares							
The carried over result representing the non-distributed profit or the uncovered loss	Balance account C						
	Balance account D	(1.754.667.143)	55.222.281		6.994.897		(1.802.894.527)
The carried over result came from the adoption, for the first time, of IAS, except IAS 29, 32	Balance account C						
	Balance account D	(56.754.167)					(56.754.167)
The carried over result came from the correction of the accounting errors	Balance account C						
	Balance account D	(5.702.051)					(5.702.051)
The carried over result came from the passing to the application of the Accounting regulations in conformity with the IV-th Directive of the European Economic Communities	Balance account C						
	Balance account D						
The profit or the loss of the financial period	Balance account C	(54.704.754)	170.058.349		221.657.899		(3.105.204)

	Balance account D						
Profit distribution							
Total of the own capitals		406.112.101,5	226.544.538,0	0,0	229.848.515,0	0,0	409.416.078,5

General Manager
Miroslav Dermendjiev

Chief Accountant
Laura Ticu

REPORTING ENTITY

S.C. RAFO S.A. (referred to as “the Company” or “Rafo SA”) is a company headquartered in Romania. The address of SC RAFO SA registered office is in Onesti, 3 Industriilor Street. Company’s main activities are refinement and distribution of oil products (CAEN code 1920 - “Manufacture of products obtained from crude oil processing).

SC RAFO SA was set up as share based company from the split of Borzesti Chemical Plant. Rafo SA is entirely privately owned.
During 1999 and 2001, the refinery was stopped due to lack of financing sources for the import of crude oil.
After the refinery was reopened, at the end of 2001, the holding company composed of IMPERIAL OIL BACAU and CANYION SERVICOS PORTUGAL had acquired the majority of the Company’s shares (59.99 %).

In October 2003, the main shareholder changed to Balkan Petroleum LTD which acquired 48.91% of shares (74,546,785 shares) from Canyion Servicos. V&V Trading SA became the sole administrator of the Company “SC RAFO SA”.
In July 2005, Calder A International BV acquired from Balkan Petroleum LTD the shares of “SC RAFO SA”.

As of 31 December 2009 Company’s ultimate parent is Petrochemical Holding GmbH (96.2103% of Company’s shares). Petrochemical Holding GmbH has acquired all of the Rafo’s shares owned by Petrochemical Group companies in December 2009 (35.94% from Calder A International BV, 20.96% from Balkan Petroleum Ltd., 7.50% from Raglam Overseas Ltd. and 0.0564% from Petrochemical Trading GmbH).

As of 31 December 2010 the structure of the share capital and its division per shareholders is the following:

- Petrochemical Holding GmbH holds 96,5141%
- The list of natural persons and legal entities shareholders holds 3,4859%.

As a result of difficulties in paying liabilities towards the state, trade suppliers and also due to large penalties for delays, starting with 28.04.2004, according to Civil Sentence no. 847/28.04.2004, issued by Bacau Law Court, the Company entered into legal reorganization as per Law no. 64/2005 (i.e. renewed Law no 85/2005), as a solution to avoid liquidation. The reorganization plan approved by the bankruptcy judge and the Creditors’ Meeting consisted of the conversion into shares of the guaranteed creditors, the payment of the debts towards the state consolidated budget in percentage of 100%, respectively the payment in percentage of 20% of the unsecured creditors. The Company completed successfully all of the measures and procedures included into the reorganization process, this fact being also certified by the independent auditors. Reorganization process finished in June 2010, according to Civil Sentence no. 1224/SIND/21.06.2010. Up to that moment, debts towards the state were entirely paid by shareholders.
Currently the Company is under large capital investment process, which started in 2008. Company’s main target after finalization of capital investment process is production of competitive Euro 5 products, according to EU norms.

2. The basis for drawing up the financial statements

a) General information

These statements have been drawn up in accordance with:

- The Accounting Law no.82/91 republished with the subsequent amendments and additions;
- Accounting regulations in accordance with the European Directives approved through the Order of the Minister of Public Finances no. 3055/2009;

- Order of the Minister of Public Finances no .2861/2009 for the approval of the Norms regarding the organization and performance of the assets and liabilities stock-taking;

The form and the content of these financial statements are those stipulated by the Order of the Minister of Public Finances 3055/2009.

These financial statements were drawn up based on the historical cost convention, with the hereinafter exceptions stipulated by the accounting policies.

The provisions of IAS 29 ”Financial reporting in Hyperinflationary Economies” and of the IAS-22 ”Business combinations” as well as the interpretations of these standards and the SIC have not applied for these financial statements.

b) Estimations use

Referring to the activities performed in 2010, the company’s management made estimations and hypotheses based on the economical – financial results obtained in 2010 also taking into consideration the real development possibilities in 2011, according to the continuation plan of the company’s revamping activity.

Although these estimations are made by the company’s management based on the best information available as of the date of the financial statements, the achieved results may be different from these estimations, due to the external factors the company depends on.

c) Going concern

Starting with 2004, the company entered the judicial reorganization procedure according to the Romanian legislation in force. The company complied with the reorganization procedure and followed all the necessary steps for this purpose. The reorganization process completed in July 2010. The completion decision was contested by two parties –Glencore Energy UK LTD and E-ON GAZ Romania SA, these claiming that S.C. Rafo SA debts towards them were not taken into consideration in the reorganization plan followed by the Company. By the date of these financial statements, the trial court have not issued any opinion to the above mentioned claims.

In 2007, SC RAFO SA through Pertochemical Holding GmbH paid all the debts to the budgetary creditors, respectively DGFP Bacau, DRV Iasi and Onesti Town Hall, recognized in the final statement of affairs.

The current net loss for the year ended 31 December 2011 was of 3.105.204 lei (in 2010 the loss amounted to 54.704.754 lei). The net assets were in amount of 625.324.277 lei as at 31 December 2011, while the previous year this was in amount of 589.477.419 lei.

According to the provisions within the revenues and expenses budget and of the investments plan, the company intends to start the manufacture of products according to the quality standards required by EU.

This process requires a major investment and the company is in full revamping process, the action being usually performed by own forces.

These financial statements were drawn up based on the going concern principle, as the management considers that the company will continue its activity in the near future. The application of the going concern principle in drawing up the financial statements is grounded on the following aspects:

- the turnover in 2011 increased compared to the previous year by 82 %;
- in 2011 a profit amounting to 17.487.978 lei was obtained from the operating activity (in 2010 a loss amounting to 27.115.561 lei was obtained from the operating activity);
- the loss registered in the financial year 2011 is of 3.105.204 lei (in the financial year 2010 the registered loss was of 54.704.754 lei);
- the increase of the net current assets 128.230.370 lei as at 31.12.2010, 141.369.330 lei as at 31.12.2011;
- the increase of the own capitals 406.112.101 lei as at 31.12.2010, 409.416.079 lei as at 31.12. 2011.

These financial statements do not include adjustments related to the recoverability and the classification of the value of the registered assets or related to the values and the classification of the liabilities that could be necessary in case the entity was incapable to continue its activity in the future.

3. ACCOUNTING PRINCIPLES, POLICIES AND METHODS

The accounting policies settled below were applied consistently for all the periods presented in these financial statements by the company.

a) The conversion of foreign currency transactions

a.1) Currency of reference.

The elements included in the financial statements are evaluated in the currency reflecting most properly the economic substance of the events and circumstances for the company.

These financial statements are presented in Romanian lei, company's currency of reference.
Leu is not a convertible currency outside Romania.

a.2) The transactions and the balances in foreign currency

The company's transactions in a foreign currency are registered at the exchange rates communicated by the National Bank of Romania (BNR) for each transaction.

The incomes and the losses resulted from the settlement of the transactions in a foreign currency and from the conversion of the assets and liabilities expressed in foreign currency are recognized in the profit and loss account, within the financial period, as financial costs.

The currency loss or income per monetary items is the difference between the cost paid off in the functional currency at the beginning of the period, adjusted with actual interest and the payments during the period and the cost paid off in the foreign currency transformed in lei at the exchange rate at the end of the period.

b) Intangible assets

b.1) Cost / evaluation

The licenses, patents, brands and other intangible assets are initially recognized at the purchase cost. The subsequent expenses are accumulated only when they lead to the increase of the economic benefits included in the mentioned asset to which they are connected. All the other expenses are acknowledged in profit or loss as the case may be.

In the financial statements the intangible assets are evaluated at their cost excepting the amortization or the losses from the accumulated impairment.

b.2) Amortization

The amortization is calculated at the cost of the asset or another amount substituted to the cost, less the residual value.

The amortization is recognized, on a straight-line method basis, in the profit and loss account, based on the useful lives of the intangible assets, others than the goodwill, starting with the date when they were available for use.

The amortization methods, the useful lives and the residual values are revised at the end of any financial period and adjusted accordingly, if necessary.

c) Tangible assets. Lands and fixed assets

c.1) Recognition and measurement

The lands and fixed assets, except the constructions in progress, are recorded at their re-evaluated value, less the accumulated amortization and losses from the accumulated depreciation. The constructions in progress are recorded at cost, less any losses from the accumulated depreciation.

The cost includes the expense which is directly attributable to the purchase of the asset. The cost of the self-constructed assets include the cost of the materials and the direct labor, any other costs directly attributed in order to make the asset functional as per its destination, disassembling and impurities removal costs, the costs for reconditioning the land on which they are situated and the capitalized loan costs. The purchased software necessary for the operation of the respective equipment is capitalized as part of this equipment.

The fixed assets such as inventory items, including tools and instruments, are registered as expenses on their commissioning.

c.2) **Reclassification to investment property**

When the use of a property changes from owner-occupied to investment property, the property is re-measured to fair value and reclassified as investment property. Property that is being constructed for future use as investment property is accounted for at fair value. Any gain arising on re-measurement is recognised in profit or loss to the extent the gain reverses a previous impairment loss on the specific property, with any remaining gain recognised in other comprehensive income and presented in the revaluation reserve in equity. Any loss is recognised in other comprehensive income and presented in the revaluation reserve in equity to the extent that an amount had previously been included in the revaluation reserve relating to the specific property, with any remaining loss recognised immediately in profit or loss.

c.3) Subsequent costs

The cost of replacing an item of lands and fixed assets is accounted for in the carrying amount of the item if it is probable that the future economic benefits embodied within the part flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of lands and fixed assets are recognised in profit or loss as incurred. It is the Company policy to review constantly the carrying amount of all items of lands and fixed assets and to revalue them if it is necessary.

The company with the support of some independent assessors evaluated the buildings and fuel stations, for local taxes and duties puproses, acording to art.253 of Fiscal Code.

In 2007 and 2008 the company evaluated the technological equipment with the company SHM-Holkinsan but the results were not registered, because the values settled by the assessor would have incresed the amortization expenses a lot within a period when the productive activity was interrupted, and the modernization process was in progress.

c.4) Amortization

Amortization is calculated at the depreciation sum, which is the cost of the asset, or other amount substituted for cost, less residual value.

Amortisation is recognized in profit or loss on a straight-line basis over the estimated lifetime of each part of an item of intangible assets, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The leased assets are depreciated during the leasing if it is not reasonably sure that the company shall obtain the property right at the end of the leasing period.

Lands and fixed assets in construction/modernization, are not depreciated.

The average estimated lifetime for the current and comparative period is the following:

Buildings	24-36 years
Units and equipments	3-15 years
Vehicles	4 -5 years
Furniture and other tangible assets	4-18 years
Computers and office support	3-6 years

Amortisation methods, lifetimes and residual values are reviewed at each financial year-end and adjusted appropriately if necessary. The estimations regarding certain items of units and equipments were reviewed in 2010.

c.5) The sale/decommissioning of the fixed assets

The fixed assets that are decommissioned or sold are eliminated from the balance, together with the adequate accumulated amortization. Any profit or loss resulting from such an operation is included in the profit and loss account of the current financial year.

d) Financial assets

The company classified the financial assets in accordance with the provisions of the O.M.F.P. no. 3055/2009, as follows:

- Shares in related entities
- Equity interests
- Other fixed assets
- Long term receivables
- Equity securities

The amounts granted to third parties based on contracts for which the company takes interests, according to the law, are registered in the receivables accounts, representing granted loans.

The financial assets are assessed at the acquisition cost or at the value established based on the contract for their acquisition.

The interest bearing credits are initially recognized at the real value of the service received, excepting the costs of directly assignable transaction. The costs of the transaction generated by the liability emission are depreciated during the loan. After the initial recognition, the interest bearing credits and loans are subsequently measured at depreciated cost, using the actual interest method; any difference between the real value of the encahsments (without the cost of transaction) and the payable is recognized as interest expense for the period of the credit, based on the rate of the actual interest.

The financial assets are presented in the balance at their input value except for the adjustments accumulated for the value loss.

The gains and losses resulted from the change of the fair value of the assets held for transactions and of the ones available for sale are recognized in the profit and loss account in the period they occur.

According to IAS 39 « Financial instruments, recognition and evaluation», the assets purchased with the purpose of generating profit are classified as financial assets and are included in current assets.

The fixed maturity investments, which the company has the intention and the possibility to keep until their maturity term, are included in non-current assets.

e) Inventories

The inventories are registered at the lowest value between the cost and the net achievable value. The cost of inventories includes all the costs related to acquisition and processing, as well as other costs incurred in order to bring the inventories in the current form and place. The cost of finished products and of the ones in progress includes materials, labor force and the related indirect production costs.

The price differences against the aquisition or the production cost are distinctly registered in the accountancy.

The distribution of the price differences of the obtained goods and inventories is achieved by means of a coefficient.

On inventories write-off, they are assessed and registered in the accountancy by applying the average price method, excepting the investments administration, for which the FIFO method is applied.

The production in progress is determined by the stock-taking of the unfinished production at the end of the period by technical methods for ascertaining the accomplishment level and they are assessed at the production costs.

For the slow, physically or morally used inventories, provisions are made up to the net achievable value. The net achievable value means the estimated sale price that could be obtained during the normal performance of the activity, less the costs estimated for finishing the good when applicable and the estimated cost necessary for sale.

The inventories recovered and reconditioned by means of own forces works were registered at the market value adjusted with an obsolescence percentage established by a specialized team.

f) Trade receivables

The trade receivables are registered at the invoiced value. In the financial statements, the trade receivables are registered at the invoiced value, less the provision for their depreciation. The provision for receivables depreciation is established for the situation in which there are objective evidences that the company will not be able to collect all the amounts at the initial deadlines. The provisions are calculated as difference between the value registered in the accountancy and the updated recoverable value of the estimated cash flows by using the interest rate available on the market for a similar financial instrument.

The uncertain receivables are distinctly registered in the accountancy.

The foreign currency receivables are registered in the accountancy in lei, at the exchange rate communicated by BNR on the date of the operations.

g) Short-term financial investments

According to O.P.F.M. no.3055/2009, the short-term financial investments include:

- Short-term bank deposits;
- Bonds issued and redeemed;
- Treasury certificates;
- Other short-term investments and assimilated receivables;
- Payments to be performed for the short-term investments.

h) Cash and cash equivalents

The cash and cash equivalents are mentioned in the balance at cost. In order to draw up the cash flow, the cash on hand, the bank liquid assets, the financial investments, the treasury advances, etc. were used.

The bank accounts include the values to be encashed, the available funds in lei and in foreign currency and the credits granted by banks in the current accounts. The current accounts at banks are developed in analytics, for each bank.

The operations regarding the proceeds and payments in foreign currency were registered in the accounting records in lei at the daily rate.

The foreign-currency sale-purchase operations are registered in the accounting records at the exchange rate used by the commercial bank that performs the foreign currency auction.

At the end of the financial period, the exchange rate differences resulting from the evaluation of the foreign currency available funds, at the exchange rate communicated by BNR at the end of the financial period, were registered in the income and expenditure accounts, as the case may be.

i) **Capital and reserves**

The capital and the reserves (equity) represent the shareholders' right over the company's assets after the deduction of all debts. The share capital is divided into ordinary shares, with a face value of 2,5 lei/each.

The surplus resulted from the revaluation of the tangible assets was reflected in the credit of the account 105 ”revaluation reserves”.

J) Dividends

The dividends distributed to the shares' holders are recognized as debt after the approval of the balance sheet.

k) Loans

Loans are initially registered at the received amount. In the following period they are registered at the depreciated cost using the effective efficiency method, the differences between the received amounts and the depreciated cost being recognized in the profit and loss account during the loan contract period. The foreign currency loansare montly updated at the closing exchange rate of the last day of the month, communicated by BNR.

l) Commercial debts

The short-term commercial debts (having the due date in less than 12 months) are registered at the face value that approximates the fair value of the amounts to be paid for the received goods or services.

The long-term commercial debts are registered at the fair value of the amounts to be paid for the received goods or services.

m) Provisions

The provisions are recognized as expenses the moment the company has a legal or implicit obligation originating form past events, when, for the settlement of the liability, an outflow of resources incorporating economic benefits is necessary, and when the liability's value can be correctly estimated.

The provisions were reviewed on the balance sheet date and adjusted in order to reflect the best current estimation.

n) Impairment

A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset. Individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics.

n.2) Non-financial assets

The carrying amounts of the Group's non-financial assets, other than inventories and investment property are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.An impairment loss is recognized whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount.

A cash-generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other assets and groups. Impairment losses are recognised in profit or loss, except where the asset is carried at revalued amount and the impairment loss does not exceed the revaluation surplus for that asset, in which case it is treated as a revaluation reserve decrease. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (group of units) on a *pro rata* basis.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

o) Employee benefits

o.1) Pensions and other post-retirement benefits

Wages, salaries, contributions to the Romanian state pension fund (defined contributions) and social insurance funds are accrued in the year in which the associated services are rendered by the employees of the Company.

Obligations for contributions to pension plans are recognized as an employee benefit expense in profit or loss when they are due.

Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in future payments is available.

o.2) Termination benefits

The Company has no significant obligations to provide post-employment benefits to its employees. All employees of the Company are members of the Romanian State pension plan. The Company does not operate any other pension scheme or post retirement benefit plan and, consequently, has no obligation in respect of pensions.

p) Revenue

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the Company's activity. Revenue is shown net of value-added tax, rebates and discounts.

The Company recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when specific criteria have been met for each of the Company's activities as described below. The amount of revenue is not considered to be reliably measurable until all contingencies relating to the sale have been resolved. The Company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specifics of each arrangement.

p.1) Goods sold

The sales are made directly to customers.

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of trade discounts or rebates.

The sale is recognized when the significant risks and rewards of ownership have been transferred to the buyer. This is when the Company has delivered the products to the client, they were accepted by the client and there is a reasonable assurance that the reimbursement of the amounts will take place.

p.2) Services

The Company provides, according to its object of activity, processing services for crude oil based on a fixed fee per metric tone of oil processed. The revenues earned from processing services are recognized upon performance of the service.

p.3) Financial revenue

Interests revenues are recognized pro-rate temporis, taking into consideration the main amount to be repaid and the effective interest rate for the period up to the total repayment of the loans.

In the financial statements concluded for the date of 31.12.2011, revenues are presented at their gross value. The debts and receivables from the same partner are presented at the net value when there is a set-off right.

r) Turnover

The turnover includes the revenues from the sale of goods, performance of services, less discounts granted to customers and the related VAT.

s) Expenses recognition

The company’s expenses represent the values paid or to be paid for:

- The consumption of stocks, executed works and rendered services for the company’s benefit;
- The personnel expenses;
- The execution of some legal or contractual liabilities etc.

The provisions, the amortizations, the depreciation adjustments or the value loss of assets are also considered expenses.

t) Taxation

Income tax expense comprises current tax. Income tax expenses are recognized in the statement of income, which is drawn up every term and is adjusted at the end of each financial period.

Current tax is the expected tax payable calculated on the taxable income for the year, using tax rates enacted on the reporting date, and any adjustment to tax payable in respect of previous years.

Additional income taxes that arise from the distribution of dividends are recognized at the same time as the liability to pay the related dividend is recognized.

u) Related parties

Parties are considered related when one party, either through ownership, contractual rights, family relationship or otherwise, has the ability to directly control or significantly influence the other party.

v) Earnings per share

The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which comprise convertible notes and share options granted to employees.

w) Comparatives

The financial statements as at and for the year ended 31 December 2011 are comparable to the financial statements as at and for the year ended 31 December 2010. Where necessary, comparative figures have been reclassified in order to match the changes in the presentation of the current year financial statements.

x) Determination of fair value

A number of the Company's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and / or disclosure purposes based on the methods presented in the explanatory notes. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

x.1) Lands and constructions, plant and equipment

The fair value of fixed assets is based on the market approach and cost approaches using quoted market prices for similar items when available and replacement cost when appropriate.

x.) Non-derivative financial liabilities

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting date. For finance leases the market rate of interest is determined by reference to similar lease agreements.

x.3) Investments properties

An external, independent valuation company, having appropriate recognised professional qualifications and recent experience in the location and category of property being valued, values the Company's investment property portfolio every year. The fair values are based on market values, being the estimated amount for which a property could be exchanged on the date of the valuation between a willing buyer and a willing seller in an arm's length transaction after proper marketing wherein the parties had each acted knowledgeably and willingly.

(All amounts are expressed in RON)

x.4) Financial instruments

The fair value of financial instruments consisting of cash, deposits, trade and other receivables are considered to be equal to their carrying value.

The fair value of trade and other receivables is estimated at the present value of future cash flows, discounted at the market rate of interest at the reporting date.

4. FINANCIAL RISK MANAGEMENT

4.1) Financial risk factors

The accompanying financial statements have been prepared based on the going concern principle, which assumes that the Company will continue to operate in the foreseeable future. In order to assess the reasonability of this assumption, management reviews the forecasts of future cash inflows. Based on these reviews, which assume the increase in price for the natural gas, moderate increase in demand on domestic and international markets, temporary closure of the non-performing production units and availability of the short term financing, management considers that the Company will be able to continue to operate as a going concern in the foreseeable future.

The Company’s activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including currency risk, cash flow interest rate risk and price risk). The Company’s overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Company’s financial performance.

Risk management is carried out by management of the Company under policies approved by the Board of Directors. The Board provides written principles for overall risk management, as well as written policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of non-derivative financial instruments, and investment of excess liquidity.

Risk management policies used by the Company are described below:

a) Credit risk

Credit risk arises from cash and cash equivalents, as well as credit exposures to customers, including outstanding receivables and committed transactions. Risk control assesses the credit quality of the customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal ratings in accordance with limits set by the board.

Financial assets, which potentially subject the Company to credit risk, consist principally of trade receivables. The Company has policies in place to ensure that sales of services are made to customers with an appropriate credit history. The carrying amount of accounts receivable represents the maximum amount exposed to credit risk.

Credit risk with respect to these receivables is limited, since these amounts are primarily due from state-owned companies.

The maximum exposure to credit risk at the reporting date was:

	31 December 2011	31 December 2010
Current assets		
Trade receivables	287.751	272.772
Other receivables	11.211.906	12.224.158
Cash and cash equivalents	92.993	110.650
Total	**11.592.650**	**12.607.580**

(All amounts are expressed in RON)

b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Prudent liquidity risk management implies maintaining sufficient cash, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions. Due to the dynamic nature of the underlying businesses, Company management maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors forecasts in progress of the Company's liquidity reserve which include the undrawn borrowing facility and cash and cash equivalents (Note 23) on the basis of expected cash flow.

The table below analyses the Company's financial liabilities into relevant maturity groupings based on the remaining period from year-end to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. The future interest payable for the short term borrowings was estimated taking into account the outstanding balance and the effective interest as at the balance sheet date and the remaining number of days until the contractual maturity according to the loan agreement effective as at the balance sheet date.

As of 31 December 2010	**Less than 1 year**	**Between 1 and 5 years**	**Between 2 and 5 years**	**More than 5 years**
Trade payables	10.226.600	-	-	-
Other payables	8.993.842	172.701.103	-	-
Loans and borrowings	x	x	-	-
Sums owed to related entities	44.580.434	2.705.467	-	-
Total	**63.800.876**	**175.406.570**		

As of 31 December 2011	**Less than 1 year**	**Between 1 and 5 years**	**Between 2 and 5 years**	**More than 5 years**
Trade payables	3.483.689	-	-	-
Other payables	10.663.351	193.608.820	-	-
Loans and borrowings	x	x	-	-
Sums owed to related entities	550.019	14.726.740		
Advance payments encashed for Orders	69.764			
Total	**14.766.823**	**208.335.560**		

c) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(All amounts are expressed in RON)

d) Currency risk

The Company's functional currency is RON, it also develops activities in other currencies, mainly EURO and USD. The Company is exposed to foreign currency risk on purchases and receivables that are denominated in a currency other than RON.

In respect of monetary assets and liabilities denominated in foreign currencies, the Group ensures that its net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates when necessary to address short-term imbalances.

The following exchange rates were used during financial years ended 31 December 2010 and 31 December 2011.

	Reported date spot rate	
Currency	**31 December 2011**	**31 December 2010**
1 EUR / USD	1,2935	1,3371
1 RON / USD	0.2994	0,3120
1 RON / EURO	0,2314	0,2333

e) Interest rate risk

The Company's interest rate risk arises from long-term borrowings. Borrowings at variable rates expose the Company to cash flow interest rate risk. Borrowings issued at fix rates expose the Company to fair value interest rate risk. In 2011 the Company' borrowings had fixed interest rates. Changes in interest rates are not expected to affect other comprehensive income.

4.2. Operating environment risk

Financial crisis between 2008 – 2011 affected the performance of international markets, including the Romanian financial and banking market, and fostered heightened uncertainty with regard to economic developments going forward.

The ongoing global credit and liquidity crisis which commenced in the middle of 2008 has resulted in, among other things, lower level and difficult access to the capital and debt market funding, and higher borrowings rates. The significant losses experienced in the global financial market could affect the ability of the Company to obtain new borrowings and refinance its existing borrowings at terms and conditions similar to those applied to earlier transactions.

The determination of compliance with debt agreement and other contract covenants, and the evaluation of significant uncertainties, including uncertainties associated with an entity's ability to continue as a going concern for a reasonable period of time, might bring their own challenges.

Deteriorating operating conditions for customers may also have an impact on the management cash flow forecasts and assessment of the impairment of financial and non-financial assets. To the extent that information is available, management has reflected revised estimates of expected future cash flows in its impairment assessment.

Such ongoing fears that the deteriorating financial conditions could contribute, at a later stage to a further retrenchment in confidence, prompted a coordinated effort of governments and central banks to adopt special measures aimed at countering a vicious circle of growing risk aversion and at helping minimizing the effects of the financial crisis and finally restoring normal market functioning.

(All amounts are expressed in RON)

Management is unable to predict all developments which could have an impact on the Romanian economy and consequently what effect, if any, they could have on these financial statements.

Management is unable to reliably estimate the effects on the Company's financial statements of any further deterioration in the liquidity of the financial markets, devaluation of financial assets influenced by the illiquid credit market conditions and the increased volatility in the markets. Management believes it is taking all the necessary measures to support the sustainability and growth of the Company's business in the current circumstances by:

- constantly monitoring its liquidity position and over-dependence on specific funds;
- forecasting on short-term basis its net liquidity position;
- monitoring incoming and outgoing cash flows on daily basis and assessing the effects on its borrowers of the limited access to funding and the sustainability of growing businesses in Romania.

a) Derivative financial instruments

The derivative financial instruments, including forward contracts are initially recognized at costs and subsequently at their fair value. In evaluating the fair value of the derivative financial instruments, the company uses hypothesis based on the market conditions existing on the balance sheet date.

The company has forward contracts under the form of derivative instruments, incorporated in purchase contracts for equipment and services and expressed in other currency than the currency of the primary economic environment in which the contracting parties operate. These are treated as separate derivative instruments when their risks and characteristics are not strongly related to those of the basic contract and when the basic contract is not registered at its fair value and the related profit or loss not accomplished is registered in the profit and loss account.

The fair values for the forward contracts are determined by using methods that combine the cash surplus technique updated with the theory of interest rate parity. The change of derivative instruments fair value is recognized in the profit and loss account.

During the financial period 2011 no speculative transactions involving the use of financial instruments were performed.

b) Fair value of financial instruments

The fair value is the amount at which a financial instrument can be transacted, willingly, between fully aware parties, in case of the transaction with an objectively determined price.

The financial instruments carried on the financial statements include cash and bank accounts, trade and other receivables and trade and other liabilities. The specific methods of recognition are presented in the individual policies, corresponding to each element.

5. REVENUES

5.1. Turnover

The structure of the turnover is the following:

	Financial period	
	2011	2010
Sales	78.715.588	42.629.021
Services	3.233.463	2.356.850
Total	**81.949.051**	**44.985.871**

(All amounts are expressed in RON)

Turnover per types of products

	Financial period	
	2011	2010
Other products	27.826.406	1.398.953
Semi-finished products	1.042.904	699.512
Residual products	3.112.242	2.993.676
Gas emission allowances	46.734.036	37.536.880
Services	3.233.463	2.356.850
Total	**81.949.051**	**44.985.871**

Turnover per trading market

	Financial period	
	2011	2010
Sales on the domestic market	35.215.015	6.112.366
Sales on the foreign market	46.734.036	38.873.505
Total	**81.949.051**	**44.985.871**

5.2. Other operating income

	Financial period	
	2011	2010
Income from damages penalties	9.678.239	15.172
Income from sale of assets	4.559.786	2.156.404
Other income	646.200	1.308.328
Total	**14.884.225**	**3.479.904**

5.3**. Financial revenues**

	Financial period	
	2011	2010
Revenues from interests	78.932	507.984
Revenues from participation interests	65.649	91.782
Revenues from exchange rate differences	40.236.006	38.129.377
Other financial revenues	x	6.801
Total	**40.380.587**	**38.735.944**

(All amounts are expressed in RON)

6. EXPENSES

6.1. Expenses with raw materials and consumables

	Financial period	
	2011	2010
Expenses for raw materials	x	x
Expenses for consumables	9.103.473	5.193.845
Expenses for fuel	959.732	654.101
Expenses for spare parts	472.881	428.785
Expenses for other consumables	4.685	17.618
Other material expenses	158.255	83.819
Total	**10.699.026**	**6.378.168**

6.2. PERSONNEL EXPENSES

	Financial period	
	2011	2010
Wages and allowances	29.254.198	31.299.821
Social security expenses	7.389.849	7.628.929
Total	**36.644.047**	**38.928.750**

Due to the fact that the production activity was stopped, the existing personnel, based on the authorizations the company holds, is involved in the company's modernization project.

6.3. Expenses regarding external services

	Financial period	
	2011	2010
Expenses for maintenance & repairs	309.446	19.143
Advertising & protocol expenses	27.642	49.820
Expenses for concessions, insurances, rents	348.100	375.862
Expenses for fees	5.695.934	3.605.050
Expenses for transfers, delegations, travels	381.684	314.676
Postal and telecommunications expenses	297.512	259.812
Banking services expenses	37.513	37.987
Transportation expenses	421.625	250.390
Expenses for taxes and charges	2.059.817	2.104.192
Environmental protection expenses	422.979	581.682
Expenses for third parties services	7.184.597	7.419.435
Other expenses	1.196.127	9.601.125
Total	**18.382.976**	**24.619.174**

(All amounts are expressed in RON)

The expenses for the services rendered by third parties decreased pursuant to the standstill of the production activity. The expenses for fees increased comparatively to the previous year due to the conclusion of several contracts with external legal advisers.

6.4. Provisions for litigations

In 2011, the company did not set provisions for litigations, but it accrued a provision amounting to 403.641 lei.

	Balance 31.12.2010	Provision annulment	Balance 31.12.2011
Glencore Provision	5.614.250		5.614.250
Bercuci Provision	403.641	403.641	x
TOTAL	**6.017.891**	**403.641**	**5.614.250**

6.5. Financial expenses

	Financial period	
	2011	2010
Value adjustments regarding financial assets and financial investments	-2.490	1.218.581
Interests expenses	13.739.014	14.083.046
Expenses for currency exchange differences	47.191.783	50.976.505
Total expenses	**60.928.307**	**66.278.132**

6.7. Profit tax expenses

	Financial period	
	2011	2010
Current tax expenses	x	16.500
Deferred tax expenses	x	x
Total	**x**	**16.500**

(All amounts are expressed in RON)

7. ASSETS

7.1. Tangible assets

Cost	lands and constructions	technological units and machines	other units facilities, furniture	advances and tangible assets in progress	total
Balance 01.01.2011	315.750.760	250.642.663	5.020.679	58.151.321	629.565.423
Increases	14.120.319	50.527.900	79.564	32.887.690	97.615.473
Reductions	1.684.677	818.904	160.160	64.840.401	67.504.142
Balance 31.12.2011	328.186.402	300.351.659	4.940.083	26.198.610	659.676.754
Depreciation 01.01.201	64.542.683	91.085.441	2.786.979		158.415.103
Yearly depreciation	3.957.445	5.503.579	204.594		9.665.618
Depreciation reduction	1.435.456	786.937	141.908		1.364.301
Depreciation reduction 31.12.2011	67.064.672	95.802.083	2.849.665		165.716.420
Net value 01.01.2011	251.208.077	159.557.222	2.233.700	58.151.321	471.150.320
Net value 31.12.2011	261.121.730	204.549.576	2.090.418	26.198.610	493.960.334

The adjustments for the impairment of tangible assets are as follows:

Assets items	Balance 31.12.2010	Adjustments during the year	Adjustments reversed within incomes	Balance 31.12.2011
Constructions	15.669			15.669
Technical units and machines	20.950.990			20.950.990
Other units, facilities and furniture	2.153		961	1.192
Advances and tangible assets in progress	1.395.475			1.395.475

(All amounts are expressed in RON)

TOTAL	22.364.287	961	22.363.326

During the financial period 2011, the company performed modernization works by own forces amounting to 25.013.950 lei and with third parties, in amount of 578.997 lei.

The modernization works were performed at the objectives being parts of the investment plan, as follows:

No.	Objective	Works by own forces	Works with third parties
1	Modernization of tanks	5.229.209,63	445.937,84
2	Modernization of the Coking Unit	5.885.649,02	-
3	Aromatics Complex	548.731,54	-
4	Reconfiguration of the power system	1.984.349,91	-
5	Modernization of the Catalytic Cracking Unit 138 CC	2.136.520,92	-
6	Hydrogen Plant	1.294.278,86	-
7	Modernization of Gasometer – Flare unit	1.533.737,32	-
8	Rehabilitation of the hydrants and PSI	1.321.361,65	-
9	Modernization of the Atmospheric and Vacuum Distillation Unit (DAV)	594.321,62	-
10	Modernization of RC2 unit	423.962,77	-
11	Modernization of the reaction zone - HDV	53.923,60	-
12	Modernization of the reaction zone - HM	200.099,53	-
13	Modernization of the reaction zone - HP	126.706,53	-
14	Modernization of the reaction zone – HM2	31.597,78	-
15	Modernization of HB2 unit	80.038,05	-
16	Boilers for steam production	487.010,05	69.959,53
17	Rehabilitation of the cooling system – T1, T2	458.619,63	853,20
18	Modernization of FGR unit	330.537,59	-
19	Modernization of the cleaning station	388.075,48	10.918,00
20	Rehabilitation of the sewerage system	671.745,82	-
21	Modernization of DGRS unit	319.544,23	1.073,00
22	Gases desulphurization unit	12.464,83	-
23	Modernization of industrial railway	318.671,17	-
24	Modernization of Instrumental air unit	387.598,31	28.485,11
25	Reconfiguration of the automation system	5.476,96	-
26	Modernization of small-sized mobile fuel distribution station	93.178,09	21.770,75
27	Fire-alarming system	44.683,56	-
28	LPG Warehouse	46.152,56	-
29	Nitrogen Plant	5.702,54	-
	TOTAL	**25.013.949,55**	**578.997,43**

In the financial period 2011, delimitations of the modernization works were performed, for which acceptance certificates were drawn up, following that, on the investments completion and starting-up, commissioning protocols to be drawn up, as the case may be.

The performed delimitations amounting to 64.634.708,57 lei were materialized into the commissioning of twenty-five objectives, briefly described below:

No.	Name of objective	Delimited value (lei)
1	Modernization of the Delayed Coking Unit	19.271.693,53
2	Tanks Modernization	15.289.776,80
3	The Aromatics Complex	7.698.986,97
4	Increase of the reaction zone	4.630.292,25
5	Modernization of 138 CC –Catalytic Cracking unit	3.981.458,16
6	Reconfiguration of the energetic system	3.419.767,66
7	Rehabilitation of the hydrants group and PSI systems (Fires prevention and fighting)	2.573.396,81
8	Hydrogen Plant	1.654.738,19
9	Modernization of the instrumental air supply station	1.002.535,09
10	Reconfiguration of the automation system in RAFO	850.930,01
11	Modernization of Gasometer – Flare unit	770.216,41
12	Boilers to produce steam	692.989,21
13	Rehabilitation of the sewerage system	528.220,74
14	Modernization of FGR unit	401.995,43
15	Modernization of the waste water treatment station	384.860,37
16	Rehabilitation of cooling water system T1, T2	228.584,50
17	Modernization of DGRS unit	194.414,60
18	Blending - in line Unit	118.723,59
19	Modernization of railway infrastructure	179.843,06
20	Modernization of DAV unit	161.199,99
21	Other investmentsAlte investitii (fire alarm system)	143.977,58
22	Modernization of small sized mobile fuel distribution station	102.396,19
23	LPG warehouse	16.675,30
24	Digital control systems	10.044,06
25	Concrete mixing plant	326.992,08
	TOTAL ACCOUNTS ROLLOVER accounts 231-in progress	**64.634.708,57**

The tangible assets off the patrimony during the year 2011 amounting to 2.663.741 lei consist of:

- The cassation of the worn fixed assets amounting to 2.188.781 lei ;
- The sellling of three cars, amounting to 87.434 lei;
- The registration of fixed assets like inventory items, representing the flags of the fuel distribution stations, as inventory items, out of the balance, amounting to 93.234 lei;
- The registration of decreased value after the buildings reevaluation registered on la 31.12.2011, for local tax and duties, according to the evaluation reports drawn up by Evex SRL Bacau, amounting to 132.689 lei.
- The expropriation of the land with a surface of 748 sq.m from Cluj -Mihai Viteazu fuel station, according to authentication document no. 8322/16.05.2011, amounting to 45.463 lei.

The advance payments granted during the year 2010 aimed the mananagement policy for modernization, such as:
modernization of tanks (NEBOISA HOLDING SRL, SYSCOM SRL BUCURESTI, MAIRON, DEDEMAN), but also to carry out the feasibility studies to obtain PVC sau maleic anhydride (LUDAN ENGINEERING SRL BUCURESTI)

No.	Name of supplier	Value of advance (LEI)	Object of the contract
1	SYSCOM 18 SRL BUCURESTI	35.422,40	Tanks modernization
2	NEBOISA HOLDING SRL	53.163,37	Tnks dyeing
3	MAIRON SA GALATI	19.815,45	Sheet plate for tanks
4	VASION SRL ONESTI	7.303,76	Mineral wool for tanks
5	DEDEMAN SRL BACAU	6.187,00	Materials for tanks modernization
6	LUDAN ENGINEERING SRL	45.195,24	Feasibility studies
7	YOKOGAWA	14.951,86	Transducer purchasing

7.2.Intagible assets

Cost	licenses and Software	Other intangible assets	Advances and intagible assets in progress	Total
Balance on 01.01.2011	9.503.746		7.843.278	17.347.024
Increases				
Reductions	-8.556			-8.556
Balance on 31.12.2011	9.495.190		7.843.278	17.338.468
Accrued depreciation on 01.01.2011	8.878.361			8.878.361
Depreciation registered during the year	94.518			
Reductions or reversals				
Accrued depreciation on 31.12.2011	8.972.879			8.972.879
Net book value on 01.01.2011	625.385		7.843.278	8.468.663
Net book value on 31.12.2011	522.311		7.843.278	8.365.589

The intangible assets were decreased due to completion of Addendum no.1 to Contract nr.341/2008, concluded with Total Soft SRL Bucuresti, according to which the Primavera system was no longer implemented.

The intangible assets in progress contains the effort to implement an integrated IT system ORACLE APLICATION SIVECO BUSINES, based on Contract no.924 concluded with SIVECO ROMANIA SA, contract which right now is suspended, taking into account the lack of activity of this company.

7.3. Financial assets

- The company holds shares registered at the acquisition price, as follows:

Company	Activity	31.12.2011		31.12.2010
		Cost	Percentage %	Cost
Tour Scandinavia	Tourism	12.208.485	99.27	12.208.485
Expert Office	IT advisory		99.60	8.490
AMC Electronisti	Wirings	8.000	80.00	8.000
Hotel Sport	Tourism	6.088.850	100.00	6.088.850
Plastcarton	Printing shop	4.962.170	95.30	4.962.170
Tehnomold Construct	Construction works.	378.250	89.00	378.250
Grup Media Sud	Media	225.100	50.02	225.100
Total		**23.870.855**		**23.873.345**

The companies Tehnomold Construct SA, Grup Media Sud SA, Expert Office SRL and Tour Scandinavia are under bankruptcy procedure.
SC Expert Office SRL Onesti was liquidated during the year 2011.
For the depreciation of held shares, the company setting up a provision amounting to 336.884 lei (20.339.374 lei on 31.12.2010)
On 31.12.2009 the company had a provision amounting to 19.118.793 lei for the depreciation of shares held at affiliated parties. In 2010 SC RAFO SA supplemented the provision with the amount of 1.220.581 lei (Hotel Sport SRL Onesti), so that on 31.12.2010 the total value of the provision is of 20.339.374 lei.

The company held the equity interests of the following companies.

Company	Activity	31.12.2011		31.12.2010
		Cost	Percentage %	Real Value Cost
Rafo Handels GmBH	Trade	1.288.186	49,47	1.288.186
Ioco Invest	Instalations	559.300	1,08	559.300
Tehnocin	Construction	412.690	39,99	412.690
		2.260.176		**2.260.176**

The trading companies: Tehnocin SA, Rafo Handelss GmbH are under bankruptcy procedure. The value of the investments was adjusted by setting up of a provision amounting to 1.801.796 lei.(1.801.796 lei on 31.12.2010).

8. STOCKS

The amounts presented below are net amounts (setting up provisions decreased the stocks value):

	Balance on:	
	31.12.2011	31.12.2010
Raw materials	8.887	8.887
Auxiliary materials	105.533.257	110.418.088
Materials depreciation	(15.566.193)	(16.159.473)
Inventory items	167.075	207.723
Residual products	222.369	204.266
Stocks to third parties	54.125.735	78.052.943
Finished products depreciation	x	(15.303)
Semifinished	x	20.100
Finished products	x	15.303
Packages	9.989	9.855
Packages depreciation	(4)	(18)
Materials being procured	2.461	x
Other stocks	1.926	3.581
Total	**144.505.502**	**172.765.952**

9. RECEIVABLES

a) Trade receivables

	Balance on:	
	31.12.2011	31.12.2010
Customers	28.864.914	29.004.541
Advances for services	12.851	14.479
Advance payments to supplier	0	21.836
Provisions for doubtful customers	(28.613.628)	(28.771.484)
Long-term receivable	23.614	3.400
Total	**287.751**	**272.772**

b) Other receivables

Receivables related to the state budget (VAT)	2.515.494	4.318.014
Various debtors	30.406.636	31.048.818
Provisions for various debtors	(27.893.643)	(29.299.416)
Other receivables	6.183.419	12.749.288
Amount to be encashed from affiliated entities	-	6.610.605
Total	**11.211.906**	**19.107.535**

10. DEBTS

10.1. Short-term debts

a) Commercial debts

	Balance as of:	
	31.12.2011	31.12.2010
Commercial suppliers	3.483.689	9.428.525
Advances received from customers	69.764	798.075
Total	**3.553.453**	**10.226.600**

b) Other short-term debts

	Balance as of:	
	31.12.2011	31.12.2010
Debts to the State Budget	892.261	(801.341)
Debts related to the personnel and similar	778.025	861.795
Debts to the Social Insurances Budget	842.012	818.204
Taxes and charges	12.667	11.423
Various creditors	8.020.485	7.967.643
Debts to the related entities	550.019	44.580.434
Other debts	117.901	136.118
Total	**11.213.370**	**53.574.276**

10.2. Long-term debts

	Balance as of:	
	31.12.2011	31.12.2010
Amounts due to the related entities	14.726.740	2.705.467
Long-term loans	193.608.820	172.701.103
Total	**208.335.560**	**175.406.570**

The company concluded a credit facility agreement with Corpofin SA, amounting to USD 70.000, guaranteed with a pledge on the crude oil stock from the custody of S.C. Conpet S.A (42.345.896 tons). The credit facility was contracted for supporting the company's modernization plan.

11. CASH AND CASH EQUIVALENTS

	BALANCE as of:	
	31.12.2011	31.12.2010
Bank accounts in lei	1.656.983	1.661.050
Bank accounts in foreign currency	513	416
Cash in lei	7.827	21.475
Treasury advances and other values	124	163
Total	**1.665.447**	**1.683.104**
Adjusments for value losses	(1.572.454)	(1.572.454)

During the previous years, the company has set an adjustment for impairment in the litigation with the Romanian Discount Bank for inconsistency of information from the accounting records of the company and the statements of account issued by the bank.

12. SHARE CAPITAL

As of 31st of December 2011, the share capital amounts to 2.194.936.967.5 lei, fully subscribed and paid up, divided into 887.974.787 shares, with a face value of 2.5 lei / share. The shares are nominative, dematerialized, evidenced by their registration in the account. The shares are transacted on Bucharest Stock Exchange Unlisted Securities Market.

The structure of the share capital and its distribution on shareholders, as of 31st of December 2011, is as follows:

Shareholder	No. of shares	Value from the held share capital	percentage %
Petrochemical Holding GmbH	847.369.521	2.118.423.802,5	96,5141
Shareholders, natural and legal persons	30.605.266	76.513.165	3,4859
Total	**877.974.787**	**2.194.936.967,5**	**100.0000**

13. EARNINGS PER SHARE

The earnings per the basic share is calculated by dividing the net profit (net loss) attributable to the ordinary shareholders by the weighted average number of ordinary shares outstanding during the period, less the shares redeemed by the company during the year.

As of 31st of December 2011, there are no decreased potentially diluted shares.

	31st of December 2011	31st of December 2010
Net profit /(loss) as per IAS 33 attributable to shareholders (lei)	(3.105.204)	(54.704.754)
Weighted average number of ordinary shares during the year	877.974.787	877.974.787
Basic loss per share (lei/share)	(0.0035)	(0.0623)

14. INFORMATION REGARDING THE EMPLOYEES, ADMINISTRATORS AND MANAGERS

a) The remuneration of the managers and administrators

The executive management during 2011 was assured as follows:

No.	Positions	Name and forename	Period
1	General Manager	Miroslav Dermendjiev	01.01.2011-31.12.2011
2	Technical Deputy General Manager	Gadetskiy Alexander	01.01.2011-31.12.2011
3	Human Resources Manager	Luchian Liliana	01.01.2011-31.12.2011
4	Financial – Accounting Manager Chief Accountant	Ticu Laura Roza	01.01.2011-03.10.2011 03.10.2011-31.12.2011
5	Financial Manager Chief Financial Officer	Durlesteanu Mariana	20.06.2011-22.09.2011 22.09.2011-31.12.2011
6	Quality Manager	Magureanu Gabriela	01.01.2011-31.12.2011
7	Production Project Manager	Stanciu Ioan	01.01.2011-22.09.2011
8	Production Project Manager	Luca Narcis	22.09.2011-31.12.2011
9	Entrepreneurial – Maintenance Operations Manager	Ionescu Teodor	01.01.2011-21.12.2011
10	S.U-SSM Manager	Manea Vasile	01.01.2011-31.12.2011
11	Investments Manager	Paval Florin	01.07.2011-31.12.2011

The basic wages fund corresponding to the company's managers and administrators, related to the year ended on 31st of December 2011, amounts to 1.461.912 lei (1.208.985 lei in 2010).

There are no future obligations undertaken by the company on behalf of the managers and administrators.

The structure of the Managing Board during 2011:

1. Mr. Dermendjiev Miroslav, Bulgarian citizen, born in Burgas - Bulgaria on 22.06.1959, residing in Pancearevo Locality, Stolicina County, Bulgaria, holder of the identity card no. 626280930 issued by the Authorities from Sofia on 22.10.2009, for the position of Chairman of the Managing Board, acting also as General Manager.

2. Mr. Yurkevich Andrey, Russian citizen, born in USSR on 12.05.1971, residing in Vienna, Austria, holder of the passport 51N.3871982, issued by the Russian Federation Authorities on 20.06.2008, for the position of member of the Managing Board.

3. Mr. Igor Rohlin, Israeli citizen, born in USSR on 03.01.1964, residing in Israel-Ashdod, holder of the passport 9028171, issued by the Authorities from Israel on 19.09.2005, for the position of member of the Managing Board.

b) Employees

During the financial period ended on 31st of December 2011 the company had an effective number of 948 employeed persons, of which:

- skilled workers 709 persons;
- unskilled workers 4 persons;
- higher education white collar personnel 162 persons;
- secondary education white collar personnel 73 persons.

The expenses related to the personnel registered in 2011 are in amount of 36.644.047 lei, of which:

- salaries and fees 29.254.198 lei

- social insurances and protection 7.389.849 lei

During 2011, the company granted meal tickets in total amount of 1.862.344 lei.

During the normal progress of the activity, the company performs payments towards the state's institutions in the account of its employees' pensions. All the employees of the company are members of the Romanian State pension plan. The Company does not operate any other pension scheme or post retirement benefit plan and, consequently, has no obligations as regards pensions.

The company is not under the obligation to offer any additional benefits to its employees after retirement.

15. COMMITMENTS

The company holds an environmental integrated authorization (A.I.M.) no.19/29.12.1015, revised on 30th of October 2007. This authorization is valid as long as the conditions from the moment of its issuance shall remain the same and the current works for the refinery's modernization shall be finalized (according to the notification no. 1081/F/ACC/19th of September 2008 issued by the Regional Agency for the Environmental Protection). When the Company shall start the production there is the probability that the Environmental Authorization to be necessarily revised. Presently, the Company's management cannot estimate the nature and the financial impact of the potential commitments that are to be undertaken according to the revision of the Environmental Authorization.

According to the Environmental Authorization of the Company issued for the period 2010-2015, the Company's commitment and obligations related to the environment amount to about USD 242.000.

The specified amount represents the value of the renovation obligations referring to the rehabilitation and cleaning of the units, used during the previous years. Considering the conditions mentioned above, these measures comply with the criteria stated as per IAS 37 Provisions, contingent liabilities and contingent assets. The Company did not set any provision regarding this aspect.

16. PLEDGES, MORTGAGES AND SEQUESTRATION

As of 31.12.2011, the Company instituted sequestration and mortgages in favor of commercial suppliers and creditors, as follows:

No.	No. of Pledge Agreement Date	Creditor	Pledge	Value Lei
1	Mortgage Agreement 152/27.02.2004	Calder A International Subrogation Faber Invest TI	Fixed assets, from which: Land 420 sqm Building C Banatului /34	1.569.029,83
2	Mortgage Agreement 131/18.02.2004	Calder A International Subrogation VGB OIL	Fixed assets, from which: Land 1923.60 sqm, Brasov Fuel distribution station Brasov	2.750.000,00
3	Mortgage Agreement 153/25.02.2004	Calder A International Subrogation Faber Invest TI	Fixed assets, from which: Land 2859 sqm Fuel distribution station, Les Bihor County	1.782.200,00
4	Mortgage Agreement 188/10.03.2004	Calder A International Subrogation Faber Invest TI	Fixed assets, from which: Land Giurgiu 521 sqm Building	3.235.294,12
5	Mortgage Agreement 1209/12.03.2004	Calder A International Subrogation Faber Invest TI	Fixed assets, from which: Land Brazda lui Novac-Remus Craiova	278.991,90

(All amounts are expressed in RON)

			375 sqm	
6	Mortgage Agreement 266/05.04.2007	Calder A International Subrogation Faber Invest TI	Fixed assets, from which: Land 68.056 sqm Fuel distribution station Odorhei	420.168,07
7	Mortgage Agreement 158/27.02.2004	Calder A International Subrogation VGB OIL	Fixed assets, from which: Fuel distribution station, land Brazda lui Novac-Remus, 795 sqm	3.230.357,53
8	Mortgage Agreement 188/10.03.2004	Calder A International Subrogation Faber Invest TI	Fixed assets, from which: Land Giugiu 68 sqm Building –Hentze House	323.529,41
9	Mortgage Agreement 602/7.05.2004	Calder A International Subrogation VGB OIL	Fixed assets, from which: Land 460 sqm Fuel distribution station Oradea 233 Clujului Street	4.561.764,73
10	Mortgage Agreement 247/01.04.2004	Calder A International Subrogation Faber Invest TI	Fixed assets, from which: Land 8288 sqm, Baciu Locality, Cluj County	36.355,76
11	Mortgage Agreement 133/18.02.2007	Calder A International Subrogation VGB OIL	Fixed assets, from which: Land 4300 sqm, Baciu Cluj	294.139,78
12	Mortgage Agreement 555/29.04.2004	Calder A International Subrogation Faber Invest TI	Fixed assets, from which: Land 2890.583 sqm, Bradu Commune, Arges County Fuel distribution station	944.144,17
13	Security Interest Agreement No.568/14.11.2008	Corpofin SA	Crude oil = 42345.896	60.974.017,14

17. CONTINGENCIES

As at 31 December 2011, the Company was involved in the following major litigations:

a) As plaintiff:

- SC Rafo filed a claim for the registration of a receivable amounting to 6.184.247,35, debtor SC Grup Media Sud, the unsecured receivable representing the debit itself (2.513.679,20 lei) plus delay penalties and the legal interest. The claim was partly registered for the amount of 3.318.002,49 lei.
- SC Rafo was registered in the final receivables table of SC Servgrup SA with an amount of 8.608.780,97 lei, unsecured receivable. After the capitalization of the debtor's assets, SC Rafo SA encashed the amount of 164.554,19 lei. Two appeals were filed on the grounds of the provisions of the art.13 and 75 of the Law no. 85/2006 regarding the insolvency procedure.
  Both appeals were rejected but second appeals were filed.
- SC Rafo SA is an unsecured creditor with the amount of 7.812.178,73 lei in the final consolidated receivables table of SC Rafo Gaz SRL.

b) SC Rafo as defendant:

- Banca Romana de Scont (The Romanian Discount Bank) through the liquidator, Deposits Security Fund in the Banking System, acting as plaintiff – claim of 5.644.850 lei, representing a granted and repaid loan.

(All amounts are expressed in RON)

- Action for damages filed by Bivolaru Group against SC Rafo SA and Siera Quadrant, for the amount of 9.786.699,4 lei, the difference of the receivable registered in the final receivables table, that remained unpaid. The second appeal filed by Bivolaru Group was rejected by Cluj – Napoca Court of Law, the Sentence no. 16483/25.10.2011 regarding the cancellation of the enforcement documents, rendered by Cluj-Napoca Court of Law, being irrevocably and completely maintained in force.

- Beginning with 2004, the Company entered the reorganization procedure, as per the Romanian legislation in force. The company complied with the reorganization procedure and took all the necessary steps and measures. The reorganization process was finalized in June, 2010. However, the finalization decision was appealed by two parties – Glencore Energy UK LTD and E-ON Gaz Romania SA, claiming that their debts from Rafo SA have not been taken into consideration in the reorganization plan applied by Rafo SA. as of the date of these financial statements, the Court has not delivered yet any opinion regarding the abovementioned claims.

- Glencore Energy UK LTD (petitioner), Rafo SA (debtor) and Sierra Quadrant SRL as trustee in bankruptcy. The object is a claim against the refusal of the trustee in banckruptcy to register claims amounting to 4,194 thousand USD, representing the equivalent of 6,920 tons of crude oil. Glencore Energy UK LTD filed an appeal against the court's decision. No final decision has been rendered.

- SC E-ON Gaz Romania SA, plaintiff, filed a petition for gas consumption registered before April 2004, penalties and interest amounting to 1.887.535.95 lei. Brasov Court of Law admitted the requisition exception for the amount of 532.612,5 lei representing the countervalue of gas that was not registered in the statement of affairs and obliged SC Rafo SA to pay contractual penalties for the contracted but not consumed quantities of natural gas (1.106.490,56 lei), respectively delay penalties (248.432,89 lei). On the basis of the Enforceable Civil Sentence no. 667/sind/08.04.2010, the Company paid with the payment order no. OP 1396/07.06.2010 the amount of 1.354.923,45 lei. SC E-ON Gaz Romania SA filed a second appeal. The second appeal of the company E-on Gaz Romania SA was rejected through the Decision no.594/R/17.11.2010, admitting the second appeal of SC Rafo SA for the amounts paid according to the enforceable sentence no.667/sind/08.04.2010.

18. TRANSACTIONS WITH RELATED PARTIES

The Company's related parties are presented below:

Entity	Activity	Relationship
Petrochemical Invest SRL	Servicies	Important shareholder
Petrochemical Holding GmbH	Current special administrator	Important shareholder
AMC Electrosistem	Electrical devices	Legal entity controlled by the Company
Grup Media Sud	Media	Legal entity controlled by the Company
Hotel Sport	Tourism	Legal entity controlled by the Company
Iaco Invest	Trade	Legal entity controlled by the Company
Petrochemical Trading Darmanesti	Crude oil trade	Legal entity controlled by the Company
Plastcarton	Advertising	Legal entity controlled by the Company
Technomold Construct	Construction works	Legal entity controlled by the Company
Tour Scandinavia	Tourism	Legal entity controlled by the Company
Rafo Handelsgesellschaft m.b.H	Trade	Legal entity controlled by the Company

(All amounts are expressed in RON)

a) Incomes from sale of goods and services provided

Entity	31 December 2010	31 December 2011
AMC Electo Sistem SRL	12.630	13.207
Hotel Sport SRL	801	-
Petrochemical Holding GmbH	-	-
Petrochemical Trading Darmanesti SRL	90.960	58.113
Plastcarton SRL	162	
Petrochemical Invest SRL	-	148.800
Total	**104.553**	**220.120**

b) Purchase of goods and services

Entity	31 December 2010	31 December 2011
Petrochemical Holding GmbH	-	-
AMC Electo Sistem SRL	-	-
Petrochemical Trading Darmanesti SRL	24.196	7.191
Total	**24.196**	**7.191**

c) Customer receivables

Entity	31 December 2010	31 December 2011
Petrochemical Holding GmbH	-	-
Petrochemical Trading Darmanesti SRL	41.268	28.826
AMC Electo Sistem SRL	-	547
Hotel Sport SRL	801	801
Total	**42.069**	**30.174**

d) Other receivables

Entity	31 December 2010	31 December 2011
Grup Media Sud	2.511.144	2.511.144
Hotel Sport SRL	1.174.214	1.270.824
Tour Scandinavia	2.229.591	2.229.591
Rafo Handelsgesellschaft	2.690.002	2.803.159
Petrochemical Holding GmbH	-	-
Total	**8.604.951**	**8.815.422**

e) Other debts

Entity	31 December 2010	31 December 2011
Petrochemical Holding GmbH	7.615.908	7.615.908
Total	**7.615.908**	**7.615.908**

19. POST BALANCE SHEET EVENTS

The following events occurred between 31 December 2011 and the date of issuance of these financial statements:

a) The company operated the offsetting of the liabilities to the social budgets and special funds, amounting to 1.108.274 lei, with the following supporting documents:

- SC Rafo SA petition no. DG 3144/ 14.12.2011 – Tax Inspection Report no. 27.929/15.11.2011, concluded by Bacau Regional Direction for Excises and Customs Operations.
- Notification no. 6339/19.12.2011 transmitted to DGAMC Bucharest, copy to SC Rafo, by Bacau Regional Direction for Excises and Customs Operations, stipulating the fact that the amount of 1.108.274 lei mentioned in the Tax Inspection Report, annex 5, can be refunded.

b) During January 2012, SC Rafo SA filed a motion to intervene for personal interest, in the file no. 5.109/110/2011 of Bacau Court of Law, requesting the cancellation of Onesti Local Council Decision no. 63/09.09.2011, in opposition to Onesti Local Council.

This litigation requests the cancellation of the administrative document based on which the tax for the land located in 3 Industriilor Street, amounting to 755.617 lei, was established.

c) In the financial statements concluded for the date of 31 December 2012, the Company is registered with VAT to be reimbursed, amounting to 2.515.494 lei, comprising:

- Settlement with VAT reimbursement request no. 41.736/25.01.2010, amounting to 1.461.299 lei with anticipated control, suspended by DGFP Bacau on 07.02.2011, for the clarification of the simplification measures in the period of judicial reorganization. The fiscal control was resumed on 09.02.2012 and it was finalized with the Tax Inspection Report no. 11.922/23.02.2012 and the taxation decision no. 1 dated 23.02.2012 approving the VAT reimbursement, amounting to 1.459.268 lei.
- Settlement with VAT reimbursement request nr. 5588798/20.12.2011, with subsequent control, amounting to 793.654 lei.
- Settlement with VAT reimbursement request nr.7018624/24.01.2012, with subsequent control amounting to 260.541 lei.

d) Resolution no. 4147/17.02.2012 for lifting the mortgage as per the Contract no. 555/29.04.2009 related to Bradu – Pitesti fuel distribution station, in favor of Faber Invest.

e) The Mortgage Agreement no.153/25.02.2004 for the fuel distribution station and the related land of 2.859 sqm subrogated to Faber Invest was cancelled.

The supporting documents are:

- resolution no. 9572/22.02.2012 for the land with a surface of 557 sqm
- resolution no. 9583/23.02.2012 for the surface of 2.302 sqm, including the fuel distribution station.