

**NORM Limited Liability Company
GIZILDASH CEMENT PLANT**

**International Financial Reporting Standards
Financial Statements and
Independent Auditor's Report**

31 December 2010



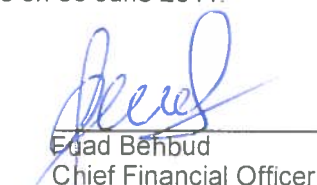
NORM Limited Liability Company
Statement of Financial Position

<i>In thousands of Azerbaijani Manats</i>	Note	31 December 2010	31 December 2009	1 January 2009
ASSETS				
Non-current assets				
Property, plant and equipment	8	2,574	1,785	368
Deferred income tax asset	17	1,017	304	-
Intangible assets		8	9	-
Total non-current assets		3,599	2,098	368
Current assets				
Other receivables	9	88	307	171
Cash and cash equivalents	10	1	64	22
Other current assets		1	-	-
Total current assets		90	371	193
TOTAL ASSETS		3,689	2,469	561
EQUITY				
Charter capital	11	2,506	0.02	0.02
Accumulated deficit		(5,491)	(2,467)	(512)
Other capital reserves	11	256	256	14
TOTAL EQUITY		(2,729)	(2,211)	(498)
LIABILITIES				
Non-current liabilities				
Borrowings	12	-	2,525	1,042
Total non-current liabilities		-	2,525	1,042
Current liabilities				
Borrowings	12	6,164	2,103	-
Trade payables	13	131	17	8
Taxes payable other than income tax		42	-	-
Provisions for liabilities and charges	14	81	35	9
Total current liabilities		6,418	2,155	17
TOTAL LIABILITIES		6,418	4,680	1,059
TOTAL LIABILITIES AND EQUITY		3,689	2,469	561

Approved for issue and signed on behalf of the Board of Directors on 30 June 2011.


 Ismail Erkovan
 Director




 Ebad Behbud
 Chief Financial Officer

NORM Limited Liability Company
Statement of Comprehensive Income

<i>In thousands of Azerbaijani Manats</i>	Note	2010	2009
Administrative expenses		(365)	(241)
Staff costs		(1,837)	(1,091)
Depreciation of property, plant and equipment		(98)	(76)
Rent expenses		(210)	(129)
Professional services	15	(298)	(388)
Gain on initial recognition of liabilities at rate below market		-	32
Operating loss		(2,808)	(1,893)
Finance income		11	-
Finance costs	16	(940)	(430)
Loss before income tax		(3,737)	(2,323)
Income tax benefit	17	713	368
LOSS FOR THE YEAR		(3,024)	(1,955)
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		(3,024)	(1,955)

NORM Limited Liability Company
Statement of Changes in Equity

<i>In thousands of Azerbaijani Manats</i>	Note	Charter capital	Accumulated deficit	Other capital reserves	Total equity
At 1 January 2009		0.02	(512)	14	(498)
Total comprehensive loss for the year			(1,955)		(1,955)
Difference between the fair value and carrying amount of loans received from owners at rate below market	11			242	242
Balance at 31 December 2009		0.02	(2,467)	256	(2,211)
Total comprehensive loss for the year			(3,024)		(3,024)
Contribution to charter capital	11	2,506			2,506
Balance at 31 December 2010		2,506	(5,491)	256	(2,729)

NORM Limited Liability Company
Statement of Cash Flows

<i>In thousands of Azerbaijani Manats</i>	Note	2010	2009
Cash flows from operating activities			
Loss before income tax		(3,737)	(2,323)
Adjustments for:			
Gain on initial recognition of liabilities at rate below market		-	(32)
Depreciation of property, plant and equipment	8	98	76
Amortisation of intangible assets		1	1
Finance costs	16	940	430
Operating cash flows before working capital changes			
		(2,698)	(1,848)
Decrease/(increase) in other receivables		219	(136)
Increase other payables		102	27
Increase in taxes payable other than income tax		42	-
Changes in working capital			
		(2,335)	(1,957)
Interest paid		(678)	(247)
Net cash used in operating activities			
		(3,013)	(2,204)
Cash flows from investing activities			
Purchase of property, plant and equipment		(830)	(1,485)
Acquisition of intangible assets		-	-
Net cash used in investing activities			
		(830)	(1,495)
Cash flows from financing activities			
Proceeds from borrowings		3,505	5,451
Repayment of borrowings and interest		(2,231)	(1,710)
Contribution to charter capital	11	2,506	-
Net cash from financing activities			
		3,780	3,741
Net (decrease)/increase in cash and cash equivalents			
		(63)	42
Cash and cash equivalents at the beginning of the year			
	10	64	22
Cash and cash equivalents at the end of the year			
	10	1	64

The accompanying notes on pages 5 to 27 are an integral part of these financial statements.