

Norm LLC

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

31 December 2016



Norm LLC
Statement of Financial Position

<i>In thousands of Azerbaijani Manats</i>	Note	31 December 2016	31 December 2015
ASSETS			
Non-current assets			
Property, plant and equipment	8	176,185	208,016
Other intangible assets		824	700
Deferred income tax assets	22	7,595	8,649
Other non-current assets	9	2,972	2,960
Total non-current assets		187,576	220,325
Current assets			
Inventories	10	22,197	19,090
Trade and other receivables	11	23,318	24,171
Other tax receivables		2,186	4,459
Cash and cash equivalents	12	418	497
Other current assets	9	4,239	1,014
Total current assets		52,358	49,231
TOTAL ASSETS		239,934	269,556
EQUITY			
Share capital	13	(161,962)	(124,394)
Additional paid in capital		-	(33,715)
Accumulated deficit		48,764	49,066
TOTAL EQUITY		(113,198)	(109,043)
LIABILITIES			
Non-current liabilities			
Borrowings	14	(50,580)	(47,374)
Trade and other payables	16	(14,571)	(39,555)
Deferred income, long-term portion	21	(3,620)	(4,249)
Total non-current liabilities		(68,771)	(91,178)
Current liabilities			
Borrowings	14	(42,917)	(48,906)
Trade and other payables	16	(12,787)	(14,832)
Deferred income, short-term portion	21	(629)	(629)
Other taxes payable	15	(1,020)	(4,336)
Provisions for other liabilities and charges		(632)	(632)
Total current liabilities		(57,965)	(69,335)
TOTAL LIABILITIES		(126,736)	(160,513)
TOTAL LIABILITIES AND EQUITY		(239,934)	(269,556)

Approved for issue and signed on June 12, 2017


 Fuad Behbud
 Acting CEO, CFO




 Dnyamin Safaraliyev
 Finance Manager

The accompanying notes on pages 5 to 25 are an integral part of these financial statements.

Norm LLC
Statement of Profit or Loss and Other Comprehensive Income

<i>In thousands of Azerbaijani Manats</i>	Note	2016	2015
Revenue	17	85,992	101,379
Cost of sales	18	(62,551)	(59,127)
Gross profit		23,441	42,252
General and administrative expenses	23	(4,076)	(14,404)
Distribution costs		(5,812)	(7,057)
Selling and marketing cost	19	(2,458)	(2,720)
Operating profit		11,295	18,071
Finance costs		(8,955)	(11,188)
Translation loss on foreign currency position	24	(9,385)	(45,038)
Discounting/(Unwinding) of long-term payable		(4,250)	3,632
Finance income		1	6
Other operating income - net	20	12,651	1,036
Profit/(Loss) before income tax		1,357	(33,479)
Income tax expense	22	(1,055)	4,051
PROFIT/(LOSS) FOR THE YEAR		302	(29,428)
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		302	(29,428)

The accompanying notes on pages 5 to 25 are an integral part of these financial statements.

Norm LLC
Statement of Changes in Equity

<i>In thousands of Azerbaijani Manats</i>	Share capital	Accumulated deficit	Total
At 1 January 2015	(124,394)	19,638	(104,756)
Total comprehensive loss for 2015	-	29,428	29,428
Additional paid in capital	(33,715)	-	(33,715)
Balance at 31 December 2015	(158,109)	49,066	(109,043)
Total comprehensive loss for 2016	-	(302)	(302)
Additional paid in capital	(3,853)	-	(3,853)
Balance at 31 December 2016	(161,962)	48,764	(113,198)

The accompanying notes on pages 5 to 25 are an integral part of these financial statements.