

## MONBAT AD



The Board of Directors of MONBAT AD informs all present and future investors that the information presented in this document was prepared on a consolidated basis as of 30.06.2017 with regard to the requirements of Ordinance № 2 of the FSC and represents additional information under Article 33, paragraph 1, item 7 of the aforementioned regulation. It is in the investors' interest to examine the presented information, before taking a decision on whether to invest in the securities of the company.

**THE FINANCIAL SUPERVISION COMMISSION DOES NOT BEAR RESPONSIBILITY FOR  
THE CORRECTNESS OF THE PRESENTED INFORMATION.**

The persons who bear responsibility for damages incurred by untrue, misleading or incomplete data in this information as of 30.06.2017 are:

Atanas Bobokov – Executive member of the Board of Directors

Plamen Bobokov – Member of the Board of Directors

Stoyan Stalev – Member of the Board of Directors

Alexander Chaushev – Member of the Board of Directors

Nikolay Trenchev – Member of the Board of Directors

Evelina Slavcheva – Member of the Board of Directors

Florian Huth – Member of the Board of Directors

Peter Bozadzhiev – Member of the Board of Directors

Yordan Karabinov – Member of the Board of Directors

**ADDITIONAL INFORMATION TO THE INTERIM CONSOLIDATED FINANCIAL ACTIVITY  
STATEMENT OF MONBAT AD FOR THE FIRST HALF OF 2017, PURSUANT TO ARTICLE 33,  
PARAGRAPH 1, ITEM 7 OF ORDINANCE NO 2 OF FSC**

- 1. Information about the changes in the accounting policy during the reporting period, the reasons for their making and in what way they impact on the issuer's financial result and shareholders' equity**

During the reporting quarter has not occurred a change in the accounting policy of MONBAT AD and companies included in the consolidation.

- 2. Information about occurred changes in the economic group of the issuer if it participates in such a group**

During the six months of 2017 has occurred changes in the economic group of MONBAT AD:

On 01.05.2017 "MONBAT RECYCLING" EAD established a new subsidiary "MONBAT ITALIA srl. The registered address is La spezia, Italy. The Capital of the company is EUR 10,000 divided into 10,000 shares pursuant to Art. 2468 of the Civil Code - Italy.

The activity of the company is: production, processing and trade of metal alloys, color and ferrous metals, semi, intermediate processing plastics, anhydrous sodium sulfate, and all products, products and / or waste resulting from the processing cycle; the exercise of commissioning systems in reserve, pre-storage, handling and utilization of hazardous waste and / or toxic and harmful and / or dangerous waste, consisting of sludge and waste of used batteries, and / or waste, including scrap minerals or alloys containing lead and / or heavy metals; management of plants for secondary lead smelting slag, including inertia chairs, aimed at producing concrete and / or produced products and / or bituminous products and manufacture of lead acid batteries.

- 3. Information on the results from organizational changes within the issuer, such as transformation, selling of undertakings from the economic group, non-money contributions by the undertaking, renting out of property, long-term investments, suspension of operation**

During the six months of 2017 have not occurred results from organizational changes within MONBAT AND companies included in the consolidation, such as transformation and have not been made contributions in kind by the issuer or its subsidiaries. As of 30.06.2017 Monbat AD and companies included in the consolidation have not rented out their property.

- 4. Opinion of the management body about the likelihood of realization of the published forecasts on the results of the current financial year, taking account of the results of the current six-month period, as well as**

**information about the factors and circumstances which will influence the obtaining of the forecast results at least for the next quarter**

The company presents on a monthly bases consolidated date on the sales revenues and profit. In the beginning of 2017 the company announced a consolidated forecast on the development of the economic group of Monbat AD for the period 2017 – 2021.

The Corporate Board of the company estimates that the announced forecast is realistic and meets the expectations of the management for achieving the indicators specified therein.

5. **Data about the persons holding directly or indirectly at least 5 per cent of the votes at the general assembly at the end of the relevant six-month period, and the changes in the held by the persons votes for the period since the end of the preceding six-month period.**

**Shareholders holding at least 5 per cent of the votes at the general assembly of shareholders of MONBAT AD**

**As of 30.06.2017 the capital structure of MONBAT AD is the following:**

**Table 1**

<b>Name of the shareholder</b>	<b>Number of shares</b>	<b>Percentage of the capital</b>
PRISTA OIL HOLDING EAD, Sofia	16 666 371	42.73 %
MONBAT TRADING Ltd., Sofia	2 752 800	7.06 %
PRISTA HOLDCO COOPERATIEF U.A.	8 103 758	20.78 %
UPF Doverie	2 553 813	6,54 %
MUPF Allianz	2 029 556	5,20 %
Free float	6 893 702	17,69 %

**Change in the number of votes as of 30.06.2017**

During the reporting period have not occurred changes in the number of shares, hold by shareholders holding at least 5 per cent of the votes at the general assembly of shareholders of MONBAT AD.

6. **Data about the shares owned by the issuer's management and Board of directors at the end of the relevant quarter as well as the changes that occurred for the period since the end of the preceding six-month period for every person individually**

## Members of the Board of Directors

**Table 2**

Name	Number of shares as at 31.12.2016	Number of shares as at 30.06.2017
Atanas Stoilov Bobokov – Chairperson of the Board of Directors	110	110
Alexander Viktorov Chaushev – member of the Board of Directors	8 630	8 630

The other members of the Board of Directors do not hold shares of the capital of MONBAT AD.

**7. Information on pending legal, administrative or arbitration procedures relating to liabilities or receivables at the rate of at least 10 per cent from the issuer's equity; if the total amount of the issuer's liabilities or receivables of all initiated proceedings exceeds 10 per cent of its equity, information shall be presented for each procedure separately**

There are no pending legal, administrative or arbitration procedures relating to liabilities or receivables at the rate of at least 10 per cent from the shareholders's equity of the company and companies included in the consolidation.

**8. Information about granted by the issuer or its subsidiary loans, providing of guarantees or assuming liabilities in whole to one entity or its subsidiary, including also related persons with indication of the nature of the relations between the issuer and the entity, the amount of unpaid principal, interest rate, deadline for repayment, amount of the assumed liability, term and conditions**

During the reporting six-month period on the part of MONBAT AD have not been granted essential loans, guarantees and have not been assumed liabilities in whole to one entity or its subsidiary, including also related persons.

Date: 29.08.2017

For MONBAT AD:  
/Atanas Bobokov – Executive Director/