



Annual Report

Teknia Uherský Brod, a.s.

Rybářská 2330
688 01 Uherský Brod

2014

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I. Company Details

Company name: Teknia Uherský Brod, a.s.
Registered office: Rybářská 2330, 688 01 Uherský Brod
Identification No.: 49971034
Date of incorporation: 27th December 1993
Incorporated: in Trade Register at Regional Court in Brno under no. B.4526
Legal form: joint stock company

II. Registered Capital, Company Owners

Registered Capital: CZK 121,780, 000

Company Owners: TEKNIA MANUFACTURING GROUP, S.L. 100 % business share

III. Line of Business

Production, trade and services not stated in the supplements 1 to 3 of Trade Law

IV. History of the Company

The Company was founded in 1993 and produced shoemaking components and pressed pieces for the automotive industry.

The registered office has been in Rybářská street in Uherský Brod since 1997.

In 1999 the shoemaking component production stopped in the company. The key manufacturing programme remained the pressed pieces production mainly for automotive industry.

The company has been member of the international Teknia Group since the end of 2008. The Teknia Group has three main divisions: Teknia Automotive, Teknia R&D and Teknia Energy. Teknia Automotive is the production part of the group which is subdivided into plastic, metal working, metal pressing and pipe forming divisions. The Teknia Group has 16 production plants in Europe, Africa, South America and the NAFTA region.

Teknia Uherský Brod, a.s. is a significant pressing supplier for the automotive industry. Its biggest customers are the international companies producing parts for the automotive industry such as Continental Automotive, Robert Bosch, Faurecia, Autoliv, TRW, Varroc, Valeo, Johnson Controls etc. Our main final costumers are Volkswagen, Ford, Renault, Opel, Volvo, BMW, KIA and Hyundai.

Teknia Uherský Brod, a.s. renovated the rooms in the production plant in Uherský Brod at the end of 2014. As a result of it the PMMA and PC materials can be processed with higher standard, so called clean room, now. The manufacture of dashboard parts has been concentrated to the production plant Uherský Brod and meets the highest requirements of the customers such as Continental Automotive, Robert Bosch and Denso.

V. Company Profile

Teknia Uherský Brod, a.s. develops, produces and supplies especially:

- dashboard parts,
- tank fuel pump parts,
- varnished interior parts,
- safety parts,
- head lamp parts.

It provides services especially such as:

- part and set design including calculations,
- tool design,
- tool production.

The company has modern technologies for surfacing and follow-up operations such as:

- painting,
- coating,
- preliminary surface treatment by fluoridisation,
- ultrasonic and vibratory welding,
- tampoprint.

Teknia Uherský Brod, a.s. has introduced the ISO quality management system for all its activities.

VI. Company Bodies

Statutory director:

- Javier Lazpita Sarriugarte, born on 2/11/1960, Vizcaya, Uribarri a Erandiondo 3, 48950, Spain

Board of directors:

- Chairman - Javier Lazpita Sarriugarte, born on 2/11/1960, Vizcaya, Uribarri a Erandiondo 3, 48950, Spain
- Member - José María Sánchez Jiménez, born on 7/11/1961, Madrid, Castellana 128, Spain

Procuratory:

- Lukáš Rajsígl, born on 9/4/1980, Babí Louka 2505, Uherský Brod

VII. Organisation Chart

The Accounting Unit had not any organisation unit abroad in 2014.



General manager

Production manager

Quality and environment management system manager

Financial manager

Technical manager

Material purchase manager

Human resources manager

Lukáš Rajsígl

Vlastislav Bartoš

Jaroslav Vojtek

Miroslava Slováková

Radim Dubec

none

Radka Hladišová

VIII. Economic Information

Basic Economic Information – Development (in thousand CZK)

Year	2012	2013	2014
Equity	191 680	191 142	220 935
Total assets	413 065	380 449	506 949
Total revenues	561 369	548 028	580 232
Revenues from production	443 010	467 286	500 763
Profit/loss after tax	29 312	29 610	39 420
Employee number	226	240	226

IX. Conservation

In the second half-year of 2014 the waste system was adjusted to the enlarged rooms in the production hall and office building in the production plant of Nivnice. In both plants the waste is sorted and so the number of industrial waste has been reduced. The dangerous waste is safely stored before it is handed over to special companies. All kinds of waste are recorded. The second supervisory environmental audit was performed in the production plants of Uherský Brod and Nivnice in October and the Company gained again the ISO 14001 certificate. Furthermore, there were ADR inspections carried out and according to the annual report we do meet all ADR requirements for dangerous waste transport.

X. Labour-Legal Relations

The Company had 235 full time employees as at 31.12.2014.

Training of Employees:

The Company spent CZK 632,000 on training in 2014, there were 98 training activities plus 6 trainings within the EU Training program "Vzdělávejte se pro růst ve Zlínském kraji II".

The total subsidy de minimis for trainings within the EU program „Vzdělávejte se pro růst ve Zlínském kraji II“ amounted to CZK 178,000.

Staff turn-over rate:

In 2014 the staff turn-over rate was 0.56 % at direct employees, at indirect employees 0.68% and at white collar workers 0.84% (total average monthly staff turn-over rate 0.60 %).

Sickness rate :

The average sickness rate was 4.18% in 2014. At direct employees it was 6.09 % and at indirect employees 2.47% and at white collar workers 1.51%.

XI. Expected Development in 2015

Teknia Uherský Brod, a.s. plans to increase the revenues in 2015 by about 8% compared to 2014. In 2015 new technologies such as tampoprint of glass for dashboards and laser welding of dashboards will be introduced.

Because of the set business targets of the parent company until 2020 it will be necessary to strengthen the personal preparation in all departments of the company so it would be able to support the expansion strategy of the whole Teknia Group.

XII. Material Subsequent Events in 2015 after the Balance Sheet Date

There were no material subsequent events after the balance sheet day having any impact on this Annual Report.

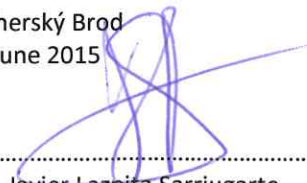
XIII. Report of Board of Directors on Business and Assets

The company won new projects with the volume of CZK 150,000,000 in 2014. The most projects will be prepared for lot production in 2015 and 2016. One of the most important order is the project for ŠKODA Auto, as Teknia Uherský Brod, a.s. is profiling itself to the position of the Tier 1 supplier for automotive.

In 2014 the construction of the production plant in Nivnice has been completed. The total built-up area for production, mould maintenance and storage is 6.000 m² and 1.200 m² is the office building. This step is very important for the further development and capacity increase due to the expected production increase and increase of projects for Škoda Auto from 2015 or 2016.

Place: Uherský Brod

Date: 2 June 2015

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 Javier Lazpita Sarriugarte
 Statutory director

**REPORT ON RELATIONS BETWEEN RELATED COMPANIES
OF
Teknia Uhersky Brod, a.s.**

(For the Year Ended at 31st December 2014)

The board of directors of Teknia Uhersky Brod, a.s. prepared in accordance with section 82 Corporation Act No. 90/2012 Sb. the Report on Relations between Related Companies for the Accounting Period from 1st January 2014 to 31st December 2014 (hereinafter referred to as "Accounting Period").

1. Related Companies to Teknia Uhersky Brod, a.s.

1.1. Companies Controlling Teknia Uhersky Brod, a.s.

Complete Overview of Companies Controlling Teknia Uhersky Brod, a.s.:

Company name	Registered office	Total capital interest as at 1.1.2014	Changes in Accounting Period			Total capital interest as at 31.12. 2014
			Own capital interests	Consonant actions	Other (share right exercise agreements)	
Teknia Manufacturing Group, S.L.U.	Elorrio, ES	100 %	-	-	-	100 %

Teknia Manufacturing Group, S.L.U. has 100 % votes in Teknia Uhersky Brod, a.s. as at 31st December 2014. It is the controlling company pursuant to section 74 Corporation Act No. 90/2012 Sb. and Teknia Uhersky Brod, a.s. is a company controlled by it.

1.2. Other Companies Related to Teknia Uhersky Brod, a.s.

The controlling company of Teknia Uhersky Brod, a.s., - Teknia Manufacturing Group, S.L.U. has the following shares or business shares in other companies:

Company name	Total participation as at 31.12.2014
Teknia Polska Spółka Z O.O	100 %
Teknia Germany GmbH	100 %
Teknia Elorrio, S.L.U.	100 %
Teknia Pedrola, S.L.U.	100 %
Teknia Estampación Epila, S.L.U.	100 %
Teknia Bilbao XXI, S.L.U.	100 %
Teknia Barcelona, S.L.U.	100 %
Teknia Montmeló, S.L.U.	100 %
Segove Cataluña, S.L.U.	100 %
Teknia Azuqueca, S.L.U.	100 %
Teknia Martos, S.L.U.	100 %
Componentes de Automoción Marroquies, SARL	99,99 %
Teknia R&D, S.L.U.	100 %
Teknia Automotive Mexico, S.A. de C.V.	90 %
Teknia Manresa, S.L.U.	100 %
Teknia Brasil, S.A.	99,99 %
Teknia USA Inc.	100 %
Pro-Motor Irva d.o.o. Kragujevac	70 %
SAMCO, S.A. de C.V	100 %

Teknia Polska Spółka Z.O.O has the following shares or business shares in other companies:

Company name	Total participation as at 31.12.2014
Teknia Kálsz Sp. Z O. O	100 %
Teknia Rzeszów S.A.	100 %

2. Agreements/Contracts Concluded among Related Companies in the Accounting Period

2.1. *Agreements/Contracts Concluded between Teknia Uhersky Brod, a.s. and Teknia Manufacturing Group, S.L.*

On 1st January 2011 the companies concluded an agreement on the keeping of a joint credit account up to EUR 2,000,000 with maturity within five years after the date of execution with the possibility of an automatic extension by one year unless any of the contracting parties notices the agreement three months before the expiration of the particular contracting period at least.

On 1st February 2012 the companies concluded the Agreement on ERP System Preparation and Implementation within the Teknia Group. The Agreement has maturity until the ERP system is implemented and put into operation in each company of the Teknia Group the Agreement is relevant to.

On 2nd January 2014 the companies concluded the Licence Agreement of **TEKNIA**[®] trade mark with maturity within five years after the date of execution with the possibility of an automatic extension by one year unless any of the contracting parties notices the agreement three months before the expiration of the particular contracting period at least.

On 15th December 2014 the companies concluded an Agreement on the provision with management and financial, accounting, legal services and HR, material management assistance, IT support and sales-technical assistance. The Agreement came into force on 1st January 2014 and is concluded for five years after the date of execution with the possibility of an automatic extension by one year unless any of the contracting parties notices the agreement three months before the expiration of the particular contracting period at least. This Agreement replaces the agreement of 1st January 2011.

2.2. *Agreements/Contracts Concluded between Teknia Uhersky Brod, a.s. and Teknia Azuqueca, S.L.U.*

On 1st January 2011 the companies concluded an agreement on the provision with management services for the division plastic production of the Teknia Group in the field of the management of technical production preparation, quality management and business activity management. The agreement is concluded for five years after the date of execution with the possibility of an automatic extension by one year unless any of the contracting parties notices the agreement three months before the expiration of the particular contracting period at least.

2.3. *Agreements/Contracts Concluded between Teknia Uhersky Brod, a.s. and Teknia Martos, S.L.U.*

On 2nd January 2012 the companies concluded an agreement on the provision with management services for the division plastic production of the Teknia Group in the field of the material management. The agreement is concluded for four years after the date of execution with the possibility of an automatic extension by one year unless any of the contracting parties notices the agreement three months before the expiration of the particular contracting period at least.

2.4. *Agreements/Contracts Concluded between Teknia Uhersky Brod, a.s. and Teknia R&D, S.L.U.*

On 1st January 2013 the Companies concluded the Agreement on energy consultancy and energy audit. The agreement is concluded for three years after the date of execution with the possibility of an automatic extension by other next three years unless any of the contracting parties notices the agreement in writing three months before the expiration of the particular contracting period at least.

2.5. *Agreements/Contracts Concluded between TEKNIA Rzeszów S.A and Teknia Uhersky Brod, a.s.*

On 1st July 2014 the Companies concluded an agreement on the provision with management services for the division plastic production of the Teknia Group in the field of HR and the material management. The agreement is concluded for five years after the date of execution with the possibility of an automatic extension by one year unless any of the contracting parties notices the agreement three months before the expiration of the particular contracting period at least.

3. Other Legal Acts in the Interest or on Initiative of Related Companies

During the reported Accounting Period services, material, goods and property were purchased from related companies within the current business activity connected with the line of business of the controlled and in other way related company. The controlling influence of the controlling company had no impact on financial position of the controlled company which would exceed the current business activity run with diligent care. Deliveries realized during the reported period would realize every company acting with diligent care even if it was not a concern member. The details concerning the sort and number of deliveries result from the accounts of the controlled company. Dividends for the previous accounting period were distributed to the controlling company during the reported Accounting Period.

4. Measures of Teknia Uhersky Brod, a.s. Taken in Interest or on Impulse of Related Companies

Teknia Uhersky Brod, a.s. did not take any measures in interest of the related companies.

5. Other Legal Acts taken by Teknia Uhersky Brod, a.s. in Interest of Related Companies in the Accounting Period

There are no legal acts made between related companies or in interest or on impulse of related parties which could possibly harm the Company.

6. Final Declaration of the Statutory Director of Teknia Uhersky Brod, a.s.

We declare hereby that we stated in the Report on Relations between Related Companies of Teknia Uhersky Brod, a.s. prepared pursuant to section 82 Corporation Act No. 90/2012 Sb. for the accounting period from 1st January 2014 to 31 December 2014 all in the Accounting Period concluded or realized and at the date of preparation of the Report us known:

- Agreements and contracts between related companies,
- fulfilments and considerations provided to related companies,
- other legal acts made in interest of these companies,
- all measures taken in interest or on initiative of these companies.

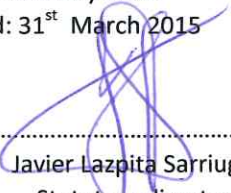
We declare hereby that we are not aware of the fact that any financial or property harm would arise to the controlled company Teknia Uhersky Brod, a.s. from the agreements / contracts or measures due to relation to the controlling company.

The Report is to be filed pursuant to section 21a Accounting Act No. 563/1991 Sb. in document collection at register court and is to be enclosed to the Annual Report prepared pursuant to special legal regulation regulating the accountancy.

The undersigned person countersigns that the Report was prepared properly and all data he had at disposal for the whole reported Accounting Period were taken into account.

Place: Uherský Brod

Dated: 31st March 2015



Javier Lazpita Sarriugarte
Statutory director of
Teknia Uherský Brod, a.s.

BALANCE SHEET

as at... 3 1 . 1 2 . 2 0 1 4

From 1.1.2014 To: 31.12.2014

in thousands CZK

ID no. 4 9 9 7 1 0 3 4

Seal

Business name

Teknia Uherský Brod,

a.s.

Registered office

Rybářská 2330

Uherský Brod

688 01

Ident.	ASSETS	line	Current accounting period			Previous account. period
			Gross	Adjustments	Net	Netto (Year 2013)
	TOTAL ASSETS	001	768 712	-261 763	506 949	380 449
B.	Fixed assets	003	521 803	-256 608	265 195	198 473
B.I.	Intangible assets	004	14 662	-10 973	3 689	1 815
B.I.3.	Software	007	11 584	-10 566	1 018	53
B.I.4.	Valuable rights (patents, copyrights, trademarks and brands)	008	81	-81	0	0
B.I.6.	Other intangibles	010	326	-326	0	0
B.I.7.	Intangible assets under construction	011	2 671		2 671	1 762
B.II.	Tangible fixed assets	013	507 141	-245 635	261 506	196 658
B.II.1.	Land	014	14 382		14 382	14 382
B.II.2.	Buildings and structures	015	191 520	-31 793	159 727	109 525
B.II.3.	Machinery, equipment, vehicles, fixtures and fittings	016	283 767	-212 446	71 321	70 497
B.II.7.	Tangible fixed assets under construction	020	17 472	-1 396	16 076	2 254
C.	CURRENT ASSETS	031	238 614	-5 155	233 459	173 319
C.I.	INVENTORIES	032	101 164	-4 119	97 045	64 725
C.I.1.	Raw material	033	24 338	-1 261	23 077	19 338
C.I.2.	Work-in-progress and semi-finished products	034	7 182	-1 245	5 937	5 008
C.I.3.	Finished products	035	11 172	-1 613	9 559	12 526
C.I.5.	Goods	037	24 202		24 202	18 384
C.I.6.	Prepayments on inventories	038	34 270		34 270	9 469
C.III.	Short-term receivables	048	126 111	-1 036	125 075	104 817
C.III.1.	Trade receivables	049	101 817	-1 036	100 781	103 377
C.III.2.	Receivables from controlling entities	050	20 907		20 907	
C.III.6.	Government - tax receivables	054	2 091		2 091	1 121
C.III.7.	Short-term advances	055	102		102	113
C.III.8.	Estimated accrued revenues	056	1 194		1 194	206
C.IV.	Current financial assets	058	11 339		11 339	3 777
C.IV.1.	Cash	059	77		77	57
C.IV.2.	Bank accounts	060	11 262		11 262	3 720
D.I.	Prepayments and accrued income	063	8 295		8 295	8 657
D.I.1.	Prepaid expenses	064	8 295		8 295	8 657

For identification
purposes only
Moore Stephens, s.r.o.
Audit License No. 462

Ident.	LIABILITIES	line	Current accounting period	Last account. period
			Net	Netto (Year 2013)
	TOTAL LIABILITIES AND EQUITY	001	506 949	380 449
A.	Equity	002	220 935	191 142
A.I.	Subscribed capital	003	121 780	121 780
A.I.1.	Subscribed capital	004	121 780	121 780
A.III.	Reserves, indivisible reserve and other revenue reserves	014	9 197	7 716
A.III.1.	Legal reserve fund	015	9 197	7 716
A.IV.	Retained earnings	017	50 538	32 036
A.IV.1.	Retained earnings of previous years	018	50 538	32 036
A.V.1	Profit / loss of current accounting period	021	39 420	29 610
A.V.2	Decision on advances for profit-sharing payments (-)	021a		
B.	Liabilities	022	271 784	166 645
B.I.	Provisions	023	5 526	4 884
B.I.3.	Provision for income tax	026	3 579	2 834
B.I.4.	Others provisions	027	1 947	2 050
B.II.	Long-term liabilities	028	4 441	5 573
B.II.9.	Other payables	037	0	4 614
B.II.10.	Deferred tax liabilities	038	4 441	959
B.III.	SHORT-TERM LIABILITIES	039	161 127	99 817
B.III.1.	Trade payables	040	109 125	68 577
B.III.5.	Payables to employees	044	4 620	4 501
B.III.6.	Payables to social security and health insurance	045	2 562	2 506
B.III.7.	Government - tax payables and subsidies	046	1 117	533
B.III.8.	Short-term advances received	047	20 100	
B.III.10.	Estimated accrued items	049	18 939	12 856
B.III.11.	Other payables	050	4 664	10 844
B.IV.	Bank loans and borrowings	051	100 690	56 371
B.IV.1.	Long-term bank loans	052	75 173	42 416
B.IV.2.	Short-term bank loans	053	25 517	13 955
C.I.	Accruals and deferred income	055	14 230	22 662
C.I.1.	Accrued expenses	056	5	
C.I.2.	Deferred income	057	14 225	22 662

Date of compila: 20.3.2015	Signature of statutory body/or natural person
Legal form stock company	Javier Lazpita Sarriugarte
Entrepreneurial activity Production, trade and services not stated in annexes 1 - 3 of trade law	
Comment:	

PROFIT AND LOSS STATEMENT

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From 1.1.2014 To 31.12.2014

in thousands CZK

ID no. 4 9 9 7 1 0 3 4

Seal

Business name

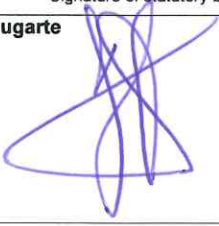
Teknia Uherský Brod,
a.s.

Registered office

Rybářská 2330
Uherský Brod
688 01

Ident.	PROFIT AND LOSS STATEMENT	line	Values in accounting period	
			Current accounting period	Previous account. period
I.	Sales of goods	001	41 666	31 978
A.	Costs of goods sold	002	37 849	27 226
+	Sale margin	003	3 817	4 752
II.	Production	004	499 808	467 412
II.1.	Product and service revenue	005	500 763	467 286
II.2.	Increase/decrease in finished goods and in work in progress	006	-955	79
II.3.	Own work capitalized	007		47
B.	Consumption from production	008	343 558	319 144
B.1.	Consumption of material and energy	009	272 770	247 943
B.2.	Services	010	70 788	71 201
+	Value added	011	160 067	153 020
C.	Staff costs	012	88 119	89 498
C.1.	Wages and salaries	013	64 680	65 726
C.3.	Social security and health insurance costs	015	21 788	22 222
C.4.	Other social costs	016	1 651	1 550
D.	Taxes and fees	017	195	211
E.	Depreciation and amortization	018	24 335	22 925
III.	Proceeds on fixed assets and material	019	29 914	32 488
III.1.	Proceeds on sale of fixed assets	020	23	37
III.2.	Proceeds on sale of material	021	29 891	32 451
F.	Net book value of fixed assets and material sold	022	27 070	30 000
F.2.	Material sold	024	27 070	30 000
G.	Changes in provisions and adjustments relating to operating activities and complex deferred expenses	025	96	50
IV.	Other operating income	026	3 012	3 025
H.	Other operating expenses	027	1 761	1 561
*	Profit/loss from operating activities	030	51 417	44 288
X.	Interest income	042	322	195
N.	Interest expense	043	1 288	1 619
XI.	Other financial revenues	044	5 509	12 928
O.	Other financial expenses	045	7 301	18 870
*	Profit/loss from financial activities	048	-2 758	-7 366
Q.	Income tax on ordinary activities	049	9 239	7 312
Q.1.	- Due	050	5 758	3 422
Q.2.	- Deferred	051	3 481	3 890
**	Profit/loss from ordinary activities	052	39 420	29 610

Ident.	PROFIT AND LOSS STATEMENT	line	Values in accounting period	
			Current accounting period	Previous account. period
***	Profit/loss for the period	060	39 420	29 610
****	Profit/loss before tax	061	48 659	36 922

Date of compila: 20.3.2015	Signature of statutory body/or natural person
Legal form stock company	Javier Lazpita Sarriugarte
Entrepreneurial activity Production, trade and services not stated in annexes 1 - 3 of trade law Comment:	

CASH FLOW STATEMENTS

as at... 3 1 . 1 2 . 2 0 1 4

From 1.1.2014 To 31.12.2014

in thousands CZK

ID no. 4 9 9 7 1 0 3 4

Business name

Teknia Uherský Brod,

a.s.

Registered office

Rybářská 2330


Uherský Brod

688 01

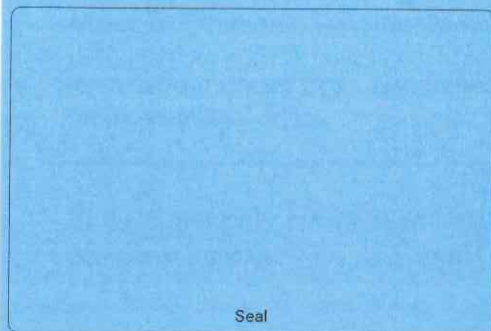
Seal

Ident.	CASH FLOW STATEMENTS	line	Values in accounting period	
			Current accounting period	Previous account. period
P.	Cash and cash equivalents at beginning of accounting period	001	3 777	3 724
Cash flow from ordinary activities				
Z.	Profit/loss from ordinary activities before taxation (does not include accounts 591 to 596)	002	48 659	36 922
A.1.	Adjustments for non-cash transactions	003	25 375	24 362
A.1.1.	Depreciation of fixed assets (except of net book value of fixed assets sold, depreciation of adjustment for assets acquisition (+/-)).	004	24 335	22 925
A.1.2.	Change in adjustments, provisions	005	96	50
A.1.3.	Profit/loss on disposal of fixed assets	006	-23	-37
A.1.5.	Net interest expense (+) (except of capitalized interest) and interest income (-)	008	967	1 424
A.1.6.	Adjustments for other non-cash movements	009	0	0
A*	Net cash flow from operating activities before tax, changes in working capital and extraordinary items	010	74 034	61 284
A.2.	Change in non-financial items of working capital	011	16 759	-6 046
A.2.1.	Increase/decrease in trade and other receivables, including prepayments and accrued income (+/-)	012	1 403	11 035
A.2.2.	Increase/decrease in trade payables, including accruals and deferred income (+/-)	013	48 264	-22 863
A.2.3.	Increase/decrease in inventories	014	-32 908	5 782
A**	Net cash flow from operating activities before taxes and extraordinary items	016	90 793	55 238
A.3.	Interest paid, excl. capitalized interests	017	-1 289	-1 619
A.4.	Interest received (+)	018	322	195
A.5.	Income tax on ordinary activities paid and additional assessments for past periods (including deposits and refunds) (-)	019	-5 014	-1 293
A***	Net cash flow from operating activities	022	84 812	52 521
Cash flow from investment activities				
B.1.	Costs associated with acquisition of fixed assets	023	-91 057	-25 350
B.2.	Proceeds on sales of fixed assets	024	23	37
B.3.	Loans and credits to related persons	025	-20 907	0
B***	Net cash flow from investing activities	026	-111 941	-25 313
Cash flow from financial activities				
C.1.	Net effect of changes in long-term liabilities and short-term liabilities, belonging to the financial activities area, to cash and cash equivalents	027	44 319	-11 749

Ident.	CASH FLOW STATEMENTS	line	Values in accounting period	
			Current accounting period	Previous account. period
C.2.	Net effect of changes in equity on cash and cash equivalents, share profits or possibly legal reserve including advances paid for this increase (+)	028	-9 628	-15 406
C.2.6.	Dividends paid and profit shares including withholding tax paid relating to these demands and including settlement with partners in partnership and general partners in limited partnerships	034	-9 628	-15 406
C***	Net cash from financing activities	035	34 691	-27 155
F.	Net increase/decrease in cash and cash equivalents	036	7 562	53
R.	Cash and cash equivalents at end of period	037	11 339	3 777

Date of compila 20.3.2015	Signature of statutory body/or natural person
Legal form stock company	Javier Lazpita Sarriugarte
Entrepreneurial activity Production, trade and services not stated in annexes 1 - 3 of trade law Comment:	

CHANGES IN SHAREHOLDERS' EQUITY



asat... 3 1 . 1 2 . 2 0 1 4

From 1.1.2014 To 31.12.2014

in thousands CZK

ID no. 4 9 9 7 1 0 3 4


Business name

Teknia Uhersky Brod,
a.s.

Registered office

Rybářská 2330
Uherský Brod
688 01

Ident.	CHANGES IN SHAREHOLDERS' EQUITY	line	Values in accounting period	
			Current accounting period	Previous account. period
A. Subscribed capital in Companies register entered (411)				
A.1.	Opening balance	001	121 780	121 780
A.4.	Closing balance	004	121 780	121 780
C. Subscribed capital (A. +/- B).with account (-)252				
C.1.	Opening balance (-252)	009	121 780	121 780
C.6.	Closing balance A. +/- B. incl. (252)	014	121 780	121 780
E. Legal reserves (421)				
E.1.	Opening balance	019	7 716	6 251
E.2.	Increase	020	1 481	1 465
E.4.	Closing balance	022	9 197	7 716
I. Credit from account periods (428 + credit 431)				
I.1.	Opening balance	035	32 036	34 337
I.2.	Increase	036	28 130	7 432
I.3.	Decrease	037	9 628	9 733
I.4.	Closing balance	038	50 538	32 036
K. Profit/loss for the period after tax				
K.1.	Opening balance	047	29 610	29 312
K.2.	Increase	048	39 420	29 610
K.3.	Decrease	049	29 610	29 312
K.4.	Closing balance	050	39 420	29 610
Equity in total (summation C to K)				
X.1.	Opening balance	051	191 142	191 680
X.2.	Increase	052	69 031	38 507
X.3.	Decrease	053	39 238	39 045
X.4.	Closing balance	054	220 935	191 142

Date of compila	20.3.2015	Signature of statutory body/or natural person 
Legal form	stock company	
Entrepreneurial activity	Production, trade and services not stated in annexes	
Comment:	1 - 3 of trade law	

For the year ended at 31 December 2014
(in thousands CZK)

In the Notes only information important for the assessment of the financial and property positions of the company from the view of external users is stated.

1. Company Details and Main Business Activity

Establishment and Company Details

Teknia Uhersky Brod, a.s. (Company) was incorporated on 27 December 1993.

Scope of business activity:

- Production, trade and services not stated in the attachments 1 - 3 to the Trade Law

Owners of the Company

The sole shareholder of the Company as at 31 December 2014 is:

TEKNIA MANUFACTURING GROUP, S.L.	100.0%
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Registered office

Teknia Uhersky Brod, a.s.
Rybářská 2330
Uherský Brod, post code 688 01
Czech Republic

Identification number

499 71 034

Statutory director and members of the board of directors at 31 December 2014

Statutory director

Javier Lazpita Sarriugarte

Members of the Board of Directors

Javier Lazpita Sarriugarte, chairman

José Mario Sánchez Jiménez, member

The statutory director represents the Company in all matters. The statutory director acts on behalf of the Company alone.

For the year ended at 31 December 2014
(in thousands CZK)

Changes in supervisory board entered into Company Register:

On 20 December 2014 Mr Javier Quesada Suescún ceased to be member of Board of Directors. This change has been entered into the Company Register on 30 January 2015.

Changes in statutory director entered into Company Register:

On 20 December 2014 a new post of statutory director arose, Mr Javier Lazpita Sarriugarte was appointed to this post by the Board of Directors. This change has been entered into the Company Register on 30 January 2015.

Changes in Supervisory Board entered into Company Register:

On 6 February 2014 Mr Javier Lazpita Sarriugarte ceased to be member of the Supervisory Board. This change has been entered into the Company Register on 30 January 2015.

On 20 December 2014 Mr Ing. Miroslav Frantík and Mr. Diego Martelo Muñoz-Cobos ceased to be members of the Supervisory Board. This change has been entered into the Company Register on 30 January 2015.

Changes in Board of Directors entered into Company Register:

On 20 December 2014 Mr José María Sánchez Jiménez and Mr Javier Lazpita Sarriugarte were appointed to members of Board of Directors by the general meeting. This change has been entered into the Company Register on 30 January 2015.

On 20 December 2014 Javier Lazpita Sarriugarte was appointed a chairman of the Board of Directors by the Board of Directors. This change has been entered into the Company Register on 30 January 2015.

Procurator at 31 December 2014

Lukáš Rajsígl

The proxy acts on behalf of the Company alone.

Changes in procurator in the Company Register:

On 15 September 2014 Mrs Ing. Miroslava Slováková was removed from the proxy position by the Board of Directors. The change was entered into the Company Register on 8 October 2014.

On 15 September 2014 Antonio Miralles Gonzáles was removed from the proxy position by the Board of Directors. The change was entered into the Company Register on 8 October 2014.

Other changes in the Company Register:

In 2014 the Board of Directors resolved to change the joint procurator. Now the proxy acts on behalf of the Company alone, while the Company was represented by two proxies jointly at least in the past. The change was entered into the Company Register on 8 October 2014.

For the year ended at 31 December 2014
(in thousands CZK)

Organizational Structure

The head of the Company is the managing director. The Company is divided in 6 departments. Each department has its head or department manager.

The departments are as follows:

- production
- human resources
- quality management
- finance department
- sales-technical department
- logistics and purchase

2. Significant Accounting Methods Applied by the Company

The books are kept in accordance with the particular provisions of the Accounting Act No. 563/1991 Coll. as amended and regulation No. 500/2002 Coll. as amended.

The Company applies fully the general accounting principles and methods.
The Financial Statements has been prepared under the going concern assumption.

(a) Tangible and Intangible Fixed Assets

Tangible fixed assets are considered to be tangible fixed assets over 40 thousand CZK, intangible fixed assets are over 60 thousand CZK. Low value intangible assets are intangible assets up to 60 thousand CZK with useful life over 1 year. The accounting unit specified low value tangible fixed assets with the value of 20 thousand CZK to 40 thousand CZK. These low value tangible fixed assets are kept on a special analytical account 750 and are expensed in the year they were purchased. Other low value tangible assets up to 20 thousand CZK are not reported in the balance sheet and are expensed in the year they were purchased.

Depreciation methods and depreciation period according to fixed assets groups:

Fixed assets	Method	Period of depreciation
Buildings	straight line	20 or 30 years
Fence, water, sewer system and gas connection, cabling, material container	straight line	15 years
Machinery	straight line	5, 6 or 8 years
Computers and computer units, notebooks and servers, cars	straight line	4 years
Software	straight line	6 years
Patents and other intangible assets	straight line	5 years

For the year ended at 31 December 2014
(in thousands CZK)

(b) Inventory

Direct and auxiliary material is stated at standard costs. Related costs and price differences are recorded on a special analytical account and expensed proportionate to the volume of inventory decrease.

Recycled direct material is stated at standard costs as purchased material as it has in case of its processing the same value for the accounting unit.

Indirect material is stated at standard costs using the FIFO method, i.e. the first value for the inventory additions is used as the first value for the inventory usage.

Finished products and semi-finished products are stated at own production costs.

Work - in progress is stated at direct material cost and direct wages cost.

The goods are stated at purchase price using the FIFO method.

(c) Allowances to assets and Provisions

Allowance to doubtful debts

The company creates provisions for doubtful debts based on financial credibility of its customers and the aging structure of the receivables. 100 % accounting provisions are created for unpaid receivables overdue more than 6 month. 50 - 100% accounting provisions are created for unpaid receivables overdue 1 - 180 days with respect to known circumstances existing at the date of the preparation of the Financial Statements. Besides the creation according to the due date the individual risks in the case of particular debtors are taken into account. In addition to that the Company creates individual provisions for unpaid receivables from taxes paid abroad.

Inventory provisions

The Company creates inventory provisions to the amount of predictable risks and possible losses which are known as at the date of preparation of the Financial Statements.

The Company creates 100 % provision for recycled material, 100 % provisions for the slow - moving material and further 20 % - 100 % provision for material which the Company cannot utilize at the moment.

The Company created provision for finished products that were subject to claims or represented defect products as at the inventory count or defective work. Provisions are created for inventories with carrying value temporarily exceeding their net realisable value. 20 % and 100 % provision was created for slow- moving inventories.

The Company created 80 % and 100 % provision for semi - finished products that were assessed as slow – moving or not moving and for semi-products represented as defective work.

For the year ended at 31 December 2014
(in thousands CZK)

Provisions

Provisions are created to pay future risks and expenses with known purpose, which are probable to occur, nevertheless their amount is not sure or the date they will be drawn is not sure. The Company created especially provisions for complaints, severance payments, untaken holiday, for social and health insurance connected with management remuneration. The provision for untaken holiday is created based on the analysis of untaken holiday for the accounting period as at the date of balance and average wage costs including the social and health insurance cost for the particular employees.

(d) Conversion of Foreign Currencies

The Company applies for translation of petty cash, bank accounts, receivables and payables denominated in foreign currency daily foreign exchange rate of the Czech National Bank.

Business trips abroad are booked pursuant to provisions of the Czech Labour Code.

Assets and liabilities denominated in foreign currencies as at the balance sheet date are translated using the official exchange rate of the Czech National Bank as at the balance sheet date. Unrealised foreign exchange gains and losses are recognized in the profit and loss.

(e) Leased assets

Regular lease payments are expensed on a straight line basis over the lease term. After the end of the lease term and exercise of the option to purchase the leased asset is capitalised at its purchase price.

(f) Income Tax

The income tax for the tax period consists of due tax and the change in deferred tax.

The due tax represents an estimate of income tax calculated from the tax base using the tax rate valid on the first day of the tax period and all additional tax payments and returns from previous tax periods.

Deferred tax is based on all temporary differences between the carrying and tax value of assets and liabilities, and other temporary differences (tax losses carried forward), multiplied by the tax rate expected to be valid in the future periods.

A deferred tax asset is recognized only if it is probable that it will be utilized in future accounting periods.

For the year ended at 31 December 2014
(in thousands CZK)

(g) Classification of Payables

The Company classifies the part of the long term payables, bank and other loans with maturity period shorter than one year from the balance date, as short-term.

3. Change in Accounting Methods and Principles

In 2014 there were no changes in accounting methods and principles.

4. Tangible and Intangible Fixed Assets

(a) Intangible Fixed Assets

	Valuable rights	Software	Other low value IFA	low value IFA under construction	Total
Purchase price					
Balance as at 1. 1. 2014	81	10 651	372	1 762	12 866
Additions	--	1 134	--	909	2 043
Disposals	--	-201	-46	--	-247
Transfers	--	--	--	--	--
Balance as at 31. 12. 2014	81	11 584	326	2 671	14 662
Accumulated depreciation					
Balance as at 1. 1. 2014	81	10 598	372	--	11 051
Depreciations	--	169	--	--	169
Disposals	--	-201	-46	--	-247
Transfers	--	--	--	--	--
Balance as at 31. 12. 2014	81	10 566	326	--	10 973
Net book value as at 1. 1. 2014	0	53	0	1 762	1 815
Net book value as at 31. 12. 2014	0	1 018	0	2 671	3 689

For the year ended at 31 December 2014
(in thousands CZK)

b) Tangible Fixed Assets

	Land	Buildings	Machinery and equipment	Fixed assets under construction	Payments	Total
Purchase price						
Balance as at 1. 1. 2014	14 382	136 068	267 631	3 650	--	421 731
Additions	--	53 471	19 739	15 803	--	89 013
Disposals	--	--	-3 603	--	--	-3 603
Transfers	--	1 981	--	- 1 981	--	--
Balance as at 31. 12. 2014	14 382	191 520	283 767	17 472	--	507 141
Accumulated amortizations						
Balance as at 1. 1. 2014	--	26 543	197 134	--	--	223 677
Depreciation	--	5 250	18 915	--	--	24 165
Disposals	--	--	-3 603	--	--	-3 603
Transfers	--	--	--	--	--	--
Balance as at 31. 12. 2014	--	31 793	212 446	--	--	244 239
Adjustments						
Balance as at 1. 1. 2014	--	--	--	1 396	--	1 396
Change in adjustments	--	--	--	--	--	--
Balance as at 31. 12. 2014	--	--	--	1 396	--	1 396
Net book value as at 1. 1. 2014	14 382	109 525	70 497	2 254	--	196 658
Net book value as at 31. 12. 2014	14 382	159 727	71 321	16 076	--	261 506

The most significant additions in 2014 are:

- Addition to the production and administrative building amounting to 55 236 thousand CZK
- Expansion of central transport and material drying, of air technology and central cooling amounting to 8 693 thousand CZK
- Purchase of two travelling cranes amounting to 2 464 thousand CZK
- Purchase of hot driving machine amounting to 1 456 thousand CZK.

Fixed assets pledged by right of lien are stated under point 13.

For the year ended at 31 December 2014
(in thousands CZK)

5. Leased Assets

(a) Finance Leases

The Company is committed to pay lease instalments under finance leases for vehicles, machines and buildings as follows (amounts without VAT).

2014	Lease instalments total	Paid as at 31. 12. 2014	To be repaid within 1 year	To be repaid within 1 to 5 years	To be repaid in the following years
Machinery and equipment	--	--	--	--	--
Buildings	--	--	--	--	--
Total	--	--	--	--	--

2013	Lease instalments total	Paid as at 31. 12. 2013	To be repaid within 1 year	To be repaid within 1 to 5 years	To be repaid in the following years
Machinery and equipment	--	--	--	--	--
Buildings	31 902	31 902	--	--	--
Total	31 902	31 902	--	--	--

(b) Operating Leases

The Company purchased a copying machine with a printer in 2011 and three cars in the form of operating lease for 48 months after their hand over without the duty to buy them after all instalments will be paid in 2012. The copying machine with the printer started to be used on 3rd October 2011. The cars started to be used on 3rd December 2012.

The total amount of leased copier, printer and cars is 2 251 thousand CZK without VAT.

The total annual costs concerning the lease in 2014 amounted to 610 thousand CZK (2013 – 563 thousand CZK).

The Company purchased handling instrumentation in 2011 – 2014 for 36 or 60 months after their hand over without the duty to buy it after all instalments will be paid.

The total annual costs for these leased assets amounted to 1 755 thousand CZK in 2014.

6. Tangible and Intangible Fixed Assets not Presented in the Balance Sheet

The Company shows low value fixed assets amounting to 2 098 thousand CZK on analytical accounts as at 31 December 2014. The purchase price of the subjects is from 20 to 40 thousand CZK.

For the year ended at 31 December 2014
 (in thousands CZK)

7. Inventory

The Company created adjustments to inventory:

	Balance as at 1.1.2014	Change compared to previous year	Balance as at 31.12.2014
Material	1 754	-493	1 261
Semi-finished products	504	741	1 245
Products	1 272	341	1 613
Total	3 530	589	4 119

8. Trade Receivables and Trade Payables

	Balance as at 1.1.2014	Change compared to previous year	Balance as at 31.12.2014	Adjustments as at 31.12.2014	Overdue as at 31.12.2014
Short-term receivables	104 060	-2 243	101 817	1 036	23 698
Long-term receivables	--	--	--	--	--
Short-term payables	68 577	40 548	109 125	--	20 637
Long-term payables	--	--	--	--	--

9. Adjustments

	Balance as at 1.1.2014	Additions	Disposals	Balance as at 31.12.2014
Adjustments to fixed assets	1 396	--	--	1 396
Adjustments to inventory	3 530	1082	493	4 119
Adjustments to receivables	1 426	353	743	1 036
Total	6 352	1 435	1 236	6 551

For the year ended at 31 December 2014
 (in thousands CZK)

10. Registered Capital

	Registered capital 2014
119 registered shares with nominal value of 1 000 000 CZK	119 000
26 registered shares with nominal value of 100 000 CZK	2 600
18 registered shares with nominal value of 10 000 CZK	180
Balance as at 31. 12. 2014	121 780

	Registered capital 2013
119 registered shares with nominal value of 1 000 000 CZK	119 000
26 registered shares with nominal value of 100 000 CZK	2 600
18 registered shares with nominal value of 10 000 CZK	180
Balance as at 31. 12. 2013	121 780

11. Changes in Equity

Changes in equity are showed in the separate statement.

Proposal for distribution of the current year's (2014) profit:

- 1) payment of dividends,
- 2) the remaining amount will be kept in the Company.

12. Provisions

	Provision for corporate income tax	Provision for untaken holiday	Provision for SHI of management rewards	Provision for severance pays and complaints	Total
Balance as at 1. 1. 2014	2 834	1 253	361	436	4 884
Change	745	326	-102	-327	642
Balance as at 31. 12. 2014	3 579	1 579	259	109	5 526

For the year ended at 31 December 2014
(in thousands CZK)

13. Bank Credits

2014	Maturity	Repayment schedule	Interest rate	balance as at 31.12.2014	To be repaid within 1 year	To be repaid within 1 to 5 years	To be repaid in the following years
Investment credit KB	31. 05. 2021	Monthly	1M EURIBOR + contractual margin	42 879	6 687	26 749	9 443
Investment credit KB	30. 06. 2024	Monthly	1M EURIBOR + contractual margin	41 588	3 715	17 833	20 040
More purpose credit UniCredit Bank	15. 02. 2015	--	1M EURIBOR + contractual margin	13 451	13 451	--	--
Purpose credit UniCredit Bank	31. 08. 2016	Monthly	3M EURIBOR + contractual margin	2 772	1 664	1 108	--
Total				100 690	25 517	45 690	29 483

2013	Maturity	Repayment schedule	Interest rate	balance as at 31.12.2013	To be repaid within 1 year	To be repaid within 1 to 5 years	To be repaid in the following years
Revolving credit KB	31. 05. 2013	--	1M PRIBOR + contractual margin	--	--	--	--
Investment credit KB	31. 05. 2021	Monthly	1M EURIBOR + contractual margin	49 031	6 615	26 459	15 957
More purpose credit UniCredit Bank	15. 02. 2014	--	1M EURIBOR + contractual margin	7 340	7 340	--	--
More purpose credit UniCredit Bank	31. 08. 2016	Monthly	3M EURIBOR + contractual margin	--	--	--	--
Total				56 371	13 955	26 459	15 957

These credits are secured as follows:

		Credit balance	
		31.12.2014	31.12.2013
Investment credit KB	Assets + blank bill	42 879	--
Investment credit KB	Assets + blank bill	41 588	49 031
More purpose credit UniCreditBank	Receivables + blank bill	13 451	7 340
Purpose credit UniCreditBank	Receivables + blank bill	2 772	--
Total		100 690	56 371

For the year ended at 31 December 2014
(in thousands CZK)

14. Other liabilities

A non-bank credit was granted for purchase of machinery on 21.12.2012.

2014	Maturity	Instalment	Interest rate	Balance as at 31.12.2014	To be repaid within 1 year	To be repaid within 1 to 5 years	To be repaid in the following years
SG Equipment Financee Czech Republic s.r.o.	15. 05. 2015	Monthly	3,55 %	4 664	4 664	--	--
Total				4 664	4 664	--	--

2013	Maturity	Instalment	Interest rate	Balance as at 31.12.2013	To be repaid within 1 year	To be repaid within 1 to 5 years	To be repaid in the following years
SG Equipment Financee Czech Republic s.r.o.	15. 05. 2015	Monthly	3,55 %	15 458	10 844	4 614	--
Total				15 458	10 844	4614	--

The credit is secured by the right of lien for the purchased machinery.

15. Accruals

Accruals are deferred revenues of services related to delivery of goods, which are continuously billed proportionate to the stage of completion.

For the year ended at 31 December 2014
(in thousands CZK)

16. Revenues

The Company produces die-castings mainly and sells services and goods. The sales were in 2014 and 2013 as follows:

		Domestic sales	Export	Total
Products	2014	116 322	374 632	490 964
	2013	118 645	343 609	462 254
Services	2014	4 928	4 881	9 809
	2013	464	4 568	5 032
Goods	2014	6 124	35 542	41 666
	2013	1 156	30 822	31 978
Total	2014	127 374	415 055	542 429
	2013	120 265	378 999	499 264

Abroad realized revenues involve third countries too, it means countries outside the European Union. Revenues – third countries made 6,07 % (25 214 thousand CZK) in 2014 of total abroad sale value, in 2013 4,11 % (15 573 thousand CZK).

17. Related Parties

(a) Trade Receivables and Payables

The trade receivables and payables described under point 8 comprise of the following balances of accounts concerning the related parties.

	Receivables as at 31. 12.		Payables as at 31. 12.	
	2014	2013	2014	2013
TEKNIA MANUFACTURING GROUP, S.L.U.	--	--	10 305	2 090
TEKNIA AZUQUECA S.L.U.	--	--	384	104
TEKNIA R&D S.L.U.	23	--	--	--
TEKNIA MARTOS S.L.U.	128	--	--	47
TEKNIA KALISZ SP. Z O.O.	6	--	--	--
TEKNIA RZESZOW S.A.	136	--	--	--
Total	293	--	10 689	2 241

For the year ended at 31 December 2014
(in thousands CZK)

(b) Receivables from group undertakings and associated companies

Receivables from group undertakings in 2014 is a credit granted to the mother company, TEKNIA MANUFACTURING GROUP, S.L., in the amount of 20 907 thousand CZK.

Receivables from the credit granted were fully settled in 2013.

(c) Payables to group undertakings and associated companies

There are no payables to group undertakings and associated companies as at 31.12.2014.

(d) Sales and Purchase Transactions

	Sales for		Purchases for	
	2014	2013	2014	2013
TEKNIA MANUFACTURING GROUP, S.L.U.	125	192	19 803	9 905
TEKNIA AZUQUECA S.L.U.	425	821	1 520	2 348
TEKNIA R&D, S.L.U.	73	1	545	1 209
TEKNIA Martos, S.L.U.	--	3	359	520
TEKNIA Estampación Epila, S.L.U.	--	--	6 318	10 675
TEKNIA KALISZ SP. Z O.O.	514	--	--	--
TEKNIA RZESZOW S.A	594	--	--	--
Total	1 731	1 017	28 545	24 799

(e) Factual Concern

Controlling agreement or profit transfer agreement was not concluded. The relations between related parties are described in the report of statutory body of the Company on relations between the related parties. The Report on mutual relations will be part of the annual report.

For the year ended at 31 December 2014
(in thousands CZK)

18. Employees and Senior Managers

Average number of employees and senior managers and wage costs for 2014 and 2013:

2014	Number of employees	Wage costs	Social and health insurance	Social costs
Employees	220	58 607	19 806	1 454
Senior managers	6	6 073	1 982	197
Total	226	64 680	21 788	1 651

2013	Number of employees	Wage costs	Social and health insurance	Social costs
Employees	234	59 341	20 063	1 396
Senior managers	6	6 385	2 159	154
Total	240	65 726	22 222	1 550

Rewards for members of Statutory body, Board of Directors and Supervisory Board were not paid in 2014. The top managers may use cars for private purposes as well.

19. Social Insurance and Health Insurance Payables

	Balance as at 1.1.2014	Change compared to previous year	Balance as at 31.12.2014
Social insurance	1 742	34	1 776
Health insurance	764	22	786
Total	2 506	56	2 562

None of these payables are overdue.

20. Due from State – Tax Payables and Subsidy

	Balance as at 1.1.2014	Change compared to previous year	Balance as at 31.12.2014
Income tax from dependant activity	533	48	581
Income tax deducted at source	--	534	534
Total	533	582	1 115

None of these payables are overdue.

For the year ended at 31 December 2014
(in thousands CZK)

21. Income Tax

(a) Tax Due

The Company showed a pre-tax profit of 48 659 thousand CZK in 2014.

The Company made provision for tax due amounting to 5 681 thousand CZK in 2014. The provision was reduced due to tax deposits amounting to 2 102 thousand CZK paid in the course of 2014.

(b) Deferred Tax

Deferred tax

	Receivables		Payables		Difference	
	2014	2013	2014	2013	2014	2013
Tangible fixed assets	--	--	5 790	2 149	- 3 641	-3 788
Intangible fixed assets	--	--	--	--	--	--
Financial assets	--	--	--	--	--	--
Receivables	197	130	--	--	67	-47
Inventory	782	670	--	--	112	50
Provisions	370	390	--	--	-20	-105
Tax losses	--	--	--	--	--	--
Revaluation of assets and liabilities accounted made counter equity	--	--	--	--	--	--
Other temporal differences	--	--	--	--	--	--
Deferred tax	1 349	1 190	5 790	2 149	- 3 481	-3 890

In accordance with accounting policy stated under 2(f) the Company calculated the deferred tax payable of 4 441 thousand CZK. For the calculation of the deferred tax the tax rate of 19 % was applied. The Company calculated the deferred tax receivable of 959 thousand CZK in 2013. For the calculation of the deferred tax the tax rate of 19 % was applied.


22. Cash- Flow Statement

The Cash-flow statement was prepared by the indirect method in compliance with Czech standards of accounting in an extra statement.

For the year ended at 31 December 2014
(in thousands CZK)

23. Material Subsequent Event

There was no material subsequent event as at the date of the financial statement preparation.

Date:	Signature of the statutory body of the company or individual being accounting unit 
20 March 2015	Javier Lazpita Sarriugarte Statutory Director

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Independent auditor's report

on the Annual report
as at 31st December 2014

for the sole shareholder
and company's management

Teknia Uhersky Brod, a.s.

company address:
Rybářská 2330
688 01 Uherský Brod
Czech Republic
Id. Nr.: 499 71 034

Principal activity: Production, trade and services not mentioned in annexes 1 to 3 of trade law

This document is an English translation of the Czech auditor's report. Only the Czech version of the report is legally binding.

Independent auditor's report to the sole shareholder of Teknia Uhersky Brod, a.s.

On the basis of our audit, on 20.3.2015 we issued an auditor's report on the Company's statutory financial statements, which are included in this annual report, and our report was as follows:

"We have audited the accompanying financial statements of Company Teknia Uhersky Brod, a.s., which comprise the balance sheet as of 31 December 2014, the income statement, statement of changes in equity and cash flow statement, for the year then ended, and a summary of significant accounting policies and other explanatory notes. Information about Company Teknia Uhersky Brod, a.s. is presented in Note 1 to these financial statements.

Statutory Body's Responsibility for the Financial Statements

The statutory body of Company Teknia Uhersky Brod, a.s. is responsible for the preparation of financial statements that give a true and fair view in accordance with Czech accounting regulations and for such internal control as statutory body determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Act on Auditors and International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those laws and regulations require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Company Teknia Uhersky Brod, a.s. as of 31 December 2014, and of its financial performance and its cash flows for the year then ended in accordance with Czech accounting regulations."

Report on Review of the Report on Related Party Transactions

We have reviewed the factual accuracy of the information included in the report on related party transactions of Teknia Uhersky Brod, a.s. for the year ended 31 December 2014 prepared in accordance with the provisions of § 82 of the act No. 90/2012, Coll. on commercial companies and cooperatives. This report on related party transactions is the responsibility of Teknia Uhersky Brod, a.s.'s statutory body. Our responsibility is to express a conclusion on the report on related party transactions based on our review.

We conducted our review in accordance with the Auditing Standard No. 56 of the Chamber of Auditors of the Czech Republic. This standard requires that we plan and perform the review to obtain limited assurance as to whether the report on related party transactions is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures and examination, on a test basis, of the factual accuracy of information, and thus provides less assurance than an audit. We have not performed an audit of the report on related party transactions and, accordingly, we do not issue an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the information contained in the report on related party transactions of Teknia Uhersky Brod, a.s. for the year ended 31 December 2014 contains material factual misstatements.

Report on the Audit of the Annual report

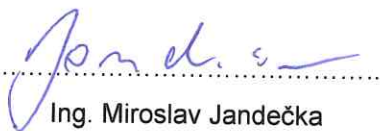
We have audited the annual report of Teknia Uhersky Brod, a.s. for consistency with the financial statements for the year ended 31 December 2014 which are included in this Annual Report. The correctness of the annual report is the responsibility of Teknia Uhersky Brod, a.s.'s statutory body. Our responsibility is to express an opinion on the consistency of the annual report and the financial statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that the auditor plan and perform the audit to obtain reasonable assurance about whether the information included in the annual report describing matters that are also presented in the financial statements is, in all material respects, consistent with the relevant financial statements. We believe that our audit provides a reasonable basis for our opinion.

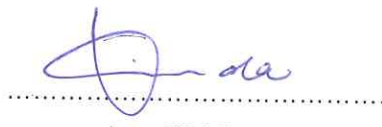
In our opinion, the information included in the annual report of Teknia Uhersky Brod, a.s. for the year ended 31 December 2014 is consistent, in all material respects, with the financial statements referred to above.

Moore Stephens s.r.o., Bucharova 1314/8, 158 00 Praha 13, licence No. 462

Prague, 2.6.2015



Ing. Miroslav Janděčka
Partner



Ing. Jiří Liberda
Auditor, licence No.: 2010