

OJSC "VEROPHARM"

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2010

(in thousands of rubles)	2010	2009
REVENUE	5,395,123	4,395,150
COST OF SALES	(1,694,804)	(1,459,069)
GROSS PROFIT	3,700,319	2,936,081
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES	(2,228,374)	(1,659,070)
OPERARING PROFIT	1,471,945	1,277,011
INTEREST INCOME	62,498	61,858
INTEREST EXPENSE	(118,967)	(133,669)
FOREIGN CURRENCY EXCHANGE GAIN/(LOSS)	(5,539)	(32,994)
PROFIT BEFORE INCOME TAX EXPENSE	1,409,937	1,172,206
INCOME TAX EXPENSE	(203,217)	(64,611)
PROFIT FOR THE YEAR	1,206,720	1,107,595



OJSC "VEROPHARM"

CONSOLIDATED BALANCE SHEET AT 31 DECEMBER 2010

(in thousands of rubles) 31.12	2.2010	31.12.2009
ASSETS		
NON-CURRENT ASSETS:		
Property, plant & equipment, net	343,624	798,077
Goodwill 2	287,311	287,311
Other intangible assets	73,651	54,317
Total non-current assets 1,2	204,586	1,139,705
CURRENT ASSETS:		
Inventories 1,2	248,904	1,044,411
Trade receivables 4,4	165,145	3,930,973
Other receivables and prepaid expenses 3	388,375	198,826
Loans receivable 1	74,994	51,415
Cash	19,126	64,814
Short-term investments		250,002
Total current assets 6,2	296,544	5,540,441
TOTAL ASSETS 7,5	501,130	6,680,146
EQUITY AND LIABILITIES		
EQUITY:		
Share capital	10,000	10,000
Reserves	500	500
Retained earnings 6,2	235,304	5,028,586
Total equity 6,2	245,804	5,039,086
NON-CURRENT LIABILITIES:		
Long-term borrowings 1	69,313	94,619
Deferred tax liabilities, net	40,555	57,518
Long-term portion of obligations under finance leases	6,162	14,457
Total non-current liabilities 2	216,030	166,594
CURRENT LIABILITIES:		
Short-term borrowings 2	295,484	886,892
Trade payables 2	275,819	202,429
Other payables 2	251,576	229,340
Taxes payable 2	208,105	146,808
Short-term portion of obligations under finance leases	8,312	8,997
Total current liabilities 1,0	39,296	1,474,466
TOTAL LIABILITIES 1,2	255,326	1,641,060
TOTAL EQUITY AND LIABILITIES 7,5	501,130	6,680,146



OJSC "VEROPHARM"

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2010

POPERATING ACTIVITIES: Profit for the year 1,206,720 1,107,595 Adjustments to profit for the year: Incorne tax 203,217 64,611 Interest expense 118,967 133,669 Interest income (62,498) (61,458) Depreciation and amortization 129,195 111,004 (Gasin) / Loss on disposal of FA 11,036 (118) Loss on disposal of IA - - 13 Change in allowance for doubtful debts (11,795) 18,754 Change in limentory obsolescence allowance (27,965) 65,566 Foreign exchange loss, et 5,539 32,994 Profit before movements in working capital: (11,795) 11,473,230 Movements in working capital: (150,045) (537,522) Increase in trade receivables (522,376) (474,550) (Increase)/decrease in trade receivables and prepaid expenses (144,242) 55,047 (Increase)/decrease) in trade receivables and taxes payable 72,127 (137,161) Cash generated from operations	(in thousands of rubles)	2010	2009
Name	OPERATING ACTIVITIES:		
Income tax	Profit for the year	1,206,720	1,107,595
Interest expense 118,967 133,669 Interest income (62,488) 61,5559 Dependation and amortization (22,195 112,004 (Gain) / Loss on disposal of FA 11,036 (118) Loss on disposal of IA 1,036 (118) Change in illowance for doubtful debts (117,95) 18,754 Change in inventory obsolescence allowance (27,965) 65,566 Foreign exchange loss, net 5,539 32,994 Profit before movements in working capital 1,572,416 1,473,230 Movements in working capital: Increase in inventories (169,045) (537,522) Increase in inventories (169,045) (537,522) Increase in inventories (169,045) (522,376) (169,045) (522,376) Increase) (decrease) in other receivables and prepaid expenses (144,242) (56,047 Increase) (decrease) in trade payables 72,127 (137,161) Increase) (decrease) in other payables and taxes payable 72,127 (137,161) Increase) (decrease) in trade payables 72,127 (137,161) Increase (decrease) in other payables and taxes payable 72,127 (137,161) Increase (decrease) in trade payables (162,194) (63,130) Interest received 836 - Increase (decrease) (162,194) (63,130) Interest received 836 - Increase (decrease) (162,194) (63,130) Increase (decrease) (162,194) (63,130) Increase (decrease) (162,194) (163,130) Increase (decrease)	Adjustments to profit for the year:		
Interest income	Income tax	203,217	64,611
Interest income	Interest expense	118,967	133,669
Depreciation and amortization 112,0104 (Gain) / Loss on disposal of FA 11,036 (118) Loss on disposal of IA - 13 Change in allowance for doubtful debts (11,795) 18,754 Change in inventory obsolescence allowance (27,965) 65,559 32,994 Profit before movements in working capital 1,572,416 1,473,230 Movements in working capital: (169,045) (537,522) Increase in inventories (169,045) (537,522) Increase ly decrease in other receivables and prepaid expenses (144,242) 56,047 Increase/(decrease) in trade payables 73,390 (122,277) Increase/(decrease) in other payables and taxes payable 72,127 (137,142) Cash generated from operations 88,270 257,767 Interest paid (137,142) (141,356) Interest paid (137,142) (141,356) Interest paid (152,134) (63,130) Net cash generated by operating activities 583,720 257,767 Interest paid (162,194) (63,130)	Interest income	(62,498)	(61,858)
(Gain) / Loss on disposal of FA 11,036 (118) Loss on disposal of IA - 13 Change in illowance for doubtful debts (11,795) 18,754 Change in inventory obsolescence allowance (27,965) 65,566 Foreign exchange loss, net 5,539 32,994 Profit before movements in working capital 1,572,416 1,473,230 Movements in working capital: (169,045) (637,522) Increase in inventories (169,045) (537,522) Increase in trade receivables (522,376) (474,550) (Increase) (decrease) in other receivables and prepaid expenses (144,242) 56,047 (Increase) (decrease) in other payables 73,390 (122,277) Increase (decrease) in other payables and taxes payable 72,127 (137,161) Cash generated from operations 882,270 257,767 Interest paid (137,192) (141,356) Increase received 36 - Increase paid (137,192) (63,130) Net cash generated by operating activities 583,720 53,281	Depreciation and amortization	129,195	112,004
Loss on disposal of IA - 13 Change in allowance for doubtful debts (11,795) 18,754 Change in inventory obsolescence allowance (27,965) 65,566 Foreign exchange loss, net 5,539 32,994 Profit before movements in working capital 1,572,416 1,473,230 Movements in working capital: (169,045) (537,522) Increase in inventories (169,045) (537,522) Increase in inventories (1622,376) (474,550) (Increase)/decrease in other receivables and prepaid expenses (144,242) 56,047 Increase/(decrease) in trade payables 73,390 (122,277) Increase/(decrease) in other payables and taxes payable 72,127 (137,161) Cash generated from operations 882,270 257,767 Increase pid from operations 882,270 257,767 Interest paid (137,192) (141,366) Interest received 836 - Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTI		11,036	(118)
Change in inventory obsolescence allowance (27,965) 65,566 Foreign exchange loss, net 5,539 32,994 Profit before movements in working capital: 1,572,416 1,473,230 Movements in working capital: 1 1,572,416 (537,522) Increase in inventories (169,045) (537,522) (522,376) (474,550) Increase (decrease) in trade receivables and prepaid expenses (144,422) 56,047 (10,042) (12,2277) Increase (decrease) in other payables and taxes payable 72,127 (137,161) (137,192) (141,356) Interest paid (137,192) (141,356) (143,56) (152,194) (63,130) Interest received 836 - (162,194) (63,130) (63,130) (63,130) (63,130) (63,130) (63,130) (78,964) (70,195) (78,964) (78,964) (78,964) (78,964) (78,964) (78,964) (78,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964)<		-	
Change in inventory obsolescence allowance (27,965) 65,566 Foreign exchange loss, net 5,539 32,994 Profit before movements in working capital: 1,572,416 1,473,230 Movements in working capital: 1 1,572,416 (537,522) Increase in inventories (169,045) (537,522) (522,376) (474,550) Increase (decrease) in trade receivables and prepaid expenses (144,422) 56,047 (10,042) (12,2277) Increase (decrease) in other payables and taxes payable 72,127 (137,161) (137,192) (141,356) Interest paid (137,192) (141,356) (143,56) (152,194) (63,130) Interest received 836 - (162,194) (63,130) (63,130) (63,130) (63,130) (63,130) (63,130) (78,964) (70,195) (78,964) (78,964) (78,964) (78,964) (78,964) (78,964) (78,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964) (79,964)<	Change in allowance for doubtful debts	(11,795)	18,754
Foreign exchange loss, net 5,539 32,994 Profit before movements in working capital 1,572,416 1,473,230 Movements in working capital: Increase in intentories (169,045) (537,522) Increase in trade receivables (522,376) (474,550) (Increase)/decrease in other receivables and prepaid expenses (144,422) 56,047 Increase/(decrease) in trade payables 73,390 (122,277) Increase/(decrease) in other payables and taxes payable 72,127 (137,161) Cash generated from operations 882,270 257,767 Interest paid (137,192) (141,356) Interest received 836 - Increase paid (162,194) (63,130) Net cash generated by operating activities 836 - Increase for property, plant, equipment (170,195) (78,964) Purchase of property, plant, equipment (170,195) (78,964) Purchase of intangible assets (42,400) (10,902) Purchase of intangible assets (42,00) - Purchase of intengenty plant, equipment	-	(27,965)	65,566
Profit before movements in working capital: 1,572,416 1,473,230 Movements in working capital: Increase in inventories (169,045) (557,522) Increase in inventories (52,376) (474,550) (Increase)/decrease in other receivables and prepaid expenses (144,242) 56,047 Increase/(decrease) in trade payables 73,390 (122,277) Increase/(decrease) in other payables and taxes payable 72,127 (137,161) Cash generated from operations 882,270 257,767 Interest paid (137,192) (141,356) Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES: Turchase of property, plant, equipment (170,195) (78,964) Proceeds from disposal of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties 139,0		5,539	
Increase in inventories (169,045) (537,522) Increase in trade receivables (522,376) (474,550) (Increase)/decrease in other receivables and prepaid expenses (144,242) 56,047 Increase/(decrease) in trade payables 73,390 (122,277) Increase/(decrease) in other payables and taxes payable 72,127 (137,161) Cash generated from operations 882,270 257,767 Interest paid (137,192) (141,356) Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES: Virtual contractions 463,130 Purchase of property, plant, equipment (170,195) (78,964) Purchase of intangible assets (42,400) (176,962) Purchase of intangible assets (42,400) - Purchase of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from sale of short-term investments (131,479) (205,400) Net cash used in investing activities (131,479) <td></td> <td>1,572,416</td> <td></td>		1,572,416	
Increase in trade receivables (522,376) (474,550) (Increase)/decrease in other receivables and prepaid expenses (144,242) 56,047 Increase/(decrease) in trade payables 73,390 (122,277 Increase/(decrease) in other payables and taxes payable 72,127 (137,161) Cash generated from operations 882,270 257,767 Interest paid (137,192) (141,356) Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES: The purchase of property, plant, equipment (170,195) (78,964) Purchase of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments 0 (200,000) Proceeds from sale of short-term investments 200,000 - Loans given to related parties (133,579) (51,415) Proceeds from repayment of loans receivable from related parties 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) <	Movements in working capital:		
(Increase)/decrease in other receivables and prepaid expenses 1144,242 56,047 Increase/(decrease) in trade payables 73,390 (122,277) Increase/(decrease) in other payables and taxes payable 72,127 (137,161) Cash generated from operations 882,270 257,767 Interest paid (137,192) (141,356) Interest received 836 - Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES: Virolate of property, plant, equipment (170,195) (78,964) Proceeds from disposal of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: (1,255,125) Proceeds from borrowings and obligations under finance leases	Increase in inventories	(169,045)	(537,522)
Increase/(decrease) in trade payables 73,390 (122,277) Increase/(decrease) in other payables and taxes payable 72,127 (137,161) Cash generated from operations 882,270 257,767 Interest paid (137,192) (141,356) Interest received 836 - Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES: Turchase of property, plant, equipment (170,195) (78,964) Proceeds from disposal of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments 200,000 - Proceeds from sale of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities	Increase in trade receivables	(522,376)	(474,550)
Increase/(decrease) in other payables and taxes payable 72,127 (137,161) Cash generated from operations 882,270 257,767 Interest paid (137,192) (141,356) Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES: Very chase of property, plant, equipment (170,195) (78,964) Proceeds from disposal of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments 200,000 - Proceeds from sale of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(Increase)/decrease in other receivables and prepaid expenses	(144,242)	56,047
Cash generated from operations 882,270 257,767 Interest paid (137,192) (141,356) Interest received 836 - Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES: Type of the company of property, plant, equipment (170,195) (78,964) Purchase of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments 200,000 - Proceeds from sale of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: - - - 1,470,612 - - - - - - - - - - - - - - - -	Increase/(decrease) in trade payables	73,390	(122,277)
Interest paid (137,192) (141,356) Interest received 836 - Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES: Use of property, plant, equipment (170,195) (78,964) Proceeds from disposal of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments 0 0 Proceeds from sale of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: - 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) 63,368 <td>Increase/(decrease) in other payables and taxes payable</td> <td>72,127</td> <td>(137,161)</td>	Increase/(decrease) in other payables and taxes payable	72,127	(137,161)
Interest received 836 - Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES:	Cash generated from operations	882,270	257,767
Income taxes paid (162,194) (63,130) Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES: Purchase of property, plant, equipment (170,195) (78,964) Proceeds from disposal of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments - (200,000) Proceeds from sale of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: - 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) 63,368 CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	Interest paid	(137,192)	(141,356)
Net cash generated by operating activities 583,720 53,281 INVESTING ACTIVITIES:	Interest received	836	-
NVESTING ACTIVITIES: Purchase of property, plant, equipment (170,195) (78,964) Proceeds from disposal of property, plant, equipment (4,695) (2,852) Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments (200,000) Proceeds from sale of short-term investments (200,000) Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties (131,479) (205,400) Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES:	Income taxes paid	(162,194)	(63,130)
Purchase of property, plant, equipment (170,195) (78,964) Proceeds from disposal of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments - (200,000) Proceeds from sale of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: - 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) 63,368 CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	Net cash generated by operating activities	583,720	53,281
Proceeds from disposal of property, plant, equipment 4,695 2,852 Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments - (200,000) Proceeds from sale of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: Proceeds from borrowings 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) 63,368 CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	INVESTING ACTIVITIES:		
Purchase of intangible assets (42,400) (16,902) Purchase of short-term investments - (200,000) Proceeds from sale of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: Proceeds from borrowings 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) 63,368 CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	Purchase of property, plant, equipment	(170,195)	(78,964)
Purchase of short-term investments - (200,000) Proceeds from sale of short-term investments 200,000 - Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: - 1,330,770 1,470,612 Repayment of borrowings 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) 63,368 CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	Proceeds from disposal of property, plant, equipment	4,695	2,852
Proceeds from sale of short-term investments 200,000 Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: Proceeds from borrowings 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) 63,368 CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	Purchase of intangible assets	(42,400)	(16,902)
Loans given to related parties (123,579) (51,415) Proceeds from repayment of loans receivable from related parties - 139,029 Net cash used in investing activities (131,479) (205,400) FINANCING ACTIVITIES: Proceeds from borrowings 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) 63,368 CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	Purchase of short-term investments	-	(200,000)
Proceeds from repayment of loans receivable from related parties Net cash used in investing activities FINANCING ACTIVITIES: Proceeds from borrowings Ace payment of borrowings and obligations under finance leases Net cash (used in)/ generated from financing activities NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS CASH AND CASH EQUIVALENTS, beginning of period 139,029 (131,479) (205,400) 1,470,612 (1,828,699) (1,255,125) (497,929)	Proceeds from sale of short-term investments	200,000	-
Net cash used in investing activities FINANCING ACTIVITIES: Proceeds from borrowings	Loans given to related parties	(123,579)	(51,415)
FINANCING ACTIVITIES: Proceeds from borrowings Repayment of borrowings and obligations under finance leases (1,828,699) Net cash (used in)/ generated from financing activities (497,929) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	Proceeds from repayment of loans receivable from related parties	-	139,029
Proceeds from borrowings 1,330,770 1,470,612 Repayment of borrowings and obligations under finance leases (1,828,699) (1,255,125) Net cash (used in)/ generated from financing activities (497,929) 215,487 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (45,688) 63,368 CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	Net cash used in investing activities	(131,479)	(205,400)
Repayment of borrowings and obligations under finance leases Net cash (used in)/ generated from financing activities NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS CASH AND CASH EQUIVALENTS, beginning of period (1,828,699) (1,255,125) (497,929) 215,487 (45,688) 63,368	FINANCING ACTIVITIES:		
Net cash (used in)/ generated from financing activities(497,929)215,487NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS(45,688)63,368CASH AND CASH EQUIVALENTS, beginning of period64,8141,446	Proceeds from borrowings	1,330,770	1,470,612
Net cash (used in)/ generated from financing activities(497,929)215,487NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS(45,688)63,368CASH AND CASH EQUIVALENTS, beginning of period64,8141,446	Repayment of borrowings and obligations under finance leases	(1,828,699)	(1,255,125)
CASH AND CASH EQUIVALENTS, beginning of period 64,814 1,446	Net cash (used in)/ generated from financing activities		
	NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(45,688)	63,368
CASH AND CASH EQUIVALENTS, end of period 19,126 64,814	CASH AND CASH EQUIVALENTS, beginning of period	64,814	1,446
	CASH AND CASH EQUIVALENTS, end of period	19,126	64,814