

<<Translation from Romanian>>

County: 40 -- BUCHAREST MUNICIPALITY

Entity: S.C. BIOFARM S.A.

Address: Bucharest locality, 3rd City District, no. 99 LOGOFĂȚUL TĂUTU, tel. 0213010621

Number with the Trade Register: J40/199/1991

Form of ownership: 34-- Joint-stock companies

Main activity (code and NACE class name): 2120 -- Manufacture of pharmaceutical preparations

Unique registration code: 341563

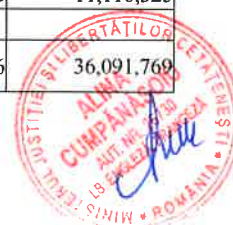
SITUATION OF ASSETS, LIABILITIES AND EQUITY

Form 10

on March 31, 2010

- lei -

Element name	No. line	January 01, 2010	March 31, 2010
A	B	1	2
A. FIXED ASSETS			
I. INTANGIBLE ASSETS			
1. Formation expenses (account 201 - 2801)	01		
2. Development expenses (account 203 – 2803 – 2903)	02		
3. Concessions, patents, licenses, trademarks and similar rights and other intangible assets (account 205+208-2805-2808-2905-2908)	03	456,493	410,962
4. Goodwill (account 2071 – 2807 – 2907)	04		
5. Advances and intangible assets in work in progress (account 233+234-2933)	05	791,642	708,932
TOTAL (line 01 to 05)	06	1,248,135	1,119,894
II. TANGIBLE ASSETS			
1. Land and buildings (account 211+212-2811-2812-2911-2912)	07	29,097,744	28,954,616
2. Technical installations and machinery (account 213-2813-2913)	08	26,558,365	25,935,625
3. Other installations, equipment and furniture (account 214-2814-2914)	09	332,008	306,374
4. Advances and tangible assets in progress (account 231+232-2931)	10	2,518,662	2,985,685
TOTAL (line 07 to 10)	11	58,506,779	58,182,300
III. FINANCIAL ASSETS			
1. Shares held to affiliated entities (account 261 - 2961)	12		
2. Loans granted to affiliated entities (account 2671 + 2672 -2964)	13		
3. Participation interests (account 263 - 2962)	14	13,007	13,007
4. Loans granted to entities with which the company is related to by virtue of participating interests (account 2673+2674-2965)	15		
5. Investments held as assets (account 265-2963)	16	13,025,943	13,025,943
6. Other loans (account 2675*+2676*+2678*+2679*-2966*-2968*)	17		
TOTAL (line 12 to 17)	18	13,038,950	13,038,950
FIXED ASSETS - TOTAL (line 06 + 11 + 18)	19	72,793,864	72,341,144
B. CURRENT ASSETS			
I. INVENTORIES			
1. Raw materials and consumables (account 301 +302+303+/-308+351+358+381+/-388-391-392-3951-3958-398)	20	6,395,035	7,155,426
2. Production in progress (account 331+332+341+/-348*-393-3941-3952)	21	268,037	616,484
3. Finished products and merchandise (account 345+346+/-348*+354+356+357+361+/-368+371+/-378-3945-3946-3953-3954-3956-3957-396-397-4428)	22	4,565,540	2,951,992
4. Advances for purchase of inventories (account 4091)	23	55,198	392,423
TOTAL (line 20 to 23)	24	11,283,810	11,116,325
II. RECEIVABLES			
1. Trade receivables ^{2b)} (account 2675*+2676*+2678*+2679*-2966*-2968*+4092+411+413+418-491)	25	30,356,516	36,091,769



<<Translation from Romanian>>

2. Receivables from affiliated entities (account 451 – 495*)	26		
3. Amounts receivable from entities in which the company is linked by virtue of participating interests (account 453 – 495*)	27		
4. Other receivable (account 425+4282+431+437+4382+441+4424+4428+444+445+446+447+4482+4582+461+473-496+5187)	28	2,074,118	2,627,732
5. Capital subscribed and unpaid (account 456-495*)	29		
TOTAL (line 25 to 29)	30	32,430,634	38,719,501
III. SHORT-TERM INVESTMENTS			
1. Shares held in affiliated entities (account 501 - 591)	31		0
2. Other short-term investments (account 505+506+508-595-596-598+5113+5114)	32	9,358,001	10,720,003
TOTAL (line 31+32)	33	9,358,001	10,720,003
IV. CASH AND BANK ACCOUNTS (account 5112+512+531+532+541+542)			
TOTAL CURRENT ASSETS (line 24+30+33+34)	35	81,121,037	88,620,272
C. EXPENSES IN ADVANCE (account 471)	36	165,863	177,582
D. DEBTS: THE AMOUNTS TO BE PAID WITHIN A PERIOD OF ONE YEAR			
1. Loans from bond issue (account 161+1681-169)	37		
2. Amounts owed to credit institutions (account 1621+1622+1624+1625+1627+1682+5191+5192+5198)	38		
3. Advance payments received on account of orders (account 419)	39	3,288	3,292
4. Commercial debt – suppliers (account 401+404+408)	40	9,875,570	11,429,402
5. Bill of Exchange Accounts Payable (account 403+405)	41		
6. Amounts due to affiliated entities (account 1661+1685+2691+451)	42		
7. Amounts due to entities with which the company is related to by virtue of participating interests (account 1663+1686+2692+453)	43		
8. Other debts, including fiscal liabilities and social security debts (account 1623+1626+167+1687+2693+421+423+424+426+427+4281+431+437+4381+441+4423+4428+444+446+447+4481+455+456+457+4581+462+473+509+5186+5193+5194+5195+5196+5197)	44	2,412,106	3,576,264
TOTAL (line 37 to 44)	45	12,290,964	15,008,958
E. NET CURRENT ASSETS / CURRENT LIABILITIES (line 35+36-45-62)	46	68,995,936	73,788,896
F. TOTAL ASSETS MINUS CURRENT LIABILITIES (line 19+46)	47	141,789,800	146,130,040
G. DEBT: THE AMOUNT TO BE PAID WITHIN A PERIOD OF MORE THAN ONE YEAR			
1. Loans from bond issue (account 161+1681-169)	48		
2. Amounts due to credit institutions (account 1621+1622+1624+1625+1627+1682+5191+5192+5198)	49		
3. Advance payments received on account of orders (account 419)	50		
4. Trade liabilities – suppliers (account 401+404+408)	51		
5. Bill of Exchange Accounts Payable (account 403+405)	52		
6. Amounts due to affiliated entities (account 1661+1685+2691*+451)	53		
7. Amounts owed to entities in which the company is related to by virtue of participating interests	54		
8. Other debts, including fiscal liabilities and social security debts (account 1623+1626+167+1687+2693+421+423+424+426+427+4281+431+437+4381+441+4423+4428+444+446+447+4481+455+456+457+4581+462+473+509+5186+5193+5194+5195+5196+5197)	55	850,654	738,804
TOTAL (line 48 to 55)	56	850,654	738,804
H. PROVISIONS			
1. Provisions for pensions and similar obligations (account 1515)	57		
2. Provisions for taxes (account 1516)	58	4,200,118	3,705,844
3. Other provisions (account 1511+1512+1513 ²⁷⁾ +1514+1518)	59	685,440	645,440
TOTAL (line 57 to 59)	60	4,885,558	4,351,284
I. DEFERRED REVENUE			
-Subsidies for investments (account 131+132+133+134+138)	61	726	
-Deferred revenue (account 472)	62		
TOTAL (line 61+62)	63	726	
J. CAPITAL AND RESERVES			



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I. CAPITAL			
1.Subscribed and paid up capital (account 1012)	64	109,486,150	109,486,150
2. Unpaid subscribed capital (account 1011)	65		
3. State-owned equity plus assets (account 1015)	66		
TOTAL (line 64+66)	67	109,486,150	109,486,150
II. SHARE PREMIUM (account 104)	68		
III. REVALUATION RESERVE (account 105)	69	18,745,953	18,723,328
IV. RESERVE FUND			
1. Statutory reserve (account 1061)	70	4,798,196	4,798,196
2. Statutory or contractual reserves (account 1063)	71		
3. Reserves representing the surplus obtained from revaluation reserves (account 1065)	72	443,097	465,722
4. Other reserves (account 1068)	73	3,005,479	3,005,479
TOTAL (line 70 to 73)	74	8,246,772	8,269,397
Own shares (account 109)	75	813	813
Gains in respect of capital instruments (account 141)	76		
Losses in respect of own capital instruments (account 149)	77	173,154	173,154
V. PROFIT OR LOSS REPORTED			
BALANCE C (account 117)	78		729,758
BALANCE D (account 117)	79	18,906,331	
VI. PROFIT OR LOSS FOR THE FISCAL YEAR			
BALANCE C (account 121)	80	19,636,090	4,987,091
BALANCE D (account 121)	81	0	0
Profit appropriation (account 129)	82	981,805	981,805
OWN CAPITALS - TOTAL (line 67+68+69+74-75+76-77+78-79+80-81-82)	83	136,052,862	141,039,952
Public patrimony (account 1016)	84		
CAPITALS - TOTAL (line 83+84)	85	136,052,862	141,039,952

*) Accounts assigned to the nature of the respective elements.

26) Amounts entered in this row and taken from accounts 2675 to 2679 represent receivables from finance leases and other similar contracts and other receivables, due to a period of less than 12 months.

27) This account appears to entities that have applied the Accounting Regulations approved by Order no. 94/2001, as well as to those which apply the provisions of section 92 (3) of the Accounting Regulations in accordance with Directive IV of the European Economic Community, part of Accounting Regulations in accordance with European directives, approved by Order no. 1752/2005, with subsequent amendments and completions.

F10 checksum:

ADMINISTRATOR,
Name and surname

DĂNUȚ VASILE

Signature _____

Stamp of the unit
(Illegible signature)

Round stamp with the following text:
Biofarm S.A. Bucharest 1

**NOT
VALIDATED
FORM**

ELABORATED,
Name and surname

LAURA BOER

Signature _____
(Illegible signature)

In quality of
12--CHIEF ACCOUNTANT

Registration no. in the
professional body



<<Translation from Romanian>>

PROFIT AND LOSS ACCOUNT
on March 31, 2010

Form 20

- lei -

NAME OF INDICATORS	No. line	Financial year 2009	Financial year 2010
A	B	1	2
1. Net turnover (line 02 to 05)	01	18,692,391	22,644,211
Sold production (account 701+702+703+704+705+706+708)	02	17,842,963	21,756,135
Sale of goods purchased for resale (account 707)	03	849,428	888,076
Income from interests recorded by entities deregistered from the General Register that continue to have leasing activity (account 766)	04		
Subsidies related to the turnover (account 7411)	05		
2. Variation in stocks of finished goods and in production under progress (account 711)			
Balance C	06	1,424,217	
Balance D	07		1,237,032
3. The production performed by the entity for its own purposes and capitalized (account 721+722)	08		
4. Other operating revenues (account 7417+758)	09	32,859	49,569
OPERATING INCOMES - TOTAL (line 01 + 06 - 07 + 08 + 09)	10	20,149,467	21,456,748
5. a) Expenses with raw materials and consumables (account 601 +602-7412)	11	4,844,662	4,412,937
Other material expenses (account 603+604+606+608)	12	81,099	90,875
b) Other external expenses (with energy and water)(account 605-7413)	13	485,052	434,236
c) Expenses on merchandise (account 607)	14	491,219	363,037
6. Personnel expenses (line 16+17), of which:	15	3,245,485	3,228,044
a) Salaries and compensations (account 641+642-7414)	16	2,548,588	2,501,320
b) Insurance and social security expenses (account 645-7415)	17	696,897	726,724
7.a) Value adjustments related to tangible and intangible assets (line 19 - 20)	18	1,062,351	1,155,532
a.1) Expenses (account 6811+6813)	19	1,062,351	1,155,532
a.2) Income (account 7813)	20		
b) Value adjustments on assets (line 22 - 23)	21	0	-69,296
b.1) Expenses (account 654+6814)	22	0	
b.2) Incomes (account 754+7814)	23	0	69,296
8. Other operating expenses (line 25 to 28)	24	4,363,554	4,839,957
8.1. Expenses related to external services (account 611+612+613+614+621+622+623+624 +625+626+627+628-7416)	25	4,164,934	4,292,025
8.2. Other taxes, duties and similar expenses (account 635)	26	131,313	295,819
8.3. Expenses with compensation, donations and other duties, taxes and similar levies (account 658)	27	67,307	252,113
Income from interests recorded by entities removed from the General Register that continue to have leasing activity (account 666)	28		
Adjustments related to provisions (line 30 - 31)	29	149,443	-534,274
- Expenses (account 6812)	30	253,226	
- Incomes (account 7812)	31	103,783	534,274
OPERATING EXPENSES - TOTAL (line 11 to 15+18 + 21 + 24 + 29)	32	14,722,865	13,930,048
PROFIT OR LOSS FROM OPERATION:			
- Profit (line 10-32)	33	5,426,602	7,526,700
- Loss (line 32-10)	34	0	0
9. Income from participating interests (account 7611 +7613)	35		
- of which, income obtained from affiliates	36		
10. Income from other investments and loans of which fixed assets are part of (account 763)	37		
- of which, income obtained from affiliates	38		
11. Interest income (account 766)	39	839,934	613,331
- of which, income obtained from affiliates	40		
Other financial income (account 762+764+765+767+768)	41	585,642	210,745
FINANCIAL INCOME - TOTAL (line 35 + 37 + 39 + 41)	42	1,425,576	824,076
12. Value adjustments on financial assets and investments held as current assets (line 44 - 45)	43		
- Expenses (account 686)	44		
- Incomes (account 786)	45		
13. Expenses related to interest (account 666-7418)	46	42,380	



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- of which, expenditures in relation with affiliated undertakings	47		
Other financial expenses (account 663+664+665+667+668)	48	1,006,847	1,719,918
FINANCIAL EXPENSES - TOTAL (line 43 + 46 + 48)	49	1,049,227	1,750,438
FINANCIAL PROFIT OR LOSS (A)			
- Profit (line 42 - 49)	50	376,349	0
- Loss (line 49 - 42)	51	0	926,362
14. CURRENT PROFIT OR LOSS (A)			
- Profit (line 10+42-32-49)	52	5,802,951	6,600,338
- Loss (line 32+ 49- 10-42)	53	0	0
15. Extraordinary income (account 771)	54		
16. Extraordinary expenses (account 671)	55		
17. PROFIT OR LOSS OF EXTRAORDINARY ACTIVITY:			
- Profit (line 54 - 55)	56	0	0
- Loss (line 55-54)	57	0	0
TOTAL REVENUES (line 10 + 42 + 54)	58	21,575,043	22,280,824
TOTAL EXPENSES (line 32+ 49 + 55)	59	15,772,092	15,680,486
GROSS PROFIT OR LOSS (A)			
- Profit (line 58 - 59)	60	5,802,951	6,600,338
- Loss (line 59 - 58)	61	0	0
18. Corporate tax (account 691)	62	1,047,461	1,613,247
19. Other taxes not presented above (account 698)	63		
20. NET PROFIT OR LOSS OF THE FISCAL YEAR			
- Profit (line 60 - 61 - 62 - 63)	64	4,755,490	4,987,091
- Loss (line 61 + 62 + 63- 60)	65	0	0

F20 checksum:

ADMINISTRATOR,
Name and surname

DĂNUȚ VASILE

Signature _____

Stamp of the unit
(Illegible signature)

Round stamp with the following text:
Biofarm S.A. Bucharest 1

**NOT
VALIDATED
FORM**

ELABORATED,
Name and surname

LAURA BOER

Signature _____
(Illegible signature)

In quality of
12--CHIEF ACCOUNTANT

Registration no. in the
professional body



<<Translation from Romanian>>

INFORMATIVE DATA
on March 31, 2010

Form 30

-lei-

I. Data on the recorded result	No. line	No. of units		Amounts	
		1	2	1	2
Units that recorded profits	01	1		4,987,091	
Units that recorded losses	02	0		0	
II. Data on outstanding payments	No. line	Total, of which:	For the current activity	For the investment activity	
	B	1= 2+3	2	3	
Outstanding payments - total (line 04 + 08 + 14 to 18 + 22), of which:	03				
Outstanding suppliers - total (line 05 la 07), of which:	04				
- more than 30 days	05				
- more than 90 days	06				
- over than 1 year	07				
Outstanding liabilities to the social security budget - total (line 09 la 13), of which:	08				
- State social insurance contributions owed by employers, employees and other entities	09				
- Contributions to health social securities	10				
- Contributions to supplementary pension	11				
- Contributions to the unemployment securities budget	12				
- other social debts	13				
Outstanding liabilities to the budget of special funds and other funds	14				
Outstanding liabilities to other creditors	15				
Taxes and duties not paid on due term to the state budget	16				
Taxes and duties not paid on due term to the local budgets	17				
Bank loans not reimbursed upon maturity - total (line 19 to 21), of which:	18				
- outstanding after 30 days	19				
- outstanding after 90 days	20				
- outstanding after 1 year	21				
Outstanding interest	22				
III. Average number of employees	No. line	March 31, 2009	March 31, 2010		
	B	1	2		
Average number of employees	23	340	335		

IV. Payments of interest, dividends and royalties	No. line	Amounts (lei)	
Gross income from interest paid by Romanian legal entities to non-resident individuals from EU member states, of which:	24		
- tax due to the state budget	25		
Gross income from interest paid by Romanian legal entities to affiliated non-resident legal entities*) from EU member states, of which:	26		
- tax due to the state budget	27		
Income from royalties paid by Romanian legal entities to non-resident affiliated legal entities*) from EU member states, of which:	28		
- tax due to the state budget	29		
V. Meal tickets	No. line	Amounts (lei)	
	B	1	
Equivalent value of meal tickets granted to employees	30	143,575	
VI. Innovation expenditure **)	No. line	March 31, 2009	March 31, 2010
	B	1	2
Innovation expenditure **) – total (line 32 to 34), of which:	31		
- innovation expenditures ended during the period	32		
- innovation expenditures during the period	33		
- innovation expenditures abandoned during the period	34		
VII. Other information	No.	March 31, 2009	March 31, 2010



<<Translation from Romanian>>

A	line	1	2
Financial assets, in gross amounts (line 36 + 42), of which:	35		
Shares held in affiliated entities, participation interests, other long term investments and bonds, in gross amounts (line 37 la 41), of which:	36		
- quoted shares	37		
- unquoted shares	38		
- equity interests	39		
- bonds	40		
- shares issued by undertakings for collective investment (including FIC)	41		
Long term receivables, in gross amounts (line 43 + 44), of which:	42		
- long term receivables in lei and expressed in lei, whose settlement is made according to the rate of a currency (from account 267)	43		
- long term receivables in currency (from account 267)	44		
Trade receivables, advances granted to suppliers and other similar accounts, in gross amounts (account 4092 + 411 + 413 + 418) of which:	45	26,696,460	37,244,833
Receivables related to staff and similar accounts (account 425 + 4282)	46	14,736	4,101
Receivables related to social security budget and state budget (account 431 +437 + 4382 + 441 + 4424 + 4428 + 444 + 445 + 446 + 447 + 4482)	47	752,987	2,351,907
Other receivables (account 453 + 456 + 4582 + 461 + 471 + 473)	48	156,485	16,905
Accrued interest receivable (account 5187)	49	205,699	254,819
Short term investments, in gross amounts (account 501 + 505 + 506 + from account 508) (line 51 to 55), of which:	50		
- quoted shares	51		
- unquoted shares	52		
- equity interests	53		
- bonds	54		
- shares issued by undertakings for collective investment (including FIC)	55		
Other values to cash (account 5113 + 5114)	56	8,130,205	10,720,003
Cash in lei and in foreign currency (line 58 + 59), of which:	57	7,757	5,367
-in lei (account 5311)	58	7,742	5,096
-in currency (account 5314)	59	15	271
Current accounts to banks in lei and in currency (line 61 + 62), of which:	60	21,479,203	27,967,260
- in lei (account 5121), of which:	61	18,904,319	27,775,075
-in foreign currency (account 5124)	62	2,574,884	192,185
Other current accounts at banks and credentials (line 64+65), of which:	63	89,906	17,411
- amounts in course of settlement, credits and other values to cash, in lei (account 5112 + 5125 + 5411)	64	85	17,411
- amounts in course of settlement, credits in foreign currency (din account 5125 + 5412)	65	89,821	
Debts (line 67 + 70 + 73 + 76+ 79+ 82 + 83 + 86 to 90) of which:	66	12,686,646	15,748,054
Loans from bond emissions and the related interests, in gross amounts (account 161 + 1681) (line 68 + 69), of which:	67		
-in lei	68		
-in foreign currency	69		
Internal short term bank loans and the related interests (account 5191 +5192 + 5197 + from account 5198), (line 71 + 72), of which:	70		
-in lei	71		
-in currency	72		
Short term foreign bank loans and the related interests (account 5193+5194+5195 + from account 5198) (line 74 + 75), of which:	73		
-in lei	74		
- in currency	75		
Bank loans on long-term and the related interests (account 1621 + 1622 + 1627 + from account 1682), (line77 + 78) of which:	76	1,038,582	
- in lei	77		
- in currency	78	1,038,582	
Foreign bank loans on long term (account 1623 + 1624 + 1625 + from account 1682) (line 80+81), of which:	79		
-in lei	80		
-in currency	81		
Loans from the State Treasury (account 1626 + from account 1682)	82		
Other loans and related interest (account 166+ 167 + 1685 + 1686 + 1687) (line 84 + 85), of which:	83	1,696,081	
- in lei and expressed in lei, whose settlement is made according to the	84		



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rate of a currency			
-in currency	85	1,696,081	1,698,941
Commercial debts, advances received from customers and other similar accounts, in gross amounts (account 401 + 403 + 404 + 405 + 408 + 419)	86	8,111,806,	11,432,693
Debts related to personnel and assimilated accounts (account 421 + 423 + 424 + 426 + 427 + 4281)	87	415,359	332,114
Debts related to the budget of social insurances and state budget (account 431 + 437 + 4381 +441 + 4423 + 4428 + 444 + 446 + 447 + 4481)	88	1,420,020	2,281,609
Other debts (account 453 + 456 + 457 + 4581 + 462 + 472 + 473 + 269 + 509)	89	4,798	2,697
Interest payable (account 5186)	90		
Subscribed and paid in capital (account 1012) (line 92 to 94), of which:	91	109,486,150	109,486,150
- quoted shares	92	109,486,150	109,486,150
- unquoted shares	93		
- equity interests	94		
VIII. Information on expenses with collaborators	No. line	March 31, 2009	March 31, 2010
A	B	1	2
Expenses with collaborators (account 621)	95	86,462	108,856

Checksum F30:

*) For the statute of "affiliated legal entities" the provisions of art. 7 para. (1) point 21 of Act no. 571/2003 regarding the Fiscal Code with subsequent modifications and completions.

***) Innovation expenses are determined according to Regulation (EC) no. 1450/2004 of the Commission published in the Official Journal of the European Union L 267/14.08.2004.

ADMINISTRATOR,

Name and surname

DĂNUȚ VASILE

Signature -----

Stamp of the unit _____

(Illegible signature)

Round stamp with the following text:

Biofarm S.A. Bucharest 1

**NOT
VALIDATED
FORM**

ELABORATED,

Name and surname

BOER LAURA

In quality of

12--CHIEF ACCOUNTANT

(Illegible signature)

Signature -----

Registration no. in the professional body:

I, undersigned, Alina Cumpănășoiu, a sworn translator, authorized by the Ministry of Justice of Romania, do hereby certify that this is a true, full and correct translation of the text that was seen by me.

Sworn translator No. 26730,

