

**ADDITIONAL INFORMATION**  
in accordance with Art. 33, para.1, i. 7 of Ordinance 2 of 17 September 2003  
of Gradus AD for the fourth quarter of 2018

1. **Information about the changes in the accounting policy during the reporting period, the reasons for their making and in what way they impact on the issuers financial result and equity** – For the current financial year, the Group has adopted all new and revised standards and interpretations issued by the International Accounting Standards Board (IASB) and the Interpretations Committee of International Financial Reporting Standards (IFRIC).  
More information on the Group's accounting policy can be found in the disclosure of accounting policies and explanatory notes on the fourth quarter.
2. **Information about occurred changes in the economic group of the issuer if it participates in such group** - there have been no changes in the economic group of the issuer.
3. **Information on the results from organizational changes within the issuer, such as transformation, selling of undertakings from the economic group, non-money contributions by the undertaking, renting out of property, long-term investments, suspension of operation** - there have been no organizational changes within the issuer.

The long-term investments in subsidiaries are with carrying amount:

Company	Country	31.12.2018		31.12.2017	
		Shareholding - BGN	Equity share %	Shareholding - BGN	Equity share %
Lora-2004 EOOD	Bulgaria	11 100	100	11 100	100
Zhyuliv EOOD	Bulgaria	16 200	100	16 200	100
Millennium 2000 EOOD	Bulgaria	35 700	100	35 700	100
Gradus-1 EOOD	Bulgaria	149 760	100	149 760	100
Gradus-98 AD	Bulgaria	52 200	99.94	52 200	99.94
<b>Total:</b>		<b>264 960</b>		<b>264 960</b>	

4. **Opinion of the management body about the likelihood of realization of the published forecasts on the results of the current financial year, taking account of the results of the current quarter, as well as information about the factors and circumstances which will influence the obtaining of the forecast results at least for the next quarter** – forecasts have not been published.

5. **For the public companies - data about the persons holding directly and/or indirectly at least 5 per cent of the votes in the general meeting at the end of IV quarter of 2018, and the changes in the held by the persons votes for the period since the end of the preceding quarter**

	Shareholders	31.12.2018		31.12.2017	
		Number of shares	%	Number of shares	%
1	Luka Angelov Angelov	99 195 645	40.72	110 500 000	50.00
2	Ivan Angelov Angelov	99 195 645	40.72	110 500 000	50.00
3	Legal entities /79 legal entities/	38 134 878	15.65	-	-
4	Individual shareholders /1,147 individuals/	7 082 542	2.91	-	-
	<b>TOTAL</b>	<b>243 608 710</b>	<b>100.00</b>	<b>221 000 000</b>	<b>100.00</b>

**6. For the public companies - data about the shares owned by the issuer's management and supervisory bodies at the end of IV quarter of 2018:**

Name, father's name, family name	31.12.2018	31.12.2017
	Number of shares	Number of shares
Ivan Angelov Angelov	99 195 645	110 500 000
Luka Angelov Angelov	99 195 645	110 500 000
Georgi Alexandrov Babev	0	0

**7. Information on pending legal, administrative or arbitration procedures relating to liabilities or receivables at the rate of at least 10 per cent from the issuer's equity; if the total amount of the issuer's liabilities or receivables of all initiated proceedings exceeds 10 per cent of its equity, information shall be presented for each procedure separately – there are no pending legal, administrative or arbitration procedures.**

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

***Warranty and guarantees***

As at 31 December 2018, the Group was a co-debtor of a bank loan of a related party dated 08 November 2013 with a residual balance of EUR 76 thousand /BGN 148 thousand/. The bank loan was fully repaid on 21 January 2019.

The Group provided a good performance guarantee of BGN 80 thousand to secure a liability of Marina 2003 EOOD to Southwest State Enterprise.

***Loans granted:***

The Group extended loans to related parties of BGN 5,246 thousand bearing interest rates of 2.5% and 5.5% respectively. The outstanding principal as at 31 December 2018 amounts to BGN 4,898 thousand. The loans mature in 2019.

The Group extended loans to unrelated parties amounting to BGN 8,501 thousand; the loans bear an annual interest rate ranging from 2% to 7%. The outstanding principal as at 31 December 2018 amounts to BGN 6,787 thousand. Information on the repayment deadline is available in the explanatory notes on the fourth quarter

Ivan Angelov  
/Executive Director/