

INDEPENDENT AUDITOR'S REPORT
Georgena Dimitrova Dimitrova

**To the General Meeting of Shareholders of
BULGARIAN ROSE PLC
KARLOVO**

Report on the financial statements

We have audited the accompanying financial statements of BULGARIAN ROSE PLC (the "Company") Karlovo, which comprise the statement of financial position as of December 31, 2014 the profit or loss and other comprehensive income, statement of cash flows and statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory notes as set out on pages 1 to 14.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards adopted by the European Union, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements due to fraud or error, and for selection and application of appropriate accounting policies; and making accounting estimates that are reasonable in the particular circumstances.

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 professional requirements of the International Standards on Auditing. Those standards require that we comply with ethical requirements and that the audit must be planned and carried out so that we 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, deviations and discrepancies in the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the preparation and fair presentation of the financial statement of the entity in order to develop 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.

An audit opinion

As a result, we certify that the financial statements present fairly, in all material respects, the financial position of BULGARIAN ROSE PLC Karlovo as of December 31, 2015, and its financial performance and cash flows for the year then ended in accordance with international financial Reporting Standards as adopted by the European Union.

Report on other legal and regulatory requirements

Annual Activity Report of the Company prepared in accordance with Art. 33 of the Accountancy Act

In accordance with Art. 38, para. 4 of the Accountancy Act we have read the annual activity report of the Company. In our opinion, the historical financial information presented in the annual activity report of the Company prepared by the Company's management pursuant to Art. 33 of the Accountancy Act, complies with all material aspects of the financial information which is contained in the audited by us annual financial statements of the Company as of and for the year ended December 31, 2015. The responsibility of the preparation of this annual activity report of the Company which has been approved by the Board of Directors of the Company shall lie on the Company's management

A certified auditor

March 28, 2016
4300 Karlovo

Georgena Ivanova

