

**Annual report  
for the year ended December 31, 2014**

**ANY Security Printing Company PLC**

**Annual report**

**for the year ended December 31, 2014**

**Deloitte.**

Deloitte Auditing and Consulting Ltd.  
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Registered by the Capital Court of Registration  
Company Registration Number: 01-09-071057

*Translation of the Hungarian original*

## INDEPENDENT AUDITORS' REPORT

To the Shareholders of ANY Biztonsági Nyomda Nyrt.

### Report on the Financial Statements

We have audited the accompanying financial statements of ANY Biztonsági Nyomda Nyrt. (the "Company") for the year 2014, which comprise the balance sheet as at December 31, 2014 - which shows total assets of 7,971,333 thHUF and a retained profit for the year of 0 thHUF-, and the related profit and loss account for the year then ended and the supplement comprising a summary of significant accounting policies and other explanatory information.

#### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Accounting Act, and for such internal control as management 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 Hungarian National Standards on Auditing and effective Hungarian laws and other regulations pertaining to audit. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 and fair presentation of the financial statements 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 ANY Biztonsági Nyomda Nyrt. as at December 31, 2014, and its financial performance for the year then ended in accordance with the Accounting Act.

*Other Matters*

We issued our auditors' report dated February 20, 2015 on the financial statements submitted for the General Meeting. The effects of subsequent events were examined until that date.

The financial statements were changed by the General Meeting held on April 20, 2015 with the amount of dividend. The approved dividend is 1,080,009 thHUF, and as a result of this, the result for the year has changed to 0 thHUF. Amount of retained earnings used for dividend was 90,555 thHUF. Our procedures regarding the subsequent events occurred after February 20, 2015 were limited to the General Meeting's decision on the dividend.

**Other Reporting Obligation: Report on the Business Report**

We have examined the accompanying business report of ANY Biztonsági Nyomda Nyrt. for the year 2014.

Management is responsible for the preparation of this business report in accordance with the Accounting Act.

Our responsibility is to assess whether the accounting information in the business report is consistent with that contained in the financial statements prepared for the same business year. Our work with respect to the business report was limited to assessing the consistence of the business report with the financial statements, and did not include a review of any information other than that drawn from the audited accounting records of the Company.

In our opinion, the business report of ANY Biztonsági Nyomda Nyrt. for the year 2014 corresponds to the figures included in the financial statements of ANY Biztonsági Nyomda Nyrt. for the year 2014.

Budapest, April 20, 2015

*The original Hungarian version has been signed.*

Kornél Bodor  
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Tamás Horváth  
registered statutory auditor  
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Cg.: 01-09-071057

## FÜGGETLEN KÖNYVVIZSGÁLÓI JELENTÉS

Az ANY Biztonsági Nyomda Nyrt. részvényeseinek

### Az éves beszámolóról készült jelentés

Elvégeztük az ANY Biztonsági Nyomda Nyrt. (a „Társaság”) mellékelt 2014. évi éves beszámolójának a könyvvizsgálatát, amely éves beszámoló a 2014. december 31-i fordulónapra elkészített mérlegből – melyben az eszközök és források egyező végösszege 7.971.333 eFt, a mérleg szerinti eredmény 0 eFt –, és az ezen időponttal végződő évre vonatkozó eredménykimutatásból, valamint a számviteli politika meghatározó elemeit és az egyéb magyarázó információkat tartalmazó kiegészítő mellékletből áll.

#### *A vezetés felelőssége az éves beszámolóért*

A vezetés felelős az éves beszámolóban a számviteli törvényben foglaltakkal összhangban történő elkészítéséért és valós bemutatásáért, valamint az olyan belső kontrollokért, amelyeket a vezetés szükségesnek tart ahhoz, hogy lehetővé váljon az akár csalásból, akár hibából eredő lényeges hibás állításoktól mentes éves beszámoló elkészítése.

#### *A könyvvizsgáló felelőssége*

A mi felelősségünk az éves beszámoló véleményezése könyvvizsgálatunk alapján. Könyvvizsgálatunkat a magyar Nemzeti Könyvvizsgálói Standardokkal és a könyvvizsgálatra vonatkozó – Magyarországon érvényes – törvényekkel és egyéb jogszabályokkal összhangban hajtottuk végre. Ezek a standardok megkövetelik, hogy megfeleljünk az etikai követelményeknek, valamint hogy a könyvvizsgálatot úgy tervezzük meg és hajtsuk végre, hogy kellő bizonyosságot szerezzünk arról, hogy az éves beszámoló mentes-e a lényeges hibás állításoktól.

A könyvvizsgálat magában foglalja olyan eljárások végrehajtását, amelyek célja könyvvizsgálói bizonyítékot szerezni az éves beszámolóban szereplő összegekről és közzétételekről. A kiválasztott eljárások, beleértve az éves beszámoló akár csalásból, akár hibából eredő, lényeges hibás állításai kockázatának felmérését is, a könyvvizsgáló megítélésétől függenek. A kockázatok ilyen felmérésekor a könyvvizsgáló az éves beszámoló gazdálkodó egység általi elkészítése és valós bemutatása szempontjából releváns belső kontrollt azért mérlegeli, hogy olyan könyvvizsgálói eljárásokat tervezzen meg, amelyek az adott körülmények között megfelelőek, de nem azért, hogy a gazdálkodó egység belső kontrolljának hatékonyságára vonatkozóan véleményt mondjon. A könyvvizsgálat magában foglalja továbbá az alkalmazott számviteli politikák megfelelőségének és a vezetés által készített számviteli becslések ésszerűségének, valamint az éves beszámoló átfogó prezentálásának értékelését is.

Meggyőződésünk, hogy a megszerzett könyvvizsgálói bizonyíték elegendő és megfelelő alapot nyújt könyvvizsgálói véleményünk megadásához.

#### *Vélemény*

Véleményünk szerint az éves beszámoló megbízható és valós képet ad az ANY Biztonsági Nyomda Nyrt. 2014. december 31-én fennálló vagyoni és pénzügyi helyzetéről, valamint az ezen időponttal végződő évre vonatkozó jövedelmi helyzetéről a számviteli törvényben foglaltakkal összhangban.

#### *Egyéb kérdések*

A közgyűlés elé terjesztett éves beszámolóról 2015. február 20-i dátummal könyvvizsgálói véleményt adtunk ki és a fordulónap utáni események hatásait ezen időpontig vizsgáltuk meg. Az éves beszámolót a 2015. április 20-án megtartott közgyűlés az osztalék fizetés mértékében megváltoztatta, a fizetendő osztalék 1.080.009 eFt, melynek hatására a mérleg szerinti eredmény 0 eFt- ra változott. Az osztalékfizetésre igénybevett eredménytartalék 90.555 eFt. A 2015. február 20-át követően bekövetkezett fordulónap utáni eseményekre vonatkozó eljárásaink a közgyűlés osztalék fizetésre vonatkozó döntésére korlátozódtak.

#### **Egyéb jelentéstételi kötelezettség: Az üzleti jelentésről készült jelentés**

Elvégeztük az ANY Biztonsági Nyomda Nyrt. mellékelt 2014. évi üzleti jelentésének a vizsgálatát.

A vezetés felelős az üzleti jelentésnek a számviteli törvényben foglaltakkal összhangban történő elkészítéséért.

A mi felelősségünk az üzleti jelentés és az ugyanazon üzleti évre vonatkozó éves beszámoló összhangjának megítélése. Az üzleti jelentéssel kapcsolatos munkánk az üzleti jelentés és az éves beszámoló összhangjának megítélésére korlátozódott és nem tartalmazta egyéb, a Társaság nem auditált számviteli nyilvántartásaiból levezetett információk áttekintését.

Véleményünk szerint az ANY Biztonsági Nyomda Nyrt. 2014. évi üzleti jelentése az ANY Biztonsági Nyomda Nyrt. 2014. évi éves beszámolójának adataival összhangban van.

Budapest, 2015. április 20.



Bodor Kornél

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Horváth Tamás

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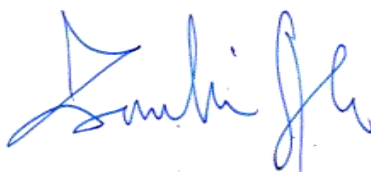


# Balance Sheet for the year ended December 31, 2014

## Balance Sheet (in HUF thousands)

	Description	December 31, 2013	December 31, 2014
<b>A.</b>	<b>FIXED ASSETS</b>	<b>3,530,029</b>	<b>3,640,052</b>
<b>I.</b>	<b>INTANGIBLE ASSETS</b>	<b>805,969</b>	<b>731,985</b>
1.	Capitalized start-up and restructuring costs	-	-
2.	Capitalized value of research and development	60,103	40,610
3.	Concessions, licenses and similar rights and assets	242,387	229,396
4.	Intellectual property	207,355	165,855
5.	Goodwill	296,124	296,124
6.	Advances and prepayments on intangible assets	-	-
7.	Adjusted value of intangible assets	-	-
<b>II.</b>	<b>TANGIBLE ASSETS</b>	<b>1,965,127</b>	<b>2,134,103</b>
1.	Land and buildings and rights to immovable	264,890	307,626
2.	Plant and machinery, vehicles	1,292,936	1,446,460
3.	Other equipment, fixtures and fittings, vehicles	270,273	347,280
4.	Breeding stock	-	-
5.	Assets in course of construction	4,028	6,762
6.	Payment on account	133,000	25,975
7.	Adjusted value of tangible assets	-	-
<b>III.</b>	<b>FINANCIAL INVESTMENTS</b>	<b>758,933</b>	<b>773,964</b>
1.	Long-term participations in affiliated undertakings	749,299	763,460
2.	Long-term loan to affiliated undertakings	-	-
3.	Other long-term participations	-	-
4.	Long-term loan to independent undertakings	-	-
5.	Other long-term loans	9,634	10,504
6.	Securities signifying a long-term creditor relationship	-	-
7.	Adjusted value of financial investments	-	-

Budapest, 20 April, 2015



Chief Executive Officer

# Balance Sheet for the year ended December 31, 2014

	Description	December 31, 2013	December 31, 2014
<b>B.</b>	<b>CURRENT ASSETS</b>	<b>4,421,787</b>	<b>4,271,020</b>
<b>I.</b>	<b>INVENTORIES</b>	<b>1,575,534</b>	<b>1,412,465</b>
1.	Raw materials and consumables	890,338	748,536
2.	Work in progress, intermediate and semi-finished products	336,392	285,399
3.	Animals for breeding and fattening, other livestock	-	-
4.	Finished products	287,620	334,376
5.	Goods for resale	50,379	43,080
6.	Advances and prepayments on inventories	10,805	1,074
<b>II.</b>	<b>RECEIVABLES</b>	<b>1,777,367</b>	<b>1,621,786</b>
1.	Accounts receivable (trade debtors)	1,505,889	1,329,319
2.	Receivables from affiliated undertakings	154,625	188,224
3.	Receivables from independent undertakings	-	-
4.	Bills of exchange receivable	-	-
5.	Other receivables	116,853	104,243
<b>III.</b>	<b>SECURITIES</b>	<b>300,724</b>	<b>391,839</b>
1.	Participations in affiliated undertakings	-	-
2.	Other participations	-	-
3.	Own shares and own partnership shares	300,724	391,839
4.	Securities signifying a creditor relation. for trading purposes	-	-
<b>IV.</b>	<b>LIQUID ASSETS</b>	<b>768,162</b>	<b>844,930</b>
1.	Cash in hand, checks	3,718	3,362
2.	Cash at bank	764,444	841,568
<b>C.</b>	<b>PREPAYMENTS AND ACCRUED INCOME</b>	<b>39,454</b>	<b>60,261</b>
1.	Accrued income	24,893	24,403
2.	Accrued costs, expenses	14,561	35,858
3.	Deferred expenses	-	-
	<b>TOTAL ASSETS</b>	<b>7,991,270</b>	<b>7,971,333</b>

Budapest, 20 April, 2015

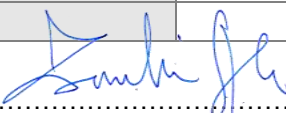


Chief Executive Officer

# Balance Sheet for the year ended December 31, 2014

	Description	December 31, 2013	December 31, 2014
<b>D.</b>	<b>SHAREHOLDERS' EQUITY</b>	<b>4,937,054</b>	<b>4,846,499</b>
I.	SHARE CAPITAL	1,449,876	1,449,876
	including: ownership shares repurchased at face value	43,987	43,987
II.	SHARE CAPITAL UNPAID	-	-
III.	CAPITAL RESERVE	250,686	250,686
IV.	ACCUMULATED PROFIT RESERVE	2,100,743	2,170,860
V.	TIED-UP RESERVE	1,135,749	975,077
VI.	REVALUATION RESERVE	-	-
VII.	PROFIT OR LOSS FOR THE YEAR	-	-
<b>E.</b>	<b>PROVISIONS</b>	-	-
1.	Provisions for expected liabilities	-	-
2.	Provisions for future expenses	-	-
3.	Other provisions	-	-
<b>F.</b>	<b>LIABILITIES</b>	<b>2,805,136</b>	<b>2,740,788</b>
<b>I.</b>	<b>SUBORDINATED LIABILITIES</b>	-	-
1.	Subordinated liabilities to affiliated undertakings	-	-
2.	Subordinated liabilities to independent undertakings	-	-
3.	Subordinated liabilities to other economic entities	-	-
<b>II.</b>	<b>LONG-TERM LIABILITIES</b>	-	-
1.	Long-term loans	-	-
2.	Convertible bonds	-	-
3.	Debts on issue of bonds	-	-
4.	Investment and development credits	-	-
5.	Other long-term credits	-	-
6.	Long-term liabilities to affiliated undertakings	-	-
7.	Long-term liabilities to independent undertakings	-	-
8.	Other long-term liabilities	-	-
<b>III.</b>	<b>CURRENT LIABILITIES</b>	<b>2,805,136</b>	<b>2,740,788</b>
1.	Short-term loans	-	-
	including: convertible bonds	-	-
2.	Other short-term credits	-	-
3.	Advances received from customers	9,387	18,178
4.	Accounts payable (trade creditors)	1,228,078	1,188,336
5.	Bills of exchange payable	-	-
6.	Short-term liabilities to affiliated undertakings	302,063	166,362
7.	Short-term liabilities to independent undertakings	-	-
8.	Other short-term liabilities	1,265,608	1,367,912
<b>G.</b>	<b>ACCRUALS AND DEFERRED INCOME</b>	<b>249,080</b>	<b>384,046</b>
1.	Deferred income	-	955
2.	Deferred costs, expenses	242,254	378,749
3.	Accrued income	6,826	4,342
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>7,991,270</b>	<b>7,971,333</b>

Budapest, 20 April, 2015

  
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Chief Executive Officer

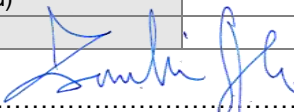


# Profit and Loss Statement for the year ended December, 2014

## Profit or Loss Statement (total cost method, in HUF thousands)

	Description	FY 2013	FY 2014
01.	Net domestic sales	10,900,735	13,298,455
02.	Net external sales	1,064,065	1,156,094
<b>I.</b>	<b>NET SALES REVENUE</b>	<b>11,964,800</b>	<b>14,454,549</b>
03.	Change in goods and work in progress	109,465	(4,237)
04.	Own work capitalized	151,587	62,038
<b>II.</b>	<b>OWN PERFORMANCE CAPITALIZED</b>	<b>261,052</b>	<b>57,801</b>
<b>III.</b>	<b>OTHER INCOME</b>	<b>67,122</b>	<b>106,627</b>
	including: loss in value marked back	24,152	26,843
05.	Cost of raw materials and consumables	4,099,391	4,356,283
06.	Cost of services	1,124,826	1,430,617
07.	Cost of other service activities	57,206	76,122
08.	Cost of goods sold	572,975	917,106
09.	Cost of services sold (intermediated)	1,752,167	2,059,484
<b>IV.</b>	<b>MATERIAL COSTS</b>	<b>7,606,565</b>	<b>8,839,612</b>
10.	Wages and salaries	2,360,729	2,784,174
11.	Other employee benefits	251,243	261,994
12.	Contributions on wages and salaries	680,552	801,376
<b>V.</b>	<b>PERSONAL TYPE EXPENDITURES</b>	<b>3,292,524</b>	<b>3,847,544</b>
<b>VI.</b>	<b>DEPRECIATION</b>	<b>618,223</b>	<b>715,445</b>
<b>VII.</b>	<b>OTHER OPERATING CHARGES</b>	<b>273,696</b>	<b>437,510</b>
	including: loss in value	52,607	85,695
<b>A.</b>	<b>OPERATING (TRADING) PROFIT</b>	<b>501,966</b>	<b>778,866</b>
13.	Dividends and profit-sharing (received or due)	205,662	251,360
	including: from affiliated undertakings	205,662	251,360
14.	Capital gains on investments	-	-
	including: from affiliated undertakings	-	-
15.	Interest and capital gains on financial investments	-	-
	including: from affiliated undertakings	-	-
16.	Other interest and similar income (received or due)	32,987	9,397
	including: from affiliated undertakings	1,874	785
17.	Other income from financial transactions	36,008	59,046
<b>VIII.</b>	<b>Income from financial transactions</b>	<b>274,657</b>	<b>319,803</b>
18.	Losses on financial investments	-	-
	including: to affiliated undertakings	-	-
19.	Interest payable and similar charges	19,827	12,939
	including: to affiliated undertakings	16,494	7,925
20.	Losses on shares, securities and bank deposits	(102,669)	(91,115)
21.	Other expenses on financial transactions	62,540	50,336
<b>IX.</b>	<b>Expenses on financial transactions</b>	<b>(20,302)</b>	<b>(27,840)</b>
<b>B.</b>	<b>PROFIT OR LOSS ON FINANCIAL TRANSACTIONS</b>	<b>294,959</b>	<b>347,643</b>
<b>C.</b>	<b>PROFIT OR LOSS ON ORDINARY ACTIVITIES</b>	<b>796,925</b>	<b>1,126,509</b>
X.	Extraordinary income	2,484	2,484
XI.	Extraordinary expenses	54,865	63,777
<b>D.</b>	<b>EXTRAORDINARY PROFIT OR LOSS</b>	<b>(52,381)</b>	<b>(61,293)</b>
<b>E.</b>	<b>PROFIT BEFORE TAX</b>	<b>744,544</b>	<b>1,065,216</b>
XII.	Tax payable	33,362	75,762
<b>F.</b>	<b>PROFIT AFTER TAX</b>	<b>711,182</b>	<b>989,454</b>
22.	Profit reserves used for dividends and profit-sharing	102,524	90,555
23.	Dividends and profit-sharing paid (approved)	813,706	1,080,009
<b>G.</b>	<b>PROFIT OR LOSS FOR THE YEAR</b>	<b>-</b>	<b>-</b>

Budapest, 20 April, 2015

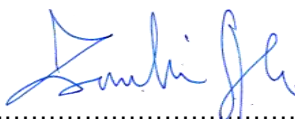
  
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Chief Executive Officer

# Profit and Loss Statement for the year ended December, 2014

## Profit or Loss Statement (turnover cost method, in HUF thousands)

	Description	FY 2013	FY 2014
01.	Net domestic sales	10,900,735	13,298,455
02.	Net external sales	1,064,065	1,156,094
<b>I.</b>	<b>TOTAL SALES (REVENUES)</b>	<b>11,964,800</b>	<b>14,454,549</b>
03.	Prime cost of sales accounted	5,837,279	6,828,459
04.	Original cost of goods sold	572,975	917,106
05.	Value of services sold (intermediated)	1,752,167	2,059,484
<b>II.</b>	<b>DIRECT COSTS OF SALES</b>	<b>8,162,421</b>	<b>9,805,049</b>
<b>III.</b>	<b>GROSS INCOME FROM SALES</b>	<b>3,802,379</b>	<b>4,649,500</b>
06.	Sales and marketing costs	300,555	331,447
07.	Administration costs	2,661,286	3,084,312
08.	Other general overhead	131,998	123,992
<b>IV.</b>	<b>INDIRECT COST OF SALES</b>	<b>3,093,839</b>	<b>3,539,751</b>
<b>V.</b>	<b>OTHER INCOME</b>	<b>67,122</b>	<b>106,627</b>
	including: loss in value marked back	24,152	26,843
<b>VI.</b>	<b>OTHER OPERATING CHARGES</b>	<b>273,696</b>	<b>437,510</b>
	including: loss in value	52,607	85,695
<b>A.</b>	<b>INCOME FROM OPERATIONS</b>	<b>501,966</b>	<b>778,866</b>
13.	Dividends and profit-sharing (received or due)	205,662	251,360
	including: from affiliated undertakings	205,662	251,360
14.	Capital gains on investments	-	-
	including: from affiliated undertakings	-	-
15.	Interest and capital gains on financial investments	-	-
	including: from affiliated undertakings	-	-
16.	Other interest and similar income (received or due)	32,987	9,397
	including: from affiliated undertakings	1,874	785
17.	Other income from financial transactions	36,008	59,046
<b>IX.</b>	<b>Income from financial transactions</b>	<b>274,657</b>	<b>319,803</b>
18.	Losses on financial investments	-	-
	including: to affiliated undertakings	-	-
19.	Interest payable and similar charges	19,827	12,939
	including: to affiliated undertakings	16,494	7,925
20.	Losses on shares, securities and bank deposits	(102,669)	(91,115)
21.	Other expenses on financial transactions	62,540	50,336
<b>X.</b>	<b>Expenses on financial transactions</b>	<b>(20,302)</b>	<b>(27,840)</b>
<b>B.</b>	<b>PROFIT OR LOSS ON FINANCIAL TRANSACTIONS</b>	<b>294,959</b>	<b>347,643</b>
<b>C.</b>	<b>PROFIT OR LOSS ON ORDINARY ACTIVITIES</b>	<b>796,925</b>	<b>1,126,509</b>
XI.	Extraordinary income	2,484	2,484
XII.	Extraordinary expenses	54,865	63,777
<b>D.</b>	<b>EXTRAORDINARY PROFIT OR LOSS</b>	<b>(52,381)</b>	<b>(61,293)</b>
<b>E.</b>	<b>PROFIT BEFORE TAX</b>	<b>744,544</b>	<b>1,065,216</b>
XIII.	Tax payable	33,362	75,762
<b>F.</b>	<b>PROFIT AFTER TAX</b>	<b>711,182</b>	<b>989,454</b>
22.	Profit reserves used for dividends and profit-sharing	102,524	90,555
23.	Dividends and profit-sharing paid (approved)	813,706	1,080,009
<b>G.</b>	<b>PROFIT OR LOSS FOR THE YEAR</b>	<b>-</b>	<b>-</b>

Budapest, 20 April, 2015



Chief Executive Officer

**ANY Security Printing company PLC**

## **Supplementary Notes**

**for the year ended December 31, 2014**

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All amounts in HUF thousands unless if otherwise indicated.

## 2 General information

### 2.1 General information on the Company

Company name: ANY Security Printing Company Limited by Shares  
Abbreviate company name: ANY Plc.

Seat: 1102 Budapest, Halom u. 5.  
Premises of the Company: 1106 Budapest, Fátyolka utca 1-5.  
3060 Pásztó, Fő utca 141.

Tax registration number: 10793509-2-44  
Company registration number: 01-10-042030  
Central Statistical Office reg.No:10793509-1812-114-01  
Date of Foundation: 3<sup>rd</sup> October 1992  
Share capital of the Company: The Company's share capital is HUF 1,449,875,700, of which HUF 350,000,000 is cash contribution, while HUF 1,099,875,700 is non-cash contribution

Place of publishing the announcements:

The Company publishes its announcements on its website [www.any.hu](http://www.any.hu), in the cases as set forth in the regulations, such announcements will be published in the Companies Bulletin. In addition while the registered shares of the Company are traded on the Budapest Stock Exchange (hereinafter: BSE), the Company meets its disclosure requirements in the way as set forth in the regulations of the Budapest Stock Exchange (hereinafter: BSE).

Members of the Board of Directors of the Company:

Dr. Ákos Erdős (chairman)  
Gábor Zsámboki (vice-chairman from 11.08.2014)  
György Gyergyák (vice-chairman to 11.08.2014)  
Tamás Erdős (from 31.05.2014)  
Erwin Fidelis Reisch (from 31.05.2014)  
Péter Kadocsa  
Tamás Doffek (to 31.05.2014)  
Dr. György Karády (to 31.05.2014)

All amounts in HUF thousands unless if otherwise indicated.

Members of the Supervisory Board of the Company:

Dr. Tamás Sárközy (chairman)  
Dr. Istvánné Gömöri (vice-chairman)  
Ferenc Berkesi  
Dr. Imre Repa  
Dr. János Stumpf  
Dr. Erzsébet Novotny

Auditor of the Company: Deloitte Könyvvizsgáló és Tanácsadó Kft. (seat: 1068 Budapest, Dózsa György út 84/c) MKVK registration No.: 000083); registered statutory auditor: Tamás Horváth (MKVK registration number: 003449)

ISIN code of the share series involved in the Stock Exchange Listing of the Company:

Common shares of series "A": HU 0000093257

Name and address of the persons authorized to represent the Company, and to sign the annual report:

Gábor Zsámboki, Chief Executive Officer,  
1028 Budapest, Csokonai utca 22.

Name and address of the person responsible for the accounting services:

Tamás Karakó, Chief Financial Officer,  
3956 Viss, Ady Endre u. 7.

## 2.2 The activities and the history of the Company

### 2.2.1 The activities of the Company

The activities of ANY Security Printing Company are organized around five product groups.

Security forms and solutions include tax stamps, securities, documents of value (food/meal vouchers, other vouchers), stamps, paper-based documents, and the products and security solutions developed by the Document Security Laboratory.

The card production and personalization product group comprises the production and personalization of plastic-based cards, including various card-based documents such as student ID cards, identity



All amounts in HUF thousands unless if otherwise indicated.

cards, driver's licenses, vehicle registration cards, health insurance cards and other card documents as well as bankcards, access cards, transportation cards and commercial cards.

The business and administrative forms product group is made up of the production of forms and related personalization and data processing works. This category includes business forms, personalized forms, administrative forms, continuous stationery-based products, lottery forms and election forms as well as electronic document management and data processing tasks, such as bulk electronic archiving and contract storage.

The category of traditional printing products consists of the production and sale of hardcover and paperback books, magazines, textbooks, notes, calendars and agendas as well as the manufacturing of information and packaging materials.

The other commercial activities category includes the sale of every product or service that is not related to the core activities of ANY Security Printing Company and cannot be classified into any of the four categories mentioned above. Revenues from transportation services and the sale of (raw) materials are also posted here.

### 2.2.2 The history of the Company

The predecessor of ANY Security Printing Company, a subsidiary of Vienna-based Staatsdruckerei, was established in Temesvár (currently Timisoara, Romania) in 1851.

ANY Security Printing Company was privatised in 1993, when 70% of its shares were acquired by Láng Kiadó és Holding Rt., and 15.9% was purchased by the Company's employees under an Employee Stock Ownership Plan (ESOP). The remainder of the shares were given to municipalities where the Company's sites were located.

After the sale of the building complex in the Buda Castle District in 1994, the new printing plant – financed by the Company itself – was opened at Halom utca 5. in Budapest's 10<sup>th</sup> district on 4 October 1994. In the same year ANY Security Printing Company leased the machinery of SZÜV Leporello Nyomda and took over its clients and most of its employees. In the year following the takeover the Company's production portfolio was made up of the dominant business forms, security documents and lottery forms.

In 1997, the shareholders and management of ANY Security Printing Company set a new direction for further development: content provision, information technology and the production of plastic cards. In December 1997, Baring Central European Investments BV carried out a HUF 1.2 billion capital increase in the Company, acquiring a 43% ownership interest. The emergence of the new investor

**All amounts in HUF thousands unless if otherwise indicated.**

allowed the creation of a completely new business line, the production and personalisation of plastic cards. The capital investment, designed to ensure advanced technology for the new operations, was implemented in the following year at the Company's new premises at Fátyolka street 1-5. in Budapest's 10<sup>th</sup> district.

ANY Security Printing Company carried out additional developments at its Fátyolka street plant in 2000, creating the conditions for manufacturing chip cards. In 2004 the Company won a HUF 150 million non-refundable grant – in part funded by the European Union – to further improve its chip card production. In 2002 ANY Security Printing also launched its electronic archiving services as a security company that has appropriate data protection, secure processing and safekeeping to offer complex services for partners that place a great emphasis on security.

ANY Security Printing Company and Tipoholding of Romania established a Romania joint venture, Zipper Services s.r.o.(the original name: Tipo Direct S.R.O) in September 2004. In Bulgaria the Company teamed up with local company Power Solution o.o.d. to set up a joint venture, Direct Services o.o.d. in February 2005. In order to strengthen its regional presence, in April 2005, ANY Security Printing Company took steps to form another two companies: Slovak Direct s.r.o. in Slovakia and Állami Nyomda o.o.o. in Russia which activities were broken up in 2011. ANY Security Printing Company in 20 of January 2011 has purchased the 50 per cent share of ZIPPER Data SRL increasing their market segment in Romania.

ANY Security Printing Company obtained an ISO 9001 quality management certificate in 1997 and an ISO 14001 environmental management certificate in 2001. Since 1999 it has been licensed to produce and personalize Visa and MasterCard bankcards, and since 2006 it has certification to produce EMV bank cards. In 2002 the Company became a certified supplier to NATO. Since 2003 it has been operating in compliance with one of the most comprehensive information protection standards, ISO/IEC 27001.

The ordinary shares of ANY Security Printing Company were listed in Category "A" of the Budapest Stock Exchange (BSE) on 8 December 2005.

All amounts in HUF thousands unless if otherwise indicated.

1. Table: Structure of the Shareholders

Shareholders	Total equity					
	Beginning of period (1 January 2014)			End of period (31 December 2014)		
	% <sup>1</sup>	% <sup>2</sup>	Shares	% <sup>1</sup>	% <sup>2</sup>	Shares
Domestic institutions	33.69%	34.73%	4,982,652	36.84%	38.00%	5,450,900
Foreign institutions	17.89%	18.45%	2,647,088	33.24%	34.28%	4,917,373
Domestic private individuals	29.67%	30.60%	4,390,073	14.37%	14.82%	2,126,391
Foreign private individuals	0.22%	0.23%	33,064	0.23%	0.24%	34,104
Employees, managing officials	6.79%	7.00%	1,004,224	3.23%	3.32%	477,066
Shareholders as part of the state budget	2.88%	2.97%	425,520	0.00%	0.00%	-
Other	5.83%	6.02%	863,187	9.06%	9.34%	1,339,974
Own shares	3.03%	0.00%	448,842	3.03%	0.00%	448,842
<b>TOTAL:</b>	<b>100.0%</b>	<b>100.0%</b>	<b>14,794,650</b>	<b>100.0%</b>	<b>100.0%</b>	<b>14,794,650</b>

<sup>1</sup> Ownership interest

<sup>2</sup> Voting rights that entitle the holder to participate in decision making at the general meeting of the issuer.

According to the share register the voting right of the shareholders listed below is over 5%, and the following groups of investors form the structure of shareholders as at 31, December 2014.

2. Table: Structure of shareholders over 5% share

Name	Voting right (%)	Ownership interest (%)
<b>Shareholders over 5% share</b>		
EG CAPITAL LLC (*)	11.91%	11.55%
DIGITAL FOREST LLC (**)	6.97%	6.76%
Pershing LLC	6.55%	6.35%
<b>Other shareholders below 5% share</b>		
Domestic institutions	38.00%	36.84%
Foreign institutions	8.85%	8.58%
Foreign private individuals	0.24%	0.23%
Domestic private individuals	14.82%	14.37%
Employees, managing officials	3.33%	3.22%
Treasury shares	0.00%	3.03%
Other	9.34%	9.06%

(\*) The Chairman of the Board of Directors of ANY Security Printing Company PLC as owner of EG Capital LLC has a further 3.22% indirect ownership through Fortunarum Kft.

(\*\*) Based on the AGM of March 31, 2014 the Tamás Erdős has been elected as a member of the Board of Directors of ANY Security Printing Company PLC has indirect ownership

All amounts in HUF thousands unless if otherwise indicated.

The shares issued by the company are made up of the following:

Series 'A' shares: 14,794,650 pieces of registered, dematerialized ordinary shares with a nominal value of HUF 98 each.

AEGON Magyarország Befektetési Alapkezelő Zrt., as portfolio manager authorized with voting right has control all over the ordinary shares of ANY Security Printing Company Plc. owned in the AEGON Group. Therefore AEGON Magyarország Befektetési Alapkezelő Zrt. has cumulated voting right of 15.00%.

According to the decision of the Board of Directors of State Printing Company, Registry Court changed the name of State Printing Company PLC to ANY Security Printing Company PLC with effect from 1st of February, 2013.

### 2.3 Main parts of the accounting policy

According to the Act of Accounting Section no. 12, paragraph no. 3, ANY Security Printing Company Plc. prepares double-entry bookkeeping. ANY Security Printing Company Plc. meets its reporting obligation by preparing the annual report. The cut-off date of the annual report is 31, December 2014. Balance sheet preparation date is 15, January 2015.

#### Accounting principle instructions

2% of balance sheet total qualifies as major error for the period. The principal of prudence and true and fair view dominate the accounting at the Company, these are applied beside the going concern principle, taking into consideration other accounting principles as well.

#### Revenue recognise

Revenue is recognized at the time goods are dispatched and services rendered by the Group, as this is the point at which the significant risks and rewards of ownership of the goods and services are transferred to the customer.

Revenue is measured at the fair value of the consideration received or receivable. Revenue is reduced for estimated customer returns, rebates and other similar allowances.

#### Depreciation method

The applied depreciation method is gross value based linear method, calculated from the date of put into use during the useful life of the asset. Depreciation is posted monthly. Useful life is the period under which the Company depreciates the assets on a time basis. Residual value is the expected realizable value of the asset at the end of the useful life based on the existing information at the time of capitalizing the asset.

Applicable useful lives of the Company are:

- Capitalized start-up and restructuring costs 5 years

All amounts in HUF thousands unless if otherwise indicated.

- Capitalized value of research and development 5 years
- Concessions, licenses and similar rights and assets contractual period in case of a limited term contract or 6 years in case of an unlimited term contract
- Intellectual property 3 years
- Land and buildings and rights to immovable 20 years (in case of a building to rent) or 50, 100 years based on the classification of the building
- Plant and machineries, vehicles 2-10 years based on classification
  - o printing machines 6-10 years (based on expected useful life)
  - o computer hardwares 3 years
  - o computer networks 5 years
  - o capitalization on a rented asset based on rental contract
- Other equipment, fixtures and fittings, vehicles 2-7 years based on classification
  - o computer hardwares 3 years
  - o computer networks 5 years
  - o capitalization on a rented asset based on rental contract

By taking advantage of the Act of Accounting Section no. 80, paragraph no. 2, ANY Security Printing Company Plc. records concessions, licenses, similar rights, intellectual properties and tangible assets under purchase value of HUF 100,000 in one amount as depreciation cost at the time of put into use.

### Goodwill

Goodwill is accounted in case of an acquisition as the difference between contribution paid for the expected future benefits and the fair value of assets less liabilities if contribution paid is the higher one. In case of the book value of goodwill - in consequence of changes in the circumstances having an influence relating to expectations concerning future economic benefits - remains permanently and substantially higher than its market value (the amount of the expected reimbursement) impairment loss is accounted. The valuation of investments has been recalculated yearly, and the amortisation has not been accounted by the Company.

### Inventory valuation

Inventories are valued according to the Act of Accounting (paragraph no. 47-51.), decreased by the accounted loss in value and increased by the reversed loss in value. Purchased inventories are disclosed at real purchase price. Self-manufactured stocks are evaluated on direct cost basis supported by prime cost calculation

All amounts in HUF thousands unless if otherwise indicated.

#### **Write-off receivables / inventories**

Write-off on receivables is raised, if - based on the assessment of the information about the debtor at the time of preparing the financial statement – the expected recovering amount of the receivable that is not paid until the day of preparing the financial statement is lower than the book value.

If purchase value or book value of an inventory is constantly and significantly higher than net realizable value at the time of preparing the financial statement, then it is presented at net realizable value (market value) in the financial statement.

If historical cost of finished or semi-finished goods is constantly and significantly higher than its expected sales price at the time of preparing the financial statements, then it is also presented at net realizable value (market value) in the financial statements. Value of inventory is decreased by posting write-off on inventories.

#### **Foreign exchange rate applied**

In case of revaluation of assets and liabilities denominated in foreign currency, the Company applies uniformly the exchange rate published by the National Bank of Hungary.

#### **Consolidation**

Due to the changes in shareholders' structure, ANY Security Printing Company Plc. is obliged to prepare a consolidated annual report of the Group since 2005. Preparing the consolidated annual report each company have been consolidated as subsidiaries. Table no. 3 includes the consolidated companies.

### **2.4 Significant achievements, events in 2014**

Net sales revenue amounted to HUF 14,455 million in 2014, out of which export sales totalled HUF 1,156 million. Operating income came to HUF 779 million, an increase of HUF 277 million (55.2%) compared to the previous year. Income before tax was HUF 1,065 million. Net income after financial operations, extraordinary profit and taxation was HUF 989 million.

Gross profit totalled HUF 4,650 million, which means a 32.2% gross margin. General (SG&A) expenses amounted to HUF 3,540 million in 2014, which equals 24.4% of net sales. Material expenses increased by 16.2% (HUF 1,233 million) in 2014, mainly as a result of the increasing of the turnover.

Personnel expenses totalled HUF 3,848 million, which means a 16.9% growth compared to the base period. The growth of pay raise is due to the wage increases and changes in turnover.



**All amounts in HUF thousands unless if otherwise indicated.**

In 2014 dividends received from subsidiaries increase by HUF 46 million, and result of reversal of impairment amount of HUF 91 million, Financial transaction result amounted to HUF 348 million in 2014, indicated an increase of HUF 53 million compared to the last year.

Extraordinary loss in 2014 totalled HUF -61 million, because of the amount of given donation.

Income tax expense amounted to HUF 76 million in 2014, which means a raise of HUF 42 million.

Profit after tax came to HUF 989 million, HUF 278 million higher compared before dividend payment of the prior year.

According to the decision of the Board of Directors of State Printing Company, Registry Court changed the name of State Printing Company PLC to ANY Security Printing Company PLC with effect from 1st of February, 2013.

All amounts in HUF thousands unless if otherwise indicated.

## 2.5 Main information on the investments of the company

3. Table: Subsidiaries and joint ventures based on the financial data of the last known year (in HUF thousands)

Investment	Seat	Year	Ownership %	Voting right % <sup>1</sup>	Registered capital	Reserves	Profit for 2013	Total Equity	Qualification based on HAL <sup>2</sup>
Gyomai Kner Nyomda Zrt.	Gyomaendrőd	2014	98,98%	98,98%	200,000	413,322	194,374	807,696	L
Specimen Zrt.****	Budapest	2014	100,00%	100,00%	100,000	43,656	439	144,095	L
Techno - Progress Kft	Budapest	2014	100,00%	100,00%	5,000	10,597	335	15,932	L
Slovak Direct S.r.o.	Bratislava	2014	100,00%	100,00%	20,184	16,237	987	37,408	L
Zipper Services S.r.l.*****	Cluj-Napoca	2014	50,00%	50,00%	33,312	198,344	300,013	531,669	L*
Zipper Data S.r.l.**	Cluj-Napoca	2014	50,00%	50,00%	111,471	214,483	5,620	331,574	L*
Direct Services Ltd.	Sofia	2014	50,00%	50,00%	91,797	275,099	106,390	473,286	L*
ANYPay Zrt.*****	Budapest	2014	100,00%	100,00%	50,000	211	3,089	53,300	L
Tipo Direct Serv***	Chişinău	2014	50,00%	50,00%	502	7,291	117	7,910	L

<sup>1</sup> Voting rights that entitle the holder to participate in decision making at the general meeting of the company included in consolidation.

<sup>2</sup> Fully controlled subsidiaries (L); Joint ventures (K); Associated undertakings (T)

(\*) Classification as subsidiary is the result of the co-operational agreement signed by the co-owner of the Company.

(\*\*) Zipper Data SRL is the member of consolidation circle since 1st February, 2011. The name of the company changed from GPV Mail Services SRL to Zipper Data SRL in October 2011.

(\*\*\*) 100 per cent subsidiary of Zipper Services SRL, it has been consolidated since 1st January, 2011,

(\*\*\*\*) Specimen Zrt. has been 100% owned subsidiary of ANY Security Printing Company Plc. since 1st June 2013.

(\*\*\*\*\*) 100 per cent subsidiary of Specimen Zrt, it has been consolidated since 21th November, 2013

(\*\*\*\*\*\*) The name of the company changed from Tipo Direct SRL to Zipper Services SRL in 17th June, 2014

According to the co-operational agreements, ANY Security Printing Company PLC, governs and controls the joint-ventures Zipper Services S.R.L. (earlier Tipo Direct S.R.L.) from 1st January 2009 in the consolidation as 100% subsidiaries hereafter.

ANY Security Printing Company PLC purchased a 50 per cent share in Romanian Zipper Data S.R.L. in January 20, 2011.

Based on the agreement with the co-partners, it has been consolidated as a 100 per cent subsidiary in the Consolidation of the Group.

ANYPay Payment Solutions Plc has been founded with HUF 50 million registered capital, owned 100 per cent by Specimen Zrt in November 21, 2013. The company has been consolidated since the foundation.

All amounts in HUF thousands unless if otherwise indicated.

### 3 Explanations for the balance sheet items

#### 3.1 Intangible assets

4. Table: Movement table of intangible assets

Description	1, January 2014	Increase	Capitalization	Decrease	31, December 2014
Capitalized start-up and restructuring costs	54,053	-	-	-	54,053
Capitalized value of research and development	209,843	-	-	-	209,843
Not capitalized value of research and development	-	-	-	-	-
Concessions, licenses and similar rights and assets	504,348	-	84,320	-	588,668
Not capitalized concessions, licenses and similar rights and assets	12,329	71,991	(84,320)	-	-
Intellectual property	643,941	-	25,863	-	669,804
Not capitalized intellectual property	173	25,863	(25,863)	-	173
Goodwill	296,124	-	-	-	296,124
<b>GROSS VALUE</b>	<b>1,720,811</b>	<b>97,854</b>	<b>-</b>	<b>-</b>	<b>1,818,665</b>
Capitalized start-up and restructuring costs	54,053	-	-	-	54,053
Capitalized value of research and development	149,740	19,493	-	-	169,233
Concessions, licenses and similar rights and assets	274,290	84,982	-	-	359,272
Intellectual property	436,759	67,363	-	-	504,122
<b>ACCUMULATED DEPRECIATION</b>	<b>914,842</b>	<b>171,838</b>	<b>-</b>	<b>-</b>	<b>1,086,680</b>
<b>NET VALUE</b>	<b>805,969</b>	<b>(73,984)</b>	<b>-</b>	<b>-</b>	<b>731,985</b>

In the business year ANY Security Printing Company capitalized software acquisition context in chip card personalization, and software development in field of mobile payment solutions.

ANY Group did not account impairment loss on intangible assets in this business year.

All amounts in HUF thousands unless if otherwise indicated.

### 3.2 Tangible assets

5. Table: Movement table of tangible assets

Description	1, January 2014	Capitalization	Increase	Decrease	31, December 2014
Land and buildings and rights to immovable	356,297	64,187	-	-	420,484
Plant and machinery, vehicles	6,749,629	594,990	-	239,434	7,105,185
Other equipment, fixtures and fittings, vehicles	1,268,208	197,055	-	22,635	1,442,628
Assets in course of construction	4,028	(856,232)	858,966	-	6,762
Payment on account	133,000	-	594,763	701,788	25,975
<b>GROSS VALUE</b>	<b>8,511,162</b>	<b>-</b>	<b>1,453,729</b>	<b>963,857</b>	<b>9,001,034</b>
Land and buildings and rights to immovable	91,407	-	21,451	-	112,858
Plant and machinery, vehicles	5,456,693	-	403,661	201,629	5,658,725
Other equipment, fixtures and fittings, vehicles	997,935	-	118,495	21,082	1,095,348
<b>ACCUMULATED DEPRECIATION</b>	<b>6,546,035</b>	<b>-</b>	<b>543,607</b>	<b>222,711</b>	<b>6,866,931</b>
<b>NET VALUE</b>	<b>1,965,127</b>	<b>-</b>	<b>910,122</b>	<b>741,146</b>	<b>2,134,103</b>

Gross value of fixed assets increased by 5.76 %, while net value increased by HUF 168,976 thousand because the depreciation was higher than purchases.

Increase of gross value derives mainly from upgrading the card manufacturing plant equipments.

ANY Group did not account impairment loss on tangible assets in this business year.

### 3.3 Financial assets

6. Table: Movement table of financial assets

Description	1, January 2014	Increase	Decrease	31, December 2014
Long-term participations in affiliated undertakings	778,627	14,161	0	792,788
Other long-term loans	9,634	870	0	10,504
<b>GROSS VALUE</b>	<b>788,261</b>	<b>15,031</b>	<b>0</b>	<b>803,292</b>
Long-term participations in affiliated undertakings	29,328	0	0	29,328
<b>LOSS IN VALUE</b>	<b>29,328</b>	<b>0</b>	<b>0</b>	<b>29,328</b>
<b>NET VALUE</b>	<b>758,933</b>	<b>15,031</b>	<b>0</b>	<b>773,964</b>

Foreign exchange gain of the investments denominated in foreign currency is amounted to HUF 14,161 thousand.

Long term flat-loans given to employees are represented on the line of other long term loans.

All amounts in HUF thousands unless if otherwise indicated.

7. Table: Differences in purchase and nominal value of investments

Description	31, December 2014	Investments'	
	net book value	purchase value	nominal value
Gyomai Kner Nyomda Zrt.	359,596	359,596	197,950
Zipper Data S.r.l. (Romanian)	165,572	420,234	144,619
Specimen Zrt.	151,052	180,380	100,000
Direct Services O.o.d. (Bulgarian)	45,885	37,521	37,521
Slovak Direct S.r.o. (Slovakian)	20,142	12,569	12,569
Zipper Services S.r.l. / Tipo Direct S.r.l. (Romanian)	16,722	14,725	14,725
Techno-Progress Kft	4,491	25,000	5,000
<b>Total:</b>	<b>763,460</b>	<b>1,050,025</b>	<b>512,384</b>

According to the equity valuation of the investments, the net book value of the investments is not higher than the fair market value of them, so the company did not account any loss in value in 2014 on the investments.

The difference between net book value and purchase value derives from the year end revaluation of investments denominated in foreign currency beside loss in value posted in the previous years. Goodwill connected to purchase of Zipper Data S.R.L. amounted to HUF 275,615 thousand.

### 3.4 Inventories

8. Table: Inventories

Description	31, December 2013	31, December 2014	Change	Change %
Raw materials and consumables	890,338	748,536	(141,802)	-15.93%
Work in progress, intermediate and semi-finished products	336,392	285,399	(50,993)	-15.16%
Finished products	287,620	334,376	46,756	16.26%
Goods for resale	50,379	43,080	(7,299)	-14.49%
Advances and prepayments on inventories	10,805	1,074	(9,731)	-90.06%
<b>Total:</b>	<b>1,575,534</b>	<b>1,412,465</b>	<b>(163,069)</b>	<b>-10.35%</b>

Inventories amounted to HUF 1,412 million, which decreased of HUF 163 million (10.35%) compared to the 31 December 2013 figure.

In the inventories the amount of raw materials and consumables decreased by HUF 142 million (15.93%) compared to the prior period due to the current assets management.

All amounts in HUF thousands unless if otherwise indicated.

9. Table: Loss in value for inventories

Description	31, December 2013	Increase	Decrease	31, December 2014
Raw materials and consumables	65,864	62,812	18,827	109,849
Finished products	50,455	20,717	-	71,172
Goods for resale	1,018	-	-	1,018
<b>Total:</b>	<b>117,337</b>	<b>83,529</b>	<b>18,827</b>	<b>182,039</b>

The loss in value of inventories increased by HUF 64,702 million compared to the previous period in total (HUF 18,827 thousand loss in value was expensed, while HUF 83,529 thousand was reversed).

### 3.5 Receivables

10. Table: Receivables

Description	31, December 2013	31, December 2014	Change	Change %
<b>Receivables (trade debtors)</b>	<b>1,505,889</b>	<b>1,329,319</b>	<b>(176,570)</b>	<b>-11.73%</b>
- domestic debtors	1,118,195	1,230,010	111,815	10.00%
- foreign debtors	405,197	110,962	(294,235)	-72.62%
- write-off receivables	(17,503)	(11,653)	5,850	-33.42%
<b>Receivables from affiliated undertakings</b>	<b>154,625</b>	<b>188,224</b>	<b>33,599</b>	<b>21.73%</b>
- subsidiary with direct control	154,625	188,224	33,599	21.73%
<b>Other receivables</b>	<b>116,853</b>	<b>104,243</b>	<b>(12,610)</b>	<b>-10.79%</b>
Tax receivables	18,255	19,761	1,506	8.25%
Receivables from employees	7,015	2,415	(4,600)	-65.57%
Advances given to services	5,815	3,700	(2,115)	-36.37%
Money given for short term period	80,623	66,530	(14,093)	-17.48%
Debit balance creditors	-	3,983	3,983	-
Other	5,145	7,854	2,709	52.65%
<b>Total:</b>	<b>1,777,367</b>	<b>1,621,786</b>	<b>(155,581)</b>	<b>-8.75%</b>

The change in other receivables year-on-year was mainly caused by the increase in money given for short term period.



All amounts in HUF thousands unless if otherwise indicated.

11. Table: Loss in value for receivables

Description	31, December 2013	Increase	Decrease	31, December 2014
Loss in value for receivables	17,503	2,166	8,016	11,653

### 3.6 Securities

12. Table: Securities

Description	1, January 2014	Increase	Decrease	31, December 2014
Own shares and own partnership shares	455,048	-	-	455,048
<b>GROSS VALUE</b>	<b>455,048</b>	-	-	<b>455,048</b>
Own shares and own partnership shares	154,324	-	91,115	63,209
<b>LOSS IN VALUE</b>	<b>154,324</b>	-	<b>91,115</b>	<b>63,209</b>
Own shares and own partnership shares	300,724	-	(91,115)	391,839
<b>NET VALUE</b>	<b>300,724</b>	-	<b>(91,115)</b>	<b>391,839</b>

ANY Security Printing Company Plc. states its repurchased treasury shares at a value which equals to the stock exchange rate at the date of making the balance sheet. It was resulted that amount of HUF 91,115 thousand reserved impairment. The HUF 63,209 thousand depreciation of treasury shares purchased over one year is justified by the lasting difference between the booked value and the market price.

13. Table: Repurchased treasury shares

Description	Shares	Nominal value	Purchase value
<b>01, January 2014</b>	<b>448,842</b>	43,987	455,048
Purchase on Budapest Stock Exchange	0	0	0
<b>31, December 2014</b>	<b>448,842</b>	<b>43,987</b>	<b>455,048</b>

All amounts in HUF thousands unless if otherwise indicated.

### 3.7 Prepayments and accrued income

14. Table: Prepayments and accrued income

Description	31, December 2013	31, December 2014	Change	Change %
<b>Accrued income</b>	<b>24,893</b>	<b>24,403</b>	<b>(490)</b>	<b>-1.97%</b>
- Interest	24,893	24,403	(490)	-1.97%
<b>Accrued costs, expenses</b>	<b>14,561</b>	<b>35,858</b>	<b>21,297</b>	<b>146.26%</b>
- Licence fee of software's	4,425	23,645	19,220	434.35%
- Accrued expense of printing plate	4,576	-	(4,576)	-100.00%
- Other	5,560	12,213	6,653	119.66%
<b>Deferred expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>39,454</b>	<b>60,261</b>	<b>20,807</b>	<b>52.74%</b>

The drop in prepayments and accrued income in the current year is caused by the increase in accrued cost of software using fees.

### 3.8 Equity

15. Table: Equity movement table

Description	Share capital	Capital reserve	Accumulated profit reserve	Tied-up reserve	Profit or loss for the year
<b>Value as at 31, December 2013</b>	<b>1,449,876</b>	<b>250,686</b>	<b>2,100,743</b>	<b>1,135,749</b>	<b>-</b>
<b>Increase</b>	<b>-</b>	<b>-</b>	<b>751,787</b>	<b>591,115</b>	<b>-</b>
- creating development reserve	-	-	-	500,000	-
- loss in value on purchase of treasury shares	-	-	732,294	-	-
- raised for research and development costs	-	-	-	91,115	-
- depreciation of foundation cost and research and development costs	-	-	19,493	-	-
- current year profit	-	-	-	-	-
<b>Decrease</b>	<b>-</b>	<b>-</b>	<b>681,670</b>	<b>751,787</b>	<b>-</b>
- creating development reserve	-	-	500,000	-	-
- reversal of research and development	-	-	-	732,294	-
- depreciation of foundation cost and research and development costs	-	-	-	19,493	-
- profit reserves used for dividend	-	-	90,555	-	-
- loss in value on purchase of treasury shares	-	-	91,115	-	-
<b>Value as at 31, December 2014</b>	<b>1,449,876</b>	<b>250,686</b>	<b>2,170,860</b>	<b>975,077</b>	<b>-</b>

All amounts in HUF thousands unless if otherwise indicated.

16. Table: Changes in tied-up reserve

Description	31, December 2013	31, December 2014	Change	Change %
Net capitalized value of research and development	60,103	40,610	(19,493)	-32.4%
Repurchased treasury shares	300,724	391,839	91,115	30.3%
Development reserve	774,922	542,628	(232,294)	-30.0%
<b>Total tied-up reserve:</b>	<b>1,135,749</b>	<b>975,077</b>	<b>(160,672)</b>	<b>-14.1%</b>

Due to the changes in the value of research and development and the accounted depreciation, reserve was decreased by HUF 19 million. The Company took the opportunity ensured by the Corporate Tax Law and made HUF 500 million development reserve in the current year. Amounts equal to the change of purchased treasury shares and write-off accounted in the current year were reversed from restricted reserve, which increased by HUF 91 million compared to 31, December 2013.

All amounts in HUF thousands unless if otherwise indicated.

### 3.9 Provisions

The Company has no provision.

### 3.10 Subordinated liabilities

The Company has no subordinated liabilities.

### 3.11 Long term liabilities

The Company has no short term part of leasing liability at the end of 2014, and it has no long term liabilities.

### 3.12 Short term liabilities

17. Table: Short term liabilities

Description	31, December 2013	31, December 2014	Change	Change %
<b>Short-term loans</b>	-	-	-	-
<b>Other short-term credits</b>	-	-	-	-
<b>Advances received from customers</b>	<b>9,387</b>	<b>18,178</b>	<b>8,791</b>	<b>93.65%</b>
<b>Accounts payable (trade creditors)</b>	<b>1,228,078</b>	<b>1,188,336</b>	<b>(39,742)</b>	<b>-3.24%</b>
- domestic creditors	1,011,186	854,938	(156,248)	-15.45%
- foreign creditors	216,892	333,398	116,506	53.72%
<b>Short-term liabilities to affiliated undertakings</b>	<b>302,063</b>	<b>166,362</b>	<b>(135,701)</b>	<b>-44.92%</b>
- Subsidiary with majority control	302,063	166,362	(135,701)	-44.92%
<b>Other short-term liabilities</b>	<b>1,265,608</b>	<b>1,367,912</b>	<b>102,304</b>	<b>8.08%</b>
- dividend approved	813,706	1,080,636	266,930	32.80%
- tax liability	262,982	217,691	(45,291)	-17.22%
- liability against employees	110,763	62,756	(48,007)	-43.34%
- other liabilities	5,136	5,087	(49)	-0.95
- other receivables reclassified	33	1,742	1,709	5178.79%
- short term part of leasing liability	55,525	-	(55,525)	-100.00%
- VAT on next year	17,463	-	(17,463)	-100.00%
<b>Total:</b>	<b>2,805,136</b>	<b>2,740,788</b>	<b>(64,347)</b>	<b>-2.29%</b>

According to the agreements with account holder banks, the Company from HUF 3,000 million credit limit has not been called down.

Accounts payable totalled HUF 1,188 million, a decrease of 3.24% compared to the end of 2013.

Other short term liabilities increased by HUF 102 million due to the payment of dividend in 2014 and decreasing in leasing liabilities.

All amounts in HUF thousands unless if otherwise indicated.

### 3.13 Accruals and deferred income

18. Table: Accruals and deferred income

Description	31, December 2013	31, December 2014	Change	Change %
<b>Deferred income</b>	-	955	955	-
- deferred income, based on contractual obligation	-	955	955	-
<b>Deferred costs, expenses</b>	<b>242,254</b>	<b>378,749</b>	<b>136,495</b>	<b>56.34%</b>
- Commission and its contributions	226,112	353,034	126,922	56.13%
- Trade creditors' invoices	9,867	25,445	15,578	157.88%
- Bank interests	6,275	270	(6,005)	-95.70%
<b>Accrued income</b>	<b>6,826</b>	<b>4,342</b>	<b>(2,484)</b>	<b>-36.39%</b>
- R&D subsidy	6,826	4,342	(2,484)	-36.39%
<b>Total:</b>	<b>249,080</b>	<b>384,046</b>	<b>134,966</b>	<b>54.19%</b>

The Company won HUF 67 million research and development subsidy in 2009, which accounting settlement finished in December 31, 2010, financial settlement in December 31, 2011. The accruals will be released in the ratio of depreciation charged.

The release of accrued income is in proportion with the depreciation.

The significant increase of the accruals is mainly due to the premium, the commission and the amount of contributions.

All amounts in HUF thousands unless if otherwise indicated.

## 4 Explanations to the profit or loss statement

### 4.1 Ordinary revenues

19. Table: Sales by categories

Description	FY 2013	FY 2014
Security forms and solutions	5,976,535	8,234,874
Card production and personalization	3,846,937	4,214,617
Business and administrative forms, personalization, data processing	1,358,541	1,635,127
Traditional printing products	70,807	96,416
Other	711,980	273,515
<b>Total:</b>	<b>11,964,800</b>	<b>14,454,549</b>

20. Table: Sales revenue from related parties

Description	FY 2013	FY 2014	Change	Change %
<b>Related party</b>				
Gyomai Kner Nyomda Zrt	35,848	38,896	3,048	8.50%
Specimen Zrt.	20,145	18,331	(1,814)	-9.00%
Zipper Services S.r.l. /Típo Direct S.r.l.	11,212	8,441	(2,771)	-24.71%
Slovak Direct S.R.O.	148,419	139,681	(8,738)	-5.89%
Techno-progress Kft	80,752	131,509	50,757	62.86%
Direct Services O.O.D.	52,742	101,224	48,482	91.92%
Zipper Data S.R.L.	476	0	(476)	-100.00%
ANYPay Zrt	161	1,349	1,188	737.89%
<b>Total:</b>	<b>349,755</b>	<b>439 431</b>	<b>89 676</b>	<b>25.64%</b>

The Company increased its sales revenue to the related parties by 25.64%. Other significant financial or extraordinary revenue was not posted against these companies.

Costs and expenses against related parties amounted to HUF 439 million altogether.

All amounts in HUF thousands unless if otherwise indicated.

21. Table: Sales of different regional markets

Description	Value in HUF thousands 2013	Value in HUF thousands 2014
<b>Domestic sales</b>	<b>10,900,735</b>	<b>13,298,455</b>
<b>Sales within the EU</b>	<b>856,581</b>	<b>956,819</b>
Romania	321,171	275,348
Bulgaria	177,503	262,187
Slovakia	173,042	218,649
Czech Republic	115,091	128,360
Germany	28,608	31,435
Austria	16,525	23,112
Great Britain	-	6,323
Italy	803	6,036
Poland	15,302	3,602
Netherlands	-	1,090
Finland	-	671
Luxemburg	565	6
Slovenia	7,954	-
Spain	17	-
<b>Export outside the EU</b>	<b>207,484</b>	<b>199,275</b>
Africa	122,160	167,609
Island	8,149	17,255
Albania	72,207	9,820
Switzerland	2,006	3,185
Russia	-	722
Mexico	2,269	684
Serbia	693	-
<b>Total:</b>	<b>11,964,800</b>	<b>14,454,549</b>



All amounts in HUF thousands unless if otherwise indicated.

**22. Table: Other income**

Description	FY 2013	FY 2014	Change	Change %
<b>Other income:</b>				
- revenue from sales of fixed assets	10,930	44,671	33,741	308.70%
- reversed loss in value - inventories	14,859	18,827	3,968	26.70%
- rebate received	6,083	17,012	10,929	179.66%
- stock take differences	7,504	8,780	1,276	17.00%
- reversed loss in value - trade receivables	9,293	8,016	(1,277)	-13.74%
- default interest received	2,298	7,719	5,421	235.90%
- other not classified	4,346	1,602	(2,744)	-63.14%
- prior years dividend differences	11,747	-	(11,747)	-100.00%
- income from settlement of damages	62	-	(62)	-100.00%
<b>Total:</b>	<b>67,122</b>	<b>106,627</b>	<b>39,505</b>	<b>58.86%</b>

The growth of the other income caused by the higher sales in fixed assets and the increasing of the rebate received.

**23. Table: Cost of services sold**

Description	FY 2013	FY 2014	Change	Change %
- rental fee	356,569	400,148	43,579	12.22%
- repair, maintenance cost	200,357	319,771	119,414	59.60%
- other	150,474	212,266	61,792	41.06%
- marketing and other consulting , services	135,641	148,267	12,626	9.31%
- audit, legal and other security cost	121,940	144,175	22,235	18.23%
- delivery cost	48,640	99,876	51,236	105.34%
- telecommunication cost	62,893	59,414	(3,479)	-5.53%
- utilities	48,312	46,700	(1,612)	-3.34%
<b>Total</b>	<b>1,124,826</b>	<b>1,430,617</b>	<b>305,791</b>	<b>27.19%</b>

The cost of services sold increased by 27.2% compared to the previous year due to the higher turnover.

All amounts in HUF thousands unless if otherwise indicated.

## 4.2 Ordinary costs

24. Table: Other expenditures

Description	FY 2013	FY 2014	Change	Change %
<b>Other expenditures:</b>				
- inventory scrap, loss in value	97,876	183,850	85,974	87.84%
- local operational tax	127,189	167,877	40,688	31.99%
- book value of assets sold	4,405	39,359	39,954	793.51%
- taxes (without local operational tax)	27,142	26,091	(1,051)	-3.87%
- write-off bad debts	2,474	7,405	4,931	199.31%
- late payment interest	12,454	6,720	(5,734)	46.04%
- other	5	4,042	4,037	80740.00%
- write-off receivables	2,142	2,166	24	1.12%
-impairment loss	9	0	(9)	100.00%
<b>Total:</b>	<b>273,696</b>	<b>437,510</b>	<b>163,814</b>	<b>59.85%</b>

Other expenditures increased by HUF 164 million, mainly due to the change in the amount of inventory waste and impairment and due to the higher amount of local operational tax.

## 4.3 Extraordinary profit

25. Table: Extraordinary profit

Description	FY 2013	FY 2014	Change	Change %
<b>Extraordinary income:</b>				
- subsidy for development	2,484	2,484	-	0.00%
<b>Total:</b>	<b>2,484</b>	<b>2,484</b>	<b>-</b>	<b>0.00%</b>
<b>Extraordinary expenditure:</b>				
- donation given	53,546	63,050	9,504	17.75%
- other	1,319	727	(592)	-44.88%
<b>Total:</b>	<b>54,865</b>	<b>63,777</b>	<b>8,912</b>	<b>16.24%</b>
<b>Extraordinary profit or (loss)</b>	<b>(52,381)</b>	<b>(61,293)</b>	<b>(8,912)</b>	<b>17.01%</b>

The accrued income of EU subsidy (for development purposes) is reversed in proportion of the depreciation charged on the assets as extraordinary revenue.

All amounts in HUF thousands unless if otherwise indicated.

#### 4.4 Corporate income tax

26. Table: Corporate tax base modifying items

Description	FY 2013	FY 2014
<b>Profit before tax:</b>	<b>744,544</b>	<b>1,065,216</b>
depreciation according to accounting law	618,223	715,445
loss in value for receivables	2,142	2,166
non certificated part of donation given	30,316	55,020
write off assets according to accounting law	4,405	39,358
other	1,149	756
<b>Tax base increasing items total:</b>	<b>656,235</b>	<b>812,745</b>
depreciation according to tax law	353,793	393,038
creation of development reserve	300,000	500,000
dividend received	205,662	251,360
subsidies received without repayment obligation	2,484	-
write-off receivables, decrease according to accounting law	9,293	8,016
current year costs of research and development	48,463	53,080
other	7,008	38,934
<b>Tax base decreasing items total:</b>	<b>926,703</b>	<b>1,244,428</b>
Tax base:	474,076	633,533
- calculated tax	47,408	75,371
- corporate tax allowances	(15,000)	-
- correction related to previous years	954	391
<b>Profit after tax:</b>	<b>711,182</b>	<b>989,454</b>
Dividend paid from accumulated profit reserve	102,524	90,555
Approved dividend	813,706	1,080,009
Profit or (loss) for the year:	<b>0</b>	-

All amounts in HUF thousands unless if otherwise indicated.

## 5 Supplementary information

For the sake of a more complete valuation of the annual report we give the following supplement:

### 5.1 Research and development

The company has two significant R&D areas:

1. R&D projects realised in the Document Security Laboratory. Among these projects, nanotechnology research is of key importance which technology when used is security inks will contribute to drawing back to counterfeiting and the fight against black economy.
2. The development of different products has a significant role related to new tenders.

The applied research and research and development incurred in the current year amounted to is HUF 53,080 thousands in the current year.

### 5.2 Environment protection

The company has ISO 14001:2004 Environmental Control System certificate audited by Det-Norske Veritas. The expiry date of the certification is January 11, 2016. The environmental certificate covers the following fields: printed products, security products, documents, development, production and personalization of plastic cards and bankcards. Research and development and production of security materials. Electronic reprocessing and delivering of printed forms. Chip embedding and encoding at smart cards. Research and development of traditional/general and mobile information technology solutions, operation and support of connected services. Electronic archiving of data, data processing, database management, setting up archives, storing of documents for fee.

Dangerous waste is continuously eliminated after leaving the company sites. In 2014, 31,322 kg dangerous waste was transported and eliminated.

### 5.3 Personal type of expenditures and headcounts

27. Table: Average statistical number of full time employees

Number of employees	FY 2013	FY 2014
Physical employees	303	312
Intellectual employees	161	168
<b>Total number of employees:</b>	<b>464</b>	<b>480</b>

All amounts in HUF thousands unless if otherwise indicated.

28. Table: Payroll costs

Description	FY 2013	FY 2014
Wages and salaries of non-physical employees	1,337,336	1,568,178
Wages and salaries of physical employees	917,151	1,092,005
Other wages and salaries	106,242	123,991
<b>Total salaries and wages</b>	<b>2,360,729</b>	<b>2,784,174</b>

29. Table: Other personal type expenditures, contributions

Description	FY 2013	FY 2014
- cost reimbursement	160,140	163,116
- other	42,846	42,194
-social	29,143	36,259
-motivational	19,114	20,425
<b>Total other personally expenditures</b>	<b>251,243</b>	<b>261,994</b>
Social security contributions	623,089	737,463
<i>Other contributions:</i>		
-vocational contribution	35,912	41,922
-rehabilitation contribution	21,026	21,913
-START(Entrants')contribution	525	78
<b>Total contributions:</b>	<b>680,552</b>	<b>801,376</b>

30. Table: Fees paid related to managing the Company

Description	FY2013	FY2014
Fees paid to the Members of the Board of Directors	8,160	3,740
Fees paid to the Members of Supervisory Board	9,912	9,912

The audit fee paid for the audit of the 2014 financial statements amounted to HUF 8,200 thousands while the auditing fee of the consolidation of our Romanian subsidiaries was EURO 8,200.

#### 5.4 Liabilities due over 5 years

The Company has no liabilities due over 5 years.

All amounts in HUF thousands unless if otherwise indicated.

## 5.5 Details of listed shares

31. Table: Structure of shares

Number Mark	Description	Number of shares	Nominal value (HUF)	Amount (in HUF thousands)
A	Shares traded on the Budapest Stock Exchange	14,794,650	98	1,449,876
TOTAL		14,794,650		1,449,876

The Company's totale quity was HUF 1,449,876 thousands on 31 December 2014 which consists of 14,794,650 pieces of series 'A' registered, dematerialized ordinary shares with a nominal value of HUF 98 each.

32. Table: Voting rights

Share series	No. of issued pieces	No. of treasury shares	Shares with voting rights	Voting right per share	Total voting rights
Series 'A'	14,794,650	448,842	14,345,808	1	14,345,808
Total	14,794,650	448,842	14,345,808	1	14,345,808

## 5.6 Out of balance sheet items

33. Table: Out of balance sheet items

Description		Value
Finančné riaditeľstvo Slovenskej republiky	EUR	25,000
Magyar Posta Zrt.	HUF	900,000
Magyar Agrár-, Élelmiszergazdasági és Vidékfejlesztési Kamara	HUF	1,500,000
Magyar Posta Zrt.	HUF	1,600,000
Magyar Posta Zrt.	HUF	4,742,000
Nemzeti Adó és Vámhivatal	HUF	6,456,000
Nemzeti Választási Iroda	HUF	42,378,315
Közigazgatási és Elektronikus Közszolgáltatások Központi Hivatala	HUF	92,499,000
Nemzeti Adó-és Vámhivatal Központi Hivatala	HUF	1,157,168,682
<b>Guarantee in HUF</b>	<b>HUF</b>	<b>1,307,243,997</b>
<b>Guarantee in EUR</b>	<b>EUR</b>	<b>25,000</b>

All amounts in HUF thousands unless if otherwise indicated.

## 5.7 Cash-flow

34. Table: Cash-flow

	In HUF thousands	FY2013	FY2014	Change%
	Profit before tax	744,544	1,065,216	43.07%
	- Dividend	(205,662)	(251,360)	-22.22%
	- Acquiring / transmitting assets with no refund	-	-	-
	- Other income of development reserve	(6,826)	(4,342)	36.39%
	- Exchange rate difference	(4,274)	(14,161)	-231.34%
1.	Adjusted profit before tax	527,782	795,353	50.70%
2.	Accounted depreciation	618,223	715,445	15.73%
3.	Accounted loss in value	(74,214)	(32,261)	56.53%
4.	Difference between formation and utilization of provisions	-	-	-
5.	Fixed assets sold	(6,525)	(5,312)	18.59%
6.	Variation in accounts payable (trade creditors)	(66,788)	(39,742)	40.50%
7.	Variation in other short-term liabilities	65,316	(155,208)	-38.31%
8.	Variation in accrued and deferred liabilities	173,463	139,308	-19.69%
9.	Variation in trade debtors	(24,868)	148,820	698.44%
10.	Variation in current assets (w/o trade debtors and liquid	(348,491)	110,977	131.85%
11.	Variation in accrued and deferred assets	4,455	(20,807)	-567.05%
12.	Tax paid or payable (on profit)	(33,362)	(75,762)	-127.09%
13.	Dividend paid or payable	(813,706)	(813,706)	-27.91%
<b>I.</b>	<b>OPERATION CASH-FLOW:</b>	<b>21,285</b>	<b>767,104</b>	<b>3503.97%</b>
14.	Purchase of fixed assets	(655,446)	(850,667)	-29.78%
15.	Sale of fixed assets	10,930	44,671	308.70%
16.	Dividend received	205,662	251,360	22.22%
<b>II.</b>	<b>INVESTMENT CASH-FLOW:</b>	<b>(438,854)</b>	<b>(554,636)</b>	<b>-26.38%</b>
17.	Receipts from shares issue (capital influx)	-	-	-
18.	Receipts from the issue of bonds and securities signifying	-	-	-
19.	Loans and credits taken	85,000	(135,701)	-259.65%
20.	Repayment, termination or redemption of long-term loans	-	-	-
21.	Non-repayable assets received	-	-	-
22.	Purchase of treasury shares	-	-	-
23.	Redeemed bonds and securities signifying a creditor	-	-	-
24.	Loan instalment payments	-	-	-
25.	Long-term loans and bank deposits	-	-	-
26.	Non-repayable assets transferred	-	-	-
27.	Variation in liabilities due to founders and in other long-	-	-	-
28.	Cash paid for leasing liability	(159,398)	-	100.00%
<b>III.</b>	<b>FINANCIAL CASH-FLOW:</b>	<b>(74,398)</b>	<b>(135,701)</b>	<b>-82.40%</b>
<b>IV</b>	<b>VARIATION OF FINANCIAL ASSETS:</b>	<b>(491,967)</b>	<b>76,768</b>	<b>115.60%</b>
	<b>Cash and equivalents at the beginning of the period</b>	<b>1,260,129</b>	<b>768,162</b>	<b>-39.04%</b>
	<b>Cash and equivalents at the end of the period</b>	<b>768,162</b>	<b>844,930</b>	<b>9.99%</b>



All amounts in HUF thousands unless if otherwise indicated.

## 5.8 Financial indices

35. Table: Liquidity, financial and other efficiency indices

Description	FY2013	FY2014	Change%
A Current assets	4,421,787	4,271,020	-3.41%
B Inventories	1,575,534	1,412,465	-10.35%
C Trade receivables	1,505,889	1,329,319	-11.73%
D Cash and equivalents	768,162	844,930	9.99%
E Equity	4,937,054	4,846,499	-1.83%
F Short term liabilities	2,805,136	2,740,788	-2.29%
G Trade creditors	1,228,078	1,188,336	-3.24%
H Total equity and liabilities	7,991,270	7,971,333	-0.25%
I Net sales	11,964,800	14,454,549	20.81%
J Material type expenditures	7,606,565	8,839,612	16.21%
K Operating (trading) profit	501,966	778,866	55.16%
L Average statistical number of employees	464	480	3.45%
<b>Liquidity indices:</b>			
Short term liquidity I.: ( A / F )	1.58	1.56	-1.27%
Short term liquidity II.: (( A – B ) / F )	1.01	1.04	2.97%
Quick ratio: ( D / F )	0.27	0.31	14.81%
Dynamic liquidity: ( K / F )	0.18	0.28	55.56%
<b>Financial indices:</b>			
Debtors day: (( C <sub>Current</sub> + C <sub>Prior</sub> ) / 2 * (365 / I))	45	36	-20.63%
Creditors day: ((G <sub>Current</sub> + G <sub>Prior</sub> ) / 2 * (365 / J))	61	50	-17.40%
<b>Other efficiency indices:</b>			
Return on net sales: ( K / I )	4.20%	5.39%	28.33%
Return on equity ( K / E )	10.17%	16.07%	58.01%
Net sales headcount ratio (in HUF '000/person): ( I / L )	25,786	30,114	16.78%

Budapest, 20 April, 2015



Chief Executive Officer

**ANY Security Printing Company PLC**

## **Business report**

**for the year ended December 31, 2014**

## Analysis of the FY 2014 achievement of the Company

Net sales revenue of ANY Security Printing Company Plc amounted to HUF 14,455 million in 2014, of which export sales totalled HUF 1,156 million. Operating income came to HUF 779 million, an increase of HUF 277 million (55.2%) compared to the previous year. Income before tax was HUF 1.065 million while EBITDA amounted to HUF 1,494 million. Net income after financial operations, extraordinary profit and taxation was HUF 989 million.

### Analysis of profit and loss statement

The breakdown of net sales by categories is presented in the table below:

**Table 1: Net sales by categories**

Sales categories	FY 2013 in HUF millions	FY 2014 in HUF millions	Change in HUF millions	Change %
Security products and solutions	5,976	8,235	2,259	37.8%
Card production and personalization	3,847	4,215	368	9.6%
Form production and personalization, data processing	1,359	1,635	276	20.3%
Traditional printing products	71	96	25	35.2%
Other	712	274	(438)	-61.5%
<b>Total net sales</b>	<b>11,965</b>	<b>14,455</b>	<b>2,490</b>	<b>20.8%</b>

Security Printing Company Plc. had net sales of HUF 14,455 million in 2014, increase of 20.8% (HUF 2,490 million) compared to prior year figure.

Sales of security products and solutions income is HUF 8,235 million in 2014 which means a year-on-year decrease HUF 2,259 million (37.8%). Change is mainly due to the increasing sales of election forms with security features.

The Company's revenues from card production and personalization totalled HUF 4,215 million in 2014, a HUF 368 million (9.6%) increase compared to the previous year. The year-on-year increase was mainly result of the increase of sales in card higher value added card products.

The Company's revenues from form production, personalization and data processing came to HUF 1,635 million in 2014, a HUF 276 million (20.3%) increase compared to 2013.

Sales of traditional printing products amounted to HUF 96 million in 2014, which higher with HUF 25 million (35.2%) compared the previous year.

Other sales totalled HUF 274 million in 2014, which decreased by HUF 438 million (61.5%) year-on-year. This category mainly comprises revenues from the sale of commercial materials and goods.

Operating income came to HUF 778 million, higher with HUF 277 million (55.2%) compared to the previous year.

Gross profit totalled HUF 4,650 million, which means a 32.2% gross margin. General (SG&A) expenses amounted to HUF 3,540 million in 2014, which equals 24.5% of net sales.

Material type expenditures decreased by 16.9% (HUF 1,233 million) in 2014 due to the higher turnover.

Personnel expenses totalled HUF 3,848 million, which means a 16.9% growth compared to the base period, due to the personal expenses related to the higher net sales.

Headcount of full time employees in ANY Security Printing Company Plc. was 480 people at the end of 2014, while it amounted to 464 persons at the end of 2013, which means a 16 person (3.5%) increase compared to the previous year.

EBITDA amounted to HUF 1,490 million due to increase of profit financial transactions and income from operations, which means an increase of HUF 374 million (33.4%) compared to 2013. According to this EBITDA margin amounts to 10.3%.

In 2014 dividends received from subsidiaries increase by HUF 46 million, and result of reversal of impairment amount of HUF 91 million. Financial transaction result amounted to HUF 348 million in 2013, indicated an increase of HUF 53 million compared to the last year.

Extraordinary result in 2014 amounted to HUF -61 million, because of the amount of donation given caused the increase HUF 9 million.

Corporate tax came to HUF 76 million in 2014, which means a raise of HUF 42 million.

Profit after tax was HUF 989 million, which means an increase of HUF 278 million (39.1%) compared to 2013.

### Balance sheet analysis

The Company had total assets of HUF 7,971million at the end of 2014, which means an decrease of 0.3% (HUF 20 million) compared to a year ago. The reason for this change was mainly the decrease in amount of inventories with HUF 163 million, and the value of fixed assets with HUF 110 million, and increase in amount of securities with HUF 91 million, and the amount of cash with HUF 77 million.

Fixed assets totalled HUF 3,640 million at the end of 2014, which is higher than the prior year figure by HUF 110 million (3.1%). The change was mainly caused by tangible assets increased HUF 169 million and intangible decreased HUF 74 million HUF.

Current assets amounted to 4,271 million at the end of December 2014, a decrease of HUF 151 million (3.4%) compared to the corresponding period of last year.

Shareholder's equity was HUF 4,846 million, it changed by the profit reserve used for dividends and profit-sharing (HUF 91 million).

The company has no long term liabilities.

Short term liabilities amounted to HUF 2,741 million which less HUF 64 million mainly due to the increase of approved dividend and the decrease of leasing liabilities.

### Strategic plans of the Company

The strategic goal of the Company is to become a dominant security printing company of the region, playing a determining role on both domestic and regional markets of security printing, with a significant market share of business forms (more specifically, outsourcing personalisation, including data management and direct mail), and of various plastic cards, relying on the Company's research and development activities ensuring a competitive advantage over the less innovative security printers and also relying on the fact that rather than delivering single products, the Company provides comprehensive security solutions.

The Company aims to achieve its strategic goals focusing on three dominant product areas, which include security document solutions related to the document reforms taking place in Central and Eastern Europe, plastic cards and related services (personalisation and archiving of forms), and security elements and products for cards and document security in the broader sense.

## The Company's employment policy

Security Printing Company Plc. places high priority on keeping labour law, labour safety, employment, tax and social insurance regulations connected to working. The Company considers the employees' continuous training and education as of strategic importance in order to ensure the renewal of professional knowledge within the Company and the adaptability of employees. Security Printing Company Plc. gives wide scale of social benefits to its employees, helping to create the balance between private life and the workplace. The principles of benefits and wages are set out in the Collective Agreement. Besides keeping the regulations, the Company is trying to create a workplace with proper working relations, taking the family obligations into consideration which increases the Company's profitability on the long term as well.

## Risk management

### Foreign currency risk

Among foreign currency transactions of the ANY Security Printing Company Plc EURO based transactions are the most important ones. Foreign currency liabilities mainly occur from raw material purchases, which are hedged by the receivables from the export sales in foreign currency as a natural hedge. The balance of foreign currency receivables and liabilities are almost the same, therefore the foreign currency risk of the Company is not significant.

### Interest rate risk

Due to the debts in the ANY Security Printing Company Plc, potential interest rate changes would not influence significantly the amount of interests to be paid by the Company. The Company had no overdraft at the end of 2014.

### Liquidity risk

Liquidity risk of the Company, due to the high balance of net working capital, is also low.

### Credit risk

The financial discipline of the debtors of the ANY Security Printing Company Plc is really good, which is also represented by the low portion of cumulated provision on trade receivables compared to the gross amount of trade receivables.

## Supplementary information to the Business report of Security Printing Company Plc.

### Off balance sheet date events

There were no significant event after year end date.

### Environment protection

The company has ISO 14001:2004 Environmental Control System certificate audited by Det-Norske Veritas. The expiry date of the certification is January 11, 2016. The environmental certificate covers the following fields: printed products, security products, documents, development, production and personalization of plastic cards and bankcards. Research and development and production of security materials. Electronic reprocessing and delivering of printed forms. Chip embedding and encoding at smart cards. Research and development of traditional/general and mobile information technology solutions, operation and support of connected services. Electronic archiving of data, data processing, database management, setting up archives, storing of documents for fee.

Dangerous waste is continuously eliminated after leaving the company sites. In 2014, 31,322 kg dangerous waste was transported and eliminated.

### Research and development

The company has two significant R&D areas:

1, R&D projects included in the activity of the Document Security Laboratory. The nanotechnology project has a key importance in this area. Using nanotechnology in security inks may contribute to drawing back forgeries and the fight against black economy.

2, The development of products has a significant role related to new tenders.

The direct cost of basic research, applied research and experimental development incurred in the current year is HUF 53,1 million.

### Premises of the Company:

Registered seat: H-1102 Budapest, Halom utca. 5.  
Premises: H-1106 Budapest, Fátyolka utca 1-5.  
H-3060 Pásztó, Fő utca 141.



Treasury shares in the year 2014:

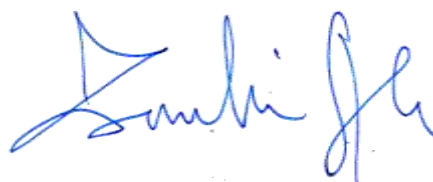
Table 2: Repurchased treasury shares

Description	Number of shares	Nominal value (HUF thousands)	Purchase value (HUF thousands)
Opening balance January 1, 2014	448,842	43,987	455,048
Closing balance December 31, 2014	448,842	43,987	455,048

ANY Security Printing Company Plc. discloses its treasury shares at market value based on the stock exchange rate on the date of preparing the balance sheet. Continuous exchange rate increasing resulted in HUF 91 million reversed impairment, thus cumulated impairment amounted to HUF 63 million at the end of the period.

The Company's share capital amounted to HUF 1,449,876 thousands on 31 December 2014 which consisted of 14,794,650 pieces of registered, dematerialized ordinary shares Series 'A' with a nominal value of HUF 98 each.

Budapest, 20 April 2015



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Chief Executive Officer