

Description	Content
Registration number issued by the registry of the Commission:	
1. INFORMATION ABOUT THE ISSUER	
Full and short company name	Bosnalijek, pharmaceutical and chemical industries, a joint stock company
Full address (postal code, city, street and number)	Jukićeva 53, 71000 Sarajevo
Telephone and fax	tel. 033/664-970 fax. 033/664-971
E-mail	info@bosnalijek.ba
Web site	www.bosnalijek.ba
Core business	Production and sales of pharmaceutical products
Number of employees	581
Number of business units and representative offices	3 offices in BiH, 2 companies abroad, 9 missions abroad, and 8 representatives abroad
External auditor name and headquarters	Deloitte, Sarajevo
Indication of whether the financial statements for the period are audited by external auditor	Yes
Board members of external auditor	
2. SUPERVISORY BOARD AND MANAGEMENT BOARD	
President and members of the Supervisory Board	Hasan Muratović - President; Rifat Klopić - member; Ljunora Mavrić - member; Abdul Umid Šalaka - member; Midhat Vehabović - member
Names and functions of Management Board	Edin Arslanagić - Manager; Akif Mujezin - Executive Director; Šefik Handžić - Executive Director; Ljiljana Kamberović - Executive Director
Number of shares which members of the supervisory and management board own and it's participation in the total amount of shares in the capital	NO: Hasan Muratović - President 150 (at the beginning of period) and 0 (at the end of period) ; Rifat Klopić - member 0 and 0; Ljunora Mavrić - member 7.327 and 7.327; Abdul Umid Šalaka - member 11.022 and 9.022; Midhat Vehabović - member 2.744 and 2.744; UPRAVA Edin Arslanagić - Manager 24.328 and 24.328; Akif Mujezin - Executive Director 12.609 and 3.109; Šefik Handžić - Executive Director 15.852 and 7.000; Ljiljana Kamberović - Executive Director 11.004 and 9.004
3. STOCK DATA AND SHAREHOLDERS	
Total number of shareholders at the end of reporting period	5555
Number of issued shares and the nominal price per share at the end of reporting period	Number of shares: 5.628.161; Nominal value: 10,00 KM
Name of each person that owns more than 5% of shares with voting rights at the end of the reporting period	Ministarstvo rudarstva, energije i industrije FBiH - 28,9%; International Finance Corporation USA - 10,38%, PIF BIG - 5,00%
4. INFORMATION ON LEGAL ENTITIES OWNED BY THE COMPANY	
the end of the reporting period	
5. DATA ON GENERAL MEETING OF THE SHAREHOLDERS DURING THE REPORTING PERIOD	
Date and place	
Agenda	
Important decisions made at the meeting	
6. SIGNIFICANT EVENTS DURING THE REPORTING PERIOD	
of securities in the reporting period;	
Information on assets transactions in the extent greater than 10% of the total assets of the company	
Information on the reduction or increase in assets by more than 10% in comparison to the previous year report	
Information on the reduction or increase in net profit or loss by more than 10% in comparison to the previous year report	

In Sarajevo on 01.03.2007.

Report compiled by:

Nedim Vilogorac

Director of Issuer:

Edin Arslanagić

Issuer: *Bosnalijek d.d.*
INCOME STATEMENT

Form *OEI-PD*

Table *B*

For the period:

01.01.2006.-31.12.2006.

In '000 KM

<i>Description</i>	<i>Previous period</i>	<i>Current period</i>
Sales income	82.210	84.532
Expenses for the sold	(32.244)	(33.536)
Gross profit (loss)	49.966	50.996
Distribution expenses		
Expenses of management and administration	(35.337)	(38.498)
Other operating expenses		(295)
Profit (loss) from operating activities	14.629	12.203
Net income/expense in the profit share of associated companies		
Net income/expense from investments in other affiliates		
Net financial income/expense, including interest expenses	(3.177)	(4.202)
Net income/expense from changes in value of fixed assets		
Net income/expense from the sale of fixed assets		
Net other income/expense	(3.849)	
Profit (loss) before taxes	7.603	8.001
Income tax		(164)
Net profit (loss) for the period	7.603	7.837

In Sarajevo on 01.03.2007.

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Description	Previous period	Current period
ASSETS		
A. SUBSCRIBED UNPAID CAPITAL		
B. NON-CURRENT ASSETS	99.652	99.144
Non-current intangible fixed assets	2.801	3.505
Real estate, facilities and equipment	95.944	94.346
Biological assets		
Other non-current tangible assets		
Long-term financial investment and loans		
Long-term receivables	907	1.293
Real estate investment		
Assets classified as assets intended for trade		
Non-current prepayment and accrued income		
C. CURRENT ASSETS	45.854	54.469
Stocks	15.432	17.315
Trade receivables	25.930	31.042
Other current receivables	2.702	3.678
Current financial placements		
Cash and cash equivalents	1.694	2.233
Accruals	96	201
D. LOSS ABOVE THE VALUE OF CAPITAL		
TOTAL ASSETS	145.506	153.613
Off- balance records		
EQUITY AND LIABILITIES		
A. EQUITY	83.912	91.749
Shareholders equity	51.116	51.116
Sharehold premium		
Revalued and transferred reserves	16.333	23.150
Other reserves		
Retained earnings	16.463	17.483
Retained losses		
Treasury shares		
B. NON-CURRENT LIABILITIES	14.387	16.747
Non-current financial liabilities	13.714	15.996
Non-current prepayments and provisions for liabilities and charges	673	751
Non-current liabilities classified in the group with assets intended for trade		
C. CURRENT LIABILITIES	47.207	45.117
Current financial liabilities	30.486	30.259
Liabilities toward suppliers and other liabilities	16.675	13.627
Current liabilities classified in the group with assets intended for trade		
Deffered income	46	1.231
TOTAL EQUITY AND LIABILITIES	145.506	153.613
Off-balance records		

In Sarajevo on 01.03.2007.Report compiled by:
Nedim VilogoracDirector of Issuer:
Edin Arslanagić

On: **31.12.2006.**

In '000 KM

<i>Description</i>	<i>Mark</i>	<i>Previous period</i>	<i>Current period</i>
Cash flow from operating activities			
Net income (loss)		7.651	7.837
Adjustment for:			
Amortization/value adjustment of intangible assets	+	454	965
Losses (gains) on intangible assets	+/-	1.347	1.631
Amortization/value adjustment of tangible assets	+	8.254	8.053
Losses (gains) on tangible assets	+/-	2.527	93
Adjustment based on financial fixed assets	+/-	357	304
Exchange rate differences	+/-		
Other adjustments for non-cash items and trends relating to investment and financing activities	+/-	(8)	(706)
Total		12.931	10.340
Inventories decrease (increase)	+/-	(408)	(1.883)
Trade receivables decrease (increase)	+/-	(1.390)	(5.290)
Other receivables decrease (increase)	+/-	770	(423)
Decrease (increase) of accruals	+/-	(361)	(345)
Increase (decrease) in accounts payable	+/-	11.391	(1.816)
Increase (decrease) of other liabilities	+/-	84	(47)
Increase (decrease) of deferred income	+/-		
Total		10.086	(9.804)
A. Net cash flow from operating activities		30.668	8.373
Cash flow from investment activities			
Acquisition (sale) of fixed intangible assets	-/+	(1.806)	(1.669)
Acquisition (sale) of fixed tangible assets	-/+	(43.752)	(6.613)
Acquisition (sale) of shares in subsidiarys	-/+		
Acquisition (sale) of shares in associated companies	-/+		
Given loans (repayment of loans) to companies in the group	-/+		
Given loans (repayment of loans) to other related companies	-/+		
Acquisition (sale) of other investments	-/+	588	65
Given loans (repayment of loans) to other companies	-/+		
Other cash flows from investing activities	-/+	8	7
B. Net cash flow from investment activities		(44.962)	(8.210)
Cash flow from financing activities			
Gain from issuance of shares and other forms of capital increase	+		
Purchase of shares and other forms of capital	-		
Acquisition (sale) of treasury shares	-/+		
Received borrowed funds	+	6.858	2.268
Return of borrowed funds	-	8.135	(1.883)
Dividends paid	-		
Other cash flows from financing activities	-/+	71	(9)
C. Net cash flow from financing activities		15.064	376
Net increase (decrease) in cash and cash equivalents (A+B+C)		770	539
Cash on the start of the period		924	1.694
Cash at the end of period		1.694	2.233
Difference		770	539

In Sarajevo on 01.03.2007.

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Director of Issuer:
Edin Arslanagić

Issuer: *Bosnalijek d.d.*

STATEMENT OF CHANGES IN EQUITY

Form *OEI-PD*

Table *E*

In '000 KM

Description	Shareholders equity	Sharehold premium	Revalued and transferred resrves	Other reserves	Retained earnings	Retained losses	Proprietary share	Total
Balance on 31.12.2004.	51.116			10.027	16.361			77.504
Effects of changes in accounting policy and corrections of errors					(1.243)			(1.243)
Again Balance on 31.12.2004. or on 01.01.2005.	51.116			10.027	15.118			76.261
Effects of revaluation of tangible and intangible assets								
Effects of revaluation of long-term financial investments								
Exchange differences								
Other gains/losses of the period which are not included in the income statement								
Transfer (from) on				6.306	(6.306)			
Net profit/loss period expressed in the income statement					7.651			7.651
Dividends and other forms of profit distribution and loss coverage								
Issue of shares and other forms of capital increase or reduction of capital								
Balance on 31.12.2005.	51.116			16.333	16.463			83.912
Effects of changes in accounting policy and corrections of errors								
Again Balance on 31.12.2005. or on 01.01.2006.	51.116			16.333	16.463			83.912
Effects of revaluation of tangible and intangible assets								
Effects of revaluation of long-term financial investments								
Exchange differences								
Other gains/losses of the period which are not included in the income statement								
Transfer (from) on				6.817	(6.817)			
Net profit/loss period expressed in the income statement					7.837			7.837
Dividends and other forms of profit distribution and loss coverage								
Issue of shares and other forms of capital increase or reduction of capital								
Balance on 31.12.2006.	51.116			23.150	17.483			91.749

In Sarajevo on 01.03.2007.

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Edin Arslanagić

