Publication of the COLORADO S.A. corporate financial statements for the fiscal year 2016

	ASSETS	YEAR GROSS	YEAR Depreciation and Provisions	YEAR NET	PREVIOUS YEAR NET
FIXED ASSET	Deffered costs	1 130 148,65	554 219,91	575 928,74	840 705,86
	Start-up costs	820 023,65	430 169,91	389 853,74	553 858,47
	Deferred expenses over several years	310 125,00	124 050,00	186 075,00	286 847,39
	Bond redemption premiums				
	Intangible fixed assets	6 108 157,00	1 698 404,44	4 409 752,56	4 222 230,42
	Research and development costs				
	Patents, trademarks, rights and similar assets	2 173 657,00	1 698 404,44	475 252,56	237 230,42
	Commercial funds				
	Other intangible fixed assets	3 934 500,00		3 934 500,00	3 985 000,00
	Tangible fixed assets	258 648 211,74	120 815 425,62	137 832 786,12	144 325 111,53
	Land	23 318 000,00		23 318 000,00	23 318 000,00
	Constructions	132 106 497,68	44 478 548,56	87 627 949,12	83 253 765,67
	Technical installations, plant and machinery,	83 045 972,23	61 318 128,08	21 727 844,15	26 442 918,79
	Transport equipment	10 354 656,55	8 591 446,51	1 763 210,04	1 268 654,55
	Office and computing equipment	8 869 177,81	5 959 433,94	2 909 743,87	2 596 832,21
	Other tangible fixed assets	658 152,47	467 868,53	190 283,94	197 665,29
	Tangible fixed assets in progress	295 755,00		295 755,00	7 247 275,02
	Financial fixed assets	1 697 999,87		1 697 999,87	1 486 549,61
	Asset loans	1 187 558,10		1 187 558,10	1 002 043,36
	Other financial receivables	510 441,77		510 441,77	484 506,25
	Equity securities				
	Other capitalized securities				
	Currency translation adjustments				
	Receivables decrease adjustments				
	Liabilities increase adjustments				
	TOTAL (A+B+C+D+E)	267 584 517,26	123 068 049,97	144 516 467,29	150 874 597,42
ACTIF CIRCULANT	Stocks	121 524 834,31	7 185 358,37	114 339 475,94	123 365 236,46
	Goods	6 371 410,34	81 482,20	6 289 928,14	5 355 822,82
	Consumables and Supplies	76 650 779,81	1 295 890,13	75 354 889,68	80 701 291,76
	Products in progress	2 359 176,21		2 359 176,21	2 132 960,84
	Intermediate products and residual products				
	Finished products	36 143 467,95	5 807 986,04	30 335 481,91	35 175 161,04
	Receivables in current assets	233 448 461,20	39 633 166,56	193 815 294,64	186 046 643,20
	Suppliers debtors, advances and deposits	333 221,03		333 221,03	376 688,54
	Customer and accounts receivable	210 362 115,06	39 030 403,13	171 331 711,93	165 470 444,20
	Personnel	912 863,54	602 763,43	310 100,11	294 896,46
	State	18 959 603,07		18 959 603,07	16 980 567,90
	Intercompany accounts				
	Other receivables				
	Prepaid expenses	2 880 658,50		2 880 658,50	2 924 046,10
	Securities and investment securities	45 411 041,34		45 411 041,34	64 835 901,45
	Foreign exchange	89 268,93		89 268,93	
	TOTAL II (F+G+H+I)	400 473 605,78	46 818 524,93	353 655 080,85	374 247 781,11
CASH	Cash - Assets	56 435 283,40		56 435 283,40	48 128 325,90
	Checks and cash values	50 022 074,94		50 022 074,94	46 646 634,64
	Banks, Treasury and public agency accounts	5 928 093,25		5 928 093,25	1 307 468,36
	Cash	485 115,21		485 115,21	174 222,90
	TOTAL III	56 435 283,40		56 435 283,40	48 128 325,90
	TOTAL GENERAL I+II+III	724 493 406,44	169 886 574,90	554 606 831,54	573 250 704,43

	LIABILITIES	YEAR	PREVIOUS YEAR
PERMANENT FUNDING	Stockholders equity	337 250 088,75	338 474 864,83
	Capital (1)	120 882 080,00	120 882 080,00
	Minus : shareholders, uncalled committed capital		
	Called capital	120 882 080,00	120 882 080,00
	Versed	120 882 080,00	120 882 080,00
	Premium paid for stock issues, mergers, and capital contributions		
	Revaluation reserve		
	Legal reserve	11 436 412,55	8 811 124,00
	Other reserves		
	Retained earnings (2)	154 781 488,27	156 275 889,82
	Allocation pending Result		
	Net income for the year (2)	50 150 107,93	52 505 771,01
	Total stockholders equity (A)	337 250 088,75	338 474 864,83
	Stockholders equity and equivalent	5 857 463,73	7 563 340,40
	Investment subsidies	404 471,00	504 712,68
	regulated provisions	5 452 992,73	7 058 627,72
	Financing debt (C)	25 058 888,92	25 626 973,70
	Bonds		
	Other financing debt	25 058 888,92	25 626 973,70
	Term provisions for risks and charges (D)		
	Provisions for risks		
	Provisions for charges		
	Long term currency translation adjustments		
	Receivables increase adjustments		
	Debt decrease adjustments		
	TOTAL I (A+B+C+D+E)	368 166 441,40	371 665 178,93
CURRENT LIABIL.	Current liabilities debt (F)	162 615 756,30	175 977 040,29
	Accounts payable	100 894 316,09	108 120 214,11
	Advance payments from customers, deposits and advances	5 842 931,15	5 676 557,97
	Personnel	6 988 799,11	6 617 309,24
	Social security agencies	3 669 000,58	3 359 572,49
	State	44 167 251,20	50 759 739,37
	Intercompany accounts		
	Other creditors	208 317,89	734 051,93
	Prepaid income	845 140,28	709 595,18
	Other provisions for risks and charges (G)	1 513 268,93	6 225 282,00
	Current currency translation adjustments	226 680,35	66 385,23
	TOTAL II (F+G+H)	164 355 705,58	182 268 707,52
CASH	Cash liabilities	22 084 684,56	19 316 817,98
	Discount Credits		
	Cash Loans	21 596 889,58	17 715 083,53
	Bank adjustment accounts	487 794,98	1 601 734,45
	TOTAL III	22 084 684,56	19 316 817,98
	TOTAL GENERAL I+II+III	554 606 831,54	573 250 704,43

(1)Capital personnel débiteur. (2)Bénéficiaire(+).déficitaire(-).

		DESCRIPTION	OPERATIONS Specific to the exercise 1	OPERATIONS For earlier years 2	TOTALS OF YEAR 3 = 2 + 1	TOTALS OF THE PREVIOUS YEAR 4
OPERATING	I	OPERATING PRODUCTS	609 236 583,99		609 236 583,99	626 835 704,16
		Sales of goods (in condition)	11 733 843,47		11 733 843,47	19 436 285,24
		Sales of goods and services	519 939 483,83		519 939 483,83	516 741 501,32
		Sales	531 673 327,30		531 673 327,30	536 177 786,56
		Change in product inventories (1)	-3 917 897,47		-3 917 897,47	1 297 694,34
		Assets produced by the company itself				
		Operating subsidies				
		Other operating income				
		Operating expense transfers Reversals	81 481 154,16		81 481 154,16	89 360 223,26
		Total I	609 236 583,99		609 236 583,99	626 835 704,16
	II	OPERATING CHARGES	528 318 647,43	5 028,16	528 323 675,59	540 380 301,89
		Purchases of resold goods (2)	9 685 737,44		9 685 737,44	9 021 369,34
		Purchases of materials and supplies (2)	260 343 904,96	16,28	260 343 921,24	278 478 917,25
		Other external expenses	169 664 057,55	5 011,88	169 669 069,43	156 453 734,95
		Tax & duties	2 053 234,78		2 053 234,78	5 001 112,71
		Staff costs	60 274 483,84		60 274 483,84	55 681 105,65
		Other operating expenses	400 000,00		400 000,00	500 000,00
		Operating Depreciations and impairments	25 897 228,86		25 897 228,86	35 244 061,99
		Total II	528 318 647,43	5 028,16	528 323 675,59	540 380 301,89
	III	OPERATING RESULT (I-II)	80 917 936,56	-5 028,16	80 912 908,40	86 455 402,27
FINANCIAL	IV	FINANCIAL PRODUCTS	1 291 790,35		1 291 790,35	1 459 666,15
		Income from equity securities and other investments				
		Exchange gains	516 603,65		516 603,65	306 680,86
		Interests and other financial products	693 186,16		693 186,16	1 028 394,49
		Financial costs transfer	82 000,54		82 000,54	124 590,80
		Total IV	1 291 790,35		1 291 790,35	1 459 666,15
	V	FINANCIAL EXPENSES	11 136 402,19		11 136 402,19	8 828 397,80
		Interests expenses	1 583 599,97		1 583 599,97	1 718 830,25
		Exchange losses	617 857,91		617 857,91	565 017,51
		Other financial expenses	8 763 674,84		8 763 674,84	6 487 485,90
		Financial Depreciations and impairments	171 269,47		171 269,47	57 064,14
		Total V	11 136 402,19		11 136 402,19	8 828 397,80
	VI	FINANCIAL RESULT (IV-V)	-9 844 611,84		-9 844 611,84	-7 368 731,65
	VII	CURRENT RESULT (III + VI)	71 073 324,72	-5 028,16	71 068 296,56	79 086 670,62
EXCEPTIONAL	VIII	EXCEPTIONAL PRODUCTS	8 087 587,67		8 087 587,67	7 962 642,59
		Disposals of fixed assets	727 500,00		727 500,00	1 467 020,00
		Compensating subsidies				
		Investment subsidies income	100 241,68		100 241,68	100 241,68
		Other exceptionnel products	200 830,64		200 830,64	340 586,34
		Exceptional expense transfers	7 059 015,35		7 059 015,35	6 054 794,57
		Total VIII	8 087 587,67		8 087 587,67	7 962 642,59
	IX	EXCEPTIONAL EXPENSES	8 937 213,30	200,00	8 937 413,30	9 662 688,20
		Net value depreciation of fixed assets sold	348 255,20		348 255,20	533 752,29
		Subsidied Awarded				
		Other exceptional expenses	7 936 859,74	200,00	7 937 059,74	3 826 413,35
		Exceptional depreciations and impairments	652 098,36		652 098,36	5 302 522,56
		Total IX	8 937 213,30	200,00	8 937 413,30	9 662 688,20
	X	EXCEPTIONAL RESULT (VIII-IX)	-849 625,63	-200,00	-849 825,63	-1 700 045,61
	XI	RESULT BEFORE tax (VII-X)	70 223 699,09	-5 228,16	70 218 470,93	77 386 625,01
	XII	INCOME TAX	20 068 363,00		20 068 363,00	24 880 854,00
	XIII	NET INCOME (XI-XII)	50 155 336,09	-5 228,16	50 150 107,93	52 505 771,01
	XIV	TOTAL REVENUE (I+IV+VII)	618 615 962,01		618 615 962,01	636 258 012,90
	XV	TOTAL EXPENSES (II+V+IX+XIII)	568 460 625,92	5 228,16	568 465 854,08	583 752 241,89
	XVI	NET INCOME (total revenue-total expenses)	50 155 336,09	-5 228,16	50 150 107,93	52 505 771,01

1) Variation de stock : Stock final-Stock initial : Augmentation(+); Diminution(-)
2) Achats revendus ou achats consommés : Achats - variation de stock.

A. SAAIDI ET ASSOCIES
Commissaires aux Comptes

MAROC BAKER TILLY
Membre indépendant de Baker Tilly France
Membre indépendant de Baker Tilly International

COLORADO S.A.
AUDITORS REPORT SUMMARY

To Whom It May Concern,

In accordance with the mission entrusted to us by your General Assembly, we here with submit to your attention the report pertaining to the fiscal year ending on 31st December, 2016.
We have audited the attached financial statements of the company COLORADO, and which contain the balance sheet, the statement of income, the balance statement, the financing table and the additional disclosures for the year ending 31st December 2016. These financial statements reveal an equity and quasi-equity amount of MAD 343,107,552.48, with a net profit of MAD 50,150,107.93.

The Management is held liable for the preparation and fair presentation of these statements, in accordance with the accounting standards applicable in Morocco.
Our responsibility is to express an opinion on these financial statements based on our financial statements. We conducted our audit in accordance with the auditing standards and the legal requirements and regulations applicable in Morocco.

We certify that the above mentioned financial statements are accurate and sincere, and give, in all significant aspects, a faithful idea of the result of the past fiscal year and of the financial situation and assets of the Company as of December 31st 2016, and this, in accordance with the accounting standards applicable in Morocco.

Specific verifications and information

We have also conducted specific verifications, as provided by law, and we have ensured that the information submitted in the Board of Administrators' management report to the shareholders was consistent with the financial statements of the Company.

Casablanca, the 28th of March, 2017.

The Auditors

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A. Saaïdi & Associés
Commissaires aux comptes
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