ANNUAL REPORT FOR THE YEAR 2013 OF
“INTERCAPITAL PROPERTY DEVELOPMENT” ADSIC
INVESTOR RELATIONS DIRECTOR

I. Investor Relations Director activity for the year of 2013

In the past year 2013, under the conditions of economic and financial crisis, the Company has continued to develop its activity in line with the directions set up since its establishment and which it developed in the previous period.

In compliance with the provisions of the Commercial Act and the Law on the public offering of securities the General Meeting of the shareholders of “Intercapital Property Development” ADSIC was held on 5th July 2013. Pursuant to the law requirements on the Meeting there were adopted the Annual report of the Board of Directors for the Company’s activity in 2012 as well as the Report of the chosen registered auditor on the annual financial statement of the Company for 2012. The shareholders approved the annual financial statements of the Company for 2012 and decided not to cover the realized loss, but to add it to the liabilities of the ADSIC. The Annual report of the Company’s Audit Committee for its activity in 2012 was also approved by the shareholders. Pursuant to the requirements of Ordinance № 48 since 20.03.2013, the AGM approved the remuneration policy for the Board of Directors of the Company, developed by the Board.

The General Meeting released from responsibility all the members of the Board of Directors for their activities throughout the year of 2012.

I believe that in 2013 the main duties of the Investor Relations Director in accordance with Art. 116a, paragraph 3 of the Law on the public offering of securities were completed regarding the maintenance of effective communication between “Intercapital Property Development” ADSIC and its investors, including potential ones, the regulatory bodies, the regulated markets where the securities issued by the Company are being traded, “Central Depository” AD and the mass media.

The activity in the year 2013 was mainly related to:

- maintaining an effective communication between the management bodies of the Company and the investor community;
- providing adequate information on the activity of “Intercapital Property Development” ADSIC;
- providing service and assistance to the shareholders in exercising their rights in compliance with the law and the Company’s Articles of Association;
- documentation of the work carried out by the management bodies of the Company;
- establishing a program and a timetable needed to comply with the statutory deadlines for submission of documents and information regarding the quarterly and the annual company reports, convening and conducting of General meetings as well as disclosure of inside information to the Financial Supervision Commission, the “Bulgarian Stock Exchange” – Sofia AD, “Central Depository” AD, the alternative trading system “NewConnect” in Poland, and the public.

In accordance with the duties of Investor Relations Director in 2013, there were presented all periodic company reports and other information required pursuant to the Law on the public offering of securities, the Law on the special purpose vehicles, the Commercial Act and their implementing acts. The reports were prepared in accordance with the requirements to present accurate and complete information about the activities of the company and its financial condition.

“Intercapital Property Development” ADSIC maintains good relations with the media. In 2013 we managed to articulate lucid and comprehensive answers to all questions raised by the media.

In 2013, all the meetings of the Board of Directors had been convened and conducted in compliance with the law and the Company’s Articles of Association as the minutes drawn up have been duly preserved.

During the fulfillment of its duties in 2013, the Board of Directors has been observing the terms and the rules for good corporate governance and respect for the rights of the shareholders, set up in the program for good corporate governance, adopted by the Company’s Board of Directors.

In conclusion, I would like to thank to the members of the Board of Directors for their cooperation in the fulfillment of my duties who exclusively contribute for the implementation of the policy for accurate and effective relations with the investors.

II. Prospects for the activity of the Investor Relations Director in the year 2014

The activity of the Investor Relations Director shall be concentrated on preserving and developing the accurate relations with the investors and on maintaining the activity in compliance with the internationally established practices in the field of investor relations pursuant to the current law requirements.

30 April 2013

Sofia

ИНТЕРКАПИТАЛ ПРОПЪРТИ ДИВЕЛОПМЪНТ * АДСИЦ * СОФИЯ

Milen Bozhilov

Investor Relations Director