

# Institut IGH d.d.

Janka Rakuše 1, 10000 Zagreb, CROATIA  
Tel: +385 1 6125 125, Fax: +385 1 6125 401,  
igh@igh.hr, www.igh.hr



## MANAGEMENT BOARD REPORT

### ON BUSINESS RESULTS OF THE INSTITUT IGH AND ITS

#### SUBSIDIARIES IN THE PERIOD FROM 1 JANUARY TO 31 DECEMBER 2013

The INSTITUT IGH d.d. submits provisional unaudited non-consolidated and consolidated basic financial reports for the business year of 2013. These basic financial reports do not represent the Company's Consolidated Annual Report in the sense of Article 250b of the Companies Act.

The INSTITUT IGH, d.d., Zagreb, and its subsidiaries, provide professional services in the field of testing, design and project validation, works supervision and project management in the architectural and civil engineering spheres of design, and also conduct scientific research.

The Institut IGH d.d. has 20 subsidiary companies providing services either in its core activity or in associated fields of activity, the exception being one subsidiary company that provides services in the field of hotel industry and tourism.

The registered seat of the mother company Institut IGH, d.d. is situated in Zagreb, Janka Rakuše 1, company registration No.: MB 3750272, personal identification No. OIB 79766124714.

The total of 744 persons were employed with the Institut IGH d.d. and its subsidiaries on 31 December 2013.

#### Supervisory Board and Management Board of Institut IGH, d.d.

The company's Supervisory Board members are:

Franjo Gregorić, President, Dušica Kerhač, Member, Branko Kincl, Academician, Member, Vlatka Rajčić, Member, Ante Stojan, Member, Vlado Čović, Member, and RYVKIN Grigory Evseevich, Member

SPLIT 21 000  
Matice hrvatske 15  
Tel:021/558-666  
Fax:021/465-335

RIJEKA 51 000  
Slavka Tomašića 5  
Tel:051/206-100  
Fax:051/206-106

OSIJEK 31 000  
Drinska 18  
Tel:031/253-101  
Fax:031/253-104

VARAŽDIN 42 000  
Hallerova aleja 7  
Tel:042/210-970,  
042/210-722  
Fax:042/211-285

DUBROVNIK 20 000  
Vukovarska 8  
Tel:020/412-489,  
020/411-628  
Fax:020/412-489

PULA 52 100  
Divkovičeva 2/C  
Tel:052/508-220  
Fax:052/508-221

ZADAR 23 000  
Dobriše Cesarića 1  
Tel:023/220-910,  
023/323-299  
Fax:023/323-225

Mjereni sud:  
Registrački sud u Zagrebu,  
registrački ulazak  
s matičnim brojem (MBS)  
080000959

Temeljni kapital:  
105.668.000,00 kn  
uplaćen u cijelosti  
Broj izdanih dionica:  
264.170, nominalna  
Vrijednost dionice 400 kn

MB: 3750272  
OIB: 79766124714  
Poslovna banka:  
Zagrebačka banka d.d.  
Žiro-račun:  
2360000-1101243767  
Devizni račun kod  
Zagrebačke banke d.d. Zagreb  
SWIFT kod: ZABAHZXX  
IBAN: HR7723600001101243767

Uprava:  
prof.dr.sc. Jure Radić, predsjednik Uprave  
doc. dr. sc. Jelena Blazević, član Uprave  
Željko Grzunov, dipl.oec., član Uprave

Nadzorni odbor:  
dr. sc. Franjo Gregurić, predsjednik



The Company's Management Board members are: Jure Radić, President of the Management Board, Željko Grzunov, Member of the Management Board, and Jelena Bleiziffer, Member of the Management Board.

### **Share capital**

The Company's share capital amounts to **HRK 105,668,000**, and consists of **264.170** ordinary shares marked IGH-R-A, each with the nominal value of 400 HRK.

### **Business results of the Institut IGH d.d. and the Institut IGH d.d. Group in the period from 1 January to 31 December 2013**

In 2013, the Institut IGH d.d. realized the total non-consolidated revenues of HRK 268,657,000, the operating profit prior to depreciation (EBITDA) of HRK 18.9 million, and the net operating loss of HRK 41.0 million which is due to financial operation results, harmonisations of financial assets, and reduction (potential loss) of tangible assets to which liens of creditors that did not participate in the pre-bankruptcy settlement are inscribed.

In fact, the Company instituted on 17 May 2013 the pre-bankruptcy settlement procedure and, on 5 December 2013 the Commercial Court – Zagreb approved by its decision the achievement of the pre-bankruptcy settlement. However, this decision has not become legally valid as on the day of publication of this report. It should be noted that the Institut IGH d.d. presented financial effects of the pre-bankruptcy settlement with its creditors in its provisional financial reports for 2013.

It should be emphasized that despite the current situation that is quite unfavourable to normal conduct of business activities, the company has realized the income similar to that realized in the previous year of 2012. In addition, the company reduced its operating expenses by 32,6%, and achieved the planned EBITDA in accordance with the Financial and Operational Restructuring Plan.

**At the consolidated level**, the company realized the revenue of HRK 309.402.000, which is comparable to the revenue realized in 2012 and is the result of

comprehensive restructuring of the group members. The restructuring process is also under way at the consolidated level where significant savings have been made on the side of expenses. Consequently, salary costs were reduced by 17.8% when compared to the same period last year, while material costs were reduced by 31.4% which resulted in the operating profit prior to depreciation (EBITDA) of HRK 21.1 million. The consolidated net operating loss for 2013 amounts to HRK 50.0 million and is primarily due to negative operating results of associated companies, and to reduction (potential loss) of tangible assets to which liens of creditors that did not participate in the INSTITUT IGH d.d. pre-bankruptcy settlement are inscribed.

On the day of 31 December 2013, and despite the fact that the pre-bankruptcy settlement procedure has significantly reduced the company's competitive edge with regard to participation in service contract procurement procedures, the company had contracts in progress in the amount of HRK 380.3 million.

Business results achieved at the non-consolidated and consolidated levels in 2013, together with the accepted model of financial and operational restructuring through the achieved pre-bankruptcy settlement, point to the sustainability and profitability of the company's core activity, which guarantees realization of EBITDA margins in accordance with the Company's publicly-announced five-year business plan.

Zagreb, 17 February 2013

On behalf of the Management Board of Institut IGH d.d.:

President of the Management Board

Prof. Jure Radić, PhD CE,

Member of the Management Board

Željko Grzunov, B.Econ.



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## STATEMENT OF MANAGEMENT BOARD ON THE RESPONSIBILITY FOR PREPARING FINANCIAL REPORTS FOR THE INSTITUT IGH, JSC

The Company's Management Board has to ensure that the INSTITUT IGH d.d. financial reports for the year ended 31. December 2013 are prepared in accordance with the Accountancy Law (Official Gazette 146/05) and in keeping with international accounting standards (Official Gazette 136/09, 08/10, 27/10, 65/10, 120/10, 58/11, 140/11) issued by the International Accounting Standards Board (IASB), so that these documents provide a true and unbiased picture of the Company's financial standing, business results, change in capital, and cash flow for the period under consideration.

After making due enquiries, the Management Board has a reasonable expectation that the Company has adequate resources to continue operation in the foreseeable future. Accordingly, the Management Board has prepared its financial reports under assumption that the Company will continue to operate for an unlimited period of time.

During preparation of financial reports, the Management Board is responsible:

- for the selection and, thereafter, for consistent use of appropriate accounting policies;
- for giving reasonable and sensible assessments and estimates;
- for applying valid financial reporting standards and for making public and explaining every materially significant discrepancy discovered in financial reports;
- for preparing financial reports under assumption of an unlimited period of operation, except in cases when such assumption is inappropriate.

The Management Board is responsible for keeping proper accountancy records that will depict, to an acceptable level of accuracy, the financial standing and business results of the Company, in full compliance with the Accountancy Law and international accounting standards issued by the International Accounting Standards Board (IASB). The Management Board is also responsible for protecting and safeguarding the Company's assets, and hence for undertaking every measure it deems necessary to prevent and discover cases of fraud and other illegal activity.

Signed on behalf of the Management Board:

Prof. Jure Radić, Ph.D. (Civ. Eng.), President of Management Board

Željko Grzunov, B. Econ., Management Board Member

Institut IGH, d.d. Zagreb  
Janka Rakuše 1  
10000 Zagreb

14 February 2013



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Broj izdanih dionica:  
264.170, nominalna  
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Željko Grzunov, dipl.oec., član Uprave

Nadzorni odbor:  
dr. sc. Franjo Gregurić, predsjednik



**Attachment 1.**

Reporting period:

01.01.2013

do

31.12.2013

**Quarterly financial statement of the entrepreneur - TFI-POD**

Tax number (MB): 03750272

Company registration number (MBS): 80000959

Personal identification number (OIB): 79766124714

Issuing company: INSTITUT IGH D.D.

Postal code and place: 10000 ZAGREB

Street and house number: JANKA RAKUŠE 1

E-mail address: igh@igh.hr

Internet address: http://www.institutigh.com

Municipality/city code and name: 133 ZAGREB

County code and name: 21 GRAD ZAGREB

Number of employees (quarter end): 648

Consolidated report: NO

NKD code: 7219

Companies of the consolidation subject (according to IFRS)

Seat:

MB:

Bookkeeping service:

Contact person: ŠPINDERK JADRANKA

(please enter only contact person's family name and name)

Telephone: 01 6125 444

Telefaks: 01 6125 404

E-mail address: igh@igh.hr

Family name and name: prof. dr. JURE RADIĆ, dipl. ing. građ., Željko Grzunov, dipl. oec.  
(person authorized to represent the company)**Documents to be published:**

1. Financial statements (balance sheet, profit and loss statement, cash flow statement, statement of changes in equity, and notes to financial statements)
2. Statement of persons responsible for the drawing-up of financial statements
3. Report of the Management Board on the Company Status



(signature of the person authorized to represent the company)



**BALANCE SHEET**  
as of 31.12.2013.

INSTITUT IGH D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
<b>A) RECEIVABLES FOR SUBSCRIBED AND NON - PAID CAPITAL</b>	<b>001</b>		
<b>B) LONG - TERM ASSETS (003+010+020+029+033)</b>	<b>002</b>	<b>615.653.014</b>	<b>656.474.980</b>
<b>I. INTANGIBLE ASSETS (004 to 009)</b>	<b>003</b>	6.122.867	5.415.910
1. Assets development	<b>004</b>	0	0
2. Concessions, patents, licence fees, merchandise and service brands, software and other rights	<b>005</b>	3.529.440	2.822.483
3. Goodwill	<b>006</b>	0	0
4. Prepayments for purchase of intangible assets	<b>007</b>	0	0
5. Intangible assets in preparation	<b>008</b>	2.593.427	2.593.427
6. Other intangible assets	<b>009</b>	0	0
<b>II. TANGIBLE ASSETS (011 to 019)</b>	<b>010</b>	384.543.616	344.942.993
1. Land	<b>011</b>	106.777.588	103.950.205
2. Buildings	<b>012</b>	188.949.216	158.008.230
3. Plant and equipment	<b>013</b>	822.158	786.416
4. Instruments, plant inventories and transportation assets	<b>014</b>	1.425.935	1.517.140
5. Biological assets	<b>015</b>	0	0
6. Prepayments for tangible assets	<b>016</b>	24.080	74.599
7. Tangible assets in preparation	<b>017</b>	29.518.535	28.538.115
8. Other material assets	<b>018</b>	303.336	303.336
9. Investment in buildings	<b>019</b>	56.722.768	51.764.952
<b>III. LONG-TERM FINANCIAL ASSETS (021 to 028)</b>	<b>020</b>	222.831.971	303.815.612
1. Shares (stocks) in related parties	<b>021</b>	166.046.942	278.715.624
2. Loans given to related parties	<b>022</b>	39.991.807	17.074.602
3. Participating interests (shares)	<b>023</b>	0	508.700
4. Loans to entrepreneurs in whom the entity hold participating interests	<b>024</b>	0	0
5. Investment in securities	<b>025</b>	0	0
6. Loans, deposits and similar assets	<b>026</b>	1.092.825	886.814
7. Other long - term financial assets	<b>027</b>	15.700.397	6.629.872
8. Investments accounted by equity method	<b>028</b>	0	0
<b>IV. RECEIVABLES (030 to 032)</b>	<b>029</b>	2.154.560	2.300.465
1. Receivables from related parties	<b>030</b>	0	0
2. Receivables based on trade loans	<b>031</b>	2.154.560	2.300.465
3. Other receivables	<b>032</b>	0	0
<b>V. DEFERRED TAX ASSETS</b>	<b>033</b>	0	0
<b>C) SHORT TERMS ASSETS (035+043+050+058)</b>	<b>034</b>	<b>228.566.151</b>	<b>100.339.263</b>
<b>I. INVENTORIES (036 to 042)</b>	<b>035</b>	4.274.005	1.445.168
1. Raw material	<b>036</b>	0	0
2. Work in progress	<b>037</b>	247.493	247.493
3. Finished goods	<b>038</b>	2.646.935	629.513
4. Merchandise	<b>039</b>	1.379.577	568.162
5. Prepayments for inventories	<b>040</b>	0	0
6. Long - term assets held for sale	<b>041</b>	0	0
7. Biological assets	<b>042</b>	0	0
<b>II. RECEIVABLES (044 to 049)</b>	<b>043</b>	133.661.758	85.622.148
1. Receivables from related parties	<b>044</b>	18.336.501	2.977.885
2. Accounts receivable	<b>045</b>	68.139.070	72.217.224
3. Receivables from participating entrepreneurs	<b>046</b>	146.963	0
4. Receivables from employees and shareholders	<b>047</b>	775.907	689.972
5. Receivables from government and other institutions	<b>048</b>	5.515.259	3.837.752
6. Other receivables	<b>049</b>	40.748.058	5.899.315
<b>III. SHORT - TERM FINANCIAL ASSETS (051 to 057)</b>	<b>050</b>	89.817.710	9.189.839
1. Shares (stocks) in related parties	<b>051</b>	0	0
2. Loans given to related parties	<b>052</b>	11.608.421	3.863.649
3. Participating interests (shares)	<b>053</b>	0	0
4. Loans to entrepreneurs in whom the entity hold participating interests	<b>054</b>	72.441.725	0
5. Investment in securities	<b>055</b>	0	0
6. Loans, deposits and similar assets	<b>056</b>	5.767.564	5.326.190
7. Other financial assets	<b>057</b>	0	0
<b>IV. CASH AT BANK AND IN CASHIER</b>	<b>058</b>	812.678	4.082.108
<b>D) PREPAID EXPENSES AND ACCRUED INCOME</b>	<b>059</b>	<b>3.387.336</b>	<b>934.976</b>
<b>E) TOTAL ASSETS (001+002+034+059)</b>	<b>060</b>	<b>847.606.501</b>	<b>757.749.219</b>
<b>F) OFF-BALANCE SHEET NOTES</b>	<b>061</b>	<b>95.998.011</b>	<b>49.001.545</b>

<b>LIABILITIES AND CAPITAL</b>			
<b>A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)</b>	<b>062</b>	<b>107.892.190</b>	<b>69.072.025</b>
I. SUBSCRIBED CAPITAL	063	105.668.000	105.668.000
II. CAPITAL RESERVES	064	52.011.040	0
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	8.068.491	23.505.600
1. Reserves prescribed by law	066	3.171.600	
2. Reserves for treasury stocks	067	6.343.200	1.446.309
3. Treasury stocks and shares (deduction)	068	1.446.309	1.446.309
4. Statutory reserves	069	0	0
5. Other reserves	070	0	23.505.600
IV. REVALUATION RESERVES	071	161.382.667	139.684.348
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	305.182.937	-158.759.775
1. Retained earnings	073	305.182.937	398.702
2. Accumulated loss	074	0	159.158.477
VI. PROFIT / LOSS FOR THE CURRENT YEAR (076-077)	075	-524.420.945	-41.026.148
1. Profit for the current year	076	0	
2. Loss for the current year	077	524.420.945	41.026.148
VII. MINORITY INTEREST	078	0	0
<b>B) PROVISIONS (080 to 082)</b>	<b>079</b>	<b>14.826.843</b>	<b>9.703.558</b>
1. Provisions for pensions, severance pay and similar liabilities	080	1.550.087	1.277.055
2. Reserves for tax liabilities	081	0	0
3. Other reserves	082	13.276.756	8.426.503
<b>C) LONG TERM LIABILITIES (084 to 092)</b>	<b>083</b>	<b>260.769.741</b>	<b>395.103.158</b>
1. Liabilities to related parties	084	0	1.410.209
2. Liabilities for loans, deposits etc.	085	0	0
3. Liabilities to banks and other financial institutions	086	142.879.410	303.362.186
4. Liabilities for received prepayments	087	0	0
5. Accounts payable	088	245.600	32.920.835
6. Liabilities arising from debt securities	089	67.910.616	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	090	0	0
8. Other long-term liabilities	091	9.885.554	22.488.841
9. Deferred tax liability	092	39.848.561	34.921.087
<b>D) SHORT - TERM LIABILITIES (094 to 105)</b>	<b>093</b>	<b>456.400.328</b>	<b>270.371.759</b>
1. Liabilities to related parties	094	1.657.261	1.638.530
2. Liabilities for loans, deposits etc.	095	7.542.636	356.575
3. Liabilities to banks and other financial institutions	096	266.904.025	110.880.426
4. Liabilities for received prepayments	097	12.859.124	5.562.198
5. Accounts payable	098	94.880.206	34.108.339
6. Liabilities arising from debt securities	099	7.545.624	76.376.430
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100	0	0
8. Liabilities to employees	101	14.600.048	12.262.450
9. Liabilities for taxes, contributions and similar fees	102	18.310.027	11.567.527
10. Liabilities to share - holders	103	418.051	0
11. Liabilities for long term assets held for sale	104	0	0
12. Other short - term liabilities	105	31.683.326	17.619.284
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	<b>106</b>	<b>7.717.399</b>	<b>13.498.719</b>
<b>F) TOTAL CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	<b>847.606.501</b>	<b>757.749.219</b>
<b>G) OFF-BALANCE SHEET NOTES</b>	<b>108</b>	<b>95.998.011</b>	<b>49.001.545</b>
<b>APPENDIX TO BALANCE SHEET (only for consolidated financial statements)</b>			
<b>A) CAPITAL AND RESERVES</b>			
1. Attributed to equity holders of parent company	109		
2. Attributed to minority interests	110		



**PROFIT AND LOSS ACCOUNT**  
for period 01.01.2013. to 31.12.2013.

INSTITUT IGH D.D.

Position	AOP	Previous period		Current period	
		Cummulative	Periodical	Cummulative	Periodical
1	2	3	4	5	6
<b>I. OPERATING REVENUES (112+113)</b>	<b>111</b>	250.527.194	61.176.063	268.657.747	82.734.220
1. Sales revenues	112	227.483.421	47.395.202	226.581.092	49.426.486
2. Other operating revenues	113	23.043.773	13.780.861	42.076.655	33.307.734
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	740.566.453	525.305.320	290.984.184	120.320.797
1. Changes in the value of work in progress and finished goods	115				
2. Material costs (117 to 119)	116	96.985.070	33.071.492	72.891.145	20.492.767
a) Raw material and material costs	117	13.174.525	4.247.955	11.422.784	2.727.033
b) Costs of goods sold	118	0	0	811.415	0
c) Other external costs	119	83.810.545	28.823.537	60.656.946	17.765.734
3. Staff costs (121 to 123)	120	117.566.192	28.395.602	102.503.484	24.596.054
a) Net salaries and wages	121	67.292.978	16.504.766	59.321.749	14.604.978
b) Costs for taxes and contributions from salaries	122	33.992.386	8.116.547	29.488.794	6.695.144
c) Contributions on gross salaries	123	16.280.828	3.774.289	13.692.941	3.295.932
4. Depreciation	124	13.600.683	3.536.095	11.723.958	3.208.209
5. Other costs	125	48.435.333	18.801.588	29.812.675	8.819.167
6. Impairment (127+128)	126	49.957.417	30.681.094	18.843.168	10.338.496
a) Impairment of long-term assets (excluding financial assets)	127	0	0	0	0
b) Impairment of short-term assets (excluding financial assets)	128	49.957.417	30.681.094	18.843.168	10.338.496
7. Provisions	129	17.245.792	16.180.823	1.474.145	1.241.266
8. Other operating expenses	130	396.775.966	394.638.626	53.735.609	51.624.838
<b>III. FINANCIAL INCOME (132 to 136)</b>	<b>131</b>	16.343.510	1.959.348	24.959.447	14.046.581
1. Interest income, foreign exchange gains, dividends and similar income from related	132	6.268.591	1.720.759	6.040.919	964.796
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	4.928.213	0	6.381.544	1.498.806
3. Share in income from affiliated entrepreneurs and participating interests	134	5.117.043	0	302.980	302.980
4. Unrealized gains (income) from financial assets	135	0	0	0	0
5. Other financial income	136	29.663	238.589	12.234.004	11.279.999
<b>IV. FINANCIAL EXPENSES (138 to 141)</b>	<b>137</b>	48.918.234	15.214.569	43.659.158	5.667.143
1. Interest expenses, foreign exchange losses and similar expenses from related parties	138	256.857	97.028	70.094	0
2. Interest expenses, foreign exchange losses and similar expenses from non - related	139	46.999.850	14.653.175	37.698.095	0
3. Unrealized losses (expenses) on financial assets	140	0	0	5.561.803	5.561.803
4. Other financial expenses	141	1.661.527	464.366	329.166	105.340
<b>V. INCOME FROM INVESTMENT SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS</b>	<b>142</b>	0	0	0	0
<b>VI. LOSS FROM INVESTMENT SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS</b>	<b>143</b>	0	0	0	0
<b>VII. EXTRAORDINARY - OTHER INCOME</b>	<b>144</b>	0	0	0	0
<b>VIII. EXTRAORDINARY - OTHER EXPENSES</b>	<b>145</b>	0	0	0	0
<b>IX. TOTAL INCOME (111+131+142 + 144)</b>	<b>146</b>	266.870.704	63.135.411	293.617.194	96.780.801
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	789.484.687	540.519.889	334.643.342	125.987.940
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	<b>148</b>	-522.613.983	-477.384.478	-41.026.148	-29.207.139
1. Profit before taxation (146-147)	149		0	0	0
2. Loss before taxation (147-146)	150	522.613.983	477.384.478	41.026.148	29.207.139
<b>XII. PROFIT TAX</b>	<b>151</b>	1.806.962	587.164	0	0
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	-524.420.945	-477.971.642	-41.026.148	-29.207.139
1. Profit for the period(149-151)	153	0	0	0	0
2. Loss for the period (151-148)	154	524.420.945	477.971.642	41.026.148	29.207.139
<b>APPENDIX to Profit and Loss Account (only for consolidated financial statements)</b>					
<b>XIV. PROFIT OR LOSS FOR THE PERIOD</b>					
1. Attributed to equity holders of parent company	155				
2. Attributed to minority interests	156				
<b>STATEMENT OF COMPREHENSIVE INCOME (IFRS)</b>					
<b>I. PROFIT OR LOSS FOR THE PERIOD (= 152)</b>	<b>157</b>	-524.420.945	-477.971.642	-41.026.148	-29.207.139
<b>II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX(159 to 165)</b>	<b>158</b>	137.711.031	137.711.031	-26.625.793	-26.625.793
1. Exchange differences on translation of foreign operations	159	0	0	0	0
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	142.195.601	142.195.601	-24.637.370	-24.637.370
3. Profit or loss from revaluation of financial assets available for sale	161	-4.484.570	-4.484.570	-1.988.423	-1.988.423
4. Gains or losses on efficient cash flow hedging	162	0	0	0	0
5. Gains or losses on efficient hedge of a net investment in foreign countries	163	0	0	0	0
6. Share in other comprehensive income / loss of associated companies	164	0	0	0	0
7. Actuarial gains / losses on defined benefit plans	165	0	0	0	0
<b>III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>166</b>	28.439.120	28.439.120	-5.325.159	-5.325.159
<b>IV. NET OTHER COMPREHENSIVE INCOME/ LOSS FOR THE PERIOD (158-166)</b>	<b>167</b>	109.271.911	109.271.911	-21.300.634	-21.300.634
<b>V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD(157+167)</b>	<b>168</b>	-415.149.034	-368.699.731	-62.326.782	-50.507.773
<b>APPENDIX to Statement of comprehensive income (only for consolidated financial statements)</b>					
<b>VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD</b>					
1. Attributed to equity holders of parent company	169				
2. Attributed to minority interests	170				



**STATEMENT OF CASH FLOWS - Indirect method**  
period 01.01.2013. to 31.12.2013.

Legal entity : INSTITUT IGH D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	-522.613.984	-41.026.148
2. Depreciation	002	13.600.683	11.723.958
3. Increase in short-term liabilities	003		
4. Decrease in short term receivables	004	97.300.904	50.491.970
5. Decrease in inventories	005		2.828.837
6. Other cash flow increases	006	427.743.872	173.792.619
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	<b>16.031.475</b>	<b>197.811.236</b>
1. Decrease in short - term liabilities	008	66.807.230	180.247.249
2. Increase in short - term receivables	009	0	
3. Increase in inventories	010	0	
4. Other cash flow decreases	011	0	
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	<b>66.807.230</b>	<b>180.247.249</b>
<b>A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES (007-012)</b>	<b>013</b>	<b>0</b>	<b>17.563.987</b>
<b>A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES (012-007)</b>	<b>014</b>	<b>50.775.755</b>	<b>0</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
1. Cash flow from sale of long - term tangible and intangible assets	015	2.242.687	570.957
2. Cash inflows from sale of equity and debt financial instruments	016	0	2.840.209
3. Interest receipts	017	0	363.742
4. Dividend receipts	018	0	0
5. Other cash inflows from investing activities	019	9.051.030	5.271.448
<b>III. Total cash inflows from investing activities(015 to 019)</b>	<b>020</b>	<b>11.293.717</b>	<b>9.046.356</b>
1. Cash outflows for purchase of long - term tangible and intangible assets	021	5.137.528	1.514.127
2. Cash outflows for purchase of equity and debt financial instruments	022	66.000	8.162.661
3. Other cash outflows from investing activities	023	19.698.187	2.820.894
<b>IV. Total cash outflows from investing activities (021 to 023)</b>	<b>024</b>	<b>24.901.715</b>	<b>12.497.682</b>
<b>B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES(020-024)</b>	<b>025</b>	<b>0</b>	<b>0</b>
<b>B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES(024-020)</b>	<b>026</b>	<b>13.607.998</b>	<b>3.451.326</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
1. Cash receipts from issuance of equity and debt financial instruments	027	105.925.832	0
2. Cash inflows from loans, debentures, credits and other borrowings	028	37.565.098	2.106.625
3. Other cash inflows from financing activities	029		0
<b>V. Total cash inflows from financing activities (027 to 029)</b>	<b>030</b>	<b>143.490.930</b>	<b>2.106.625</b>
1. Cash outflows for repayment of loans and bonds	031	80.159.015	12.819.383
2. Dividends paid	032	0	0
3. Cash outflows for finance lease	033	254.710	130.473
4. Cash outflows for purchase of own stocks	034	0	0
5. Other cash outflows from financing activities	035	0	0
<b>VI. Total cash outflows from financing activities (031 do 035)</b>	<b>036</b>	<b>80.413.725</b>	<b>12.949.856</b>
<b>C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES (030-036)</b>	<b>037</b>	<b>63.077.205</b>	<b>0</b>
<b>C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES (036-030)</b>	<b>038</b>	<b>0</b>	<b>10.843.231</b>
Total increases of cash flows (013 – 014 + 025 – 026 + 037 – 038)	039	0	3.269.430
Total decreases of cash flows (014 – 013 + 026 – 025 + 038 – 037)	040	1.306.548	0
Cash and cash equivalents at the beginning of period	041	2.119.226	812.678
Increase in cash and cash equivalents	042		3.269.430
Decrease in cash and cash equivalents	043	1.306.548	
Cash and cash equivalents at the end of period	044	812.678	4.082.108

**STATEMENT OF CHANGES IN EQUITY**

from **01.01.2013** to **31.12.2013**

1	AOP	Previous year 3	Current year 4
	2	3	4
1. Subscribed capital	001	105.668.000	105.668.000
2. Capital reserves	002	52.011.040	
3. Reserves from profit	003	8.068.491	23.505.600
4. Retained earnings or accumulated loss	004	305.182.937	-158.759.775
5. Profit / loss for the current year	005	-524.420.945	-41.026.148
6. Revaluation of long - term tangible assets	006	159.394.244	139.684.348
7. Revaluation of intangible assets	007	0	0
8. Revaluation of financial assets available for sale	008	1.988.423	0
9. Other revaluation	009	0	
<b>10. Total capital and reserves (AOP 001 to 009)</b>	<b>010</b>	<b>107.892.190</b>	<b>69.072.025</b>
11. Currency gains and losses arising from net investments in foreign operations	011		
12. Current and deferred taxes (part)	012		
13. Cash flow hedging	013		
14. Changes in accounting policies	014		
15. Correction of significant errors in prior periods	015		
16. Other changes in capital	016		
<b>17. Total increase or decrease in capital (AOP 011 to 016)</b>	<b>017</b>	<b>0</b>	<b>0</b>
17 a. Attributed to equity holders of parent company	018		
17 b. Attributed to minority interest	019		

Items decreasing the capital are entered with a negative number sign

Data entered under AOP marks 001 to 009 are entered as situation on the Balance Sheet date