

Institut IGH d.d.

Janka Rakuše 1, 10000 Zagreb, CROATIA

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igh@igh.hr, www.igh.hr



MANAGEMENT BOARD'S REPORT

ON BUSINESS RESULTS OF THE INSTITUT IGH d.d. AND ITS SUBSIDIARIES IN THE PERIOD FROM 1 JANUARY TO 30 JUNE 2014

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.

Institut IGH d.d. has 19 subsidiaries providing services either in its core activity or in associated fields of activity.

A total of 678 persons were employed with the Institut IGH d.d. and its subsidiaries on 30 June 2014.

In the first half-year of 2014, INSTITUT IGH d.d. achieved positive business results, which are a reflection of successful operational business activity, validly ended pre-bankruptcy settlement, and for the most part completed financial restructuring of the company.

Operating revenues of the company amounted to HRK 106.6 million, which is lower by 20.9% when compared to the same period last year. At the same time, the company reduced its operating expenses by 19.3 %, and financial expenses by an additional 53.3%. In addition to significant reduction in financial expenses as a consequence of the validly completed pre-bankruptcy settlement, the company continued to reduce all other operating expenses, including personnel costs (11.0%) and other external business costs (19.8%). The stated reduction in operating expenses had a positive effect on the realization of operating income in the amount of HRK 11.7 million

In the first half-year, the company realized total revenues in the amount of HRK 109.3 million and total financial expenses in the amount of HRK 104.9 million, which resulted in realized profit at the level of HRK 4.4 million.

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

At the consolidated level INSTITUT IGH d.d. and its subsidiaries, in the period from 1 January to 30 June of 2014, realized operating revenues in the amount of HRK 144.4 million, which is lower by 6.4% when compared to the same period last year. The consolidated revenues from sales amounted to HRK 119.7 million. Other consolidated revenues, which are mostly due to liabilities write-off based on the validly ended pre-bankruptcy settlement of the subsidiary Geotehnika Inženjering d.o.o. and liabilities write-off with respect to creditors of Institut IGH d.d. which did not respond to the Invitation for Subscription, amounted to HRK 24.7 million and they are double when compared to other realized revenues in the same period of 2013.

In May of 2014, disposal of shares of the IGH subsidiary IGH TURIZAM d.o.o. was realized and the net effect of the exit of the company from consolidation was included in the business result of the reporting period.

In addition to the consolidated financial revenue in the amount of HRK 9.2 million, the total consolidated revenues amounted to HRK 153.7 million and registered a 4.4% decline with respect to the same period last year.

The consolidated operating costs amounted to HRK 120.6 million and they were lower by 14.1% with respect to the observed period of 2013. All operating costs except for other external costs registered a decline, especially salary costs, which were lower by 13.7 %. Financial expenses amounted to HRK 13.7 million, and they were lower by 47.7% when compared to the same period of 2013. According to the above mentioned, the total consolidated expenses were reduced by 16.2%, and with the simultaneous decrease in total revenues of 4.4%, consolidated profit of the period was realized in the amount of HRK 13.3 million. The significant increase in profit was primarily influenced by the reduction in operating and financial expenses as the consequence of validly ended pre-bankruptcy settlement, and for the most part completed business and financial restructuring of the company Institut IGH d.d. and its subsidiary Geotehnika Inženjering d.o.o..

Specifically, INSTITUT IGH d.d. concluded a pre-bankruptcy settlement on 5 December 2013 before the Commercial Court in Zagreb, 72. Stpn-305/2013. The concerned settlement came into force on 28 December 2013. The clause on coming into force was

received by the company on 15 April, 2014, and based on the validly concluded pre-bankruptcy settlement; the preconditions for restructuring of the company balance sheet were created. In order to complete the pre-bankruptcy settlement procedure, it was necessary to increase share capital through investment of rights (conversion of a part of company liabilities to share capital) and then by increasing share capital by monetary payment, fully in compliance with provisions of the validly ended pre-bankruptcy settlement.

After the reduction and increase in share capital, the share capital amounts to HRK 116,604,710 and it is divided into 613,709 of ordinary company shares.

The company has through monetary payments, issuance of shares by way of conversion of a part of creditors' claims to capital, payment of priority claims and other employees' claims with corresponding taxes and contributions and liabilities write-off in compliance with provisions of the pre-bankruptcy settlement, with the accounting period of 30 June 2014, fulfilled all obligations taken over with the concluded pre-bankruptcy settlement for the mentioned accounting period.

Validly ended pre-bankruptcy settlement, the increase in share capital through investment of rights (by converting claims to capital) and the increase in share capital through monetary payment, created the preconditions for successful fulfilment of obligations taken over with the concluded pre-bankruptcy settlement and ensured the liquidity and solvency of the company. The company will also continue to implement the measures of operative restructuring by continuing to optimize operating expenses, all aimed at increasing productivity and company's operating profit.

Zagreb, 30 July 2014



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

Željko Grzunov, B.Econ,

President of the Management Board

Institut IGH d.d.

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STATEMENT OF MANAGEMENT BOARD ON THE RESPONSIBILITY FOR PREPARING CONSOLIDATED REPORTS FOR THE INSTITUT IGH GROUP, JSC

The Company's Management Board has to ensure that the Group's consolidated financial reports for the first semester of 2014 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 Group'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 Group has adequate resources to continue operation in the foreseeable future. Accordingly, the Group has prepared its financial reports under assumption that the Group will continue operating 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 Group, 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 Group'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:

Željko Grzunov, B. Econ., President of Management Board

Institut IGH, d.d. Zagreb
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10000 Zagreb

30 July 2014



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Attachment 1.

Reporting period:

01.01.2014

do

30.06.2014

Quarterly financial statement of the entrepreneur - TFI-POD

Tax number (MB): 03750272

Company registration number (MBS): 8000959

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.igh.hr

Municipality/city code and name: 133 ZAGREB

County code and name: 21 GRAD ZAGREB

Number of employees: 678

Consolidated report: YES

(quarter end)
NKD code: 7219

Companies of the consolidation subject (according to IFR):

Seat:

MB:

IGH MOSTAR D.O.O.	MOSTAR, BIŠĆE POLJE BB	4227060470005
GEOTEHNIKA INŽENJERING D.O.O.	ZAGREB, GRADIŠĆANSKA 26	01517597
IGH PROJEKTIRANJE D.O.O.	ZAGREB, JANKA RAKUŠE 1	02441918
INCRO D.O.O.	ZAGREB, BRANIMIROVA 71	01982516
IGH ENERGIJA D.O.O.	ZAGREB, JANKA RAKUŠE 1	01819585
FORUM CENTAR D.O.O.	ZAGREB, JAGODNJAK 17	01960229
PROJEKT ŠOLTA D.O.O.	ZAGREB, JANKA RAKUŠE 1	02592363
VOĐENJE PROJEKATA D.O.O.	ZAGREB, BIJENIČKA CESTA 8	02427648
EKONOMSKO TEHNIČKI ZAVOD D.D.	OSIJEK, TRG A. STARČEVIČA 7/II	03013669
PROJEKTI BIRO PALMOTIČEVA 45 D.O.O.	ZAGREB, PALMOTIČEVA 45	03222853
IGH KOSOVA Sha	PRIŠTINA, KOSOVO	
GRATIUS PROJEKT D.O.O.	ZAGREB, JANKA RAKUŠE 1	02462478
HIDROINŽENJERING D.O.O.	ZAGREB, OKUČANSKA 30	03685110
DP AQUA D.O.O.	ZAGREB, SREDNJACI 16	01907522
TEHNIČKE KONSTRUKCIJE D.O.O.	ZAGREB, VLAŠKA 79	02405865
MBM TERMOPROJEKT D.O.O.	ZAGREB, NIKOLA PAVIČA 20	00335967
NOVI ČRNOMEREC CENTAR D.O.O.	ZAGREB, JANKA RAKUŠE 1	08291561940
RADELJEVIĆ D.O.O.	ZAGREB, JANKA RAKUŠE 1	01938533
MARTERRA D.O.O.	ZAGREB, BRANIMIROVA 71	28983577816

Bookkeeping service:

Contact person: ŠPINDERK JADRANKA

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

Telephone: 01 6125 444

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E-mail address: igh@igh.hr

Family name and name: 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 31.03.2014

INSTITUT IGH D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED AND NON - PAID CAPITAL	001		
B) LONG - TERM ASSETS (003+010+020+029+033)	002	459.613.585	427.872.573
I. INTANGIBLE ASSETS (004 to 009)	003	8.593.358	8.159.658
1. Assets development	004		
2. Concessions, patents, licence fees, merchandise and service brands, software and other rights	005	2.984.536	2.311.772
3. Goodwill	006	3.015.395	3.015.395
4. Prepayments for purchase of intangible assets	007		
5. Intangible assets in preparation	008	2.593.427	2.832.491
6. Other intangible assets	009		
II. TANGIBLE ASSETS (011 to 019)	010	394.390.805	369.641.702
1. Land	011	102.793.895	108.755.581
2. Buildings	012	109.932.086	82.426.125
3. Plant and equipment	013	5.899.452	4.577.890
4. Instruments, plant inventories and transportation assets	014	4.274.678	2.315.901
5. Biological assets	015		
6. Prepayments for tangible assets	016	108.895	137.364
7. Tangible assets in preparation	017	28.676.181	28.723.223
8. Other material assets	018	364.625	364.625
9. Investment in buildings	019	142.340.993	142.340.993
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	54.340.353	47.948.570
1. Shares (stocks) in related parties	021		
2. Loans given to related parties	022		
3. Participating interests (shares)	023	153.413	1.363.483
4. Loans to entrepreneurs in whom the entity hold participating interests	024		
5. Investment in securities	025	2.151.439	
6. Loans, deposits and similar assets	026	1.385.484	1.021.453
7. Other long - term financial assets	027	4.478.131	5.496.346
8. Investments accounted by equity method	028	46.171.886	40.067.288
IV. RECEIVABLES (030 to 032)	029	2.289.069	2.122.643
1. Receivables from related parties	030		
2. Receivables based on trade loans	031	2.289.069	2.122.643
3. Other receivables	032		
V. DEFERRED TAX ASSETS	033		
C) SHORT TERMS ASSETS (035+043+050+058)	034	435.355.059	381.722.210
I. INVENTORIES (036 to 042)	035	339.197.756	250.932.808
1. Raw material	036	80.060	5.025
2. Work in progress	037	86.777.746	87.447.209
3. Finished goods	038	629.512	629.512
4. Merchandise	039	592.963	1.496.387
5. Prepayments for inventories	040	1.007.624	
6. Long - term assets held for sale	041	250.109.851	161.354.675
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	85.068.351	84.276.835
1. Receivables from related parties	044	259.038	653.037
2. Accounts receivable	045	76.537.319	75.798.780
3. Receivables from participating entrepreneurs	046		
4. Receivables from employees and shareholders	047	782.892	772.422
5. Receivables from government and other institutions	048	2.755.778	1.216.751
6. Other receivables	049	4.733.324	5.835.845
III. SHORT - TERM FINANCIAL ASSETS (051 to 057)	050	5.443.683	36.295.040
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052		20.000
3. Participating interests (shares)	053		
4. Loans to entrepreneurs in whom the entity hold participating interests	054		
5. Investment in securities	055		
6. Loans, deposits and similar assets	056	5.269.725	5.169.102
7. Other financial assets	057	173.958	31.105.938
IV. CASH AT BANK AND IN CASHIER	058	5.645.269	10.217.527
D) PREPAID EXPENSES AND ACCRUED INCOME	059	8.976.263	6.546.368
E) TOTAL ASSETS (001+002+034+059)	060	903.944.907	816.141.151
F) OFF-BALANCE SHEET NOTES	061	49.512.554	42.366.321

LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	36.076.269	80.524.670
I. SUBSCRIBED CAPITAL	063	105.668.000	116.604.710
II. CAPITAL RESERVES	064		
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	21.089.209	-2.416.391
1. Reserves prescribed by law	066		
2. Reserves for treasury stocks	067	1.446.309	1.446.309
3. Treasury stocks and shares (deduction)	068	3.862.700	3.862.700
4. Statutory reserves	069		
5. Other reserves	070	23.505.600	
IV. REVALUATION RESERVES	071	141.756.915	141.961.036
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	-173.980.088	-190.533.003
1. Retained earnings	073		
2. Accumulated loss	074	173.980.088	190.533.003
VI. PROFIT / LOSS FOR THE CURRENT YEAR (076-077)	075	-60.369.788	12.576.191
1. Profit for the current year	076		12.576.191
2. Loss for the current year	077	60.369.788	
VII. MINORITY INTEREST	078	1.912.021	2.332.127
B) PROVISIONS (080 to 082)	079	12.961.680	12.561.680
1. Provisions for pensions, severance pay and similar liabilities	080	1.277.055	1.277.055
2. Reserves for tax liabilities	081		
3. Other reserves	082	11.684.625	11.284.625
C) LONG TERM LIABILITIES (084 to 092)	083	465.024.114	403.114.721
1. Liabilities to related parties	084	730.775	639.428
2. Liabilities for loans, deposits etc.	085	101.700	101.700
3. Liabilities to banks and other financial institutions	086	385.866.457	319.470.411
4. Liabilities for received prepayments	087		
5. Accounts payable	088	25.080.381	29.938.422
6. Liabilities arising from debt securities	089		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	090		
8. Other long-term liabilities	091	17.117.083	16.837.042
9. Deferred tax liability	092	36.127.718	36.127.718
D) SHORT - TERM LIABILITIES (094 to 105)	093	377.617.927	303.554.131
1. Liabilities to related parties	094	182.693	182.693
2. Liabilities for loans, deposits etc.	095	3.261.325	985.378
3. Liabilities to banks and other financial institutions	096	155.630.526	133.610.417
4. Liabilities for received prepayments	097	5.603.735	3.316.778
5. Accounts payable	098	63.661.988	35.786.252
6. Liabilities arising from debt securities	099	76.376.430	76.376.430
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	16.071.173	10.362.655
9. Liabilities for taxes, contributions and similar fees	102	21.802.394	13.143.013
10. Liabilities to share - holders	103	1.765.024	1.765.024
11. Liabilities for long term assets held for sale	104		
12. Other short - term liabilities	105	33.262.639	28.025.491
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	12.264.917	16.385.949
F) TOTAL CAPITAL AND LIABILITIES (062+079+083+093+106)	107	903.944.907	816.141.151
G) OFF-BALANCE SHEET NOTES	108	49.512.554	42.366.321
APPENDIX TO BALANCE SHEET (only for consolidated financial statements)			
A) CAPITAL AND RESERVES			
1. Attributed to equity holders of parent company	109	34.164.248	78.192.543
2. Attributed to minority interests	110	1.912.021	2.332.127

PROFIT AND LOSS ACCOUNT
for period 01.01.2014 to 30.06.2014

INSTITUT IGH D.D.

Position	AOP	Previous period		Current period	
		Cummulative	Periodical	Cummulative	Periodical
1	2	3	4	5	6
I. OPERATING REVENUES (112+113)	111	154.296.300	90.990.208	144.425.944	76.828.746
1. Sales revenues	112	143.106.373	81.604.768	119.746.196	53.787.930
2. Other operating revenues	113	11.189.927	9.385.440	24.679.748	23.040.816
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	140.489.598	81.205.875	120.625.281	57.295.477
1. Changes in the value of work in progress and finished goods	115	-158.750			
2. Material costs (117 to 119)	116	43.708.004	24.759.230	43.173.756	18.623.808
a) Raw material and material costs	117	8.075.401	4.520.249	5.573.409	2.673.231
b) Costs of goods sold	118	811.415	811.415		
c) Other external costs	119	34.821.188	19.427.566	37.600.347	15.950.577
3. Staff costs (121 to 123)	120	60.448.168	30.513.516	52.171.494	25.855.528
a) Net salaries and wages	121	34.931.681	17.574.110	29.907.922	14.672.124
b) Costs for taxes and contributions from salaries	122	17.481.352	8.878.747	14.841.602	7.305.806
c) Contributions on gross salaries	123	8.035.135	4.060.659	7.421.970	3.877.598
4. Depreciation	124	8.974.118	4.016.232	5.778.046	1.301.791
5. Other costs	125	17.356.695	11.768.766	14.428.581	9.141.501
6. Impairment (127+128)	126	6.542.083	6.542.083	4.707.435	2.072.806
a) Impairment of long-term assets (excluding financial assets)	127				
b) Impairment of short-term assets (excluding financial assets)	128	6.542.083	6.542.083	4.707.435	2.072.806
7. Provisions	129	138.472	138.472		
8. Other operating expenses	130	3.480.808	3.467.576	365.969	300.043
III. FINANCIAL INCOME (132 to 136)	131	6.507.575	3.975.603	9.254.546	9.081.225
1. Interest income, foreign exchange gains, dividends and similar income from related parties	132				
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	6.477.596	3.972.515	3.743.874	3.570.553
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136	29.979	3.088	5.510.672	5.510.672
IV. FINANCIAL EXPENSES (138 to 141)	137	26.153.945	12.643.059	13.677.279	6.656.147
1. Interest expenses, foreign exchange losses and similar expenses from related parties	138				
2. Interest expenses, foreign exchange losses and similar expenses from non - related	139	25.061.102	11.788.346	11.063.250	4.042.118
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141	1.092.843	854.713	2.614.029	2.614.029
V. INCOME FROM INVESTMENT SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS	142				
VI. LOSS FROM INVESTMENT SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS	143	998.725	801.563	6.104.599	5.982.225
VII. EXTRAORDINARY - OTHER INCOME	144				
VIII. EXTRAORDINARY - OTHER EXPENSES	145				
IX. TOTAL INCOME (111+131+142 + 144)	146	160.803.875	94.965.811	153.680.490	85.909.971
X. TOTAL EXPENSES (114+137+143 + 145)	147	167.642.268	94.650.497	140.407.159	69.933.849
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	-6.838.393	315.314	13.273.331	15.976.122
1. Profit before taxation (146-147)	149	0	315.314	13.273.331	15.976.122
2. Loss before taxation (147-146)	150	6.838.393	0	0	0
XII. PROFIT TAX	151	185.402	185.402	266.442	67.222
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	-7.023.795	129.912	13.006.889	15.908.900
1. Profit for the period(149-151)	153	0	129.912	13.006.889	15.908.900
2. Loss for the period (151-148)	154	7.023.795	0	0	0
XIV. PROFIT OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	155	-7.038.098	23.511	12.576.191	15.755.834
2. Attributed to minority interests	156	14.303	106.401	430.698	153.066
STATEMENT OF COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	-7.023.795	129.912	13.006.889	15.908.900
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX(159 to 165)	158	-2.170	-6.129	119.919	-181.773
1. Exchange differences on translation of foreign operations	159	-2.170	-6.129	119.919	-181.773
2. Movements in revaluation reserves of long-term tangible and intangible assets	160				
3. Profit or loss from revaluation of financial assets available for sale	161				
4. Gains or losses on efficient cash flow hedging	162				
5. Gains or losses on efficient hedge of a net investment in foreign countries	163				
6. Share in other comprehensive income / loss of associated companies	164				
7. Actuarial gains / losses on defined benefit plans	165				
III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166	-434	-1.226	23.984	-36.354
IV. NET OTHER COMPREHENSIVE INCOME/ LOSS FOR THE PERIOD (158-166)	167	-1.736	-4.903	95.935	-145.419
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD(157+167)	168	-7.025.531	125.009	13.102.824	15.763.481
APPENDIX to Statement of comprehensive income (only for consolidated financial statements)					
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	169	-7.039.834	18.608	12.672.126	15.610.415
2. Attributed to minority interests	170	14.303	106.401	430.698	153.066

STATEMENT OF CASH FLOWS - Indirect method
period 01.01.2014. to 30.06.2014

INSTITUT IGH D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	-6.838.393	13.273.331
2. Depreciation	002	8.974.118	5.778.046
3. Increase in short-term liabilities	003	51.478.288	0
4. Decrease in short term receivables	004		3.221.411
5. Decrease in inventories	005		88.264.948
6. Other cash flow increases	006		
I. Total increase in cash flow from operating activities (001 to 006)	007	53.614.013	110.537.736
1. Decrease in short - term liabilities	008		74.063.797
2. Increase in short - term receivables	009	11.229.335	
3. Increase in inventories	010	1.247.007	
4. Other cash flow decreases	011	27.867.048	59.359.388
II. Total decrease in cash flow from operating activities (008 to 011)	012	40.343.390	133.423.185
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES (007-012)	013	13.270.623	0
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES (012-007)	014	0	22.885.449
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash flow from sale of long - term tangible and intangible assets	015	307.479	1.656.148
2. Cash inflows from sale of equity and debt financial instruments	016	694.263	
3. Interest receipts	017	297.721	111.441
4. Dividend receipts	018		
5. Other cash inflows from investing activities	019		
III. Total cash inflows from investing activities(015 to 019)	020	1.299.463	1.767.589
1. Cash outflows for purchase of long - term tangible and intangible assets	021	1.463.903	551.492
2. Cash outflows for purchase of equity and debt financial instruments	022		
3. Other cash outflows from investing activities	023		20.000
IV. Total cash outflows from investing activities (021 to 023)	024	1.463.903	571.492
B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES(020-024)	025	0	1.196.097
B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES(024-020)	026	164.440	0
CASH FLOW FROM FINANCING ACTIVITIES			
1. Cash receipts from issuance of equity and debt financial instruments	027		57.950.000
2. Cash inflows from loans, debentures, credits and other borrowings	028	1.789.625	20.000
3. Other cash inflows from financing activities	029		
V. Total cash inflows from financing activities (027 to 029)	030	1.789.625	57.970.000
1. Cash outflows for repayment of loans and bonds	031	13.558.708	521.090
2. Dividends paid	032		
3. Cash outflows for finance lease	033	78.268	81.362
4. Cash outflows for purchase of own stocks	034		
5. Other cash outflows from financing activities	035		
VI. Total cash outflows from financing activities (031 do 035)	036	13.636.976	602.452
C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES (030-036)	037	0	57.367.548
C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES (036-030)	038	11.847.351	0
Total increases of cash flows (013 – 014 + 025 – 026 + 037 – 038)	039	1.258.832	35.678.196
Total decreases of cash flows (014 – 013 + 026 – 025 + 038 – 037)	040	0	0
Cash and cash equivalents at the beginning of period	041	2.534.981	5.645.269
Increase in cash and cash equivalents	042	1.258.832	35.678.196
Decrease in cash and cash equivalents	043		
Cash and cash equivalents at the end of period	044	3.793.813	41.323.465

STATEMENT OF CHANGES IN EQUITY
from 01.01.2014 to 30.06.2014

	Position	AOP	Previous year	Current year
	1	2	3	4
1.	Subscribed capital	001	105.668.000	116.604.710
2.	Capital reserves	002		
3.	Reserves from profit	003	21.089.209	-2.416.391
4.	Retained earnings or accumulated loss	004	-173.980.088	-190.533.003
5.	Profit / loss for the current year	005	-60.369.788	12.576.191
6.	Revaluation of long - term tangible assets	006	141.505.530	141.841.117
7.	Revaluation of intangible assets	007		
8.	Revaluation of financial assets available for sale	008		
9.	Other revaluation	009		
10.	Total capital and reserves (AOP 001 to 009)	010	33.912.863	78.072.624
11.	Currency gains and losses arising from net investments in foreign operations	011	251.385	119.919
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		
17.	Total increase or decrease in capital (AOP 011 to 016)	017	251.385	119.919
17 a.	Attributed to equity holders of parent company	018	34.164.248	78.192.543
17 b.	Attributed to minority interest	019	1.912.021	2.332.127

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