

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 COMPANY INSTITUT IGH, d.d. AND ITS SUBSIDIARIES IN THE PERIOD FROM 1 JANUARY TO 31 DECEMBER OF 2016

INSTITUT IGH, d.d. Zagreb and its subsidiaries are the leading service provider in the field of design, technical supervision, laboratory services and project management of infrastructure and civil engineering projects in Southeast Europe. 18 subsidiary companies with the same core activity and similar activities are affiliated to Institut IGH d.d.

On 31 December 2016, a total of 497 employees were employed with INSTITUT IGH, d.d. and its subsidiary companies.

In 2016, INSTITUT IGH d.d. operated at a loss in the amount of HRK 59.9 million at the non-consolidated level, primarily under the influence of value adjustments of financial and fixed tangible assets. Operating revenues of the company amounted to HRK 176.3 million, which is a 2.5% increase with respect to the operating revenues realized in 2015. At the same time, the Company reduced its operating expenses by 3.5%. All the above mentioned resulted in achieved EBITDA of HRK 12.9 million in 2016.

Consolidated financial statements for 2016 indicate that the company INSTITUT IGH, d.d. and its subsidiary companies, at the consolidated level, realized operating revenues in the amount of HRK 184.9 million, which is a decrease of 8.5 % compared to the previous year, primarily due to positive one off effect of a subsidiary company leaving consolidation in the amount of HRK 17 million in 2015. The consolidated revenues from the sales of services amount to HRK 160.9 million, which is a 2.5% increase compared to consolidated revenues from sales realized in 2015.

RC SPLIT
SPLIT 21000
Matice hrvatske 15
Tel: 021/558-666
Fax: 021/465-335

RC RIJEKA
KUKULJANOVO 51227
Kukuljanovo 182/2
Tel: 051/206-100
Fax: 051/331-100

RC OSIJEK
OSIJEK 31000
Drinska 18
Tel: 031/253-103
Fax: 031/253-104

VARAŽDIN 42000
Hallerova aleja 7
Tel: 042/210-970,
042/210-722
Fax: 042/211-285

DUBROVNIK 20000
Vukovarska 8
Tel: 020/412-489,
020/411-628
Fax: 020/412-489

PULA 52100
Divkovićeve 2/C
Tel: 052/508-220
Fax: 052/508-221

ZADAR 23000
Dobriše Cesarića 1
Tel: 023/220-910,
023/323-299
Fax: 023/323-225

Mjerodavni sud:
Trgovački sud u Zagrebu,
registrarski uložak
s matičnim brojem (MBS)
080000959

Temeljni kapital:
116.604.710,00 kn
uplaćen u cijelosti
Broj izdanih dionica:
IGH-R-A 613.709
Nominalna vrijednost
dionice 190 kn

MB: 3750272
OIB: 79766124714
Poslovna banka:
Zagrebačka banka d.d.
IBAN:
HR772360001101243767
SWIFT kod: ZABHR2X

Uprava:
Ivan Palodina, dipl.oec, predsjednik Uprave
mr.sc. Oliver Kumrić, dipl.ing.grad.,
član Uprave

Nadzorni odbor:
Željko Dešković, dipl.ing.grad,
predsjednik Nadzornog odbora



Consolidated operating costs amount to HRK 228.7 million, which represents a decrease of 6.4 % compared to the same period last year. An overall reduction of operating costs in the absolute amount of HRK 15.8 million is mainly the result of reduction in material costs, salary costs and other operating costs, and reduction of the value adjustment for receivables.

Consolidated financial expenses, excluding unrealized loss from financial assets, amounted to HRK 18.6 million, which is 8% less than consolidated financial expenses realized in 2015. Consequently, the total consolidated revenues of HRK 190.1 million and total consolidated expenses of HRK 247.5 million resulted in consolidated loss of HRK 56.6 million in this period.

On 31 December 2016, INSTITUT IGH, d.d. had contracts in progress in the value amounting to HRK 435 million.

Growth achieved in operating revenues, in view of the previous 7 years of consecutive decrease, represents a major turning point in business operation of INSTITUT IGH. Taking into account the lower number of employees on average, by 9 %, it is evident that the growth in revenues has been accompanied by an increase in productivity, which together with implemented measures of operational restructuring and cost rationalization resulted in a positive EBITDA.

However, despite significant improvement in operational results, the company has negative equity and repayment of the Senior loan principal commences in 2017, according to the provisions of the Pre-bankruptcy settlement agreement and subsequent agreements with creditors of category a), which will present a challenge in the following period.

Taking into account all circumstances and challenges and being guided primarily by stable positive operating result, the growth of contracts concluded and the status of contracts in progress, the Management Board of the company believes that the year 2017 will, be stable and successful, and that the Company will fulfil the obligations as

assumed by the concluded Pre-bankruptcy settlement agreement and subsequent agreements with creditors of category a).

Zagreb, 28 February 2017

Paladina

On behalf of the Management Board of INSTITUT IGH, d.d.

Ivan Paladina, President of the Management Board



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



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 year ended 31. December 2016 are prepared in accordance with the Accountancy Law (Official Gazette 146/05) and International Financial Reporting Standards as adopted by the European Union, 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 Financial Reporting 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:

Ivan Paladina
Ivan Paladina, President of Management Board

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



24 February 2017

RC SPLIT
SPLIT 21000
Matice hrvatske 15
Tel: 021/558-666
Fax: 021/465-335

RC RIJEKA
KUKULJANOVO 51227
Kukuljanovo 182/2
Tel: 051/206-100
Fax: 051/331-100

RC OSIJEK
OSIJEK 31000
Drinska 18
Tel: 031/253-103
Fax: 031/253-104

VARAŽDIN 42000
Hallerova aleja 7
Tel: 042/210-970,
042/210-722
Fax: 042/211-285

DUBROVNIK 20000
Vukovarska 8
Tel: 020/412-489,
020/411-628
Fax: 020/412-489

PULA 52100
Divkovičeva 2/C
Tel: 052/508-220
Fax: 052/508-221

ZADAR 23000
Dobriše Cesarića 1
Tel: 023/220-910,
023/323-299
Fax: 023/323-225

Mjerodavni sud:
Trgovački sud u Zagrebu,
registarski uložak
s matičnim brojem (MBS)
08000959

Temeljni kapital:
116.604.710,00 kn
uplaćen u cijelosti
Broj izdanih dionica:
IGH-R-A 613.709
Nominalna vrijednost
dionice 190 kn

MB: 3750272
OIB: 79766124714
Poslovna banka:
Zagrebačka banka d.d.
IBAN:
HR772360001101243767
SWIFT kod: ZABAHK2X

Uprava:
Ivan Paladina, dipl.oec, predsjednik Uprave
mr.sc. Oliver Kumić, dipl.ing.grad.,
član Uprave

Nadzorni odbor:
Žarko Dešković, dipl.ing.grad,
predsjednik Nadzornog odbora



Attachment 1.

Reporting period:

1.1.2016

do

31.12.2016

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.igh.hr

Municipality/city code and name: 133 ZAGREB

County code and name: 21 GRAD ZAGREB

Number of employees (quarter end): 470

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: IVAN PALADINA

(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



Paladini

(signature of the person authorized to represent the company)

BALANCE SHEET
as of 31.12.2016

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	444.050.179	361.403.661
I. INTANGIBLE ASSETS (004 to 009)	003	4.012.325	4.422.527
1. Assets development	004	0	0
2. Concessions, patents, licence fees, merchandise and service brands, software and other rights	005	1.381.673	1.809.320
3. Goodwill	006	0	0
4. Prepayments for purchase of intangible assets	007	0	0
5. Intangible assets in preparation	008	2.630.652	2.613.207
6. Other intangible assets	009	0	0
II. TANGIBLE ASSETS (011 to 019)	010	188.543.941	176.187.188
1. Land	011	63.760.082	63.760.082
2. Buildings	012	65.972.760	62.001.464
3. Plant and equipment	013	16.666.923	15.217.217
4. Instruments, plant inventories and transportation assets	014	4.176.712	4.414.945
5. Biological assets	015	0	0
6. Prepayments for tangible assets	016	140.079	335.434
7. Tangible assets in preparation	017	26.537.960	26.537.960
8. Other material assets	018	303.336	303.336
9. Investment in buildings	019	10.986.089	3.616.750
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	250.038.102	179.593.907
1. Shares (stocks) in related parties	021	208.076.866	171.137.605
2. Loans given to related parties	022	12.303.013	5.088.198
3. Participating interests (shares)	023	743.820	0
4. Loans to entrepreneurs in whom the entity hold participating interests	024	0	0
5. Investment in securities	025	0	0
6. Loans, deposits and similar assets	026	25.070.145	419.552
7. Other long - term financial assets	027	3.844.258	2.948.552
8. Investments accounted by equity method	028	0	0
IV. RECEIVABLES (030 to 032)	029	1.455.811	1.200.039
1. Receivables from related parties	030	0	0
2. Receivables based on trade loans	031	1.455.811	1.200.039
3. Other receivables	032	0	0
V. DEFERRED TAX ASSETS	033	0	0
C) SHORT TERMS ASSETS (035+043+050+058)	034	151.217.183	165.947.785
I. INVENTORIES (036 to 042)	035	109.443.073	108.840.997
1. Raw material	036	0	0
2. Work in progress	037	247.493	247.493
3. Finished goods	038	0	0
4. Merchandise	039	568.162	568.162
5. Prepayments for inventories	040	0	0
6. Long - term assets held for sale	041	108.627.418	108.025.342
7. Biological assets	042	0	0
II. RECEIVABLES (044 to 049)	043	37.890.161	40.433.901
1. Receivables from related parties	044	1.438.263	790.148
2. Accounts receivable	045	34.359.091	36.606.686
3. Receivables from participating entrepreneurs	046	0	0
4. Receivables from employees and shareholders	047	684.960	675.451
5. Receivables from government and other institutions	048	632.205	1.425.385
6. Other receivables	049	775.642	936.231
III. SHORT - TERM FINANCIAL ASSETS (051 to 057)	050	3.452.953	13.140.398
1. Shares (stocks) in related parties	051	0	0
2. Loans given to related parties	052	293.052	318.211
3. Participating interests (shares)	053	0	0
4. Loans to entrepreneurs in whom the entity hold participating interests	054	0	0
5. Investment in securities	055	0	0
6. Loans, deposits and similar assets	056	3.159.901	12.822.187
7. Other financial assets	057	0	0
IV. CASH AT BANK AND IN CASHIER	058	430.996	3.532.489
D) PREPAID EXPENSES AND ACCRUED INCOME	059	5.992.599	3.839.887
E) TOTAL ASSETS (001+002+034+059)	060	601.259.961	531.191.333
F) OFF-BALANCE SHEET NOTES	061	38.870.526	43.877.876

LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	26.446.269	-31.725.036
I. SUBSCRIBED CAPITAL	063	116.604.710	116.604.710
II. CAPITAL RESERVES	064	0	0
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	0	0
1. Reserves prescribed by law	066	0	0
2. Reserves for treasury stocks	067	1.446.309	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	0
IV. REVALUATION RESERVES	071	138.569.436	134.917.286
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	-121.848.675	-223.342.725
1. Retained earnings	073	6.625.537	12.010.689
2. Accumulated loss	074	128.474.212	235.353.414
VI. PROFIT / LOSS FOR THE CURRENT YEAR (076-077)	075	-106.879.202	-59.904.307
1. Profit for the current year	076		0
2. Loss for the current year	077	106.879.202	59.904.307
VII. MINORITY INTEREST	078	0	0
B) PROVISIONS (080 to 082)	079	12.165.789	6.851.514
1. Provisions for pensions, severance pay and similar liabilities	080	1.656.347	768.473
2. Reserves for tax liabilities	081	0	0
3. Other reserves	082	10.509.442	6.083.041
C) LONG TERM LIABILITIES (084 to 092)	083	336.242.527	324.343.288
1. Liabilities to related parties	084	572.160	241.777
2. Liabilities for loans, deposits etc.	085	64.800	0
3. Liabilities to banks and other financial institutions	086	280.038.174	279.755.085
4. Liabilities for received prepayments	087	0	0
5. Accounts payable	088	12.002.334	6.152.231
6. Liabilities arising from debt securities	089	0	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	090	0	0
8. Other long-term liabilities	091	8.922.700	4.464.873
9. Deferred tax liability	092	34.642.359	33.729.322
D) SHORT - TERM LIABILITIES (094 to 105)	093	203.405.420	199.572.728
1. Liabilities to related parties	094	651.031	1.018.490
2. Liabilities for loans, deposits etc.	095	2.605.144	2.896.908
3. Liabilities to banks and other financial institutions	096	70.162.513	66.326.720
4. Liabilities for received prepayments	097	3.037.966	2.555.440
5. Accounts payable	098	27.257.337	23.440.522
6. Liabilities arising from debt securities	099	70.973.241	70.973.241
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100	0	0
8. Liabilities to employees	101	5.289.872	9.015.056
9. Liabilities for taxes, contributions and similar fees	102	9.570.672	13.226.199
10. Liabilities to share - holders	103	0	0
11. Liabilities for long term assets held for sale	104	0	0
12. Other short - term liabilities	105	13.857.644	10.120.152
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	22.999.956	32.148.839
F) TOTAL CAPITAL AND LIABILITIES (062+079+083+093+106)	107	601.259.961	531.191.333
G) OFF-BALANCE SHEET NOTES	108	38.870.526	43.877.876
APPENDIX TO BALANCE SHEET (only for consolidated financial statements)			
A) CAPITAL AND RESERVES			
1. Attributed to equity holders of parent company	109		
2. Attributed to minority interests	110		

PROFIT AND LOSS ACCOUNT
for period 01.01.2016. to 31.12.2016.

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	171.979.717	43.924.601	176.324.652	64.530.955
1. Sales revenues	112	154.532.425	33.608.850	162.915.992	55.047.763
2. Other operating revenues	113	17.447.292	10.315.751	13.408.660	9.483.192
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	184.950.584	49.057.963	178.405.288	60.257.153
1. Changes in the value of work in progress and finished goods	115	59.735	59.735		0
2. Material costs (117 to 119)	116	53.038.593	16.528.300	50.472.986	18.351.158
a) Raw material and material costs	117	7.951.141	2.211.128	6.806.981	2.037.543
b) Costs of goods sold	118	0	0	0	0
c) Other external costs	119	45.087.452	14.317.172	43.666.005	16.313.615
3. Staff costs (121 to 123)	120	91.820.910	22.763.598	87.186.637	25.006.588
a) Net salaries and wages	121	53.564.042	13.599.548	50.953.482	14.760.249
b) Costs for taxes and contributions from salaries	122	24.740.088	5.809.558	23.328.972	6.459.181
c) Contributions on gross salaries	123	13.516.780	3.354.492	12.904.183	3.787.158
4. Depreciation	124	6.572.219	1.969.432	7.619.120	1.991.801
5. Other costs	125	20.291.556	5.377.434	21.619.092	6.371.291
6. Impairment (127+128)	126	6.838.637	692.282	9.780.148	8.351.853
a) Impairment of long-term assets (excluding financial assets)	127	236.076	236.076	7.369.338	7.369.338
b) Impairment of short-term assets (excluding financial assets)	128	6.602.561	456.206	2.410.810	982.515
7. Provisions	129	1.919.859	1.667.182	998.355	0
8. Other operating expenses	130	4.409.075	0	728.950	184.462
III. FINANCIAL INCOME (132 to 136)	131	4.177.013	1.366.161	4.232.083	31.476
1. Interest income, foreign exchange gains, dividends and similar income from related	132	13.645	4.168	31.476	31.476
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	2.584.177	0	4.200.607	0
3. Share in income from affiliated entrepreneurs and participating interests	134	0	0	0	0
4. Unrealized gains (income) from financial assets	135	67.003	67.003	0	0
5. Other financial income	136	1.512.188	1.294.990	0	0
IV. FINANCIAL EXPENSES (138 to 141)	137	98.532.646	85.140.666	62.968.791	51.258.628
1. Interest expenses, foreign exchange losses and similar expenses from related parties	138	107.386	107.386	159.354	0
2. Interest expenses, foreign exchange losses and similar expenses from non - related	139	14.274.243	3.110.611	14.457.933	4.981.449
3. Unrealized losses (expenses) on financial assets	140	81.278.866	81.278.866	45.883.314	45.741.016
4. Other financial expenses	141	2.872.151	643.803	2.468.190	536.163
V. INCOME FROM INVESTMENT SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS	142	0	0	0	0
VI. LOSS FROM INVESTMENT SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS	143	0	0	0	0
VII. EXTRAORDINARY - OTHER INCOME	144	0	0	0	0
VIII. EXTRAORDINARY - OTHER EXPENSES	145	0	0	0	0
IX. TOTAL INCOME (111+131+142 + 144)	146	176.156.730	45.290.762	180.556.735	64.562.431
X. TOTAL EXPENSES (114+137+143 + 145)	147	283.483.230	134.198.629	241.374.079	111.515.781
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	-107.326.500	-88.907.867	-60.817.344	-46.953.350
1. Profit before taxation (146-147)	149	0	0	0	0
2. Loss before taxation (147-146)	150	107.326.500	88.907.867	60.817.344	46.953.350
XII. PROFIT TAX	151	-447.298	-447.298	-913.037	-227.756
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	-106.879.202	-88.460.569	-59.904.307	-46.725.594
1. Profit for the period(149-151)	153	0	0	0	0
2. Loss for the period (151-148)	154	106.879.202	88.460.569	59.904.307	46.725.594
APPENDIX to Profit and Loss Account (only for consolidated financial statements)					
XIV. PROFIT OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	155				
2. Attributed to minority interests	156				
STATEMENT OF COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	-106.879.202	-88.460.569	-59.904.307	-46.725.594
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX(159 to 165)	158	17.939.215	17.939.215	0	0
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	17.939.215	17.939.215	0	0
3. Profit or loss from revaluation of financial assets available for sale	161	0	0	0	0
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
III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166	3.587.843	3.587.843	0	0
IV. NET OTHER COMPREHENSIVE INCOME/ LOSS FOR THE PERIOD (158-166)	167	14.351.372	14.351.372	0	0
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD(157+167)	168	-92.527.830	-74.109.197	-59.904.307	-46.725.594
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				
2. Attributed to minority interests	170				

STATEMENT OF CASH FLOWS - Indirect method
period 01.01.2016. to 31.12.2016.

Legal entity : INSTITUT IGH D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	-107.326.500	-60.817.344
2. Depreciation	002	6.572.219	7.619.120
3. Increase in short-term liabilities	003	0	303.485
4. Decrease in short term receivables	004	21.475.449	0
5. Decrease in inventories	005	147.747	0
6. Other cash flow increases	006	79.131.085	33.757.692
I. Total increase in cash flow from operating activities (001 to 006)	007	0	-19.137.047
1. Decrease in short - term liabilities	008	2.158.015	0
2. Increase in short - term receivables	009	0	135.256
3. Increase in inventories	010	0	0
4. Other cash flow decreases	011	0	0
II. Total decrease in cash flow from operating activities (008 to 011)	012	2.158.015	135.256
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES (007-012)	013	0	0
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES (012-007)	014	2.158.015	19.272.303
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash flow from sale of long - term tangible and intangible assets	015	9.364.291	730.606
2. Cash inflows from sale of equity and debt financial instruments	016	0	1.337.838
3. Interest receipts	017	428.715	968.340
4. Dividend receipts	018	0	3.541
5. Other cash inflows from investing activities	019	4.465.426	26.974.921
III. Total cash inflows from investing activities(015 to 019)	020	14.258.432	30.015.246
1. Cash outflows for purchase of long - term tangible and intangible assets	021	3.338.856	2.483.306
2. Cash outflows for purchase of equity and debt financial instruments	022	173.100	1.732.000
3. Other cash outflows from investing activities	023	5.176.572	1.937.071
IV. Total cash outflows from investing activities (021 to 023)	024	8.688.528	6.152.377
B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES(020-024)	025	5.569.904	23.862.869
B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES(024-020)	026	0	0
CASH FLOW FROM FINANCING ACTIVITIES			
1. Cash receipts from issuance of equity and debt financial instruments	027	0	0
2. Cash inflows from loans, debentures, credits and other borrowings	028	7.000	830.000
3. Other cash inflows from financing activities	029	0	0
V. Total cash inflows from financing activities (027 to 029)	030	7.000	830.000
1. Cash outflows for repayment of loans and bonds	031	8.113.608	1.337.203
2. Dividends paid	032	0	0
3. Cash outflows for finance lease	033	636.423	551.870
4. Cash outflows for purchase of own stocks	034	0	0
5. Other cash outflows from financing activities	035	0	430.000
VI. Total cash outflows from financing activities (031 do 035)	036	8.750.031	2.319.073
C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES (030-036)	037	0	0
C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES (036-030)	038	8.743.031	1.489.073
Total increases of cash flows (013 – 014 + 025 – 026 + 037 – 038)	039	0	3.101.493
Total decreases of cash flows (014 – 013 + 026 – 025 + 038 – 037)	040	5.331.142	0
Cash and cash equivalents at the beginning of period	041	5.762.138	430.996
Increase in cash and cash equivalents	042	0	3.101.493
Decrease in cash and cash equivalents	043	5.331.142	0
Cash and cash equivalents at the end of period	044	430.996	3.532.489

STATEMENT OF CHANGES IN EQUITY

from 1.1.2016 to 31.12.2016

Position	AOP	Previous year	Current year
1	2	3	4
1. Subscribed capital	001	116.604.710	116.604.710
2. Capital reserves	002	0	0
3. Reserves from profit	003	0	0
4. Retained earnings or accumulated loss	004	-121.848.675	-223.342.725
5. Profit / loss for the current year	005	-106.879.202	-59.904.307
6. Revaluation of long - term tangible assets	006	138.569.436	134.917.286
7. Revaluation of intangible assets	007	0	0
8. Revaluation of financial assets available for sale	008	0	0
9. Other revaluation	009	0	0
10. Total capital and reserves (AOP 001 to 009)	010	26.446.269	-31.725.036
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		
17. Total increase or decrease in capital (AOP 011 to 016)	017	0	0
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