

LUKA PLOČE d.d.  
Trg kralja Tomislava 21  
20 340 Ploče  
OIB: 51228874907

**LUKA PLOČE GROUP**

**UNAUDITED CONSOLIDATED REPORT**  
**FOR PERIOD**  
**FROM 01.01. UNTIL 30.06.2012.**

Ploče, July 2012.

## **CONTENTS:**

### **a) MANAGEMENT BOARD'S REPORT**

- Balance sheet
- P&L (profit and loss account)
- Cash flow statement
- Change in capital statement

### **b) STATEMENT OF PERSONS RESPONSIBLE FOR PREPARATION OF FINANCIAL REPORTS**



**MANAGEMENT BOARD'S STATEMENT ON POSITION OF  
THE COMPANY IN PERIOD FROM 01.01.2012. TO 30.06.2012.**

**FINANCIAL RESULTS OF THE LUKA PLOČE GROUP IN I-VI 2012.:**

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- Traffic of cargo through the port of Ploče: 1,40 million tones of cargoes
  - 34 % in comparison with the same period of the previous year.
- Revenues from sales: 64,34 million kuna
  - 10,88% in comparison with the same period of the previous year.
- EBITDA (profit before interests, taxation and depreciation) 7,8 million kuna
- EBITDA margin: 12,14%
- EBIT: 1,30 million kuna
- EBIT margin: 2,04%
- Net profit: 7,08 million kuna
- Cash flow from operating activities: 2,17 million kuna
- Cash flow from investing activities: -10,80 million kuna

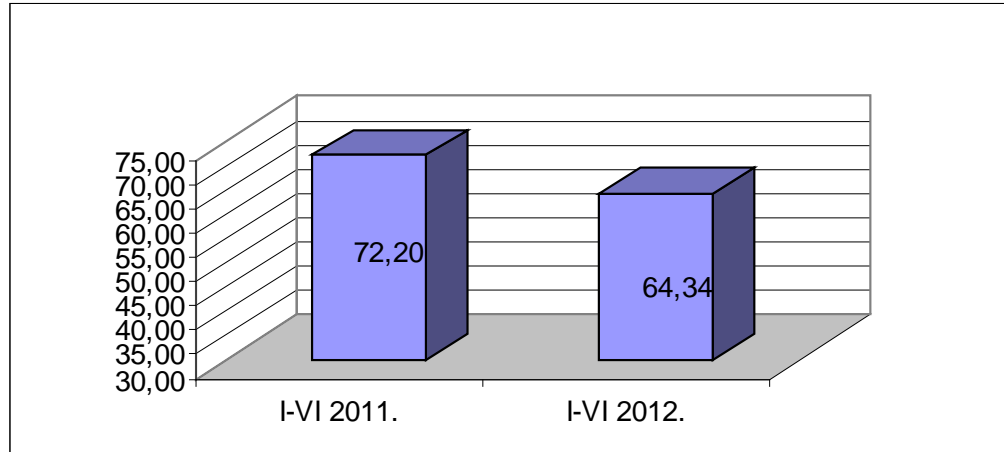


## CONSOLIDATED REVENUE

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In the first half of the year 2012, operating revenues amounted to 63,34 million kuna which is 10,88% decrease over the previous year. The fall in operating revenues is mainly caused by the drop in bulk cargo traffic in the last quarter due to difficulties in the operations of major customers in Bosnia and Herzegovina and Italy.

Structure of the Luka Ploče Group's operating revenue (in mill kuna)

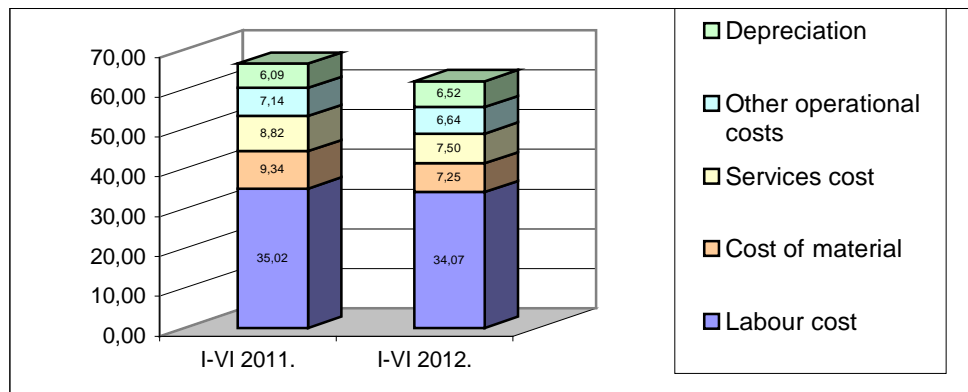




## OPERATING EXPENSES OF LUKA PLOČE GROUP

Operating expenses amount to 63,04 million kuna which represent the decrease of 5,8% in comparison to the same period of the previous year. Decrease in expenses is the result of the decrease of costs of material and decrease of costs of external services.

Structure of operating costs in the total operating expenses



Decrease of the costs is the result of the performed rationalization of the business operation aimed at increasing of the effectiveness of the operation.

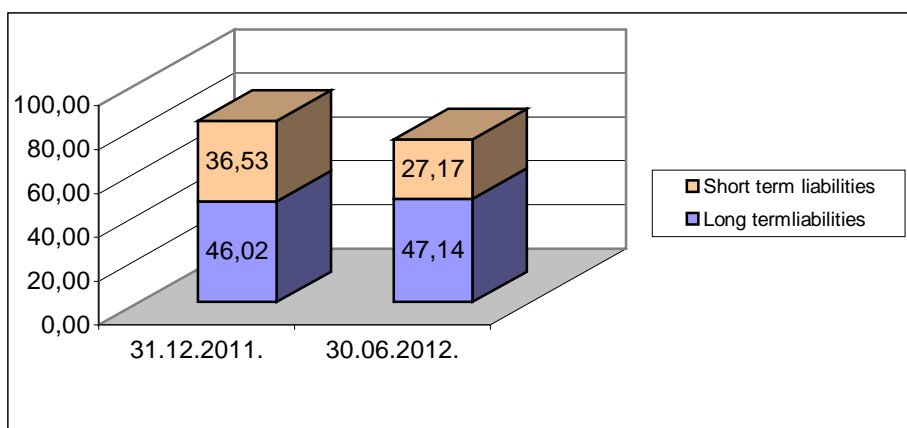


## FINANCIAL POSITION

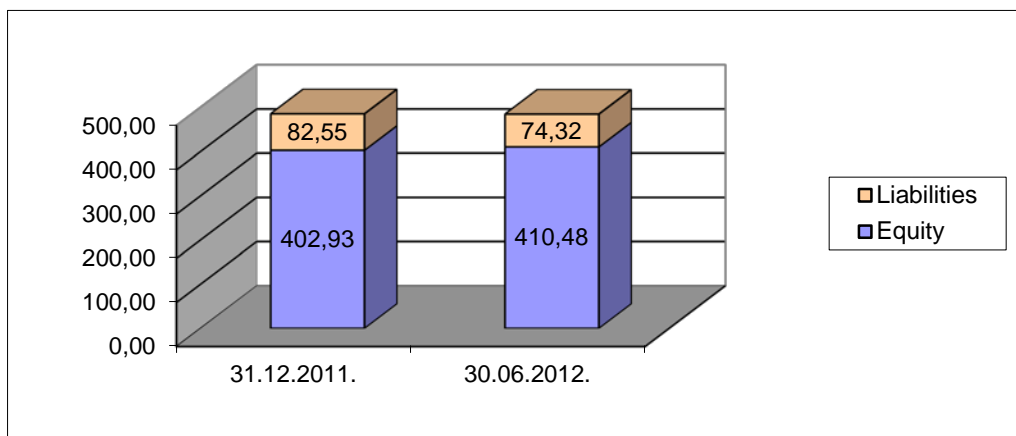
Due to the global slowdown in production and consumption, Luka Ploče Group has had disadvantageous position in comparison to the previous year. It has led a conservative business politic by a low debt ratio, which is indicated by the ratio between borrowing and assets of only 0.11% on 31.12.2011. and the same ratio of 0,10% on 30.06.2012.

The largest part of the Luka Ploče Group's borrowings refers to liabilities arising from finance leases of equipment (94%) while the rest of the loans are related to liabilities to the state for residential flats sold to employees.

The structure of financial liabilities of Luka Ploče Group (in mill kuna)



Structure of the sources of funding of Luka Ploče Group (in mill kuna)





## KEY INDICATORS

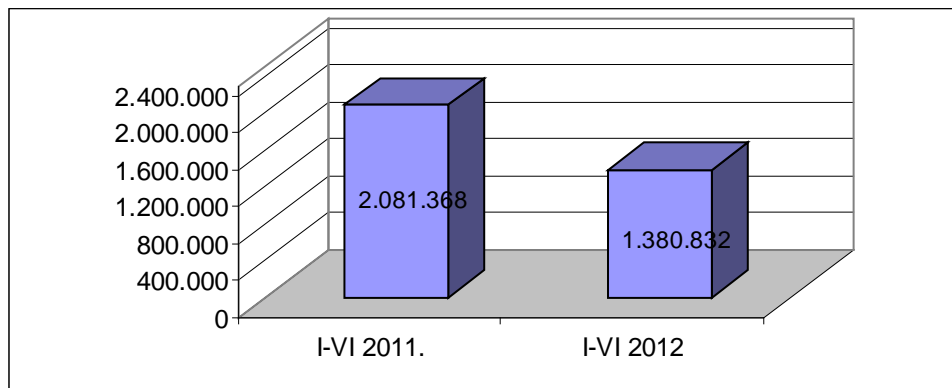
(in million kuna)

DESCRIPTION	31.12.2011.	30.06.2012.
Total debt	82,55	74,32
Net debt	+21,86	+29,20
Interest coverage ratio	5,9	0,73
Debt Indicators	0,11	0,10
Current ratio	8,79	11,94

## SALES AND MARKETING

Total volume of cargo reloaded in the period I-VI of 2012. totals to 1.380.832 tons, which represents 34% decrease in comparison to the same period in 2011. when the total volume of reloaded cargo was 2.081.368 t.

Volumes reloaded in period I-VI 2011. and (I-VI) 2012.(in t)



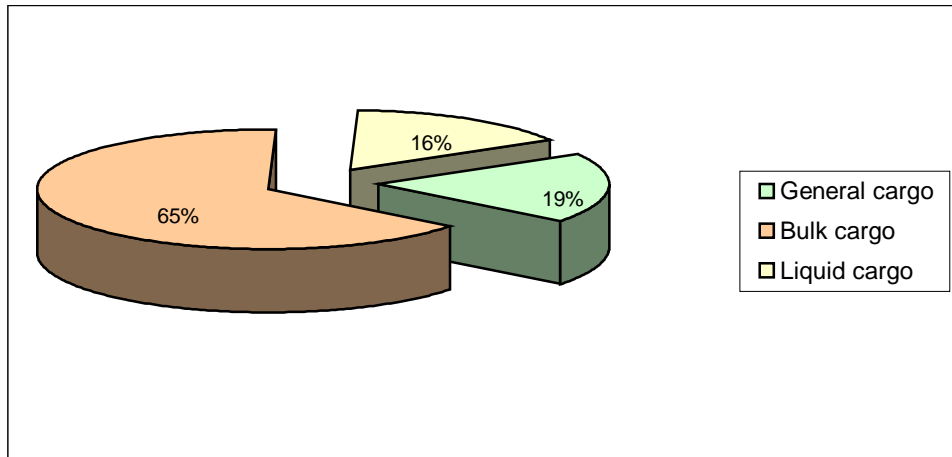
### Volumes as per the structure of cargo

Volumes as per the type of cargo (in tones)

CARGO TYPE	I-VI 2011.	I-VI 2012.	Indeks 2012./2011.
General cargoes	210.811	262.578	<b>125</b>
Bulk cargoes	1.649.072	902.098	<b>55</b>
Liquid cargoes	221.485	216.156	<b>98</b>
<b>TOTAL</b>	<b>2.081.368</b>	<b>1.380.832</b>	<b>66</b>



**Structure as per the cargo type for period I – VI of 2012.**



**Bulk cargo**

The share of bulk cargo continues to prevail within the structure of the total volume of cargo and amounts to 65% for the first half of the year 2012. in comparison to 79% achieved in the first six months of the previous year.

**General cargo**

Traffic volumes of general cargo reports significant increase by 25% (262.578 tons in I-VI of 2012. compared to 210.811 tons in I-VI of 2011.). The growth happened in volume of iron and aluminium products, as well as due to present trend of the occurrence of the new types of general cargoes (most significant one: segments of the wind power plants that are assembled on site at the Pelješac peninsula.

Container traffic has increased by 10% in the first half of year 2012. with reloaded 11.873 TEUs in comparison to 10.805 TEUs reloaded in the same period of previous year.



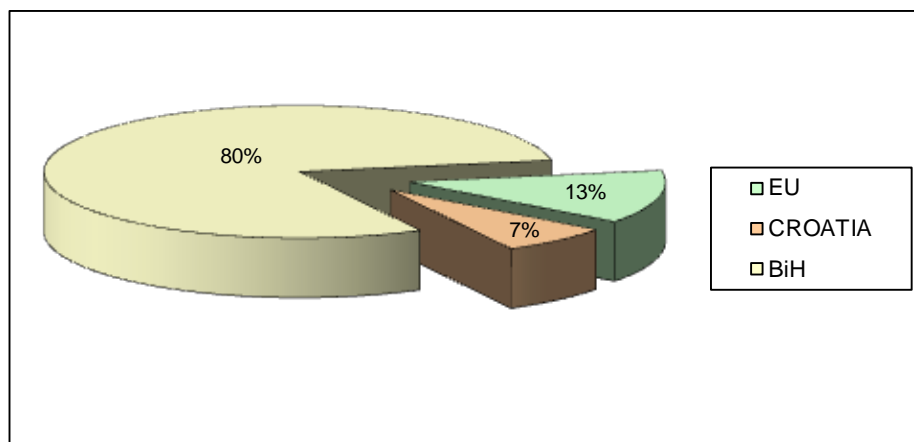


## Liquid cargo

Cargo traffic volume of liquid cargo in the first half of year 2012. reports slight decrease in comparison to the same period of the previous year.

## Structure of traffic volumes as per various markets

The majority of traffic volumes in the first half of year 2012. relates to Bosnia and Herzegovina market at the level of 80%. EU market segment has decreased to 13% due to the termination of the transshipment to Italy, while the share of domestic market segment within the total cargo traffic of Ploče port is 7%.





## **KEY EVENTS IN THE PERIOD I-VI OF YEAR 2012.**

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The most significant event in the period I-VI of year 2012. is termination of transshipment services for the client Alpiq Italy.

Company has commenced activities aimed at rationalization of the business operation and cost optimizing, especially the cost of labour. The Decision has been brought for preparation of the voluntary workforce settlement Program for settlement of surplus workforce with payments of stimulative severances during the year 2012. The Decision has been made in order to adjust Company's operation with the present market conditions, aimed at increasing the efficiency and effectiveness of the operation.

Workforce downsizing Program shall be applied as the new impetus within the restructuring of the Company, but with full consideration to the position of social partners and personal choice of each employee.

Approximately 100 employees of Luka Ploče Group could be included by this workforce settlement Program until the end of the year.



## RISKS

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Operations of Luka Ploče Group mainly depends upon the production and trading of commodities at the global and regional markets. It is evident that again, after 2008., at the end of y.2011 we have had significant downfall of import / export and consumption of commodities in the region, resulting in stagnation and downfall of total volume of cargoes in comparison to the same period of the previous year. Industrial production downfall trend, thereby resulting in decrease of cargo volumes through Ploče port has continued even in the first half of year 2012., effecting negative impact to the total volume of cargoes and business results of Luka Ploče company. In view of the uncertainty reference to the duration of the actual crisis, the total range of effects it will have to the Luka Ploče Group is unknown.

Besides the risk of the effects of economic crisis, Luka Ploče Group faces the risks of competition on the alternative traffic routes due to higher transport costs in its hinterland, primarily reference to the railway transport corridor which is more expensive due to existence of larger number of railway operator authorities at the same railway transport corridor, thus preventing Luka Ploče to compete at markets of Middle Europe and Serbia, traditional to her.

Any further prolongation of Vc road corridor construction represents the aggravating circumstance towards the growth of containers traffic.

## EXPECTATIONS

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Operations of the Luka Ploče in the first half of year 2012. are in visible downfall in comparison to the same period of the previous year, resulting from the anticipated regional stagnation and crisis in production and trading of commodities of interest in the gravitational hinterland.



It is not possible at this moment to make precise estimation of the actual duration of the recession that has evidently significantly and adversely affected our region as well as entire Europe, but the producers- large multinational companies which are business partners of Luka Ploče Group will undertake all efforts to retain their production and market positions and will take actions aimed at intensifying their operations, and some indications in that respect already exist.

Ploče, July 27<sup>th</sup> 2012.

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Capt.Ivan Pavlović dipl.ing.

Director

Any clarification may be obtained at:

Investor relations:

Željka Dodig

Tel: 385 20 603 223

Anita Galamboš

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E-mail: [financije@luka-ploce.htnet.hr](mailto:financije@luka-ploce.htnet.hr)

**Appendix 1**

Reporting period:

01.01.2012.

to

30.06.2012.

**Quarterly financial report of entrepreneur - TFI-POD**

Registration number (MB) | 03036138 |

Identification number of subject | 0900065233 |

Personal identification number  
(OIB) | 5122874907 |

Issuer company: | LUKA PLOČE d.d. |

Postal code and place | 20340 | PLOČE |

Street and number | TRG KRALJA TOMISLAVA 21 |

E-mail address: | [financije@luka-ploce.htnet.hr](mailto:financije@luka-ploce.htnet.hr) |Internet address: | [www.luka-ploce.hr](http://www.luka-ploce.hr) |

Code and name of comune/town | 335 | PLOČE |

Code and county name | 19 | DUBROVAČKO-NERETVANSKA |

Number of employees | 772 |  
(at quarter end)

Consolidated statement | Yes |

NKD/NWC code: | 5224 |

Subsidiaries subject to consolidation (according to IFRS):

Personal identification number (OIB)

LUKA PLOČE TRGOVINA d.o.o. | LUČKA CESTA bb, PLOČE | 18102992360

POMORSKI SERVIS LUKA PLOČE d.o.o. | LUČKA BOSANSKA OBALA bb, PLOČE | 18875024938

LUKA PLOČE ODRŽAVANJE d.o.o. | LUČKA CESTA bb, PLOČE | 87501430734

LUKA ŠPED d.o.o. | LUČKA CESTA bb, PLOČE | 28527523504

LUKA PLOČE USLUGE d.o.o. | LUČKA CESTA bb, PLOČE | 38548671304

PLOČANSKA PLOVIDBA d.o.o. | LUČKA CESTA bb, PLOČE | 39778257122

HLADNJAČA PLOČE d.o.o. | LUČKA CESTA bb, PLOČE | 59501819409

Book keeping service: | |

Contact person: | DODIG ŽELJKA |

(fill in only surname and name of contact person)

Phone number: | 020 603 223 |

Fascimile: | 020 679 170 |

E-mail address: | |

Surname and name | PAVLOVIĆ IVAN |

(authorised person for representation)

**Disclosure documents:**

1. Financial statements (balance sheet, profit and loss account, cash flow statement, statement of changes in capital and notes to the financial statements)
2. Statement of persons responsible for preparation of financial statements
3. Report of the Management Board on position of the Company

M.P.

(signed by authorised person for representation)

**BALANCE SHEET**  
as at 30.06.2012.

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
<b>ASSETS</b>			
<b>A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL</b>	<b>001</b>		
<b>B) LONG-TERM ASSETS (003+010+020+029+033)</b>	<b>002</b>	171.889.882	168.625.256
I. INTANGIBLE ASSETS (004 to 009)	<b>003</b>	0	0
1. Assets development	<b>004</b>		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	<b>005</b>		
3. Goodwill	<b>006</b>		
4. Prepayments for purchase of intangible assets	<b>007</b>		
5. Intangible assets in preparation	<b>008</b>		
6. Other intangible assets	<b>009</b>		
II. TANGIBLE ASSETS (011 to 019)	<b>010</b>	166.948.155	163.507.908
1. Land	<b>011</b>	2.138.881	2.138.881
2. Buildings	<b>012</b>	22.724.113	22.395.047
3. Plant and equipment	<b>013</b>	102.876.850	96.904.483
4. Tools, facility inventory and transport assets	<b>014</b>	8.743.882	7.761.023
5. Biological assets	<b>015</b>		
6. Prepayments for tangible assets	<b>016</b>	714.668	153.243
7. Tangible assets in progress	<b>017</b>	24.435.147	28.889.226
8. Other tangible assets	<b>018</b>		
9. Investments in buildings	<b>019</b>	5.314.614	5.266.005
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	<b>020</b>	822.404	973.792
1. Investments (shares) with related parties	<b>021</b>	79.500	79.500
2. Loans given to related parties	<b>022</b>		
3. Participating interest (shares)	<b>023</b>		29.400
4. Loans to entrepreneurs in whom the entity holds participating interests	<b>024</b>		
5. Investments in securities	<b>025</b>		
6. Loans, deposits and similar assets	<b>026</b>	362.904	387.953
7. Other long - term financial assets	<b>027</b>	380.000	476.939
8. Investments accounted by equity method	<b>028</b>		
IV. RECEIVABLES (030 to 032)	<b>029</b>	4.119.323	4.143.556
1. Receivables from related parties	<b>030</b>		0
2. Receivables from based on trade loans	<b>031</b>	4.119.323	4.119.323
3. Other receivables	<b>032</b>		24.233
V. DEFERRED TAX ASSETS	<b>033</b>		
<b>C) SHORT TERM ASSETS (035+043+050+058)</b>	<b>034</b>	321.185.775	324.645.585
I. INVENTORIES (036 to 042)	<b>035</b>	3.303.944	3.211.146
1. Raw-material and supplies	<b>036</b>	3.130.818	3.006.748
2. Work in progress	<b>037</b>		
3. Finished goods	<b>038</b>		
4. Merchandise	<b>039</b>	103.971	204.206
5. Prepayments for inventories	<b>040</b>	69.155	192
6. Long - term assets held for sales	<b>041</b>		
7. Biological assets	<b>042</b>		
II. RECEIVABLES (044 to 049)	<b>043</b>	35.809.949	39.299.470
1. Receivables from related parties	<b>044</b>		
2. Accounts receivable	<b>045</b>	33.817.122	31.604.946
3. Receivables from participating parties	<b>046</b>		73.199
4. Receivables from employees and members of related parties	<b>047</b>	1.755	13.928
5. Receivables from government and other institutions	<b>048</b>	991.955	1.127.592
6. Other receivables	<b>049</b>	999.117	6.479.805
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	<b>050</b>	246.807.093	256.868.049
1. Shares (stocks) in related parties	<b>051</b>		
2. Loans given to related parties	<b>052</b>		
3. Participating interests (shares)	<b>053</b>	275.388	275.388
4. Loans to entrepreneurs in whom the entity holds participating interests	<b>054</b>		
5. Investments in securities	<b>055</b>		
6. Loans, deposits, etc.	<b>056</b>	246.531.705	256.592.423
7. Other financial assets	<b>057</b>		238
IV. CASH AT BANK AND IN CASHIER	<b>058</b>	35.264.789	25.266.920
<b>D) PREPAID EXPENSES AND ACCRUED REVENUE</b>	<b>059</b>		160.744
<b>E) TOTAL ASSETS (001+002+034+059)</b>	<b>060</b>	493.075.657	493.431.585
<b>F) OFF-BALANCE RECORDS</b>	<b>061</b>		

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
<b>LIABILITIES AND CAPITAL</b>			
<b>A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)</b>	<b>062</b>	402.929.716	410.479.339
I. SUBSCRIBED CAPITAL	<b>063</b>	169.186.800	169.186.800
II. CAPITAL RESERVES	<b>064</b>	88.107.087	88.107.087
III. RESERVES FROM PROFIT (066+067-068+069+070)	<b>065</b>	37.033.109	38.319.410
1. Reserves prescribed by law	<b>066</b>	4.157.437	5.443.738
2. Reserves for treasury shares	<b>067</b>	8.624.617	8.624.617
3. Treasury stocks and shares (deduction)	<b>068</b>		
4. Statutory reserves	<b>069</b>		
5. Other reserves	<b>070</b>	24.251.055	24.251.055
IV. REVALUATION RESERVES	<b>071</b>		
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	<b>072</b>	81.144.391	107.428.297
1. Retained earnings	<b>073</b>	81.144.391	107.428.297
2. Accumulated loss	<b>074</b>		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	<b>075</b>	27.101.031	7.229.993
1. Profit for the current year	<b>076</b>	27.101.031	7.229.993
2. Loss for the current year	<b>077</b>		
IX. MINORITY INTERESTS	<b>078</b>	357.298	207.752
<b>B) PROVISIONS (080 to 082)</b>	<b>079</b>	7.396.000	8.456.775
1. Provisions for pensions, severance pay, and similar liabilities	<b>080</b>	4.136.000	4.136.000
2. Reserves for tax liabilities	<b>081</b>		
3. Other reserves	<b>082</b>	3.260.000	4.320.775
<b>C) LONG - TERM LIABILITIES (084 to 092)</b>	<b>083</b>	46.019.456	47.141.461
1. Liabilities to related parties	<b>084</b>		
2. Liabilities for loans, deposits etc.	<b>085</b>		
3. Liabilities to banks and other financial institutions	<b>086</b>	43.334.823	43.097.043
4. Liabilities for received prepayments	<b>087</b>		1.359.785
5. Accounts payable	<b>088</b>		
6. Liabilities arising from debt securities	<b>089</b>		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>090</b>		
8. Other long-term liabilities	<b>091</b>	2.684.633	2.684.633
9. Deferred tax liability	<b>092</b>		
<b>D) SHORT - TERM LIABILITIES (094 to 105)</b>	<b>093</b>	36.534.856	27.174.979
1. Liabilities to related parties	<b>094</b>		
2. Liabilities for loans, deposits etc.	<b>095</b>		
3. Liabilities to banks and other financial institutions	<b>096</b>	11.109.384	7.330.524
4. Liabilities for received prepayments	<b>097</b>		176.197
5. Accounts payable	<b>098</b>	6.458.384	4.864.008
6. Liabilities arising from debt securities	<b>099</b>		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>100</b>	1.869.381	1.466.787
8. Liabilities to employees	<b>101</b>	4.259.926	3.999.335
9. Liabilities for taxes, contributions and similar fees	<b>102</b>	6.812.406	5.150.691
10. Liabilities to share - holders	<b>103</b>		
11. Liabilities for long-term assets held for sale	<b>104</b>		3.366
12. Other short - term liabilities	<b>105</b>	6.025.375	4.184.071
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	<b>106</b>	195.629	179.031
<b>F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	493.075.657	493.431.585
<b>G) OFF-BALANCE RECORDS</b>	<b>108</b>		
<b>APPENDIX to balance sheet(to be filled in by entrepreneur that prepares consolidated annual financial report)</b>			
<b>CAPITAL AND RESERVES</b>			
1. Attributed to equity holders of parent company	<b>109</b>	402.572.418	410.271.587
2. Attributed to minority interest	<b>110</b>	357.298	207.752

**PROFIT AND LOSS ACCOUNT**  
for the period 01.01.2012. to 30.06.2012.

Item	AOP code	Last year		Current year	
		Comulative	Quarterly	Comulative	Quarterly
1	2	3	4	5	6
<b>I. OPERATING REVENUE (112+113)</b>	<b>111</b>	72.200.415	34.841.018	64.341.484	31.689.998
1. Sales revenue	112	71.691.218	34.834.962	61.644.117	31.689.998
2. Other operating revenues	113	509.197	6.056	2.697.367	
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	66.929.863	34.517.743	63.045.761	31.411.901
1. Changes in value of work in progress and finished products	115				
2. Material costs (117 to 119)	116	18.171.525	9.370.241	14.705.219	7.266.743
a) Raw material and material costs	117	9.347.273	4.240.542	7.255.545	2.756.003
b) Costs of goods sold	118				
c) Other external costs	119	8.824.252	5.129.699	7.449.674	4.510.740
3. Staff costs (121 to 123)	120	35.021.407	17.131.591	34.072.952	16.877.542
a) Net salaries and wages	121	22.077.795	10.946.599	21.871.554	10.915.122
b) Cost for taxes and contributions from salaries	122	7.658.305	3.644.956	7.330.392	3.613.069
c) Contributions on gross salaries	123	5.285.307	2.540.036	4.871.006	2.349.351
4. Depreciation	124	6.090.316	3.060.165	6.516.925	3.218.001
5. Other costs	125	7.144.006	4.649.992	6.643.933	2.973.355
6. Impairment (127+128)	126	84.926	84.926	873.052	873.052
a) Impairment of long-term assets (financial assets excluded)	127				
b) Impairment of short - term assets (financial assets excluded)	128	84.926	84.926	873.052	873.052
7. Provisions	129				
8. Other operating costs	130	417.683	220.828	233.680	203.208
<b>III. FINANCIAL INCOME (132 to 136)</b>	<b>131</b>	695.703	292.699	6.740.970	6.677.800
1. Interest income, foreign exchange gains, dividends and similar income from related	132				
2. Interest income, foreign exchange gains, dividends and similar income from non -	133	695.703	292.699	6.740.970	6.677.800
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136				
<b>IV. FINANCIAL EXPENSES (138 do 141)</b>	<b>137</b>	1.201.407	399.912	956.325	330.798
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related	138				
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non -	139	1.201.407	399.912	956.325	330.798
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141				
<b>V. INCOME FROM INVESTMENT - SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS</b>	<b>142</b>				
<b>VI. LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS</b>	<b>143</b>				
<b>VII. EXTRAORDINARY - OTHER INCOME</b>	<b>144</b>				
<b>VIII. EXTRAORDINARY - OTHER EXPENSES</b>	<b>145</b>				
<b>IX. TOTAL INCOME (111+131+142 + 144)</b>	<b>146</b>	72.896.118	35.133.717	71.082.454	38.367.798
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	68.131.270	34.917.655	64.002.086	31.742.699
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	<b>148</b>	4.764.848	216.062	7.080.368	6.625.099
1. Profit before taxation (146-147)	149	4.764.848	216.062	7.080.368	6.625.099
2. Loss before taxation (147-146)	150	0	0	0	0
<b>XII. PROFIT TAX</b>	<b>151</b>				
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	4.764.848	216.062	7.080.368	6.625.099
1. Profit for the period (149-151)	153	4.764.848	216.062	7.080.368	6.625.099
2. Loss for the period (151-148)	154	0	0	0	0
<b>APPENDIX to P&amp;L account (to be filled in by entrepreneur that prepares consolidated financial report)</b>					
<b>XIV. PROFIT OR LOSS FOR THE PERIOD</b>					
1. Attributed to equity holders of parent company	155	4.775.368	226.582	7.229.993	6.774.724
2. Attributed to minority interest	156	-10.520	-10.520	-149.625	-149.625
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)</b>					
<b>I. PROFIT OR LOSS FOR THE PERIOD (= 152)</b>	<b>157</b>	4.764.848	216.062	7.080.368	6.625.099
<b>II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)</b>	<b>158</b>	0	0	0	0
1. Exchange differences on translation of foreign operations	159				
2. Movements in revaluation reserves of long - term tangible and intangible assets	160				
3. Profit or loss from reevaluation 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				
<b>III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>166</b>				
<b>IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)</b>	<b>167</b>	0	0	0	0
<b>V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)</b>	<b>168</b>	4.764.848	216.062	7.080.368	6.625.099
<b>APPENDIX to Statement of other comprehensive income (to be filled in by entrepreneur that prepares consolidated financial report)</b>					
<b>VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD</b>					
1. Attributed to equity holders of parent company	169				
2. Attributed to minority interest	170				



**STATEMENT OF CASH FLOWS - INDIRECT METHOD**  
for the period 01.01.2012. to 30.06.2012.

Item	AOP code	Last year	Current year
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	4.764.848	7.080.368
2. Depreciation	002	6.090.316	6.516.925
3. Increase in short term liabilities	003		
4. Decrease in short term receivables	004	3.029.593	
5. Decrease in inventories	005		124.070
6. Other increase in cash flow	006	2.414.557	
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	16.299.314	13.721.363
1. Decrease in short term liabilities	008	2.544.829	5.581.017
2. Increase in short term receivables	009		3.489.759
3. Increase in inventories	010	91.875	
4. Other decrease in cash flow	011	321.942	2.477.292
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	2.958.646	11.548.068
<b>A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>013</b>	13.340.668	2.173.295
<b>A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>014</b>	0	0
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
1. Cash inflows from sales of long-term tangible and intangible assets	015		2.998.769
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017		
4. Dividend receipts	018		
5. Other cash inflows from investing activities	019		
<b>III. Total cash inflows from investing activities (015 to 019)</b>	<b>020</b>	0	2.998.769
1. Cash outflow for purchase of long-term tangible and intangible assets	021	26.654.709	13.799.461
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023		
<b>IV. Total cash outflow for investing activities (021 do 023)</b>	<b>024</b>	26.654.709	13.799.461
<b>B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)</b>	<b>025</b>	0	0
<b>B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>026</b>	26.654.709	10.800.692
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>			
1. Cash inflow from issuing property and debt financial instruments	027		
2. Proceeds from the credit principal, promissory notes, borrowings and other loans	028	12.846.372	1.212.743
3. Other proceeds from financial activities	029		
<b>V. Total cash inflows from financial activities (027 to 029)</b>	<b>030</b>	12.846.372	1.212.743
1. Cash outflow for repayment of credit principal and bonds	031	1.887.114	988.839
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033		1.594.376
4. Cash outflow for purchase of treasury shares	034		
5. Other cash outflow for financial activities	035	450.000	
<b>VI. Total cash outflow for financial activities (031 to 035)</b>	<b>036</b>	2.337.114	2.583.215
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>037</b>	10.509.258	0
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>038</b>	0	1.370.472
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	<b>039</b>	0	0
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	<b>040</b>	2.804.783	9.997.869
Cash and cash equivalents at the beginning of the period	<b>041</b>	76.063.521	35.264.789
Increase of cash and cash equivalents	<b>042</b>		
Decrease of cash and cash equivalents	<b>043</b>	2.804.783	9.997.869
Cash and cash equivalents at the end of the period	<b>044</b>	73.258.738	25.266.920

## STATEMENT OF CHANGES IN EQUITY

for the period **1.1.2012** to **30.6.2012**

Item	AOP code	Last year	Current year
1	2	3	4
1. Subscribed capital	<b>001</b>	169.186.800	169.186.800
2. Capital reserves	<b>002</b>	88.107.087	88.107.087
3. Reserves from profit	<b>003</b>	37.033.109	38.319.410
4. Retained earnings or accumulated loss	<b>004</b>	81.975.693	107.785.674
5. Profit or loss for the current year	<b>005</b>	26.627.027	7.080.368
6. Revaluation of long - term tangible assets	<b>006</b>		
7. Revaluation of intangible assets	<b>007</b>		
8. Revaluation of financial assets available for sale	<b>008</b>		
9. Other revaluation	<b>009</b>		
<b>10. Total capital and reserves (AOP 001 do 009)</b>	<b>010</b>	402.929.716	410.479.339
11. Currency gains and losses arising from net investement in foreign operations	<b>011</b>		
12. Current and deferred taxes (part)	<b>012</b>		
13. Cash flow hedging	<b>013</b>		
14. Changes in accounting policy	<b>014</b>		
15. Correction of significant errors in prior period	<b>015</b>		
16. Other changes of capital	<b>016</b>		
<b>17. Total increase or decrease in capital (AOP 011 do 016)</b>	<b>017</b>	0	0
17 a. Attributed to equity holders of parent company	<b>018</b>	402.572.418	410.271.587
17 b. Attributed to minority interest	<b>019</b>	357.298	207.752

**Notes to financial statements**

Pursuant to the article 410. of the Capital market Law (Official Gazette 88/08. and 146/08) the President of the Management board of Luka Ploče d.d. provides

## **MANAGEMENT BOARD'S STATEMENT OF LIABILITY**

Financial statements of the Luka Ploče Group have been prepared pursuant to the International Financial Reporting Standards (IFRS) and Accounting Law.

The financial statements for the period from January 01<sup>st</sup> to June 30<sup>th</sup> 2012. represent complete and fair view of assets and liabilities, profit and loss, financial position and operations of the Luka Ploče Group.

**Capt. Ivan Pavlović**

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**President of the Management Board**