

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 30.06.2013.**

Ploče, July 2013.



**CONTENTS:**

**a) MANAGEMENT BOARD'S REPORT ON THE POSITION OF THE COMPANY:**

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

**b) STATEMENTS OF PERSONS RESPONSIBLE FOR PREPARATION OF FINANCIAL REPORTS**



**MANAGEMENT BOARD'S STATEMENT ON BUSINESS  
ACTIVITIES OF THE LUKA PLOČE GROUP IN PERIOD  
FROM 01.01.2013.TO 30.06.2013.**

**FINANCIAL RESULTS OF THE LUKA PLOČE GROUP I-VI 2013:**

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- Traffic of cargo through the port of Ploče: 1,38 million tones of cargoes.
- Revenues from sales: 63,15 million kuna
- -1,86% decrease in comparison with the same period of the previous year.
- EBITDA (profit before interests, taxation and depreciation) 8,28 million kuna
- EBITDA margin: 13,12%
- EBIT: 2,23 million kuna
- EBIT margin: 3,53%
- Net profit: 0,84 million kuna
- Cash flow from operating activities: 5,67 million kuna
- Cash flow from investing activities: -4,14 million kuna
- Cash flow from financing activities: -4,94 million kuna



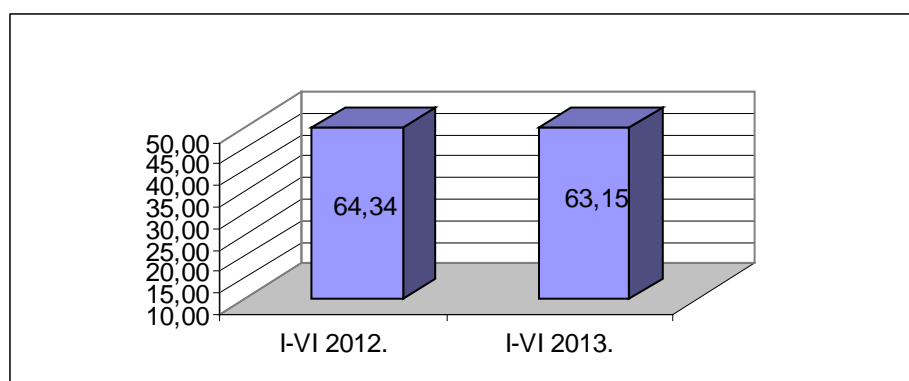
## CONSOLIDATED REVENUE

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In the first half of year 2013. operating revenues amounted to 63,15 million kuna which is 1,86 % decrease over the previous year.

The fall in operating income is mainly caused by the change in the type of reloaded cargoes in comparison to the same period of the previous year.

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



## OPERATING EXPENSES OF LUKA PLOČE GROUP

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Operating expenses amounted to 60,92 million kuna which is the decrease of 3,37 % in comparison to the same period of the previous year.

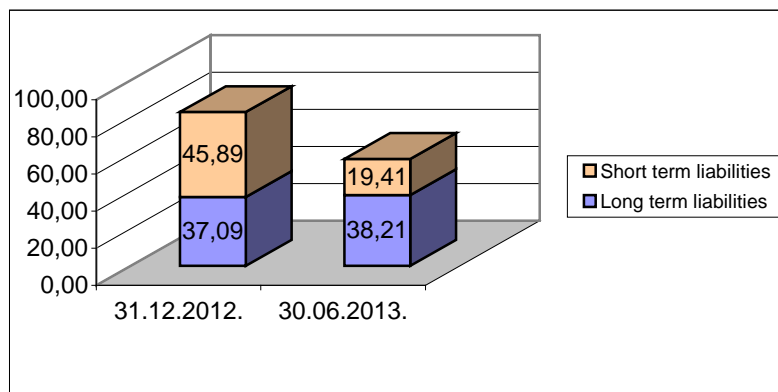


## FINANCIAL POSITION

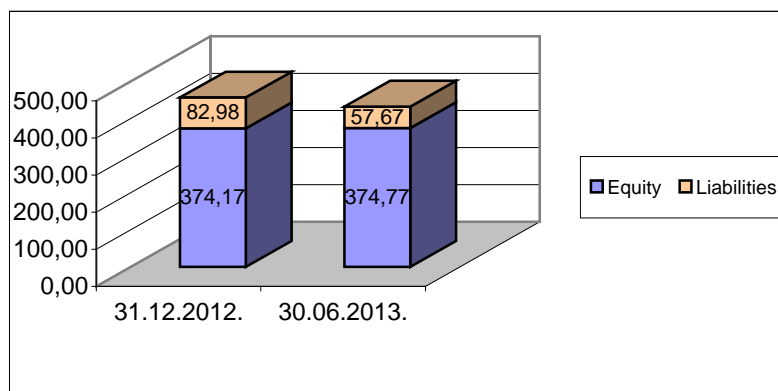
Due to the global slowdown in production and consumption, Luka Ploče Group has had the same position as in the previous year. It has led a conservative business politic by a low debt ratio, which is indicated by the ratio between borrowing and assets of 0,08 on 31.12.2012. and the same ratio of 0,09 on 30.06.2013.

The largest part of the Luka Ploče Group's borrowings refers to liabilities arising from finance leases of equipment (90%) while the rest of the loans are related to liabilities to the state for residential flats sold to employees and received advances.

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	31.12.2012.	30.06.2013.
Total debt	82,98	57,67
Net debt	+25,54	+25,17
Debt Indicators	0,09	0,11
Current ratio	6,55	14,18

## SALES AND MARKETING

Total volume of cargo reloaded in period I-VI of 2013. totals to 1.380.915 tons, which represents the same level of cargo traffic achieved in the same period of the year 2012. when it was 1.380.832..

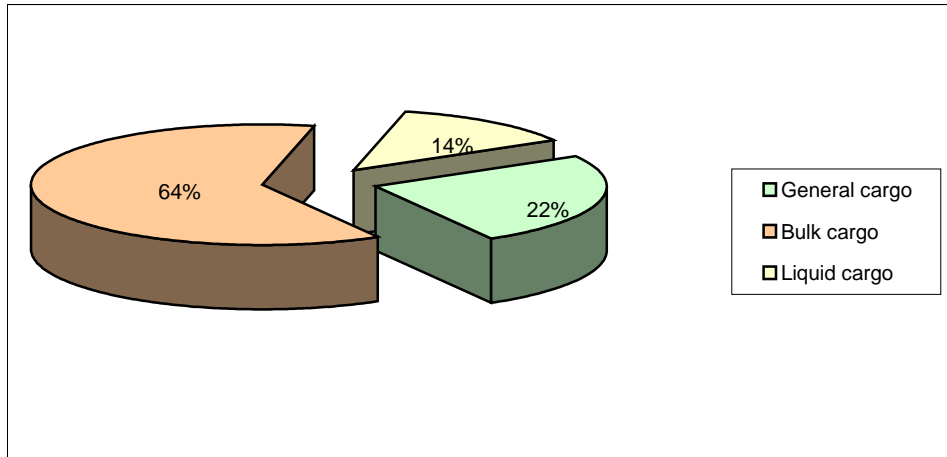
### Volumes as per the structure of cargo

Volumes as per the type of cargo (in tones)

TYPE OF CARGO	I-VI 2013.	I-VI 2012.	Indeks 2013./2012.
General cargo	301.214	262.578	<b>115</b>
Bulk cargo	885.970	902.098	<b>98</b>
Liquid cargo	193.731	216.90156	<b>90</b>
<b>TOTAL</b>	<b>1.380.915</b>	<b>1.380.832</b>	<b>100</b>



**Structure as per the type of cargo in I-VI of 2013.**



**Bulk cargo**

Decrease of the bulk cargo traffic (as a result of the termination of the transshipment of coal for the power plant in Brindisi, where we have forwarded the remaining quantity of coal, 180.302 tones in the first trimester of year 2012.) is significantly decreased, and has been brought down to 2% in the first half of year 2013. in comparison to the same period of year 2012. It means that the traffic of bulk cargoes for our main clients (ArcelorMittal Zenica, GIKIL Lukavac, Aluminij Mostar, Studen Brčko) has increased if we exclude above stated reason.

**General cargo**

Port of Ploče has had a further increase of 15% in general cargoes in the first half of year 2013. in comparison to the same period of previous year, as a result of increased volume of metallurgic products (steel billets, aluminium ingots, rods, reinforcement steel) , steel sheets and other general cargoes. Container traffic volume has recorded the sixteen percent decrease during the first half of year 2013. and is 9.970 TEU-s in comparison to 11.873 TEU-s of the same period of previous year.

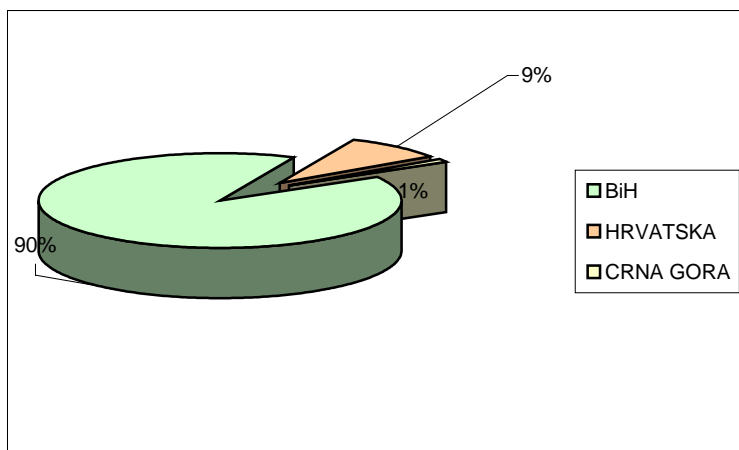


### Liquid cargo

Volume of liquid cargoes have recorded the decrease of ten percent in the first half of 2013. in comparison to the previous year. Reason for the decrease is in the fact that during the first half of this year there was no handling of platform-based products and base oils. Predominant cargoes such as gas oil and motor oil have retained the unchanged quantity levels. It is important to note the presence of new cargo within the structure of handled liquid cargoes: bio diesel.

### Structure of traffic volumes as per various markets

The majority of traffic volumes in the first half of year 2013. relates to Bosnia and Herzegovina market at the level of 89,54 %. Share of the domestic market within the total traffic volume is 9,30 %, while the remaining volume represents the share of Montenegro with 1,16%.







## KEY EVENTS IN THE PERIOD I-III OF YEAR 2013.

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- Reorganisation- Reorganisation of Luka Ploče Group is ongoing presently, with applying of the new systematization of Systematization and the Workforce settlement (reduction) Program.

## RISKS

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Operation of Luka Ploče Group is still exposed to various complex conditions of global and regional economic crisis, evidently affecting the total volume of cargo traffic. Luka Ploče Group also 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, as well as due to higher dues payable by ships in reference to the additional ship's costs. Weak dynamics of the Vc road corridor construction represents the aggravating circumstance towards the growth of containers traffic.

Ploče, July 30<sup>th</sup> 2013.



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Capt. Ivan Pavlović dipl.ing.

President of Board

## Luka Ploče Group's Interim Report for the first half of year 2013.



Any clarification may be obtained at:

Investor relations:

Željka Dodig

Tel: 385 20 603 223

Anita Galamboš

Tel: 385 20 603 260

Fax: 385 20 679 103

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

**Appendix 1**

Reporting period:

01.01.2013.

to

30.06.2013.

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

Registration number (MB) | 03036138 |

Identification number of subject | 0900065233 |

Personal identification number  
(OIB) | 5122874907 |

Issueer 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 adress: | [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 | 608 |  
(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

LUKA PLOČE ENERGIJA | TRG KRALJA TOMISLAVA 21 | 18309760889

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 30.06.2013.

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>	161.757.132	159.877.144
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>	157.589.287	155.709.299
1. Land	<b>011</b>	2.138.881	2.138.881
2. Buildings	<b>012</b>	22.950.068	22.633.855
3. Plant and equipment	<b>013</b>	92.446.952	88.421.625
4. Tools, facility inventory and transport assets	<b>014</b>	6.550.925	6.348.430
5. Biological assets	<b>015</b>		
6. Prepayments for tangible assets	<b>016</b>	84.010	2.590.186
7. Tangible assets in progress	<b>017</b>	28.263.625	28.469.526
8. Other tangible assets	<b>018</b>		
9. Investments in buildings	<b>019</b>	5.154.826	5.106.796
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	<b>020</b>	424.522	424.522
1. Investments (shares) with related parties	<b>021</b>		
2. Loans given to related parties	<b>022</b>		
3. Participating interest (shares)	<b>023</b>	79.500	79.500
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>	345.022	345.022
7. Other long - term financial assets	<b>027</b>		
8. Investments accounted by equity method	<b>028</b>		
IV. RECEIVABLES (030 to 032)	<b>029</b>	3.743.323	3.743.323
1. Receivables from related parties	<b>030</b>		
2. Receivables from based on trade loans	<b>031</b>	3.743.323	3.743.323
3. Other receivables	<b>032</b>		
V. DEFERRED TAX ASSETS	<b>033</b>		
<b>C) SHORT TERM ASSETS (035+043+050+058)</b>	<b>034</b>	300.324.671	275.886.767
I. INVENTORIES (036 to 042)	<b>035</b>	2.890.198	2.965.763
1. Raw-material and supplies	<b>036</b>	2.739.053	2.851.985
2. Work in progress	<b>037</b>		
3. Finished goods	<b>038</b>		
4. Merchandise	<b>039</b>	151.145	113.586
5. Prepayments for inventories	<b>040</b>		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>	26.513.688	33.755.796
1. Receivables from related parties	<b>044</b>		
2. Accounts receivable	<b>045</b>	24.489.454	30.752.403
3. Receivables from participating parties	<b>046</b>		85.816
4. Receivables from employees and members of related parties	<b>047</b>		40.474
5. Receivables from government and other institutions	<b>048</b>	833.867	988.739
6. Other receivables	<b>049</b>	1.190.367	1.888.364
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	<b>050</b>	246.672.305	218.322.088
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>	416.694	416.694
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>	246.255.611	217.905.394
7. Other financial assets	<b>057</b>		
IV. CASH AT BANK AND IN CASHIER	<b>058</b>	24.248.480	20.843.120
<b>D) PREPAID EXPENSES AND ACCRUED REVENUE</b>	<b>059</b>		
<b>E) TOTAL ASSETS (001+002+034+059)</b>	<b>060</b>	462.081.803	435.763.911
<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>	374.178.458	374.768.316
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>	37.864.336	37.444.779
1. Reserves prescribed by law	<b>066</b>	5.443.738	5.443.738
2. Reserves for treasury shares	<b>067</b>	8.257.800	7.838.243
3. Treasury stocks and shares (deduction)	<b>068</b>		
4. Statutory reserves	<b>069</b>		
5. Other reserves	<b>070</b>	24.162.798	24.162.798
IV. REVALUATION RESERVES	<b>071</b>		
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	<b>072</b>	107.045.574	79.184.666
1. Retained earnings	<b>073</b>	107.045.574	79.184.666
2. Accumulated loss	<b>074</b>		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	<b>075</b>	-28.055.593	844.984
1. Profit for the current year	<b>076</b>		844.984
2. Loss for the current year	<b>077</b>	28.055.593	
IX. MINORITY INTERESTS	<b>078</b>	30.254	
<b>B) PROVISIONS (080 to 082)</b>	<b>079</b>	4.919.259	3.323.646
1. Provisions for pensions, severance pay, and similar liabilities	<b>080</b>	2.929.644	2.931.778
2. Reserves for tax liabilities	<b>081</b>		
3. Other reserves	<b>082</b>	1.989.615	391.868
<b>C) LONG - TERM LIABILITIES (084 to 092)</b>	<b>083</b>	37.093.105	38.207.003
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>	34.659.169	34.413.282
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>	2.433.936	2.433.936
9. Deferred tax liability	<b>092</b>		
<b>D) SHORT - TERM LIABILITIES (094 to 105)</b>	<b>093</b>	45.890.981	19.464.946
1. Liabilities to related parties	<b>094</b>		
2. Liabilities for loans, deposits etc.	<b>095</b>		30.000
3. Liabilities to banks and other financial institutions	<b>096</b>	12.695.291	7.807.568
4. Liabilities for received prepayments	<b>097</b>		237.668
5. Accounts payable	<b>098</b>	6.169.139	4.113.429
6. Liabilities arising from debt securities	<b>099</b>		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>100</b>	2.566.781	1.462.248
8. Liabilities to employees	<b>101</b>	4.140.393	3.288.982
9. Liabilities for taxes, contributions and similar fees	<b>102</b>	3.039.646	2.336.521
10. Liabilities to share - holders	<b>103</b>		
11. Liabilities for long-term assets held for sale	<b>104</b>		
12. Other short - term liabilities	<b>105</b>	17.279.731	188.530
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	<b>106</b>		
<b>F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	462.081.803	435.763.911
<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>		
2. Attributed to minority interest	<b>110</b>		0

**PROFIT AND LOSS ACCOUNT**  
for the period 01.01.2013. to 30.06.2013.

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>	64.341.484	31.689.998	63.146.708	32.914.974
1. Sales revenue	112	61.644.117	31.689.998	59.315.595	31.579.934
2. Other operating revenues	113	2.697.367		3.831.113	1.335.040
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	63.045.761	31.411.901	60.919.688	32.108.659
1. Changes in value of work in progress and finished products	115				
2. Material costs (117 to 119)	116	14.705.219	7.266.743	15.627.535	9.012.966
a) Raw material and material costs	117	7.255.545	2.756.003	6.084.187	2.669.898
b) Costs of goods sold	118			284.474	164.303
c) Other external costs	119	7.449.674	4.510.740	9.258.874	6.178.765
3. Staff costs (121 to 123)	120	34.072.952	16.877.542	30.930.323	15.077.080
a) Net salaries and wages	121	21.871.554	10.915.122	19.975.329	9.721.591
b) Cost for taxes and contributions from salaries	122	7.330.392	3.613.069	6.839.375	3.353.711
c) Contributions on gross salaries	123	4.871.006	2.349.351	4.115.619	2.001.778
4. Depreciation	124	6.516.925	3.218.001	6.055.575	3.042.008
5. Other costs	125	6.643.933	2.973.355	8.306.255	4.976.605
6. Impairment (127+128)	126	873.052	873.052	0	0
a) Impairment of long-term assets (financial assets excluded)	127				
b) Impairment of short - term assets (financial assets excluded)	128	873.052	873.052		
7. Provisions	129				
8. Other operating costs	130	233.680	203.208		
<b>III. FINANCIAL INCOME (132 to 136)</b>	<b>131</b>	6.740.970	6.677.800	165.368	0
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	6.740.970	6.677.800	165.368	
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>	956.325	330.798	1.547.404	1.256.904
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	956.325	330.798	1.547.404	1.256.904
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>	71.082.454	38.367.798	63.312.076	32.914.974
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	64.002.086	31.742.699	62.467.092	33.365.563
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	<b>148</b>	7.080.368	6.625.099	844.984	-450.589
1. Profit before taxation (146-147)	149	7.080.368	6.625.099	844.984	0
2. Loss before taxation (147-146)	150	0	0	0	450.589
<b>XII. PROFIT TAX</b>	<b>151</b>				
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	7.080.368	6.625.099	844.984	-450.589
1. Profit for the period (149-151)	153	7.080.368	6.625.099	844.984	0
2. Loss for the period (151-148)	154	0	0	0	450.589
<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	7.229.993	6.774.724		
2. Attributed to minority interest	156	-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>	7.080.368	6.625.099	844.984	-450.589
<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>	7.080.368	6.625.099	844.984	-450.589
<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 01.01.2013. to 30.06.2013.

Item	AOP code	Last year	Current year
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	-28.019.260	844.984
2. Depreciation	002	12.786.099	6.055.575
3. Increase in short term liabilities	003	8.757.906	
4. Decrease in short term receivables	004	9.232.261	
5. Decrease in inventories	005	413.746	
6. Other increase in cash flow	006		7.169.396
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	3.170.752	14.069.955
1. Decrease in short term liabilities	008		2.055.710
2. Increase in short term receivables	009		6.262.949
3. Increase in inventories	010		75.373
4. Other decrease in cash flow	011	285.854	
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	285.854	8.394.032
<b>A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>013</b>	2.884.898	5.675.923
<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	32.000
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>	2.998.769	32.000
1. Cash outflow for purchase of long-term tangible and intangible assets	021	5.073.110	4.175.587
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	4.691.357	
<b>IV. Total cash outflow for investing activities (021 do 023)</b>	<b>024</b>	9.764.467	4.175.587
<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>	6.765.698	4.143.587
<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	3.955.650	196.635
3. Other proceeds from financial activities	029		
<b>V. Total cash inflows from financial activities (027 to 029)</b>	<b>030</b>	3.955.650	196.635
1. Cash outflow for repayment of credit principal and bonds	031	10.724.343	4.687.515
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033		27.260
4. Cash outflow for purchase of treasury shares	034	366.816	419.556
5. Other cash outflow for financial activities	035		
<b>VI. Total cash outflow for financial activities (031 to 035)</b>	<b>036</b>	11.091.159	5.134.331
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>037</b>	0	0
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>038</b>	7.135.509	4.937.696
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>	11.016.309	3.405.360
Cash and cash equivalents at the beginning of the period	<b>041</b>	35.264.789	24.248.480
Increase of cash and cash equivalents	<b>042</b>	0	0
Decrease of cash and cash equivalents	<b>043</b>	11.016.309	3.405.360
Cash and cash equivalents at the end of the period	<b>044</b>	24.248.480	20.843.120

## STATEMENT OF CHANGES IN EQUITY

for the period **1.1.2013** to **30.6.2013**

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>	37.864.336	37.444.779
4. Retained earnings or accumulated loss	<b>004</b>	107.402.956	79.184.666
5. Profit or loss for the current year	<b>005</b>	-28.382.721	844.984
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>	374.178.458	374.768.316
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>	374.148.207	#REF!
17 b. Attributed to minority interest	<b>019</b>	30.254	#REF!



**Notes to financial statements**

## MANAGEMENT LIABILITY STATEMENT

Disclosed financial Statements are compiled in accordance with provisions of the Croatian Accounting Act (Official Gazette 109/07), Company Law ( Official Gazette 111/93, 34/99, 121/99, 52/00, 118/03, 107/07, 146/08, 137/09, 152/11, 111/12, 144/12), Capital Market Act (Official Gazette 88/08, 146/08, 74/09) the Zagreb Stock Exchange Rules, in the form and structure prescribed by the Ordinance on the structure and content of periodic financial reports for Issuers during the year that has been issued by the Croatian Financial Services Supervisory Agency on April 26th 2011. (Official Gazette 47/11).

Consolidated financial Statements for year 2013. give a complete and true representation of assets and obligations, losses and gains, financial status and business activities of the Company and of the companies being consolidated therein.

Kap. Ivan Pavlović dipl. ing.



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President of the Company's Board