



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

LUKA PLOČE GROUP
AUDITED CONSOLIDATED REPORT
FOR PERIOD
FROM 01.01. UNTIL 31.12.2014.

Ploče, April 2015.



MANAGEMENT BOARD'S REPORT ON THE POSITION OF THE COMPANY:

UKA PLOČE d.d. IN PERIOD 01.01.2014. – 31.12.2014.

FINANCIAL RESULTS OF THE LUKA PLOČE d.d. IN 2014:

- Traffic of cargo through the port of Ploče: 2,70 million tones of cargoes representing 2% decrease in comparison with the same period of the previous year.
- Revenue from sales: 106,00 million kuna representing the decrease of 2,18 % in comparison with the same period of the previous year.
- Operating expenses : 98,69 million kuna representing 6,70 % decrease in comparison with the same period of the previous year.
- EBITDA :16,12 million kuna
- EBITDA margin: 15,10%
- EBIT: 7,30 million kuna
- EBIT margin: 6,89%
- Net PROFIT: 26,38 million kuna

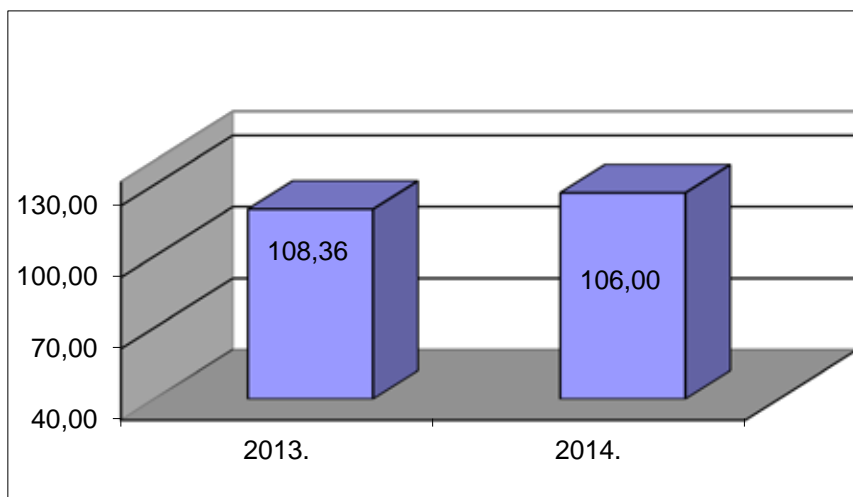


LUKA PLOČE d.d. REVENUES

Operating revenues in year 2014. amounted to 106,00 million kuna which is 2,15% decrease over the previous year.

Sales revenues amounted to 95,97 million kuna which is an 4,23% decrease over the previous year, due to 2% traffic volume decrease.

Structure of the Luka Ploče d.d. operating revenue (in mil kuna)



Within the structure of total revenues operating income represents 79,35 % of the total revenue. Revenues from sales make 71,85%, and other revenues make 7,5 % of total revenues. Key items are financial revenues that make up 20,65% of total revenue.



OPERATING EXPENSES

Operating expenses amounted to 89,98 million kuna which is the decrease of 6,36 % in comparison to the same period of the previous year.

Most significant increase was the increase of external services costs – services by consultants due to the started investment cycle for the Bulk cargo Terminal.

EBITDA (Earnings before interest, taxes and depreciation) Luka Ploče d.d.

EBITDA amounted to 16,01 million kuna for the year 2014., representing a 3,75 million kuna increase in comparison to the same period of the previous year. If only the revenues form sales are taken in account, the EBITDA amounts to 9,86 million kuna for the year 2014., representing a 2,84 million kuna increase in comparison to the same period of the previous year

EBIT LUKA PLOČE d.d.

EBIT amounted to 7,30 million kuna representing the increase of 4,72 million kuna in comparison to the same period of the previous year. If only the revenues form sales are taken in account, the EBIT amounts to 1,16 million kuna for the year 2014., representing a 3,81 million kuna increase in comparison to the same period of the previous year



NET PROFIT of the LUKA PLOČE GROUP

Luka Ploče Group recorded a a net profit of 26,38 million kuna. Gross profit margin is 24,89% , representing a significant increase in comparison to the previous year . In the area of financial activities: a net income of 27,5 million kuna has been generated with a positive result of 19,07 million kuna .

Currency exchange data – medium rate of Croatian National Bank

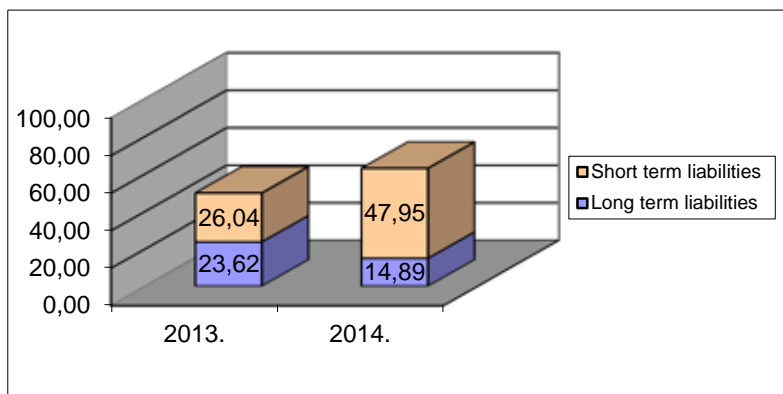
	Kune prema EUR-u		Kune prema USD-u	
		Na kraju razdoblja		Na kraju razdoblja
31.12.2013. godine		7,637		5,549
31.12.2014. godine		7,66		6,302

FINANCIAL POSITION

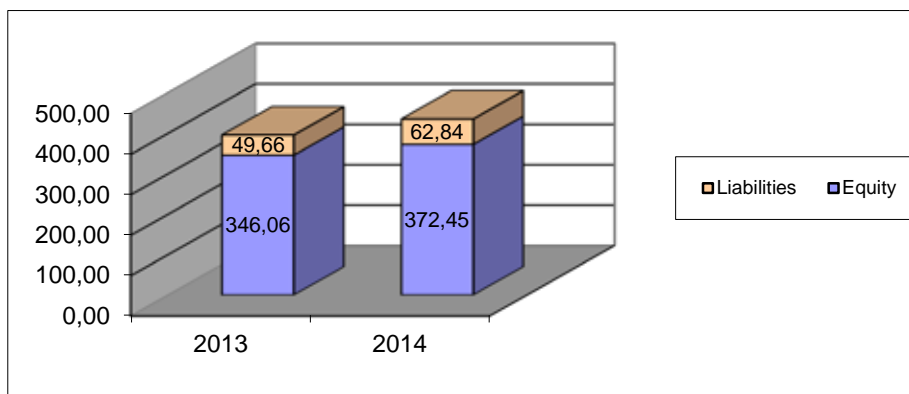
The trend of balance sheet positions characterized by a strong position of financial assets and growth of equity and reserves , demonstrates a long-term financial stability of the Company .



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 LUKA PLOČE d.d.

Indicators	REALIZED 2013	REALIZED 2014
Liquidity ratios		
Working Capital	234.249.986	234.583.311
Current liquidity	9,99	5,89
Turnover of working capital	0,46	0,45
Days of working capital	789	808
Days in period	365	365
Debt indicators		
Current liabilities / equity	0,08	0,13
Long term liabilities/ equity	0,07	0,04
Borrowings /equity	0,09	0,12
Total liabilities / assetss	0,12	0,14
Profitability ratios		
EBITDA margin	11,3%	15,1%
EBIT margin	2,4%	6,9%
Productivity Indicators		
Number of employees	458	455
Revenue per employee (in thousands)	237	233



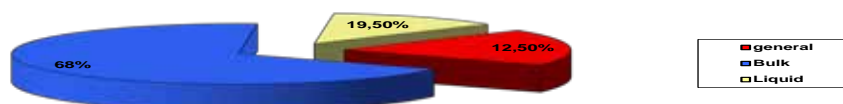
SALES AND MARKETING

Total volume of cargo reloaded in the 2014. totals to 2.703.727 tons, which represents a 2% decrease in comparison to the year 2013. when the total volume recorded was 2.746.236 tons. The prevailing cargo type in the overall structure are bulk cargo, which have retained the same volumes. General cargo volumes have increased, while only liquid cargo recorded a decline of 16%.

Volumes as per the type of cargo (in tones)

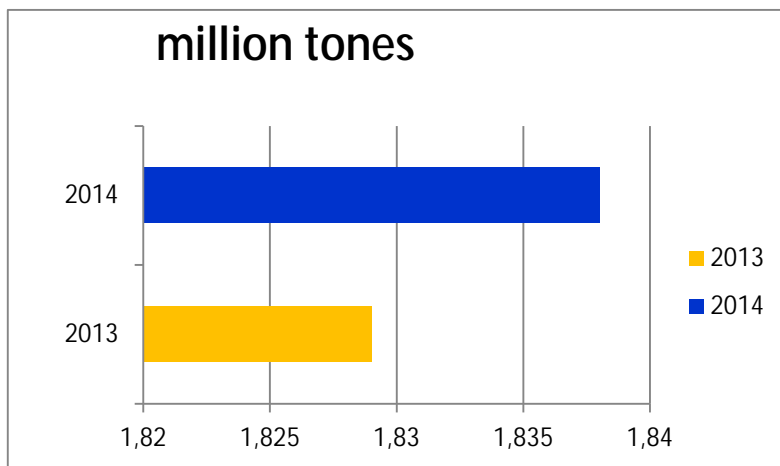
TYPE OF CARGO	2013.	2014.	Indeks 2014./2013.
General cargo	515.168	527.240	102
Bulk cargo	1.829.692	1.838.346	100
Liquid cargo	401.376	338.141	84
TOTAL	2.746.236	2.703.727	106

Structure as per the type of cargo in 2014.



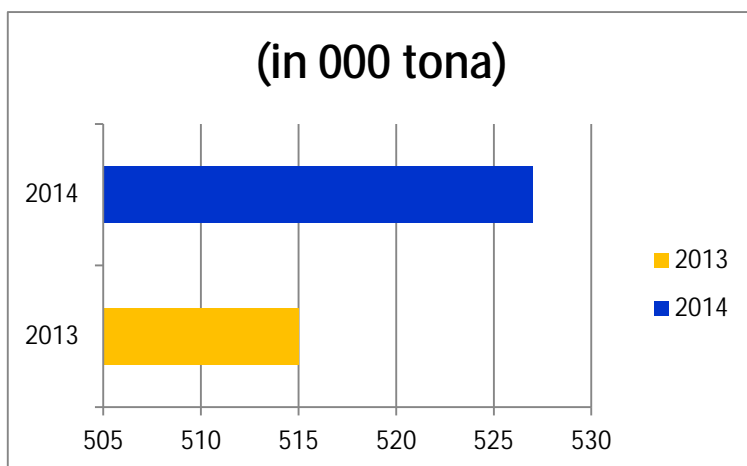


Bulk cargo



The volume of bulk cargo traffic in year 2014. was at the same level as in year 2013. Handling of metallurgical coal is prevailing inn the structure of reloaded bulk cargo.

General cargo

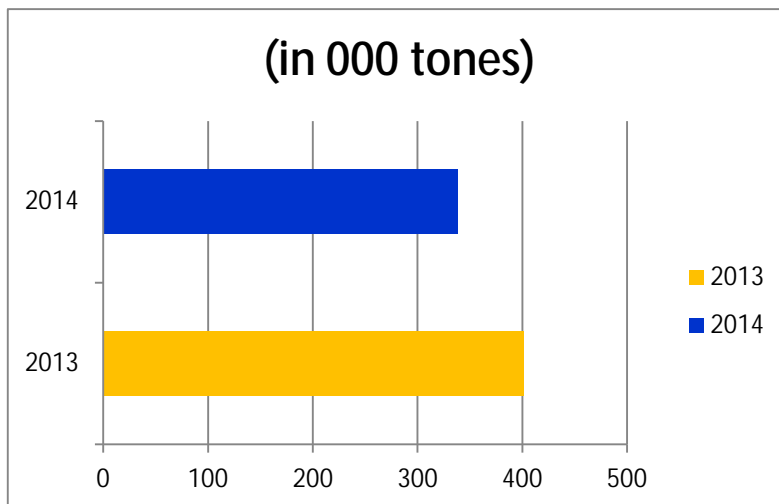




Port of Ploče has had a 2% increase of general cargoes in year 2014. in comparison to the previous year 2013., mainly as a result of increase in metallurgical products reloading (steel billets, al. ingots, reinforced steel)., reloading of steel sheets, jumbo bags and other general cargoes.

Container traffic has declined by ten percent in year 2014. with 16.859 TEUs compared to previous yer 2013. when 18.713 TEUs have been reloaded. In general, the decline in consumer spending in the hinterland, natural disasters that have befallen our gravitational background, but also the slowdown of construction of Corridor Vc are still a limiting factor in container traffic. However, the liberalization of rail transport and the construction of a road corridor through Bosnia and Herzegovina will surely improve. the position of the Ploče Port in expanding its market in this segment.

Liquid cargo



Volume of liquid cargoes have declined by sixteen percent in year 2014. in comparison to the same period of the previous year.



FINANCIAL RESULTS OF THE LUKA PLOČE GROUP IN 2014:

Luka Ploče Group monitors and presents operating revenues, operating profit , capital investments , total assets and total liabilities for the following activities :

- Cargo handling (loading, unloading, transshipment, finishing, weighing general cargo , bulk and liquid cargo) and represents the parent company.
- Storing of liquid oil derivates.
- freight forwarding services , maritime services (mooring , unmooring cargo and passenger ships)
- secondary activities (maintenance , catering and similar activities)

Results of above stated activities for the year ending on December 31st 2014. Are as given below:

- Revenue\$ from sales: 123,17 million kuna representing the decrease of 3,44 % in comparison with the same period of the previous year.
- Operating expenses : 121,13 million kuna representing 2,17 % decrease in comparison with the same period of the previous year.
- EBITDA :12,63 million kuna
- EBITDA margin: 10,30%
- EBIT: 2,04 million kuna
- EBIT margin: 1,70%
- Net PROFIT: 29,14 million kuna



KEY INDICATORS LUKA PLOČE GROUP

Indicators	REALIZED 2013	REALIZED 2014
Liquidity ratios		
Working Capital	240.286.070	241.908.977
Current liquidity	10,24	5,76
Turnover of working capital	0,53	0,51
Days of working capital	678	717
Days in period	360	365
Debt indicators		
Current liabilities / equity	0,07	0,13
Long term liabilities/ equity	0,07	0,05
Borrowings /equity	0,10	0,13
Total liabilities / assetss	0,12	0,15
Profitability ratios		
EBITDA margin	12,1%	10,3%
EBIT margin	2,9%	1,7%
Productivity Indicators		
Number of employees	592	587
Revenue per employee (in thousands)	215.483	209.834



RISKS

Port of Ploče is primarily focused on working with a limited number of clients in the industrial and market environment that is subject to fluctuations and crisis in the region. In addition to the general impact of the economic crisis, the Port of Ploče is faced with the risk of competition from other ports that have reduced costs of internal transport. The Ploče Port is still operating on the rail corridor with multiple operators and authorities, making it difficult to access and expand its business in further markets. Construction of the road section of Corridor Vc is slow, and certainly affects the competitive role of the Ploče Port in comparison to other ports, particularly in the field of container transport.

KEY EVENTS IN 2014.

- On July 7th CERP passed the decision to start process of selling of 19.98% stake in Luka Ploče d.d., process of selling successfully completed.
- On September 1st LUKA PLOČE d.d.express interest in buying business interests of company LUKA VUKOVAR d.o.o. Vukovar owned by the Republic of Croatia pursuant to public invitation published on web page of CERP.
- On September 26th the supply Contract has been signed between Luka Ploče d.d. and Chinese company CNBM in contract value of 28,90 million Euros for equipping of bulk cargo terminal.
- On October 16th Luka Ploče Trgovina l.l.c in 100% ownership by Luka Ploče d.d. has signed the sub concession Agreement with the company Prvo plinarsko društvo - naftni terminali l.l.c for construction and use of storage tanks for liquefied petroleum gas.
- On November 20th .2014.Luka Ploče d.d.and the Hydrocarbons Agency from Zagreb concluded a co-operation Agreement for the business cooperation in view of establishing, organizing operating and managing of logistics hub at the Ploče port.



- Company has acquired 1.719 of own shares until the year 2014. During the year 2014, Company has not had any acquiring of own shares.

EXPECTATIONS

- Maintaining regular and stable business operation of the Company
- Intensify investments towards the development of the Company, especially to the new terminals: bulk cargo terminal, liquid cargoes terminal, in order to increase volume of cargoes, revenues, competitiveness of the port and meet the environmental standards of port activities.
- in the coming year we are planning capital investments in the amount of 130.00 million kunas at the above stated terminals.

Ploče, April 28th 2015.

Capt.Ivan Pavlović dipl.ing.

President of Board

Appendix 1

Reporting period:

01.01.2014.

to

31.12.2014.

Annual financial statement of the entrepreneur - GFI-POD

Registration number (MB) | 03036138 |

Identification number of subject | 0900065233 |

Personal identification number
(OIB) | 5122874907 |

Issuer company: | LUKA PLOČE |

Postal code and place | 20340 | PLOČE |

Street and number | TRG KRALJA TOMISLAVA 21 |

E-mail address: | financije@luka-ploce.hr |Internet address: | www.luka-ploce.hr |

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

Code and county name | 19 | DUBROVAČKO-NERETVANSKA |

Number of employees | 587 |
(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 b.b. PLOČE | 18102992360

POMORSKI SERVIS - LUKA PLOČ d.o.o. | LUČKA BOSANSKA OBALA b.b. PLOČE | 18875024938

LUKA PLOČE - ODRŽAVANJE d.o.o. | LUČKA CESTA b.b. PLOČE | 87501430734

LUKA ŠPED d.o.o. | LUČKA CESTA b.b. PLOČE | 28527523504

LUKA PLOČE USLUGE d.o.o. | LUČKA CESTA b.b. PLOČE | 38548671304

PLOČANSKA PLOVIDBA d.o.o. | LUČKA CESTA b.b. PLOČE | 39778257122

HLADNJAČA PLOČE d.o.o. | LUČKA CESTA b.b. PLOČE | 59501819409

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:**Audited annual report with the Auditor's Report
Management's Bord Report on position of teh Comapny
Statement of persons responsible for preparation of financial reports
Decision on distribution of profit or covering of loss incurred

M.P.

(signed by authorised person for representation)

BALANCE SHEET
AS OF 31.12.2014.

Luka Ploče Group			
Position	AOP	Previous year	Current year
1	2	3	4
ASSETS			
A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL	001		
B) LONG-TERM ASSETS (003+010+020+029+033)	002	152.909.512	177.928.658
I. INTANGIBLE ASSETS (004 to 009)	003	39.788	1.421.853
1. Assets development	004		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	39.788	11.071
3. Goodwill	006		
4. Prepayments for purchase of intangible assets	007		
5. Intangible assets in preparation	008		
6. Other intangible assets	009		1.410.782
II. TANGIBLE ASSETS (011 to 019)	010	149.170.393	172.848.763
1. Land	011	2.138.881	2.138.881
2. Buildings	012	22.271.342	21.769.489
3. Plant and equipment	013	78.745.475	71.074.419
4. Tools, facility inventory and transport assets	014	6.167.000	4.885.533
5. Biological assets	015		
6. Prepayments for tangible assets	016	61.928	131.228
7. Tangible assets in progress	017	34.727.000	67.886.504
8. Other tangible assets	018		
9. Investments in buildings	019	5.058.767	4.962.709
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	121.152	474.629
1. Investments (shares) with related parties	021		
2. Loans given to related parties	022		
3. Participating interest (shares)	023	79.500	432.483
4. Loans to entrepreneurs in whom the entity holds participating interests	024		
5. Investments in securities	025		
6. Loans, deposits and similar assets	026	41.652	42.146
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	3.578.179	3.183.413
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031	3.578.179	3.153.340
3. Other receivables	032		30.073
V. DEFERRED TAX ASSETS	033		
C) SHORT TERM ASSETS (035+043+050+058)	034	266.290.825	292.780.380
I. INVENTORIES (036 to 042)	035	1.561.348	1.665.131
1. Raw-material and supplies	036	1.484.000	1.551.484
2. Work in progress	037		
3. Finished goods	038		
4. Merchandise	039	77.348	113.455
5. Prepayments for inventories	040		192
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	35.496.205	35.154.675
1. Receivables from related parties	044		
2. Accounts receivable	045	32.343.385	28.562.375
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047		
5. Receivables from government and other institutions	048	918.000	3.969.889
6. Other receivables	049	2.234.820	2.622.411
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	198.838.867	225.972.031
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052		
3. Participating interests (shares)	053	459.260	159.357
4. Loans to entrepreneurs in whom the entity holds participating interests	054		
5. Investments in securities	055		
6. Loans, deposits, etc.	056	198.379.607	225.812.674
7. Other financial assets	057		
IV. CASH AT BANK AND IN CASHIER	058	30.394.405	29.988.543
D) PREPAID EXPENSES AND ACCRUED REVENUE	059		
E) TOTAL ASSETS (001+002+034+059)	060	419.200.337	470.709.038
F) OFF-BALANCE RECORDS	061		

Position	AOP	Previous year	Current year
1	2	3	4
LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	368.898.769	398.042.801
I. SUBSCRIBED CAPITAL	063	169.186.800	169.186.800
II. CAPITAL RESERVES	064	88.107.087	88.107.087
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	37.356.523	37.268.266
1. Reserves prescribed by law	066	5.443.738	5.443.738
2. Reserves for treasury shares	067	7.838.243	7.838.243
3. Treasury stocks and shares (deduction)	068		
4. Statutory reserves	069		
5. Other reserves	070	24.074.542	23.986.285
IV. REVALUATION RESERVES	071		
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	79.077.214	74.356.424
1. Retained earnings	073	79.077.214	74.356.424
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	-4.809.359	29.148.312
1. Profit for the current year	076		29.148.312
2. Loss for the current year	077	4.809.359	
VII. MINORITY INTERESTS	078	-19.496	-24.088
B) PROVISIONS (080 to 082)	079	2.562.464	2.659.972
1. Provisions for pensions, severance pay, and similar liabilities	080	2.170.596	2.466.907
2. Reserves for tax liabilities	081		
3. Other reserves	082	391.868	193.065
C) LONG - TERM LIABILITIES (084 to 092)	083	21.585.915	19.167.170
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085		
3. Liabilities to banks and other financial institutions	086	19.396.379	17.206.077
4. Liabilities for received prepayments	087		
5. Accounts payable	088		
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	2.189.536	
9. Deferred tax liability	092		1.961.093
D) SHORT - TERM LIABILITIES (094 to 105)	093	26.004.755	50.839.095
1. Liabilities to related parties	094		
2. Liabilities for loans, deposits etc.	095		
3. Liabilities to banks and other financial institutions	096	12.104.904	35.141.596
4. Liabilities for received prepayments	097		305.920
5. Accounts payable	098	5.453.344	5.604.448
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100	789.209	1.158.894
8. Liabilities to employees	101	3.543.758	3.598.711
9. Liabilities for taxes, contributions and similar fees	102	3.516.169	4.550.498
10. Liabilities to share - holders	103		
11. Liabilities for long-term assets held for sale	104		
12. Other short - term liabilities	105	597.371	479.028
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	148.434	
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	419.200.337	470.709.038
G) OFF-BALANCE RECORDS	108		
APPENDIX to balance sheet(to be filled in by entrepreneur that prepares consolidated annual financial report)			
CAPITAL AND RESERVES			
1. Attributed to equity holders of parent company	109	368.918.265	398.066.889
2. Attributed to minority interest	110	-19.496	-24.088

PROFIT AND LOSS ACCOUNT
period from 01.01.2014. until 31.12.2014.

Luka Ploče Group				
Position	AOP	Previous period cumulative	Previous period three months	
1	2	3	4	
I. OPERATING REVENUE (112+113)	111	127.565.847	123.172.603	
1. Sales revenue	112	118.152.548	113.244.452	
2. Other operating revenues	113	9.413.299	9.928.151	
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	123.815.747	121.134.647	
1. Changes in value of work in progress and finished products	115			
2. Material costs (117 to 119)	116	31.906.564	32.399.554	
a) Raw material and material costs	117	13.429.825	13.062.621	
b) Costs of goods sold	118			
c) Other external costs	119	18.476.739	19.336.933	
3. Staff costs (121 to 123)	120	59.792.327	61.429.242	
a) Net salaries and wages	121	38.613.243	38.871.814	
b) Cost for taxes and contributions from salaries	122	13.235.440	13.688.741	
c) Contributions on gross salaries	123	7.943.644	8.868.687	
4. Depreciation	124	11.705.244	10.593.896	
5. Other costs	125	18.919.480	16.261.274	
6. Impairment (127+128)	126	1.492.132	450.681	
a) Impairment of long-term assets (financial assets excluded)	127			
b) Impairment of short - term assets (financial assets excluded)	128	1.492.132	450.681	
7. Provisions	129			
8. Other operating costs	130			
III. FINANCIAL INCOME (132 to 136)	131	0	28.298.929	
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		27.945.946	
3. Share in income from affiliated entrepreneurs and participating interests	134		352.983	
4. Unrealized gains (income) from financial assets	135			
5. Other financial income	136			
IV. FINANCIAL EXPENSES (138 to 141)	137	7.990.049	960.342	
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	7.990.049	960.342	
3. Unrealized losses (expenses) on financial assets	140			
4. Other financial expenses	141			
V. INCOME FROM INVESTMENT - SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS	142			
VI. LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS	143			
VII. EXTRAORDINARY - OTHER INCOME	144			
VIII. EXTRAORDINARY - OTHER EXPENSES	145			
IX. TOTAL INCOME (111+131+142 + 144)	146	127.565.847	151.471.532	
X. TOTAL EXPENSES (114+137+143 + 145)	147	131.805.796	122.094.989	
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	-4.239.949	29.376.543	
1. Profit before taxation (146-147)	149	0	29.376.543	
2. Loss before taxation (147-146)	150	4.239.949	0	
XII. PROFIT TAX	151	619.160	232.823	
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	-4.859.109	29.143.720	
1. Profit for the period (149-151)	153	0	29.143.720	
2. Loss for the period (151-148)	154	4.859.109	0	
APPENDIX to P&L account (to be filled in by entrepreneur that prepares consolidated financial report)				
XIV. PROFIT OR LOSS FOR THE PERIOD				
1. Attributed to equity holders of parent company	155	-4.809.359	29.148.312	
2. Attributed to minority interest	156	-49.750	-4.592	
STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)				
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	-4.859.109	29.143.720	
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 to 165)	158	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			
III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166			
IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)	167	0	0	
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	-4.859.109	29.143.720	
APPENDIX to Statement of other comprehensive income (to be filled in by entrepreneur that prepares consolidated financial report)				
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD				
1. Attributed to equity holders of parent company	169			
2. Attributed to minority interest	170			

STATEMENT OF CASH FLOWS - INDIRECT METHOD

period from 01.01.2014 until 31.12.2014.

Luka Ploče Group			
Position	AOP	Previous year	Current year
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	-4.239.949	29.376.543
2. Depreciation	002	11.705.244	10.593.896
3. Increase in short term liabilities	003		2.702.456
4. Decrease in short term receivables	004		
5. Decrease in inventories	005	1.000.125	
6. Other increase in cash flow	006	2.947.744	
I. Total increase in cash flow from operating activities (001 to 006)	007	11.413.164	42.672.895
1. Decrease in short term liabilities	008	2.493.785	
2. Increase in short term receivables	009	9.085.452	2.343.358
3. Increase in inventories	010		103.783
4. Other decrease in cash flow	011	17.665.092	19.258.046
II. Total decrease in cash flow from operating activities (008 to 011)	012	29.244.329	21.705.187
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	013	0	20.967.708
A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES	014	17.831.165	0
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash inflows from sales of long-term tangible and intangible assets	015	32.000	8.776.316
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017		598.158
4. Dividend receipts	018		
5. Other cash inflows from investing activities	019	239.644.864	194.215.000
III. Total cash inflows from investing activities (015 to 019)	020	239.676.864	203.589.474
1. Cash outflow for purchase of long-term tangible and intangible assets	021	8.987.206	49.220.362
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	197.430.875	196.848.000
IV. Total cash outflow for investing activities (021 to 023)	024	206.418.081	246.068.362
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	33.258.783	0
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	0	42.478.888
CASH FLOW FROM FINANCIAL ACTIVITIES			
1. Cash inflow from issuing property and debt financial instruments	027		
2. Proceeds from the credit principal, promissory notes, borrowings and other loans	028	414.316	32.335.941
3. Other proceeds from financial activities	029		
V. Total cash inflows from financial activities (027 to 029)	030	414.316	32.335.941
1. Cash outflow for repayment of credit principal and bonds	031	9.276.453	11.230.623
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033		
4. Cash outflow for purchase of treasury shares	034	419.556	
5. Other cash outflow for financial activities	035		
VI. Total cash outflow for financial activities (031 to 035)	036	9.696.009	11.230.623
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037	0	21.105.318
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	9.281.693	0
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039	6.145.925	0
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	0	405.862
Cash and cash equivalents at the beginning of the period	041	24.248.480	30.394.405
Increase of cash and cash equivalents	042	6.145.925	
Decrease of cash and cash equivalents	043		405.862
Cash and cash equivalents at the end of the period	044	30.394.405	29.988.543

STATEMENT OF CHANGES IN EQUITY
for the period **1.1.2014** to **31.12.2014**

Position	AOP	Previous year	Current year
1	2	3	4
1. Subscribed capital	001	169.186.800	169.186.800
2. Capital reserves	002	88.107.087	88.107.087
3. Reserves from profit	003	37.356.523	37.268.266
4. Retained earnings or accumulated loss	004	79.057.718	74.332.336
5. Profit or loss for the current year	005	-4.809.359	29.148.312
6. Revaluation of long - term tangible assets	006		
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	368.898.769	398.042.801
11. Currency gains and losses arising from net investement in foreign operations	011		
12. Current and deferred taxes (part)	012		
13. Cash flow hedging	013		
14. Changes in accounting policy	014		
15. Correction of significant errors in prior period	015		
16. Other changes of 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	368.918.265	398.066.889
17 b. Attributed to minority interest	019	-19.496	-24.088

Items which decrease capital are given with the negative prefix

MANAGEMENT LIABILITY STATEMENT

Hereby , pursuant the Article 410. of the Capital Market Act we declare that according to our best knowledge, financial reports for the reporting period are prepared in accordance with applicable financial reporting standards.

Consolidated financial Statements for the year 2014. give a complete and true representation of assets and obligations, profit and loss, financial position and business activities of the Company and of the companies being consolidated therein.

Željka Dodig

Capt. Ivan Pavlović

Member of the Board ,
Financial affairs

President of the board