

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 30.06.2014.**

Ploče, July 2014.



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## BUSINESS REPORT OF LUKA PLOČE GROUP IN PERIOD 01.01.2014 - 30.06.2014.

**Management Board's Statement on the position of the Luka Ploče Group accompanying the financial statements for the first half of year 2014.**

Financial results of Luka Ploče Group in the first half of year 2014 are:

- Revenues from sales: 31,62 million kunas representing the increase of 4,59% in comparison with the same period of the previous year
- EBITDA (profit before interests, taxation and depreciation): 6,61 million kuna
- EBITDA margin: 20,92%
- EBIT: 4,02 million kuna
- EBIT margin: 12,70%
- Net profit: 6,76 million kuna
- Cash flow from operating activities: 8,23 million kuna

Indicators	REALIZED 1-6/2013	REALIZED 1- 6/2014	realized 14/ realized 13
<b>Liquidity ratios</b>			
Working Capital	254.421.821	237.917.572	-6,49%
Current liquidity	14,17	9,62	-32,11%
Turnover of working capital	0,23	0,26	13,04%
Days of working capital	772	687	-11,01%
Days in periodu	180	180	
<b>Debt indicators</b>			
Short term liabilities /equity	0,05	0,07	40,00%
Long term liabilities /equity	0,11	0,08	-27,27%
Borrowings / equity	0,11	0,09	-18,18%
Total liabilities /assets	0,04	0,06	50,00%
<b>Profitability ratios</b>			
EBITDA margin	8,24%	17,96%	
EBIT margin	-1,89%	9,62%	
<b>Productivity Indicators</b>			
Number of employees	608	594	-2,30%
Revenue per employee (in thousands)	98.342	104.976	6,75%

Business operation of Luka Ploče Group was in accordance with planned operations for the first half of year 2014.

U Pločama, 30.07.2014.

Capt. Ivan Pavlović dipl.ing.

President of Board



**Appendix 1**

Reporting period

01.01.2014.

do

30.06.2014.

**Annual financial report of the entrepreneur - GFI -POD**

Registration number (MB): 03036138

Identification number of subject: 090006523

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 (reported period end): 594

Consolidated statement: DA

NKD code: 5224

Subsidiaries subject to consolidation (according to IFRS):

Headquarters:

OIB:

LUKA PLOČE TRGOVINA d.o.o.	LUČKA CESTA b.b., PLOČE	18102992360
POMORSKI SERVIS - LUKA PLOČE 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
LUKA PLOČE ENERGIJA d.o.o.	TRG KRALJA TOMISLAVA 21	18309760889
PLOČANSKA PLOVIDBA d.o.o.	LUČKA CESTA b.b. PLOČE	39778257122
HLADNJAČA d.o.o.	LUČKA CESTA b.b. PLOČE	59501819409

Book keeping services:

Contact person: DODIG ŽELJKA

(fill in only surname and name of contact person)

Phone number: 020 603 223

Telefaks: 020 679 170

E-mail address:

Surname and name: PAVLOVIĆ IVAN

(authorised person for representation)

**Disclosure documents:**

1. Financial reports (balance sheet, profit and loss account, cash flow statement, statement of changes in shareholder's equity)
2. Report of the Management Board on position of the Company
3. Statement of responsible persons for preparation of financial statements / javu osoba odgovornih za sastavljanje izvještaja izdavatelja.

M.P.

(signed by authorised person for representation)

**BALANCE SHEET**  
**AS OF 30.06.2014.**

in kuna

<b>Company: Luka Ploče Group</b>			
Position	AOP	Previous period	Current period
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>	152.909.512	168.962.773
I. INTANGIBLE ASSETS (004 to 009)	<b>003</b>	39.788	0
1. Assets development	<b>004</b>		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	<b>005</b>	39.788	
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>	149.170.393	165.263.442
1. Land	<b>011</b>	2.138.881	2.138.881
2. Buildings	<b>012</b>	22.271.342	21.951.199
3. Plant and equipment	<b>013</b>	78.745.475	74.831.572
4. Tools, facility inventory and transport assets	<b>014</b>	6.167.000	5.565.090
5. Biological assets	<b>015</b>		
6. Prepayments for tangible assets	<b>016</b>	61.928	479.521
7. Tangible assets in progress	<b>017</b>	34.727.000	55.286.441
8. Other tangible assets	<b>018</b>		
9. Investments in buildings	<b>019</b>	5.058.767	5.010.738
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	<b>020</b>	121.152	121.152
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>	41.652	41.652
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>	3.578.179	3.578.179
1. Receivables from related parties	<b>030</b>		
2. Receivables from based on trade loans	<b>031</b>	3.578.179	3.578.179
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>	266.290.825	265.523.757
I. INVENTORIES (036 do 042)	<b>035</b>	1.561.348	1.892.240
1. Raw material and and supplies	<b>036</b>	1.484.000	1.817.918
2. Work in progress	<b>037</b>		
3. Finished goods	<b>038</b>		
4. Merchandise	<b>039</b>	77.348	74.322
5. Prepayments for inventories	<b>040</b>		
6. Long-term assets held for sales	<b>041</b>		
7. Biological assets	<b>042</b>		
II. RECEIVABLES (044 do 049)	<b>043</b>	35.496.205	39.408.729
1. Receivables from related parties	<b>044</b>		
2. Accounts receivable	<b>045</b>	32.343.385	34.369.986
3. Receivables from participating parties	<b>046</b>		161.083
4. Receivables from employees and members of related parties	<b>047</b>		
5. Receivables from government and other institutions	<b>048</b>	918.000	2.227.135
6. Other receivables	<b>049</b>	2.234.820	2.650.525
III. SHORT TERM FINANCIAL ASSETS(051 to 057)	<b>050</b>	198.838.867	195.548.349
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>	459.260	104.260
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>	198.379.607	195.444.089
7. Other financial assets	<b>057</b>		
IV. CASH AT BANK AND IN CASHIER	<b>058</b>	30.394.405	28.674.439
<b>D) PREPAID EXPENSES AND ACCRUED REVENUE</b>	<b>059</b>		
<b>E) TOTAL ASSETS (001+002+034+059)</b>	<b>060</b>	419.200.337	434.486.530
<b>F) OFF-BALANCE RECORDS</b>	<b>061</b>		

<b>LIABILITIES AND CAPITAL</b>			
<b>A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)</b>	<b>062</b>	368.898.769	377.000.715
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>	37.356.523	37.356.523
1. Reserves prescribed by law	<b>066</b>	5.443.738	5.443.738
2. Reserves for treasury shares	<b>067</b>	7.838.243	7.838.243
3. Treasury stocks and shares (deduction)	<b>068</b>		
4. Statutory reserves	<b>069</b>		
5. Other reserves	<b>070</b>	24.074.542	24.074.542
IV. REVALUATION RESERVES	<b>071</b>		
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	<b>072</b>	79.077.214	74.259.981
1. Retained earnings	<b>073</b>	79.077.214	74.259.981
2. Accumulated loss	<b>074</b>		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	<b>075</b>	-4.809.359	8.090.324
1. Profit for the current year	<b>076</b>		8.090.324
2. Loss for the current year	<b>077</b>	4.809.359	
VII. MINORITY INTERESTS	<b>078</b>	-19.496	
<b>B) PROVISIONS (080 to 082)</b>	<b>079</b>	2.562.464	2.522.661
1. Provisions for pensions, severance pay and similar liabilities	<b>080</b>	2.170.596	2.329.596
2. Reserves for tax liabilities	<b>081</b>		
3. Other reserves	<b>082</b>	391.868	193.065
<b>C) LONG - TERM LIABILITIES (084 to 092)</b>	<b>083</b>	21.585.915	27.356.969
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>	19.396.379	24.867.433
4. Liabilities for received prepayments	<b>087</b>		300.000
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-terms liabilities	<b>091</b>	2.189.536	2.189.536
9. Deferred tax liabilities	<b>092</b>		
<b>D) SHORT - TERM LIABILITIES (094 to 105)</b>	<b>093</b>	26.004.755	27.606.185
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>	12.104.904	8.058.147
4. Liabilities for received prepayments	<b>097</b>		
5. Accounts payable	<b>098</b>	5.453.344	12.122.403
6. Liabilities arising from debt securities	<b>099</b>		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>100</b>	789.209	1.224.949
8. Liabilities to employees	<b>101</b>	3.543.758	3.624.202
9. Liabilities for taxes, contributions and similar fees	<b>102</b>	3.516.169	2.376.114
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>	597.371	200.370
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	<b>106</b>	148.434	
<b>F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	419.200.337	434.486.530
<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>A) CAPITAL AND RESERVES</b>			
1. Attributed to equity holders of parent company	<b>109</b>	368.918.265	377.000.715
2. Attributed to minority interest	<b>110</b>	-19.496	0

**PROFIT AND LOSS ACCOUNT**  
for the period from 01.01.2014. until 30.06.2014.

in kuna

Company: Luka Ploče Group

Position	AOP	Previous period		Current period	
		Cumulative	Three months	Cumulative	Three months
1	2	3	4	5	6
<b>I. OPERATING REVENUE (112+113)</b>	<b>111</b>	59.792.041	31.982.468	62.355.711	31.891.108
1. Sales revenue	112	59.315.595	31.579.934	60.835.442	30.883.014
2. Other operating revenues	113	476.446	402.534	1.520.269	1.008.094
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	60.919.688	32.108.659	56.354.216	28.738.453
1. Changes in value of work in progress and finished products	115				
2. Material costs (117 to 119)	116	15.627.535	9.012.966	16.097.676	7.921.071
a) Raw material and material costs	117	6.084.187	2.669.898	6.967.298	3.143.759
b) Costs of goods sold	118	284.474	164.303		
c) Other external costs	119	9.258.874	6.178.765	9.130.378	4.777.312
3. Staff costs (121 to 123)	120	30.930.323	15.077.080	30.626.073	15.946.657
a) Net salaries and wages	121	19.975.329	9.721.591	19.392.466	9.972.008
b) Costs for taxes and contributions from salaries	122	6.839.375	3.353.711	6.930.989	3.618.834
c) Contribution on gross salaries	123	4.115.619	2.001.778	4.302.618	2.355.815
4. Depreciation	124	6.055.575	3.042.008	5.195.167	2.597.099
5. Other costs	125	8.306.255	4.976.605	4.398.411	2.236.737
6. Impairment (127+128)	126	0	0	0	0
a) impairment of long-term assets (financial assets excluded)	127				
b) impairment of short-term assets (financial assets excluded)	128				
7. Provisions	129				
8. Other operating costs	130			36.889	36.889
<b>III. FINANCIAL INCOME(132 to 136)</b>	<b>131</b>	3.520.035	932.506	5.581.121	1.435.879
1. Interest income, foreign exchange gains, dividends and similar	132				
2. Interest income, foreign exchange gains, dividends and similar	133	3.520.035	9.352.506	5.581.121	1.435.879
3. Share in income from affiliated entrepreneurs and participating	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136				
<b>IV. FINANCIAL EXPENSES (138 to 141)</b>	<b>137</b>	1.547.404	1.256.904	3.492.292	3.263.673
1. Interest expenses, foreign exchange losses, dividends and similar	138				
2. Interest expenses, foreign exchange losses, dividends and similar	139	1.547.404	1.256.904	3.492.292	3.263.673
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141				
<b>V. INCOME FROM INVESTMENT - SHARE IN PROFIT OF</b>	<b>142</b>				
<b>VI. LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED</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>	63.312.076	32.914.974	67.936.832	33.326.987
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	62.467.092	33.365.563	59.846.508	32.002.126
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	<b>148</b>	844.984	-450.589	8.090.324	1.324.861
1. Profit before taxation (146-147)	149	844.984	0	8.090.324	1.324.861
2. Loss before taxation (147-146)	150	0	450.589	0	0
<b>XII. PROFIT TAX</b>	<b>151</b>				
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	844.984	-450.589	8.090.324	1.324.861
1. Profit for the period (149-151)	153	844.984	0	8.090.324	1.324.861
2. Loss for the period (151-148)	154	0	450.589	0	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				
2. Attributed to minority interest	156				

**STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)**

<b>I. PROFIT OR LOSS FOR THE PERIOD(= 152)</b>	<b>157</b>	844.984	-450.589	8.090.324	1.324.861
<b>II. OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (159 to 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	160				
3. Profit or loss from reevaluation of financial assets available for	161				
4. Gains or losses on efficient cash flow hedging	162				
5. Gains or losses on efficient hedge of a net investment in foreign	163				
6. Share in other comprehensive income/loss of associated	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</b>	<b>167</b>	0	0	0	0
<b>V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)</b>	<b>168</b>	844.984	-450.589	8.090.324	1.324.861

**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

for the period from 01.01.2014. until 30.06.2014.

in kuna

Company: Luka Ploče Group			
Position	AOP	Previous year	Current year
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	-4.239.949	8.090.324
2. Depreciation	002	11.705.244	5.195.167
3. Increase in short term liabilities	003		7.313.446
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	
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	<b>11.413.164</b>	<b>20.598.937</b>
1. Decrease in short term liabilities	008	2.493.785	
2. Increase in short term receivables	009	9.085.452	3.851.547
3. Increase in inventories	010		330.892
4. Other decrease in cash flow	011	17.665.092	
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	<b>29.244.329</b>	<b>4.182.439</b>
<b>A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES (007-012)</b>	<b>013</b>	<b>0</b>	<b>16.416.498</b>
<b>A2) NET DECREASE IN CASH FLOW FROM OPERATING ACTIVITIES (012-007)</b>	<b>014</b>	<b>17.831.165</b>	<b>0</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
1. Cash inflows from sales of long-term tangible and intangible assets	015	32.000	
2. Cash inflows from sales of equity and debt instruments	016		370.660
3. Interests receipts	017		
4. Dividend receipts	018	239.644.864	
5. Other cash inflows from investing activities	019		
<b>III. Total cash inflows from investing activities (015 to 019)</b>	<b>020</b>	<b>239.676.864</b>	<b>370.660</b>
1. Cash outflows from purchase of long-term tangible and intangible assets	021	8.987.206	20.085.228
2. Cash outflows from acquisition of equity and financial debt instruments	022		
3. Other cash outflows from investing activities	023	197.430.875	
<b>IV. Total cash outflows from investing activities (021 to 023)</b>	<b>024</b>	<b>206.418.081</b>	<b>20.085.228</b>
<b>B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)</b>	<b>025</b>	<b>33.258.783</b>	<b>0</b>
<b>B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES (024-020)</b>	<b>026</b>	<b>0</b>	<b>19.714.568</b>
<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	414.316	5.623.549
3. Other proceeds from financial activities	029		
<b>V. Total cash inflows from financial activities (027 to 029)</b>	<b>030</b>	<b>414.316</b>	<b>5.623.549</b>
1. Cash outflow for repayment of credit principal and bonds	031	9.276.453	4.045.445
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		
<b>VI. Total cash outflows from financial activities (031 to 035)</b>	<b>036</b>	<b>9.696.009</b>	<b>4.045.445</b>
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (030-036)</b>	<b>037</b>	<b>0</b>	<b>1.578.104</b>
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (036-030)</b>	<b>038</b>	<b>9.281.693</b>	<b>0</b>
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	1.719.966
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	0
Decrease of cash and cash equivalents	043	0	1.719.966
Cash and cash equivalents at the end of the period	044	30.394.405	28.674.439

**STATEMENT OF CHANGES IN EQUITY**  
for the period 1.1.2014 to 30.6.2014

in kuna

Position	AOP	Previous 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>	37.356.523	36.171.767
4. Retained earnings or accumulated loss	<b>004</b>	79.057.718	74.259.981
5. Profit or loss for the current year	<b>005</b>	-4.809.359	8.090.324
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 sales	<b>008</b>		
Other revaluation	<b>009</b>		
<b>10. Total capital and reserves (AOP 001 to 009)</b>	<b>010</b>	368.898.769	375.815.959
11. Currency gains and losses arising from net investment 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 to 016)</b>	<b>017</b>	0	0
17 a. Attributed to equity holders of parent company	<b>018</b>	368.918.265	
17 b. Attributed to minority interest	<b>019</b>	-19.496	

Items which decrease capital are given with the negative prefix

## 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) and Rules of the Zagreb Stock Exchange, in structure and content as prescribed by the Ordinance on the structure and content of periodic financial reports for Issuer during the Year set forth by the Croatian Financial Services Supervisory Agency, April 26<sup>th</sup> 2011. (Official Gazette 47/11).

Consolidated financial Statements for the first half of year 2014. 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.



Capt. Ivan Pavlović

A handwritten signature in blue ink, appearing to read 'Ivan Pavlović', written over a horizontal line.

President of the Board