

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 30.06.2015.**

Ploče, July 2015.



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**BUSINESS REPORT OF LUKA PLOČE GROUP
IN PERIOD 01.01.2015. – 30.06.2015.**

Management Board's Statement on the position of the Luka Ploče Group for the second quarter of year 2015.

Financial results of Luka Ploče Group for the second quarter of year 2015. are:

- Revenues from sales: 63,75 million kuna representing the increase of 4,79 % in comparison with the same period of the previous year.
- Operating expenses: 50,88 million kuna representing the decrease of 0,54 % in comparison with the same period of the previous year.
-
- EBITDA (profit before interests, taxation and depreciation): 16,06 million kuna
- EBITDA margin: 23,94 %
- EBIT: 11,32 million kuna
- EBIT margin: 16,78 %
- Net profit 28,16 million kuna

Indicators			
	Realized 1-6/2014	Realized 1-6/2015	15/ 14
Liquidity ratios			
Working capital	241.905.977	258.268.853	6,76%
Current liquidity	5,76	9,07	57,45%
Turnover of working capital	0,26	0,26	
Days of working capital	698,30	694,98	-0,49%
Days in period	180	180	
Debt indicators			
Current liabilities / equity	0,13	0,08	-41,19%
Long term liabilities/ equity	0,05	0,05	
Borrowings /equity	0,13	0,05	-60,00%
Total liabilities / assets	0,18	0,12	-31,15%
Profitability ratios			
EBITDA margin	17,96%	23,94%	33,35%
EBIT margin	9,62%	16,78%	74,32%
NET margin	12,97%	42,09%	224,44%
Productivity Indicators			
Number of employees	587	586	-0,17%
Revenue per employee (in thousands)	106.228	114.165	7,47%

Business operation of Luka Ploče Group is in accordance with the planned operations for the second quarter of year 2015.

In Ploče, July 28th 2015.

Capt.Ivan Pavlović dipl.ing.

President of Board

Appendix 1

Reporting period:

01.01.2015.

to

30.06.2015.

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 | 586 |
(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:**

1. Annual financial statements (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

M.P.

(signed by authorised person for representation)

BALANCE SHEET
as of 30.06.2015.

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	177.928.658	190.207.005
I. INTANGIBLE ASSETS (004 to 009)	003	1.421.853	1.227.090
1. Assets development	004		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	11.071	12.519
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	1.214.571
II. TANGIBLE ASSETS (011 to 019)	010	172.848.763	185.321.873
1. Land	011	2.138.881	2.138.881
2. Buildings	012	21.769.489	21.426.543
3. Plant and equipment	013	71.074.419	67.933.309
4. Tools, facility inventory and transport assets	014	4.885.533	4.612.830
5. Biological assets	015		
6. Prepayments for tangible assets	016	131.228	22.261.658
7. Tangible assets in progress	017	67.886.504	62.033.973
8. Other tangible assets	018		
9. Investments in buildings	019	4.962.709	4.914.679
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	474.629	474.629
1. Investments (shares) with related parties	021		
2. Loans given to related parties	022		
3. Participating interest (shares)	023	432.483	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	42.146	42.146
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	3.183.413	3.183.413
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031	3.153.340	3.153.340
3. Other receivables	032	30.073	30.073
V. DEFERRED TAX ASSETS	033		
C) SHORT TERM ASSETS (035+043+050+058)	034	292.780.380	288.882.407
I. INVENTORIES (036 to 042)	035	1.665.131	2.031.601
1. Raw-material and supplies	036	1.551.484	1.951.239
2. Work in progress	037		
3. Finished goods	038		
4. Merchandise	039	113.455	80.170
5. Prepayments for inventories	040	192	192
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	35.154.675	39.777.886
1. Receivables from related parties	044		
2. Accounts receivable	045	28.562.375	33.734.220
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047		24.811
5. Receivables from government and other institutions	048	3.969.889	4.243.662
6. Other receivables	049	2.622.411	1.775.193
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	225.972.031	218.836.011
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052		
3. Participating interests (shares)	053	159.357	159.357
4. Loans to entrepreneurs in whom the entity holds participating interests	054		
5. Investments in securities	055		
6. Loans, deposits, etc.	056	225.812.674	218.676.654
7. Other financial assets	057		
IV. CASH AT BANK AND IN CASHIER	058	29.988.543	28.236.909
D) PREPAID EXPENSES AND ACCRUED REVENUE	059		1.404.393
E) TOTAL ASSETS (001+002+034+059)	060	470.709.038	480.493.805
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	398.042.801	426.224.418
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	37.268.266	38.587.575
1. Reserves prescribed by law	066	5.443.738	6.763.047
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	23.986.285	23.986.285
IV. REVALUATION RESERVES	071		
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	74.356.424	102.181.567
1. Retained earnings	073	74.356.424	102.181.567
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	29.148.312	28.161.389
1. Profit for the current year	076	29.148.312	28.161.389
2. Loss for the current year	077		
VII. MINORITY INTERESTS	078	-24.088	
B) PROVISIONS (080 to 082)	079	2.659.972	2.659.973
1. Provisions for pensions, severance pay, and similar liabilities	080	2.466.907	2.466.908
2. Reserves for tax liabilities	081		
3. Other reserves	082	193.065	193.065
C) LONG - TERM LIABILITIES (084 to 092)	083	19.167.170	19.591.467
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085		
3. Liabilities to banks and other financial institutions	086	17.206.077	17.330.374
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	1.961.093	2.261.093
9. Deferred tax liability	092		
D) SHORT - TERM LIABILITIES (094 to 105)	093	50.839.095	31.357.816
1. Liabilities to related parties	094		
2. Liabilities for loans, deposits etc.	095		
3. Liabilities to banks and other financial institutions	096	35.141.596	5.107.094
4. Liabilities for received prepayments	097	305.920	8.261
5. Accounts payable	098	5.604.448	19.295.459
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100	1.158.894	781.720
8. Liabilities to employees	101	3.598.711	3.547.187
9. Liabilities for taxes, contributions and similar fees	102	4.550.498	2.325.026
10. Liabilities to share - holders	103		
11. Liabilities for long-term assets held for sale	104		
12. Other short - term liabilities	105	479.028	293.069
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106		660.131
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	470.709.038	480.493.805
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	398.066.889	426.224.418
2. Attributed to minority interest	110	-24.088	0

PROFIT AND LOSS ACCOUNT
in period from 01.01.2015. until 30.06.2015.

Luka Ploče Group	in Kunas				
Position	AOP	Previous period cumulative	Previous period three months	Current period cumulative	Current period three months
1	2	3	4	5	6
I. OPERATING REVENUE (112+113)	111	62.355.711	31.891.108	66.900.982	35.974.803
1. Sales revenue	112	60.835.442	30.883.014	63.751.097	35.002.771
2. Other operating revenues	113	1.520.269	1.008.094	3.149.885	972.032
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	56.354.216	28.738.453	55.676.476	28.170.987
1. Changes in value of work in progress and finished products	115				
2. Material costs (117 to 119)	116	16.097.676	7.921.071	15.971.431	8.149.550
a) Raw material and material costs	117	6.967.298	3.143.759	7.070.770	3.622.330
b) Costs of goods sold	118				
c) Other external costs	119	9.130.378	4.777.312	8.900.661	4.527.220
3. Staff costs (121 to 123)	120	30.626.073	15.946.657	30.648.823	15.708.280
a) Net salaries and wages	121	19.392.466	9.972.008	19.430.950	9.945.561
b) Cost for taxes and contributions from salaries	122	6.930.989	3.618.834	6.722.161	3.459.648
c) Contributions on gross salaries	123	4.302.618	2.355.815	4.495.712	2.303.071
4. Depreciation	124	5.195.167	2.597.099	4.794.301	2.385.604
5. Other costs	125	4.398.411	2.236.737	4.232.588	1.911.890
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	29.333	15.663
III. FINANCIAL INCOME (132 to 136)	131	5.581.121	1.435.879	17.289.847	1.177.377
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	5.581.121	1.435.879	17.289.847	1.177.377
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136				
IV. FINANCIAL EXPENSES (138 to 141)	137	3.492.292	3.263.673	352.964	126.101
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	3.492.292	3.263.673	352.964	126.101
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	67.936.832	33.326.987	84.190.829	37.152.180
X. TOTAL EXPENSES (114+137+143 + 145)	147	59.846.508	32.002.126	56.029.440	28.297.088
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	8.090.324	1.324.861	28.161.389	8.855.092
1. Profit before taxation (146-147)	149	8.090.324	1.324.861	28.161.389	8.855.092
2. Loss before taxation (147-146)	150	0	0	0	0
XII. PROFIT TAX	151				
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	8.090.324	1.324.861	28.161.389	8.855.092
1. Profit for the period (149-151)	153	8.090.324	1.324.861	28.161.389	8.855.092
2. Loss for the period (151-148)	154	0	0	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)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	8.090.324	1.324.861	28.161.389	8.855.092
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 to 165)	158	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 revaluation 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	0	0
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	8.090.324	1.324.861	28.161.389	8.855.092
APPENDIX to Statement of other comprehensive income (to be filled in by entrepreneur that prepares consolidated financial					
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
in period from 01.01.2015 until 30.06.2015.

Luka Ploče Group	in Kunas		
Position	AOP	Previous year	Current year
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	29.376.543	28.161.389
2. Depreciation	002	10.593.896	4.794.301
3. Increase in short term liabilities	003	2.702.456	13.393.352
4. Decrease in short term receivables	004		
5. Decrease in inventories	005		
6. Other increase in cash flow	006		
I. Total increase in cash flow from operating activities (001 to 006)	007	42.672.895	46.349.042
1. Decrease in short term liabilities	008		
2. Increase in short term receivables	009	2.343.358	5.207.153
3. Increase in inventories	010	103.783	366.470
4. Other decrease in cash flow	011	19.258.046	22.518.661
II. Total decrease in cash flow from operating activities (008 to 011)	012	21.705.187	28.092.284
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	013	20.967.708	18.256.758
A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES	014	0	0
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash inflows from sales of long-term tangible and intangible assets	015	8.776.316	434.483
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	598.158	5.721.557
4. Dividend receipts	018		
5. Other cash inflows from investing activities	019	194.215.000	238.832.225
III. Total cash inflows from investing activities (015 to 019)	020	203.589.474	244.988.265
1. Cash outflow for purchase of long-term tangible and intangible assets	021	49.220.362	17.504.676
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	196.848.000	217.470.589
IV. Total cash outflow for investing activities (021 to 023)	024	246.068.362	234.975.265
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	0	10.013.000
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	42.478.888	0
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	32.335.941	147.174
3. Other proceeds from financial activities	029		
V. Total cash inflows from financial activities (027 to 029)	030	32.335.941	147.174
1. Cash outflow for repayment of credit principal and bonds	031	11.230.623	30.168.566
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033		
4. Cash outflow for purchase of treasury shares	034		
5. Other cash outflow for financial activities	035		
VI. Total cash outflow for financial activities (031 to 035)	036	11.230.623	30.168.566
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037	21.105.318	0
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	0	30.021.392
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039	0	0
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	405.862	1.751.634
Cash and cash equivalents at the beginning of the period	041	30.394.405	29.988.543
Increase of cash and cash equivalents	042	0	0
Decrease of cash and cash equivalents	043	405.862	1.751.634
Cash and cash equivalents at the end of the period	044	29.988.543	28.236.909

STATEMENT OF CHANGES IN EQUITY
for the period **1.1.2015** to **30.6.2015**

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	37.268.266	38.587.575
4. Retained earnings or accumulated loss	004	74.332.336	102.181.567
5. Profit or loss for the current year	005	29.148.312	28.161.389
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	398.042.801	426.224.418
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	398.066.889	426.224.418
17 b. Attributed to minority interest	019	-24.088	

Items which decrease capital are given with the negative prefix

MANAGEMENT LIABILITY STATEMENT

Hereby , pursuant to 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 second quarter of year 2015. 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