



LUKA RIJEKA D.D.

**UNAUDITED UNCONSOLIDATED
FINANCIAL REPORT
FOR 01.01.-30.09.2015.**

MANAGEMENT REPORT

Luka Rijeka d.d.

Riva 1, HR-51 000 RIJEKA
OIB: 92590920313

Rijeka, october 2015.

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**MANAGEMENT REPORT ON THE BUSINESS RESULTS OF COMPANY
LUKA RIJEKA D.D. FOR PERIOD 01.01.-30.09.2015.**

**UNAUDITED UNCONSOLIDATED FINANCIAL REPORT FOR PERIOD 01.01.-
30.09.2015.**

MANAGEMENT STATEMENT OF LIABILITY

MANAGEMENT REPORT ON THE BUSINESS RESULTS OF COMPANY LUKA RIJEKA D.D. FOR PERIOD 01.01.-30.09.2015.

KEY FINANCIAL INDICATORS

in mil. HRK	01.01.-30.09.2014.	01.01.-30.09.2015.	Index
Operating revenue	131,193	134,464	102
Revenue from services in domestic and foreign market	117,728	125,104	106
Operating expences	128,865	131,965	102
EBIT	2,328	2,499	107
EBITDA	8,784	9,398	107
Total income	132,915	135,872	102
Total expences	132,196	134,821	102
Profit before taxation	0,719	1,051	146
Assets/Liabilities	512,831	754,089	147
Long - term assets	447,451	458,811	103
Capital and reserves	360,121	616,775	171

Indicators	REALIZED 1-9/2014	REALIZED 1-9/2015	re..15/ re.14
<i>Liquidity rations</i>			
Workin capital	-14.523.999	246.987.385.	
Current liquidity	0,79	7,22	9,09 x
<i>Debt indicators</i>			
Short - term liabilites/capital	0,20	0,06	-67,17%
Long - term liabilities/capital	0,19	0,13	-32,22%
Borrowings/capital	0,21	0,07	-65,81%
Total liabilities/assets	0,27	0,16	-40,72%
<i>Profitability rations</i>			
EBITDA margin	6,70%	6,99%	4,33%
EBIT margin	1,77%	1,86%	5,08%
NETmargin	0,54%	0,77%	42,59%
<i>Productivity indicators</i>			
Number of employees	690	653	-5,36%
Revenue per employee (in thousands)	193	208	8,02%

NATURAL INDICATORS

Total cargo traffic of all dry cargo in port of Rijeka, consisting of Luka Rijeka d.d. and associate company Adriatic Gate Container Terminal, in period of first nine months of 2015. was 3.135.204 tons of cargo, which presents 7% growth in regarding to the same period of the previous year, when it was transported 2.920.927 tons of cargo.

Cargo traffic	01.01.-30.09.2014.	01.01.-30.09.2015.	index
Luka Rijeka d.d. (LR)	1.892.666	2.037.961	108
General cargo (tons)	890.301	862.408	97
Bulk cargo (tons)	1.002.365	1.175.553	117
AGCT-container terminal			
AGCT-tons	1.028.261	1.097.243	107
AGCT-TEU	113.276	120.535	106
LR + AGCT (tons)	2.920.927	3.135.204	107

Total cargo traffic of Luka Rijeka d.d. in period of first nine months of 2015. was 2.037.961 tons of cargo and presents 8% increase regarding to the same period of the previous year.

BOARD OF DIRECTORS

Vedran Devčić, President

Linda Sciucca, Member

Nenad Janjić, Member

LUKA RIJEKA d.d.
Rijeka, Riva 1

Appendix 1

Reporting period:

1.1.2015.

to

30.09.2015.

Quarterly financial report of entrepreneur - TFI-PODRegistration number (MB) 03330494Identification number of subject 040141664Personal identification number
(OIB) 92590920313Issuer company: LUKA RIJEKA d.d.Postal code and place 510000RIJEKAStreet and number Riva 1E-mail address: uprava@lukarijeka.hrInternet address: www.lukarijeka.hrCode and name of comune/town 373 RIJEKACode and county name 8 PRIMORSKO-GORANSKANumber of employees 669
(at quarter end)Consolidated statement NONKD/NWC code: 5224

Subsidiaries subject to consolidation (according to IFRS):

Headquarters

Registration number:

Subsidiaries subject to consolidation (according to IFRS):	Headquarters	Registration number:

Book keeping service: Contact person: Janja Reljac

(authorised person for representation)


Phone number: 051/496-533Fascimile: 051/496-008E-mail address: fin@lukarijeka.hrSurname and name: Vedran Devčić

(authorised person for representation)

Disclosure documents:

1. Financial statements (balance sheet, profit and loss account, cash flow statement, statement of shareholders' equity and notes to the financial statements)
2. Interim management Report
3. Statement of responsible persons for preparation of financial statements

LUKA RIJEKA d.d.
Rijeka, Riva 1


 (signed by authorised person for representation)

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	316.082.417	616.774.743
I. SUBSCRIBED CAPITAL	063	598.047.500	539.219.000
II. CAPITAL RESERVES	064	4.967.857	40.752.572
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	0	0
1. Reserves prescribed by law	066	0	0
2. Reserves for treasury shares	067	0	0
3. Treasury stocks and shares (deduction)	068	0	0
4. Statutory reserves	069	0	0
5. Other reserves	070	0	0
IV. REVALUATION RESERVES	071	36.110.845	35.752.056
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	-318.058.554	0
1. Retained earnings	073	0	0
2. Accumulated loss	074	318.058.554	0
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	-4.985.231	1.051.115
1. Profit for the current year	076	0	1.051.115
2. Loss for the current year	077	4.985.231	0
VII. MINORITY INTERESTS	078	0	0
B) PROVISIONS (080 to 082)	079	17.824.835	17.301.835
1. Provisions for pensions, severance pay, and similar liabilities	080	4.751.555	4.228.555
2. Reserves for tax liabilities	081	0	0
3. Other reserves	082	13.073.280	13.073.280
C) LONG - TERM LIABILITIES (084 to 092)	083	73.113.859	80.295.506
1. Liabilities to related parties	084	0	0
2. Liabilities for loans, deposits etc.	085	14.818.613	14.818.613
3. Liabilities to banks and other financial institutions	086	33.515.897	40.697.544
4. Liabilities for received prepayments	087	0	0
5. Accounts payable	088	15.843.734	15.843.734
6. Liabilities arising from debt securities	089	0	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	090	0	0
8. Other long-term liabilities	091	0	0
9. Deferred tax liability	092	8.935.615	8.935.615
D) SHORT - TERM LIABILITIES (094 to 105)	093	100.111.487	39.713.312
1. Liabilities to related parties	094	1.291.361	1.091.431
2. Liabilities for loans, deposits etc.	095	11.743.309	5.692.406
3. Liabilities to banks and other financial institutions	096	39.712.362	2.624.248
4. Liabilities for received prepayments	097	0	0
5. Accounts payable	098	35.044.923	22.061.514
6. Liabilities arising from debt securities	099	0	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100	0	0
8. Liabilities to employees	101	4.081.100	3.548.566
9. Liabilities for taxes, contributions and similar fees	102	4.148.053	2.812.922
10. Liabilities to share - holders	103	0	0
11. Liabilities for long-term assets held for sale	104	0	0
12. Other short - term liabilities	105	4.090.379	1.882.225
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	447.163	4.097
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	507.579.761	754.089.493
G) OFF-BALANCE RECORDS	108	804.016	804.016
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		
2. Attributed to minority interest	110	0	0

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	316.082.417	616.774.743
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3. Other reserves	082	13.073.280	13.073.280
C) LONG - TERM LIABILITIES (084 to 092)	083	73.113.859	80.295.508
1. Liabilities to related parties	084	0	0
2. Liabilities for loans, deposits etc.	085	14.818.613	14.818.613
3. Liabilities to banks and other financial institutions	086	33.515.897	40.697.544
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F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	507.579.761	754.089.493
G) OFF-BALANCE RECORDS	108	804.016	804.016
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		
2. Attributed to minority interest	110	0	0

PROFIT AND LOSS ACCOUNT
from 01.01.2016 until 30.09.2015.

LUKA RIJEKA d.d.						
Position	AOP	previous period cumulative	previous period quarter	current period cumulative	current period cumulative	
1	2	3	4	5	6	
I. OPERATING REVENUE (112+113)	111	131.193.462	38.952.530	134.484.610	44.475.713	
1. Sales revenue	112	117.945.701	35.874.577	125.309.876	41.587.054	
2. Other operating revenues	113	13.247.751	3.277.953	9.154.734	2.908.649	
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	128.865.485	39.446.403	131.985.205	44.826.874	
1. Changes in value of work in progress and finished products	115	0	0	0	0	
2. Material costs (117 to 119)	116	45.871.839	12.031.841	49.706.105	17.215.044	
a) Raw material and material costs	117	15.719.357	4.945.024	15.451.020	5.005.777	
b) Costs of goods sold	118	0	0	0	0	
c) Other external costs	119	30.152.482	7.086.817	34.255.085	12.209.267	
3. Staff costs (121 to 123)	120	55.689.496	18.773.072	54.618.441	18.597.448	
a) Net salaries and wages	121	34.111.907	11.396.834	33.757.548	12.004.655	
b) Cost for taxes and contributions from salaries	122	13.669.013	4.620.802	12.843.726	3.862.967	
c) Contributions on gross salaries	123	7.908.576	2.755.436	8.017.167	2.729.804	
4. Depreciation	124	6.456.161	1.390.209	6.898.862	1.739.980	
5. Other costs	125	17.833.987	6.720.354	18.671.069	7.039.872	
6. Impairment (127+128)	126	1.207.732	0	25.466	25.466	
a) Impairment of long-term assets (financial assets excluded)	127	0	0	0	0	
b) Impairment of short-term assets (financial assets excluded)	128	1.207.732	0	25.466	25.466	
7. Provisions	129	0	0	0	0	
8. Other operating costs	130	2.006.270	530.927	2.045.262	209.066	
III. FINANCIAL INCOME (132 to 136)	131	1.721.298	499.507	1.407.497	832.378	
1. Interest income, foreign exchange gains, dividends and similar income from related	132	0	0	0	0	
2. Interest income, foreign exchange gains, dividends and similar income from non -	133	1.721.298	499.507	954.953	832.378	
3. Share in income from affiliated entrepreneurs and participating interests	134	0	0	0	0	
4. Unrealized gains (income) from financial assets	135	0	0	0	0	
5. Other financial income	136	0	0	452.544	0	
IV. FINANCIAL EXPENSES (138 to 141)	137	3.330.558	836.085	2.855.787	665.908	
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related	138	0	0	0	0	
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non -	139	3.330.558	836.085	2.855.787	665.908	
3. Unrealized losses (expenses) on financial assets	140	0	0	0	0	
4. Other financial expenses	141	0	0	0	0	
V. INCOME FROM INVESTMENT - SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS	142	0	0	0	0	
VI. LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS	143	0	0	0	0	
VII. EXTRAORDINARY - OTHER INCOME	144	0	0	0	0	
VIII. EXTRAORDINARY - OTHER EXPENSES	145	0	0	0	0	
IX. TOTAL INCOME (111+131+142 + 144)	146	132.914.750	39.452.037	135.872.107	45.308.091	
X. TOTAL EXPENSES (114+137+143 + 145)	147	132.196.023	40.282.498	134.820.992	45.492.780	
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	718.727	-830.451	1.051.115	-184.689	
1. Profit before taxation (146-147)	149	718.727	0	1.051.115	0	
2. Loss before taxation (147-146)	150	0	830.451	0	184.689	
XII. PROFIT TAX	151	0	0	0	0	
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	718.727	-830.451	1.051.115	-184.689	
1. Profit for the period (149-151)	153	718.727	0	1.051.115	0	
2. Loss for the period (151-148)	154	0	830.451	0	184.689	
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	718.727	-830.451	1.051.115	-184.689	
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 to 165)	158	0	0	-422.105	0	
1. Exchange differences on translation of foreign operations	159	0	0	0	0	
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	0	0	0	0	
3. Profit or loss from reevaluation of financial assets available for sale	161	0	0	-422.105	0	
4. Gains or losses on efficient cash flow hedging	162	0	0	0	0	
5. Gains or losses on efficient hedge of a net investment in foreign countries	163	0	0	0	0	
6. Share in other comprehensive income / loss of associated companies	164	0	0	0	0	
7. Actuarial gains / losses on defined benefit plans	165	0	0	0	0	
III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166	0	0	-63.316	0	
IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)	167	0	0	-358.789	0	
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	718.727	-830.451	692.326	-184.689	
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
from 01.01.2015. until 30.09.2015.

Company: LUKA RIJEKA d.d.			
Position	AOP	Previous year	Current year
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	718.727	1.051.115
2. Depreciation	002	6.456.160	6.898.862
3. Increase in short term liabilities	003	0	0
4. Decrease in short term receivables	004	0	8.643.840
5. Decrease in inventories	005	0	0
6. Other increase in cash flow	006	642.986	0
I. Total increase in cash flow from operating activities (001 to 006)	007	7.817.873	16.593.817
1. Decrease in short term liabilities	008	1.970.821	12.136.756
2. Increase in short term receivables	009	2.693.025	0
3. Increase in inventories	010	131.614	186.207
4. Other decrease in cash flow	011	0	296.830
II. Total decrease in cash flow from operating activities (008 to 011)	012	4.795.460	12.619.793
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	013	3.022.413	3.974.024
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	1.558.738	22.480
2. Cash inflows from sales of equity and debt instruments	016	0	0
3. Interests receipts	017	300.461	593.754
4. Dividend receipts	018	95.537	0
5. Other cash inflows from investing activities	019	2.246.325	2.349.936
III. Total cash inflows from investing activities (015 to 019)	020	4.201.061	2.966.170
1. Cash outflow for purchase of long-term tangible and intangible assets	021	3.681.064	17.235.083
2. Cash outflow for acquisition of equity and debt financial instruments	022	0	0
3. Other cash outflow for investing activities	023	0	0
IV. Total cash outflow for investing activities (021 to 023)	024	3.681.064	17.235.083
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	519.997	0
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	0	14.268.913
CASH FLOW FROM FINANCIAL ACTIVITIES			
1. Cash inflow from issuing property and debt financial instruments	027	0	300.000.000
2. Proceeds from the credit principal, promissory notes, borrowings and other loans	028	29.400.000	15.552.601
3. Other proceeds from financial activities	029	0	2.063.312
V. Total cash inflows from financial activities (027 to 029)	030	29.400.000	317.615.913
1. Cash outflow for repayment of credit principal and bonds	031	32.870.850	50.605.991
2. Cash outflow for dividends paid	032	0	0
3. Cash outflow for financial lease	033	726.758	641.898
4. Cash outflow for purchase of treasury shares	034	0	0
5. Other cash outflow for financial activities	035	0	254.932.974
VI. Total cash outflow for financial activities (031 to 035)	036	33.597.608	306.180.863
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037	0	11.435.050
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	4.197.608	0
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039	0	1.140.161
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	655.198	0
Cash and cash equivalents at the beginning of the period	041	1.002.510	698.418
Increase of cash and cash equivalents	042	0	1.140.161
Decrease of cash and cash equivalents	043	655.198	0
Cash and cash equivalents at the end of the period	044	347.312	1.838.579

STATEMENT OF CHANGES IN EQUITY
for the period 1.1.2015 to 30.9.2015

Position	AOP	Previous year	Current year
1	2	3	4
1. Subscribed capital	001	598.047.500	539.219.000
2. Capital reserves	002	66	40.752.572
3. Reserves from profit	003	0	0
4. Retained earnings or accumulated loss	004	-260.841.150	0
5. Profit or loss for the current year	005	718.727	1.051.115
6. Revaluation of long - term tangible assets	006	22.196.140	35.752.056
7. Revaluation of intangible assets	007	0	0
8. Revaluation of financial assets available for sale	008	0	0
9. Other revaluation	009	0	0
10. Total capital and reserves (AOP 001 to 009)	010	360.121.283	616.774.743
11. Currency gains and losses arising from net investment in foreign operations	011	0	0
12. Current and deferred taxes (part)	012	0	0
13. Cash flow hedging	013	0	0
14. Changes in accounting policy	014	0	0
15. Correction of significant errors in prior period	015	0	0
16. Other changes of capital	016	0	0
17. Total increase or decrease in capital (AOP 011 to 016)	017	0	0
17 a. Attributed to equity holders of parent company	018	0	0
17 b. Attributed to minority interest	019	0	0

Items which decrease capital are given with the negative prefix.

October 2015, Rijeka

Pursuant to Article 410, Paragraph 2, and Article 407, Paragraph 2, Point 3 of the Act on the Capital Market, individuals accountable for making financial statements: President of the Management Board Vedran Devčić, with Members of the Management Board Linda Sciucca and Nenad Janjić hereby issue a

STATEMENT

Which, conscientiously and according to their best knowledge, confirms their liability for realistic and objective display of unaudited unconsolidated financial statement for 9 months period (01/01 – 30/09 2015) of the Luka Rijeka d.d in accordance with the Act of Accounting (Official Gazette of the Republic of Croatia 109/2007), International Accounting Standards (IAS) of financial reporting recognized by the European Commission and published in the Official Journal of the European Commission and the accounting policies of the Group, including appropriate publishing of all information in accordance with the Act and above Standards. With applying above-mentioned Standards, financial statements of the Group provide an overall and authentic review of assets and liabilities, as well as Group's business results.

Management Board
Vedran Devčić, President
Linda Sciucca, Member
Nenad Janjić, Member

LUKA RIJEKA d.d.
Rijeka, Riva 1

