

LUKA RIJEKA D.D.

**UNAUDITED UNCONSOLIDATED
FINANCIAL STATEMENT
1 JANUARY – 31 DECEMBER 2015**

MANAGEMENT REPORT

Luka Rijeka d.d.

Riva 1, HR-51 000 RIJEKA
ID 92590920313

Rijeka, February 2016



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COMPANY FOR THE PERIOD FROM 1 JANUARY 2015 TO 31 DECEMBER
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PERIOD FROM 1 JANUARY 2015 TO 31 DECEMBER 2015**

MANAGEMENT STATEMENT OF LIABILITY

MANAGEMENT REPORT OF BUSINESS RESULTS OF LUKA RIJEKA D.D. COMPANY FOR THE PERIOD FROM 1 JANUARY 2015 TO 31 DECEMBER 2015

GENERAL DATA

Luka Rijeka d.d. is the largest concession holder for transshipment of dry cargoes in the area of the port of Rijeka and a market committed company whose core business is providing port services. The Company has been granted the concession to 2042.

The Company's head office is in Rijeka, at Riva 1 Street.

The Company's shares are listed on the official stock market of Zagreb Stock Exchange.

As at 31 December 2015 the Company's management consists of the following members: Vedran Devčić, the President, Linda Sciucca, Member, and Nenad Janjić, Member.

KEY BUSINESS EVENTS

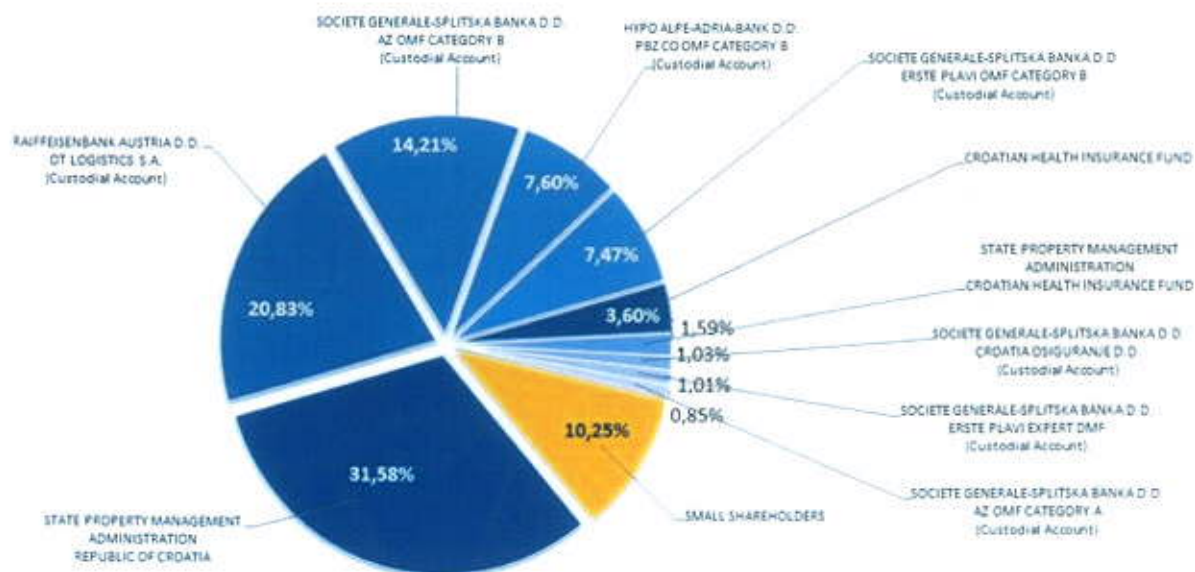
BY CAPITAL INCREASE TO STRATEGIC INVESTORS AND BUSINESS PARTNERS

At the regular general meeting held in May, the shareholders decided to increase the share capital of Luka Rijeka d.d. (hereinafter referred to as the Company) by issuance of new shares by public offering, which was preceded by a simplified decrease in the share capital to cover the accumulated loss.

The share capital of the Company was raised by public offering of new shares in the stock market. The process was completed at the end of July 2015. Altogether 7.5 million ordinary shares were subscribed, paid and allocated thus raising the Company's capital by 300.000.000 kuna to the current amount of 539.219.000 kuna. The financial restructuring that is the capitalization was finished by a subscription of the maximum number of new shares offered in the capital market. The entities participating in the process were compulsory pension funds (55.4%), foreign investors (37.4%), domestic physical entities (3.2%), voluntary pension funds (2.1%), investment funds (1.6%), and others (0.3%).

One of the largest individual investors is a Polish Company OT LOGISTICS S.A.. This company is a big European logistic company and operator of two Polish ports. The investment in the shares of Luka Rijeka d.d. is a part of their business strategy aimed at establishment of an integral logistic traffic chain on the Baltic – Port of Rijeka corridor with the port of Rijeka being an entry and exit port in the Adriatic.

The capital increase completed July 29, 2015



Source: LUKA RIJEKA d.d.

ŠKRLJEVO PROJECT – EXPANSION AND MODERNIZATION OF THE INLAND PORT TERMINAL

The goal of the investment and development project covering expansion and modernization of the Škrljevo terminal is further development of the area by some 400.000 m² owned by the Company and construction of a modern and well equipped port inland terminal. The project will provide new port capacities for various kinds of cargo but the project will also be of prime importance for the port of Rijeka container traffic. The investment estimate at some 50 million Euros with the most of financing covered and closed by fresh capital from the Company capitalization. In addition to the port own capacities, this investment will increase the capacities and competitiveness of Rijeka traffic route as a whole. Therefore, this is a project of broader economic importance for the Republic of Croatia

The following preliminary works have been executed on the Škrljevo project: issuance of the building permit, inviting tenders and selection of prequalified contractors, and a detail design. In the first half of 2016, bidding documents will be sent to prequalified contractors, the process of the contractor selection will take place and the works on the Škrljevo project will start.

OTHER KEY BUSINESS EVENTS

- Implementation of a new micro and macro organization of the Company.
- Approved financial support by the European Commission for North Adriatic Port Association (NAPA) to the amount of 3 million Euros for a Study of better interconnection of the North Adriatic ports. The leading partner in this project is Rijeka Port Authority.
- Established new direct services of parent ships at the container terminal of the associated company Jadranska vrata d.d. – AGCT (49% owned by Luka Rijeka d.d.).
- Presentation of the project “Port of Rijeka a logistic centre for investigation of hydrocarbons in the Adriatic Sea”.

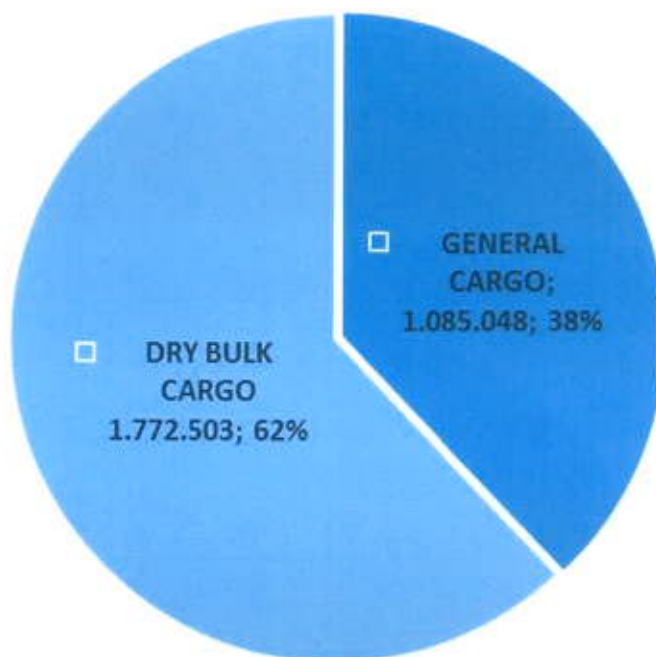
BUSINESS OPERATION INDICATORS

In 2015, total traffic of all dry cargoes in the port of Rijeka, consisting of Luka Rijeka d.d. and associated company Jadranska vrata d.d. – AGCT Adriatic Gate Container Terminal, was 4.304.884 tons of cargo, which was 4% more than the realization in 2014 when 4.140.081 tons of cargo was transhipped.

Cargo traffic	2014.	2015.	indeks
Luka Rijeka d.d. (LR)	2.773.412	2.857.551	103
General cargo (tons)	1.162.782	1.085.048	93
Bulk cargo (tons)	1.610.630	1.772.503	110
AGCT-container terminal			
AGCT-tons	1.366.669	1.447.333	106
AGCT-TEU	149.838	161.883	108
LR + AGCT (tons)	4.140.081	4.304.884	104

The traffic of Luka Rijeka d.d. was 2.857.551 tons of cargo which is a 3% increase.

CARGO TYPE STRUCTURE LUKA RIJEKA d.d. 2015.g.

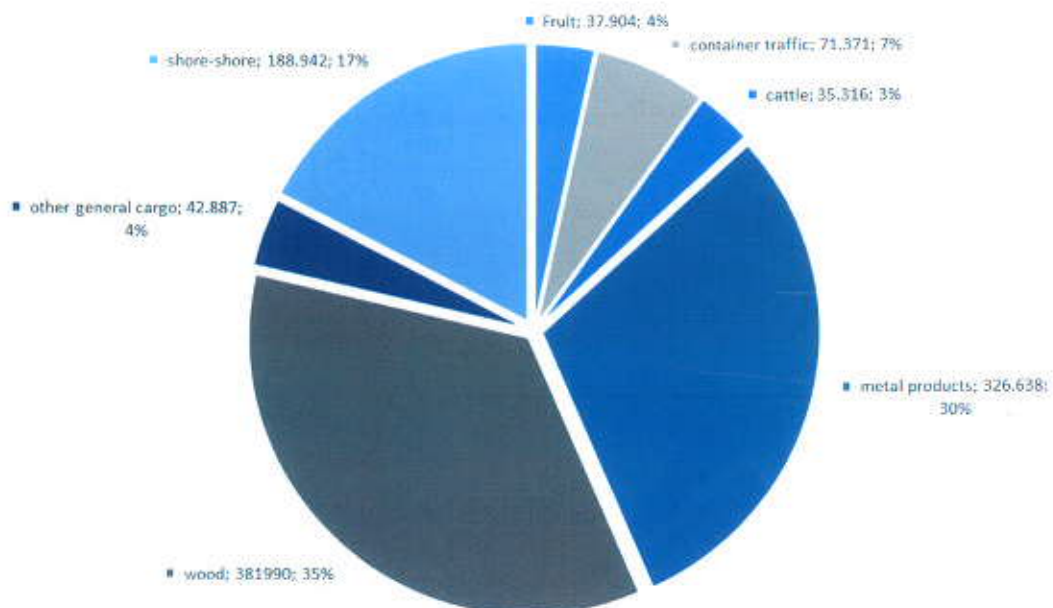


Total traffic of **general cargo** was 1.085.048 tons i.e. a decrease of 7%.

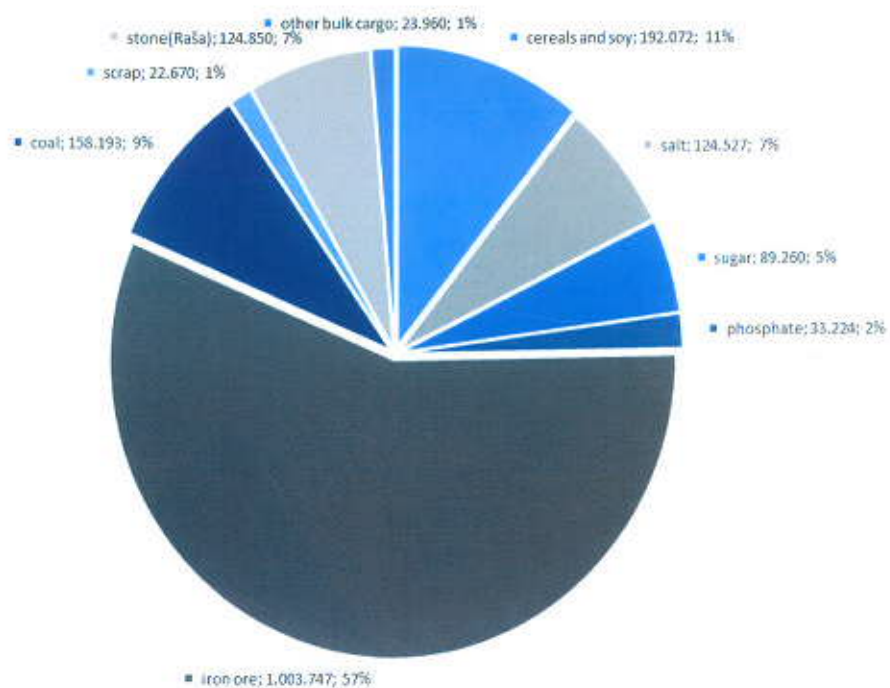
Iron metallurgy semi-finished goods with 326.638 tons of transhipped cargo account for 30% of total general cargo. The quantities transhipped are 13% lower as a consequence of decrease in traffic by a key client that has not realized its operating plans. Wood shows growth of traffic with a positive sign assigned to hardwood. Total quantity of transhipped wood of 381.990 tons is 3% higher. The terminals under concession of Luka Rijeka d.d. handled 71.371 tons of containers i.e. 38.219 containers expressed in TEUs. In the group of other general cargo, good transshipment results noted traffic of fruits (+13%) and cattle (export from Croatia and Transit from Hungary) which was 2,2 times higher.

Total traffic of **bulk cargo** was 1.772.503 tons which is 10% increase. In the bulk cargo structure, 66% accounts for traffic of coal and iron ore with 1.161.940 tons of transhipped cargo at the Terminal of Bakar. This was an increase of 6%. Traffic of cereals and oil crops was 192.072 tons, which was an increase of 57%. Due to poor crops and low sales prices, overseas export of wheat was lower whereas good transshipping results were noted with corn (127.492 tons - +2,22 times) and soya (50.761 tons - +5%). Total other bulk cargo was transhipped in the quantity of 418.491 tons i.e. an increase of 1%.

GENERAL CARGO STRUCTURE LUKA RIJEKA d.d. 2015.g.



DRY BULK CARGO STRUCTURE LUKA RIJEKA d.d. 2015.g.



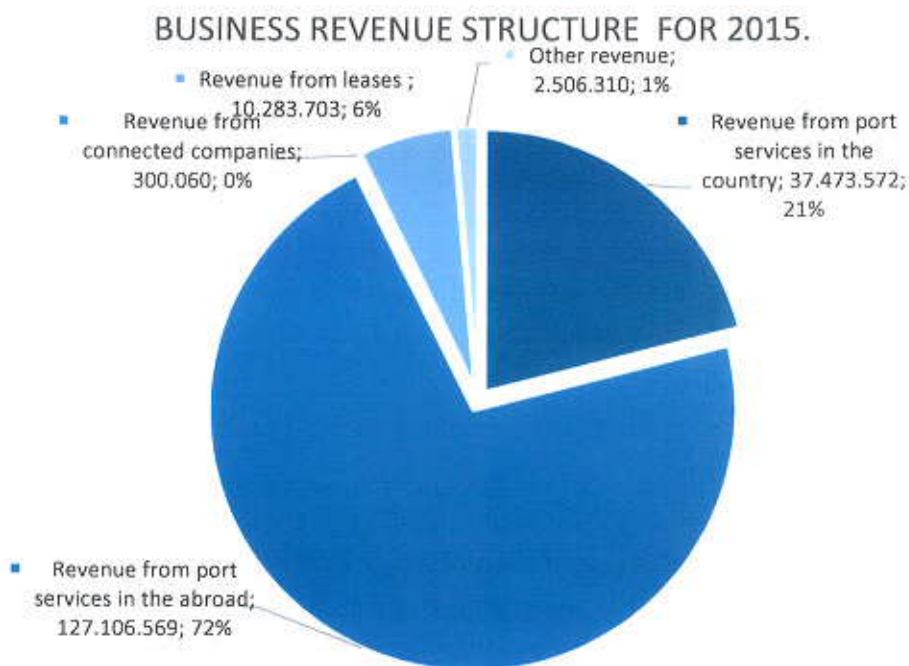
FINANCIAL OPERATION INDICATORS

Revenue

In 2015, the revenue was 177,670 million kuna, which was 3% less as compared to the realization in 2014.

Cargo traffic, which was 3% higher than in 2014, generates important operational revenue from the core business; sales of services in the country and abroad (domestic and export sales). With the amount of 164,580 mil kuna they are at the level of 2014 which was consequential to the cargo structure (participation of profitable general cargoes noted decrease).

Among the sales service income, the income from export sales had a dominating share of 72% of the revenue, which confirms the Company’s dependence on global macroeconomic movements. These services have a constant upward trend whereas the income from domestic sales, as well as other operating income was halved.



Financial Income

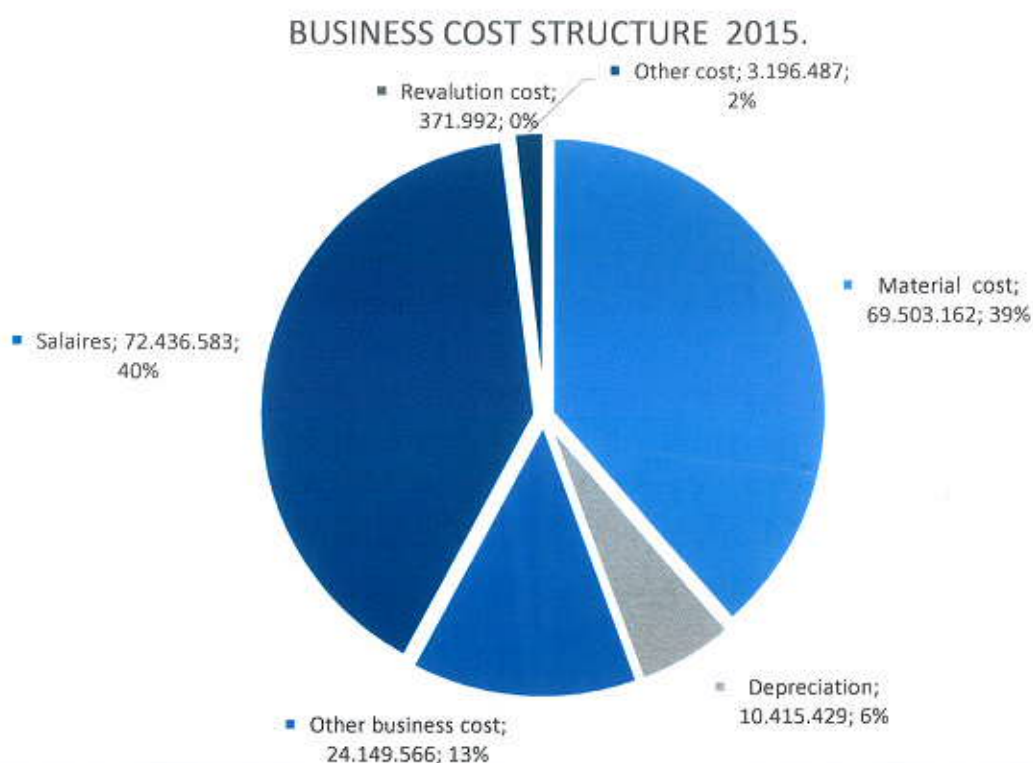
Financial income with 3,786 million kuna was increased by 85% consequential to the interest revenue on deposits (deposited funds from capital increase).

Operating Expenses

In 2015, operating income was 180,073 million kuna, which was 1% less as compared to the realization in 2014.

Considering the Company's business being highly demanding in terms of labour, the expenses for salaries in the operating expenses structure account for 40% and 72,436 million kuna. Because of lower number of employees (from 686 to 651 - 5% less), those expenses were decreased by 4%. Having introduced a new company organization and a job plan, in March 2015, the Company agreed on voluntary redundancy of 16 people. They were given the agreed severance pays which resulted in higher operating expenses.

Costs of depreciation were increased by 8% as a result of investment in purchase of new port machinery.



Finance Costs

The finance costs of 11,585 million kuna, which was 35% higher, were a consequence of higher exchange loss because of higher USD exchange rate. The Company earns the income from export sales in Euros whereas a part of noncurrent liabilities in the balance sheet are disclosed in USD.

Financial Indicators

EBIT for the business year 2015 was -2,403 million kuna whereas EBITDA was 8,012 million kuna. Total earnings were not sufficient to cover total expenses, which generated an operating loss before tax. Based on the recognized tax losses in the taxable income, The Company calculated tax expenditure of 12,292 million kuna, **which generated income after tax to the amount of 1,265 million kuna.**

Balance Sheet

Assets and liabilities in the balance sheet for 2015 were 747,285 million kuna, which was 47% more than in 2014. This was primarily influenced by a successful process of capital increase implemented through issuance of new ordinary shares. This has made the balance sheet items under financial assets and capital stronger, liquidity indicators were increased, and a long-term financial stability of the Company was accomplished.

There was an increase in noncurrent tangible assets as a consequence of higher capital work in progress involving investment in the Škrljevo Project. The capital investment accounts for 29,741 million kuna of which 73% was financed from own sources.

Noncurrent liabilities were decreased due to regular and advance repayment of loans taken for financing purposes. Because of shorter collection and payment terms, current trade receivables and current trade payables were also decreased.

Key indicators of business results

Indicators	REALIZED 2014.	REALIZED 2015.	Re.15/ re.14
<i>Liquidity ratios</i>			
Working capital	-41.821.920	219.801.020	
Current liquidity	0,58	5,01	8,60x
<i>Debt indicators</i>			
Short-term liabilities/capital	0,32	0,09	-71,86%
Long-term liabilities/capital	0,23	0,11	-53,71%
Borrowing/capital	0,23	0,07	-71,37%
Total liabilities/assets	0,34	0,16	-52,69%
<i>Profitability ratios</i>			
EBITDA margin	5,91%	4,51%	-23,71%
EBIT margin	0,62%	-1,35%	
NETmargin	-2,73%	0,71%	
<i>Productivity indicators</i>			
Number of employees	686	650	-5,25%
Revenue per employee (in thousands)	269	279	3,72%

BUSINESS EXPECTATIONS

FURTHER CAPITAL INVESTMENT

As described on the pages before, the most demanding capital investment is the capital investment in the Šrkljevo Project. The start of works scheduled for the end of the first half year of 2016, will certainly mark the business year 2016. At the end of 2017, the project is expected to be fully finished.

Other capital investments have been planned mainly for further purchase of new modern machinery for the port that is expected to increase operating efficiency and the level of competitive ability.

LIBERALIZATION OF RAIL FREIGHT TRANSPORT MARKET

In spite of formal liberalization of the rail freight transport in the Republic of Croatia that took place already on 1 July 2013, to this very day, no market competition on this important section of the traffic route has really seen the light. The participation of private operators in the market competition is only marginal, which significantly affects competitive ability of the entire traffic route, and also a great deal the competitiveness and results of operation of Luka Rijeka.

MANAGEMENT BOARD

Vedran Devčić, President

Linda Sciucca, Member

Nenad Janjić, Member

LUKA RIJEKA d.d.
Rijeka, Riva 1

Appendix 1

Reporting period:

1.1.2015.

to

31.12.2015.

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 665

(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

M.P.

LUKA RIJEKA d.d.
Rijeka, Riva 1
(signed by authorised person for representation)

BALANCE SHEET
as of 31.12.2015.

LUKA RIJEKA d.d.	Position	In Kunas		
		AOP	Previous year	Current year
	1	2	3	4
ASSETS				
A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL		001	0	0
B) LONG-TERM ASSETS (003+010+020+029+033)		002	448.773.419	470.289.258
I. INTANGIBLE ASSETS (004 to 009)		003	771.804	840.967
1. Assets development		004	0	0
2. Concessions, patents, licences fees, trade and service marks, software and other rights		005	771.804	840.967
3. Goodwill		006	0	0
4. Prepayments for purchase of intangible assets		007	0	0
5. Intangible assets in preparation		008	0	0
6. Other intangible assets		009	0	0
II. TANGIBLE ASSETS (011 to 019)		010	418.316.414	431.382.509
1. Land		011	228.973.255	229.075.870
2. Buildings		012	109.753.187	109.732.216
3. Plant and equipment		013	2.110.780	1.808.887
4. Tools, facility inventory and transport assets		014	52.966.999	57.557.446
5. Biological assets		015	0	0
6. Prepayments for tangible assets		016	3.895	3.895
7. Tangible assets in progress		017	17.034.734	25.862.591
8. Other tangible assets		018	325.736	325.736
9. Investments in buildings		019	7.147.828	7.015.888
III. LONG-TERM FINANCIAL ASSETS (021 to 028)		020	14.025.935	12.018.267
1. Investments (shares) with related parties		021	11.769.053	11.769.079
2. Loans given to related parties		022	0	0
3. Participating interest (shares)		023	40.000	40.000
4. Loans to entrepreneurs in whom the entity holds participating interests		024	0	0
5. Investments in securities		025	2.216.882	209.188
6. Loans, deposits and similar assets		026	0	0
7. Other long - term financial assets		027	0	0
8. Investments accounted by equity method		028	0	0
IV. RECEIVABLES (030 to 032)		029	8.379.109	7.244.268
1. Receivables from related parties		030	0	0
2. Receivables from based on trade loans		031	8.379.109	7.244.268
3. Other receivables		032	0	0
V. DEFERRED TAX ASSETS		033	7.280.157	18.803.247
C) SHORT TERM ASSETS (035+043+050+058)		034	58.289.567	274.611.953
I. INVENTORIES (036 to 042)		035	1.083.877	1.062.990
1. Raw-material and supplies		036	1.083.877	1.062.990
2. Work in progress		037	0	0
3. Finished goods		038	0	0
4. Merchandise		039	0	0
5. Prepayments for inventories		040	0	0
6. Long - term assets held for sales		041	0	0
7. Biological assets		042	0	0
II. RECEIVABLES (044 to 049)		043	37.302.900	28.844.148
1. Receivables from related parties		044	313.233	358.151
2. Accounts receivable		045	36.034.489	28.311.279
3. Receivables from participating parties		046	0	0
4. Receivables from employees and members of related parties		047	3.672	2.984
5. Receivables from government and other institutions		048	798.060	1.100.669
6. Other receivables		049	153.446	1.073.065
III. SHORT TERM FINANCIAL ASSETS (051 to 057)		050	19.204.372	242.121.431
1. Shares (stocks) in related parties		051	0	0
2. Loans given to related parties		052	0	0
3. Participating interests (shares)		053	0	0
4. Loans to entrepreneurs in whom the entity holds participating interests		054	0	0
5. Investments in securities		055	0	0
6. Loans, deposits, etc.		056	19.204.372	242.121.431
7. Other financial assets		057	0	0
IV. CASH AT BANK AND IN CASHIER		058	698.418	2.583.384
D) PREPAID EXPENSES AND ACCRUED REVENUE		059	516.775	2.384.081
E) TOTAL ASSETS (001+002+034+059)		060	507.579.761	747.285.272
F) OFF-BALANCE RECORDS		061	804.016	604.016

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	614.884.704
I. SUBSCRIBED CAPITAL	063	598.047.500	539.219.000
II. CAPITAL RESERVES	064	4.967.857	38.623.828
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	35.767.079
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	-318.058.554	9.595
1. Retained earnings	073	0	9.595
2. Accumulated loss	074	318.058.554	0
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	-4.985.231	1.265.202
1. Profit for the current year	076	0	1.265.202
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	11.362.693
1. Provisions for pensions, severance pay, and similar liabilities	080	4.751.555	3.999.055
2. Reserves for tax liabilities	081	0	0
3. Other reserves	082	13.073.280	7.363.638
C) LONG - TERM LIABILITIES (084 to 092)	083	73.113.859	65.832.305
1. Liabilities to related parties	084	0	0
2. Liabilities for loans, deposits etc.	085	14.818.613	9.086.548
3. Liabilities to banks and other financial institutions	086	33.515.897	33.040.847
4. Liabilities for received prepayments	087	0	0
5. Accounts payable	088	15.843.734	14.769.295
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	54.810.933
1. Liabilities to related parties	094	1.291.361	283.432
2. Liabilities for loans, deposits etc.	095	11.743.309	10.592.206
3. Liabilities to banks and other financial institutions	096	39.712.362	7.745.927
4. Liabilities for received prepayments	097	0	0
5. Accounts payable	098	35.044.923	24.921.268
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	3.691.451
9. Liabilities for taxes, contributions and similar fees	102	4.148.053	3.773.826
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	3.802.823
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	447.163	394.637
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	507.579.761	747.285.272
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 01.01.2015 until 31.12.2015.

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	182 510 322	51 316 870	177 670 213	43 205 603
1. Sales revenue	112	185 633 898	47 688 197	164 880 200	39 570 324
2. Other operating revenues	113	16 876 424	3 628 673	12 790 013	3 635 279
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	181 382 927	52 517 482	180 073 219	48 106 014
1. Changes in value of work in progress and finished products	115	0	0	0	0
2. Material costs (117 to 119)	116	89 335 814	23 463 975	68 503 162	19 797 057
a) Raw material and material costs	117	21 806 271	6 086 914	21 183 808	5 732 788
b) Costs of goods sold	118	0	0	0	0
c) Other external costs	119	47 529 543	17 377 061	48 319 354	14 064 269
3. Staff costs (121 to 123)	120	75 256 869	19 567 373	72 436 583	17 818 142
a) Net salaries and wages	121	46 092 105	11 980 198	44 855 046	11 087 498
b) Cost for taxes and contributions from salaries	122	18 384 331	4 715 318	16 949 015	4 105 289
c) Contributions on gross salaries	123	10 780 433	2 871 857	10 632 522	2 615 355
4. Depreciation	124	9 661 370	3 205 209	10 415 429	3 516 567
5. Other costs	125	23 784 112	6 150 145	24 149 596	5 478 497
6. Impairment (127+128)	126	1 207 732	0	371 992	346 526
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	371 992	346 526
7. Provisions	129	0	0	0	0
8. Other operating costs	130	2 137 030	130 760	3 196 487	1 151 225
III. FINANCIAL INCOME (132 to 136)	131	2 039 088	317 790	3 785 908	2 378 411
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	2 039 088	317 790	3 333 364	2 378 411
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	8 550 209	5 219 651	11 584 640	8 728 853
1. Interest expenses, foreign exchange losses, dividends and similar expenses from	138	0	0	0	0
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non -	139	8 550 209	5 219 651	10 225 979	7 370 192
3. Unrealized losses (expenses) on financial assets	140	0	0	0	0
4. Other financial expenses	141	0	0	1 358 661	1 358 661
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	184 549 410	51 634 690	181 456 121	45 584 014
X. TOTAL EXPENSES (114+137+143 + 145)	147	189 933 136	57 737 113	191 657 859	56 836 867
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	-5 383 726	-6 102 453	-10 201 738	-11 252 853
1. Profit before taxation (146-147)	149	0	0	0	0
2. Loss before taxation (147-146)	150	5 383 726	6 102 453	10 201 738	11 252 853
XII. PROFIT TAX	151	-398 495	-398 495	-11 466 940	-11 466 940
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	-4 985 231	-5 703 958	-1 265 202	214 087
1. Profit for the period (149-151)	153	0	0	1 265 202	214 087
2. Loss for the period (151-148)	154	4 985 231	5 703 958	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	-4 985 231	-5 703 958	1 265 202	214 087
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 to 165)	158	23 240 791	23 240 791	-390 321	31 784
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	22 818 686	22 818 686	0	0
3. Profit or loss from reevaluation of financial assets available for sale	161	422 105	422 105	-390 321	31 784
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	4 627 053	4 627 053	-58 548	4 788
IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)	167	18 613 738	18 613 738	-331 773	27 016
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	13 628 507	12 909 780	933 429	241 103
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

from 01.01.2015. until 31.12.2015.

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	-4.985.231	1.265.202
2. Depreciation	002	9.661.370	10.415.429
3. Increase in short term liabilities	003	15.737.833	0
4. Decrease in short term receivables	004	0	8.458.752
5. Decrease in inventories	005	280.651	20.887
6. Other increase in cash flow	006	0	0
I. Total increase in cash flow from operating activities (001 to 006)	007	20.694.623	20.160.270
1. Decrease in short term liabilities	008	0	12.183.016
2. Increase in short term receivables	009	4.317.485	0
3. Increase in inventories	010	0	0
4. Other decrease in cash flow	011	15.076.087	7.364.221
II. Total decrease in cash flow from operating activities (008 to 011)	012	19.393.572	19.547.237
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	013	1.301.051	613.033
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	2.364.475	52.960
2. Cash inflows from sales of equity and debt instruments	016	0	0
3. Interests receipts	017	1.024.749	1.763.589
4. Dividend receipts	018	95.537	0
5. Other cash inflows from investing activities	019	3.331.312	3.067.530
III. Total cash inflows from investing activities (015 to 019)	020	6.816.073	4.884.099
1. Cash outflow for purchase of long-term tangible and intangible assets	021	4.975.088	26.048.084
2. Cash outflow for acquisition of equity and debt financial instruments	022	0	0
3. Other cash outflow for investing activities	023	0	15.971.265
IV. Total cash outflow for investing activities (021 to 023)	024	4.975.088	42.019.349
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	1.840.985	0
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	0	37.135.250
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	29.200.000	15.552.601
3. Other proceeds from financial activities	029	0	32.178.425
V. Total cash inflows from financial activities (027 to 029)	030	29.200.000	347.729.026
1. Cash outflow for repayment of credit principal and bonds	031	31.575.395	55.785.117
2. Cash outflow for dividends paid	032	0	0
3. Cash outflow for financial lease	033	1.070.733	836.726
4. Cash outflow for purchase of treasury shares	034	0	0
5. Other cash outflow for financial activities	035	0	252.700.000
VI. Total cash outflow for financial activities (031 to 035)	036	32.646.128	309.321.843
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037	0	38.407.183
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	3.446.128	0
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039	0	1.884.966
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	304.092	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	1.884.966
Decrease of cash and cash equivalents	043	304.092	0
Cash and cash equivalents at the end of the period	044	698.418	2.583.384

STATEMENT OF CHANGES IN EQUITY
for the period **1.1.2015** to **31.12.2015**

Position	AOP	Previous year	Current year
1	2	3	4
1. Subscribed capital	001	598.047.500	539.219.000
2. Capital reserves	002	4.967.857	38.623.828
3. Reserves from profit	003	0	0
4. Retained earnings or accumulated loss	004	-318.058.554	9.595
5. Profit or loss for the current year	005	-4.985.231	1.265.202
6. Revaluation of long - term tangible assets	006	35.752.056	35.740.063
7. Revaluation of intangible assets	007	0	0
8. Revaluation of financial assets available for sale	008	358.789	27.016
9. Other revaluation	009	0	0
10. Total capital and reserves (AOP 001 to 009)	010	316.082.417	614.884.704
11. Currency gains and losses arising from net investment 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		
17 b. Attributed to minority interest	019		

Items which decrease capital are given with the negative prefix

February 2016, 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 annual financial statement for the period 1 January to 31 December 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 Company, including appropriate publishing of all information in accordance with the Act and above Standards.

With applying above-mentioned Standards, financial statements of the Company provide an overall and authentic review of assets and liabilities, as well as Company's business results.

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

LUKA RIJEKA d.d.
Rijeka, Riva 1

