

Energoprojekt Holding Plc.
Quarterly Report
Q1 2015

Pursuant to Article 53 of the Law on Capital Market (RS Official Gazette, No. 31/2011) and pursuant to Article 5 of the Rulebook on the Content, Form and Method of Publication of Annual, Half-Yearly and Quarterly Reports of Public Companies (RS Official Gazette, No. 14/2012 and 5/2015), **Energoprojekt Holding Plc. from Belgrade, registration No.: 07023014 hereby publishes the following:**

QUARTERLY REPORT FOR Q1 2015

C O N T E N T S

1. FINANCIAL STATEMENTS OF THE ENERGOPROJEKT HOLDING PLC. FOR Q1 2015

(Balance Sheet, Income Statement, Report on Other Income, Cash Flow Statement, Statement of Changes in Equity, Notes to Financial Statements)

2. COMPANY BUSINESS REPORT

3. STATEMENT BY PERSONS RESPONSIBLE FOR PREPARATION OF REPORT

4. DECISION OF COMPETENT CORPORATE BODY ON THE ADOPTION OF Q1 2015 QUARTERLY REPORT * (Note)

1. FINANCIAL STATEMENTS OF ENERGOPROJEKT HOLDING PLC. FOR Q1 2015 (Balance Sheet, Income statement, Report on Other Income, Cash Flow Statement, Statement on Changes in Equity, Notes to Financial Statements)

Reporting period:

from

01.01.2014

until

31.03.2014

Quarterly Financial Statement for Businesses KFI-PD

Business name: **ENERGOPROJEKT HOLDING p.l.c.**

Reg. No.: **07023014**

Postal code, city: **11070**

NOVI BEOGRAD

Street and number: **BULEVAR MIHAILA PUPINA 12**

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Consolidated/individual: **INDIVIDUAL**

Approved (yes/no): **Yes**

Audited (yes/no): **No**

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Name and surname: **VLADIMIR MILOVANOVIC**

(authorized officer)

Documents for publishing (in PDF format, as a whole):

1. Financial statements (balance sheet, income statement, statement of other results, cash flow statement, statement of changes in equity, notes to the financial statements)
2. Business Report
3. Statement of responsible person for the preparation of the Report



SD

(Signature of legal representative)

BALANCE SHEET

at day 31.03.2015.

RSD thousand

DESCRIPTION	EDP	Total	
		End of quarter current year	31.12. previous year
1	2	3	4
ASSETS			
A. SUBSCRIBED CAPITAL UNPAID	0001		
B. NON-CURRENT ASSETS (0003+0010+0019+0024+0034)	0002	7,626,491	7,618,819
I. INTANGIBLES (0004+0005+0006+0007+0008+0009)	0003	12,598	13,183
1. Investments in development	0004		
2. Concessions, patents, licenses, trademarks and service marks, software and other rights	0005	10,406	10,989
3. Goodwill	0006		
4. Other intangible assets	0007		
5. Intangible assets in progress	0008	1,783	1,783
6. Advances paid on intangible assets	0009	409	411
II. PROPERTY, PLANT AND EQUIPMENT (0011+0012+0013+0014+0015+0016+0017+0018)	0010	2,036,521	2,039,423
1. Land	0011		
2. Buildings	0012	1,392,272	1,393,710
3. Plant and equipment	0013	14,106	15,389
4. Investment property	0014	584,440	584,440
5. Other property, plant and equipment	0015	283	283
6. Property, plant and equipment in progress	0016		
7. Investments in property, plant and equipment, not owned	0017		
8. Advances paid on property, plant and equipment	0018	45,420	45,601
III. NATURAL ASSETS (0020+0021+0022+0023)	0019		
1. Forests and growing crops	0020		
2. Livestock	0021		
3. Natural assets in progress	0022		
4. Advances paid for natural assets	0023		
IV. LONG TERM FINANCIAL INVESTMENTS (0025+0026+0027+0028+0029+0030+0031+0032+0033)	0024	5,577,372	5,566,213
1. Shares in subsidiaries	0025	4,956,856	4,954,356
2. Shares in affiliated companies and joint ventures	0026	13,550	13,550
3. Shares in other companies and other available for sale securities	0027	40,337	33,026
4. Long term investments in parent companies and subsidiaries	0028	565,139	563,771
5. Long term investments in other affiliated companies	0029		
6. Long term investments, domestic	0030		
7. Long term investments, foreign countries	0031		
8. Securities held to maturity	0032		
9. Other long term financial investments	0033	1,490	1,510
V. LONG TERM RECEIVABLES (0035+0036+0037+0038+0039+0040+0041)	0034		
1. Receivables from parent company and subsidiaries	0035		
2. Receivables from other affiliated companies	0036		
3. Receivables from credit sales	0037		
4. Receivables from financial leasing contracts	0038		
5. Receivables from pledged assets	0039		
6. Bad debts and uncollectible claims	0040		
7. Other long term receivables	0041		
C. DEFERRED TAX ASSETS	0042		

DESCRIPTION	EDP	Total	
		End of quarter current year	31.12. previous year
1	2	3	4
D. OPERATING ASSETS (0044+0051+0059+0060+0061+0062+0068+0069+0070)	0043	1,577,019	1,484,288
I. INVENTORIES (0045+0046+0047+0048+0049+0050)	0044	1,592	14,142
1. Material ,parts, tools and small inventories	0045		
2. Work and services in progress	0046		
3. Finished products	0047		
4. Goods	0048		
5. Fixed assets for sale	0049		
6. Advances paid for inventories and services	0050	1,592	14,142
II. RECEIVABLES FROM SALES (0052+0053+0054+0055+0056+0057+0058)	0051	450,520	420,444
1. Local buyers - parent company and subsidiaries	0052	449,784	419,702
2. Foreign buyers - parent company and subsidiaries	0053		
3. Local buyers - other affiliated companies	0054	705	705
4. Foreign buyers - other affiliated companies	0055		
5. Local buyers	0056	31	37
6. Foreign buyers	0057		
7. Other receivables from sales	0058		
III. RECEIVABLES FROM SPECIAL TRANSACTIONS	0059	100,081	96,579
IV. OTHER RECEIVABLES	0060	53,061	53,512
V. FINANCIAL ASSETS ASSESSED AT FAIR VALUE THROUGH BALANCE SHEET	0061		
VI. SHORT TERM FINANCIAL INVESTMENTS(0063+0064+0065+0066+0067)	0062	479,992	451,471
1. Short term loans and investments - parent company and subsidiaries	0063	319,376	289,257
2. Short term loans and investments - other affiliated companies	0064	160,535	161,527
3. Short term credits and loans, domestic	0065		609
4. Short term credits and loans, foreign countries	0066		
5. Other short term financial investments	0067	81	78
VII. CASH AND CASH EQUIVALENTS	0068	105,121	116,713
VIII. VALUE ADDED TAX	0069		
IX. PREPAYMENTS AND ACCRUED INCOME	0070	386,652	331,427
E. TOTAL ASSETS = OPERATING ASSETS (0001+0002+0042+0043)	0071	9,203,510	9,103,107
F. OFF-BALANCE SHEET ASSETS	0072	21,451,765	21,346,794

DESCRIPTION	EDP	Total	
		End of quarter current year	31.12. previous year
1	2	3	4
LIABILITIES			
A. CAPITAL (0402+0411-0412+0413+0414+0415-0416+0417+0420-0421) ≥ 0 = (0071-0424-0441-0442)	0401	8,445,047	8,418,694
I. EQUITY CAPITAL (0403+0404+0405+0406+0407+0408+0409+0410)	0402	7,202,622	7,202,622
1. Share capital	0403	5,574,959	5,574,959
2. Shares of limited liability companies	0404		
3. Investments	0405		
4. State owned capital	0406		
5. Socially owned capital	0407		
6. Shares of cooperatives	0408		
7. Issuing premium	0409	1,600,485	1,600,485
8. Other share capital	0410	27,178	27,178
II. SUBSCRIBED CAPITAL UNPAID	0411		
III. TREASURY SHARES REPURCHASED	0412		
IV. RESERVES	0413	134,881	134,881
V. REVALUATION RESERVES FROM REVALUATION OF INTANGIBLES, PROPERTY, PLANT AND EQUIPMENT	0414	817,591	817,591
VI. UNREALISED GAINS FROM SECURITIES AND OTHER COMPONENTS OF OTHER COMPREHENSIVE RESULT (credit balance under account class 33 excl. 330)	0415		
VII. UNREALISED LOSSES FROM SECURITIES AND OTHER COMPONENTS OF OTHER COMPREHENSIVE RESULT (debit balance under account class 33 excl. 330)	0416	33,476	40,786
VIII. RETAINED EARNINGS (0418+0419)	0417	323,429	304,386
1. Retained earnings from previous years	0418	304,386	260,519
2. Retained earnings from current year	0419	19,043	43,867
IX. NON-CONTROLLING INTEREST	0420		
X. LOSSES (0422+0423)	0421		
1. Losses from previous years	0422		
2. Losses from current year	0423		
B. LONG TERM PROVISIONS AND LIABILITIES (0425+0432)	0424	261,909	262,288
I. LONG TERM PROVISIONS (0426+0427+0428+0429+0430+0431)	0425	261,909	262,288
1. Provisions for warranty costs	0426		
2. Provisions for recovery of natural resources	0427		
3. Provisions for restructuring costs	0428		
4. Provisions for wages and other employee benefits	0429	1,909	2,288
5. Provisions for legal expenses	0430		
6. Other long term provisions	0431	260,000	260,000
II. LONG TERM LIABILITIES (0433+0434+0435+0436+0437+0438+0439+0440)	0432		
1. Liabilities convertible into capital	0433		
2. Liabilities to parent company and subsidiaries	0434		
3. Liabilities to other affiliated companies	0435		
4. Liabilities for issued securities for more than one year	0436		
5. Long term credits and loans, domestic	0437		
6. Long term credits and loans, foreign countries	0438		
7. Long term liabilities from financial leasing	0439		
8. Other long term liabilities	0440		
C. DEFERRED TAX LIABILITIES	0441	153,989	153,989
D. SHORT TERM LIABILITIES (0443+0450+0451+0459+0460+0461+0462)	0442	342,565	268,136
I. SHORT TERM FINANCIAL LIABILITIES (0444+0445+0446+0447+0448+0449)	0443	240,052	187,015
1. Short term loans from parent company and subsidiaries	0444		
2. Short term loans from other affiliated companies	0445		
3. Short term credits and loans, domestic	0446	240,000	170,000
4. Short term credits and loans, foreign countries	0447		
5. Liabilities from fixed assets and assets from discontinued operations available for sale	0448		
6. Other short term financial liabilities	0449	52	17,015
II. RECEIVED ADVANCES, DEPOSITS AND BONDS	0450		

DESCRIPTION	EDP	Total	
		End of quarter current year	31.12. previous year
1	2	3	4
III. OPERATING LIABILITIES (0452+0453+0454+0455+0456+0457+0458)	0451	51,385	46,936
1. Suppliers - parent company and subsidiaries, local	0452	25,241	13,268
2. Suppliers - parent company and subsidiaries, foreign countries	0453	16,379	16,480
3. Suppliers - other affiliated companies, local	0454		
4. Suppliers - other affiliated companies, foreign countries	0455		
5. Suppliers, local	0456	7,975	12,416
6. Suppliers, foreign countries	0457	1,790	4,772
7. Other operating liabilities	0458		
IV. OTHER SHORT TERM LIABILITIES	0459	28,168	27,733
V. VALUE ADDED TAX	0460	5,259	5,540
VI. OTHER TAXES, CONTRIBUTIONS AND FEES PAYABLE	0461	17,495	688
VII. ACCRUED EXPENSES AND DEFERRED INCOME	0462	206	224
D. LOSSES EXCEEDING CAPITAL (0412+0416+0421-0420-0417-0415-0414-0413-0411-0402)≥0 = (0441+0424+0442-0071) ≥0	0463		
E. TOTAL LIABILITIES (0424+0442+0441+0401-0463) ≥ 0	0464	9,203,510	9,103,107
F. OFF-BALANCE LIABILITIES	0465	21,451,765	21,346,794

INCOME STATEMENT

from 01.01.2015. until 31.03.2015.

RSD thousand

DESCRIPTION	EDP	Total			
		current period		previous period	
		quarter	cumulative	quarter	cumulative
1	2	3	4	5	6
INCOME FROM NORMAL ACTIVITIES					
A. OPERATING INCOME (1002+1009+1016+1017)	1001	145,849	145,849	108,793	108,793
I. INCOME FROM SALE OF MERCHANDISE (1003+1004+1005+1006+1007+1008)	1002				
1. Income from sale of goods to parent company and subsidiaries on local market	1003				
2. Income from sale of goods to parent company and subsidiaries on foreign markets	1004				
3. Income from sale of goods to other affiliated companies on local market	1005				
4. Income from sale of goods to other affiliated companies on foreign markets	1006				
5. Income from sale of goods on local market	1007				
6. Income from sale of goods on foreign markets	1008				
II. INCOME FROM SALE OF PRODUCTS AND SERVICES (1010+1011+1012+1013+1014+1015)	1009	140,671	140,671	101,302	101,302
1. Income from sale of finished products and services to parent company and subsidiaries on local market	1010	106,194	106,194	101,279	101,279
2. Income from sale of finished products and services to parent company and subsidiaries on foreign markets	1011				
3. Income from sale of finished products and services to other affiliated companies on local market	1012				
4. Income from sale of finished products and services to other affiliated companies on foreign markets	1013				
5. Income from sale of finished products and services on local market	1014	4	4	23	23
6. Income from sale of finished products and services on foreign markets	1015	34,473	34,473		
III. INCOME FROM PREMIUMS, SUBSIDIES, GRANTS, DONATIONS, ETC.	1016				
IV. OTHER OPERATING INCOME	1017	5,178	5,178	7,491	7,491
EXPENSES FROM NORMAL ACTIVITIES					
B. OPERATING EXPENSES (1019-1020-1021+1022+1023+1024+1025+1026+1027+1028+1029) ≥ 0	1018	120,241	120,241	89,126	89,126
I. COST PRICE OF GOODS SOLD	1019				
II. INCOME FROM USE OF OWN PRODUCTS AND MERCHANDISE	1020	92	92	105	105
III. INCREASE IN INVENTORIES OF INTERMEDIATE AND FINISHED GOODS AND SERVICES IN PROGRESS	1021				
IV. DECREASE IN INVENTORIES OF INTERMEDIATE AND FINISHED GOODS AND SERVICES IN PROGRESS	1022				
V. MATERIAL COSTS	1023	1,798	1,798	2,025	2,025
VI. FUEL AND ENERGY COSTS	1024	5,043	5,043	4,128	4,128
VII. EMPLOYEE EXPENSES AND BENEFITS	1025	45,330	45,330	47,078	47,078
VIII. PRODUCTION SERVICE COSTS	1026	49,498	49,498	11,944	11,944
IX. DEPRECIATION EXPENSES	1027	3,428	3,428	2,378	2,378
X. PROVISION EXPENSES	1028				
XI. INTANGIBLE EXPENSES	1029	15,236	15,236	21,678	21,678
C. OPERATING INCOME (1001-1018) ≥ 0	1030	25,608	25,608	19,667	19,667
D. OPERATING LOSSES (1018-1001) ≥ 0	1031				
E. FINANCIAL REVENUES (1033+1038+1039)	1032	15,705	15,705	26,016	26,016
I. FINANCIAL INCOME FROM AFFILIATED COMPANIES AND OTHER FINANCIAL REVENUES (1034+1035+1036+1037)	1033	10,944	10,944	22,474	22,474
1. Financial income from parent company and subsidiaries	1034	8,349	8,349	18,814	18,814
2. Financial income from other affiliated companies	1035	2,595	2,595	3,660	3,660
3. Share of profits in associated companies and joint ventures	1036				
4. Other financial revenues	1037				
II. INTEREST INCOME (THIRD PARTY)	1038	545	545	1,363	1,363
III. EXCHANGE RATE GAINS AND POSITIVE CURRENCY CLAUSE EFFECTS (THIRD PARTY)	1039	4,216	4,216	2,179	2,179
F. FINANCIAL EXPENSES (1041+1046+1047)	1040	18,010	18,010	5,559	5,559
I. FINANCIAL EXPENSES FROM TRANSACTIONS WITH AFFILIATED COMPANIES AND OTHER FINANCIAL EXPENDITURE (1042+1043+1044+1045)	1041	10,078	10,078	626	626
1. Financial expenses from transactions with parent company and subsidiaries	1042	8,867	8,867	626	626
2. Financial expenses from transactions with other affiliated companies	1043	1,211	1,211		
3. Share of losses in affiliated companies and joint ventures	1044				
4. Other financial expenditure	1045				
II. INTEREST EXPENSES (THIRD PARTY)	1046	5,010	5,010	3,332	3,332
III. EXCHANGE RATE LOSSES AND NEGATIVE CURRENCY CLAUSE EFFECTS (THIRD PARTY)	1047	2,922	2,922	1,601	1,601
G. FINANCIAL GAINS (1032-1040)	1048			20,457	20,457
H. FINANCIAL LOSSES (1040-1032)	1049	2,305	2,305		
I. INCOME FROM VALUE ADJUSTMENT OF OTHER ASSETS DISCLOSED AT FAIR VALUE THROUGH INCOME STATEMENT	1050				
J. EXPENSES FROM VALUE ADJUSTMENT OF OTHER ASSETS DISCLOSED AT FAIR VALUE THROUGH INCOME STATEMENT	1051				
K. OTHER INCOME	1052	52	52	59	59
L. OTHER EXPENSES	1053	951	951	1,447	1,447
M. INCOME FROM NORMAL OPERATIONS BEFORE TAX (1030-1031+1048-1049+1050-1051+1052-1053)	1054	22,404	22,404	38,736	38,736
N. LOSSES FROM NORMAL OPERATIONS BEFORE TAX (1031-1030+1049-1048+1051-1050+1053-1052)	1055				
O. NET PROFIT FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND ADJUSTMENT OF ERRORS FROM PREVIOUS YEARS	1056			7,794	7,794
P. NET LOSSES FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND ADJUSTMENT OF ERRORS FROM PREVIOUS YEARS	1057				
Q. PROFIT BEFORE TAX (1054-1055+1056-1057)	1058	22,404	22,404	46,530	46,530
R. LOSSES BEFORE TAX (1055-1054+1057-1056)	1059				

DESCRIPTION	EDP	Total			
		current period		previous period	
		quarter	cumulative	quarter	cumulative
1	2	3	4	5	6
S. INCOME TAX					
I. TAXABLE EXPENSES FOR THE PERIOD	1060	3,361	3,361	6,979	6,979
II. DEFERRED TAX EXPENSES FOR THE PERIOD	1061				
III. DEFERRED TAX INCOME FOR THE PERIOD	1062				
T. MANAGEMENT EARNINGS					
IV. NET PROFIT (1058-1059-1060-1061+1062-1063)	1064	19,043	19,043	39,551	39,551
V. NET LOSSES (1059-1058+1060+1061-1062+1063)					
I. NET PROFIT PAYABLE TO MINORITY SHAREHOLDERS	1065				
II. NET PROFIT PAYABLE TO MAJORITY SHAREHOLDER	1067				
III. NET LOSSES ATTRIBUTABLE TO MINORITY SHAREHOLDERS	1068				
IV. NET LOSSES ATTRIBUTABLE TO MAJORITY SHAREHOLDER	1069				
V. EARNINGS PER SHARE					
1. Basic earnings per share	1070				
2. Reduced (diluted) earnings per share	1071				

CASH FLOW STATEMENT

from 01.01.2015. until 31.03.2015.

RSD thousand

DESCRIPTION	EDP	Total	
		cumulative for current year quarter	cumulative for previous year quarter
1	2	3	4
A. CASH FLOWS FROM OPERATING ACTIVITIES			
I. Cash inflow from operating activities (1 to 3)	3001	107,982	102,983
1. Sales and prepayments	3002	106,396	91,559
2. Interests from operating activities	3003		
3. Other inflow from normal operations	3004	1,586	11,424
II. Cash outflow from operating activities (1 to 5)	3005	146,114	168,970
1. Payments to suppliers and prepayments	3006	68,769	82,021
2. Employee expenses and benefits	3007	46,085	49,882
3. Interests paid	3008	4,670	1,203
4. Income tax	3009		10,605
5. Payments based on other public revenues	3010	26,591	25,259
III. Net cash inflow from operating activities (I-II)	3011		
IV. Net cash outflow from operating activities (II-I)	3012	38,132	65,987
B. CASH FLOWS FROM INVESTING ACTIVITIES			
I. Cash inflow from investing activities (1 to 5)	3013	3,884	27,455
1. Sale of shares and stocks (net inflow)	3014		842
2. Sale of intangible investments, property, plant, equipment and natural assets	3015		
3. Other financial investments (net inflow)	3016		25,509
4. Interest received from investment activities	3017	3,884	1,104
5. Dividends received	3018		
II. Cash outflow from investing activities (1 to 3)	3019	34,459	154,270
1. Purchase of shares and stocks (net outflow)	3020	2,500	153,091
2. Purchase of intangible investments, property, plant, equipment and natural assets	3021	241	1,179
3. Other financial investments (net outflow)	3022	31,718	
III. Net cash inflow from investing activities (I-II)	3023		
IV. Net cash outflow from investing activities (II-I)	3024	30,575	126,815
C. CASH FLOWS FROM FINANCING ACTIVITIES			
I. Cash inflow from financing activities (1 to 5)	3025	70,000	230,000
1. Equity increase	3026		
2. Long term loans (net inflow)	3027		
3. Short term loans (net inflow)	3028	70,000	230,000
4. Other long term liabilities	3029		
5. Other short term liabilities	3030		
II. Cash outflow from financing activities (1 to 6)	3031	16,667	85,284
1. Repurchase of own shares and stocks	3032		
2. Long term loans (net outflow)	3033	16,667	85,282
3. Short term loans (net outflow)	3034		
4. Other liabilities	3035		
5. Financial leasing	3036		
6. Dividends paid	3037		2
III. Net cash inflow from financing activities (I -II)	3038	53,333	144,716
D. Net cash outflow from financing activities (II-I)	3039		
E. TOTAL CASH INFLOW (3001+3013+3025)	3040	181,866	360,438
F. TOTAL CASH OUTFLOW (3005+3019+3031)	3041	197,240	408,524
G. NET CASH INFLOW (3040-3041)	3042		
H. NET CASH OUTFLOW (3041-3040)	3043	15,374	48,086
I. CASH BALANCE AT BEGINNING OF REPORTING PERIOD	3044	116,713	151,476
J. EXCHANGE RATE GAINS FROM CASH TRANSLATION	3045	3,781	780
K. EXCHANGE RATE LOSSES FROM CASH TRANSLATION	3046		
L. CASH BALANCE AT END OF REPORTING PERIOD (3042-3043+3044+3045-3046)	3047	105,121	104,170

STATEMENT OF OTHER RESULTS

from 01.01.2015. until 31.03.2015.

RSD thousand

DESCRIPTION	EDP	Total			
		current period		previous period	
		quarter	cumulative	quarter	cumulative
1	2	3	4	5	6
A. NET OPERATING RESULTS					
I. NET PROFIT (EDP 1064)	2001	19,043	19,043	39,551	39,551
II. NET LOSSES (EDP 1065)	2002				
B. OTHER COMPERHENSIVE GAINS OR LOSSES					
a) Items not reclassifiable in the balance sheet in future periods					
1. Change of revaluation of intangibles, property, plant and equipment					
a) increase in revaluation reserves	2003				
b) decrease in revaluation reserves	2004				
2. Actuarial gains or losses from defined income plans					
a) gains	2005				
b) losses	2006				
3. Gains and losses from equity instrument investments					
a) gains	2007				
b) losses	2008				
4. Gains and losses from share of other comprehensive profits and losses of affiliates					
a) gains	2009				
b) losses	2010				
b) Items that may be reclassified in the balance sheet in future periods					
1. Gains and losses from translation of financial statements for foreign operations					
a) gains	2011				
b) losses	2012				
2. Gains and losses from hedging of net investments in foreign operations					
a) gains	2013				
b) losses	2014				
3. Gains and losses from cash flow hedging					
a) gains	2015				
b) losses	2016				
4. Gains and losses from available for sale securities					
a) gains	2017	7,310	7,310		
b) losses	2018			11,505	11,505
I. OTHER COMPREHENSIVE GROSS PROFIT (2003+2005+2007+2009+2011+2013+2015+2017) - (2004+2006+2008+2010+2012+2014+2016+2018) ≥ 0	2019	7,310	7,310		
II. OTHER COMPREHENSIVE GROSS LOSSES (2004+2006+2008+2010+2012+2014+2016+2018) - (2003+2005+2007+2009+2011+2013+2015+2017) ≥ 0	2020			11,505	11,505
III. TAX ON OTHER COMPREHENSIVE PROFIT OR LOSS FOR THE PERIOD	2021				
IV. NET OTHER COMPREHENSIVE PROFIT (2019-2020-2021) ≥ 0	2022	7,310	7,310		
V. NET OTHER COMPREHENSIVE LOSSES (2020-2019+2021) ≥ 0	2023			11,505	11,505
C. TOTAL COMPERHENSIVE NET RESULTS FOR THE PERIOD					
I. TOTAL COMPREHENSIVE NET PROFIT (2001-2002+2022-2023) ≥ 0	2024	26,353	26,353	28,046	28,046
II. TOTAL COMPREHENSIVE NET LOSSES (2002-2001+2023-2022) ≥ 0	2025				
D. TOTAL COMPREHENSIVE NET PROFIT OR LOSSES (2027+2028) = AOP 2024 ≥ 0 or AOP 2025 > 0	2026	26,353	26,353	28,046	28,046
1. Payable to majority shareholders	2027				
2. Payable to non-controlling shareholders	2028				

STATEMENT OF CHANGES IN EQUITY

from 01.01.2015. until 31.03.2015.

DESCRIPTION	Equity component																	
	EDP	30	EDP	31	EDP	32	EDP	35	EDP	047 и 237	EDP	34	EDP	330	EDP	331	EDP	332
		Equity capital		Subscribed capital unpaid		Provisions		Losses		Treasury shares repurchased		Retained earnings		Revaluation reserves		Actuarial gains or losses		Gains and losses from equity instrument investments
1	2	3	4	5	6	7	8	9	10									
Opening balance 01.01.2014.																		
a) debit balance	4001		4019		4037		4055		4073		4091		4109		4127		4145	
b) credit balance	4002	7,202,622	4020		4038	134,881	4056		4074		4092	684,911	4110	52,910	4128		4146	
Adjustment for materially significant errors and changes in accounting policies																		
a) adjustment of debit balance	4003		4021		4039		4057		4075		4093		4111		4129		4147	
b) adjustment of credit balance	4004		4022		4040		4058		4076		4094		4112		4130		4148	
Adjustment of opening balance on 01.01.2014.																		
a) adjustment of debit balance (1a+2a-2b) ≥ 0	4005		4023		4041		4059		4077		4095		4113		4131		4149	
b) adjustment of credit balance (1b-2a+2b) ≥ 0	4006	7,202,622	4024		4042	134,881	4060		4078		4096	684,911	4114	52,910	4132		4150	
Changes in previous 2014. year																		
a) debit balance activity	4007		4025		4043		4061		4079		4097	424,392	4115	144,281	4133		4151	
b) credit balance activity	4008		4026		4044		4062		4080		4098	43,867	4116	908,962	4134		4152	
Closing balance previous year at 31.12.2014.																		
a) debit balance (3a+4a-4b) ≥ 0	4009		4027		4045		4063		4081		4099		4117		4135		4153	
b) credit balance (3b-4a+4b) ≥ 0	4010	7,202,622	4028		4046	134,881	4064		4082		4100	304,386	4118	817,591	4136		4154	
Adjustment for materially significant errors and changes in accounting policies																		
a) adjustment of debit balance	4011		4029		4047		4065		4083		4101		4119		4137		4155	
b) adjustment of credit balance	4012		4030		4048		4066		4084		4102		4120		4138		4156	
Adjustment of opening balance current year at 01.01.2015.																		
a) adjustment of debit balance (5a+6a-6b) ≥ 0	4013		4031		4049		4067		4085		4103		4121		4139		4157	
b) adjustment of credit balance (5b-6a+6b) ≥ 0	4014	7,202,622	4032		4050	134,881	4068		4086		4104	304,386	4122	817,591	4140		4158	
Changes in current 2015. year																		
a) debit balance activity	4015		4033		4051		4069		4087		4105		4123		4141		4159	
b) credit balance activity	4016		4034		4052		4070		4088		4106	19,043	4124		4142		4160	
Closing balance at end quarter current 2015. year																		
a) debit balance (7a+8a-8b) ≥ 0	4017		4035		4053		4071		4089		4107		4125		4143		4161	
b) credit balance (7b-8a+8b) ≥ 0	4018	7,202,622	4036		4054	134,881	4072		4090		4108	323,429	4126	817,591	4144		4162	

from 01.01.2015. until 31.03.2015.

RSD thousand

DESCRIPTION	333		334 и 335		336		337		Total capital [Σ (row 1b col.3 to col.15) - Σ (row 1a col.3 to col.15)] ≥ 0	Losses exceeding capital [Σ (row 1a col.3 to col.15) - Σ (row 1b col.3 to col.15)] ≥ 0
	EDP	Gains and losses from share of other profits and losses of affiliates	EDP	Gains and losses from foreign operations and translation of financial statements	EDP	Gains and losses from cash flow hedging	EDP	Gains and losses from available for sale securities		
1	11	12	13	14	14	15				
Opening balance 01.01.2014.										
a) debit balance	4163	4181	4199	4217	21,136	4235	8,054,188	4244		
b) credit balance	4164	4182	4200	4218						
Adjustment for materially significant errors and changes in accounting policies										
a) adjustment of debit balance	4165	4183	4201	4219		4236		4245		
b) adjustment of credit balance	4166	4184	4202	4220						
Adjustment of opening balance on 01.01.2014.										
a) adjustment of debit balance (1a+2a-2b) ≥ 0	4167	4185	4203	4221	21,136	4237	8,054,188	4246		
b) adjustment of credit balance (1b-2a+2b) ≥ 0	4168	4186	4204	4222						
Changes in previous 2014. year										
a) debit balance activity	4169	4187	4205	4223	20,560	4238		4247		
b) credit balance activity	4170	4188	4206	4224	910					
Closing balance previous year at 31.12.2014.										
a) debit balance (3a+4a-4b) ≥ 0	4171	4189	4207	4225	40,786	4239	8,418,694	4248		
b) credit balance (3b-4a+4b) ≥ 0	4172	4190	4208	4226						
Adjustment for materially significant errors and changes in accounting policies										
a) adjustment of debit balance	4173	4191	4209	4227		4240		4249		
b) adjustment of credit balance	4174	4192	4210	4228						
Adjustment of opening balance current year at 01.01.2015.										
a) adjustment of debit balance (5a+6a-6b) ≥ 0	4175	4193	4211	4229	40,786	4241	8,418,694	4250		
b) adjustment of credit balance (5b-6a+6b) ≥ 0	4176	4194	4212	4230						
Changes in current 2015. year										
a) debit balance activity	4177	4195	4213	4231		4242		4251		
b) credit balance activity	4178	4196	4214	4232	7,310					
Closing balance at end quarter current 2015. year										
a) debit balance (7a+8a-8b) ≥ 0	4179	4197	4215	4233	33,476	4243	8,445,047	4252		
b) credit balance (7b-8a+8b) ≥ 0	4180	4198	4216	4234						



**NOTES TO THE FINANCIAL STATEMENTS
FOR Q1 2015**

Belgrade, 2015

CONTENTS

1.	COMPANY BACKGROUND.....	4
2.	MANAGEMENT STRUCTURE.....	6
3.	OWNERSHIP STRUCTURE	6
4.	BASIS FOR PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS	6
5.	EVALUATION AND JUDGEMENTS OF THE MANAGEMENT.....	9
6.	OVERVIEW OF PRINCIPAL ACCOUNTING POLICIES	9
7.	OPERATING INCOME.....	9
	7a) Sales of products and services rendered	9
	7b) Other operating income.....	10
8.	OWN WORK CAPITALIZED	11
9.	COSTS OF MATERIJALS, FUEL AND ENERGY	11
10.	COSTS OF SALARIES, FRINGE BENEFITS AND OTHER PERSONNEL EXPENSES	12
11.	COSTS OF PRODUCTION SERVICES	12
12.	DEPRECIATION COSTS AND COSTS OF LONG-TERM PROVISIONS	13
13.	NON-PRODUCTION COSTS	14
14.	FINANCIAL INCOME AND FINANCIAL EXPENSE	15
	14a) Financial income	15
	14b) Financial expense.....	16
15.	OTHER INCOME AND OTHER EXPENSE	16
	15a) Other income.....	16
	15b) Other expense.....	17
16.	NET INCOME / LOSS FROM DISPOSAL OF DISCONTINUING OPERATIONS, EFFECTS OF CHANGE IN ACCOUNTING POLICY AND CORRECTION OF PRIOR PERIOD ERRORS.....	17
17.	PROFIT / LOSS BEFORE TAX.....	18
18.	INTANGIBLE ASSETS	19
19.	PROPERTY, PLANT AND EQUIPMENT.....	20
20.	LONG-TERM FINANCIAL INVESTMENTS	23
	20a) Equity investments.....	24
	20b) Long-term financial investments.....	27
21.	INVENTORIES.....	28

22.	TRADE RECEIVABLES.....	28
23.	RECEIVABLES FROM SPECIFIC BUSINESS OPERATIONS.....	29
24.	OTHER RECEIVABLES.....	31
25.	SHORT-TERM FINANCIAL INVESTMENTS	32
26.	CASH AND CASH EQUIVALENTS	33
27.	VALUE ADDED TAX AND PREPAYMENTS AND DEFERRED EXPENSES	34
28.	EQUITY	35
	28a) Shareholders' equity.....	36
	28b) Reserves.....	37
	28c) Revaluation reserves based on revaluation of intangible assets, property, plant and equipment.....	38
	28d) Unrealized losses on securities and other components of other comprehensive income (debit balances of group 33, except 330)	38
	28e) Undistributed profit.....	39
29.	LONG-TERM PROVISIONS	39
30.	SHORT-TERM FINANCIAL LIABILITIES	40
	30a) Short-term loans - domestic	40
	30b) Other short-term financial liabilities.....	41
31.	LIABILITIES FROM OPERATIONS.....	41
32.	OTHER SHORT-TERM LIABILITIES	43
33.	LIABILITIES FOR VALUE ADDED TAX, LIABILITIES FOR OTHER TAXES, CONTRIBUTIONS AND OTHER DUTIES AND ACCRUALS.....	43
	33a) Liabilities for value added tax.....	43
	33b) Liabilities for other taxes, contributions and other duties.....	44
	33c) Accruals	44
34.	DEFERRED TAX ASSETS AND LIABILITIES.....	44
35.	OFF BALANCE SHEET ASSETS AND OFF BALANCE SHEET LIABILITIES.....	45
36.	MORTGAGES REGISTERED IN FAVOUR AND/OR AGAINST THE COMPANY	46
37.	COMMITMENT AND CONTINGENCIES.....	46
38.	POST BALANCE SHEET EVENTS.....	49

1. COMPANY BACKGROUND

Energoprojekt Holding Plc. Belgrade (hereinafter: the Company) is an open joint stock company for holding operations.

The Company harmonized its operations with the Companies Law (RS Official Gazette No. 36/2011 and 99/2012) by passing the Decision on Harmonization of Company's Articles of Association with the Companies Law adopted on the General Assembly meeting on March 16, 2012 and by passing the Articles of Association on the General Assembly meeting on January 12, 2012.

During the process of harmonization with the Companies Law, Energoprojekt Holding Plc. data has been changed and registered with the Serbian Business Registers Agency by registering the Memorandum of Association and the Articles of Association based on the Decision of the Serbian Business Registers Agency BD 49189/2012 of April 18, 2012, including registration of new bodies of the Company, members of the Executive Board and the chairman and members of the Supervisory Board.

By adopting and registering the Decision on Harmonization of the Memorandum and Articles of Association of Energoprojekt Holding Plc. adopted in compliance with provisions of the new Companies Law, the Decision on Harmonization with the Companies Law and Company Articles of Association from 2006 ceased to apply.

Pursuant to the Decision BD 8020/2005 of May 20, 2005, the Company was re-registered and transferred to the Company Register of the Serbian Business Registers Agency from the Court Register of the Commercial Court of Belgrade with the previous registration on the registry inserts number 1-2511-00.

Based on the Decision No. VIII Fi 8390/99 of June 30, 2000 passed by the Commercial Court of Belgrade, the Company harmonized its operations with the Companies Law (FRY Official Gazette No. 29/96), the Law on Business Classification (FRY Official Gazette No. 31/96) in respect of the company name, registered business, equity and management, and changed its name from "Energoprojekt Holding share based company in mixed ownership for incorporating, financing and managing other companies", at the time registered by Decision No. FI 5843/91 of June 13, 1991 of the same Court, to "Energoprojekt Holding joint stock company for holding operations".

The legal predecessor of Energoprojekt Holding share based company in mixed ownership is Energoprojekt Holding Corporation, registered with the District Court of Belgrade by Decision No. Fi 423 of January 12, 1990, a company that was organized under the previous Companies Law (SFRY Official Gazette No. 77/88, 40/89, 46/90 and 60/91) through adoption of the Self-Management Agreement on Organizational Changes in the Former Composite Organization of Associated Labour "Energoprojekt" and the Associated Workers' Organizations, at a referendum held on December 8, 1989.

General Company Data

<i>Head Office</i>	Beograd, Bulevar Mihaila Pupina 12
<i>Registration Number</i>	07023014
<i>Registered business code and name of the business activity</i>	6420 – holding company
<i>Tax Identification Number</i>	100001513

According to the registration with the Serbian Business Registers Agency, **Company main business activity** is the activity of holding companies (6420).

The Company is a parent company that forms a **group of companies with the short business name of the Energoprojekt Group** with a number of subsidiaries in the country, an affiliated company (joint venture) in the country and with its subsidiaries abroad.

Company's subsidiary companies in the country are as follows:

- Energoprojekt Visokogradnja Plc.;
- Energoprojekt Niskogradnja Plc.;
- Energoprojekt Oprema Plc.;
- Energoprojekt Hidroinženjering Plc.;
- Energoprojekt Urbanizam i arhitektura Plc.;
- Energoprojekt Energodata Plc.;
- Energoprojekt Industrija Plc.;
- Energoprojekt Entel Plc.;
- Energoprojekt Garant Ltd.; and
- Energoprojekt Promet Ltd.

Company's affiliated company (joint venture) in the country is:

- Enjub Ltd.

The following table contains data on the ownership share in subsidiaries.

<i>Equity Investments in Subsidiaries</i>	
<i>Subsidiary</i>	<i>Ownership share in %</i>
Energoprojekt Visokogradnja Plc.	99.93
Energoprojekt Niskogradnja Plc.	100.00
Energoprojekt Oprema Plc.	67.87
Energoprojekt Hidroinženjering Plc.	100.00
Energoprojekt Urbanizam i arhitektura Plc.	100.00
Energoprojekt Energodata Plc.	100.00
Energoprojekt Industrija Plc.	62.77
Energoprojekt Entel Plc.	86.26
Energoprojekt Garant Ltd.	92.94
Energoprojekt Promet Ltd.	100.00

Ownership share of the Company in the affiliated company (joint venture) in the country is presented in the following table.

<i>Equity investments in affiliated company (joint venture)</i>	
<i>Affiliated company</i>	<i>Ownership share in %</i>
Enjub Ltd.	50.00

The Company is, according to criteria specified by the Law on accounting and auditing, classified as a **medium-sized legal entity**.

The average number of employees with the Company in the first quarter of 2015, based on the actual number of employees at the end of each month, is 70 (in 2013: 71).

The company's shares are A-listed on the Belgrade Stock Exchange and these are traded in a regulated stock market

Financial statements for the first quarter of 2015 that are subject of these Notes are **separate financial statements of the Company** and were approved by the Executive Board of the Company on May 11, 2015, at the 217th meeting.

Approved financial statements may subsequently be modified pursuant to the legislation in force.

2. MANAGEMENT STRUCTURE

Key management of the Company in 2015 included the following persons:

- Vladimir Milovanović - General Manager;
- Dr Dimitraki Zipovski - Executive Manager for finances, accounting and plan;
- Zoran Radosavljević - Executive Manager for corporate projects, development and quality;
- Mr Zoran Jovanović - Executive Manager for legal affairs; and
- Dragan Tadić - Executive Manager for "Real Estate" projects.

3. OWNERSHIP STRUCTURE

According to records of the Central Securities Depository, the registered ownership structure of Energoprojekt Holding Plc. shares as of March 31, 2015 is presented in the Note 28a

4. BASIS FOR THE PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

Financial statements were prepared in compliance with the Law on Accounting and Auditing (RS Official Gazette, No. 62/2013 – hereinafter: the Law).

Pursuant to the Law, in recognizing, valuation, presentation and disclosure of items in financial statements, large legal entities, legal entities obliged to prepare consolidated financial statements

(mother legal entities), public companies, that is, companies preparing to become public, irrespective of their size, shall apply International Financial Reporting Standards (hereinafter: IFRS). IFRS, within the meaning of the Law, are:

- The Framework for the preparation and presentation of financial statements,
- International Accounting Standards – IAS,
- International Financial Reporting Standards - IFRS and related Interpretations, issued by the International Financial Reporting Interpretations Committee, subsequent amendments to these Standards and the related Interpretations, as approved by the International Accounting Standards Committee, the translation of which was adopted and published by the Ministry in charge of finances.

The Company financial statements were presented in the form and with the content specified by the provisions of the Rules on the Contents and Form of Financial Statements' Forms submitted by Companies, Cooperatives and Entrepreneurs (RS Official Gazette, No. 95/2014 and 144/2014). These Rules, among other things, laid down the form and content of individual positions in the Balance Sheet, Income Statement, Other Comprehensive Income Report, Cash Flow Statement, Statement of Changes in Equity and Notes to Financial Statements. Pursuant to the above mentioned Rules, amounts in RSD thousands are to be presented in these forms.

Chart of Accounts and content of accounts in the Chart of Accounts were prescribed by the Rules on Chart of Accounts and Contents of Accounts in the Chart of Accounts for Companies, Cooperatives and Entrepreneurs (RS Official Gazette, No. 95/2014)).

In preparation of Company financial statements, the following laws and by-laws were taken into account, among others:

- Law on Corporate Income Tax (RS Official Gazette, No. 25/2001, 80/2002, 43/2003, 84/2004, 18/2010, 101/2011, 119/2012, 47/2013 and 108/2013, 142/2014);
- Law on Added Value Tax (RS Official Gazette, No. 84/2004, 86/2004, 61/2005, 61/2007, 93/2012, 108/2013, 6/2014, 68/2014, 142/2014 and 5/2015);
- Rules on the Contents of Tax Balance and Other Issues of Relevance for Calculation of Corporate Income Tax (RS Official Gazette, No. 99/2010, 8/2011, 13/2012, 8/2013, 20/2014 and 30/2015);
- Rules on the Contents of Tax Return for Calculation of Corporate Income Tax (RS Official Gazette, No. 24/2014);
- Rules on Method of Classification of Non-Current Assets and on Method of Calculation of Depreciation for Taxing Purposes (RS Official Gazette, No. 116/2004 and 99/2010);
- Rules on Transfer Prices and Methods Applied in compliance with the “at arm’s length” principle in determining the price of transactions among related parties (RS Official Gazette, No. 61/2013 and 8/2014).

The Rules on Accounting and Accounting Policies of the Company, as adopted on October 22, 2012 by the Company’s Executive Board and the Rules on the Amendments to the Rules on Accounting and Accounting Policies of the Company No. 10 of January 21, 2013, as well as the Amendments to the Rules on Accounting and Accounting Policies of the Company of January 19, 2015, in the part

pertaining to determination of model for measuring property, plants and equipment following the initial recognition (Note 7h) (which includes practical instructions on how to draft financial statements for 2014) were applied in the preparation of financial statements as the legal documents representing the internal regulations of the Company. Other internal documents were also taken into account, such as, for example, the Company's Collective Agreement regulating employment in the country.

The Law on Capital Market (RS Official Gazette, No. 31/2011) set down mandatory data to be included in the annual, six monthly and quarterly statements of public companies with securities listed in the regulated markets.

It should be noted here that in certain cases, not all the relevant provisions of the IAS/IFRS or of the Interpretations thereof were taken into account in preparation of the Company financial statements. This is due primarily to the incomplete harmonization between the legislation on one hand and the professional regulations on the other hand. Therefore, since the legislation in this context takes precedence over the professional regulations, certain aspects of the financial statements are not in compliance with the professional regulations.

The accounting regulations of the Republic of Serbia, and thus the presented financial statements of the Company, deviate from IAS/IFRS in the following aspects:

- Pursuant to the Law on Accounting (RS Official Gazette, No. 62/203) , the financial statements in the Republic of Serbia are to be presented in the format stipulated by the Rules on the Contents and Form of the Financial Statements Forms for Companies, Cooperatives and Entrepreneurs (RS Official Gazette, No. 95/2014 and 144/2014), which deviates from the presentation and names of certain general purpose financial statements, as well as from the presentation of certain balance positions stipulated by the Revised IAS 1 – “Presentation of Financial Statements“; and
- Off-balance assets and off-balance liabilities were presented in the Balance Sheet form. According to the IFRS definition, these items are neither assets, nor liabilities.

In addition to the above stated, some deviations were due to the different publishing dates of the Standards and the relevant Interpretations thereof, which are subject to continuous modifications, and the effective dates when these Standards and relevant Interpretations thereof come into force in the Republic of Serbia. Thus, for example, the deviations from the Standards came as the consequence of the fact that the published Standards and relevant Interpretations, which came into force, have not yet been officially translated or adopted in the Republic of Serbia; as the consequence of the fact that the published Standards and relevant Interpretations have not yet come into force; or as the consequence of some other reasons beyond effective control or influence of the Company.

Functional currency and currency used for data presentation

Amounts presented in financial statements are in thousands of Serbian dinar (RSD). The Company uses RSD as the functional and reporting currency. Transactions effectuated in non-functional currencies shall be treated as transactions effectuated in foreign currencies.

Amounts presented in the financial statements are in RSD thousand or in the functional local currency as at the balance date – March 31, 2015.

The official middle currency exchange rates of the National Bank of Serbia used for recalculation of monetary assets and liabilities were as follows:

Currency	31.03.2015	31.12.2014.	31.03.2014	31.12.2013.
	<i>Amount in RSD</i>			
1 EUR	120.2153	120,9583	115,3845	114,6421
1 USD	111.4240	99,4641	83,8855	83,1282
1 GBP	164.5883	154,8365	139,5049	136,9679

5. EVALUATION AND JUDGEMENTS OF THE MANAGEMENT

Preparation of financial statements in compliance with IAS and IFRS requires that the management perform assessments, provide judgements and assumptions that are reflected on the reported amounts of assets, liabilities, income and expenses. Achieved results can differ from the assessed ones.

6. OVERVIEW OF PRINCIPAL ACCOUNTING POLICIES

Basic accounting policies and calculation methods used in preparation of the financial statements for the first quarter of 2015 are in compliance with the accounting policies and calculation methods applied in preparation of financial statements for the year that ended on December 31, 2014.

INCOME STATEMENT

7. OPERATING INCOME

7a) Sales of products and services rendered

Revenues structure from the sales of products and services is presented in the following table.

Structure of revenues from products sold and services rendered	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Revenues from products sold and services rendered to parent companies and subsidiaries domestic	106,194	101,279
Revenues from products sold and services rendered domestically	4	23
Revenues from products sold and services rendered internationally	34,473	
TOTAL	140,671	101,302

Revenues generated from the sales of services rendered to parent company and subsidiaries in the domestic market are based on services rendered by the Company based on agreements that were approved and adopted by the relevant management bodies of the Company and of its subsidiaries, all in compliance with the relevant legislation and these amount to RSD 106.194 thousands (as at March 31, 2014: RSD 101,279 thousands), as presented in the following table.

Revenues structure from products sold and services rendered to parent companies and subsidiaries - domestic	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Energoprojekt Garant Ltd.	455	434
Energoprojekt Visokogradnja Plc.	18,751	17,883
Energoprojekt Niskogradnja Plc.	23,336	22,256
Energoprojekt Hidroinženjering Plc.	8,433	8,043
Energoprojekt Entel Plc.	22,524	21,482
Energoprojekt Energodata Plc.	2,255	2,151
Energoprojekt Industrija Plc.	5,061	4,826
Energoprojekt Urbanizam i arhitektura Plc.	1,496	1,427
Energoprojekt Oprema Plc.	23,883	22,777
TOTAL	106,194	101,279

Sales Revenues generated from the sales of finished products and services rendered in the domestic market amounting to RSD 4 thousands (as at March 31, 2014: RSD 23 thousands) were earned from the sales of flight tickets.

Sales Revenues from the sales of finished products and services rendered in the international market amounting to RSD 34.473 thousands refers to the Agreement on Construction of the Embassy of the Republic of Serbia in Abuja, Federal Republic of Nigeria, a turnkey project, in the cadastre lot No. 313, registered in the Real Estate Cadastre of the Cadastre Zone A00.

7b) Other operating income

Structure of other operating income	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Rental income from parent companies, subsidiaries and other related parties	4,643	7,178
Rental income from other companies in the country	73	291
Other operating income (externally)	462	22
TOTAL	5,178	7,491

Revenues from the rent collected from parent, subsidiary and other related entities amounting to RSD 4.643 thousand (as at March 31, 2014: RSD 7.178 thousand), were generated based on renting of the "Samacki Hotel" complex in 24 Batajnicketi Drum, which has been rented since 2011 to the Energoprojekt Visokogradnja Company for RSD 3.545 thousand (as at March 31, 2014: RSD 6.131 thousand) and from the rent of a portion of the Energoprojekt building, which has been rented since

2013 to the Energoprojekt Garant Company for RSD 1.098 thousand (as at March 31, 2014: RSD 1.047 thousand).

Revenues from the rent collected from other legal entities in the country amounting to RSD 73 thousand, were generated from renting of the ground floor space of the Energoprojekt building to Telekom Srbija Company (as at March 31, 2014: RSD 291 thousand, collected from renting of both the ground floor space and the roof terrace of the Energoprojekt building).

Other operating income amounting to RSD 462 thousand was generated based on the bonus award of the Turkish Airlines Company for the sales of flight tickets (as at March 31, 2014: RSD 22 thousand, generated on the basis of the bonus award of the Aeroflot Airlines).

8. OWN WORK CAPITALIZED

Structure of own work capitalized	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Income from own work capitalized	92	105
TOTAL	92	105

9. COSTS OF MATERIALS, FUEL AND ENERGY

Structure of the costs of materials, fuel and energy	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Material costs:		
a) Other material costs (overheads)	1,788	1,989
b) One-off write-off of tools and inventory costs	10	36
<i>Total</i>	<i>1,798</i>	<i>2,025</i>
Fuel and energy costs:		
a) Fuel costs	510	526
b) Electricity and heating costs	4,533	3,602
<i>Total</i>	<i>5,043</i>	<i>4,128</i>
TOTAL	6,841	6,153

Other Material Costs (overheads) amounting to RSD 1.788 thousand (as at March 31, 2014: RSD 1.989 thousand) refer to the costs of office supplies amounting to RSD 603 thousand (as at March 31, 2014: RSD 616 thousand), professional and expert literature, magazines, etc. amounting to RSD 390 thousand (as at March 31, 2014: RSD 460 thousand) and other material costs amounting to RSD 795 thousand (as at March 31, 2014: RSD 913 thousand).

10. COSTS OF SALARIES, FRINGE BENEFITS AND OTHER PERSONNEL EXPENSES

Structure of the costs of salaries, fringe benefits and other personnel expenses	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Costs of salaries and fringe benefits (gross)	33,982	35,674
Taxes and contributions on salaries and contributions on salaries payable by employer	5,155	5,457
Service agreements contributions	1,859	867
Copyright agreements contributions	47	616
Contracts on temporary and periodical engagement, contributions	402	1,026
Considerations to General Manager and/or Management and Supervisory Board members	2,364	2,178
Other personnel expenses and remunerations	1,521	1,260
TOTAL	45,330	47,078
Average number of employees	70	71

Other personnel expenses amounting to RSD 1.521 thousand (as at March 31, 2014: RSD 1.260 thousand) refer to the business trips' expenses amounting to RSD 817 thousand (as at March 31, 2014: RSD 431 thousand), Company expenses for employee commuting reimbursements amounting to RSD 645 thousand as at March 31, 2014: RSD 639 thousand), solidarity fund allowances and other employee compensations amounting to RSD 59 thousand (as at March 31, 2014: RSD 190 thousand).

11. COSTS OF PRODUCTION SERVICES

Structure of the costs of production services	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Costs of production services	34,473	
Transportation services' costs	896	661
Repairs and maintenance services' costs	8,066	8,350
Rental costs	27	171
Trade fair costs		
Advertising costs	2,641	334
Costs of other services	3,395	2,428
TOTAL	49,498	11,944

Costs of production services amounting to RSD 34.473 thousand refer to the realization of the agreement on the construction of the embassy of the Republic of Serbia in Abuja, Federal Republic of Nigeria, a turnkey project, on the cadastral lot No. 313, registered in the registry of immovable property, cadastral zone A00.

Costs of transportation services amounting to RSD 896 thousand (as at March 31, 2014: RSD 661 thousand), refer to the landline costs and mobile phone costs, Internet services, taxi services, parking services, toad tolls, etc.

Costs of maintenance services amounting to RSD 8.066 thousand (as at March 31, 2014: RSD 8.350 thousand) pertain primarily to ongoing maintenance of the Energoprojekt building amounting to RSD 7.457 thousand (as at March 31, 2014: RSD 7.595 thousand) and to the ongoing maintenance of equipment amounting to RSD 599 thousand (as at March 31, 2014: RSD 755 thousand).

Advertising costs amounting to RSD 2.641 thousand (as at March 31, 2014: RSD 334 thousand) pertain to the sponsorship expenses (Serbia Water Polo Federation), billboard advertising costs, media presentation and other costs. When compared against the same period from the past year, advertising costs increased due to the sponsorship expenses for the Serbia Water Polo Federation

Costs of other services amounting to RSD 3.395 thousand (as at March 31, 2014: RSD 2.428 thousand) refer to the photocopying costs and costs of technical and operational support provided by the Energoprojekt Energodata Company in multimedia presentations, updating and preparation of advertising and promo materials, graphic design services and other: RSD 1.594 thousand (as at March 31, 2014: RSD 692 thousand), licenses' costs: RSD 1.065 thousand (as at March 31, 2014: RSD 996 thousand); utility services: RSD 526 thousand (as at March 31, 2014: RSD 556 thousand), safety at work and car registration expenses: RSD 210 thousand (as at March 31, 2014: RSD 184 thousand).

12. DEPRECIATION COSTS AND COSTS OF LONG-TERM PROVISIONS

Structure of depreciation costs and costs of long-term provisions	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Depreciation costs:		
a) Amortisation of intangible assets (Note 18)	583	37
b) Depreciation of property, plant and equipment (Note 19)	2,845	2,341
<i>Total</i>	<i>3,428</i>	<i>2,378</i>
Long-term provisions' costs:		
a) Provisions for contributions and other personnel benefits		
<i>Total</i>		
TOTAL	3,428	2,378

Depreciation costs for Q1 of 2015 were calculated based on the appraisal of residual values and the remaining useful life as at December 31, 2014 for property and equipment with significant booking value, since there were no changes of relevance that would require additional appraisal as at the balance date as well.

13. NON-PRODUCTION COSTS

Structure of non-production costs	In RSD thousand	
	31.03.2015.	31.03.2014.
Costs of non-production services	5,913	8,013
Expense account	967	884
Insurance premiums costs	257	303
Payment operations' costs	339	298
Membership fee costs	220	268
Tax duties	6,367	8,720
Other non-operating costs	1,173	3,192
TOTAL	15,236	21,678

Costs of non-production services amounting to RSD 5.913 thousand (as at March 31, 2014: RSD 8.013 thousand), include the costs of attorney fees, consulting and intellectual services, professional training and education of employees, broker services, Belgrade Stock Exchange services, cleaning services and other costs.

Expense accounts amounting to RSD 967 thousand (as at March 31, 2014: RSD 884 thousand), include primarily the catering services.

Insurance premium costs amounting to RSD 257 thousand (as at March 31, 2014: RSD 303 thousand), refer to the insurance of property and persons.

Costs of payment operations amounting to RSD 339 thousand pertain to the local payment operations costs in the amount of RSD 332 thousand (as at March 31, 2014: RSD 298 thousand) and to the international payment operations amounting to RSD 7 thousand.

Membership fee costs amounting to RSD 220 thousand include membership fees to Chambers (Serbian Chamber of Commerce) representing a salary expense liability of RSD 55 thousand (as at March 31, 2014: RSD 58 thousand) and other Chambers' membership fees and Associations' fees in the amount of RSD 165 thousand (as at March 31, 2014: RSD 210 thousand).

Tax duties in the amount of RSD 6.367 thousand (as at March 31, 2014: RSD 8.720 thousand), refer mostly to the property tax amounting to RSD 6.323 thousand (as at March 31, 2014: RSD 8.670 thousand).

Other non-operating costs amounting to RSD 1.173 thousand (as at March 31, 2014: RSD 3.192 thousand) predominantly refer to printing of the Energoprojekt Company newspaper in the amount of RSD 727 thousand (as at March 31, 2014: RSD 712 thousand; duties and court expenses amounting to RSD 197 thousand as at March 31, 2014: RSD 579 thousand), and the remaining amount of RSD 249 thousand include: cost share in salaries of persons with disabilities, TV subscription fee, etc. (as at March 31, 2014: RSD 385 thousand), while the amount of RSD 1.516 thousand refer to services rendered by international companies of Encom GmbH Consulting, Engineering & Trading, Germany, and I.N.E.C. Engineering Company Limited, Great Britain).

14. FINANCIAL INCOME AND FINANCIAL EXPENSE**14 a) Financial income**

Structure of financial income	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Financial income from parent companies and subsidiaries	8,349	18,814
Financial income from other related parties	2,595	3,660
Other financial income:		
a) Income from dividends		
b) Other financial income		
<i>Total</i>		
<i>Total financial income from related parties and other financial income</i>	<i>10,944</i>	<i>22,474</i>
Interest income (from third parties)	545	1,363
Income from FX gains and positive effects of FX clauses	4,216	2,179
TOTAL	15,705	26,016

Financial income from parent companies and subsidiaries amounting to RSD 8.349 thousand (as at March 31, 2014: RSD 18.814 thousand), refer to interest income from subsidiaries amounting to RSD 7.984 thousand (as at March 31, 2014: RSD 9.568 thousand), effects of foreign exchange clauses and foreign exchange gains from subsidiaries amounting to RSD 365 thousand (as at March 31, 2014: RSD 9.246 thousand).

Financial income from other related parties amounting to RSD 2.595 thousand refer to interest income from the joint venture, Enjub Ltd. company (as at March 31, 2014: RSD 3.660 thousand referred to the interest income: RSD 2.516 thousand and income from the positive effects of the foreign exchange clauses amounting to RSD 1.144 thousand).

Interest income (from third parties) amounting to RSD 545 thousand refer to interest on term deposits (as at March 31, 2014: RSD 1.363 thousand, which primarily referred to the interest income on term deposits in the amount of RSD 1.052 thousand).

14 b) Financial expense

Structure of financial expense	In RSD thousand	
	31.03.2015.	31.03.2014.
Financial expense incurred with parent companies and subsidiaries	8,867	626
Financial expense incurred from other related parties	1,211	
<i>Total financial expense incurred from related parties and other financial expense</i>	<i>10,078</i>	<i>626</i>
Interest expense (to third parties)	5,010	3,332
Negative FX differences and expenses incurred from effects of FX clause (to third parties)	2,922	1,601
TOTAL	18,010	5,559

Financial expenses incurred with parent companies and subsidiaries amounting to RSD 8.867 thousand relate to expenses incurred from the effects of foreign exchange clauses incurred with subsidiaries amounting (as at March 31, 2014: RSD 626 thousand, out of which RSD 499 thousand referred to expenses incurred from the effects of the foreign exchange clause).

Financial expense incurred from other related parties in the amount of RSD 1.211 thousand refer to the expenses incurred from the effects of the foreign exchange clauses.

Interest expense (to third parties) in the amount of RSD 5.010 thousand relate to the interest expense from domestic current liquidity loans granted by the Komercijalna bank and Alpha bank (as at March 31, 2014: RSD 3.332 thousand, out of which the amount of RSD 3.329 thousand relate to interest expense incurred from the domestic loans granted by the Republic of Serbia Development Fund, Komercijalna bank, Erste bank and Alpha bank).

15. OTHER INCOME AND OTHER EXPENSE**15a) Other income**

Structure of other income	In RSD thousand	
	31.03.2015.	31.03.2014.
Other income	52	59
TOTAL	52	59

Other income in the amount of RSD 52 thousand refer to the income from damage compensation from Energoprojekt Garant in the amount of RSD 36 thousand and to the income from the sales of used paper amounting to RSD 16 thousand (as at March 31, 2014: RSD 59 thousand referred to the income from the sales of used paper: RSD 38 thousand and to the income from reimbursement of lawsuit expenses from the Napred razvoj Plc. amounting to RSD 21 thousand).

15b) Other expense

Structure of other expense	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Losses incurred from the sales of equity investment and securities		646
Expenses incurred from direct write-off of receivables	83	148
Other expenses	868	653
TOTAL	951	1,447

Expenses incurred from direct write-off of receivables in the amount of RSD 83 thousand (as at March 31, 2014: RSD 148 thousand) refer to the Energoprojekt Promet Ltd. company.

Other expenses in the amount of RSD 868 thousand refer to the donations amounting to RSD 568 thousand and to the fines and penalties amounting to RSD 300 thousand (as at March 31, 2014: RSD 653 thousand pertained primarily to the donations: RSD 600 thousand).

16. NET INCOME / LOSS FROM DISPOSAL OF DISCONTINUING OPERATIONS, EFFECTS OF CHANGE IN ACCOUNTING POLICY AND CORRECTION OF PRIOR PERIOD ERRORS

Structure of net income/loss from disposal of discontinuing operations, effects of change in accounting policy and correction of prior period errors	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Net income from disposal of discontinuing operations, effects of change in accounting policy and correction of prior period errors		9,348
Net loss from disposal of discontinuing operations, effects of change in accounting policy and correction of prior period errors		1,554
TOTAL		7,794

17. PROFIT / LOSS BEFORE TAX

Structure of gross result	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.03.2014.</i>
Operating income	145,849	108,793
Operating expenses	120,241	89,126
Operating result	25,608	19,667
Financial income	15,705	26,016
Financial expenses	18,010	5,559
Financial result	(2,305)	20,457
Revenues from valuation adjustment of other assets disclosed at fair value through Profit and Loss		
Other revenues	52	59
Expenses from valuation adjustment of other assets disclosed at fair value through Profit and Loss		
Other expenses	951	1,447
Result of other revenues and expenses	(899)	(1,388)
Net income from discontinuing operations, changes in accounting policy and correction of errors from prior period		7,794
Net loss from discontinuing operations, changes in accounting policy and correction of errors from prior period		
TOTAL INCOME	161,606	142,662
TOTAL EXPENSE	139,202	96,132
PROFIT/LOSS BEFORE TAX	22,404	46,530

BALANCE SHEET

18. INTANGIBLE ASSETS

In RSD thousand

Structure of intangible assets	Software and other rights	Intangible assets in preparation	Advance payments for intangible assets	Total
Purchase price				
Balance as at 01/01/2014	2,326	8,837	321	11,484
Correction of opening balance				
Transfer from one form to another	8,084	(8,084)		
New purchases	3,149	1,783	90	5,022
Disposal and decommissioning	(1,184)			(1,184)
Other		(753)		(753)
Balance as at 31/12/2014	12,375	1,783	411	14,569
Correction of opening balance				
Transfer from one form to another				
New purchases				
Disposal and decommissioning				
Other			(2)	(2)
Balance as at 31/03/2015	12,375	1,783	409	14,567
Value adjustment				
Balance as at 01/01/2014	2,037			2,037
Correction of opening balance				
Depreciation	508			508
Disposal and decommissioning	(1,159)			(1,159)
Impairment				
Other				
Balance as at 31/12/2014	1,386			1,386
Correction of opening balance				
Depreciation	583			583
Disposal and decommissioning				
Impairment				
Other				
Balance as at 31/12/2014	1,969			1,969
Net book value				
31.12.2014	10,989	1,783	411	13,183
31.03.2015	10,406	1,783	409	12,598

19. PROPERTY, PLANT AND EQUIPMENT

Structure of property, plant and equipment	In RSD thousand					Total
	Buildings	Plant and equipment	Investment property	Other property, plant and equipment	Advance payments for property, plant and equipment	
<i>Purchase price</i>						
Balance as at 01/01/2014	919,807	94,148	603,717		43,220	1,660,892
Correction of opening balance						
New purchases during the year		2,929				2,929
Other transfers from / (to)		(283)		283		
Disposal and decommissioning	(4,965)	(2,936)				(7,901)
Profit/(loss) included in "Report on Other Result" (group 330)	863,317					863,317
Profit/(loss) included in Profit and Loss			(19,277)			(19,277)
Other increases / (decreases)	(384,449)				2,381	(382,068)
Balance as at 31/12/2014	1,393,710	93,858	584,440	283	45,601	2,117,892
Correction of opening balance						
New purchases during the year		125			99	224
Other transfers from / (to)						
Disposal and decommissioning						
Profit/(loss) included in "Report on Other Result" (group 330)						
Profit/(loss) included in Profit and Loss						
Other increases / (decreases)					(280)	(280)
Balance as at 31/03/2015	1,393,710	93,983	584,440	283	45,420	2,117,836
<i>Valuation adjustment</i>						
Balance as at 01/01/2014	388,252	72,591				460,843
Correction of opening balance						
Depreciation	88	8,749				8,837
Disposal and decommissioning	(3,891)	(2,871)				(6,762)
Other increases / (decreases)	(384,449)					(384,449)
Balance as at 31/12/2014		78,469				78,469
Correction of opening balance						
Depreciation	1,438	1,408				2,846
Disposal and decommissioning						
Other increases /decreases						
Balance as at 31/03/2015	1,438	79,877				81,315
<i>Net book value</i>						
Balance as at 31/12/2014	1,393,710	15,389	584,440	283	45,601	2,039,423
Balance as at 31/03/2015	1,392,272	14,106	584,440	283	45,420	2,036,521

- **Buildings, plant and equipment**

On December 31, 2014, the residual value and the remaining useful lifetime for the property and equipment with significant accounting value were evaluated, based on which depreciation costs were calculated for Q1 2015.

Assessment of Fair Value of Buildings

In 2014, due to the changes in accounting policies with regard to measuring of buildings after the initial recognition, transition was made from the acquisition price model to the revalorisation model. In compliance with the IAS 8 – Accounting Policies, changes in accounting appraisal and error, upon initial measurement, on the occasion of the transition from the acquisition price model to the revalorisation model, the value of buildings as at December 31, 2013 was not corrected.

The fair value of buildings is usually established through valuation performed by independent qualified valuers based on market evidence. The fair value of buildings is usually the market value of such buildings established by means of valuation.

In cases where there are no evidence of the fair value of the property in the market, due to the specific nature of the building and because such items are rarely put on sale, the Company performs valuation of fair value of the property by using the income approach or the depreciated replacement cost approach.

The Company booked the “Energoprojekt Building” in its books and presented its value according to the revalorized value model as at the valuation date.

The Energoprojekt building was booked at the revalorized value as at December 31, 2014 in the amount of RSD 1,393,710 thousand, in compliance with the valuation performed by an external independent qualified valuator by using the comparative method, and in such a manner that the correction of its value was completely eliminated in the amount of RSD 384,449 thousand, while the purchase price was reduced to the revalorized amount and posted under the Revaluation Reserves Adjustment Account in the amount of RSD 863,317 thousand.

The residual value of the building in question prior to valuation as at December 31, 2014 was not lower of its purchase price, so that in 2014 no depreciation costs were recorded. The lifetime of the building in question is 100 years (the remaining lifetime of the building is 68 years).

Starting from the appraised value of the building in question as at December 31, 2014 (its fair value, residual value and established remaining useful lifetime), the depreciation cost for this building in Q1 2015, owing to the residual value that is lower than its fair value, amounts to RSD 1.438 thousand, so that its present value on the balance date amounts to RSD 1.392.272 thousand.

According to the inventory count from December 31, 2014, the present value of buildings out of use in Budva was directly written-off in the amount of RSD 1,074 thousand (acquisition cost: RSD 4,965 thousand and correction of value: RSD 3,891 thousand) that was introduced in the off-balance books, without any value (Note 35).

Adjustment of the opening and closing balance of the value of buildings is presented in the following Table.

In RSD thousand

No.	Building	Opening balance	Depreciation	Impairment (sales, wear and tear, etc.)	Income/ (losses) included in "Report on Other Income"	Closing balance
1	Energoprojekt building	1,393,710	(1,438)			1,392,272
	TOTAL	1,393,710	(1,438)			1,392,272

- **Investment property**

Investment property	<i>In RSD thousand</i>	
	31.03.2015.	31.12.2014.
Balance as at 01/01/2015	584,440	584,440
Profit/(losses) included in Profit and Loss		
Balance as at 31/03/2015	584,440	584,440

In the Company books, the fair value of the investment property is disclosed according to the appraisal of its fair value as at December 31, 2014.

The valuation of the fair value of investment property as at December 31, 2014 was performed by an independent valuator who has recognized and relevant professional qualifications and recent relevant work experience with relevant locations and in the field of investment property. Due to the current situation on the property market and the reduced number of sales transactions compared with previous years due to the economic crisis, the valuator has mostly relied on his knowledge of the market and professional judgment and less on the results of comparable transactions in the past.

In valuation of the fair value of the Company's investment property, the external independent qualified valuator relied on the following valuation techniques:

- For the "Samacki Hotel" complex: the cost approach, since there is no other property to be used as comparative properties and since the income approach fails to produce realistic results;
- For the "Stari Merkator" office space: the comparative approach, since the income approach could not be applied, because the investment property in question has not been rented.

As at the balance sheet date, there are no limitations pertaining to the sales potential of the investment property in question, nor any limitations pertaining to generating income from the property rent or disposal.

Investment property in the amount of RSD 584,440 thousand refers to the following facilities:

- The "Samacki Hotel" complex, with the total area of 8,034.00 m², with the municipal construction land use rights for the total area of 18,598.00 m², in 24 Batajnicki Put Street in Zemun in the amount of RSD 498,887 thousand. Income amounting to RSD 3.545 thousand was generated from the rent of the property in question to Energoprojekt Visokogradnja Company in Q1 2015 (Note 7b).

- The “Stari Merkator” office space with the total area of 643 m², in 5 Palmira Toljatija Street in Novi Beograd in the amount of RSD 85,553 thousand. In Q1 2015, this property was not rented. Due to the present inauspicious situation for the rent of property in the Republic of Serbia, it has been quite difficult to find adequate tenant for this property.

Adjustment of the opening and closing balance of the fair value of investment property is presented in the following Table.

In RSD thousand

Item No.	Investment property	Opening balance	Profit / (losses) disclosed in Profit and Loss	Closing balance
1	"Samacki hotel" complex	498,887		498,887
2	"Stari merkator" office space	85,553		85,553
	TOTAL	584,440		584,440

Advance for property, plant and equipment amounting to RSD 45,420 thousand refers primarily to the advance paid to the Republic of Serbia for the purchase of properties in Uganda, Peru and Nigeria in the amount of RSD 45.420 thousand.

The Company management was of the opinion that property and equipment value as at March 31, 2015 was not impaired compared with the presented value.

As at March 31, 2015, the Company has no property or equipment mortgaged or taken as lien to be used as collateral for financial obligations.

20. LONG-TERM FINANCIAL INVESTMENTS

Structure of long-term financial investments	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Equity investments in subsidiaries	5,671,921	5,669,421
Equity investments in affiliates and joint ventures	14,612	14,612
Investments in other legal entities and other securities available for sale	152,507	152,507
Long-term investments in parent companies and subsidiaries	565,139	563,771
Other long-term financial investments	1,490	1,510
<i>Total</i>	<i>6,405,669</i>	<i>6,401,821</i>
<i>Impairment</i>	<i>(828,297)</i>	<i>(835,608)</i>
TOTAL	5,577,372	5,566,213

20a) Equity investments

Equity investments relate to investments in shares and stocks as shown in the following Table.

Structure of equity investments	% share	In RSD thousand	
		31.03.2015.	31.12.2014.
Equity investments in subsidiaries			
EP Visokogradnja Plc.	99.93%	1,825,076	1,825,076
EP Niskogradnja Plc.	100.00%	1,012,084	1,012,084
EP Oprema Plc.	67.87%	121,316	121,316
EP Hidroinženjering Plc.	100.00%	427,626	427,626
EP Urbanizam i arhitektura Plc.	100.00%	192,642	192,642
EP Promet Ltd.	100.00%	295	295
EP Energodata Plc.	100.00%	194,863	194,863
EP Industrija Plc.	62.77%	61,209	61,209
EP Entel Plc.	86.26%	216,422	216,422
EP Garant Ltd.	92.94%	597,545	597,545
I.N.E.C. Engineering Company Limited, Great Britain	100.00%	70,311	70,311
Encom GmbH Consulting, Engineering & Trading, Germany	100.00%	3,493	3,493
Dom 12 S.A.L., Lebanon	100.00%	924,749	924,749
Zambia Engineering and Contracting Company Limited, Zambia	100.00%	587	587
Energoprojekt Sunnyville Ltd.	100.00%	2,500	
Energoprojekt Holding Guinee S.A., Guinea	100.00%	1,628	1,628
Energoprojekt (Malesia) Sdn Bhd, Kuala Lumpur	100.00%	19,574	19,574
<i>Impairment</i>		<i>(715,064)</i>	<i>(715,064)</i>
Total		4,956,856	4,954,356
Equity investments in affiliates and joint ventures			
Necco Nigerian Engeneering and Construction CO LTD, Kano, Nigeria	40.00%	1,063	1,063
Enjub Ltd.	50.00%	13,550	13,550
<i>Impairment</i>		<i>(1,063)</i>	<i>(1,063)</i>
Total		13,550	13,550
Equity investments in other companies and other securities held for sale			
a) Banks and financial organizations			
Dunav Ltd.	0.01%	5,814	5,814
Jubmes banka Plc.	1.41%	120,176	120,176
Energobroker Ltd.	17.64%	4,371	4,371
Fima see Activist Plc. Beograd	15.97%	16,160	16,160
<i>Impairment</i>		<i>(112,071)</i>	<i>(119,382)</i>
Total		34,450	27,139
b) Other companies			
Hotel Bela lađa Plc., Bečej	4.36%	5,986	5,986
<i>Impairment</i>		<i>(99)</i>	<i>(99)</i>
Total		5,887	5,887
TOTAL		5,010,743	5,000,932

Equity investments for which impairment was performed are presented in the following Table.

Equity investments - impairment	<i>In RSD thousand</i>		
	<i>Gross investment amount</i>	<i>Impairment</i>	<i>Net investment amount</i>
Equity investments in subsidiaries			
EP Visokogradnja Plc.	1,825,076	641,632	1,183,444
EP Urbanizam i arhitektura Plc.	192,642	44,277	148,365
I.N.E.C. Engineering Company Limited, Great Britain	70,311	7,953	62,358
Energoprojekt Holding Guinee S.A., Guinea	1,628	1,628	-
Energoprojekt (Malesia) Sdn Bhd, Kuala Lumpur	19,574	19,574	-
<i>Total</i>	<i>2,109,231</i>	<i>715,064</i>	<i>1,394,167</i>
Equity investments in affiliates and joint ventures			
Necco Nigerian Engeneering and Construction CO LTD, Kano, Nigeria	1,063	1,063	-
<i>Total</i>	<i>1,063</i>	<i>1,063</i>	<i>-</i>
Equity investments in other companies and other securities held for sale			
a) Banks and financial organizations			
Dunav osiguranje Ltd.	5,814	5,343	471
Jubmes banka Plc.	120,176	100,728	19,448
Fima see Activist Plc. Beograd	16,160	6,000	10,160
<i>Total</i>	<i>142,150</i>	<i>112,071</i>	<i>30,079</i>
b) Other companies			
Hotel Bela lađa Plc., Bečej	5,986	99	5,887
<i>Total</i>	<i>5,986</i>	<i>99</i>	<i>5,887</i>
TOTAL	2,258,430	828,297	1,430,133

Equity investments are long-term investments in shares and stocks of subsidiaries and affiliates, joint ventures, banks and insurance companies (securities available for sale), as well as in other companies.

Equity investments in subsidiaries, affiliates and joint ventures are disclosed in compliance with the method for disclosing investments at cost. Company recognizes revenues in the amount received from the distribution of retained earnings of the investment user incurred after the acquisition date.

On February 12, 2015, the Energoprojekt Sunnyville Ltd., Beograd Company was founded by the Company that is its sole (100%) owner, by paying in the founding capital amounting to RSD 2.500 thousand.

Impairment of equity investment in subsidiaries and affiliated companies abroad (Energoprojekt (Malaysia) Sdn Bhd, Kuala Lumpur; Energoprojekt Holding Guinee S.A., Guinea; I.N.E.C. Engineering Company Limited, Great Britain, and Necco Nigerian Engineering and Construction CO LTD, Kano, Nigeria) was performed in 2004 in compliance with the initial implementation of IAS provisions.

Equity investments in Energoprojekt (Malaysia) Sdn Bhd, Kuala Lumpur and Necco Nigerian Engineering and Construction CO LTD, Kano, Nigeria were completely impaired because in addition to the fact that these Companies have no assets, they do not perform any business activities for a number of years now. The process of their dissolution in compliance with the local legislation has not been concluded yet. The above mentioned Companies shall not be included in the Group for consolidation of Energoprojekt Group.

Equity investment in other companies and securities held for sale are measured at market (fair) value.

The change in the position Securities available for sale came as the result of the adjustment of the value of shares in Company's portfolio of shares with their fair value in the secondary securities' market as at the financial statements date (which are presented in the account for impairment of equity investments and profit and loss from securities available for sale).

The Company has made equity investments in the following Banks, financial institutions and other legal entities with listed shares in the Belgrade Stock Exchange and their fair value was determined based on their current market value as at March 31, 2015:

- Dunav osiguranje Ltd.: 527 shares, with the market value as at the balance sheet day of RSD 893,00 per share;
- Jubmes Banka Plc.: 4,056 shares, with the market value of RSD 4.795,00 per share;
- Fima See Activist Plc., Belgrade: 1,600 shares, with the market value of RSD 6,350.00 per share; and
- Hotel Bela Ladja Plc., Becej: 60,070 shares, with market value of RSD 98.00 per share.

The Company management could not make a reliable assessment of the fair value of their equity investments in the shares of Energobroker Plc. The shares of this Company are not listed and data on their latest market value is not publicly available. The Company's equity investments in the shares of Energobroker Plc. Company are presented at purchase price in the amount of RSD 4,371 thousand.

Maximum exposure to credit risk as at the financial statements date is the fair value of debt securities classified as available-for-sale.

Financial assets available for sale are presented in RSD.

20b) Long-term financial investments

Structure of long-term financial investments	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Long-term investments in parent companies and subsidiaries	565,139	563,771
<i>Impairment provision</i>		
<i>Total</i>	<i>565,139</i>	<i>563,771</i>
Other long-term financial investments:		
a) Housing loans granted to employees	1,490	1,510
<i>Impairment provisions</i>		
<i>Total</i>	<i>1,490</i>	<i>1,510</i>
TOTAL	566,629	565,281

Long-term financial investments in parent companies and subsidiaries in the amount of RSD 565.139 thousand refer to the long-term loans granted based on the Loan Rescheduling Agreement from December 31, 2014 concluded with:

- Energoprojekt Visokogradnja Company for the amount of RSD 94.225 thousand with 1% annual interest rate and maturity period of 2 years (the long-term loan amount: RSD 93.993 thousand and interest amount: RSD 232 thousand); and with
- Energoprojekt Niskogradnja Company for the amount of RSD 470.914 thousand with 4% annual interest rate and maturity period of 2 years (the long-term loan amount: RSD 466.315 thousand and interest amount: RSD 4.599 thousand).

The above Companies provided 2 (two) signed solo promissory notes to the Company each, to be filled out by beneficiary and for the entire amount of their loans, as collaterals for loan repayment based on the Long-Term Loan Agreements signed with these subsidiaries.

The long-term housing loans granted to employees that are presented among other long-term financial investments refer to four interest-free housing credits granted to employees, two of which were granted on June 10, 1992 for the repayment period of 38.5 years, and the remaining two loans were granted on November 28, 1995 for the repayment period of 40 years. In compliance with the terms and provisions of the loan agreements and in compliance with the provisions of the Law on Amendments and Addenda to the Law on Housing, the Company performs revalorisation of loan instalments twice a year based on the trends in consumer prices in the Republic of Serbia for the given accounting period. A portion of the long-term financial investments made on this basis with maturity dates up to one year that is being regularly repaid/collected amounts to RSD 81 thousand (Note 25).

21. INVENTORIES

Structure of inventories	In RSD thousand	
	31.03.2015.	31.12.2014.
Advances paid for inventories and services:		
a) Advances paid for inventories and services to parent companies and subsidiaries	61	13,352
b) Advances paid for material, spare parts and inventory	403	675
c) Advances paid for services	1,128	115
<i>Total</i>	<i>1,592</i>	<i>14,142</i>
<i>Impairment provision</i>		
TOTAL	1,592	14,142

22. TRADE RECEIVABLES

Structure of trade receivables	In RSD thousand	
	31.03.2015.	31.12.2014.
Trade receivables domestic - parent companies and subsidiaries	449,784	419,702
Trade receivables domestic - other related parties	705	705
Trade receivables domestic (external)	31	37
<i>Impairment provision</i>		
TOTAL	450,520	420,444

Trade receivables domestic – parent companies and subsidiaries refer to the receivables based on Service Agreements concluded with subsidiary companies, based on which the Company was presented with blank solo promissory notes to be filled out by beneficiary as collaterals for collection.

The Company has not been presented with any collection collaterals for trade receivables domestic – other related parties and domestic (external).

Trade receivables and other receivables from sales bear no interest.

Other Receivables from Sales positions do not include any impaired assets. Accounting value of receivables from sales is equivalent to their fair value.

Detailed information on trade receivables is presented in the following table.

Structure of trade receivables	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Trade receivables domestic - subsidiaries:		
Energoprojekt Visokogradnja Plc.	252,042	233,001
Energoprojekt Niskogradnja Plc.	9,246	8,383
Energoprojekt Hidroinženjering Plc.	46,317	46,603
Energoprojekt Entel Plc.	8,924	8,964
Energoprojekt Energodata Plc.	30,235	30,404
Energoprojekt Industrija Plc.	74,277	74,737
Energoprojekt Urbanizam i Arhitektura Plc.	19,100	17,429
Energoprojekt Oprema Plc.	9,463	
Energoprojekt Garant Ltd.	180	181
<i>Total</i>	<i>449,784</i>	<i>419,702</i>
Trade receivables domestic - other related parties:		
Enjub Ltd.	705	705
<i>Total</i>	<i>705</i>	<i>705</i>
Trade receivables domestic	31	37
TOTAL	450,520	420,444

23. RECEIVABLES FROM SPECIFIC BUSINESS OPERATIONS

Structure of receivables from specific business operation	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Receivables from specific bussines operations from parent companies and subsidiaries	95,772	92,276
Receivables from specific bussines operations from other related parties	1,379	1,353
Receivables from specific bussines operations from other companies	3,775	3,801
<i>Impairment provisions</i>	<i>(845)</i>	<i>(851)</i>
TOTAL	100,081	96,579

Impairment provisions for receivables from specific business operations are presented in the following Table.

Changes in impairment provisions for receivables from specific business operations	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Balance as at January 1	851	
Additional impairment provision		851
Direct write-off of the previously impaired receivables		
Collected impaired receivables		
FX differences	(6)	
TOTAL	845	851

Impairment provision for receivables from specific business operations from other companies (the Zekstra Group – Zekstra Ltd. Belgrade Company) which were matured and written-off, was performed in inventory count as at December 31, 2014.

Detailed information on receivables from specific operations is presented in the following table.

Structure of receivables from specific operations	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Receivables from specific operations from parent companies and subsidiaries:		
Energoprojekt Visokogradnja Plc.	94,022	86,085
Energoprojekt Niskogradnja Plc.	188	1,944
Energoprojekt Hidroinženjering Plc.	972	1,229
Energoprojekt Entel Plc.	15	507
Energoprojekt Energodata Plc.	2	662
Energoprojekt Industrija Plc.	72	707
Energoprojekt Urbanizam i arhitektura Plc.	17	100
Energoprojekt Oprema Plc.	43	571
Energoprojekt Garant Ltd.	441	471
Total	95,772	92,276
Receivables from specific operations from other related parties:		
Enjub Ltd.	1,379	1,353
Total:	1,379	1,353
Receivables from specific operations from other legal entities:		
Music School "S.Binički"	16	38
Zekstra Group - Zekstra Ltd.	845	851
Musić Ivan	30	30
EP Union	3	1
Napred razvoj Plc.	2,881	2,881
Total:	3,775	3,801
<i>Impairment provisions for receivables from specific operations:</i>		
<i>Zekstra Group - Zekstra Ltd.</i>	<i>(845)</i>	<i>(851)</i>
Total:	(845)	(851)
TOTAL	100,081	96,579

24. OTHER RECEIVABLES

Structure of other receivables	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Interest and dividend receivable:		
a) Interest and dividend receivable from parent companies and subsidiaries	3,470	3,653
b) Interest and dividend receivables from other related parties	38,011	35,634
c) Interest agreed and default interest receivable from other legal entities	124	122
Total	41,605	39,409
Receivables from employees	152	
Receivables for overpaid profit tax	9,764	13,126
Receivables for prepaid taxes and contributions	1,540	977
<i>Impairment provisions</i>		
TOTAL	53,061	53,512

Interest and dividend receivables in the amount of RSD 41.605 thousand comprise only of the interest receivable as presented in the following table.

Structure of interest and dividend receivables	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Interest and dividend receivable from parent companies and subsidiaries:		
Energoprojekt Visokogradnja Plc.	2,677	317
Energoprojekt Niskogradnja Plc.		3,336
Energoprojekt Energodata Plc.	415	
Energoprojekt Urbanizam i arhitektura Plc.	378	
Total	3,470	3,653
Interest receivable from other related parties:		
Enjub Ltd.	38,011	35,634
Total:	38,011	35,634
Interest receivable from other companies:		
Unicredit bank Plc.	48	53
Alpha bank Plc.	49	8
Piraeus bank Plc.	27	61
Total:	124	122
TOTAL	41,605	39,409

Receivables from prepaid taxes and contributions in the amount of RSD 1.540 thousand relate to the receivables for sick leave longer than 30 days and maternity leaves.

25. SHORT-TERM FINANCIAL INVESTMENTS

Structure of short-term financial investments	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Short-term loans and investments - parent companies and subsidiaries	319,376	289,257
Short-term loans and investments - other related parties	160,535	161,527
Short-term loans and advances - domestic		609
Portion of other long-term financial investments with maturity date up to one year	81	78
<i>Impairment provision</i>		
TOTAL	479,992	451,471

Short-term loans and investments in parent companies, subsidiaries and other related parties relate to loans granted to these companies, with maturity date of 12 months and interest rate ranging from 4% annually to 3 months' EURIBOR + 6.5 % per annum, as presented in the following Table.

No.	Borrower and Agreement No.	Loan amount in EUR thousand	Remaining receivables from loan in EUR thousand	Remaining receivables from loan in RSD thousand	Maturity date	Loan terms and conditions
1	EP Visokogradnja Plc.					
	Loan Rescheduling Agreement No. 21	1,637	1,637	196,840	31.12.2015.	4 % p.a.
	Loan Agreement No. 1/15	85	85	10,170	31.12.2015.	3M Euribor + 5.3% p.a.
	Loan Agreement No. 45	88	88	10,602	31.12.2015.	3M Euribor + 5.3% p.a.
	Loan Agreement No. 71/171			11,125	31.12.2015.	1M Euribor + 1.35% p.a.
	Loan Agreement No.365	85	85	10,268	08.12.2015.	3M Euribor + 5.3% p.a.
	Total	1,895	1,895	239,005		
2	EP Energodata Plc.					
	Loan Rescheduling Agreement No. 24	350	350	42,095	31.12.2015.	4 % p.a.
3	EP Urbanizam i arhitektura Plc.					
	Loan Rescheduling Agreement No. 2	318	318	38,276	31.12.2015.	4 % p.a.
	Total for subsidiaries	2,563	2,563	319,376		
4	Enjub Ltd.					
	Annex No. 2 of the Loan Rescheduling Agreement No. 115	1,198	1,198	144,005	31.12.2015.	3M Euribor + 6,5% p.a.
	Annex No. 6 of the Loan Agreement No. 367	137	137	16,530	31.12.2015.	3M Euribor + 6,5% p.a.
	Total for other related parties	1,335	1,335	160,535		
	TOTAL	3,898	3,898	479,911		

The Company has 2 (two) signed blank solo bills of exchange to be filled out by beneficiary to be used as collateral for the collection of payments pursuant to loan agreements concluded with subsidiaries and the joint venture.

In addition to the bills of exchange, the Company has an extrajudicial mortgage for the entire loan amount for apartments in 91A Juriša Gagarina Street in Novi Beograd, based on the Annex 6 to the Loan Agreement No. 367 concluded with Enjub Ltd. for the loan amount of RSD 16.530 thousand (EUR 137 thousand), and as collateral for loan repayment, pursuant to Annex 2 to the Loan Agreement No. 115 concluded with Enjub Ltd. for the loan amount of RSD 144.005 thousand (EUR 1,198 thousand), a mortgage bond was issued (mortgage has not been registered) for real estate (apartments and office space) in 93, 93A and 91A Juriša Gagarina (Note 36).

Portion of other long-term financial investments with maturity of up to one year in the amount of RSD 81 thousand relate to the long-term housing loans granted to employees with maturity of up to one year (Note 20b).

26. CASH AND CASH EQUIVALENTS

Structure of cash and cash equivalents	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Current (business) account	327	1,310
Foreign currency account	237	281
Foreign currency petty cash	4	17
Other cash:		
a) Short-term deposits	95,789	91,687
b) Other cash	8,764	23,418
<i>Total</i>	<i>104,553</i>	<i>115,105</i>
TOTAL	105,121	116,713

Within the Company's **the current (business) accounts and foreign currency accounts**, cash held with business banks locally and abroad (with Banca Intesa, Unicredit Bank, Hypo-Alpe-Adria Bank, Jubmes Bank, Alpha Bank, Vojvodjanska Bank, Societe Generale Bank, Credit Agricole Bank, Raiffeisen Bank, Erste Bank, Komercijalna Bank, Piraeus Bank and the Trade Bank of Iraq).

Short term deposits in the amount of RSD 95.789 thousand refer to the short term deposits held with business banks in the country (Unicredit Bank, Alpha Bank and Piraeus Bank) with 1 to 3 months' terms, with interest rate ranging from 1% to 2,00% annually and with the option to terminate the term deposit contract at any given moment. The term deposits are in EUR (EUR 476 thousand) and in USD (USD 346 thousand).

Other cash in the amount of RSD 8.764 thousand refer to the overnight deposits with Alpha Bank.

27. VALUE ADDED TAX AND PREPAYMENTS AND DEFERRED EXPENSES

Structure of prepayments and deferred expenses	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Prepaid expenses:		
a) Prepaid expenses - parent companies and subsidiaries	5,169	1,447
b) Prepaid subscriptions for expert and professional publications	516	461
c) Prepaid insurance premiums	84	18
<i>Total</i>	<i>5,769</i>	<i>1,926</i>
Receivables for accrued non-invoiced income:		
a) Receivables for accrued non-invoiced income - other companies	360,793	328,336
<i>Total</i>	<i>360,793</i>	<i>328,336</i>
Other deferred expenses:		
a) Prepaid value added tax	230	359
b) Other deferred expenses	19,860	806
<i>Total</i>	<i>20,090</i>	<i>1,165</i>
TOTAL	386,652	331,427

Prepayments – parent companies and subsidiaries in the amount of RSD 5.169 thousand refer to prepayments for licensing costs (Energoprojekt Energodata Company) and to the costs of property and personal insurance (Energoprojekt Garant Company).

Receivables on non-invoiced income in the amount of RSD 360.793 thousand refer to the realization of the Agreement on Construction of the Republic of Serbia Embassy Building in Abuja, Federal Republic of Nigeria, a turnkey project, on the cadastral lot No. 313, registered in the Real Estate Registry, Cadastral Zone A00.

Prepaid VAT includes added value tax from prepared invoices for the reporting period; the right to deduction of the previous tax can be exercised in the following calculation period, since the invoices arrived after the tax return for March 2015 was filed.

Other prepayments and deferred expenses in the amount of RSD 19.860 thousand relate primarily to the pre-calculated property tax in the amount of RSD 19.322 thousand.

28. EQUITY

In RSD thousand

DESCRIPTION	Share capital	Other shareholders' equity	Share issue premiums	Reserves	Revaluation reserves	Unrealized gains/losses on securities	Undistributed profit	Total
Balance as at January 1, 2014	5,574,959	27,178	1,600,485	134,881	52,910	(21,136)	684,911	8,054,188
Net profit for the year							43,867	43,867
Other comprehensive result:								
a) Changes in fair value of financial assets available for sale						(19,650)		(19,650)
b) Revaluation					863,317			863,317
c) Other - levelling of present value, IAS 12 et al.					(129,498)			(129,498)
Total - other comprehensive result					733,819	(19,650)		714,169
Total comprehensive result for 2014					733,819	(19,650)	43,867	758,036
Corrections					30,862		(30,865)	(3)
Increase in share capital								
Profit distribution							(393,527)	(393,527)
Balance as at December 31, 2014	5,574,959	27,178	1,600,485	134,881	817,591	(40,786)	304,386	8,418,694
Net profit for the year							19,043	19,043
Other comprehensive result:								
a) Changes in fair value of financial assets available for sale						7,310		7,310
b) Revaluation								
c) Other - levelling of present value, IAS 12 et al.								
Total - other comprehensive result						7,310		7,310
Total comprehensive result as at March 31, 2015						7,310	19,043	26,353
Corrections								
Increase in share capital								
Profit distribution								
Balance as at March 31, 2015	5,574,959	27,178	1,600,485	134,881	817,591	(33,476)	323,429	8,445,047

28a) Shareholders' equity

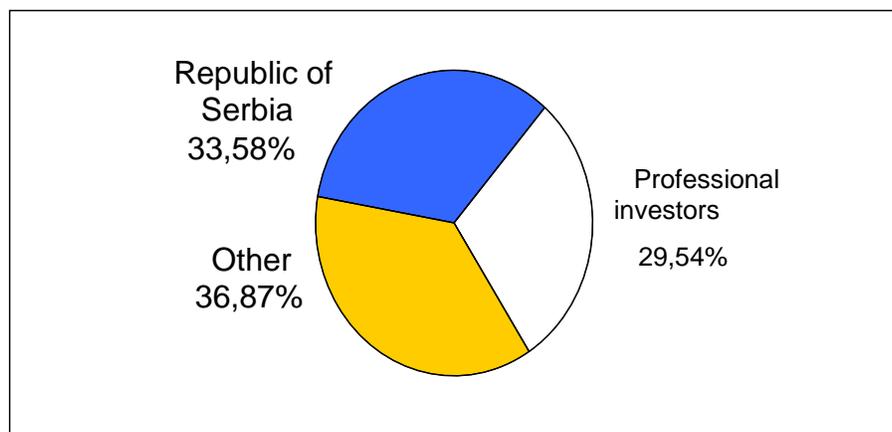
According to the Central Securities, Depository and Clearing House Register, the Company's present ownership structure as at March 31, 2015 is as follows:

	No. of shares	% in total issue
Shares held by private shareholders	3.256.274	29,79%
Shares held by legal entities	6.904.831	63,17%
- Republic of Serbia	3.671.205	33,58%
- Other legal entities	3.233.626	29,58%
Summary (custody) account	770.187	7,05%
Total shares	10.931.292	100%

Number of shareholders with equity shares	Number of entities			Number of shares			% of total issue		
	domestic	foreign	total	domestic	foreign	total	domestic	foreign	total
Up to 5%	7.436	234	7.670	4.280.174	754.829	5.035.003	39,16%	6,91%	46,06%
From 5% to 10%	0	0	0	0	0	0	0,00%	0,00%	0,00%
From 10% to 25%	1	0	1	2.225.084	0	2.225.084	20,36%	0%	20,36%
From 25% to 33%	0	0	0	0	0	0	0,00%	0,00%	0,00%
From 33% to 50%	1	0	1	3.671.205	0	3.671.205	33,58%	0,00%	33,58%
From 50% to 66%	0	0	0	0	0	0	0,00%	0,00%	0,00%
From 66% to 75%	0	0	0	0	0	0	0,00%	0,00%	0,00%
Over 75%	0	0	0	0	0	0	0,00%	0,00%	0,00%
Total number	7.438	234	7.672	10.176.463	754.829	10.931.292	93,09%	6,91%	100,00%

List of top 10 shareholders by total shares/votes held :

Name	No. of shares	% in total issue
Republic of Serbia	3.671.205	33,58%
Napred Razvoj Plc. Novi Beograd	2.225.084	20,36%
East Capital (Lux) - Balkan Fund	370.593	3,39%
Raiffeisen bank Plc. – custody	153.492	1,40%
Gustavia Fonder Aktiebolag	100.000	0,91%
Raiffeisenbank Plc. Beograd – custody	86.841	0,79%
Societe generale bank Srbija Plc.-custody	85.085	0,78%
Raiffeisen bank Plc. - custody	82.848	0,76%
Unicredit bank Srbija Plc. – summary account	63.065	0,58%
Global macro capital oportuni	62.500	0,57%



Structure of shareholders' equity	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Share capital:		
a) Share capital in parent companies, subsidiaries and other related parties		
b) Share capital (externally)	5,574,959	5,574,959
<i>Total</i>	<i>5,574,959</i>	<i>5,574,959</i>
Issue premiums	1,600,485	1,600,485
Other shareholders' equity	27,178	27,178
TOTAL	7,202,622	7,202,622

Share capital consists of 10.931.292 ordinary shares with nominal value of RSD 510 (RSD 5,574,959 thousand) and nominal book value of 770.15 RSD.

Share capital – the ordinary shares include founding shares and closely held (management) shares issued during operations which carry rights to a share of the profit and a part of the estate in case of bankruptcy, in accordance with the memorandum of association and the share issue resolution.

The company's shares are A-listed on the Belgrade Stock Exchange.

Issue premium is positive difference between the achieved selling price per share and the nominal value of such shares, which is the result of the conversion of shares of the Energoprojekt Group subsidiaries into Company shares at the par value of 1:1 in 2006.

Other share capital was created by the reposting of non-business assets sources in 2005 in the total of 27.178 thousand RSD.

28b) Reserves

Structure of reserves	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Legally prescribed reserves	23,185	23,185
Statutory and other reserves	111,696	111,696
TOTAL	134,881	134,881

Until 2004, legally prescribed reserves were mandatory and were formed by allocating at least 5% of the profit each year until the reserves reach at least 10% of the shareholders' equity.

In compliance with the Company's Statute, **statutory reserves** were made until 2011 and Shareholders' Assembly determined the amount of such reserves, which could not be less than 5% of the net profit.

28c) Revaluation reserves based on revaluation of intangible assets, property, plant and equipment

Structure of revaluation reserves based on revaluation of intangible assets, property, plant and equipment	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Revaluation reserves based on revaluation of property - Energoprojekt building	817,591	817,591
TOTAL	817,591	817,591

The following was disclosed in the Revaluation reserves based on revaluation of property – Energoprojekt building position, in the amount of RSD 817,591 thousand:

- Effects of posting of the fair value of the Energoprojekt building as at December 31, 2014 in the amount of RSD 863,317 thousand (Note 19);
- Levelling of the present value per m² of the Energoprojekt building in the amount of RSD 98,555 thousand; and
- Posting of 15% profit tax (negative aspect of revaluation reserves) for the amount of deferred tax on the basis of revaluation reserves, in compliance with IAS 12 – Income Taxes, in the amount of RSD 144,281 thousand.

28d) Unrealized losses on securities and other components of other comprehensive income (debit balances of accounts of group 33, except 330)

Structure of unrealized losses on securities and other components of other comprehensive income (debit balances of accounts of group 33, except 330)	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Losses on securities available for sale	33,476	40,786
TOTAL	33,476	40,786

Changes in the position of **Unrealized losses on securities available for sale** relate to adjustments of value of securities in Company portfolio with their fair value in the secondary securities market as at the financial statements date (the negative effect of which could not be covered with the positive effects of the change in the fair value of the given security).

28e) Undistributed profit

Structure of undistributed profit	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Undistributed profit from previous years:		
a) Balance as at January 1	304,386	684,911
b) Correction of profit based on income tax		(2)
c) Other corrections (IAS 12 et al.)		(30,863)
d) Profit distribution		(393,527)
<i>Total</i>	304,386	260,519
Undistributed profit from the current year	19,043	43,867
TOTAL	323,429	304,386

Undistributed profit for current year in the amount of RSD 19.043 thousand refer to the net Company profit in Q1 2015.

29. LONG-TERM PROVISIONS

Long-term provisions are recognized in the following cases:

- Where the Company has a (legal or actual) liability incurred as a result of a past event;
- Where it is probable that the resource containing economic value will necessarily be deployed to settle a liability; and
- Where the liability amount can be measured reliably.

In RSD thousand

Structure of long-term provisions	Compensations and other employee benefits	Other provisions	TOTAL
Balance as at 01/01/2014	5,055	260,000	265,055
Additional provisions			
Used during the year	(1,559)		(1,559)
Cancelling of unused amounts	(1,208)		(1,208)
Balance as at 31/12/2014	2,288	260,000	262,288
Additional provisions			
Used during the year	(379)		(379)
Cancelling of unused amounts			
Balance as at 31/03/2015	1,909	260,000	261,909

Other long-term provisions in the amount of RSD 260,000 thousand are recorded in the balance sheet as at December 31, 2006, pursuant to the Decision of the competent body of the Company, as potential contract expenses related to the Joint Construction Agreement - Block 26, Novi Beograd, No. 507, concluded between the consortium „Energoprojekt – Napred“ and Trinity Capital Ltd.

Pursuant to provision of the Joint construction agreement and the Annex no. 1 to this agreement, Trinity Capital ltd. paid the agreed amount and the Company issued a blank bill of exchange with authorization and unlimited validity. This bill of exchange may be submitted for payment based on an effective decision of the authorities confiscating from the Company the underlying property referenced in the contract by fault attributable to the Company, however for reasons which had not been known to Trinity Capital ltd. at the time the contract was signed.

Provisioning was pursuant to IAS 37 - Provisions, Contingent Liabilities and Contingent Assets, due to the uncertainty with regard to the application of the legislation that applies to the subject of the Agreement and that may affect the fulfilment of all obligations assumed by the Company as well as due to the issued blank bill of exchange as previously stated.

On March 31, 2015, there is still uncertainty with regard to the application of the legislation that may affect the fulfilment of all obligations assumed by the Company and possible activation of issued bills of exchange by Trinity Capital ltd. Therefore, the management assesses that conditions for the cancellation of the provision at the balance sheet date have not been met yet.

30. SHORT-TERM FINANCIAL LIABILITIES

Structure of short-term financial liabilities	In RSD thousand	
	31.03.2015.	31.12.2014.
Short-term loans, domestic	240,000	170,000
Other short-term financial liabilities:		
a) Portion of long-term liabilities with up to 1 year maturity		16,667
b) Other short-term financial liabilities	52	348
Total	52	17,015
TOTAL	240,052	187,015

30a) Short-term loans - domestic

Structure of short-term loans, domestic	Interest rate	In RSD thousand	
		31.03.2015.	31.12.2014.
Short-term loans granted by banks domestically:			
Loans in RSD	1M Belibor +1.35% p.a.	240,000	170,000
TOTAL		240,000	170,000

Short-term loans – domestic, in the amount of RSD 240.000 thousand refer to liabilities from the short-term loans regulated by the Agreement on Framework Multipurpose Multi-Currency Revolving Credit Limit granted by the Alpha Bank Plc. (in RSD), with interest rate of one month Belibor + 1.35% annually. Company bills of exchange and guarantees issued by the Energoprojekt Oprema Company, Energoprojekt Visokogradnja Company and Energoprojekt Niskogradnja Company were provided as collaterals.

30b) Other short-term financial liabilities

Structure of long-term liabilities with up to 1 year maturity	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Portion of long-term loans domestic with up to 1 year maturity		16,667
<i>Total</i>		<i>16,667</i>
Other short-term financial liabilities:		
a) Liabilities on short-term securities		
b) Other short-term financial liabilities	52	348
<i>Total</i>	<i>52</i>	<i>348</i>
TOTAL	52	17,015

Other short-term financial liabilities in the amount RSD 52 thousand refer to the liabilities for expenses paid by using the business Visa cards, which were paid in April 2015.

31. LIABILITIES FROM OPERATIONS

Structure of liabilities from operations	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Trade payables - domestic parent companies and subsidiaries	25,241	13,268
Trade payables - foreign parent companies and subsidiaries	16,379	16,480
Trade payables - domestic	7,975	12,416
Trade payables - foreign	1,790	4,772
Other liabilities from operations		
<i>Impairment provision</i>		
TOTAL	51,385	46,936

Total amount of liabilities from operations broken down per currencies are presented in the following Table.

Structure of liabilities from operations per currencies	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
RSD	13,278	15,240
EUR	38,107	29,760
USD		1,936
TOTAL	51,385	46,936

Geographic distribution of suppliers is as follows:

Geographic distribution of suppliers	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Domestic suppliers (subsidiaries and other companies)	33,216	25,684
Foreign suppliers (subsidiaries):		
Europe	16,379	16,480
America		
<i>Total</i>	16,379	16,480
Foreign suppliers (other companies):		
Europe	1,790	2,836
America		1,936
<i>Total</i>	1,790	4,772
<i>Adjustments</i>		
TOTAL	51,385	46,936

The key suppliers are presented in the following table, according to the trade payables' balances as at the Company balance sheet date.

Structure of trade payables	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Domestic suppliers (subsidiaries and other legal entities):		
Energoprojekt Oprema Plc.	22,836	12,774
EPS snabdevanje Ltd.	838	3,492
Investments and Housing Agency	3,114	3,114
Neo Systems	0	1,335
PUC Beogradske elektrane	937	894
Health Protection Institute of the Railroad Transportation Company	12	444
Dedinje	408	407
Other suppliers	5,071	3,224
<i>Total</i>	33,216	25,684
Foreign suppliers (subsidiaries and other companies):		
Encom GmbH Consulting, Engineering&Trading, Germany	16,379	16,481
IATA	1,790	2,836
Other suppliers		1,935
<i>Total</i>	18,169	21,252
TOTAL	51,385	46,936

The Company did not provide any securities as payment collaterals.

Trade payables are exclusive of interest and with value date ranging from 5 to 30 days.

Company Management is of the opinion that the disclosed amounts of liabilities from operations reflect the fair value of such liabilities as at the balance sheet date.

32. OTHER SHORT-TERM LIABILITIES

Structure of other short-term liabilities	In RSD thousand	
	31.03.2015.	31.12.2014.
Liabilities for salaries, fringe benefits and compensations	12,921	12,951
Other liabilities:		
a) Liabilities for interest and financing costs	887	548
b) Liabilities for dividends	11,838	11,838
c) Liabilities to employees	577	232
d) Liabilities to General Manager, or to Management and Supervisory Board members	503	492
e) Liabilities to physical persons on contractual compensations	446	479
f) Other various liabilities	996	1,193
<i>Total</i>	<i>15,247</i>	<i>14,782</i>
TOTAL	28,168	27,733

Liabilities for salaries and compensations in the amount of RSD 12.921 thousand refer to the liabilities (net, taxes and contributions) for March salary amounting to RSD 12.420 thousand that the Company paid in April 2015 and to the salary for Q1 2015 in the Company's branch office in Iraq in the amount of RSD 501 thousand.

Liabilities for dividends in the amount of RSD 11,838 thousand refer primarily to the liabilities from previous years that still remain unpaid since there is no exact data on persons holding shares and those to whom dividends should be paid.

Other liabilities in the amount of RSD 996 thousand refer predominantly to withholding from net wages (based mostly on loans granted by employees, union fees, etc.).

Company Management is of the opinion that the disclosed value of short-term liabilities reflects their fair value at the balance sheet date.

33. LIABILITIES FOR VALUE ADDED TAX, LIABILITIES FOR OTHER TAXES, CONTRIBUTIONS AND OTHER DUTIES AND ACCRUALS**33a) Liabilities for value added tax**

Liabilities for value added tax	In RSD thousand	
	31.03.2015.	31.12.2014.
Liabilities for value added tax	5,259	5,540
TOTAL	5,259	5,540

Liabilities for VAT refer to the difference between calculated tax and input tax. This liability will be settled by the Company within the legally prescribed deadline, in April 2015.

33b) Liabilities for other taxes, contributions and other duties

Liabilities for other taxes, contributions and other duties	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Liabilities for other taxes, contributions and other duties	17,495	688
TOTAL	17,495	688

Liabilities for other taxes, contributions and other duties in the amount of RSD 17.495 thousand refer primarily to the liabilities for property tax in the amount of RSD 16.783 thousand; contributions for considerations to Supervisory Board members: RSD 511 thousand; liabilities for income tax on dividends: RSD 97 thousand; taxes and contributions for agreements on temporary and periodical engagements: RSD 48 thousand and to other liabilities.

33c) Accruals

Liabilities for other taxes, contributions and other duties	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Precalculated costs:		
a) Precalculated costs - parent companies, subsidiaries and other related parties		24
b) Precalculated costs - other legal entities	206	200
TOTAL	206	224

34. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities	<i>In RSD thousand</i>	
	<i>31.03.2015.</i>	<i>31.12.2014.</i>
Deferred tax assets	3,893	3,893
Deferred tax liabilities	157,882	157,882
Net effect of deferred tax assets (liabilities)	(153,989)	(153,989)

Deferred tax assets are the income tax amounts recoverable in future periods based on *deductible temporary differences*. A deductible temporary difference is generated in cases where a company's balance sheet contains already disclosed expense on certain bases, which will be recognized from the tax aspect in the following periods. Deferred tax assets are verified on December 31 and are recognized only if it is considers probable that the deferred tax assets will probably be used to reduce a taxable income in the future period.

The amount of deferred tax assets is calculated by multiplying the amount of deductible temporary difference at the end of the year by the Company's corporate income tax rate (15%).

Deferred tax liabilities disclosed as at December 31 refer to *taxable temporary differences* between the book value of assets subject to depreciation and their tax base. Due to different provisions used in the Company to define accounting depreciation (in compliance with the IAS/IFRS and other provisions) and provisions that define tax depreciation (in compliance with the Law on Corporate Income Tax), the Company shall pay higher amount of income tax in the future period than it would pay if the actually disclosed accounting depreciation would be acknowledged by tax legislation. For this reason, the Company recognizes the deferred tax liability, which represents income tax payable once that the Company “recovers” the accounting value of the assets.

The amount of deferred tax liabilities is calculated by multiplying the amount of taxable temporary difference at the end of the year by the Company’s income tax rate (15%).

35. OFF BALANCE SHEET ASSETS AND OFF BALANCE SHEET LIABILITIES

In compliance with the relevant statutory provisions (Rules on Content and Form of Financial Statements Forms for Companies, Cooperatives and Entrepreneurs), disclosed off-balance sheet items in its financial statements. Items disclosed under off-balance sheet assets and liabilities, presented in the following Table, are neither assets nor liabilities of the Company, but are primarily presented for information purposes.

Structure of off-balance sheet assets and liabilities	In RSD thousand	
	31.03.2015.	31.12.2014.
Received sureties, guarantees and other rights	3,005	3,024
Provided sureties, guarantees and other rights	16,968,701	16,863,609
Received mortgages and other rights	16,530	16,632
Other off-balance sheet assets/liabilities	4,463,529	4,463,529
TOTAL	21,451,765	21,346,794

Received guarantees, sureties and other warranties in the amount of RSD 3.005 thousand refer to:

- Liability for received guarantee for timely settlement of liabilities for flight tickets in the amount of RSD 3.005 thousand (EUR 25 thousand) that expires on April 20, 2015, and is renewed quarterly (Alpha Bank).

Issued guarantees, sureties and other warranties amounting to RSD 16.968.701 thousand refer to the following:

- Guarantees issued for credits and guarantees for subsidiaries amounting to RSD 14.740.221 thousand; and
- Corporate guarantees issued to Energoprojekt Niskogradnja amounting to RSD 2.228.480 thousand (guarantees for the following projects: BBVA - PERU amounting to RSD 1.559.936 thousand and BANCO FINANCIERO - PERU amounting to RSD 668.544 thousand).

To provide guarantees, sureties and corporate guarantees, the Company concluded agreements with subsidiaries based on which the Company is the guarantor and based on which it received respective collaterals from the subsidiaries involved (Company’s bills of exchange).

Received mortgages and other rights amounting to RSD 16.530 thousand pertain to the mortgage on Enjub Ltd. apartments, arising from the Loan Agreement regulating the loan approved to Enjub Ltd. (Note 36).

Other off-balance sheet assets/liabilities amounting to RSD 4,463,529 thousands include the following:

- The right to use the municipal construction land – in Block 25 and Block 26 in Novi Beograd, amounting to RSD 4,433,087 thousand;
- Dividends receivables from Enjub Ltd., which were directly written-off in the previous accounting period in the amount of RSD 30,442 thousand, and
- Unused construction facilities in Budva that were directly written-off in the inventory as at December 31, 2014 and presented in the off-balance records without any value (Note 19).

36. MORTGAGES REGISTERED IN FAVOUR AND/OR AGAINST THE COMPANY

As collateral to secure the repayment of loan pursuant to the Annex No. 6 of the Loan Agreement No. 367, in the amount of RSD 16.530 thousand (EUR 137 thousand), approved by the Company to Enjub Ltd, the extrajudicial mortgage for the entire loan amount was registered for apartments in 91A Jurija Gagarina Street, on the second and third floors, Cadastre lot No. 5089/9, Cadastral Municipality of Novi Beograd, registered in the Real Estate Registry folio No. 4550, Cadastral Municipality Novi Beograd, in favour of the Company, and as a collateral to secure the repayment of the loan pursuant to the Annex No. 2 to the Loan Agreement No. 115, approved to Enjub Ltd. in the amount of RSD 144.005 thousand (EUR 1,198 thousand), there is a lien statement (mortgage was not registered) provided for the real property (apartments and business premises) in 93, 93A and 91A Jurija Gagarina Street.

37. COMMITMENT AND CONTINGENCIES

Contingent liabilities that can potentially result in an outflow of economic benefits of the Company can primarily arise from the lawsuits. Contingent **liabilities arising from lawsuits** are primarily reflected in the potential completion of lawsuits against the Company, yet no liability or provision was recorded in the balance sheet.

The number and estimated values of lawsuits with the Company as the defendant and not very small probability for the Company to lose the case are presented in the following Table. The disclosed lawsuits' amounts with the contingent liability as at March 31, 2015 include only the principal amount per case.

Plaintiff	The first instance proceedings	The second instance proceedings	Total
<i>No. of lawsuits</i>			
Physical person	4	4	8
Legal person	3	1	4
TOTAL	7	5	12
<i>In RSD thousand</i>			
Physical person		37,099	37,099
Legal person	1,450	138,004	139,454
TOTAL	1,450	175,103	176,553

Additional details on lawsuits in which the Company is involved as the defendant are presented in the following Table.

Plaintiff	Basis for claim	Contingent liability in RSD thousand
New company	Establishing of land ownership right (IN Hotel)	
Raonic Milan	Copyright infringement	36,016
Land developing agency	Debt and compensation for land (Hotel Hyatt Regency Beograd)	uncertain
Marko Martinoli	Compulsory redemption of shares	639
Belim Plc. in liquidation procedure	Unfounded gains	138,004
Sreta Ivanisevic	Compensation for expropriated property (Bežanija)	uncertain
Vladan and Tomislav Krdzic	Damage compensation (for the amount of free shares that they did not acquire)	444
Goran Rakic	Establishing of ownership right	
Pavle, Radmila and Milan Kovacevic	Compensation for expropriated land (Block 26)	
Activeast management Ltd	Payment of difference in the share prices	1,450
Nada Lazic	Establishing ownership rights on the apartment in Nikšićka Street	
Rajko Ljubojevic	Expropriation	
TOTAL		176,553

Pursuant to the Decision dated December 6, 2013 passed in the Energoprojekt Niskogradnja Plc. Beograd Assembly, the Energoprojekt Holding Plc. Company, as the majority shareholder of the Energoprojekt Niskogradnja Plc. Company, conducted the compulsory redemption of shares of this Issuer, in compliance with the procedure laid down in the Law on Companies.

The minority shareholders were paid RSD 1.563,08 per share, in compliance with the valuation performed by a certified appraiser.

A number of minority shareholders of the Energoprojekt Niskogradnja Plc. Company contested the price per share paid and asked the Court to determine the value of shares in an out-of-court procedure.

The Commercial Court in Belgrade, before which the out-of-court procedure was conducted, ordered expert valuation and determined that the price per individual share of the Energoprojekt Niskogradnja Plc. is to amount to RSD 2.769,55.

Upon appeal submitted by the Energoprojekt Holding Plc., the Appellate Commercial Court confirmed the Decision of the Commercial Court in Belgrade.

Based on the said Court Decision, the shareholders are entitled to require the difference in the prices of shares to be paid to them together with the legally prescribed default interest.

Contingent assets that can potentially result in economic benefits for the Company may primarily arise based on the lawsuits in which the Company is involved as the plaintiff.

Contingent assets arising from lawsuits leads to the potential for completion of lawsuits in favour of the Company, yet no receivables was recorded in the balance sheet and no economic benefit has been recorded in any other manner (such as, for example, by reducing value of an unjustified advance payment, etc.).

The number and estimated values of lawsuits and litigations in which the Company acts as the plaintiff are presented in the following Table.

Defendant	The first instance proceedings	The second instance proceedings	Total
<i>No. of lawsuits</i>			
Physical person			
Legal person	3	2	5
UKUPNO	3	2	5
<i>In RSD thousand</i>			
Physical person			
Legal person	208,845		208,845
TOTAL	208,845		208,845

Additional details on lawsuits in which the Company acts as the plaintiff are presented in the following Table.

Defendant	Basis of claim	Contingent claims in RSD thousand
Stari Grad Municipality	Establishing ownership rights	
BMP plc.	Determining of BMP shares' value	
Zekstra Group Ltd.	Damage compensation (roof repair works in 38 Goce Delčeva Street)	845
Republic of Serbia, Electric Power Industry of Serbia, Epsturs ltd and the Republic of Montenegro	Determining the ideal ownership share in the Park Hotel in Budva	
The City of Belgrade, Belgrade Land Development Public Agency, Republic of Serbia	Debt (Arena)	208,000
TOTAL		208,845

It should be noted here that a correction of value of receivable from the Zekstra Group Ltd. Was performed in 2014 amounting to RSD 845 thousand.

In addition to the presented legal actions in which the Company in involved as the plaintiff, there is a court action initiated against Music Ivan, for compensation of damage (roof repair in 38 Goce Delceva Street), on the basis of which a receivable amounting to RSD 30 thousand was presented in the accounting books of the Company.

38. POST BALANCE SHEET EVENTS

There were no events after the balance sheet date that could have any significant effect on the credibility of the financial statements.

In Belgrade,
On March 8, 2015

2. COMPANY BUSINESS REPORT

- Authentic overview of Company's development and business results, financial position and information of significance for the assessment of its assets;
 - Description of Company's expected development in the following period, changes in its business policies and main risks and threats to which its business is exposed;
 - Significant events after the end of the reporting year;
 - Significant transactions with related parties;
 - Corporate activities in research and development.
-

Authentic overview of Company's development and business results, financial position and information of significance for the assessment of its assets

An authentic overview of the Energoprojekt Holding Plc. (parent Company) development and business results, its financial position and information of significance for the assessment of its assets is presented and explained in detail within the Notes to the Financial Statements for the First Quarter of 2015 (see Chapter 1 of the said Statements).

For 2015, contracting of new business deals for the Energoprojekt Group in the country and abroad in the total amount of EUR 279. million, and specifically: EUR 71.9 million (26%) in the country and EUR 207.6 million (74%) abroad. In the first quarter of 2015, new business deals worth the total of EUR 120.6 million: EUR 17.6 million (15%) in the country and EUR 103 million (85%) abroad, which makes 43% of the total targeted annual contracting plan.

As at the last day of the reporting period, business deals worth approximately EUR 515.6 million remained on the level of the Energoprojekt Group to be completed over the following years (In Serbia: EUR 216.3 million; abroad: EUR 299.3 million).

Description of Company's expected development in the following period, changes in its business policies and main risks and threats to which its business is exposed

Expected Company's development in the following period shall be realized in compliance with the following adopted Company's strategic documents:

- *"Medium-Term (four years') Business Policy Program of the Energoprojekt Holding Plc. and Energoprojekt Group for 2011-2015"* (adopted in the 36th annual Shareholders' Assembly meeting of the Energoprojekt Holding Plc. on June 30, 2011),
- *"Implementation Program for the Business Policy of the Energoprojekt Holding Plc. and Energoprojekt Group for 2011- 2015"* (adopted in the 2nd meeting of the Energoprojekt Holding Plc. Management Board on July 29, 2011).
- *"Basic Operational Guidelines for the Energoprojekt Group for the Term of Office Period"* (adopted in the 2nd meeting of the Supervisory Board of the Energoprojekt Holding Plc. on March 23, 2012, upon proposal by the General Manager).
- *"Annual Business Plan of the Energoprojekt Holding Plc. and Energoprojekt Group for 2015"* (adopted in the 189th meeting of the Executive Board of the Energoprojekt Holding Plc. on December 19, 2014).

Starting from the strategic determination to achieve lasting and sustainable development of the Energoprojekt Group oriented towards continuous profitability growth, conducting business in

its traditional markets (in the country and abroad), economically viable employment of resources and global macroeconomic trends, the following business tasks were planned to be achieved in 2015:

Priority tasks:

- Activities aimed at preparation of a new strategic document – “Basic Elements of the Medium-Term Business Plan for 2015–2020“,
- Further development of the business and information system that is matched to the needs of the Energoprojekt Holding Plc. Company,
- Continued financial and business consolidation of individual subsidiaries of the Energoprojekt Group, which have, due to various reasons, presented poorer business results over the previous period (from the aspect of their revenues, profit, human resources’ competencies, secured projects and borrowing debts).

Other business-related tasks:

- To improve efficiency of the management system and allocation of individual responsibilities in all operational processes;
- To strengthen the management system and the internal control system for the business processes in the subsidiaries (with the aim to increase their revenues and profit, parallel with optimization of operational costs) and to thus reduce the operational risk levels;
- To introduce adequate management structure that will raise the team spirit to a higher level in a team-work atmosphere;
- To revitalize the existing business activities that are currently in decline or stagnating and to initiate new developmental projects;
- To raise the level of business operations – contracting in the active markets. To perform historical analysis of traditional markets and to evaluate the potential for the return to these markets. To perform an organized and carefully thought-out appearance in the new business markets;
- To re-engineer the business processes and to improve personnel structures in Energoprojekt Visokogradnja Plc., Energoprojekt Hidroinženjering Plc. and in all the other Companies of the Energoprojekt Group, wherever necessary;
- To strengthen the functions of internal supervision and internal audit in Energoprojekt Holding Plc. and in the Energoprojekt Group;
- To provide for sustainable growth and development of the Energoprojekt Group, and to increase equity capital and dividend distribution;
- Transparency of business operations and public presentation of Energoprojekt, by means of supplying relevant information through the Stock Exchange and regular communication with investors, partners and experts, in the country and abroad.

The most significant threats to which the Company is exposed include: continuing and deepening of the global and Eurozone economic crisis; competition in the form of foreign companies from

the countries with huge populations and cheap workforce; competition in the form of the foreign companies with easier access to cheaper financial resources; institutional changes in the domestic and selected foreign markets; dependency on the political stability of the markets in which Energoprojekt realizes its projects and so on.

It is necessary to establish a system for timely risks' identification and management for the business operations of the Energoprojekt in the country and in the foreign markets as a constituent part of all its executive functions and as one of the principal functions of the Company's internal audit. In the following period, efforts on risk management development strategy will be intensive and according to the plans, in compliance with the established annual plan of the Energoprojekt Holding Plc. internal audit for 2015.

Significant events after the end of the reporting year

There were no significant business events from the balance date to the date of publication of the said statements, which would require disclosure or exert any impact on the authenticity of the disclosed financial statements.

Relevant business news on significant events are being regularly published on the Energoprojekt web site (at: <http://www.energoprojekt.rs>) and on the web site of the Belgrade Stock Exchange (in Serbian and in English), as a part of the Company's obligations related to the Prime Listing of its shares on the Belgrade Stock Exchange.

Significant transactions with related parties

Receivables from the related parties arise primarily from the sale of services and are mature and collectible within 15 days from the invoicing date. Blank bills of exchange and relevant authorizations were provided to the Company as payment securities. Detailed explanations are provided in the Notes to the Financial Statements.

Corporate activities on research and development

Activities on further development and implementation of an adequate business and information system are underway, and the system will be adequate to the current scope and planned growth of the Company's business, and it will, in addition to the management of the Company's financial function, provide for the management of its human resources, assets and non-current assets.

A new strategic document, "Basic Elements of the Company's Medium-Term Business Plan for 2015-2020" will be prepared in the following period, which will, among other things, include information about new Company's projections in the field of research and development.

3. STATEMENT BY PERSONS RESPONSIBLE FOR PREPARATION OF REPORT

To the best of our knowledge, Quarterly Report for the first quarter of 2015 was prepared in compliance with the relevant International Financial Reporting Standards and it presents authentic and objective information about assets, liabilities, financial position and operations, profit and losses, cash flows and changes in equity of the Public Company, including those of the Companies included in the Quarterly Report.

In compliance with the Law on Capital Market (RS Official Gazette, No. 31/2011) we hereby declare that the financial statements in question have not been audited.

Person responsible for preparation of the Report:

Legal Representative:

Energoprojekt Holding Plc.

Energoprojekt Holding Plc.

Executive Director for Finance, Accounting and Planning

Chief Executive Officer



Dimitraki Zipovski
Dimitraki Zipovski, D.Sc. Ecc.



Vladimir Milovanović
Vladimir Milovanović, B.Sc. Mech. Eng.

4. DECISION OF COMPETENT CORPORATE BODY ON THE ADOPTION OF Q1 2015 QUARTERLY REPORT *

Note *:

- Q1 2015 Quarterly Report of the Energoprojekt Holding Plc. was approved and adopted on May 11, 2015 in the 217th meeting of the Executive Board of the Issuer.

In Belgrade, May 2015

Person responsible for preparation of the Report:

Legal Representative:

Energoprojekt Holding Plc.

Energoprojekt Holding Plc.

Executive Director for Finance, Accounting and Planning

Chief Executive Officer



Dimitraki Zipovski

Dimitraki Zipovski, D.Sc. Ecc.



Vladimir Milovanović

Vladimir Milovanović, B.Sc. Mech. Eng.