

Energoprojekt Holding Plc. Semi-Annual Consolidated Report for 2018

Pursuant to Article 53 of the Law on Capital Market (RS Official Gazette, No. 31/2011, 112/2015 and 108/2016) and pursuant to Article 5 of the Rulebook on the Content, Form and Method of Publication of Annual, Semi-Annual and Quarterly Reports of Public Companies (RS Official Gazette, No. 14/2012, 5/2015 and 24/2017), **Energoprojekt Holding Plc. from Belgrade, registration No.: 07023014 hereby publishes the following:**

ENERGOPROJEKT HOLDING PLC.

SEMI-ANNUAL CONSOLIDATED REPORT FOR 2018

C O N T E N T S

1. SEMI-ANNUAL CONSOLIDATED FINANCIAL STATEMENTS OF THE ENERGOPROJEKT HOLDING PLC. FOR 2018

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

2. BUSINESS REPORT

(Note: Business Report and Consolidated Business Report are presented as one report, containig information of significance for the economic overview)

3. STATEMENT BY PERSONS RESPONSIBLE FOR PREPARATION OF REPORT

4. DECISION OF COMPETENT CORPORATE BODY TO ADOPT THE SEMI-ANNUAL CONSOLIDATED REPORT OF THE ENERGOPROJEKT HOLDING PLC. FOR 2018 * (Note)

1. SEMI-ANNUAL CONSOLIDATED FINANCIAL STATEMENTS OF
ENERGOPROJEKT HOLDING PLC. FOR 2018 (Balance Sheet, Income
Statement, Report on Other Income, Cash Flow Statement, Statement
on Changes in Equity, Notes to Financial Statements)

Reporting period:

from

01.01.2018.

until

30.06.2018.

Quarterly Financial Statement for Businesses KFI-PD

Business name: ENERGOPROJEKT HOLDING p.l.c.

Reg. No.: 07023014

Postal code, city: 11070

NOVI BEOGRAD

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Consolidated/individual: CONSOLIDATED

Approved (yes/no): Yes

Audited (yes/no): No

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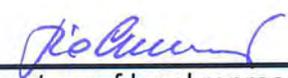
(authorized officer)

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



2.


(Signature of legal representative)

BALANCE SHEET

at day 30.06.2018.

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	16,264,880	16,674,525
I. INTANGIBLES (0004+0005+0006+0007+0008+0009)	0003	58,116	47,297
1. Investments in development	0004	2,802	3,049
2. Concessions, patents, licenses, trademarks and service marks, software and other rights	0005	55,314	44,248
3. Goodwill	0006		
4. Other intangible assets	0007		
5. Intangible assets in progress	0008		
6. Advances paid on intangible assets	0009		
II. PROPERTY, PLANT AND EQUIPMENT (0011+0012+0013+0014+0015+0016+0017+0018)	0010	14,058,683	14,500,478
1. Land	0011	708,093	707,917
2. Buildings	0012	6,813,485	6,831,246
3. Plant and equipment	0013	2,869,196	3,091,222
4. Investment property	0014	3,043,460	3,330,495
5. Other property, plant and equipment	0015	113,729	118,020
6. Property, plant and equipment in progress	0016	452,323	332,034
7. Investments in property, plant and equipment, not owned	0017	13,733	44,880
8. Advances paid on property, plant and equipment	0018	44,664	44,664
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	1,012,284	1,096,989
1. Shares in subsidiaries	0025		
2. Shares in affiliated companies and joint ventures	0026	570,322	785,393
3. Shares in other companies and other available for sale securities	0027	200,089	118,527
4. Long term investments in parent companies and subsidiaries	0028		
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	241,873	193,069
V. LONG TERM RECEIVABLES (0035+0036+0037+0038+0039+0040+0041)	0034	1,135,797	1,029,761
1. Receivables from parent company and subsidiaries	0035		
2. Receivables from other affiliated companies	0036	112,109	112,493
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	531	
7. Other long term receivables	0041	1,023,157	917,268
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	24,302,374	25,352,154
I. INVENTORIES (0045+0046+0047+0048+0049+0050)	0044	4,137,570	4,574,665
1. Material ,parts, tools and small inventories	0045	905,659	1,176,893
2. Work and services in progress	0046	2,294,000	2,539,578
3. Finished products	0047	184,326	193,644
4. Goods	0048	21,964	17,515
5. Fixed assets for sale	0049	50,688	50,688
6. Advances paid for inventories and services	0050	680,933	596,347
II. RECEIVABLES FROM SALES (0052+0053+0054+0055+0056+0057+0058)	0051	9,187,445	9,679,055
1. Local buyers - parent company and subsidiaries	0052		
2. Foreign buyers - parent company and subsidiaries	0053		
3. Local buyers - other affiliated companies	0054	3,536	3,542
4. Foreign buyers - other affiliated companies	0055	594,030	703,171
5. Local buyers	0056	3,046,928	3,781,621
6. Foreign buyers	0057	5,542,951	5,187,704
7. Other receivables from sales	0058		3,017
III. RECEIVABLES FROM SPECIAL TRANSACTIONS	0059	68,157	34,337
IV. OTHER RECEIVABLES	0060	723,426	566,009
V. FINANCIAL ASSETS ASSESSED AT FAIR VALUE THROUGH BALANCE SHEET	0061		328,299
VI. SHORT TERM FINANCIAL INVESTMENTS(0063+0064+0065+0066+0067)	0062	1,438,529	1,650,214
1. Short term loans and investments - parent company and subsidiaries	0063		
2. Short term loans and investments - other affiliated companies	0064	157,667	158,208
3. Short term credits and loans, domestic	0065	1,080	48
4. Short term credits and loans, foreign countries	0066	8,135	8,662
5. Other short term financial investments	0067	1,271,647	1,483,296
VII. CASH AND CASH EQUIVALENTS	0068	2,535,193	2,953,758
VIII. VALUE ADDED TAX	0069	398,743	408,336
IX. PREPAYMENTS AND ACCRUED INCOME	0070	5,813,311	5,157,481
E. TOTAL ASSETS = OPERATING ASSETS (0001+0002+0042+0043)	0071	40,567,254	42,026,679
F. OFF-BALANCE SHEET ASSETS	0072	16,244,631	18,562,819

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	19,345,616	19,474,607
I. EQUITY CAPITAL (0403+0404+0405+0406+0407+0408+0409+0410)	0402	5,818,070	5,818,157
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	162,693	162,693
8. Other share capital	0410	80,418	80,505
II. SUBSCRIBED CAPITAL UNPAID	0411		
III. TREASURY SHARES REPURCHASED	0412	49,827	49,827
IV. RESERVES	0413	454,475	454,450
V. REVALUATION RESERVES FROM REVALUATION OF INTANGIBLES, PROPERTY, PLANT AND EQUIPMENT	0414	6,124,407	6,110,601
VI. UNREALISED GAINS FROM SECURITIES AND OTHER COMPONENTS OF OTHER COMPREHENSIVE RESULT (credit balance under account class 33 excl. 330)	0415	233,810	114,424
VII. UNREALISED LOSSES FROM SECURITIES AND OTHER COMPONENTS OF OTHER COMPREHENSIVE RESULT (debit balance under account class 33 excl. 330)	0416	9,379	18,631
VIII. RETAINED EARNINGS (0418+0419)	0417	6,659,105	6,881,068
1. Retained earnings from previous years	0418	6,327,015	6,357,067
2. Retained earnings from current year	0419	332,090	524,001
IX. NON-CONTROLLING INTEREST	0420	114,955	164,365
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	1,868,796	1,916,227
I. LONG TERM PROVISIONS (0426+0427+0428+0429+0430+0431)	0425	1,329,256	1,390,506
1. Provisions for warranty costs	0426	560,310	593,828
2. Provisions for recovery of natural resources	0427		
3. Provisions for restructuring costs	0428		
4. Provisions for wages and other employee benefits	0429	272,821	261,347
5. Provisions for legal expenses	0430		
6. Other long term provisions	0431	496,125	535,331
II. LONG TERM LIABILITIES (0433+0434+0435+0436+0437+0438+0439+0440)	0432	539,540	525,721
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	292,890	293,895
6. Long term credits and loans, foreign countries	0438	196,090	191,792
7. Long term liabilities from financial leasing	0439	31,073	28,310
8. Other long term liabilities	0440	19,487	11,724
C. DEFERRED TAX LIABILITIES	0441	780,629	784,075
D. SHORT TERM LIABILITIES (0443+0450+0451+0459+0460+0461+0462)	0442	18,572,213	19,851,770
I. SHORT TERM FINANCIAL LIABILITIES (0444+0445+0446+0447+0448+0449)	0443	8,815,157	9,359,185
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	6,877,339	6,877,337
4. Short term credits and loans, foreign countries	0447	980,878	1,134,797
5. Liabilities from fixed assets and assets from discontinued operations available for sale	0448		
6. Other short term financial liabilities	0449	956,940	1,347,051
II. RECEIVED ADVANCES, DEPOSITS AND BONDS	0450	1,844,119	2,398,030

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	4,215,369	4,257,537
1. Suppliers - parent company and subsidiaries, local	0452		
2. Suppliers - parent company and subsidiaries, foreign countries	0453		
3. Suppliers - other affiliated companies, local	0454		
4. Suppliers - other affiliated companies, foreign countries	0455	5,800	5,820
5. Suppliers, local	0456	2,654,505	2,721,775
6. Suppliers, foreign countries	0457	1,549,230	1,516,640
7. Other operating liabilities	0458	5,834	13,302
IV. OTHER SHORT TERM LIABILITIES	0459	1,334,060	1,070,834
V. VALUE ADDED TAX	0460	436,731	471,582
VI. OTHER TAXES, CONTRIBUTIONS AND FEES PAYABLE	0461	695,731	669,275
VII. ACCRUED EXPENSES AND DEFERRED INCOME	0462	1,231,046	1,625,327
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	40,567,254	42,026,679
F. OFF-BALANCE LIABILITIES	0465	16,244,631	18,562,819

INCOME STATEMENT

from 01.01.2018. until 30.06.2018.

DESCRIPTION 1	EDP 2	Total	
		cumulative for current year quarter 3	cumulative for previous year quarter 4
INCOME FROM NORMAL ACTIVITIES			
A. OPERATING INCOME (1002+1009+1016+1017)	1001	10,742,878	17,467,787
I. INCOME FROM SALE OF MERCHANDISE (1003+1004+1005+1006+1007+1008)	1002	72,782	451,747
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		277
5. Income from sale of goods on local market	1007	41,101	29,843
6. Income from sale of goods on foreign markets	1008	31,681	421,627
II. INCOME FROM SALE OF PRODUCTS AND SERVICES (1010+1011+1012+1013+1014+1015)	1009	10,517,773	16,884,067
1. Income from sale of finished products and services to parent company and subsidiaries on local market	1010		
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		184
4. Income from sale of finished products and services to other affiliated companies on foreign markets	1013	113,063	832,839
5. Income from sale of finished products and services on local market	1014	5,784,197	6,021,003
6. Income from sale of finished products and services on foreign markets	1015	4,620,513	10,030,041
III. INCOME FROM PREMIUMS, SUBSIDIES, GRANTS, DONATIONS, ETC.	1016		
IV. OTHER OPERATING INCOME	1017	152,323	131,973
EXPENSES FROM NORMAL ACTIVITIES			
B. OPERATING EXPENSES (1019-1020-1021+1022+1023+1024+1025+1026+1027+1028+1029) ≥ 0	1018	10,683,903	16,660,555
I. COST PRICE OF GOODS SOLD	1019	62,453	436,145
II. INCOME FROM USE OF OWN PRODUCTS AND MERCHANDISE	1020	29,909	46,691
III. INCREASE IN INVENTORIES OF INTERMEDIATE AND FINISHED GOODS AND SERVICES IN PROGRESS	1021	35,084	516,313
IV. DECREASE IN INVENTORIES OF INTERMEDIATE AND FINISHED GOODS AND SERVICES IN PROGRESS	1022	289,604	293,506
V. MATERIAL COSTS	1023	1,810,537	4,263,446
VI. FUEL AND ENERGY COSTS	1024	475,274	536,298
VII. EMPLOYEE EXPENSES AND BENEFITS	1025	3,605,850	4,653,005
VIII. PRODUCTION SERVICE COSTS	1026	3,434,108	5,437,836
IX. DEPRECIATION EXPENSES	1027	370,123	430,247
X. PROVISION EXPENSES	1028	17,194	71,426
XI. INTANGIBLE EXPENSES	1029	683,753	1,101,650
C. OPERATING INCOME (1001-1018) ≥ 0	1030	58,975	807,232
D. OPERATING LOSSES (1018-1001) ≥ 0	1031		
E. FINANCIAL REVENUES (1033+1038+1039)	1032	423,673	1,359,113
I. FINANCIAL INCOME FROM AFFILIATED COMPANIES AND OTHER FINANCIAL REVENUES (1034+1035+1036+1037)	1033	74,152	107,304
1. Financial income from parent company and subsidiaries	1034		
2. Financial income from other affiliated companies	1035	9,649	23,677
3. Share of profits in associated companies and joint ventures	1036	37,296	39,304
4. Other financial revenues	1037	27,207	44,323
II. INTEREST INCOME (THIRD PARTY)	1038	67,376	48,718
III. EXCHANGE RATE GAINS AND POSITIVE CURRENCY CLAUSE EFFECTS (THIRD PARTY)	1039	282,145	1,203,091
F. FINANCIAL EXPENSES (1041+1046+1047)	1040	451,711	1,300,365
I. FINANCIAL EXPENSES FROM TRANSACTIONS WITH AFFILIATED COMPANIES AND OTHER FINANCIAL EXPENDITURE (1042+1043+1044+1045)	1041	6,653	31,252
1. Financial expenses from transactions with parent company and subsidiaries	1042		
2. Financial expenses from transactions with other affiliated companies	1043	3,370	31,177
3. Share of losses in affiliated companies and joint ventures	1044	3,283	75
4. Other financial expenditure	1045		
II. INTEREST EXPENSES (THIRD PARTY)	1046	182,145	170,178
III. EXCHANGE RATE LOSSES AND NEGATIVE CURRENCY CLAUSE EFFECTS (THIRD PARTY)	1047	262,913	1,098,935
G. FINANCIAL GAINS (1032-1040)	1048		58,748
H. FINANCIAL LOSSES (1040-1032)	1049	28,038	
I. INCOME FROM VALUE ADJUSTMENT OF OTHER ASSETS DISCLOSED AT FAIR VALUE THROUGH INCOME STATEMENT	1050	768	1,775
J. EXPENSES FROM VALUE ADJUSTMENT OF OTHER ASSETS DISCLOSED AT FAIR VALUE THROUGH INCOME STATEMENT	1051	6,752	10,394
K. OTHER INCOME	1052	578,500	64,656
L. OTHER EXPENSES	1053	151,811	53,611
M. INCOME FROM NORMAL OPERATIONS BEFORE TAX (1030-1031+1048-1049+1050-1051+1052-1053)	1054	451,642	868,406
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		
P. NET LOSSES FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND ADJUSTMENT OF ERRORS FROM PREVIOUS YEARS	1057	61,861	33,701
Q. PROFIT BEFORE TAX (1054-1055+1056-1057)	1058	389,781	834,705
R. LOSSES BEFORE TAX (1055-1054+1057-1056)	1059		

DESCRIPTION 1	EDP 2	Total	
		cumulative for current year quarter 3	cumulative for previous year quarter 4
S. INCOME TAX			
I. TAXABLE EXPENSES FOR THE PERIOD	1060	96,376	111,721
II. DEFERRED TAX EXPENSES FOR THE PERIOD	1061		
III. DEFERRED TAX INCOME FOR THE PERIOD	1062	3,364	947
T. MANAGEMENT EARNINGS			
U. NET PROFIT (1058-1059-1060-1061+1062-1063)	1064	296,769	723,931
V. NET LOSSES (1059-1058+1060+1061-1062+1063)	1065		
I. NET PROFIT PAYABLE TO MINORITY SHAREHOLDERS	1066	41,876	84,511
II. NET PROFIT PAYABLE TO MAJORITY SHAREHOLDER	1067	254,893	639,420
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		

STATEMENT OF OTHER RESULTS

from 01.01.2018. until 30.06.2018.

DESCRIPTION	EDP	Total	
		cumulative for current year quarter	cumulative for previous year quarter
1	2	3	4
A. NET OPERATING RESULTS			
I. NET PROFIT (EDP 1064)	2001	296,769	723,931
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	193,281	2,200
b) losses	2012	73,895	187,062
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	9,252	10,126
b) losses	2018		37
I. OTHER COMPREHENSIVE GROSS PROFIT (2003+2005+2007+2009+2011+2013+2015+2017) - 0	(2004+2006+2008+2010+2012+2014+2016+2018) ≥ 0	2019	128,638
II. OTHER COMPREHENSIVE GROSS LOSSES (2004+2006+2008+2010+2012+2014+2016+2018) - 0	(2003+2005+2007+2009+2011+2013+2015+2017) ≥ 0	2020	174,773
III. TAX ON OTHER COMPREHENSIVE PROFIT OR LOSS FOR THE PERIOD	2021		
IV. NET OTHER COMPREHENSIVE PROFIT (2019-2020-2021) ≥ 0	2022	128,638	
V. NET OTHER COMPREHENSIVE LOSSES (2020-2019+2021) ≥ 0	2023		174,773
C. TOTAL COMPERHENSIVE NET RESULTS FOR THE PERIOD			
I. TOTAL COMPREHENSIVE NET PROFIT (2001-2002+2022-2023) ≥ 0	2024	425,407	549,158
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			
1. Payable to majority shareholders	2027	310,736	466,227
2. Payable to non-controlling shareholders	2028	114,671	82,931

CASH FLOW STATEMENT

from 01.01.2018. until 30.06.2018.

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	10,648,326	15,578,137
1. Sales and prepayments	3002	10,280,712	15,015,598
2. Interests from operating activities	3003	45,179	60,044
3. Other inflow from normal operations	3004	322,435	502,495
II. Cash outflow from operating activities (1 to 5)	3005	11,452,987	18,702,260
1. Payments to suppliers and prepayments	3006	6,998,124	12,968,957
2. Employee expenses and benefits	3007	3,574,368	4,626,982
3. Interests paid	3008	177,254	179,891
4. Income tax	3009	181,017	423,277
5. Payments based on other public revenues	3010	522,224	503,153
III. Net cash inflow from operating activities (I-II)	3011		
IV. Net cash outflow from operating activities (II-I)	3012	804,661	3,124,123
B. CASH FLOWS FROM INVESTING ACTIVITIES			
I. Cash inflow from investing activities (1 to 5)	3013	975,448	35,832
1. Sale of shares and stocks (net inflow)	3014	952,483	
2. Sale of intangible investments, property, plant, equipment and natural assets	3015	6,809	13,612
3. Other financial investments (net inflow)	3016		
4. Interest received from investment activities	3017	13,851	19,760
5. Dividends received	3018	2,305	2,460
II. Cash outflow from investing activities (1 to 3)	3019	134,562	668,407
1. Purchase of shares and stocks (net outflow)	3020		110
2. Purchase of intangible investments, property, plant, equipment and natural assets	3021	66,162	485,089
3. Other financial investments (net outflow)	3022	68,400	183,208
III. Net cash inflow from investing activities (I-II)	3023	840,886	
IV. Net cash outflow from investing activities (II-I)	3024		632,575
C. CASH FLOWS FROM FINANCING ACTIVITIES			
I. Cash inflow from financing activities (1 to 5)	3025	1,030	2,434,117
1. Equity increase	3026		
2. Long term loans (net inflow)	3027		729,287
3. Short term loans (net inflow)	3028		1,701,654
4. Other long term liabilities	3029	1,030	
5. Other short term liabilities	3030		3,176
II. Cash outflow from financing activities (1 to 6)	3031	458,852	210,050
1. Repurchase of own shares and stocks	3032		124,148
2. Long term loans (net outflow)	3033	238,198	
3. Short term loans (net outflow)	3034	151,790	
4. Other liabilities	3035	16,732	373
5. Financial leasing	3036	34,735	76,776
6. Dividends paid	3037	17,397	8,753
III. Net cash inflow from financing activities (I -II)	3038		2,224,067
D. Net cash outflow from financing activities (II-I)	3039	457,822	
E. TOTAL CASH INFLOW (3001+3013+3025)	3040	11,624,804	18,048,086
F. TOTAL CASH OUTFLOW (3005+3019+3031)	3041	12,046,401	19,580,717
G. NET CASH INFLOW (3040-3041)	3042		
H. NET CASH OUTFLOW (3041-3040)	3043	421,597	1,532,631
I. CASH BALANCE AT BEGINNING OF REPORTING PERIOD	3044	2,953,758	4,671,949
J. EXCHANGE RATE GAINS FROM CASH TRANSLATION	3045	17,014	32,886
K. EXCHANGE RATE LOSSES FROM CASH TRANSLATION	3046	13,982	212,000
L. CASH BALANCE AT END OF REPORTING PERIOD (3042-3043+3044+3045-3046)	3047	2,535,193	2,960,204

STATEMENT OF CHANGES IN EQUITY

from 01.01.2018. until 30.06.2018.

RSD thousand

DESCRIPTION	Equity component																	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	30 Equity capital	EDP	31 Subscribed capital unpaid	EDP	32 Provisions	EDP	35 Losses	EDP	047 и 237 Treasury shares repurchased	EDP	34 Retained earnings	EDP	330 Revaluation reserves	EDP	331 Actuarial gains or losses	EDP			332 Gains and losses from equity instrument investments	EDP	333 Gains and losses from share of other profits and losses of affiliates	EDP	334 и 335 Gains and losses from foreign operations and translation of financial statements	EDP	336 Gains and losses from cash flow hedging	EDP	337 Gains and losses from available for sale securities	EDP
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18												
Opening balance 01.01. _____																													
a) debit balance	4001		4019		4037		4055		4073		4091		4109		4127		4145		4163		4181		4199		4217	30,226			
b) credit balance	4002	6,056,843	4020		4038	374,657	4056		4074		4092	7,470,703	4110	6,365,390	4128		4146		4164		4182	432,474	4200		4218		4235	20,669,841	4244
Adjustment for materially significant errors and changes in accounting policies																													
a) adjustment of debit balance	4003		4021		4039		4057		4075		4093		4111		4129		4147		4165		4183		4201		4219		4236		4245
b) adjustment of credit balance	4004		4022		4040		4058		4076		4094		4112		4130		4148		4166		4184		4202		4220				
Adjustment of opening balance on 01.01. _____																													
a) adjustment of debit balance (1a+2a-2b) ≥ 0	4005		4023		4041		4059		4077		4095		4113		4131		4149		4167		4185		4203		4221	30,226			
b) adjustment of credit balance (1b-2a+2b) ≥ 0	4006	6,056,843	4024		4042	374,657	4060		4078		4096	7,470,703	4114	6,365,390	4132		4150		4168		4186	432,474	4204		4222		4237	20,669,841	4246
Changes in previous _____ year																													
a) debit balance activity	4007	74,321	4025		4043	207	4061		4079	49,827	4097	1,116,886	4115	254,789	4133		4151		4169		4187	337,196	4205		4223	115	4238		4247
b) credit balance activity	4008		4026		4044	80,000	4062		4080		4098	527,251	4116		4134		4152		4170		4188	19,146	4206		4224	11,710			
Closing balance previous year at 31.12. _____																													
a) debit balance (3a+4a-4b) ≥ 0	4009		4027		4045		4063		4081	49,827	4099		4117		4135		4153		4171		4189		4207		4225	18,631	4239	19,474,607	4248
b) credit balance (3b-4a+4b) ≥ 0	4010	5,982,522	4028		4046	454,450	4064		4082		4100	6,881,068	4118	6,110,601	4136		4154		4172		4190	114,424	4208		4226				
Adjustment for materially significant errors and changes in accounting policies																													
a) adjustment of debit balance	4011		4029		4047		4065		4083		4101		4119		4137		4155		4173		4191		4209		4227		4240		4249
b) adjustment of credit balance	4012		4030		4048		4066		4084		4102		4120		4138		4156		4174		4192		4210		4228				
Adjustment of opening balance current year at 01.01. _____																													
a) adjustment of debit balance (5a+6a-6b) ≥ 0	4013		4031		4049		4067		4085	49,827	4103		4121		4139		4157		4175		4193		4211		4229	18,631	4241	19,474,607	4250
b) adjustment of credit balance (5b-6a+6b) ≥ 0	4014	5,982,522	4032		4050	454,450	4068		4086		4104	6,881,068	4122	6,110,601	4140		4158		4176		4194	114,424	4212		4230				
Changes in current _____ year																													
a) debit balance activity	4015	49,497	4033		4051		4069		4087		4105	596,478	4123	18,939	4141		4159		4177		4195	73,895	4213		4231		4242		4251
b) credit balance activity	4016		4034		4052	25	4070		4088		4106	374,515	4124	32,745	4142		4160		4178		4196	193,281	4214		4232	9,252			
Closing balance at end quarter current year _____																													
a) debit balance (7a+8a-8b) ≥ 0	4017		4035		4053		4071		4089	49,827	4107		4125		4143		4161		4179		4197		4215		4233	9,379	4243	19,345,616	4252
b) credit balance (7b-8a+8b) ≥ 0	4018	5,933,025	4036		4054	454,475	4072		4090		4108	6,659,105	4126	6,124,407	4144		4162		4180		4198	233,810	4216		4234				



NOTES TO THE SEMI-ANNUAL CONSOLIDATED FINANCIAL STATEMENTS
ENERGOPROJEKT HOLDING PLC
FOR 2018

Belgrade, 2018

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COMPANY BACKGROUND

Consolidated financial statements of the Energoprojekt Holding a.d., Belgrade (hereinafter: Energoprojekt Holding or Company) consists of a parent joint stock company Energoprojekt Holding Plc., Belgrade (hereinafter: Energoprojekt Holding or Company) and:

- 12 subsidiary companies in the country, 11 of which are direct subsidiaries (8 share-based and 3 limited liability companies) and 1 subsidiary company indirectly controlled by other subsidiaries (1 limited liability company),
- 1 joint venture company, hereinafter: joint venture (1 limited liability company) with 50% equity share,
- 1 affiliated company (1 share company), and
- 7 direct subsidiaries abroad.

Subsidiary companies comprise of operating units for investments work and branch offices in foreign countries (the total of 81) and own companies in the country and abroad (14 subsidiaries abroad, 1 affiliate abroad and 1 affiliated company in the country), which jointly engage in building construction, design, fitting, study preparation, research, investment facilities' and systems' programming, sales of goods and services and other business activities.

According to business activities, in this reporting period, the Energoprojekt system was organized as follows:

Activity	No. of local companies	No. of business units for investment works and branch offices abroad	No. of companies abroad
Planning and research	4	33	5
Construction and fitting	6	48	13
Holding	1		
Other	5		4
Total	16	81	22

Parent and subsidiary companies' headquarters is in 12 Bulevar Mihajla Pupina Street, New Belgrade.

The Energoprojekt Holding shares are Prime-Listed on the Belgrade Stock Exchange and these are traded in a regulated stock market. Share of some subsidiary companies are traded in the Open Market (Energoprojekt Entel and Energoprojekt Industrija) and in the MTP Belex market segment of the Belgrade Stock Exchange (Energoprojekt Oprema).

Financial statements for 2018 that are subject to these Notes are **consolidated financial statements of the Energoprojekt Holding Plc. for 2018** approved by the Executive Board of the Company, on August 14, 2018. in the 91st meeting of Executive Board of the Company and are not subject of audit conducted by an independent auditor.

Comparable data and opening balance consist of data incorporated in consolidated financial statements for 2017 and in semi-annual consolidated financial statements for 2017.

CONSOLIDATION GROUP

The consolidation group for Energoprojekt Holding Plc. (hereinafter: Energoprojekt) consists of parent company and its local subsidiaries, joint venture and affiliated companies and foreign subsidiary companies listed below:

Local subsidiaries, joint ventures and affiliated companies

No.	Company Name	% ownership
<i>Subsidiary Companies</i>		
<i>Izgradnja i opremanje</i>		
<i>Building Construction and Fitting</i>		
1.	Energoprojekt Visokogradnja Plc.	100.00
2.	Energoprojekt Niskogradnja Plc.	100.00
3.	Energoprojekt Oprema Plc.	67.87
4.	Energoprojekt Sunnyville Ltd.	100.00
5.	Energoprojekt Park 11 Ltd.	100.00
<i>Planning and Research</i>		
6.	Energoprojekt Urbanizam i arhitektura Plc.	100.00
7.	Energoprojekt Industrija Plc.	62.77
8.	Energoprojekt Entel Plc.	86.26
9.	Energoprojekt Hidroinženjering Plc.	100.00
<i>Other</i>		
10.	Energoprojekt Energodata Plc.	100.00
11.	Energoprojekt Promet Ltd.	100.00
12.	Energoplast Plc.	60.00
	(Energoprojekt Industrija Plc. 40.00% and Energoprojekt Entel Plc. 20.00%)	
<i>Joint ventures</i>		
<i>Building Construction and Fitting</i>		
13.	Enjub d.o.o.	50.00
<i>Affiliated Companies</i>		
<i>Other</i>		
14.	Fima See Activist a.d.	30.45

According to Contract for acquiring of shares (signed on 15/11/2017 between the Company and Sava Re Pozarovalnica Sava Co.), Company has sold its total share in capital of Energoprojekt Garant, i.e. 92.94% (Note 14.1), by block transaction made through Belgrade Stock Exchange, on 09/03/2018. This selling was following the disclosure of announcement on inexistence of intention for realization of offer for overtaking, where the intention for disposal of 146,155 shares of issuer Energoprojekt Garant owned by the Company. This transaction was ballanced on 13/03/2018. This trade was following the approval of National Bank of Serbia, given to the buyer to acquire mentioned share. Since the selling day, income and expenses created from relationship with Energoprojekt Garant are recorded as income and expenses related to *other legal entities* (up to 13/03/2018 they were recorded as income and expenses related to *subsidiaries*).

Applying the total consolidation method, the consolidated financial statements of the Energoprojekt Holding Plc. are including the subsidiary company Energoplast Ltd., with prior elimination, by equity method, of its presence in financial statements of Energoprojekt Industrija Plc. (40.00%) and Energoprojekt Entel Plc. (20.00%), made through primary consolidation.

On the occasion of inclusion of the Energoprojekt Holding Plc. joint venture company Enjub Ltd. in consolidated financial statements of the, in compliance with IFRS 11 - Joint Arrangements, equity method was applied, both for the reporting and for the comparable period of the previous year.

Subsidiaries abroad - overseas companies

No.	Company Name	% ownership
<i>Subsidiaries</i>		
<i>Building Construction and Fitting</i>		
1.	Zambia Engineering and Contracting Company Limited, Zambia	100.00
2.	Energoprojekt Holding Guinee S.A, Guinea	100.00
3.	Energo (Private) Limited, Zimbabwe	100.00
4.	Energo Kaz Ltd, Kazakhstan	100.00
<i>Other</i>		
5.	I.N.E.C. Engineering Company Limited, UK	100.00
6.	Encom GmbH Consulting, Engineering & Trading, Germany	100.00
7.	Dom 12 S.A.L, Lebanon	100.00

A number of above listed overseas companies (Energoprojekt Holding Guinee S.A., Guinea, Energo (Private) Limited, Zimbabwe and Energo Kaz Ltd., Kazakhstan) was registered as companies owned by the Energoprojekt Holding, but are in fact controlled and managed by certain subsidiary companies.

Among the above listed local and subsidiaries abroad, Energoprojekt Visokogradnja, Energoprojekt Niskogradnja, Energoprojekt Oprema, Energoprojekt Industrija, Energoprojekt Entel, Energoprojekt Hidroinženjering, Energoprojekt Energodata and Zambia Engineering and Contracting Company Limited, Zambia are at the same time parent companies that prepare consolidated financial statements,

so that their subsidiary and affiliated companies listed in following table are thus included herein through primary consolidation.

No.	Company Name	Included through primary consolidation
<i>Overseas</i>		
<i>Subsidiary Companies Abroad - Overseas Companies</i>		
<i>Building Construction and Fitting</i>		
1.	Energoprojekt Ghana Ltd., Accra, Ghana	EP Visokogradnja Plc.
2.	Energoprojekt Montenegro Ltd., Montenegro	EP Visokogradnja Plc.
3.	Energoprojekt Rus Ltd., Moscow, Russia	EP Visokogradnja Plc.
4.	Energoprojekt Uganda Company Ltd, Kampala, Uganda	EP Niskogradnja Plc.
5.	Enlisa S.A., Lima, Peru	EP Niskogradnja Plc.
6.	Energoprojekt Oprema Crna Gora Ltd., Podgorica, Montenegro	EP Oprema Plc.
7.	OOO Belgrade, Belarus	EP Oprema Plc.
8.	Energoprojekt Zambia Limited, Zambia	Zambia Engineering and Contracting Company Limited, Zambia
<i>Planning and Research</i>		
9.	Energoprojekt Entel L.L.C., Muscat, Sultanate of Oman	EP Entel Plc.
10.	Energoprojekt Entel LTD, Doha, Qatar	EP Entel Plc.
11.	Energoprojekt Entel L.L.C., Abu Dhabi, UAE	EP Entel Plc.
12.	Energoprojekt Entel Company, Bahrein	EP Entel Plc.
13.	Enhisa S.A., Lima, Peru	EP Hidroinženjering Plc.
<i>Other</i>		
14.	Energoprojekt Energodata Montenegro Ltd., Montenegro	EP Energodata Plc.
<i>Affiliated Companies Abroad</i>		
<i>Building Construction and Fitting</i>		
15.	Energoprojekt Nigeria Ltd., Lagos, Nigeria (24.92%)	EP Oprema Plc.
<i>Domestic</i>		
<i>Affiliated Local Companies</i>		
<i>Other</i>		
16.	Energoprojekt d.o.o. (33.33 %)	EP Industrija Plc.

Pursuant to registered and realized capital increase of the company Energo Nigeria Ltd., Lagos, Nigeria (verified in July 2018, by auditor company hired in Nigeria), there is a change of Energoprojekt Oprema share in Energo Nigeria Ltd., Lagos, Nigeria equity, from previous 40.00% to actual 24.92%, meaning that the share of Energoprojekt Holding in equity of the mentioned company was (indirectly) reduced to 16.91%. Furthermore, this means that Energo Nigeria Ltd., Lagos, Nigeria, in consolidated financial statements of Energoprojekt Holding, was recorded as other subsidiaries, and not as previous affiliated company.

The Management of the Company estimates that companies which are members of consolidation group of Energoprojekt Holding Plc. are continuing to act for the limited time period, and they do not expect significant changes in their business activities, so that semi-annual consolidated financial reports of Energoprojekt Holding Plc. for 2018 are made in respect with the principle of permanence.

BASIS FOR THE PREPARATION AND PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

Consolidated financial statements of Energoprojekt Holding Plc. were prepared pursuant to the Law on Accounting ("RS Official Gazette", No. 62/2013 and 30/2018 – 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 (parent 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, and
- 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.

Consolidated financial statements of Energoprojekt Holding Plc. 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 for 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 consolidated financial statements of Energoprojekt Holding Plc., 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, 108/2013, 68/2014 - and other law, 142/2014, 91/2015 - authentic interpretation and 112/2015 and 113/2017),
- Law on Value Added Tax ("RS Official Gazette" No. 84/2004, 86/2014 - adjusted RSD amounts, 86/2004 - corrigendum, 61/2005, 61/2007, 93/2012, 108/2013, 68/2014 - and other law, 142/2014, 83/2015, 5/2016 – adjusted RSD amounts and 108/2016, 7/2017 – adjusted RSD amounts, 113/2017, 13/2018 -adjusted RSD smounts and 30/2018),
- 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 i 20/2014 - and other rules),
- Rules on the Contents of Tax Return for Calculation of Corporate Income Tax ("RS Official Gazette" 30/2015 and 101/2016),
- 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 arms's lenght“ principle in determining the price of transactions among parties ("RS Official Gazette" No. 61/2013 and 8/2014) and other regulations.

Among the legal acts comprising the internal regulations of the Company, in preparation of consolidated financial statements, the Rules on Accounting and Accounting Policies of the Company, as adopted on 27/11/2015 by the Executive Board of the Company, was used. In addition to the above listed, other internal acts of the Company were used, such as, for example, the Collective Agreement of Company regulating employment in the country.

The Law on Capital Market ("RS Official Gazette", No. 31/2011, 112/2015 and 108/2016) 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 IFRS or of the Interpretations thereof were taken into account in preparation of the Energoprojekt Holding Plc. consolidated financial statements. Detail explanation is provided below:

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

- Pursuant to the Law on Accounting ("RS Official Gazette", No. 62/2013 and 30/2018) the financial statements in the Republic of Serbia for reported period, 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.

Transactions in foreign currency, upon initial recognition, are registered in dinar counter value by applying the official middle exchange rate on the translation date.

Pursuant to the provisions of IAS 21 – Changes In Foreign Exchange Rates, monetary items in foreign currency (assets, receivables and liabilities in foreign currency) are recalculated at each balance sheet date by applying the valid exchange rate or the official middle exchange rate at the balance sheet date.

Gain/losses arising on the translation of foreign currency (apart from those related to monetary items as part of net investments of the Company in foreign business, included pursuant to IAS 21) are recognized as revenues or expenses of the Company for the period in which they occurred.

The official middle currency exchange rates of the National Bank of Serbia used for recalculation of monetary assets and liabilities are presented in the table below.

The official middle currency exchange rates of the National Bank of Serbia

<i>Currency</i>	30/06/2018	31/12/2017/
	<i>Amount in RSD</i>	
EUR 1	118.0676	118.4727
USD 1	101.3369	99.1155
GBP 1	132.8991	133.4302

The average currency exchange rates applied for balance sheet items in 2017 and 2016 were as follows:

<i>Currency</i>	30/06/2018	30/06/2017
	<i>Amount in RSD</i>	
EUR 1	118.2981	123.3668
USD 1	97.7819	113.8511
GBP 1	134.4678	143.2510

MANAGEMENT ESTIMATION AND ASSESSMENT

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 may differ from the estimated ones.

In order to prepare and present the consolidated financial statements in compliance both with the requirements of operative legal regulations in the field of this profession and with the requirements contained in the applicable legal regulations in the Republic of Serbia, Company management has to apply the best possible assessments and reasonable assumptions that are reflected on reported amounts of assets, liabilities, income and expenses. Although the actual future results may differ from the assessed ones, the assessments and presumptions are based on information available as at the balance sheet date.

Financial statements are prepared under presumption that the Company will continue to conduct its business for an indefinite period of time and that it will continue its operations in foreseeable future.

Companies included in consolidation of the Energoprojekt Group operate in four continents and include, as already state above, a large number of legal entities in the country and abroad. Such a complex Group, with its primary focus on business operations in international markets, due to some objective reasons cannot provide all the required documentation in a timely manner to meet the requirements of prescribed deadlines for preparation of semi-annual financial statements in compliance with the applicable legal regulations. This particularly pertains to Companies operating in Africa (Uganda and Zambia) and in South America (Peru).

In addition to that, Companies comprising the consolidation of the Energoprojekt Group pursue different business activities. Primary business activity of the largest Companies of this Group is building construction and fitting that is specific for performance of works over longer periods of time, which then require certification by supervisory bodies within individual projects, so that the result and balances in financial statements are directly conditional upon the external factors that are, to some extent, beyond control of our Companies and their management.

In respect of the legal regulations regulating the obligation to submit semi-annual consolidated financial statements, Energoprojekt Holding sent an official letter dated June 4, 2012 to Securities Commission, Belgrade Stock Exchange and Listing Committee with an initiative to extend the legally prescribed deadlines for submission and publication of semi-annual consolidated financial statements. This initiative of Energoprojekt Holding in the above context has not resulted in any extension of prescribed deadlines by the regulatory bodies to this day. Bearing in mind the above presented specificities of business operations of Energoprojekt Group Companies, these semi-annual consolidated financial statements were prepared by relying on a larger number of management assessments of the subsidiary companies included in Group consolidation, with the aim to present the financial standing and results of the Group in the reporting period as realistically as possible.

Starting from the legally prescribed deadlines for preparation of Semi-Annual Consolidated Financial Statements, and bearing in mind the need to present a comprehensive semi-annual consolidated financial statement, management of the Companies of Energoprojekt Group performed certain assessments of receivables/income and liabilities/expenses.

Below you may find the most significant performed calculation per each company of the Energoprojekt Group (Note 35.2 and Note 43.3).

- Starting from deadlines for preparation of semi-annual consolidated financial statements defined by the law, and having in mind the need to present them as a whole, the Management of **Energoprojekt Niskogradnja** made certain assessments of receivables/income and liabilities/expenses.

Pursuant to provisions of the Contract, the verification of the works completed locally and abroad, made by supervising body, significantly differ from deadline-date for semi-annual financial statements. Having in mind, managers and expert departments for certain projects, have made assessments of receivables/income, based on pertaining records (Construction Project Log Book, geodetic surveys, submitted applications for Interim Payment Certificate, etc.). Paying attention that on certain projects with a number of subcontractors there are „back to back“ agreements, as well as to the fact that due to specific market conditions there is a significant time-gap between delivered services and invoice dates, managers and expert departments have also made assessments of liabilities/expenses.

According to the above explanations, those semi-annual financial statements include calculations at Receivables for non-calculated income – other legal entities, and Precalculated expenses – other legal entities, as follows:

Project name - calculated income	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>Abroad:</i>	
Z-027 Road Mpigi - Kanoni, Uganda	432.471
Z-034 Road Puerto Bermudez, Peru	199.813
Z-036 Streets of Kampala-Lubaga, Uganda	116.743
Total	749.027
<i>In the Country:</i>	
Lajkovac - Ljig	1.250.180
Landfil Vinča reconstruction	59.340
Tramways over the Ada Bridge	51.157
Concrete Plant Kijevo	60
Total	1.360.737
TOTAL	2.109.764

Project name - calculated expenses	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>Abroad:</i>	
Z-034 Road Puerto Bermudez, Peru	23.914
Total	23.914
<i>In the Country:</i>	
Lajkovac - Ljig	510.885
Tram ways over the Ada Bridge	42.415
Logistic center (expenses for wages and contributions and public utility company taxes for June, 2018)	147
Total	553.447
TOTAL	577.361

On the occasion of preparation of its financial statements, **Energoprojekt Visokogradnja** performed calculations of income and expenses in certain items. Owing to the specific character of the construction industry, performance and completion of construction activities are certified upon delivery of payment certificates to the investor. Investor reviews and verifies the payment certificates together with the supervisory body

Verified payment certificates for the works performed by investor in May and June, 2018 had not been delivered until completion of financial statements, and the management performed an assessment of revenues based on the issued and still not certified payment certificates, and on such basis the increase in accrued non-invoiced income was recognized in the following Projects:

Project name - calculated income	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>Internationally:</i>	
Within Energoprojekt Ghana Ltd., Accra, Ghana	24.714
<i>Total</i>	<i>24.714</i>
<i>On the Country:</i>	
Beolrade Waterfront (situation for May and June 2018.)	269.841
Chinese Cultural Center (situation for June 2018)	163.495
Navigator (situation for June 2018)	29.480
Other	350
<i>Total</i>	<i>463.166</i>
TOTAL	<i>487.880</i>

In the calculated expenses item, within production of outputs, a part of expenses from May and June 2018 was calculated, based on subcontractors work used for verifying the project situations after the supervising and investor review. At Precalculated expenses – other legal entities item, the calculations are made on following projects:

Project name - calculated expenses	<i>u RSD thousand</i>
	<i>30.06.2018.</i>
<i>Abroad</i>	
Energoprojekt Ghana Ltd., Ghana:	
Expenses for wages and contributions	5.405
Expenses for taxes and contributions for wages covered by Employer	3.447
<i>Svega</i>	8.852
Z-105 Residence building Tokio, Siktivkar:	
Tax Expenses	282
Expenses for non-production services	122
Other expenses (transport, rental, research and other services)	181
<i>Svega</i>	585
<i>In the country:</i>	
Belgrade Waterfront:	
Expenses for services in production of outputs - manufacturers expenses	192.711
Expenses for non-production services	1.529
Expenses for fuel and energy spent	685
<i>Svega</i>	194.925
Chinese Cultural Center	
Expenses for services in production of outputs - manufacturers expenses	26.947
Other expenses (transport, rental, research and other non-production services)	809
<i>Svega</i>	27.756
Navigator:	
Expenses for services in production of outputs - manufacturers expenses	15.136
Expenses for fuel and energy spent	59
<i>Svega</i>	15.195
<i>Ostalo (troškovi goriva i energije, zakupa, transporta i neproizvodnih usluga)</i>	3.636
UKUPNO	250.949

In **Energoprojekt Urbanizam i arhitektura**, in item Non-voiced income – other legal entities, the RSD 74,044 thousand was calculated, based on works completed up to 30/06/2018 which could not be invoiced, for the projects as follows:

Project name - calculated income	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>In the Country:</i>	
Belgrade Waterfront - Tower Plot 19	31.985
Belgrade Waterfront - Plot 21	30.662
Ada mall	5.405
Ada mall - Pedestrian Bridge	2.454
Chinese Cultural Center	2.175
Belgrade Waterfront - Plot 18	692
Special Prison Hospital in Belgrade	671
TOTAL	74.044

In Pre-calculated expenses – other legal entities item, the RSD 23,660 thousand was recorded based on calculated expenses of subcontractors, which could not be invoiced for the reporting period.

Project name - calculated expenses	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>Abroad:</i>	
Business premisses in Thema, Ghana	1.065
Total	1.065
<i>In the Country:</i>	
Belgrade Waterfront - Tower Plot 19	15.286
Ada mall	4.294
Prison in Kragujevac	1.314
Park 11	1.129
Chinese Cultural Center	296
Belgrade Waterfront - Plot 18	156
Business and residence buildings in Kula	50
Green Heart in Belgrade	50
Commercial Bank Project	20
Total	22.595
TOTAL	23.660

• In **Energoprojekt Oprema**, at item Receivables for non-invoiced period – other legal entities, the income based on presented Investment Certificate in the company Gradina Ltd., Zemun, for June of this year, was recorded, and for project „Ada mall“ – RSD 10,261 thousand.

Project name - calculated income	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>In the Country:</i>	
Ada mall	10.261
TOTAL	10.261

In item Pre-calculated expenses – other legal entities, some estimated non-invoiced expenses for reporting period were recorded, in the amount of RSD 40,994 thousand, as presented in following table:

Project name - calculated expenses	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>In the Country:</i>	
Belgrade Waterfront	31.549
Ada mall	9.445
TOTAL	40.994

• In **Energoprojekt Urbanizam i arhitektura** in item Receivables for non-invoiced period – other legal entities, the amount of RSD 74,044 thousand was calculated, based on works completed up to 30/06/2018, which could not be invoiced, on projects as follows:

Project name - calculated income	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>In the Country:</i>	
Belgrade Waterfront - Tower Plot 19	31.985
Belgrade Waterfont - Plot 21	30.662
Ada mall	5.405
Ada mall - Pedestrian Bridge	2.454
Chineses Cultural Center	2.175
Belgrade Waterfront - Plot 18	692
Special Prison Hospital in Belgrade	671
TOTAL	74.044

In item Pre-calculated expenses – other legal entities, the amount of RSD 23,660 thousand was calculated based on subcontractors' expenses which were not invoiced in the reporting period.

Project name - calculated expenses	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>Abroad:</i>	
Business premisses in Thema, Ghana	1.065
Total	1.065
<i>U zemlji:</i>	
Belgrade Waterfront - Tower Plot 19	15.286
Ada mall	4.294
Prison in Kragujevac	1.314
Park 11	1.129
Chinese cultural Center	296
Belgrade Waterfront - Plot 18	156
Business and residence buildings in Kula	50
Green Heart in Belgrade	50
Commercial Bank Project	20
Total	22.595
TOTAL	23.660

- In **Energoprojekt Hidroinženjering** in item Receivables for non-invoiced period – other legal entities, the amount of RSD 34,147 thousand was calculated on following projects:

Project name - calculated period	In RSD thousand
	30/06/2018
<i>Abroad:</i>	
Seklafa, Algeria	6.251
Beni Slimane, Algeria	17.132
Soubella, Algeria	3.317
Djedra, Algeria	645
Tabeggart, Algeria	6.793
TOTAL	34.138

In item Pre-calculated expenses – other legal entities, the amount of RSD 11,242 thousand was calculated for the reporting period, on projects as follows:

Project name - calculated expenses	In RSD thousand
	30/06/2018
<i>Abroad:</i>	
Rekhouché, Algeria	4.036
Tabeggart, Algeria	508
Alto Piura, Peru	706
Olmos, Peru	1.632
Komarnica, Montenegro	2.739
HP Perućica, Montenegro	519
Total	10.140
<i>In the Country:</i>	
Pambukovica (Land Institute)	469
Kamenica (Land Institute)	333
RHP Bajina Bašta	300
Total	1.102
TOTAL	11.242

- In **Energoprojekt Industrija** in item Receivables for non-invoiced period – other legal entities, the amount of RSD 23,848 thousand was calculated, for the following investors:

Investor name - calculated income	In RSD thousand
	30/06/2018
<i>In the Country:</i>	
Flight Control of Serbia and Montenegro SMATSA	21.386
Naftna industrija Srbije	2.462
TOTAL	23.848

In item Pre-calculated expenses – other legal entities, the amount of RSD 800 thousand was calculated as expenses for copyright contracts and RSD 18 thousand for entertainment expenses.

- In **Energoprojekt Energodata** in item Receivables for non-invoiced period – other legal entities, the calculation based on income from services (software designing) delivered but not invoiced (due to completing of works contract provisions) in the amount of RSD 17,995 thousand, for the following projects:

Project name - calculated income	<i>In RSD thousand</i>
	<i>30/06/2018</i>
<i>Abroad:</i>	
IT System Modernization and modification, Banja Luka Post	2.155
<i>Total</i>	<i>2.155</i>
<i>In the Country:</i>	
Software solution for business trips, EPS Belgrade	15.840
<i>Total</i>	<i>15.840</i>
TOTAL	<i>17.995</i>

In item Pre-calculated expenses – other legal entities, the amount of RSD 294 thousand was calculated for June 2018, based on energy cost.

- In **Energoprojekt Holding** expenses for June 2018 were calculated, in the amount of RSD 933 thousand (mainly for energy costs: RSD 886 thousand) as well as income based on time-deposit interests for June 2018, in the amount of RSD 588 thousand.
- In other companies of the Energoprojekt Group, in the reporting period between I-VI 2018, there were no items significant regarding their nature, volume or impact, worth of special accounting assessments.

CONSOLIDATION

Consolidated financial statements are financial statements of the group, presented as financial statements of unique economic entity.

Consolidated financial statements are composed by applying unified accounting policies for similar transactions and events, in similar circumstances.

In case that a group member, consisting of a parent company together with its subsidiaries, for similar transactions and events in similar circumstances, applies accounting policies different from those adopted in consolidated financial statements, the appropriate corrections of those financial statements (according to provisions of rules on Accounting and Accounting Policies of the Company) are made at consolidated financial statements composing.

5.1. Subsidiary Companies

The Subsidiary Company means a company controlled by the Company (parent company).

Parent company controls the company where it has made investments if it fulfills all following requirements only:

- the power over the company with his investments (meaning present capability to direct relevant activities, ie. activities reflecting significantly at yield of the company with its investments);
- exposure, meaning the right to yield variabilities based on its share in the company with its investments, and
- capability of using its own power over the company with its investment to influence the yield level for investor.

The consolidated method used for subsidiaries, according to IFRS 10 - Consolidated Financial Statements, is full consolidation. Intra group balances and intra group transactions are eliminated in full in the consolidation process. Equity investments without controlling rights are presented separately.

5.2. Affiliated Companies

Affiliated Company is a company over which the Group exerts significant influence, but not control, or holds between 20% to 50% ownership or voting power.

The applied method of consolidation for affiliated companies, according to IAS 28 - Investment in Associates and Joint Ventures, is equity method. Under the equity method, the investment is initially recorded at cost and the carrying amount is increased or decreased to recognize the investors' share of the profits or losses of the investee after the date of acquisition. If investors' share of losses of the associate exceeds the carrying amount of the investment, the investment is reported at nil value; exceptionally, if there are certain irrevocable contractual obligations for covering the losses, the difference of the greater loss against capital is recognized as an expenditure of the parent company.

5.3. Joint Ventures

The Joint Venture arrangement is an arrangement where two or more parties have the joint control. The joint control exists only if the relevant activities decisions require unanimous decision of sides sharing the joint control.

Depending on rights and liabilities defined in arrangement, the joint arrangement could be:

- the joint business, or
- the joint venture.

The Joint Business means the joint arrangement where parties sharing the joint control over the arrangement (participating together in business activities), have the right to property and responsibility for obligations related to the arrangement. Participants in joint business recognize:

- their own property, including their share in jointly owned property;
- their own obligations, including their share in obligations accepted;
- their own income from selling of own share in results deriving from joint business activities;
- their own part of income from selling joint business activity results, and
- their own costs, including their share in joint business activity costs.

The joint business accounting in separated and consolidated financial statements is made according to IFRS applicable for related property, liability, profit or loss.

Joint Venture is a joint arrangement where parties sharing the joint control over the arrangement (participating together in joint venture), have the right to net-assets of the arrangement, meaning that the financial structure, and not the parties in joint venture, has the right to property and responsibility for obligations accepted through the arrangement.

The joint venture sharing in consolidated financial statements is treated by the equity method, according to IAS 28, meanwhile in separated financial statements is treated by cost value, according to IAS 27.

The joint venture parties sharing the arrangement, but not having any control over it, in their respected separated and consolidated financial statements treat their joint business activities and joint ventures according to relevant provisions of IFRS 11.

An overview of subsidiary, affiliated and joint venture companies, which, together with the parent Company, comprise the Energoprojekt Group for consolidation, is presented in Note 2.

ACCOUNTING PRINCIPLES

The following principles were applied in the preparation of consolidated financial statements of the Energoprojekt Group :

- The Going Concern Principle;
- The Consistency Principle;
- The Prudence Principle;
- The Substance over Form Principle;
- The Accrual Principle;
- The Item by Item Assessment Principle.

By complying with the ***Going Concern Principle***, the financial statements are prepared under the assumption that the proprietary position, financial standing and business results of the Company, as well as the economic policy of the country and economic situation in its immediate environment, enable the Company to operate for an unlimited period.

The ***Consistency Principle*** means that the valuation method for assets and changes in assets, liabilities, capital, income, expenses and business results, that is, for the Company's balance items, remains the same over a longer period. If, for example changes are implemented due to required harmonization with the legislation, reasoning for the change must be provided and the effects are disclosed according to the professional regulations concerning the change in valuation methods.

The ***Prudence Principle*** means applying a certain level of caution when preparing financial statements of the Company, so that the property and revenues are not overstated and obligations and expenses are not understated. The Prudence Principle, however, should not imply conscious, unrealistic decrease in revenues and capital of the Company or conscious, unrealistic increase of expenses and liabilities of the Company. Namely, The Framework for Preparation and Presentation of Financial Statements clearly states that the Prudence Principle should not result in the forming of substantial hidden reserves,

deliberate reduction of property of revenues, or deliberate exaggeration of liabilities or expenses causing the financial statements to become impartial and therefore unreliable.

The ***Substance over Form Principle*** means that, when recording the company's transactions, and consequently in preparing the financial reports, the accounting treatment should be based on the substance of the transactions and their economic reality and not just their legal form.

By complying with the ***Accrual Principle***, recognition of effects of transactions and other events in the Company is not related to the point in time when cash or cash equivalents are received or paid based on these transactions or event, yet to the point in time when they occurred. This approach provides that the users of financial reports are informed not only about past transactions of the Company that resulted in payments or reception of cash, but also about liabilities of the Company to pay cash in the future and resources that represent cash to be received by the Company in the future.

In other words, compliance with the Accrual Principle provides information on past transactions and other events in the manner most useful to users for reaching their economy-related decisions.

The ***Item by Item Assessment Principle*** means that possible group valuations of various balance items (for example, property or liabilities) for the purpose of rationalization derive from separate valuation of items.

OVERVIEW OF SIGNIFICANT ACCOUNTING POLICIES

Principal accounting policies applied to consolidated financial statements of the Energoprojekt Group, are primarily based on the Rules on Accounting and Accounting Policies of the Company, complying with those applied to consolidated financial statements for the year enden on December 31st, 2017 and are consistently applied to all included years, unless otherwise stated.

If certain accounting aspects are not clearly defined in the Rules, the applied accounting policies are based on existing IFRS rules in force.

Pursuant to the above mentioned, since 01/01/2018, companies within Energoprojekt Group, prospectively, apply IFRIC Interpretation 22 – Foreign Currency Transaction and Advance Consideration, issued by IFRIC Interpretation Committee, at the end of 2016.

8. ERRORS FROM PREVIOUS PERIOD, MATERIAL ERRORS AND CORRECTION OF OPENING BALANCE

Errors from previous period represent omitted or false data presented in financial statements of the Company for one or several periods as a result of misuse or lack of use of reliable information, which were available when the financial statements for respective periods were approved for issue and which were expected to be obtained and taken into consideration upon preparation and presentation of the respective financial statements.

A materially significant error, discovered in the current period that refers to a previous period is an error that has significant influence on financial statements for one or several prior periods and due to which these financial statements cannot be considered anymore as reliable.

Materially significant errors are corrected retroactively in the first series of financial statements approved for publishing after these errors have been discovered, by correcting comparative data for presented prior period(s) when errors occurred or if the error occurred prior to the earliest presented prior period, opening balances for assets, liabilities and capital for the earliest presented prior period will be corrected.

If it is practically impossible to establish the effect of an error from a certain period by comparing information for one or several presented prior periods, the Company will correct opening balances for assets, liabilities and capital for the earliest period that can be corrected retroactively (may be also the current period).

Subsequently *identified errors that are not of material significance* are corrected against expenses or in favour of revenues for the period in which they were identified.

The materiality of an error is valuated pursuant to provisions of the Framework for the preparation and presentation of financial reports that state that materiality may imply that omission or false accounting entries may affect economic decisions of users adopted based on financial statements. Materially significant errors are valuated pursuant to relevant provisions from the Framework for the preparation and presentation of financial statements.

Materiality is defined in the Company with respect to the significance of the error considering total revenues. A materially significant error is an error that for itself or together with other errors **exceeds 1.5% of the total income in the previous year**.

9. FINANCIAL RISKS

Uncertainty in future events is among the basic specificities of business operations under market conditions in an economic environment that is characterized by several possible or potential outcomes. Unpredictability of future events is one of basic particularities of operating in an open market environment characterized by several possible or potential outcomes.

From the Company's point of view, there is a large number of potential risks that may more or less have adverse effects on the Company's business. Certain (specific) risks are determined by internal factors, such as: *concentration risk*, which, in the Company's case, may be manifested as exposure to any one or a small group of buyers or suppliers; *operational risk*, that means the possibility of adverse effect due to unintentional or deliberate omissions by employees, inappropriate internal procedures and processes, inadequate information system management in the Company, etc.; *reputational risk*, that means a possibility that the Company's market position deteriorates due to the loss of trust or bad reputation (public institutions, suppliers, buyers, etc.) of the Company; *legal risk*, that means a possibility of adverse effects due to penalties and sanctions that derive from lawsuits due to the failure to fulfil contractual or legal obligations; etc.

Since the majority of these and some other risks not mentioned herein is set forth in detail in other chapters of the Notes or in other internal regulations of the Company (for example, the Rules on Accounting Practices and Policies of the Company regulates the minimization of operational risks by introducing procedures and work instructions), focus is placed here on the **financial risks** that primarily include the following:

- Credit risk;
- Market risk, and
- Liquidity risk.

Financial risks are significantly affected by external factors that are not directly controlled by the Company. In that sense, financial risk is considerably affected by the Company's environment which, apart from economic development, is likewise committed to legal, financial and other relevant aspects that define system risk level.

Generally, comparing markets of developed economies, companies that operate on markets with insufficient economic development, macroeconomic stability and high insolvency, such as the Republic of Serbia, are significantly exposed to financial risks. Insufficient development of the financial market makes it impossible to use a wide spectrum of *hedging* instruments, characteristic for developed markets. Companies that operate in the Republic of Serbia do not have the possibility to use many derivative instruments in financial risk management due to the fact that these instruments are not widely used nor there is an organized continuous market for financial instruments.

Financial risk management is a comprehensive and reliable management system that aims to minimize potential adverse effects to the financial condition and operations of the Company under unpredictable financial market conditions.

Considering limitations in the financial risk management that are characteristic of business on the Serbian market, it is clear that it is necessary to approach this issue in a proper manner as recognized by the Company's management. Essentially, financial risk management in the Company should ensure that the *Company's risk profile* is always in compliance with *Company's tendency towards risks* or in compliance with an acceptable structure and risk level that the Company will take in order to implement its business strategies and achieve business goals.

9.1. Credit Risk

A credit risk is a risk of adverse effects to the financial result and capital of the Company due to debtor's failure to fulfil obligations towards the Company within the specified deadline.

Credit risks mean not only debtor-creditor relations that derive from sales of Company's products, but also credit risks that derive from other financial instruments such as receivables based on long-term and short-term financial investments.

The Company has substantial concentrations of credit risk in collection from certain buyers with long lending periods due to poor liquidity. However, since that, as a rule, the company has been operating with these customers for many years, the fear of bad debt is small.

9.2. Market Risk

Market risk is a risk of adverse effects to the financial result and capital of the Company due to losses under specific balance sheet items as a result of negative price shifts on the market and other relevant financial parameters.

The market risk includes three risk types:

- The currency risk;
- The interest risk, and
- The price risk.

The currency risk, also called foreign exchange risk or exchange rate risk, is a risk of fair value fluctuation or the fluctuation of future financial instruments cash flows due to the change in exchange rates. The currency risk arises from financial instruments in foreign currency or the currency other than the currency (functional) in which the financial instruments are measured in financial statements.

The Company operates within international frames and is exposed to exchange rate risks arising from business operations in different currencies, primarily in Euro and US Dollar.

Interest risk is a risk of adverse effects to the result and capital of the Company due to unfavourable interest rates' fluctuations. The Company is exposed to this type of risk due to financial liabilities related to loans with potentially fluctuating interest rates (Euribor and Belibor).

The price risk is a risk of fair value fluctuation or a risk that the future financial instruments cash flows will fluctuate due to the change in market prices (not prices that result from interest or currency risk) regardless if these changes are caused by specific factors related to a specific financial instrument or its issuer or regardless if factors affect all similar financial instruments traded on the market.

9.3. Liquidity Risk

Liquidity risk is a risk of having difficulties to fulfil due obligations, maintaining the necessary scope and structure of the working capital and good creditworthiness.

Prudent liquidity risk management aims to maintain sufficient cash and securities held for sale, as well as securing adequate sources of financing to cover for the dynamic nature of the Company's business. Company seeks to maintain flexibility of its financing through collection from buyers and investments of its available monetary assets. In addition to that, in compliance with the Company's policy, back to back agreements are signed with subcontractors according to which a portion of risk related to any defaulting in collection is transferred/shared with them.

INCOME STATEMENT

10. OPERATING INCOME

10.1. Income from Sale of Merchandise

Structure of income from the sales of goods	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Income from sale of goods to other related companies - foreign market		277
Income from sale of goods on local market	41,101	29,843
Income from sale of goods on foreign market	31,681	421,627
TOTAL	72,782	451,747

• **Income from sale of goods on local market in the amount** of RSD 41,101 thousand relate mainly to the following companies of the system Energoprojekt:

- Energoprojekt Energodata in the amount of RSD 22,585 thousand based on selling of licences, hardware, agrometeorological stations and goods connected to graphic activities.

- Energoprojekt Niskogradnja in the amount of RSD 11,369 thousand based on the sales to subcontractors on projects "Lajkovac-Ljig" and Tramways over the Ada Bridge. Stocks, consisting primarily of fuel required for unobstructed performance of works, were supplied (sold), to subcontractors with the aim to avoid the consequences of delays in performance of works (contractually agreed deadlines) at the expense of the Company as the principal contractor (Note 11) and

- Energoplast in the amount of RSD 6,456 thousand, based on selling of plastic caps for further re-sell.

• **Income from sale of goods on foreign market in** the amount of RSD 31,681 thousand dominantly relate to Energoprojekt Niskogradnja in the amount of RSD 23,750 thousand, based on material selling (mainly, fuel) supplied to subcontractors for projects in Uganda (Z-027 Mpigi - Kanoni, Uganda: RSD 12,465 thousand) and Peru (Z-034 Road Puerto Bermudez, Peru: RSD 11,285 thousand) with the aim to avoid the consequences of delays in performance of works (contractually agreed deadlines) at the expense of the Company as the principal contractor.

10.2. Income from Sale of Products and Service

Structure of income from the sales of products and services	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Income from sale of products and services to other related companies – domestic		184
Income from sale of products and services to other related companies – foreign	113,063	832,839
Income from sale of products and services on local market	5,784,197	6,021,003
Income from sale of products and services on foreign market	4,620,513	10,030,041
TOTAL	10,517,773	16,884,067

- **Income from sale of products and services to other related companies on foreign market** in the amount of RSD 113,063 thousand relate to Energoprojekt Opema based on selling of goods and services to Energo Nigeria Ltd., Lagos, Nigeria.

- **Income from sale of products and services on local market** in the amount of RSD 5,784,197 thousand are related, mostly, to the following companies within system Energoprojekt:

- Energoprojekt Niskogradnja in the amount of RSD 2,424,754 thousand, mainly for project "Lajkovac-Ljig": RSD 2,304,918 thousand,

- Energoprojekt Visokogradnja in the amount of RSD 1,743,020 thousand, primarily for projects Belgrade Waterfront: RSD 1,433,068 thousand, Chinese Cultural Center: RSD 235,746 thousand and Navigator: RSD 59,480 thousand, and

- Energoprojekt Opema in the amount of RSD 396,153 thousand, dominantly, for projects Kolubara Landfill: RSD 349,397 thousand, Ada mall: RSD 25,092 thousand and OPGW: RSD 13,981 thousand, and

- Energoprojekt Entel in the amount of RSD 291,865 thousand, mainly, for several projects done for PC Elektroprivreda Srbija: RSD 130,450 thousand and Vinča – preparation of project documentation and obtaining licences, approvals and terms and conditions, from the company Construction Industrielles de la mediterrabee - CNIM S.A. – Branch Office SRB Belgrade: RSD 86,208 thousand and Beo čista energija, Ltd.: RSD 26,467 thousand.

- **Income from sale of products and services on foreign market** in the amount of RSD 4,620,513 thousand, are related, mostly, to the following companies of system Energoprojekt:

- Energoprojekt Entel in the amount of RSD 2,215,248 thousand derived from companies of the Group abroad (Energoprojekt Entel LTD, Doha, Qatar: RSD 1,241,711 thousand, EP Entel L.L.C., Muscat, Sultanate of Oman: RSD 278,363 thousand and Energoconsult L.L.C., Abu Dhabi, UAE: RSD 695,174 thousand),

- Energoprojekt Niskogradnja in the amount of RSD 1,497,967 thousand for projects in Uganda: RSD 914,278 thousand (primarily Z-027 Mpigi Kanoni, Uganda: RSD 678,867 thousand and Z-036 Streets in Kampala Kawempe-Lubaga: RSD 216,057 thousand) and Peru: RSD 583,689 thousand (primarily Z-034 Road Puerto Bermudez, Peru: RSD 417,298 thousand, and

- Energoprojekt Visokogradnja in the amount of RSD 643,613 thousand within company Energoprojekt Ghana Ltd., Accra, Ghana: RSD 380,049 thousand and projects in Russia: Z-104 Underground Parking Garage Peterhof, Siktivkar: RSD 4,176 thousand and Z-105 Residence building Tokio, Siktivkar: RSD 259,388 thousand.

10.3. Other Operating Income

Structure of other operating income	In RSD thousand	
	01/01-30/06/18	01/01-30/06/17
Income from premiums, subventions, subsidies, donations, etc.		
Other operating income:		
a) Rent from other legal entities in the country	17,382	10,989
b) Rent from other legal entities abroad	38,405	48,391
c) Other operating income from parent companies, subsidiaries and other related parties		
d) Other operating income	96,536	72,593
<i>Total</i>	<i>152,323</i>	<i>131,973</i>
GRAND TOTAL	152,323	131,973

• **Rental income from other legal entities in the country** in the amount of RSD 17,382 thousand was primarily generated in the following companies of the Energoprojekt Group:

- Energoprojekt Holding in the amount of RSD 5,236 thousand, mainly based on renting to Jerry Catering Service Ltd. a part of complex „Samački hotel“ at Batajnički drum No. 24, in the amount of RSD 3,867 thousand and to Energoprojekt Garant a part of business building Energoprojekt in the amount of RSD 1,276 thousand,

- Energoprojekt Garant in the amount of RSD 4,748 thousand based on the rental of the business facility in Bulevar Zoran Djindjic Street and of the business premises in YU business centre in New Belgrade and in Maršala Tolbuhina Str. at New Belgrade,

- Energoprojekt Visokogradnja in the amount of RSD 3,647 primarily based on the rental of facility in Ub and facility in Preradoviceva Street in Belgrade, i

- Energoprojekt Energodata in the amount of RSD 2,583 thousand primarily based on the rental of business facility in Palmira Toljatija Street.

• **Income from the rent from other legal entities abroad** in the amount of RSD 38,405 thousand was predominantly generated by the following companies of the Energoprojekt Group:

- Zambia Engineering and Contracting Company Limited, Zambia in the amount of RSD 14,450 thousand, based on the rent of a number of properties in Zambia,

- Dom 12 S.A.L., Lebanon in the amount of RSD 13,319 thousand, based on the rent of the office building in Moscow,

- I.N.E.C. Engineering Company Limited, United Kingdom in the amount of RSD 3,917 thousand, based on the rent of office building in London, and

- Energoprojekt Niskogradnja in the amount of RSD 3,685 thousand, based mainly on the rent of a part of the office building "Cruz del Sur" in Lima, Peru: RSD 3,143 thousand and of the machinery in Peru: RSD 508 thousand.

• **Other operating income** in the amount of RSD 96,536 thousand was primarily generated in the following companies of the Energoprojekt Group:

- Energoprojekt Visokogradnja in the amount of RSD 53,073 thousand, primarily in the company Energoprojekt Ghana Ltd., Accra - Ghana, in the amount of RSD 46,777 thousand, mainly based on received liabilities for VAT from 2015: RSD 45,720 thousand and on re-invoiced costs in the country,

- Energoprojekt Garant in the amount of RSD 30,979 thousand, mainly based on income from cancelling and reducing the non-life insurances: RSD 24,945 thousand, income from the share in coinsurance and reinsurance in damage compensation: RSD 4,272 thousand and income from commission arising from premiums transferred to co-insurance and reinsurance in the amount of RSD 1,762 thousand, and

- Energoprojekt Niskogradnja in the amount of RSD 6,623 thousand, mainly based on Project Contract for Tramways over the Ada Bridge: RSD 6,452 thousand (based on compensation for leading partner: RSD 3,284 thousand and re-invoiced expenses: RSD 3,168 thousand).

11. COST PRICE OF GOODS SOLD

Structure of cost price of goods sold	In RSD thousand	
	01/01-30/06/18	01/01-30/06/17
Cost price value of goods sold:		
a) Cost price of goods sold to parent company, subsidiaries and other related parties		268
b) Cost price of goods sold on local market	37,451	40,480
c) Cost price of goods sold on foreign market	25,002	395,397
TOTAL	62,453	436,145

• **Cost price of goods sold on local market** in the amount of RSD 37,451 thousand primarily is related to the following companies of the Energoprojekt Group:

- Energoprojekt Energodata in the amount of RSD 20,616 thousand for licences, hardware, goods dedicated to graphic activities for further re-selling, as well as agrometeorological stations for Plant Protection Directorate,

- Energoprojekt Niskogradnja in the amount of RSD 11,328 thousand for purchase of inventory, with the aim to provide the subconstructor with the inventories necessary to avoid the consequences of delays in performance of works (contractually agreed deadlines) at the expense of the Company as the principal contractor mainly on projects "Lajkovac-Ljig" and Tramways over the Ada Bridge.

- Energoplast in the amount of RSD 4,831 for purchasing of finished lock-patent delivered for further sales.

• **Cost price of goods sold on foreign market** in the amount of RSD 25,002 thousand, dominantly relate to Energoprojekt Niskogradnja in the amount of RSD 19,865 thousand, for inventory costs (mostly fuel) sold as per agreements to subcontractors for projects in Peru: RSD 10,919 thousand and Uganda: RSD 8,946 thousand, with the aim to avoid the consequences of delays in performance of works (contractually agreed deadlines).

12. INCREASE/DECREASE IN INVENTORIES OF INTERMEDIATE AND FINISHED GOODS AND SERVICES IN PROGRESS

Increase/decrease in inventories of intermediate and finished goods and services in progress	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Income from use of own products and merchandise	29,909	46,691
Increase in inventories of intermediate and finished goods and services in progress	35,084	516,313
Decrease in inventories of intermediate and finished goods and services in progress	289,604	293,506
TOTAL	-224,611	269,498

• **Income from use of own products and merchandise** in the amount of RSD 29,909 thousand relate to Energoprojekt Niskogradnja based on completed equipment repair (in Uganda: RSD 27,209 thousand and in the country: RSD 2,700 thousand).

• In the reporting period, the **increase in inventories of intermediate and finished goods and services in progress** amounting to RSD 35,084 thousand relate mainly to increase of value in inventories of intermediate production within Energoprojekt Sunnyville in the amount of RSD 16,303 thousand, based on construction of commercial and residence complex „Sunnyville“ in Belgrade and in Energoprojekt Park 11 in the amount of RSD 9,737 thousand, based on construction of commercial and residence building Park 11 at Block 11a in New Belgrade.

• **Decrease in inventories of the intermediate and finished goods and services in progress** in the amount of RSD 289,604 thousand relates to the following companies of the Energoprojekt Group:

- Energoprojekt Sunnyville in the amount of RSD 271,651 thousand based on sold apartments of residence and business complex „Sunnyville“ in Belgrade and
- Energoprojekt Visokogradnja in the amount of RSD 17,953 thousand, based on sold finished products (property) in Cara Nikolaja Street in Belgrade: RSD 17,885 thousand and Bežanijska Kosa: RSD 68 thousand.

13. MATERIAL COSTS AND FUEL AND ENERGY COSTS

Structure of material cost and fuel and energy costs	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Material costs:		
a) Costs of materials used in production	1,548,625	3,942,246
b) Costs of other materials (overheads)	123,080	150,696
c) Costs of spare parts	96,482	116,890
d) Costs of one-off write-off of tools and inventory	42,350	53,614
<i>Total</i>	<i>1,810,537</i>	<i>4,263,446</i>
Fuels and energy costs:		
a) Fuel costs	374,340	423,927
b) Costs of electrical energy and heating	100,934	103,371
<i>Total</i>	<i>475,274</i>	<i>536,298</i>
TOTAL	2,285,811	4,799,744

• **Cost of materials used in production** in the amount of RSD 1,548,625 thousand relate, mainly, to the following companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 589,414 thousand out of which costs incurred in Projects realized abroad (in Peru and Uganda) amount to RSD 178,434 thousand, meanwhile the projects in the country amount to RSD 410,980 thousand.

- Energoprojekt Visokogradnja in the amount of RSD 514,297 thousand out of which costs incurred in projects in the country amount RSD 327,512 thousand (mainly, for Belgrade Waterfront: RSD 231,696 thousand and Chinese Cultural Center: RSD 50,504 thousand), meanwhile for abroad: RSD 186,785 thousand (mainly, for Z-085 Business Building Uhta, Russia: RSD 4,722 thousand, Z-105 Residence Building Tokio Siktivkar: RSD 97,744 thousand, as well as in Energoprojekt Ghana Ltd., Accra, Ghana: RSD 79,242 thousand),

- Energoprojekt Oprema in the amount of RSD 297,330 thousand, out of which costs incurred in projects in the country amount RSD 232,278 thousand (mostly for Belgrade Waterfront: RSD 151,161 thousand and Kolubara Landfill: RSD 70,800 thousand), meanwhile RSD 65,052 thousand are related on abroad (primarily on the project ANI, Nigeria: RSD 62,332 thousand and other projects in Nigeria and Rwanda: RSD 2,720 thousand),

• The largest shares in **costs of other materials (overhead)** (office material, protection equipment and other), amounting RSD 123,080 thousand are those of Energoprojekt Niskogradnja, in the amount of RSD 70,510 thousand (abroad: RSD 67,090 thousand, and in the country: RSD 3,420 thousand), Energoprojekt Entel in the amount of RSD 34,270 thousand and Energoprojekt Visokogradnja in the amount of RSD 5,533 thousand.

• **Costs of spare parts** in the amount of RSD 96,482 thousand relate, dominantly, to Energoprojekt Niskogradnja in the amount of RSD 86,286 thousand (abroad: RSD 65,517 thousand, and in the country: RSD 20,769 thousand).

• **Costs of one-off write-off of tools and inventory** in the amount of RSD 42,350 thousand relate predominantly to Energoprojekt Niskogradnja in the amount of RSD 28,854 thousand, Energoprojekt Visokogradnja in the amount of RSD 6,668 thousand and Energoplast in the amount of RSD 4,290 thousand.

• The largest share in **fuel and energy costs** amounting to RSD 475,274 thousand are those of Energoprojekt Niskogradnja in the amount of RSD 323,726 thousand (predominantly incurred abroad), Energoprojekt Visokogradnja in the amount of RSD 61,495 thousand and Energoprojekt Entel in the amount of RSD 43,053 thousand.

14. EMPLOYEE EXPENSES AND BENEFITS

Structure of employee expenses and benefits	In RSD thousand	
	01/01-30/06/18	01/01-30/06/17
Expenses of wages and fringe benefits (gross)	2,964,890	3,731,596
Taxes and contributions on wages and contributions on wages payable by employer	295,908	378,564
Service agreements contributions	5,030	10,638
Copyright agreements contributions	14,544	6,574
Costs of contributions for contract fees for temporary and periodical engagement	91,294	72,481
Considerations to physical persons based on other agreements	5,427	27,053
Considerations to General Manager and/or Management and Supervisory Board members	12,719	18,679
Other personnel expenses and fringe benefits	216,038	407,420
TOTAL	3,605,850	4,653,005

• **Expenses of wages and fringe benefits (gross) as well as taxes and contributions on wages and contributions on wages payable by employer** amounting to RSD 3,260,798 thousand relate primarily to Energoprojekt Entel in the amount of RSD 1,434,790 thousand, Energoprojekt Niskogradnja in the amount of RSD 591,634 thousand, Energoprojekt Visokogradnja in the amount of RSD 528,280 thousand, and Energoprojekt Oprema in the amount of RSD 200,215 thousand.

• **Costs of contributions for contract fees for temporary and periodical engagement** amounting to RSD 91,294 thousand were predominantly incurred in Energoprojekt Niskogradnja in the amount of RSD 42,658 thousand (in the country: RSD 2,217 thousand, and abroad: RSD 40,441 thousand) and are the result of Company's periodical needs for workforce with adequate qualifications for realization of projects (in construction sites) in compliance with the agreed schedules and types of works and Oprema in the amount of RSD 35,564 thousand (in the country, mainly for Belgrade Waterfront: RSD 15,766 thousand and Project Landfill Kolubara: RSD 11,073 thousand).

Other personnel expenses and fringe benefits amounting to RSD 216,038 thousand thousand predominantly relate to Energoprojekt Niskogradnja in the amount of RSD 81,123 thousand, in the country: RSD 55,418 thousand and abroad: RSD 25,705 thousand (based on accommodation and catering for siteworks, transport and other personnel related expenses, redundancy costs due to redundatn labour, business trips expenses, solidarity fund allowances etc.). In addition to Energoprojekt Niskogradnja, a significant share in other personnel expenses was incurred in Energoprojekt Visokogradnja, in the amount of RSD 47,288 thousand (abroad: RSD 33,723 thousand and in the country: RSD 13,505 thousand), Energoprojekt Entel in the amount of RSD 29,876 thousand, Energoprojekt Hidroinženjering in the amount of RSD 18,981 thousand and Energoprojekt Oprema in the amount of RSD 15,700 thousand.

15. PRODUCTION SERVICE COSTS

Structure of costs of production services	In RSD thousand	
	01/01-30/06/18	01/01-30/06/17
Production service cost	2,746,662	4,461,532
Transportation services' costs	146,069	267,472
Repairs and maintenance services' costs	60,810	78,416
Rental costs	405,834	455,318
Trade fairs' costs		294
Advertising costs	3,895	13,505
Research costs	168	3,167
Costs of other services	70,670	158,132
TOTAL	3,434,108	5,437,836

• **Production service costs** in the amount of RSD 2,746,662 thousand are predominantly related to the following Companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 1,195,079 thousand for the costs based on subcontracting agreements and joint-venture agreements for projects in the country: RSD 1,119,361 thousand (mainly on project Lajkovac – Ljig) and abroad (Uganda and Peru): RSD 75,718 thousand. Significant hiring of subcontractors for projects' realization was due to the specific nature of works required and/or mechanization for the realization of the said projects,
- Energoprojekt Visokogradnja in the amount of RSD 1,011,662 thousand comprise of the costs of associates and subcontractors incurred within projects in the country in the amount of RSD 905,866 thousand (mainly for Belgrade Waterfront: RSD 799,768 thousand, Chinese Cultural Center: RSD 86,764 thousand, Navigator: RSD 15,136 thousand), and abroad, in the amount of RSD 105,796 thousand (mainly, in Energoprojekt Ghana Ltd., Accra, Ghana: RSD 77,036 thousand and Z-105 Residence Building Tokio, Siktivkar: RSD 22,743 thousand),
- Energoprojekt Oprema in the amount of RSD 289,801 thousand comprise of the subcontractors' costs and consortium partners' costs in a number of projects in the country (mainly, Kolubara Landfill: RSD 192,757 thousand and Belgrade Waterfront: RSD 86,696 thousand) and
- Energoprojekt Entel in the amount of RSD 129,393 thousand comprise of subcontractors' costs hired for works that the Group has not human resources or for specialized works done exclusively by specialized companies. In the country those costs amount RSD 85,903 thousand, and in the abroad: RSD 43,490 thousand (mainly in Qatar: RSD 32,082 thousand).

• **Transportation services' costs** comprise of the transportation services' costs in the country and abroad, landline telephone bills, mobile phone bills, postal expenses etc. These costs amount to RSD 146,069 thousand and relate predominantly to Energoprojekt Entel in the amount of RSD 94,822 thousand (mainly for air-tickets and rent-a-car services, dominantly in Qatar and UAE), Energoprojekt Niskogradnja in the amount of RSD 26,325 thousand, Energoprojekt Visokogradnja in the amount of RSD 9,995 thousand and Energoprojekt Oprema in the amount of RSD 4,834 thousand.

- **Repair and maintenance services' costs** amounting to RSD 60,810 thousand were incurred primarily in Energoprojekt Niskogradnja in the amount of RSD 23,544 thousand, Energoprojekt Entel in the amount of RSD 12,023 thousand, Energoprojekt Visokogradnja in the amount of RSD 6,093 thousand and Energoprojekt Oprema in the amount of RSD 5,538 thousand. These costs were predominantly incurred for regular equipment maintenance.

- **Rental costs** amount to RSD 405,834 thousand and are predominantly related to the following Companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 204,911 thousand comprising of the rental costs of equipment, sites, business, residential and warehousing facilities (abroad: RSD 192,546 thousand (in Peru and Uganda) and in the country: RSD 12,365 thousand), where the rent of large machinery for the projects realized abroad, representing the result of inability to meet needs of available equipment (defined by dynamics of works) at the several, geographically dislocated projects, simuntaneously,

- Energoprojekt Entel in the amount of RSD 177,114 thousand, recorded primarily for the rent of apartments and office premises in the Companies of this company abroad (Quatar dominantly: RSD 124,072 thousand),

- Energoprojekt Visokogradnja in the amount of RSD 14,916 thousand are predominantly related to the rental costs of apartments and machinery abroad, amounting to RSD 14,572 thousand (predominantly in Energoprojekt Ghana Ltd., Accra, Ghana: RSD: 7,441 thousand and on projects Z-103 Talan Towers, Astana, Kazakhstan: RSD 1,068 thousand and Z-105 Residence Building Tokio, Siktivkar: RSD 4,809 thousand), and in the country RSD 344 thousand and

- Energoprojekt Oprema in the amount of RSD 5,312 thousand, mainly for the rental costs of equipment (heavy booms and cranes), apartments and office spaces (in the country: RSD 3,480 thousand and for project Energo Center Minsk, Belarus: RSD 1,832 thousand).

- **Advertising costs** amounting to RSD 3,895 thousand relate mainly to Energoprojekt Entel in the amount of RSD 1,376 thousand (based on promotional costs, advertising, brochure and catalogue production, market researching, etc.), Energoprojekt Holding in the amount of RSD 738 thousand (based on the sponsorship expenses, and media presentation) and Energoprojekt Sunnyville in the amount of RSD 712 thousand (based on expenses for commercial selling of apartments, for billboards, magazines and Internet websites).

- **Costs of other services** in the amount of 70,670 are predominantly related to the following Companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 22,205 thousand, mainly, based on public utility services, construction sites technical supervision expenses in project „Lajkovac - Ljig“, personal protection at work, graphic design, vehicle registration fees, computer network and software maintenance, costs of licences, fire protection elaboration, etc, and

- Energoprojekt Energodata in the amount of RSD 13,652 thousand, mainly based on subcontractors' expenses for ATM maintenance, graphic design and software making, as well as vehicle registration fees, public utility costs, personal protection at work and cost of licences.

- Energoprojekt Oprema in the amount of RSD 9,029 thousand, relate to other production costs for projects in the country: Kolubara Landfill and Belgrade Waterfront, as well as vehicle registration expenses, toll rates, graphic design, public utility services etc.

- Energoprojekt Visokogradnja in the amount of RSD 7,311 thousand, mainly based on public utility services, as well as personal protectiona t work, vehicle registration and paper copying services.

16. DEPRECIATION EXPENSES AND PROVISION EXPENSES

Structure of depreciation expenses and provision expenses	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Depreciation expenses:		
a) Depreciation of intangible assets (Note 24)	9,515	9,411
b) Depreciation of property, plant and equipment (Note 25)	360,608	420,836
<i>Total</i>	<i>370,123</i>	<i>430,247</i>
Provisions expenses		
a) Warranty period provisions' expenses		52,291
b) Provisions for contributions and other personnel benefits	17,194	19,135
c) Other long-term provisions		
<i>Total</i>	<i>17,194</i>	<i>71,426</i>
TOTAL	387,317	501,673

• **Depreciation expenses** for the reporting period were calculated based on the assessments of residual value and remaining useful life of property and equipment with significant booking value as at December 31, 2017, due to the fact that there were no significant changes which need valuation as at balance sheet date (Note 25).

• **Provisions for contributions and other personnel benefits** in the amount of RSD 17,194 thousand relate to reserves made within Energoprojekt Entel, pursuant to local legal provisions in Energoprojekt Entel LTD, Qatar

17. INTANGIBLE EXPENSES

Structure of intangible expenses	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Intangible expenses	318,988	356,744
Expense account	15,721	25,493
Insurance premiums expenses	101,136	111,297
Payment operations' expenses	96,523	200,213
Membership fee expenses	6,927	9,516
Tax duties	65,546	264,116
Contribution expenses	827	500
Other non-operating expenses	78,085	133,771
TOTAL	683,753	1,101,650

Intangible expenses in the amount of RSD 318,988 thousand (which include the attorney fees, consulting and intellectual services, audit costs, professional training and education of employees, broker services, Belgrade Stock Exchange services, cleaning services, construction site security expenses etc.) relate mainly to the following companies of the Energoprojekt Group:

- Energoprojekt Entel in the amount of RSD 152,752 thousand, mainly for abroad: RSD 146,512 thousand (primarily in Energoprojekt Entel LTD, Doha, Qatar: RSD 122,608 thousand, mainly based on sponsorship expenses and expenses for agents for biggest contracts with state investor „Kahramaa“. Namely, in the Middle East it is not possible to own a company without contract agreed with local sponsor, in the value of at least 2.5% of invoiced income, meanwhile in Oman those percentages are even bigger, depending on the contract value) and in the country: RSD 6,240 thousand,
- Energoprojekt Visokogradnja in the amount of RSD 52,245 thousand, in the country: RSD 15,354 thousand and abroad: RSD 36,891 thousand (mainly for projects Z-103 Talan Tower - RSD 1,730 thousand, Z-105 Residence building Tokio – RSD 2,579 thousand, and within Energoprojekt Ghana Ltd., Accra, Ghana: RSD 31,138 thousand),
- Energoprojekt Oprema in the amount of RSD 38,789 thousand, in the country: RSD 14,484 thousand and abroad: RSD 24,305 thousand (mainly for project Energocentar, Minsk, Belarus: RSD 23,771 thousand) , mainly based on attorney fees: RSD 29,645 thousand due to arbitrage for projects Energocentar Minsk, Belarus: RSD 22,704 thousand and RTB Bor: RSD 5,789 thousand) and
- Energoprojekt Niskogradnja in the amount of RSD 34,488 thousand (in the country: RSD 4,209 thousand and abroad: RSD 30,279 thousand).

• **Insurance premium expenses** amounting to RSD 101,136 thousand were incurred based on the insurance of works, property and persons, primarily in Energoprojekt Entel in the amount of RSD 44,488 thousand, Energoprojekt Niskogradnja in the amount of RSD 39,965 thousand, Energoprojekt Visokogradnja in the amount of 6,356 thousand and Energoprojekt Oprema in the amount of RSD 3,698 thousand.

• **Payment operation expenses** in the amount of RSD 96,523 thousand predominantly relate to the following companies of Energoprojekt:

- Energoprojekt Niskogradnja in the amount of RSD 36,937 thousand (most of which pertain to the bank fee costs for guarantees provided in the country: RSD 11,613 thousand and abroad (Peru and Uganda): RSD 20,918 thousand,
- Energoprojekt Entel in the amount of RSD 18,126 thousand, based on bank fees for guarantees providing expenses: RSD 13,550 thousand and cost of payment transactions: RSD 4,576 thousand (dominantly within Energoprojekt Entel LTD, Qatar: RSD 9,342 thousand and Energoconsult L.L.C., Abu Dhabi, UAE: RSD 6,469 thousand).
- Energoprojekt Visokogradnja in the amount of RSD 14,769 thousand, in the country: RSD 9,793 thousand and abroad: RSD 4,976 thousand,
- Energoprojekt Oprema in the amount of RSD 10,932 thousand, in the country: RSD 6,932 thousand (mainly for projects Kolubara Landfill and Ada Mall) and abroad: RSD 4,000 thousand (dominantly on projects TS Gabiro, Rwanda and Energocentar Minsk, Belarus).

• **Tax duties** in the amount of RSD 65,546 thousand consist of the property tax, utility duties, income tax in foreign countries according to the local regulations, etc. Tax duties are mainly related to the following companies of Energoprojekt:

- Energoprojekt Entel in the amount of RSD 26,450 thousand, abroad: RSD 25,305 thousand (based on income tax abroad, pursuant to local legislation) and RSD 1,145 thousand (based on property tax),
- Energoprojekt Holding in the amount of RSD 9,854 thousand, in the country (dominantly based on property tax for Q1 and Q2 2018: RSD 9,508 thousand).
- Energoprojekt Niskogradnja in the amount of RSD 8,931 thousand, abroad: RSD 6,228 thousand, in the country: RSD 2,703 thousand and
- Energoprojekt Visokogradnja in the amount of RSD 8,067 thousand, abroad: RSD 2,307 thousand, in the country: RSD 5,760 thousand.

• Within the **other non-operating expenses** item (administrative, court and other fees, expert professional magazines, publication of announcements and tenders, visa costs for employees working abroad, hiring of local workforce in foreign countries for international projects' realization, quality control expenses, protection equipment etc.) in the amount of RSD 78,085 thousand, consist primarily to the costs incurred by Energoprojekt Oprema in the amount of RSD 30,862 thousand, Energoprojekt Entel in the amount of RSD 23,246 thousand and Energoprojekt Visokogradnja in the amount of RSD 11,878 thousand.

18. FINANCIAL INCOME AND FINANCIAL EXPENSE

18.1. Financial Income

Structure of financial income	In RSD thousand	
	01/01-30/06/18	01/01-30/06/17
Financial income from other related companies	9,649	23,677
Financial income from the profit of affiliated companies and joint ventures	37,296	39,304
Other financial income:		
a) Income from dividends		
b) Other financial income	27,207	44,323
<i>Total</i>	<i>27,207</i>	<i>44,323</i>
<i>Total financial income from related companies and other financial income</i>	<i>74,152</i>	<i>107,304</i>
Interest income (third party)	67,376	48,718
Exchange rate gains and positive currency clause effects (third party)	282,145	1,203,091
TOTAL	423,673	1,359,113

• **Financial income from other related companies** in the amount of RSD 9,649 thousand consist of the financial income from following companies:

- Energo Nigeria Ltd., Lagos, Nigeria in the amount of RSD 4,818 thousand based on net result of the reporting period (24.92%): RSD 4,422 thousand and FX gains: RSD 396 thousand recorded within Energoprojekt Oprema and

- Joint Venture Company Enjub Ltd. in the amount of RSD 4,831 thousand, recorded within Energoprojekt Holding, based on interest on loan granted.

• **Financial income from the profit of affiliated companies and joint ventures** in the amount of RSD 37,296 thousand relate to generated net result of the reporting period of the affiliated company Energopet Ltd.

Affiliated company Energopet Ltd., is included by the equity method into primary consolidation into consolidated financial statements of the related company Energoprojekt Industrija, and consequently into consolidated financial statements of Energoprojekt Holding.

• **Interest income (third party)** in the amount of RSD 67,376 thousand are mainly related to the following companies of Energoprojekt:

- Energoprojekt Niskogradnja in the amount of RSD 34,855 thousand predominantly from the agreed default interest invoiced to the Investor in Uganda for unpaid receivables till defined date of payment (on projects: Z-036 Streets in Kampala Kawempe-Lubaga, Uganda: RSD 14,638 thousand, Z-035 Sungira Hill, Uganda: RSD 13,438 thousand an project Z-027 Mpigi-Kanoni, Uganda: RSD 6,651 thousand).

- Energoprojekt Entel in the amount of RSD 14,688 thousand, mainly based on short term deposits with commercial banks.

- Energoprojekt Visokogradnja in the amount of RSD 6,868 thousand, mainly incurred abroad: RSD 5,690 thousand (primarily within the Energoprojekt Ghana Ltd., Accra, Ghana: RSD 5,231 thousand and Z-085 Office building Uhta, Russia: RSD 264 thousand) and

- Energoprojekt Holding in the amount of RSD 6,499 thousand, based on short term deposits with commercial banks.

• **Exchange rate gains and positive currency clauses effects (third party)** amounted to RSD 282,145 thousand dinars, while exchange rate losses and negative currency clause effects amounted to RSD 262,913 thousand, so that in the reporting period recorded net exchange gains and positive currency clauses effects in the amount of RSD 19,232 thousand.

From the beginning of the year until June 30, 2018 appreciated to EUR by 0.34% (in 2017 by 4.05%), depreciated to USD by 2.24% (in 2017 appreciated by 15.38%) and to RUB by 6.07% (in 2017 by 10.95%).

18.2. Financial Expense

Structure of financial expense	In RSD thousand	
	01/01-30/06/18	01/01-30/06/17
Financial expenses from transactions with other related company	3,370	31,177
Financial expense from the losses of affiliated companies and joint ventures	3,283	75
Other financial expenses		
<i>Total financial expenses from related parties and other financial expenses</i>	<i>6,653</i>	<i>31,252</i>
Interest expenses (third party)	182,145	170,178
Exchange rate losses and negative currency clause effects (third party)	262,913	1,098,935
TOTAL	451,711	1,300,365

- **Financial expense from transactions with other related companies** in the amount of RSD 3,370 thousand recorded as based on negative FX differences and expenses incurred from the effects of FX clauses recorded in Energo Nigeria Ltd., Lagos, Nigeria: RSD 2,596 thousand, in Energoprojekt Oprema and company Enjub Ltd.: RSD 774 thousand in Energoprojekt Holding and Energoprojekt Urbanizam i arhitektura.

- **Financial expenses from losses of affiliated companies and joint ventures** in the amount of RSD 3.283 thousand relate to net result in the reporting period of the joint venture company Enjub Ltd. (50.00%) which were included by applying the equity method in consolidated financial statements of Energoprojekt Holding.

- **Interest expense (third party)** comprise of expenses from interest on loans and default interest incurred in debtor – creditor transactions and public duties interest in the country. Interest expenses in the amount of RSD 182,145 thousand relate predominantly to the companies within Energoprojekt:

- Energoprojekt Visokogradnja in the amount of RSD 61,127 thousand, in the country: RSD 33,096 thousand and abroad: RSD 28,031 thousand (of which in Energoprojekt Ghana Ltd., Accra, Ghana registered RSD 27,911 thousand),

- Energoprojekt Niskogradnja in the amount of RSD 57,849 thousand, in the country: RSD 29,663 thousand and abroad: RSD 28,186 thousand, primarily incurred from interest on loans granted by commercial banks and interest on leasing contracts, and

- Energoprojekt Oprema in the amount of RSD 29,836 thousand based on interest for loans granted from commercial banks, in the amount of RSD 27,294 thousand (for project Energoentar Minsk, Belarus: RSD 26,109 thousand and projects in the country: RSD 1,185 thousand) and realized invoiced receivables in the amount of RSD 2,542 thousand.

19. INCOME AND EXPENSES FROM VALUE ADJUSTMENT OF OTHER ASSETS DISCLOSED AT FAIR VALUE THROUGH INCOME STATEMENT

19.1. Income from Value Adjustment of other Assets Disclosed at Fair Value through Income Statement

Structure of income from value adjustment of other assets disclosed at fair value through income statement	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Income from value adjustment of long-term financial investments and securities available for sale	642	359
Income from value adjustment of receivables and short-term financial investments	126	1,416
TOTAL	768	1,775

• **Income from value adjustment of long-term financial investments and securities available for sale** in the amount of RSD 642 thousand relate to Energoprojekt Garant based on adjustment of fair value of old foreign currency savings bonds of the Republic of Serbia (certain series).

• **Income from value adjustment of receivables and short-term financial investments** in the amount of RSD 126 thousand relate to Energoprojekt Niskogradnja based on collected receivables from debtor Inter - most Plc. in bankruptcy, pursuant to Decision of Commercial Court in Belgrade, which were indirectly written-off before.

19.2. Expenses from Value Adjustment of other Assets Disclosed at Fair Value through Income Statement

Structure of expenses from value adjustment of other assets disclosed at fair value through Income Statement	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Expenses from value adjustment of long-term financial investments and securities available for sale	588	10,394
Expenses from value adjustment of receivables and short-term financial investments	6,164	
TOTAL	6,752	10,394

• **Expenses from value adjustment of long-term financial investments and securities available for sale** in the amount of RSD 588 thousand relate entirely to Energoprojekt Garant based on fair value adjustments of state coupon bonds of Republic of Serbia (certain series).

• **Expenses from value adjustment of receivables and short-term financial investments** in the amount of RSD 6,164 thousand dominantly refer to Energoprojekt Hidroinženjering in the amount of RSD 6,146 thousand, based on value adjustment of receivables from previous years, on projects Fedan, Jordan: RSD 4,299 thousand and Wala Dam, Jordan: RSD 1,847 thousand, based on decision of the General Manager of the Company, as a result of insecure payment due to unclear business relation with the partner concerning local taxes collection.

20. OTHER INCOME AND OTHER EXPENSE

20.1. Other Income

Structure of other income	In RSD thousand	
	01/01-30/06/18	01/01-30/06/17
Income from disposal of intangible assets, property, plant and equipment	98,299	2,560
Income from disposal of shares and securities	353,729	
Income from disposal of materials	5,732	4,056
Surpluses		
Collected written-off receivables	76,750	6,424
Income from the effects of agreed risk protection that cannot be posted in other comprehensive result		503
Income from reduction of liabilities	3,830	509
Income from release of long-term and short-term provisions		
Other income not posted elsewhere	40,155	50,604
Income from value adjustment of property, plant and equipment	5	
TOTAL	578,500	64,656

• **Income from disposal of intangible assets, property, plant and equipment** in the amount of RSD 98,299 thousand dominantly relate to Energoprojekt Holding in the amount of RSD 95,262 thousand (based on land transition as non-cash deposit as per market value and Energoprojekt Visokogradnja in the amount of RSD 2,841 thousand (mainly based on selling of equipment – digger, abroad).

• **Income from disposal of shares and securities** in the amount of RSD 353,729 thousand completely relate to Energoprojekt Holding, based on selling of share capital in Beogradsko mešovito preduzeće Plc., Belgrade in the amount of RSD 207,718 thousand and Energoprojekt Garant Ltd. in the amount of RSD 146,011 thousand (Note 26).

• **Income from disposal of materials** in the amount of RSD 5,732 thousand mostly relate to Energoprojekt Visokogradnja in the amount of RSD 3,650 thousand, mainly abroad: RSD 3,422 thousand (mostly on project Z-088 Hotel Hyatt, Rostov, Russia: RSD 2,817 thousand).

• **Collected written-off receivables** in the amount of RSD 76,750 thousand relate mostly to Energoprojekt Oprema in the amount of RSD 75,810 thousand, based on collection of previously written-off receivables from the company International Project Services Ltd. – branch working on project RTB Bor according to the agreement.

• **Income from reduction of liabilities** in the amount of RSD 3,830 thousand mostly relate to Energoprojekt Visokogradnja in the amount of RSD 2,164 thousand, mainly based on over-calculated income tax from the previous year on the project Z-085 Office Building Uhta: RSD 2,074 thousand and Energoprojekt Oprema in the amount of RSD 1,514 thousand based on agreement on out-of-court settlement with the supplier 3B Inženjering Ltd. on project RTB Bor.

• **Other income not posted elsewhere** in the amount of RSD 40,155 thousand, relate mostly to the following companies of Energoprojekt Group:

- Energoprojekt Visokogradnja in the amount of 30,719 thousand, in the country: RSD 16,412 thousand (mainly, based on damage compensation from insurance company Energoprojekt Garant, based on fire damages on project Belgrade Waterfront: RSD 15,726 thousand) and abroad: RSD 14,307 thousand (manily based on material granted by investor on project Z-085 Office building Uhta, Russia: RSD 13,657 thousand) and

- Energoprojekt Niskogradnja in the amount of RSD 7,110 thousand, mostly based on compensation for damages arising from destruction of the equipment in the amount of RSD 5,823 thousand (on projects in the country: RSD 322 thousand and projects abroad: RSD 5,501 thousand).

20.2. Other Expense

Structure of other expense	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Losses incurred from decommissioning and disposal of intangibles assets, property, plant and equipment	52,984	4,534
Losses incurred from disposal of equity investments and securities		
Losses incurred from the sales of materials	2,331	1,913
Shortages	106	
Expenses from direct write-off of receivables	358	
Expenses from decommissioning of inventories	1	
Other expenses not otherwise mentioned	36,330	46,200
Impairment of other assets		
Impairment of property, plant and equipment	59,701	964
Impairment of inventory of material and goods		
TOTAL	151,811	53,611

• **Losses from decommissioning and disposal of intangibles assets, property, plant and equipment** in the amount of RSD 52,984 thousand mainly incurred based on termination of investment property recognition (barracks in Block 11a at New Belgrade) in the amount of RSD 48,320 thousand, having in mind the cancellation of right for use of them, and consequently the annulation of the possibility of gaining the economic benefit out of it, within: Energoprojekt Visokogradnja, Energoprojekt Urbanizam i arhitektura, Energoprojekt Entel, Energoprojekt Industrija and Energoprojekt Energodata.

Aside of the mentioned, this item, among the other things, also records losses based on selling of equipment abroad, mostly in Energoprojekt Visokogradnja: RSD 3,706 thousand (crane).

• **Losses incurred from the sales of materials** in the amount of RSD 2,331 thousand entirely relate to Eneogoprojekt Visokogradnja (abroad).

• **Other expenses not otherwise mentioned** in the amount of RSD 36,330 thousand predominantly relate to the following companies of the Energoprojekt Group:

- Energoprojekt Entel in the amount of RSD 16,912 thousand, mainly based on scholarship fees and costs of donation granted abroad,
- Energoprojekt Holding in the amount of RSD 6,973 thousand dominantly based on donation granted: RSD 6,819 thousand,
- Energoprojekt Visokogradnja in the amount of RSD 4,052 thousand, mainly based on expenses of damage compensation based on out-of-court settlements in the country: RSD 2,458 thousand and donation granted costs on project Z-103 Talan Towers, Astana, Kazakhstan: RSD 1,547 thousand,
- Energoprojekt Oprema in the amount of RSD 3,870 thousand, mainly based on costs for damage compensation: RSD 3.849 thousand and
- Energoprojekt Niskogradnja in the amount of RSD 1,952 thousand dominantly abroad: RSD 1,766 thousand, mostly based on driving offences and penalties in Uganda: RSD 1,014 thousand.

21. NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGE IN ACCOUNTING POLICIES AND ADJUSTMENTS OF ERRORS FROM PREVIOUS YEARS

Structure of net profit/loss from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Net profit from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year		
Net loss from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year	61,861	33,701
TOTAL	(61,861)	(33,701)

- **Net loss from discontinued operations effects of change in accounting policy and adjustment of errors from previous year** in the amount of RSD 61.861 thousand came as a result of, mainly, subsequently determined profit and /or loss from previous period in the amounts that are of no material significance and which were credited/debited to the current period mainly within Energoprojekt Niskogradnja in the amount of RSD 40,194 thousand (mainly on project Lajkovac - Ljig as net effect of correction of over-calculated income based on works realized in December 2017: RSD 145,241 thousand and over-calculated losses based on subcontractors' works realized in December 2017: RSD 105,047 thousand.

22. PROFIT BEFORE TAX

Structure of gross result	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Operating income	10,742,878	17,467,787
Operating expenses	10,683,903	16,660,555
<i>Operating result</i>	<i>58,975</i>	<i>807,232</i>
Financial income	423,673	1,359,113
Financial expenses	451,711	1,300,365
<i>Finanial result</i>	<i>(28,038)</i>	<i>58,748</i>
Income from value adjustment of other assets disclosed at fair value through income statement	768	1,775
Other revenues	578,500	64,656
Expenses from value adjustment of other assets disclosed at fair value through income statement	6,752	10,394
Other expenses	151,811	53,611
<i>Result of other revenues and expenses</i>	<i>420,705</i>	<i>2,426</i>
<i>Result from regular operations before tax</i>	<i>451,642</i>	<i>868,406</i>
Net profit from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year		
Net loss from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year	61,861	33,701
<i>Result from other business activities</i>	<i>358,844</i>	<i>(31,275)</i>
TOTAL INCOME	11,745,819	18,893,331
TOTAL EXPENSES	11,356,038	18,058,626
PROFIT/LOSS BEFORE TAX	389,781	834,705

23. EARNINGS PER SHARE

Indicator	<i>In RSD thousand</i>	
	<i>01/01-30/06/18</i>	<i>01/01-30/06/17</i>
Net-profit pertaining to parent company shareholders	254,893	639,420
Weighted average number of regular shares in the period	10,833,592	10,857,882
Profit per share (RSD)	23.53	58.89

Earnings per share is calculated by dividing the net-profit pertaining to parent company shareholders with weighted average number of regular shares in the period, excluding the regular shares that Company (or companies within Energoprojekt Group) acquired and which are registered as own shares.

BALANCE SHEET

24. INTANGIBLE ASSETS

In RSD thousand

Structure of intangible assets	Development investments	Software and other rights	Intangible assets in progress	Total
<i>Purchase Value</i>				
Balance as at January 1, 2018	4.945	198.476		203.421
New purchases		22.170		22.170
Disposal and decommissioning				
Increase by transfer from investments in progress				
Other transfers (from)/to				
FX gains and losses		884		884
Other increase (decrease) - selling of EP Garant		(5.847)		(5.847)
Balance as at June 30, 2018	4.945	215.683		220.628
<i>Value adjustment</i>				
Balance as at January 1, 2017	1.896	154.228		156.124
Depreciation	247	9.268		9.515
Disposal and decommissioning				
FX gains and losses		815		815
Other increase (decrease) - selling of EP Garant		(3.942)		(3.942)
Balance as at June 30, 2018	2.143	160.369		162.512
<i>Net book value</i>				
31/12/2017	3.049	44.248		47.297
30/06/2018	2.802	55.314		58.116

Software and other rights as at June 30, 2018 relate to various software used by the Energoprojekt for own purposes, which are depreciated in compliance with the relevant accounting policy.

Investment in software and other rights in the amount of RSD 22,170 thousand, relate mainly to Energoprojekt Hidroinženjering in the amount of RSD 13,045 thousand, Energoprojekt Visokogradnja in the amount of RSD 5,466 thousand and Energoprojekt Entel in the amount of RSD 2,338 thousand.

25. PROPERTY, PLANT AND EQUIPMENT

In RSD thousand

Structure of property, plant and equipment	Land	Buildings	Plant and Equipment	Investment property and investment property in progress	Other property, plant and equipment	Property, plant and equipment in progress	Investment in other property plant and equipment	Advances for property, plant and equipment	Total
<i>Purchase Value</i>									
Balance as at January 1, 2018	707.917	6.971.953	10.310.553	3.330.495	231.150	332.034	107.175	44.664	22.035.941
Purchase during the year		18.208	50.149	1.892	3.137	25.133			98.519
Increase by transfer from investments in progress			106			(106)			
Transfer to fixed assets hold for sale									
Other transfer from (to)									
Disposal and Decommissioning			(33.609)	(48.319)	(192)				(82.120)
Profit/(loss) included in Report on "Other result" (group 330)									
Profit/(loss) included in Income Statement				(59.701)					(59.701)
Impairment									
FX gains and losses	176	17.074	35.637	51.719	(1)				104.605
Other increases (decreases) - selling of EP Garant			(8.674)	(232.626)		95.262			(146.038)
Balance as at June 30, 2018	708.093	7.007.235	10.354.162	3.043.460	234.094	452.323	107.175	44.664	21.951.206
<i>Valuation adjustment</i>									
Balance as at January 1, 2018		140.707	7.219.331		113.130		62.295		7.535.463
Depreciation		51.041	271.031		7.389		31.147		360.608
Otuđenje i rashodovanje			(24.513)		(154)				(24.667)
Transfer to fix asset hold for sale									
Other transfer from (to)									
Impairment									
FX gains and losses		1.644	24.158						25.802
Other increases (decreases) - selling of EP Garant		358	(5.041)						(4.683)
Balance as at June 30, 2018		193.750	7.484.966		120.365		93.442		7.892.523
<i>Net book value</i>									
Balance as at December 31, 2017	707.917	6.831.246	3.091.222	3.330.495	118.020	332.034	44.880	44.664	14.500.478
Balance as at June 30, 2018	708.093	6.813.485	2.869.196	3.043.460	113.729	452.323	13.733	44.664	14.058.683

• **Land**

Value of land of the Energoprojekt Group amounting to RSD 708,093 thousand primarily relate to the Energoprojekt Visokogradnja in the amount of RSD 517,408 thousand (land owned by Energoprojekt Montenegro Ltd. in Montenegro, land owned by Energoprojekt Ghana Ltd. in Ghana and in the country – land in Ub and in Stara Pazova), Energoprojekt Niskogradnja in the amount of RSD 97,292 thousand (land in Peru and in the country – in Stara Pazova) and to the Energoprojekt Oprema Company in the amount of RSD 75,058 thousand (Sevino polje plot – in New Belgrade).

• **Buildings**

Measuring of buildings after their initial recognition, transition was made from Cost model to the Revalorization model.

As at June 30, 2018 buildings were presented according to their revalorization value, in the amount of RSD 6,813,485 thousand. As at June 30, 2018 revalorization value was defined by fair value ultimate appraisal, reduced for subsequent accumulated depreciation in the reporting period. Since the fair value result was insignificantly changed, there were no need to perform another fair value appraisal at balance sheet day, June 30, 2018. Instead, pursuant to the relevant provisions of IAS 16, it is necessary to perform revalorization process once in three to five years. Residual value useful life appraisal was performed on December 31, 2017 pursuant to IAS 16 provisions.

The most important buildings on the level of system Energoprojekt are as follows:

- Office building in Bulevar Mihaila Pupina, in New Belgrade;
- A part of Samacki Hotel Complex of the Energoprojekt Holding in Zemun;
- A part of the office building Cruz del Sur of the Energoprojekt Niskogradnja in Peru; and
- Office building of the Energoprojekt Entel in Oman;

Investment in buildings in the amount of RSD 18,208 thousand, mainly relate to Energoprojekt Visokogradnja in the amount of RSD 17,834 thousand, based on purchasing the building for workers' accommodation and warehouse in Siktivkar, Russia.

• **Plant and Equipment**

As at December 31, 2017, appraisal of the residual value and the remaining useful life of the equipment with significant accounting value were performed, pursuant to IAS 16.

In acquisitions of plant and equipment in the reporting period that amounted to RSD 50,149 thousand the largest share belongs to Energoprojekt Entel, in the amount of RSD 16,319 thousand (mainly, in the country: RSD 12,199 thousand and Energoprojekt Entel L.L.C., Muscat, Sultanate of Oman: RSD 3,105 thousand), Energoprojekt Niskogradnja in the amount of RSD 16,181 thousand (in the country: RSD 8,910 thousand and abroad: RSD 7,271 thousand, mainly in Uganda), Energoprojekt Visokogradnja in the amount of RSD 4,702 thousand (mainly in the country: RSD 4,359 thousand) and Energoplast in the amount of RSD 4,175 thousand.

Of the total items in the reporting period, the amount of RSD 4.105 thousand entirely relates to Energoprojekt Niskogradnja.

Liabilities of the Energoprojekt Group based on the financial lease are explained in the Note 38.2.

• **Investment property** as at June 30, 2018. amount to RSD 3,043,460 thousand.

The most significant investment properties on the level of Energoprojekt Group are as follows:

- Office building in Moscow, Dom 12;
- Office and residential premises of the Zambia Engineering and Contracting Company Limited, Zambia;
- Office and residential premises of the Energoprojekt Zambia Limited, Zambia
- A part of the office building Cruz del Sur of the Energoprojekt Niskogradnja in Peru,
- Office premises of Energoprojekt Energodata in Palmira Toljatija Street (Business and Commercial Center „Stari Merkator“) in New Belgrade and
- A part of complex „Samački hotel“ of Energoprojekt Holding in Zemun.

Valuation of the fair value of investment property as at December 31, 2017. was performed by independent valuers with recognized and relevant professional qualifications and recent relevant work experience with relevant locations and categories of investment property appraised.

Decrease in investment properties in the amount of RSD 287,035 thousand, mostly relate to derecognition of investment property value based on:

- selling of share capital in Energoprojekt Garant (Note 2): RSD 232,626 thousand (business premises at Goce Delčeva Street, in New Belgrade, residence building at Zoran Đinđić Av., in New Belgrade and business premises in YU Business Center in New Belgrade) and
- termination of recognition of barracks in Block 11a in New Belgrade: RSD 48,319 thousand (having in mind the lost right for use and consequently the lack of possibility of gaining some economic income in future) within Energoprojekt Visokogradnja, Energoprojekt Urbanizam i arhitektura, Energoprojekt Entel, Energoprojekt Industrija and Energoprojekt Energodata.

In the reporting period, the Energoprojekt Group generated income from the rent of investment property in the amount of RSD 48,630 thousand, and the main share of such amount relate to the income generated from the rent of the office building in Moscow (within Dom 12 S.A.L, Lebanon): RSD 13,319 thousand, a number of properties in Lusaka, Zambia (within Zambia Engineering and Contracting Company Limited, Zambia): RSD 14,450 thousand, a number of properties in New Belgrade (within Energoprojekt Garant): RSD 4,748 thousand, business premises in London (within I.N.E.C. Engineering Company Limited, UK): RSD 3,917 thousand, a part of complex „Samački hotel“ (within Energoprojekt Holding): RSD 3,869 thousand and a part of office building „Cruz del Sur“ in Peru (within Energoprojekt Niskogradnja): RSD 3,143 thousand.

Information on mortgages on the system Energoprojekt properties is presented in detail in Note 45.

- **Property, plant and equipment in progress** in the amount of RSD 452,323 thousand and mostly, in the amount of RSD 375,660 thousand relate to construction land and temporary constructed objects planned for demolition, within Energoprojekt Park 11 to build a business and residence building Park 11 in Block 11a in New Belgrade.

- **Advances paid for property, plant and equipment** in the amount of RSD 44,664 thousand relate to advance payment to the Republic of Serbia for the property purchase in Uganda, Peru and Nigeria.

26. LONG-TERM FINANCIAL INVESTMENTS

Structure of long-term financial investments	In RSD thousand	
	30/06/2018	31/12/2017
Shares in affiliated companies and joint ventures	570,322	785,393
Shares in other companies and other available for sale securities	200,089	118,527
Other long-term financial investments	241,873	193,069
TOTAL	1,012,284	1,096,989

- **Shares in affiliated companies and joint ventures** in the amount of RSD 570,322 thousand are presented in the following table.

Equity investments in affiliated legal entities and joint ventures	In RSD thousand	
	30/06/2018	31/12/2017
Energo Nigeria Ltd., Lagos, Nigeria		249,411
Energopet Ltd., Belgrade	512,232	474,965
Fima See Activist Plc., Belgrade	34,583	34,228
Enjub Ltd., Belgrade	23,507	26,789
TOTAL	570,322	785,393

Based on recorded recapitalization of Energo Nigeria Ltd., Lagos, Nigeria, there has been a change in share of Energoprojekt Oprema in capital of Energo Nigeria Ltd., Lagos, Nigeria, from 40.00% to 24.92%, and consequently the share of Energoprojekt Holding in mentioned company has been (indirectly) reduced to 16.91%. As a result, Energo Nigeria Ltd., Lagos, Nigeria in consolidated financial statements of Energoprojekt Holding is recorded as *other related legal entities*, and not as *affiliated legal entities* as it was before (Note 2).

Energoprojekt Holding Plc., Belgrade

Financial data pertaining to Energopet Ltd. Belgrade on the 33.33% equity share of Energoprojekt Industrija in the affiliate is presented in the following table.

Energopet Ltd., Belgrade	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Non-current assets	420,048	404,341
Operating assets	800,945	459,820
Assets	1,220,993	864,161
Liabilities	708,761	389,196
Capital	512,232	474,965
	<i>30/06/2018</i>	<i>31/12/2017</i>
Income	647,450	611,261
Net profit of the current period	37,267	33,430

Financial data pertaining to affiliate Fima See Activist, Plc. Belgrade on the 30.45% (December 31, 2017.: 30.16%), equity share of Energoprojekt Holding in the affiliate is presented in the following table.

Fima See Activist Plc., Belgrade	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Non-current assets		
Operating assets	34,698	34,377
Assets	34,698	34,377
Liabilities	115	149
Capital	34,583	34,228
	<i>30/06/2018</i>	<i>31/12/2017</i>
Income	4,691	5,613
Net profit of the current period	29	(75)

Financial data pertaining to Enjub Ltd. Belgrade on the 50.00% equity share of Energoprojekt Holding in the joint venture is presented in the following table.

Enjub Ltd., Belgrade	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Non-current assets	128,904	128,957
Operating assets	139,090	139,102
Assets	267,994	268,029
Liabilities	244,487	241,240
Capital	23,507	26,789
	<i>30/06/2018</i>	<i>31/12/2017</i>
Income	2,093	5,310
Net profit / (loss) of the current period	(3,283)	457

• **Shares in other companies and available for sale securities** in the amount of RSD 200,089 thousand are presented in the following table.

Shares in other companies and available for sale securities	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Shares in other companies		
a) Other related legal entities	161,298	
a) Banks, financial organisations and other legal entities	38,778	118,514
b) Other securities available for sale	13	13
TOTAL	200,089	118,527

Shares in other legal entities in the amount of RSD 161,298 thousand entirely relate to Energo Nigeria Ltd., Lagos, Nigeria, which has been, as affiliated company of Energoprojekt Oprema, included by the equity method through primary consolidation into consolidated financial statements of Energoprojekt Oprema (24.92%), meanwhile in consolidated financial statements of Energoprojekt Holding was recorded as *other related legal entities*, having in mind that Energoprojekt Holding, indirectly, has a share of 16.91% in mentioned company (Note 2).

Financial information for Energo Nigeria Ltd., Lagos, Nigeria, in the amount of 24.92% (December 31, 2017: 40.00%), which is the share of Energoprojekt Oprema in capital of the mentioned company are presented in the following table.

Energo Nigeria Ltd., Lagos, Nigeria	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Capital	161,298	249,411
	<i>30/06/2018</i>	<i>31/12/2017</i>
Net profit of the current period	4,422	5,417

Share in capital of affiliated and other related companies, based on relevant legal provisions of IAS 27 – Separate Financial Statements, within the company are included in bookkeeping records following the Cost method.

Share in banks, financial organizations and other legal entities in the amount of RSD 38,778 thousand, relate, mostly, to Energoprojekt Holding, in the amount of RSD 37,845 thousand (Jubmes banka Plc., Dunav osiguranje Plc., and other).

Share in capital of other legal entities and other securities available for sale are valued by their market (fair) value.

Decrease in share in banks, financial organisations and other legal entities, comparing to the end of last year in the amount of RSD 79,736 thousand are recorded based on:

- sell of 441 share of Beogradsko mešovito preduzeće Plc., Belgrade (on March 14, 2018): RSD 88,988 thousand in Energoprojekt Holding (Note 20.1) and

- positive effect of impairment of securities value, which are part of portfolio of securities, with their fair value on secondary securities market, as at financial statements reporting day: RSD 9,252 thousand.

• **Other long-term financial investments** in the amount of RSD 241,873 thousand are presented in the following table.

Other long-term financial investments	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Housing loans granted to employees	35,333	36,432
Deposits for bank guarantees	96,143	43,961
Other	110,397	112,676
TOTAL	241,873	193,069

Long-term housing loans granted to employees are interest-free and in compliance with the Housing Loan Agreement provisions and pursuant to the Law on Amendments and Addenda to the Law on Housing, the Company performs legally prescribed revalorization of loan instalments based on the trends in consumer prices in the Republic of Serbia for the accounting period in question. Of the total of RSD 35,333 thousand, the largest portion relates to Energoprojekt Visokogradnja in the amount of RSD 21,983 thousand, Energoprojekt Oprema in the amount of RSD 8,686 thousand and Energoprojekt Niskogradnja in the amount of RSD 2,766 thousand.

Deposits for bank guarantees in the amount of RSD 96,143 thousand entirely relate to Energoprojekt Entel (within Energoprojekt Entel LTD, Doha, Qatar: RSD 22,410 thousand and Energoconsult L.L.C., Abu Dhabi, UAE: RSD 73,733 thousand).

Other long-term financial investments in the amount of RSD 110,397 thousand relate to the following Companies of the Energoprojekt Group:

- Energoprojekt Visokogradnja in the amount of RSD 90,790 thousand, the largest share of which or RSD 82,407 thousand relate to a building within the tourist complex of Crni Vrh (which has not yet been completed), in which the Company holds ownership rights up to 5%, based on its co-financing; and

- Energoprojekt Entel in the amount of RSD 19,607 thousand, based on deposits for working visas in the amount of RSD 13,411 thousand (within Energoconsult L.L.C., Abu Dhabi, UAE) and the deposits for apartments abroad in the amount of RSD 6,196 thousand (mainly within Energoconsult L.L.C., Abu Dhabi, UAE: RSD 3,016 thousand and Energoprojekt Entel LTD, Doha, Qatar: RSD 2,469 thousand).

27. LONG-TERM RECEIVABLES

Structure of long-term receivables	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Receivables from other related companies	112,109	112,493
Doubtful receivables	531	
Other long-term receivables	1,023,157	917,268
TOTAL	1,135,797	1,029,761

• **Receivables from other related companies** in the amount of RSD 112,109 thousand relate to the receivables of Energoprojekt Oprema from Energo Nigeria Ltd., Lagos, Nigeria, based on the long-term guarantee deposit in its projects abroad.

• **Other long-term receivables** in the amount of RSD 1,023,157 thousand comprise only of the receivables of the Energoprojekt Entel Company based on its long-term receivables for guarantee deposit, which is in most of the cases a deposit amounting to 10% of the invoice amount and which can be collected only upon works completed on related project (within Energoprojekt Entel Ltd. Doha, Qatar: RSD 875,391 thousand, Energoprojekt Entel L.L.C., Muscat, Sultanate of Oman: RSD 81,538 thousand and Energoconsult L.L.C., Abu Dhabi, UAE: RSD 66,228 thousand).

28. INVENTORIES

Structure of inventories	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Material, parts, tools and small inventories	905,659	1,176,893
Work and services in progress	2,294,000	2,539,578
Finished products	184,326	193,644
Goods	21,964	17,515
Non-current assets held for sale	50,688	50,688
Advances paid for inventories and services:		
a) Advances paid for inventories and services to other related companies	121,904	121,904
b) Advances paid for material, parts and inventory	114,261	154,448
c) Advances paid for goods	339	1,068
d) Advances paid for services	444,429	318,927
<i>Total</i>	<i>680,933</i>	<i>596,347</i>
TOTAL	4,137,570	4,574,665

• **Material, parts, tools and small inventories** in the amount of RSD 905,659 thousand relate predominantly to the following companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 612,570 thousand, out of which inventories abroad amount to RSD 426,346 thousand (Uganda: RSD 281,329 thousand, Peru: RSD 145,017

thousand), and inventories in the country amount to RSD 186,224 thousand. Stock levels, primarily those of the materials and parts, are determined by the work schedule and timely supply in the relevant regions,

- Energoprojekt Visokogradnja in the amount of RSD 173,952 thousand, out of which inventories abroad amount to RSD 80,050 thousand (mainly on projects Z-103 Talan Towers, Astana, Kazakhstan: RSD 25,106 thousand, Z-096 Forte banka, Astana, Kazakhstan: RSD 20,152 thousand and Z-088 Hotel Hyatt Rostov, Russia: RSD 19,322 thousand), meanwhile the inventories in the country amount to RSD 93,902 thousand (mainly in spareparts warehouse in Voždovac: RSD 24,977 thousand and Belgrade Waterfront: RSD 24,866 thousand),

- Energoprojekt Oprema in the amount of RSD 52,328 thousand, out of which mainly relate to the central warehouse: RSD 28,521 thousand and warehouse for energetic projects: RSD 21,697 thousand and

- Energoplast in the amount of RSD 52,444 thousand, out of which material inventories amount to RSD 27,658 thousand, parts inventories amount to RSD 30,408 thousand and tools and small inventories RSD 812 thousand.

• **Work and services in progress** in the amount of RSD 2,294,000 thousand relate to following companies of the Energoprojekt Group:

- Energoprojekt Sunnyville in the amount of RSD 1,357,431 thousand, relate to production in progress based on construction of business and residential complex „Sunnyville“ in Belgrade,

- Energoprojekt Visokogradnja in the amount of RSD 757,304 thousand, out of which work in progress in the country amounts to RSD 240,355 thousand (based on own investments in Belgrade, in Knez Danilova Street: RSD 81,337 thousand, in Bežanijska Kosa: RSD 48,374 hiljada dinara, thousand, in Voždovac: RSD 25,938 thousand and in Bor, in Bor Shopping Mall: RSD 84,706 thousand), and abroad RSD 516,949 thousand (based on the works on the residential complex Sistet Bare in Herceg Novi, Montenegro),

- Energoprojekt Niskogradnja in the amount of RSD 142,293 thousand relate to production of crushed stone and concrete agregate in projects abroad (in Peru, on projects Z-034 Road Puerto Bermudez: RSD 136,246 thousand and Z-030 Chancay and Rucuy: RSD 6.048 thousand) and

- Energoprojekt Park 11 in the amount of RSD 36,972 thousand, relate to production in progress based on construction of business and residence building Park 11 in Block 11a in New Belgrade.

• **Finished products** in the amount of RSD 184,326 thousand relate to the following companies of the Energoprojekt Group:

- Energoprojekt Visokogradnja in the amount of RSD 130,872 thousand relate to the constructed but not sold properties in Cara Nikolaja Street: RSD 111,114 thousand and in Bežanijska Kosa: RSD 19,758 thousand and

- Energoplast in the amount of RSD 53,454 thousand, that relate to the finished plastic stoppers.

Increase/(decrease) of inventories value of unfinished production and finished products was presented within business expenses in balance sheet.

• The total value of **goods** in the amount of RSD 21,964 thousand, mainly relate to Energoprojekt Niskogradnja in the amount of RSD 8,754 thousand (based on invoiced supply of material and spare parts on project Z-034 San Alejandro Puerto Bermudez in Peru, which were not received till June 30, 2018 – Goods on the way), Energoplast in the amount of RSD 6,008 thousand (purchased finished plastic caps for further sale) and Energoprojekt Visokogradnja in the amount of 5,558 thousand (goods in transit warehouse in Stara Pazova: RSD 3,130 thousand and inventory consisted of stone for further processing: RSD 2,428 thousand).

• **Non-current assets held for sale** amount to RSD 50,688 thousand and entirely relate to Energoprojekt Niskogradnja.

- An overview of land and property held for sale in Energoprojekt Niskogradnja is presented below.

Description	Location	Surface Area in sq.m	Present Value In RSD thousand
Land - Mombasa Road, Kenya	Nairobi, Kenya	12,140.55	4,066
Land "Santa Clara", Peru	Santa Clara, Lima, Peru	23,009.70	18,601
Warehouse facility "Santa Clara", Lima	Santa Clara, Lima, Peru	792.35	22,273
Business premises - Buenos Aires, Argentina	Buenos Aires, Argentina	86.30	5,748
TOTAL			50,688

Reclassification of land for sale was performed based on the Decision passed by the Board of Directors of the Energoprojekt Niskogradnja from 2012, on the sale of land in Kenya and land "Santa Clara" in Lima, Peru, with accompanying facilities (warehouse facility); the total value thereof is RSD 22,667 thousand and the value of buildings held for sale amount to RSD 22,273 thousand in compliance with IFRS 5.

Based on the Decision of competent body of the Company from 2011, on the sale of office and residential facilities in Argentina, reclassification of these facilities was performed into the facilities held for sale amounting to RSD 5,748 thousand, in compliance with IFRS 5.

The Company intends to realize the above mentioned plans to sell and further activities on the realization of these plans are undertaken.

• **Advances paid for inventories and services to other related companies** in the amount of RSD 121,904 thousand and entirely relate to Energoprojekt Oprema, based on advances paid for services to company Energo Nigeria Ltd., Lagos, Nigeria.

• **Advances paid for material, spare parts and inventory** in the amount of RSD 114,261 thousand relate, mainly, to the following companies of the system Energoprojekt:

- Energoprojekt Visokogradnja in the amount of RSD 81,302 thousand, out of which advances paid abroad amount to RSD 56,847 thousand, and in the country 24,455 thousand and

- Energoprojekt Oprema in the amount of RSD 25,653 thousand out of which for advances paid for projects in the country amount to RSD 4,909 thousand, and those paid to suppliers abroad amount to RSD 20,744 thousand (in Nigeria).

• **Advances paid for services** in the amount of RSD 444.429 thousand, relate, mostly, to the following companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 366,126 thousand relate, mainly, to advances paid to suppliers for projects in the country: RSD 315,562 thousand (mainly for project Tramways over the Ada Bridge: RSD 294,871 thousand and project Lajkovac - Ljig: RSD 20,241 thousand) and abroad: RSD 50,564 thousand (Uganda and Peru),

- Energoprojekt Visokogradnja in the amount of RSD 33,178 thousand, entirely relate to activities abroad,

- Energoprojekt Oprema in the amount of RSD 20,961 thousand relate to advances paid to suppliers for projects in the country: RSD 20,615 thousand (mainly for project Power Line Leskovac-Makedonija: RSD 15,595 thousand and project Ada Mall: RSD 2,007 thousand) and projects abroad: RSD 346 thousand.

29. RECEIVABLES FROM SALES

Structure of receivables from sales	In RSD thousand	
	30/06/2018	31/12/2017
Local buyers - other related companies	3,536	3,542
Foreign buyers - other related companies	594,030	703,171
Local buyers	3,046,928	3,781,621
Foreign buyers	5,542,951	5,187,704
Other receivables based on sale		3,017
TOTAL	9,187,445	9,679,055

• **Local buyers - other related companies** in the amount of RSD 3,536 thousand relate to the receivables from joint venture Enjub Ltd., mostly to Energoprojekt Visokogradnja in the amount of RSD 2,122 thousand.

• **Foreign buyers – other related companies** in the amount of RSD 594,030 thousand relate to receivables from the company Energo Nigeria Ltd., Lagos, Nigeria, in Energoprojekt Oprema.

• **Local buyers** amounting to RSD 3,046,928 thousand and relate primarily to the receivables of Energoprojekt Niskogradnja: RSD 1,906,965 thousand, Energoprojekt Visokogradnja: RSD 528,493 thousand, Energoprojekt Entel in the amount of RSD 290,576 thousand and Energoplast in the amount of RSD 131,676 thousand.

Structure of **local buyers** is presented in the following table as at the financial statements date in system Energoprojekt companies, with the highest amount of such receivables.

Energoprojekt Holding Plc., Belgrade

Structure of local buyers	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
<i>Energoprojekt Niskogradnja:</i>		
China Shandong Intern.E&T org. Belgrade (project Lajkovac - Ljig)	1.852.401	1.898.091
Beoland - Belgrade (Project Tram ways over Ada Bridge)	9.517	
Savremena Gradnja Dumača Ltd. (Projekat Tramvajska pruga preko mosta na Adi)	5.615	
Trgovina Tadić Ltd. (Project Lajkovac - Ljig)	2.131	
West - Gradnja Ltd. (Project Lajkovac - Ljig)	2.126	5.145
Other	35.175	283.780
Total	1.906.965	2.187.016
<i>Energoprojekt Visokogradnja:</i>		
Beograd na vodi Ltd. (Project Belgrade Waterfront)	504.868	910.246
Other	23.625	28.112
Total	528.493	938.358
<i>Energoprojekt Entel:</i>		
PC Elektroprivreda Srbije	143.246	171.797
Construction Industrielles de la mediterrabee - CNIM S.A.-Branch SRB Beograd	102.963	
Beo Čista Energija Ltd.	10.502	17.682
Other	33.865	11.390
Total	290.576	200.869
<i>Energoplast:</i>		
Knjaz Miloš Plc.	26.171	13.815
Imlek Plc.	22.798	27.792
Voda vrnjci Plc.	11.393	9.969
Bahus Ltd.	9.111	5.272
Planinka Plc.	8.976	7.057
Voda Voda Ltd.	6.519	6.918
Other	46.708	16.338
Total	131.676	87.161

• **Foreign buyers** in the amount of RSD 5,542,951 thousand relate predominantly to Energoprojekt Niskogradnja, in the amount of RSD 2,776,344 thousand, Energoprojekt Entel in the amount of RSD 1,784,821 thousand, Energoprojekt Visokogradnja in the amount of RSD 529,410 thousand and Energoprojekt Hidroinženjering in the amount of RSD 341,941 thousand.

Foreign buyers as at the financial statements date in system Energoprojekt, which generated the highest amounts of trade receivables, are broken down in the following table.

Energoprojekt Holding Plc., Belgrade

Structure of foreign buyers	<i>In RSD thousand</i>	
	<i>30.06.2018.</i>	<i>31/12/2017</i>
<i>Energoprojekt Niskogradnja:</i>		
<i>Uganda:</i>		
Uganda National Roads Authority, Uganda (Z-017, Z-027 i Z-035 u 2018. god.; Z-017, Z-027, Z-031 i Z-035 u 2017. god.)	1.739.095	1.801.203
Ministry of Works and Transport (Z-010)	429.226	431.268
Kampala Capital City Authority (Z-028 i Z-036 u 2018. i 2017. god.)	235.555	134.797
The Civil Aviation Authority (Z-036 u 2018. god.; Z-037 u 2017. god.)	25.181	30.020
Other	2.094	
<i>Uganda total</i>	<i>2.431.151</i>	<i>2.397.288</i>
<i>Peru:</i>		
Consorcio Chira (Z-038)	167.006	127.840
Consorcio Vial San Alejandro (Z-034)	75.049	48.958
Sindicato Energetico SA (Z-030)	29.604	28.955
Consorcio Pericos San Ignacio, Peru (Z-023)	23.983	23.667
Empresa de Generacion Electrica Rio Banos SAC (Z-030)	18.410	18.006
Other	31.141	49.831
<i>Peru total</i>	<i>345.193</i>	<i>297.257</i>
TOTAL	<i>2.776.344</i>	<i>2.694.545</i>
<i>Energoprojekt Entel:</i>		
Energoprojekt Entel L.L.C., Doha, Qatar	1.152.327	907.904
Energococonsult L.L.C., Abu Dhabi, UAE	454.531	210.681
Energoprojekt Entel L.L.C., Muscat, Sultanate of Oman	177.963	204.707
Other		53.370
TOTAL	<i>1.784.821</i>	<i>1.376.662</i>
<i>Energoprojekt Visokogradnja:</i>		
Ziloi Property Managment (Z-105 Residence building Tokio, Siktivkar, Russia)	155.382	35.873
Cargo centar Ghana	144.360	194.827
Ecobank Ltd Ghana	66.671	14.867
Ernest Chemist Limited Ghana	55.898	50.928
Astana Property Menagement (Z-103 Talan Towers, Astana, Kazakhstan)	20.687	60.685
Accent Development Solutions, Astana, Kazakhstan (Z-096 Forte Banka, Astana, Kazakhstan)	20.267	19.823
Other	66.145	234.644
TOTAL	<i>529.410</i>	<i>611.647</i>

30. RECEIVABLES FROM SPECIFIC TRANSACTIONS

Structure of receivables from special transactions	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Receivables from special transactions from other related companies	39,335	30,256
Receivables from special transactions from other companies	28,822	4,081
TOTAL	68,157	34,337

• **Receivables from special transactions from other related companies** in the amount of RSD 39,335 thousand relate to Energoprojekt Oprema in the amount of RSD 37,287 thousand, based on the expenses passed through to the company Energo Nigeria Ltd., Lagos, Nigeria and to Energoprojekt Holding in the amount of RSD 2,048 thousand, based on the transfer of expenses to the Enjub Ltd. joint venture.

• **Receivables from special transactions from other companies** in the amount of RSD 28,822 thousand, dominantly relate to Energoprojekt Entel in the amount of RSD 28,054 thousand, based on receivables from 2018, from the company Perl Garden in Qatar.

31. OTHER RECEIVABLES

Structure of other receivables	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Interest and dividend receivables:		
a) Interest and dividend receivable from affiliated companies	69,422	64,819
b) Interest agreed and default interest receivable from other companies	128	109
<i>Total</i>	<i>69,550</i>	<i>64,928</i>
Receivables from employees	159,296	95,885
Receivables from state institutions		
Receivables for overpaid income tax	136,053	59,669
Receivables in respect of prepaid other taxes and contributions	17,386	14,990
Receivables for fringe benefits' returns	12,390	12,998
Receivables for damage compensation	17,663	1,954
Other short-term receivables	311,088	315,585
TOTAL	723,426	566,009

• **Interest and dividend receivables from other affiliated companies** in the amount of RSD 69,422 thousand comprise exclusively of the receivables of Energoprojekt Holding, based on the interest receivables for loans granted to the joint venture Enjub Ltd

• **Receivables from employees** in the amount of RSD 159,296 thousand relate predominantly to Energoprojekt Entel, in the amount of RSD 131,010 thousand (mainly for advance redundancy payment within Energoprojekt Entel LTD, Doha, Qatar, pursuant to local legislation), as well as for

unjustified advanced payments for working abroad, lease for employees etc., mainly within Energoprojekt Visokogradnja in the amount of RSD 10,562 thousand, Energoprojekt Niskogradnja in the amount of RSD 8,524 thousand, Energoprojekt Energodata in the amount of RSD 3,319 thousand and Energoprojekt Hidroinženjering in the amount of RSD 2,498 thousand.

- **Receivables for overpaid income tax** in the amount of RSD 136,053 thousand mainly relate to Energoprojekt Oprema in the amount of RSD 44,388 thousand (in the country), Energoprojekt Visokogradnja in the amount of RSD 40,745 thousand (dominantly for project Z-103 Talan Towers, Astana, Kazakhstan: RSD 40,737 thousand), Energoprojekt Niskogradnja in the amount of RSD 19,095 thousand and Energoprojekt Holding in the amount of RSD 16,173 thousand.

- **Receivables in respect of prepaid other taxes and contributions** amount to RSD 17,386 thousand mainly refer to Zambia Engineering and Contracting Company Limited in the amount of RSD 8,219 thousand and Energoprojekt Visokogradnja in the amount of RSD 8,206 thousand (within Energoprojekt Ghana Ltd., Accra, Ghana: RSD 8,064 thousand and in the country: RSD 142 thousand).

- **Receivables for fringe benefits' returns** (sick leaves longer exceeding 30 days, maternity leave, etc.) in the amount of RSD 12,390 thousand relate primarily to Energoprojekt Visokogradnja in the amount of RSD 4,434 thousand, Energoprojekt Niskogradnja in the amount of RSD 2,941 thousand and Energoprojekt Energodata in the amount of RSD 1,306 thousand.

- **Receivables for damage compensation** in the amount of RSD 17,663 thousand relate to Energoprojekt Visokogradnja, mainly for damage compensation by Energoprojekt Garant on project Belgrade Waterfront: RSD 15,727 thousand.

- **Other short-term receivables** amounting to RSD 311,088 thousand predominantly relate to the following companies within Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 237,186 thousand, abroad (mainly based on the receivables from Tax Administration for overpaid income tax in Peru: RSD 167,589 thousand and Uganda: RSD 10,132 thousand (which is to be used in next period for income tax payments in Peru and Uganda), receivables from Tax Administration for overpaid VAT in Uganda: RSD 39,167 thousand and based on loaned receivables to partners in Peru Consortium, for common liabilities on project (insurance, bank warranties and other costs): RSD 19,757 thousand,

- Energoprojekt Hidroinženjering in the amount of RSD 61,354 thousand, dominantly based on receivables from client Special Project for Strengthening and Expansion of TACNA Water Resources – PET, for unjustified claim warranties on project Yaraskay, Peru (at the beginning of the year the positive decision of the Arbitrage Council was made, so that lawsuits should be finished in favour of the Company) and

- Energoprojekt Visokogradnja in the amount of RSD 11,224 thousand based on receivables in the country: RSD 7,109 thousand (mainly from Mikom Ltd.: RSD 3,212 thousand, which were claimed and the court decision is been waited, concerning that the estimation of management is that receivable will be collected) and abroad: RSD 4,115 thousand (mainly for project Z-104 underground parking garage Peterhof, Russia: RSD 2.259 thousand).

32. FINANCIAL ASSETS ASSESSED AT FAIR VALUE THROUGH INCOME STATEMENT

Structure of financial assets assessed at fair value through Income Statement	In RSD thousand	
	30/06/2018	31/12/2017
Shares		1,359
Bonds		326,940
TOTAL		328,299

Decrease in item **Financial assets assessed at fair value through income statement** was recorded due to selling of the whole share of capital in Energoprojekt Garant (92.94%) by Energoprojekt Holding.

33. SHORT-TERM FINANCIAL INVESTMENTS

Structure of short term financial investments	In RSD thousand	
	30/06/2018	31/12/2017
Short-term loans and investments - other related companies	157,667	158,208
Short-term local credits and loans	1,080	48
Short-term international credits and loans	8,135	8,662
Portion of long-term financial investments with maturity date up to one year:	324	1,034
Securities held to maturity - portion with maturity date up to one year		
Other short-term financial investments:		
a) Short term deposits	1,268,391	1,479,390
b) Other short-term financial investments	2,932	2,872
<i>Total</i>	<i>1,271,323</i>	<i>1,482,262</i>
TOTAL	1,438,529	1,650,214

Short-term loans and investments - other related companies in the amount of RSD 157,667 thousand relate entirely to Energoprojekt Holding based on the loans granted to the Enjub Ltd. joint venture.

Energoprojekt Holding has collateral for the collection of payments pursuant to loan agreements concluded with the Enjub Ltd. joint venture and an extrajudicial mortgage for the entire loan amount (for apartments and business premises) in Jurija Gagarina Street in New Belgrade.

- **Short-term local credits and loans** in the amount of RSD 1,080 thousand, entirely relate to Energoplast, mainly based on non-interest loans granted to an old partner and buyer WP Distribution Ltd.: RSD 1,000 thousand (payment return term: three months and warranty: blank promissory notes).

- **Short-term international credits and loans** in the amount of RSD 8,135 thousand relate entirely to Energoprojekt Visokogradnja, to complete the work on Project Z-088 Hotel Hyatt Rostov, Russia.

• **Short term deposits** in the amount of RSD 1,268,391 thousand relate to the following companies of the Energoprojekt Group:

- Energoprojekt Entel in the amount of RSD 1,259,502 thousand, based on deposits with international commercial banks in Energoprojekt Entel Qatar: RSD 968,180 thousand (in QAR – Qatar rial, with interest rate of 1.00% to 1.40% annually. The assets were deposited exclusively for the purpose for paying the unjustified expenses of Head Office, in case the related lawsuit would be resolved in favour of Tax Administration in Qatar (Note 43.2) and within Energo Consult LLC Abu Dhabi, UAE: RSD 275,322 thousand (in AED, with interest rate of 1.01% annually. Term deposits are related to Warranty Frame of Bank of Doha, and the early withdrawal is possible only when work on projects are finished), and in the country: RSD 16,000 thousand (in RSD, with interest rate of 2.60% annually) and

- Dom 12 S.A.L. in the amount of RSD 8,889 thousand, based on foreign currency deposits in RUB at foreign commercial banks, with interest rate of 4.68% and 6.97% annually.

• **Other short term financial investments** in the amount of RSD 2,932 thousand, relate, mainly, to Energoprojekt Niskogradnja in the amount of RSD 2,727 thousand, out of which the biggest share, in the amount of RSD 2,690 thousand relate to working licences for personnel non-citizens of Republic of Uganda, pursuant to local legislation.

34. CASH AND CASH EQUIVALENTS

Structure of cash and cash equivalents	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Securities - cash equivalents		41.970
Current (business) account	394.317	137.360
Earmarked cash and letters of credit	37	-
Petty cash	284	212
Foreign currency account	1.014.548	1.584.560
Letters of credit in foreign currency	830	
Foreign currency petty cash	64.152	28.358
Other cash:		
a) Short-term deposits	641.803	590.912
b) Other cash	1.341	34.395
<i>Total</i>	<i>643.144</i>	<i>625.307</i>
Value-impaired or restricted cash	417.881	535.991
TOTAL	2.535.193	2.953.758

• **Current (business) account** of the Energoprojekt Group in the amount of RSD 394,317 thousand predominantly refer to the current accounts of the following companies of the Energoprojekt Group: Energoprojekt Holding in the amount of RSD 207,095 thousand, Energoprojekt Visokogradnja in the amount of RSD 120,003 thousand, Energoprojekt Sunnyville in the amount of RSD 21,414 thousand, Energoprojekt Entel in the amount of RSD 11,074 thousand and Energoprojekt Oprema in the amount of RSD 10,355 thousand.

• **Foreign currency account** in the amount of RSD 1,014,548 thousand predominantly refer to the foreign currency accounts of the following companies in the Energoprojekt Group: Energoprojekt Entel in the amount of RSD 479,938 thousand, Energoprojekt Hidroinženjering in the amount of RSD 193,275 thousand, Energoprojekt Niskogradnja in the amount of RSD 167,446 thousand, Energoprojekt Visokogradnja in the amount of RSD 84,424 thousand and Energoprojekt Oprema in the amount of RSD 42,359 thousand.

• **Foreign currency petty cash** in the amount of RSD 64,152 thousand primarily refer to Energoprojekt Visokogradnja in the amount of RSD 38,990 thousand, Energoprojekt Niskogradnja in the amount of RSD 14,768 thousand and Energoprojekt Entel in the amount of RSD 6,938 thousand.

• **Short term deposits** in the amount of RSD 641,803 thousand predominantly recorded within Energoprojekt Holding in the amount of RSD 586,655 thousand (in the country at Societe Generale bank, Addiko bank, Unicredit bank, Eurobank, NLB bank and Postal Savings), Energoprojekt Industrija in the amount of RSD 35,267 thousand (in the country at Unicredit bank and Jubmes bank) and Energoprojekt Visokogradnja in the amount of RSD 19,881 thousand (abroad, for project Z-105 Residence building Tokio, Siktivkar, Russia).

• **Value-impaired or restricted cash** in the amount of RSD 417,881 thousand, mainly relate to Energoprojekt Visokogradnja in the amount of RSD 414,005 thousand (based on bank deposits serving as collateral for guarantees' of overdraft loans for the needs of Energoprojekt Ghana Ltd., Accra, Ghana, at Zenith bank Ghana and UBA bank Ghana) and Energoprojekt Hidroinženjering in the amount of RSD 3,778 thousand (based on bank serving as collaterals for guarantees' issuing for the project Ourkiss, Alergeria. Cash will be available upon the termination of overdraft and release of the guarantees in question.).

35. VALUE ADDED TAX AND PREPAYMENTS AND ACCRUED INCOME

35.1. Value Added Tax

Structure of VAT	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Value added tax	398,743	408,336
TOTAL	398,743	408,336

• **Value added tax** in the amount of RSD 398,743 thousand refer to the difference between calculated tax and input tax, and primarily in Energoprojekt Oprema in the amount of RSD 298,434 thousand (in the country: RSD 33,213 thousand – based on differences between calculated and paid previous Value Added Tax in Belarus: RSD 265,135 thousand – for tax paid on import of equipment in Belarus, and in Montenegro: RSD 86 thousand), Energoprojekt Visokogradnja in the amount of RSD 75,686 thousand and Energoplast in the amount of RSD 12,931 thousand.

35.2. Prepayments and Accrued Income and Deferred Expenses

Structure of prepayments and accrued income	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Prepayments:		
a) Prepaid subscriptions for professional publications	752	3.570
b) Prepaid rent	98.317	102.579
c) Prepaid insurance premiums	47.817	39.369
d) Prepaid advertizing and marketing expenses		15
e) Other prepaid expenses	49.564	36.419
<i>Total</i>	<i>196.450</i>	<i>181.952</i>
Receivables for accrued non-invoiced income:		
a) receivables for accrued non-invoiced income - other related entities		
b) Receivables for accrued non-invoiced income - other legal entities	5.013.313	4.321.797
<i>Total</i>	<i>5.013.313</i>	<i>4.321.797</i>
Deferred costs from liabilities		
Other accruals:		
a) Accrued Value Added Tax	9.329	98.602
b) Other deferred expenses	594.219	555.130
<i>Total</i>	<i>603.548</i>	<i>653.732</i>
TOTAL	<i>5.813.311</i>	<i>5.157.481</i>

• **Prepaid rent** in the amount of RSD 98,317 thousand refer to the following companies within Energoprojekt Group:

- Energoprojekt Entel in the amount of RSD 79,583 thousand, based on leasing of business premises and apartments for workers in companies abroad, namely in Qatar: RSD 44,864 thousand, in UAE: RSD 19,625 thousand and in Oman: RSD 15,094 thousand (those are long-term leasing agreements with next year advanced payment),

- Energoprojekt Niskogradnja in the amount of RSD 10,631 thousand, mainly based on expenses for quarry leasing in Ugandi: RSD 5,922 thousand and renting of accomodation for workers in Uganda: 4,091 thousand (those are long-term agreements, f.eg., a quarry leasing agreement is for 5 years with advanced paid rent in total) and

- Energoprojekt Visokogradnja in the amount of RSD 8,103 thousand, based on flat renting for accomodation of workers, dominantly in Ghana: RSD 7,982 thousand (those are one-year lease agreements with advanced payment).

• **Other deferred expenses** in the amount of RSD 49,564 thousand, predominantly refer to the Energoprojekt Niskogradnja in the amount of RSD 43,872 thousand, mainly based on advanced payment of: fees for arbitrage and lawyers for project Z-023 Pericos, Peru: RSD 23,350 thousand, bank guarantees expenses: RSD 8,044 thousand (for projects in Serbia: RSD 1,306 thousand and abroad: RSD 6,738 thousand) and commission expenses for credit-line maintenance in Uganda: RSD 5,561 thousand.

• **Receivables for accrued non-invoiced income – other legal entities** in the amount of RSD 5,013,313 thousand, refer primarily to the following Companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 2,294,756 thousand (mainly for works completed in the first six months of 2018: RSD 2,109,764 thousand - Note 4) for the following projects:

- Lajkovac - Ljig: RSD 1,250,180 thousand,
- Z-034 Road Puerto Bermudez, Peru: RSD 234,515 thousand,
- Z-016 Reconstruction of water basin Chavimochic, Peru: RSD 121,873 thousand,
- Z-027 Mpigi - Kanoni, Uganda: RSD 432,471 thousand,
- Z-036 Streets in Kampala Kawempe-Lubaga, Uganda: RSD 116,743 thousand,
- Landfill Vinča: RSD 62,811 thousand,
- Tramways over Ada Bridge: RSD 51,157 thousand and
- Z-023 Rehabilitation and reconstruction of Pericos Road, Peru: RSD 13,672 thousand.

- Energoprojekt Oprema in the amount of RSD 1,396,647 thousand, primarily refer to:

- Accrued non-invoiced income - project Energocentar Minsk, Belarus: RSD 1,356,392 thousand (the lawsuit with Gazprom Transgaz Belarus in progress (Note 47)),
- Accrued non-invoiced income in this year for project Ada Mall (Gradina Ltd. Zemun): RSD 10,261 thousand and
- Invoices issued in 2016 that are not certified by investor (and there is verified Construction Log Book recorded by supervisor) based on the works carried out in 2015 on the project RTB Bor: RSD 29,994 thousand (the lawsuit with SNC Lavalin in progress) (Note 47) and

- Energoprojekt Visokogradnja in the amount of RSD 740,246 thousand relate to the receivables for payment certificates submitted to the Investor for verification, but not verified before the balance sheet submission date. The largest receivables for the accrued non-invoiced income are recorded for the following projects in the country and abroad:

- Belgrade Waterfront (Beograd na vodi Ltd.): RSD 305,858 thousand,
- Chinese Cultural Center (Empiret Ltd., Belgrade): RSD 167,845 thousand,
- Prokop Railway Station (Preduzeće za izgradnju železničkog čvora Prokop): RSD 73,055 thousand,
- Navigator (GP Seven Ltd., Belgrade): RSD 32,762 thousand and
- in Energoprojekt Ghana Ltd., Accra, Ghana: RSD 158,270 thousand (mainly on project Law house Ghana: RSD 117,248 thousand).

- Energoprojekt Holding in the amount of RSD 374,540 thousand relate entirely to the realization of the Agreement on Construction of Republic of Serbia Embassy in Abuja, Federal Republic of Nigeria, a turn-key project, in the Cadastral parcel No. 313, registered in the Real Estate Registry, Cadastral Zone A00.

- Mentionig other companies of Energoprojekt Group, receivables for accrued non-invoiced income were recorded at Energoprojekt Urbanizam i arhitektura: RSD 83,248 thousand, Energoprojekt Hidroinženjering: RSD 74,561 thousand, Energoprojekt Industrija: RSD 27.656 thousand and Energoprojekt Energodata: RSD 21.659 thousand.

• **Accrued Value Added Tax (VAT)** in the amount of RSD 9,329 thousand include VAT presented in received invoices for reported year, and the right to tax return from previous period occurs in the next one, due to the fact that invoices came after the financial statement for June of the reported year. The most important amount of accrued VAT was recorded within Energoprojekt Oprema in the amount of RSD 3,360 thousand (project Energocentar Minsk, Belarus) and Energoprojekt Niskogradnja in the amount of RSD 3,158 thousand.

• **Other deferred expenses** in the amount of RSD 594,219 thousand predominantly refer to the following Companies of the Energoprojekt Group:

- Energoprojekt Oprema in the amount of RSD 507,245 thousand based on protested guarantees for work completion by investor Gazprom Transgas, Belarus on project Energocentar Minsk, Belarus, on November 10, 2017, in the amount of USD 5,006 thousand (Note 37) and
- Energoprojekt Holding in the amount of RSD 24,491 thousand, dominantly for receivables based on questioned services completed in 2017 by Ringier Axel Springer Ltd. in the amount of RSD 13,200 thousand (in April 2018 the claim was presented, with big chances of obtaining the dispute – Note 47) and calculated property tax for Q3 and Q4 of 2018, in the amount of RSD 9,247 thousand.

36. CAPITAL

Structure of capital	In RSD thousand	
	30/06/2018	31/12/2017
Equity capital (reduced for non-controlling interest in equity capital)	5.818.070	5.818.157
Own shares purchasing - <i>negative capital item</i>	49.827	49.827
Reserves	454.475	454.450
Revaluation reserves from revaluation of intangibles, property, plant and equipment	6.124.407	6.110.601
Unrealized gains from securities and other components of other comprehensible result (credit balances under accounts class 33 except 330)	233.810	114.424
Unrealized gains from securities and other components of other comprehensible result (credit balances under accounts class 33 except 330)	9.379	18.631
Retained earnings	6.659.105	6.881.068
Non-controlling interest - in equity capital	114.955	164.365
TOTAL	19.345.616	19.474.607

36.1. Equity capital

• **Share capital** - 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.

Share capital of the parent company Energoprojekt Holding as at the balance sheet date consists of 10.931.292 ordinary shares with nominal value of RSD 510.00 or RSD 5,574,959 thousand worth share capital of the majority shareholder.

- **Issuing premium** in the amount of RSD 162,693 thousand is recorded based on purchase and sale of own company shares in the period from 2006 to 2011, in the amount of RSD 237,014 thousand and based on purchase and sale of own shares at the value which is above their nominal value achieved in 2017, in the amount of RSD 74,321 thousand, reduced for the issuing premium total for 2011 (Note 36.2).

36.2. Own shares Purchased

Own shares purchased	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Own shares purchased	49.827	49.827
TOTAL	49.827	49.827

- Based on Resolution of Own shares Purchase and Sale in regulated market made by the Supervisory Board of the Company on February 13, 2017, the Company acquired on the BSE 97,700 **own shares** (equivalent to 0.89376% of the total number of shares with voting rights) with nominal value of RSD 49,827 thousand.

36.3. Reserves

Structure of reserves	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Legal reserves	218,857	218,856
Statutory and other reserves	235,618	235,594
TOTAL	454,475	454,450

- **Legal reserves** were formed in compliance with the Law on Enterprises that was in force until November 30, 2004, when the Law on Companies came into force. Each year a minimum of 5% was appropriated from the profits until the reserves' level prescribed in the Articles of Association or at least 10% of the equity capital was reached.

- **Statutory and other reserves** are reserves formed from profit in compliance with the Articles of Association and other internal acts of the Company.

By Resolution of Energoprojekt Holding Shareholders in 2017, **special purpose reserves** dedicated to acquiring of own shares for distribution to employees of the Company or related company, or for members of the Executive Board and Supervisory Board preming were formed, pursuant to art.282, parr.4, line 2) of the Company Law, in the amount of RSD 80,000 thousand.

36.4. Revaluation Reserves from Revaluation of Intangibles, Property, Plant and Equipment

Structure of revaluation reserves from intangibles, property, plant and equipment	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Revaluation reserves from revaluation of property:		
a) Revaluation reserves from revaluation of property - Energoprojekt office building	3,043,172	3,043,172
b) Revaluation reserves from revaluation of other property	990,292	986,333
<i>Total</i>	<i>4,033,464</i>	<i>4,029,505</i>
Revaluation reserves from revaluation of investment property	1,941,847	1,927,920
Revaluation reserves from revaluation of plant and equipment	149,096	153,176
TOTAL	6,124,407	6,110,601

- **Revaluation reserves from revaluation of property** in the amount of RSD 4,033,464 thousand relate to valuation of fair value of buildings (positive revaluation reserves) and application of IAS 12 – Income Taxes, 15% of revaluation reserves (negative aspect of revaluation reserves) (Note 25).

The revaluation reserves based on revaluation of property - Energoprojekt office building in the amount of RSD 3,043,172 thousand, relate to:

- the fair value booking effects of Energoprojekt office building as at December 31, 2016, in the amount of RSD 2,907,974 thousand;
- present value adjustment according to sq.m. of Energoprojekt office building, in the amount of RSD 672,228 thousand and
- 15% of income tax booking (the negative aspect of revaluation reserves) for the amount of deferred tax liabilities based on revaluation reserves, pursuant to IAS 12 – Income Taxes, in the amount of RSD 537,030 thousand.

The most significant amounts of revaluation reserves based on revaluation of other property in the amount of RSD 990,292 thousand relate to the following companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja: RSD 399,393 thousand (a part of the “Cruz del Sur“ office building in Lima, Peru, business facilities, Lima, Peru, residential building in Kampala, Uganda and other facilities in Serbia and Peru),
- Energoprojekt Visokogradnja: RSD 253,251 thousand (buildings in Belgrade, in Vozdovac and in Stara Pazova),
- Energoprojekt Industrija: RSD 92,087 thousand (real property owned by affiliated company Energopet, ltd. (33.33%): RSD 80,231 thousand and social apartments in Belgrade: RSD 11,856 thousand),
- Energo (Private) Limited, Zimbabwe: RSD 73,755 thousand (business and residential buildings in Harare, Zimbabwe) and
- Zambia Engineering and Contracting Company Limited, Zambia: RSD 68,211 thousand (business and residential buildings in Lusaka, Zambia).

• **Revaluation reserves from revaluation of investment property** in the amount of RSD 1,941,847 thousand relate to the adjustment of fair value of such investment properties, and specifically, primarily to the following companies of the Energoprojekt Group:

- Zambia Engineering and Contracting Company Limited, Zambia: RSD 921,564 thousand (business and residential facility in Zambia);
- Dom 12 S.A.L, Liban: RSD 540,422 thousand (an office building in Moscow),
- Energoprojekt Niskogradnja: RSD 144,624 thousand (a part of the “Cruz del Sur“ office building in Peru),
- I.N.E.C. Engineering Company Limited, UK: RSD 161,947 thousand (Office building in London) and
- Energoprojekt Visokogradnja: RSD 96,695 thousand.

36.5. Unrealized Gains from Securities and Other Components of Other Comprehensive Result (credit balances under account class 33, except 330)

Structure of unrealized gains from securities and other components of other comprehensive result (credit balances under account class 33 except 330)	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Unrealized gains on transaction of financial statements for international operations	233,810	114,424
TOTAL	233,810	114,424

• **Unrealized gains on transaction of financial statements for international operations** in the amount of RSD 233.810 thousand, relate mainly to Energoprojekt Entel, Energoprojekt Visokogradnja, Energoprojekt Oprema, Dom 12 S.A.L., Lebanon, I.N.E.C. Engineering Company Limited, UK and Encom GmbH Consulting, Engineering & Trading, Germany.

36.6. Unrealized Losses from Securities and Other Components of Other Comprehensive Result (debit balances under account class 33, except 330)

Structure of unrealized losses from securities and other components of other comprehensive result (debit balances under account class 33 except 330)	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Unrealized losses on securities available for sale	9,379	18,631
TOTAL	9,379	18,631

• **Unrealized losses on securities available for sale** in the amount of RSD 9.379 thousand, which predominantly relate to Energoprojekt Holding, were recorded based on the adjustment 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 security in question).

36.7. Retained Earnings

Structure of retained earnings	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Retained earnings from previous years:		
a) Balance as at January 1	6,881,068	7,470,703
b) Changes	(554,053)	(1,113,636)
<i>Total</i>	<i>6,327,015</i>	<i>6,357,067</i>
Retained earnings from the current year	332,090	524,001
TOTAL	<i>6,659,105</i>	<i>6,881,068</i>

- Total change of **retained earnings** of the current year in the amount of RSD 221.963 thousand mainly came as a result of the net profit of the Energoprojekt Group in the reporting period, in the amount of RSD 332.090 thousand and decreases based on the distribution of retained earnings for dividend payments (in Energoprojekt Holding and Energoprojekt Entel) in the amount of RSD 285,451 thousand, selling of share capital of Energoprojekt Garant in the amount of RSD 183,327 thousand and FX differences between the opening balance of the retained earnings of the companies abroad in the amount of RSD 10,838 thousand (primarily of Energoprojekt Entel in Qatar, Oman and UAE, and also due to the change of the value of local currencies linked to USD, in relation to RSD).

36.8. Non-Controlling Interest

Non-controlling interest	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Non-controlling interest - in equity capital	114,955	164,365
TOTAL	<i>114,955</i>	<i>164,365</i>

In order to properly fill out the Statement of Changes in Equity in compliance with the logical and accounting controls of the Business Registers Agency, **non-controlling interest** was determined only for the basic capital of the Companies with the shares of minority shareholders.

Energoprojekt Holding Plc., Belgrade

Non-controlling interest are broken down in the following table for the total equity of the Companies with the shares of minority shareholders.

Structure of non-controlling interest for total capital of the Companies with shares of minority shareholders	<i>in RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Equity capital	5,933,025	5,982,522
Non-controlling interest - in equity capital	(114,955)	(164,365)
<i>Total equity capital</i>	<i>5,818,070</i>	<i>5,818,157</i>
Own shares purchased	49,827	49,827
Non-controlling interest – own shares purchased		
<i>Total own shares purchased</i>	<i>49,827</i>	<i>49,827</i>
Reserves	454,475	454,450
Non-controlling interest - in reserves	(21,281)	(21,277)
<i>Total reserves</i>	<i>433,194</i>	<i>433,173</i>
Revaluation reserves from revaluation of intangibles, property, plant and equipment	6,124,407	6,110,601
Non-controlling interest - in revaluation reserves	(291,273)	(291,606)
<i>Total revaluation reserves from revaluation of intangibles, property, plant and equipment</i>	<i>5,833,134</i>	<i>5,818,995</i>
Unrealized gains from securities and other components of other comprehensive result (credit balances under account class 33 except 330)	233,810	114,424
Non-controlling interest - in unrealized gains	(6,473)	(4,016)
<i>Total unrealized gains from securities and other components of other comprehensive result</i>	<i>227,337</i>	<i>110,408</i>
Unrealized losses from securities and other components of other comprehensive result (credit balances under account class 33 except 330)	9,379	18,631
Non-controlling interest - in unrealized losses	(29)	(8,650)
<i>Total unrealized losses from securities and other components of other comprehensive result</i>	<i>9,350</i>	<i>9,981</i>
Retained earnings – previous year	6,327,015	6,357,067
Non-controlling interest in retained earnings – previous year	(595,337)	(748,959)
<i>Total retained earnings – previous year</i>	<i>5,731,678</i>	<i>5,608,108</i>
Retained earnings – current year	332,090	524,001
Non-controlling interest in retained earnings – current year	(43,457)	45,471
<i>Total retained earnings – current year</i>	<i>288,633</i>	<i>569,472</i>
Tota capital of the companies with shares of majority shareholders	<i>18,272,869</i>	<i>18,298,505</i>
Non-controlling interest - in total capital	(1,072,747)	(1,176,102)
TOTAL CAPITAL	<i>19,345,616</i>	<i>19,474,607</i>

Structure of non-controlling interest in retained earnings (net result) of current year, separated by companies within Energoprojekt Group is presented in following table.

Structure of non-controlling interest in retained earnings (net result) of current year	Percentage of share of minor shareholders	In RSD thousand	
		30/06/2018	31/12/2017
Energoprojekt Garant Plc.	7,06%		1.517
Energoprojekt Entel Plc.	13,74%	29.091	81.453
Energoprojekt Industrija Plc.	37,23%	21.215	11.117
Energoprojekt Oprema Plc.	32,13%	(13.457)	(153.263)
Energoplast Ltd.	40,00%	6.608	13.705
TOTAL		43.457	(45.471)

37. LONG-TERM PROVISIONS

Structure of long-term provisions	in RSD thousand	
	30/06/2018	31/12/2017
Provisions for warranty period costs	560,310	593,828
Provisions for wages and other employee benefits	272,821	261,347
Other long-term provisions	496,125	535,331
TOTAL	1,329,256	1,390,506

• **Provisions for wages and other employee benefits** (provisions for non-due retirement bonuses), are disclosed based on actuarial calculation.

In the projection of provision calculation pursuant to IAS 19 the deductive approach was used, meaning that all the Companies from the system Energoprojekt were treated as a whole, and based on general regularities and use of the number of employees as a template, allocation to specific Companies was performed. Considering that all subsidiaries are controlled by the same Company, the applied approach is objective and the projection results can be recognized as expected.

• **Provisions for warranty period** in the amount of RSD 560,310 thousand relate to the following companies of the Energoprojekt Group:

- Energoprojekt Entel in the amount of RSD 542,077 thousand, recorded based on provisions from previous years in Energoprojekt Entel LTD, Qatar based on project Phasa 11, Phasa 12, GTC 385 and Mega reservoirs performed for Qatar General Electricity and Water Corporation „KAHRAMAA“: RSD 488.764 thousand, and in the country, based on provisions dated on 2017 on projects Vinča – Elaboration of project documentation and Activities of Construction Manager (FIDIC engineer) on construction of the new block of thermo-plant Kostolac B3: RSD 53.313 thousand.

Costs of provisions during warranty period was performed based on the best Management assessment and based on the previous experiences and is expected to be payable in a period of less than 5 years. Final amount of liability to be paid may differ from the provision amount, depending on the future

developments. These provisions are not discounted, since the impact of such discount is of no material significance.

Comparing to the previous reporting period, increase in the said provisions in the amount of RSD 10,715 thousand entirely came as result of negative FX records (considering the activities abroad introducing in financial records of the company, pursuant to IFRS 21 – Effects of Changes in Foreign Exchange Rates).

- Energoprojekt Oprema in the amount of RSD 14,397 thousand, based on reserves from 2017, for project Power-Line Pančevo – Rumanian border: RSD 10,976 thousand and based on the rest of provisions from 2015, for projects Power-Line Belgrade - Pančevo: RSD 1,414 thousand, Prokop: RSD 1,175 thousand and Danube Overcross: RSD 832 thousand.

The Company usually provides guarantee for its products for the period of 1-5 years, depending on the project in question. Management assessed the provisions costs for the future warranty claims based on information about such claims from the previous periods, as well as based on the recent trends that may provide some indication that information on the costs from the past may differ from the future claims.

Comparing to last-years' reporting period, the decrease of the said provisions in the amount of RSD 2,906 thousand came as result of used provisions for projects Prokop: RSD 453 thousand, Danube Overcross: RSD 160 thousand, Power-line Belgrade-Pančevo: RSD 309 thousand and Power-line Pančevo-Rumanian border: RSD 1,984 thousand.

- Energoprojekt Visokogradnja in the amount of RSD 3,836 thousand based on reserves dated on 2017 for projects Z-103 Talan Towers, Astana, Kazakhstan: RSD 2,241 thousand and Sunnyville: RSD 196 thousand as well as on reserves from 2015 for project Z-096 Forte bank, Astana, Kazakhstan: RSD 1,399 thousand, completed in 2016. The provision will be closed quartaly in the next two years.

The Company usually provides guarantee for the completed buildings, which are expected to incur some expenses over the course of the warranty period. The Company assessed the provisions costs for the future warranty claims based on information about such claims from the previous periods, as well as based on the recent trends that may provide some indication that information on the costs from the past may differ from the future claims.

Comparing to last-years' reporting period, the decrease of the said provisions in the amount of RSD 41,327 thousand came as result of used provisions for projects Z-103 Talan Towers, Astana, Kazakhstan: RSD 28,684 thousand, Sunnyville: RSD 11,995 thousand and Z-096 Forte bank, Astana, Kazakhstan: RSD 648 thousand.

Changes in the structure of the long-term provisions for the costs of provisions during warranty period and other long-term provisions in the reporting period are presented in the following table.

Structure of long-term provisions	<i>In RSD thousand</i>
Balance as at January 1, 2017	400,624
Additional provisions	283,538
Used during the year	(7,544)
Release of unused provision amounts	(8,372)
Differences in foreign exchange rates	(74,418)
Balance as at January 1, 2018	593,828
Additional provisions	
Used during the year	(44,233)
Release of unused provision amounts	
Differences in foreign exchange rates	10,715
Balance as at June 30, 2018	560,310

• **Other long-term provisions** in the amount of RSD 496.125 thousand (USD 5,006 thousand) relate entirely to reserves of expenses in 2017 for assessment of the probable amount of over-calculated accrued income in financial statements of Energoprojekt Oprema for project Energoentar Minsk, Belarus, pursuant to decision of Supervisory Board of Energoprojekt Holding.

38. LONG-TERM LIABILITIES

Structure of long-term liabilities	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Long-term credits and loans:		
a) Long-term credits and loans domestic	292,890	293,895
b) Long-term credits and loans foreign countries	196,090	191,792
<i>Total</i>	<i>488,980</i>	<i>485,687</i>
Long term liabilities from financial leasing	31,073	28,310
Other long-term liabilities	19,487	11,724
TOTAL	539,540	525,721
Part of long-term liabilities with maturity date up to one year (Note 39.3.)	956,938	1,346,835

38.1. Long-Term Credits and Loans

Structure of long-term credits and loans	<i>in RSD thousand</i>	
	30/06/2018	31/12/2017
<u>In the country:</u>		
a) Long-term loans granted by banks in the country:		
Jubmes banka	72,399	72,647
Eurobanka	220,491	221,248
Total	292,890	293,895
b) Long-term loans granted by other entities in the country		
<i>Total - loans domestic</i>	292,890	293,895
<u>Abroad:</u>		
Long-term loans granted by other entities abroad	196,090	191,792
<i>Total - loans abroad</i>	196,090	191,792
TOTAL	488,980	485,687

- **Long-term loans granted by banks in the country** in the amount of RSD 292,890 thousand entirely relate to Energoprojekt Visokogradnja.

Long-term loans granted by the domestic banks as at June 30, 2018 are presented in the following tables, categorized as liabilities with maturity date up to one year (posted within other short-term liabilities, Note 39.3) and as liabilities with maturity date longer than one year (posted within long-term loans), as well as maturity dates of the long-term loans and currencies in which such loans were denominated.

Creditor	Interest rate	<i>In RSD thousand</i>			
		30/06/2018		31/12/2017	
		<i>Long-term liability</i>	<i>Short-term liability</i>	<i>Long-term liability</i>	<i>Short-term liability</i>
Energoprojekt Sunnyville					
Erste banka	3m Euribor + 3.5% ann.				800,219
<i>Svega</i>					800,219
Energoprojekt Visokogradnja:					
Eurobank	3 M Euribor +2.95% ann.	220,491	47,817	221,248	95,667
Jubmes banka	3.5% ann.	72,399	95,493	72,647	134,774
Total		292,890	143,310	293,895	230,441
Energoprojekt Niskogradnja					
Komercijalna banka	1M Bellibor + 1.20% ann.				94,300
Total					94,300
TOTAL		292,890	143,310	293,895	1,124,960

Structure of long-term loans' maturity dates	<i>in RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
1 to 2 years	292,890	72,647
2 to 5 years		221,248
TOTAL	292,890	293,895

Structure of accounting liabilities for long-term loans granted to Company as per denomination currency	<i>in RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
RSD		
EUR	292,890	293,895
TOTAL	292,890	293,895

• **Long-term loans granted by other companies abroad** in the amount of RSD 196,090 thousand relate to Energoprojekt Niskogradnja, based on liabilities towards associates engaged on the former SFRY Republics on the HPP Banieya II Project in Guinea (USD 1,935 thousand). Since the succession process of former SFRY Republics is not completed and in view of the principle of prudence, the management of the Company is of the opinion that conditions for the write-off of the said liabilities have not yet been met at the moment.

38.2. Long Term Liabilities from Financial Leasing

Structure financial leasing liabilities	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Financial leasing liabilities	31,073	28,310
TOTAL	31,073	28,310

• **Long term liabilities from financial leasing** were effectively insured as the lessor's right to return of the financial lease asset in case of defaulting.

Of the total long-term financial lease liabilities amounting to RSD 31,073 thousand, the largest share in the amount of RSD 19,958 thousand relate to Energoprojekt Niskogradnja.

Energoprojekt Holding Plc., Belgrade

Detailed information on total financial lease (long-term as well as short-term) liabilities of the Energoprojekt Niskogradnja is presented in the following table.

Creditor	Currency	Outstanding debt in currency	Outstanding debt in RSD thousand	Repayment and maturity date	Annual interest rate
<i>Lease liabilities in the country:</i>					
Soglease	EUR	277,872	32,808	monthly until 15/06/2020	6m Euribor + margins 2.99% - 3.49%
Unicredit Leasing	EUR	34,540	4,078	monthly until 15/06/2020	non-interest leasing arrangement
Unicredit Leasing	EUR	3,814	450	monthly until 11/09/2018	3m Euribor + 4.20%
Total			37,336		
<i>Lease liabilities abroad:</i>					
Banco Financiero leasing, Peru	USD	25,676	2,602	monthly until 25/11/2018	6.25%
Total			2,602		
TOTAL			39,938		

Financial lease liabilities of Energoprojekt Niskogradnja denominated in RSD as at June 30, 2018 are presented in the following table, broken down into:

- Liabilities with maturity date up to one year (posted within the short-term liabilities); and
- Liabilities with maturity date exceeding one year (posted within the long-term liabilities).

Creditor	<i>In RSD thousand</i>	
	<i>Long-term liability</i>	<i>Short-term liability</i>
Soglease, Serbia	15,880	16,928
UniCredit Leasing, Serbia	4,078	450
Banco Financiero Leasing, Peru		2,602
TOTAL	19,958	19,980

Structure of financial leasing liabilities per maturity dates	<i>In RSD thousand</i>	
	<i>Present Value</i>	<i>Future Value</i>
Up to 1 year	19,980	20,453
1 to 5 years	19,958	20,224
More than 5 years		
TOTAL	39,938	40,677

Difference between the future value of the minimum lease payments and their present value is the interest contained in the lease payment instalments.

38.3. Other Long-Term Liabilities

Structure of other long-term liabilities	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Other long-term liabilities	19,487	11,724
TOTAL	19,487	11,724

• **Other long-term liabilities** in the amount of RSD 19,487 thousand relate to the following companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 10,431 thousand, related entirely to liability for guaranteed deposit gained from Gemax Ltd. for project Railroad Pančevo,
- Energoprojekt Hidroinženjering in the amount of RSD 7,914 thousand, related entirely to liabilities for purchased software (three-year long agreement with Microsoft, with the option for the company to be the owner at the end of payment period),
- Energoprojekt Entel in the amount of RSD 1,142 thousand, related entirely to insurance policy of Energoprojekt Garant, lasting for 4 years more.

39. SHORT-TERM FINANCIAL LIABILITIES

Structure of short-term financial liabilities	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Short-term credits and loans:		
Short-term credits and loans in the country	6,877,339	6,877,337
Short-term credits and loans abroad	980,878	1,134,797
<i>Total</i>	<i>7,858,217</i>	<i>8,012,134</i>
Other short-term financial liabilities:		
a) Portion of long-term liabilities with maturity dates up to one year	956,938	1,346,835
b) Other short-term financial liabilities	2	216
Total	956,940	1,347,051
TOTAL	8,815,157	9,359,185

39.1. Short-Term Credits and Loans Domestic

Structure of short-term credits and loans in the country	In RSD thousand	
	30/06/2018	31/12/2017
Short-term loans granted by banks in the country:		
a) Loans in RSD	2,025,012	1,947,316
b) Loans with foreign currency clause	4,852,327	4,930,021
Total	6,877,339	6,877,337
TOTAL	6,877,339	6,877,337

• **Short-term loans granted by banks in the country** in the amount of RSD 6,877,339 thousand relate to the following Companies of the Energoprojekt Group:

- Energoprojekt Oprema in the amount of RSD 2,271,007 thousand, namely:
 - RSD loans granted by Jubmes bank and Societe Generale bank in the amount of RSD 65,756 thousand, with interest rate from 1m Belibor + 1.20% annually to 6.65% annually and
 - Loans with foreign currency clause (EUR) granted by AIK bank, Societe Generale bank, Unicredit bank, Raiffeisen bank, Komercijalna bank and Addiko bank, in the amount of RSD 2,205,251 thousand, with interest rate from 1m Euribor +2.50% annually 3.31% annually;
- Energoprojekt Niskogradnja in the amount of RSD 1,586,616 thousand, namely:
 - RSD loans granted by Societe General bank, Unicredit bank, Komercijalna bank and AIK bank in the amount of RSD 1,163,343 thousand, with interest rate up to 1m Belibor + 1.95% annually and
 - Loans with foreign currency clause (EUR) granted by Societe Generale bank, Komercijalna bank and Piraeus bank in the amount of RSD 423,273 thousand, with interest rate from 2.50% annually to 3m Euribor + 3.10% annually;
- Energoprojekt Visokogradnja in the amount of RSD 1,434,659 thousand, namely:
 - RSD loans granted by Societe Generale Bank, Eurobank, Unicredit bank, Jubmes bank and AIK bank in the amount of RSD 795,913 thousand, with interest rate from 3m Belibor + 1.00% annually to 6.00% annually and
 - Loans with foreign currency clause (EUR) granted by Unicredit bank, Addiko bank, Banca Intesa and Societe Generale bank in the amount of RSD 638,746 thousand, with interest rate from 2.50% to 3m Euribor + 3% annually;
- Energoprojekt Holding in the amount of RSD 1,364,861 thousand, namely:
 - Loans with foreign currency clause (EUR) granted by Erste bank, Societe Generale bank, Komercijalna bank and Banca Intesa with interest rate from 2.50% to 3m Euribor + 3.00% annually;
- Energoprojekt Hidroinženjering in the amount of RSD 161,162 thousand, namely:
 - Loans with foreign currency clause (EUR) granted by Societe Generale bank, Jubmes bank, Addiko bank and AIK bank, with interest rate from 2.50% to 3.50% annually; and
- Energoprojekt Energodata in the amount of RSD 59,034 thousand, namely:
 - Loans with foreign currency clause (EUR) granted by Komercijalna bank, with interest rate of 3m Euribor + 3.00% annually.

Repayment of short-term loans granted by domestic banks are secured by bonds provided by borrowers of credit lines and guarantee provided by Energoprojekt Holding.

Net book value of short-term loans denominated in currencies is presented in the following table.

Structure of book value of short-term credit and loans in the country denominated in foreign currencies	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
RSD	2,025,012	1,947,316
EUR	4,852,327	4,930,021
TOTAL	6,877,339	6,877,337

39.2. Short-Term Credits and Loans Foreign Countries

Structure of short-term credits and loans abroad	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Short-term loans granted by foreign banks	980,020	1,133,884
Short-term loans granted by other legal and physical persons abroad	858	913
TOTAL	980,878	1,134,797

• **Short-term loans granted by foreign banks** in the amount of RSD 980,020 thousand relate to Energoprojekt Niskogradnja in the amount of RSD 792,590 thousand (loans granted by the commercial banks in Peru and Uganda, as presented in the following table), to Energoprojekt Visokogradnja in the amount of RSD 184,107 thousand (within Energoprojekt Ghana Ltd., Accra, Ghana, based on overdraft with banks), and Zambia Engineering and Contracting Company Limited, Zambia in the amount of RSD 3,323 thousand (based on overdraft).

Energoprojekt Holding Plc., Belgrade

Detailed information on the short-term loans of the Energoprojekt Niskogradnja granted by the foreign banks is presented in the following table.

Bank	Currency	Outstanding debt balance in foreign currency	Outstanding debt balance in RSD thousand	Repayment and maturity date	Annual interest rate in foreign currency
Standard Chartered Bank, Uganda	USD	722.854	73.252	31/03/2019	9,25%
Standard Chartered Bank, Uganda	USD	1.000.000	101.337	29/12/2018	9,00%
<i>Svega Uganda</i>		<i>1.722.854</i>	<i>174.589</i>		
Banco Financiero, Peru	SOL	950.000	29.404	07.08.2018	6,70%
Banco Financiero, Peru	SOL	979.999	30.333	22/07/2018	6,70%
Banco Financiero, Peru	SOL	475.000	14.702	08.09.2018	6,70%
Banco Financiero, Peru	SOL	680.000	21.047	22/08/2018	6,70%
Banco Financiero, Peru	SOL	650.000	20.119	27/08/2018	6,70%
Banco Financiero, Peru	SOL	750.000	23.214	27/08/2018	6,70%
Banco Financiero, Peru	SOL	400.000	12.381	09.04.2018	6,70%
Banco Financiero, Peru	SOL	835.000	25.845	09.05.2018	6,70%
Banco Financiero, Peru	SOL	630.000	19.500	09.06.2018	6,70%
Banco Financiero, Peru	SOL	980.000	30.333	09.09.2018	6,70%
Banco Financiero, Peru	SOL	750.000	23.214	09.11.2018	6,70%
Banco GNB, Peru	SOL	1.000.000	30.952	28/08/2018	6,30%
Banco GNB, Peru	SOL	1.200.000	37.144	17/08/2018	6,80%
Banco GNB, Peru	SOL	700.000	21.666	08.04.2018	6,80%
Banco GNB, Peru	SOL	700.000	21.666	08.04.2018	6,80%
Banco GNB, Peru	SOL	500.000	15.476	18/09/2018	6,60%
Banco GNB, Peru	SOL	600.000	18.571	18/09/2018	6,60%
Banco GNB, Peru	SOL	850.000	26.309	27/10/2018	6,85%
Banco GNB, Peru	SOL	450.000	13.928	09.12.2018	6,80%
Banco GNB, Peru	SOL	500.000	15.476	09.12.2018	6,80%
Banco GNB, Peru	SOL	400.000	12.381	19/09/2018	6,80%
Banco GNB, Peru	SOL	450.000	13.928	19/09/2018	6,80%
Banco GNB, Peru	SOL	650.000	20.119	27/10/2018	6,85%
Banco GNB, Peru	SOL	450.000	13.928	27/10/2018	6,85%
Banco GNB, Peru	SOL	800.000	24.762	21/07/2018	6,75%
Banco GNB, Peru	SOL	450.000	13.928	21/07/2018	6,70%
Banco GNB, Peru	SOL	150.000	4.643	23/07/2018	6,70%
Banco GNB, Peru	USD	95.000	9.627	28/08/2018	5,00%
Banco GNB, Peru	USD	97.000	9.830	20/07/2018	5,10%
Banco GNB, Peru	USD	145.000	14.694	08.04.2018	5,40%
Banco GNB, Peru	USD	150.000	15.201	08.11.2018	4,80%
Banco GNB, Peru	USD	75.000	7.600	28/08/2018	4,80%
Banco GNB, Peru	USD	60.000	6.080	20/08/2018	5,00%
<i>Peru total</i>		<i>18.551.999</i>	<i>618.001</i>		
TOTAL			<i>792.590</i>		

Repayment of loans granted by banks in Peru is secured by lien on land and buildings of the Company (Note 45).

39.3. Other Short-Term Financial Liabilities

Structure of other short-term financial liabilities	In RSD thousand	
	30/06/2018	31/12/2017
Portion of long-term loans with maturity date up to one year:		
a) Portion of long-term loans in the country and abroad with maturity date up to one year	767,612	1,124,960
b) Financial lease liabilities with maturity date up to one year	22,554	55,705
c) Other long-term liabilities with maturity date up to one year	166,772	166,170
<i>Total</i>	<i>956,938</i>	<i>1,346,835</i>
Other short-term financial liabilities	2	216
TOTAL	956,940	1,347,051

• **Portion of long-term loans domestic and foreign with maturity date up to one year** in the amount of RSD 767,612 thousand relate to the following Companies of the system Energoprojekt (Note 38.1.).

- Energoprojekt Sunnyville in the amount of RSD 558,702 thousand, relate to the rest of liabilities for long-term loan from Erste Bank, with maturity up to one year (granted in EUR, interest rate 3m Euribor +3.5% per annum).

- Energoprojekt Visokogradnja in the amount of RSD 143,310 thousand, as presented in the following table.

Bank	Approval Date	Annuity Maturity Date	Currency	Approved Amount in foreign currency	Outstanding balance in RSD thousand	Interest Rate	One-off Rate	Collateral
Jubmes bank	26/06/2016 29/06/2019	at the end of each quartal	EUR	2.400.000	85.009	3.5 % annually	0,15%	Bonds and collateral of EP Holding, EP Niskogradnja, EP Oprema EP Hidroinženjering, EP Energodata and EP Industrija
Jubmes banka	05/08/2016 05/08/2019	05/05/2018 05/08/2018 05/11/2018	EUR	444.000	10.484			
Eurobank	27/01/2017- 27/01/2020	Monthly	EUR	3.000.000	47.817	3m Euribor + 2.95% annually	0,20%	Bonds and collateral of EP Holding, EP Niskogradnja and EP Oprema
TOTAL					143.310			

- Energoprojekt Niskogradnja in the amount of RSD 65.600 thousand that relate to the rest of a long-term loans granted by Komercijalna Banka, with maturity up to one year (in RSD, with interest rate of 1m Belibor + 1.20%).

- **Financial lease liabilities with maturity dates up to one year** in the amount of RSD 22,554 thousand predominantly refer to Energoprojekt Niskogradnja in the amount of RSD 19,980 thousand (Note 38.2).

- **Other long-term liabilities with maturity up to one year** in the amount of RSD 166,772 thousand relate to Energoprojekt Sunnyville in the amount of RSD 165,602 thousand (EUR 1,403 thousand based on the rest of a long-term liabilities for purchased construction land in 2017, covering area of 85.6 acre, with maturity at December 1, 2018 (in 6 (six) equal monthly installments) and Energoprojekt Hidroinženjering in the amount of RSD 1,170 thousand, based on liability for purchased software, with maturity at March 28, 2019 (Note 39.3).

40. RECEIVED ADVANCES, DEPOSITS AND BONDS

Structure of received advances, deposits and bonds	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Advances received from other related companies	33,941	33,942
Advances received from other legal entities in the country	1,250,781	1,484,044
Advances received from other legal entities, abroad	547,868	872,408
Deposits received, abroad	11,529	7,636
TOTAL	1,844,119	2,398,030

- **Advances received from other related companies** in the amount of RSD 33,941 thousand relate dominantly to liabilities towards Energo Nigeria Ltd., Lagos, Nigeria, recorded predominantly within Energoprojekt Oprema in the amount of RSD 33,132 thousand.

- **Advances received from other legal entities and persons in the country** in the amount of RSD 1,250,781 thousand mostly relate to the following Companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 418,563 thousand, based on advances received on projects: Vinča Landfill (Beo Čista Energija Ltd.): RSD 92,444 thousand and Tramways over the Ada Bridge (Direkcija za gradjevinsko zemljište i izgradnju grada Beograda): RSD 326,119 thousand,

- Energoprojekt Visokogradnja in the amount of RSD 367,289 thousand, mostly based on advances received for Chinese Cultural Center: RSD 328,319 thousand (Empire Ltd.) and Belgrade Waterfront: RSD 38,903 thousand (Beograd na vodi Ltd.) and

- Energoprojekt Oprema in the amount of RSD 326,109 thousand, mainly for advances received from investors on projects Ada Mall: RSD 206,486 thousand (Gradina Ltd.) and Kolubara Landfill (PC Elektroprivreda Srbije): RSD 107,402 thousand,

- **Advances received from other legal entities and persons, abroad** in the amount of RSD 547,868 thousand primarily refer to the following companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 424,462 thousand for advances received in Uganda in the amount of RSD 5,321 thousand (on project Z-036 Street of Kampala Kawempe Lubaga) and Peru, in the amount of RSD 419,141 thousand (for project Z-034 Road Puerto Bermudez),

- Energoprojekt Hidroinženjering in the amount of RSD 77,474 thousand, mostly for projects in Algeria: RSD 59,510 thousand and

- Energoprojekt Visokogradnja in the amount of RSD 22,961 thousand, mainly based on advances received within Energoprojekt Ghana Ltd., Accra, Ghana: RSD 21,498 thousand.

• **Deposits received, abroad** in the amount of RSD 11,529 thousand refer mainly to Zambia Engineering and Constructing Company Limited, Zambia, based on deposits received for renting of business and residential premises, in the amount of RSD 3,312 thousand, Energoprojekt Niskogradnja, based on deposits received for renting of apartments in building „Cruz del Sur“, Peru, in the amount of RSD 2,577 thousand, Dom 12 S.A.L., Lebanon, based on deposits for renting office spaces in business building in Moscow in the amount of RSD 2,371 thousand and I.N.E.C. Engineering Company Limited, UK, based on received deposits for renting of business premises in office building in London, in the amount of RSD 1,927 thousand.

41. OPERATING LIABILITIES

Structure of operating liabilities	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Suppliers - other affiliated companies, abroad	5,800	5,820
Suppliers, local	2,654,505	2,721,775
Suppliers, abroad	1,549,230	1,516,640
Other operating liabilities	5,834	13,302
TOTAL	4,215,369	4,257,537

• **Suppliers – other affiliated companies, abroad** in the amount of RSD 5,800 thousand relate to the liabilities of the Energoprojekt Oprema towards the company Energo Nigeria Ltd., Lagos, Nigeria.

• **Suppliers, local** in the amount of RSD 2,654,505 thousand relate predominantly to Energoprojekt Niskogradnja in the amount of RSD 1,597,399 thousand, Energoprojekt Visokogradnja in the amount of RSD 522,419 thousand and Energoprojekt Oprema in the amount of RSD 382,205 thousand.

Energoprojekt Holding Plc., Belgrade

Suppliers, local - companies within system Energoprojekt with largest liabilities for trade payables as at the balance date are broken down in the following table.

Structure of suppliers in the country	In RSD thousand	
	30/06/2018	31/12/2017
<i>Energoprojekt Niskogradnja:</i>		
Nukleus Ltd.	856.263	820.878
Lafarge Ltd.	140.440	128.766
Geosonda Fundiranje Plc.	112.915	73.830
Europolis Plus Ltd.	58.799	65.630
Evrogradnja Ltd.	58.448	49.134
OMV Srbija	45.975	-
Aco Ltd.	45.184	-
Softver S	19.362	-
Other	260.013	400.532
Total	1.597.399	1.538.770
<i>Energoprojekt Visokogradnja:</i>		
Euro Bravo Ltd.	107.871	120.701
Metalfer Steel Mill Ltd.	53.232	357
Artinvest Ltd.	34.088	42.470
Crna Trava Gradnja Ltd.	21.022	30.061
Nukleus Ltd.	12.219	32.299
Opreming Ltd.	7.229	35.766
Rinol Ltd.	5.969	24.850
Schindler Ltd.	4.459	23.372
Normativ MR Ltd.	6.261	17.398
Other	270.069	285.467
Total	522.419	612.741
<i>Energoprojekt Oprema:</i>		
Energotehnika - Južna Bačka, Novi Sad Ltd.	27.649	89.379
Blue line Ltd.	58.683	68.456
Legas Group Ltd.	30.039	54.313
GP Planum Plc.	90.233	39.670
Hidro-tan Ltd.	25.732	38.471
IEE Ltd., Novi Sad	15.239	36.840
Kodar Energomontaža Plc.	28.687	36.503
Other	105.943	133.726
Total	382.205	497.358

• **Suppliers, abroad** in the amount of RSD 1,549,230 thousand relate mainly to the following companies within Energoprojekt Group:

- Energoprojekt Entel in the amount of RSD 594,157 thousand (within Energoprojekt Entel LTD,

Doha, Qatar: RSD 502,318 thousand, Energoprojekt Entel LLC Oman, Oman: RSD 53,531 thousand and Energo Consult LLC Abu Dhabi, UAE: RSD 38,308 thousand),

- Energoprojekt Niskogradnja in the amount of RSD 580,714 thousand (mainly in Peru: RSD 302,153 thousand and Uganda: RSD 277,989 thousand) and

- Energoprojekt Visokogradnja in the amount of RSD 293,818 thousand (mainly in Energoprojekt Ghana Ltd., Accra, Ghana: RSD 198,264 thousand and on projects Z-088 Hotel Hyatt Rostov, Russia: RSD 17,139 thousand, Z-105 Residence building Tokio, Siktivkar: RSD 46,881 thousand, Z-103 Talan Towers, Astana, Kazakhstan: RSD 8,447 thousand and Z-085 Business premises Uhta, Russia: RSD 5,043 thousand).

• **Other operating liabilities** in the amount of RSD 5,834 thousand predominantly refer to Energoprojekt Niskogradnja in the amount of RSD 4,599 thousand based on liabilities for business checks issued to suppliers in Peru for discharging liabilities, which were not used up to June 30, 2018.

42. OTHER SHORT-TERM LIABILITIES

Structure of other short-term liabilities	In RSD thousand	
	30/06/2018	31/12/2017
Liabilities from special transactions - other legal entities	179	
Liabilities for wages, fringe benefits and compensations	865,046	823,230
Other liabilities:		
a) Liabilities for interest and financing costs	14,649	17,023
b) Liabilities for dividends	406,086	147,452
c) Liabilities to employees	21,230	39,407
d) Liabilities to General Manager, or to management and Supervisory Board members	2,744	3,882
e) Liabilities to physical persons for contractual compensations	5,736	4,682
f) Liabilities for short-term provisions		
g) Other various liabilities	18,390	35,158
<i>Total</i>	<i>468,835</i>	<i>247,604</i>
TOTAL	1,334,060	1,070,834

• **Liabilities for wages, fringe benefits and compensations** in the amount of RSD 865,046 thousand (liabilities for net salaries and fringe benefits, taxes and contributions, etc.) relate predominantly to Energoprojekt Entel in the amount of RSD 380,383 thousand (abroad: RSD 350,797 thousand, in the country: RSD 29,586 thousand), Energoprojekt Niskogradnja in the amount of RSD 169,717 thousand (abroad: RSD 116,185 thousand, in the country: RSD 53,532 thousand), Energoprojekt Visokogradnja in the amount of RSD 129,504 thousand (abroad: RSD 67,185 thousand, in the country: RSD 62,319 thousand), Energoprojekt Hidroinženjering in the amount of RSD 80,236 thousand (abroad: RSD 64,369 thousand, in the country: RSD 15,867 thousand) and Energoprojekt Oprema in the amount of RSD 31,011 thousand (abroad: RSD 739 thousand, in the country: RSD 30,272 thousand).

• **Liabilities for dividends** in the amount of RSD 406,086 thousand relate predominantly to the following companies of Energoprojekt Group:

- Energoprojekt Holding in the amount of RSD 236,593 thousand based on liabilities for dividends for current year: RSD 216,672 thousand (which will be paid on November 30, 2018) and liabilities from previous years not paid till today (probate proceedings etc.): RSD 19,921 thousand,
- Energoplast in the amount of RSD 96,456 thousand, to shareholder Chartered Oil Inc. pursuant to decisions of General Meeting of Shareholders from 2013 (non-allocated income up to the end of 2012) in the amount of RSD 78,456 thousand and 2017 (non-allocated income up to the end of 2016) in the amount of RSD 18,000 thousand. General Meeting Agenda every year contains the issue of decision for the schedule of repayment of the rest of non-allocated income dated from 2013, so that the decision from 2017 predicts another RSD 4,800 thousand to be paid till September 30, 2018,
- Energoprojekt Entel in the amount of RSD 65,801 thousand, based on liabilities from current year: RSD 59,065 thousand (which will be paid on November 14, 2018) as well as liabilities from previous years: RSD 6,736 thousand (since shareholders have not opened their accounts for securities, probate proceedings etc.) and
- Energoprojekt Oprema in the amount of RSD 6,564 thousand, based on liabilities from previous years.

• **Other various liabilities** in the amount of RSD 18,390 thousand relate primarily to Energoprojekt Niskogradnja in the amount of RSD 7,893 thousand (liabilities to Company's Workers' Union, Social Security Fund for Employees, liabilities towards third persons based on withholding from net employees' salaries for statutory and administrative bans, etc.), and to Energoprojekt Visokogradnja in the amount of RSD 8,257 thousand (withholding from salaries for Union fees and charities, alimonies, etc.) and Energoprojekt Industrija in the amount of RSD 1,276 thousand (liabilities for scholarship and membership fees for different chambers).

43. LIABILITIES FOR VALUE ADDED TAX, LIABILITIES FOR OTHER TAXES, CONTRIBUTIONS AND FEES PAYABLE AND ACCRUED EXPENSES AND DEFERRED INCOME

43.1. Liabilities for Value Added Tax

Liabilities for value added tax	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Liabilities for value added tax	436,731	471,582
TOTAL	436,731	471,582

• **Liabilities for value added tax** in the amount of RSD 436,731 thousand relate to the difference between the calculated tax and input tax, primarily in Energoprojekt Visokogradnja in the amount of RSD 276,024 thousand (mainly within Energoprojekt Ghana Ltd., Accra: RSD 203,248 thousand) and Energoprojekt Niskogradnja in the amount of RSD 104,412 thousand.

43.2. Liabilities for Other Taxes, Contributions and Fees Payable

Liabilities for other taxes, contributions and fees payable	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Liabilities for income tax	652,666	614,501
Liabilities for other taxes, contributions and fees payable	43,065	54,774
TOTAL	695,731	669,275

• **Liabilities for income tax** in the amount of RSD 652,666 thousand relate primarily to the following Companies of the Energoprojekt Group:

- Energoprojekt Entel in the amount of RSD 528,125 thousand relate entirely to Energoprojekt Entel LTD, Doha, Qatar, based on the liabilities disclosed in 2011 for the expenses of the Head Office or for the Energoprojekt Entel for the period of 3 years (for 2008, 2009 and 2010) by the local Tax Administration. Namely, the local Tax Administration does not recognize the amount disclosed as costs for services rendered by the Energoprojekt Entel Company over the said period as costs, but is of the opinion that income tax should have additionally been paid on that amount as well. A lawsuit was initiated to resolve this issue and the outcome of this lawsuit is uncertain. The short term deposit with the Doha Bank includes cash earmarked and kept in case of a negative outcome of this lawsuit (Note 33) and

- Energoprojekt Holding in the amount of RSD 70,410 thousand based on assessed income tax duties in the reporting period (and not to real calculated liabilities from the tax return related with income tax), which was not calculated with overpaid income tax recorded in receivables for overpaid income tax.

• **Liabilities for other taxes, contributions and fees payable** in the amount of RSD 43,065 thousand, relate primarily to the following Companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 11,605 thousand, dominantly based on liabilities from value added tax, according to the tax return for June 2018 in Peru: RSD 10,122 thousand, which was leveled in due time, in July 2018.

- Energoprojekt Entel in the amount of RSD 11,577 thousand, mainly based on liabilities for withholding tax for dividends: RSD 9,715 thousand,

- Energoprojekt Holding in the amount of RSD 10,285 thousand, dominantnly based on liaibilities for property tax for Q3 and Q4, 2018: RSD 9,274 thousand (which will be collected entirely in due time, till November 15, 2018),

- Energoprojekt Oprema in the amount of RSD 3,399 thousand, mainly for liabilities for taxes and contributions related to agreements on temporary jobs and engagements: RSD 2,468 thousand and

- Energoprojekt Visokogradnja in thea mount of RSD 3,507 thousand, the largest part of which relate to the unpaid liabilities for taxes and contributions for workers abroad in the amount of RSD 2,447 thousand.

43.3. Accrued Expenses and Deferred Income

Liabilities for accrued expenses and deferred income	In RSD thousand	
	30/06/2018	31/12/2017
Accrued expenses:		
a) Accrued expenses - other related companies	15,695	15,479
b) Accrued expenses - other legal entities	1,073,088	1,147,192
<i>Total</i>	<i>1,088,783</i>	<i>1,162,941</i>
Deferred income - other legal entities	39,503	145,606
Other accruals	102,760	316,780
TOTAL	1,231,046	1,625,327

• **Accrued expenses – other related companies** in the amount of RSD 15,695 thousand were recorded in Energoprojekt Oprema and relate to accrued expenses from Energo Nigeria Ltd., Lagos, Nigeria from 2017, on project Ani, Nigeria, based on recalculated expenses of import duties paid by Energo Nigeria Ltd.

• **Accrued expenses – other legal entities** in the amount of RSD 1,073,088 thousand relate primarily to the following companies of the Energoprojekt Group:

- Energoprojekt Niskogradnja in the amount of RSD 649,860 thousand, with no invoices received as at June 30, 2018 (based on invoices received up to June 30, 2018: RSD 577,361 thousand - Note 4). Calculation performed, mainly, based on invoices received in July 2018 (up to June 30, 2018), as well as valuation costs by experts for projects in the country and abroad, based on appropriate records: construction log, surveying, subcontractors demands for present situation verification etc.), mostly related to:

- Expenses calculated in the country in the amount of RSD 553,447 thousand, entirely relate to calculated expenses for 2018, for projects „Lajkovac – Ljig“: RSD 510,885 thousand (mainly for subcontractors services cost: RSD 499,927 thousand, food expenses: RSD 7,173 thousand, public utility services (electricity, phones, Internet etc.): RSD 1,883 thousand and land and apartment leases: RSD 1,842 thousand) and Tramway over Ada Bridge: RSD 42,415 thousand (mostly based on subcontractors' services cost: RSD 41,689 thousand) and based on expenses for wages and contributions: RSD 126 thousand and communit taxes for company name display fee: RSD 21 thousand (for June 2018),

- Calculated costs in Peru in the amount of RSD 44,017 thousand, on project Z-034 Road Puerto - Bermudez, Peru: RSD 30,105 thousand (mainly for subcontractors' services cost for June 2018: RSD 15,072 thousand, administration fees for consortium (a part of pertaining contracted liability – mostly calculated in previous years): RSD 7,676 thousand, land exploitation fees for June 2018: RSD 3,736 thousand and rental cost of machinery for June 2018: RSD 2,117 thousand) and calculated expenses in previous period for projects Z-023 Pericos, Peru: RSD 11,846 thousand (insurance costs for work and property) and Z-014 Yanacocha: RSD 2,067 thousand (general expenses of attorney fees),

- Calculated expenses from previous years in Uganda, on project Z-027 Mpigi - Kanoni, Uganda: RSD 187 thousand and

- Calculated costs for long-term liabilities interests towards other legal entities for project HE Banieya II, Guinea: RSD 52,209 thousand (Note 38.1.).
- Energoprojekt Visokogradnja in the amount of RSD 289,222 thousand based on situations not verified to subcontractors for May and June of current year, as well as calculated other expenses not invoiced till the moment of elaboration of this financial statement, based on:
 - Calculated expenses in the country: RSD 244,663 thousand, mostly for projects Belgrade Waterfront: RSD 194,925 thousand, Chinese Cultural Center: RSD 27,756 thousand and Navigator: RSD 15,195 thousand – more detailed in Note 4) and
 - Calculated expenses abroad: RSD 44,559 thousand, mainly for projects Z-096 Forte bank, Astana, Kazakhstan: RSD 17,285 thousand and Z-088 Hotel Hyatt Rostov: RSD 16,640 thousand, as well as in Energoprojekt Ghana Ltd., Ghana: RSD 9,174 thousand.
- Energoprojekt Oprema in the amount of RSD 56,738 thousand, based on calculated expenses of periods with non-received invoices for projects Belgrade Waterfront: RSD 31,549 thousand and Ada Mall: RSD 9,445 thousand – current year (Note 4) and RTB Bor: RSD 15,744 thousand (previous years).
- Energoprojekt Hidroinženjering in the amount of RSD 39,062 thousand, mostly based on calculated expenses of subcontractors' services, mostly for projects Yaraskay, Peru: RSD 8,378 thousand, Securisation, Algeria: RSD 5,326 thousand, Rekouche, Algeria: RSD 4,036 thousand and Sidi Naser, Algeria: RSD 3,656 thousand, as reserve for delay of works penalties on project Tabeggart, Algeria: RSD 10,047 thousand.
- Energoprojekt Urbanizam i arhitektura in the amount of RSD 23,660 thousand, based on calculated expenses of co-operatives in 2018, as presented in Note 4.
- **Deferred income – other legal entities** in the amount of RSD 39,503 thousand entirely refer to Energoprojekt Visokogradnja, mainly for situation in June on project Belgrade Waterfront: RSD 36,112 thousand, with separated income which was not finished and it was invoiced to investors, as well as on project Navigator: RSD 3,281 thousand.
- **Other accruals** in the amount of RSD 102.760 thousand relate predominantly to the following companies of the Energoprojekt Group:
 - Energoprojekt Entel in the amount of RSD 64,159 thousand, based on liabilities for warranty retention for subcontractor on project Mega Reservoirs, within Energoprojekt Entel LTD, Doha, Qatar, the one which will be rounded after the collection of liabilities for warranty retention from investor Qatar General Electricity & Water Corporation “KAHRAMAA”, and
 - Energoprojekt Niskogradnja in the amount of RSD 34,195 thousand, based on separated liabilities for value added tax in Uganda: RSD 32,309 thousand (based on emitted invoices and calculated value added tax in July 2018 for works terminated in previous period (the liability was collected in due time) and calculated liabilities for working insurance expenses for project Lajkovac-Ljig: RSD 1,886 thousand (with no invoice emitted up to June 30, 2018, but the calculation was realized based on insurance policy of DDOR Novi Sad, insurance company).

44. OFF BALANCE SHEET ASSETS AND LIABILITIES

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

Structure of off balance sheet assets and liabilities is presented in the table below.

Structure of off balance sheet assets and liabilities	<i>In RSD thousand</i>	
	<i>30/06/2018</i>	<i>31/12/2017</i>
Issued and received guarantees and letters of credits	13,070,600	13,822,084
Construction land use rights	2,943,494	4,511,541
Other off balance sheet assets/liabilities	230,537	229,194
TOTAL	16,244,631	18,562,819

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

- **Mortgages registered against companies of the system Energoprojekt**

- Energoprojekt Entel LTD, Doha, Qatar reserves the disposal and usufruct right with regard to the properties of total area of 4,488 m2, located on cadastral parcels number 65582, 65583, 65584, 65585, 65586, 65587, 65588, 65589 and 65590 with area of 10,736 m2, in Doha - Qatar, Zone 44, East Al Naija, Al Mumtaza Street Doha Qatar, registered owner is a local private individual. The owner has mortgaged the property in the “Doha Bank” as collateral for performance guarantees for Energoprojekt Entel L.L.C., Doha, Qatar company.

Mortgage registered against Energoprojekt Niskogradnja:

- In order to secure a credit line granted by the Scotiabank Peru, property was mortgaged for the amount of RSD 1,016,636 thousand (USD 10,032,240), which is 73.61% of the total appraised value of the property mortgaged. The valuation of property which are subject to mortgage was performed by:
 - land valuation - Kamp Primavera, Sullana, Peru was performed by external independent qualified valuer „J.R.Z. Valuaciones S.A.C“ in Peru, engaged by Scotiabank Peru, with recognized and relevant qualifications and experience with location and property categories which were valued;
 - business premises valuation, 16-18 floor, San Isidro, Lima, Peru and the building Cruz Del Sur, Lima, Peru was performed by PROVALUA S.A. - PROVSA, empowered by relevant services of Superintendencia de Banca, Seguros y Afp of the Republic of Peru for property valuation for the companies of the financial system of Peru, engaged by the Company.
- In order to secure a credit line granted by the Banco Financiero Peru, property was mortgaged for the amount of RSD 253,342 thousand (USD 2,500,000), which is 28.59% of the total appraised value of the property mortgaged. Appraisal was performed by an external

independent qualified appraiser, “Layseca Asociados S.A.C.“ in Peru, which holds recognized and relevant professional qualifications and recent experience with property locations and categories appraised. This Appraiser was hired by the Banco Financiero Peru.

Mortgage registered against Energoprojekt Niskogradnja is presented in the table below.

Property	sq. m	Book value	Appraised value	Appraised value
		In RSD thousand	In USD	In RSD thousand
Mortgage 1- Sotiabank, Peru				
Land - Camp Primavera, Sullana, Peru	95,907.47	29,479	6,233,986	617,885
Office facility in 16-18 floor in Lima, Peru	427.73	109,553	815,835	80,862
Cruz Del Sur building in Lima, Peru	4,295.38	683,516	6,579,853	652,165
<i>Total (100%)</i>		822,548	13,629,674	1,350,912
Total (73.61%)			10,032,240	1,016,636
Mortgage 2 -Banco Financiero, Peru				
Land - Santa Clara, Peru	23,009.70	40,874	8,743,686	866,635
<i>Total (100%)</i>		40,874	8,743,686	866,635
Total (28.59%)			2,500,000	253,342

- The overdraft loan granted by the Indo-Zambia Bank to Zambia Engineering and Contracting Company Limited, Zambia was secured by a lien on the mortgage over the following property: Plot 3148 Mukwa Road, Zambia.

- Energopojekt Holding pledged 100% share capital of Energoprojekt Sunnyville for securing receivable of Erste Bank ad, Novi Sad based on long-term construction loan approved to Energoprojekt Sunnyville.

• **Mortgages registered in favour of the ompanies of the system Energoprojekt**

In Energoprojekt Holding:

- As collateral to secure the repayment of loan pursuant to the Annex No. 10 of the Loan Agreement No. 367, in the amount of RSD 16,234 thousand (EUR 137 thousand), granted 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 New Belgrade, registered in the Real Estate Registry folio No. 4550, Cadastral Municipality New Belgrade, in favour of the Company, and
- As collateral to secure the repayment of the loan pursuant to the Annex No. 6 of the Agreement on Rescheduling of Approved Loan pursuant to the Loan Agreement No. 115, approved to Enjub Ltd. in the amount of RSD 141,433thousand (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.

46. 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.

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.).

An overview of lawsuits is presented in the following tables. The presented amounts of lawsuits, with potential level of liabilities and receivables defined as at June 30, 2018, include principal amount only for each lawsuits.

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
1.	Sreta Ivanišević	EP Holding Plc.	Compensation for expropriated property (Bezanija)	Uncertain	Commercial Court in Belgrade	Uncertain	Uncertain First instance
2.	Vladan i Tomislav Krdžić	EP Holding Plc.	Damage compensation (free shares were not allotted to the Plaintiffs)	RSD 444,000.00	Commercial Court in Belgrade	2018	Unfounded, according to the Decision of the Court of first instance, the application was rejected; Court Decision on Plaintiffs' appeal is pending. Second instance proceedings
3.	Rajko Ljubojević	EP Holding Plc.	Land Expropriation from 1957	Uncertain	High Court in Belgrade	2018	Uncertain First instance
4.	Kovačević Pavle, Radmila i Milan	EP Holding Plc. et al.	Compensation for expropriated land (in Block 26)	Uncertain	Municipality of New Belgrade	Uncertain	First instance Decision of Court rejects the plaintiff's appeal. Second instance
5.	EP Holding Plc.	Republic of Serbia, EPS Srbije, Epsturs Ltd and Republic of Montenegro	Determining the ideal ownership share of the Park Hotel in Budva	Grounded to obtain 13% of total surface of the Hotel, but amount not defined	Basic Court, Niksic	2018	Grounded; First instance Decision accepted the claim; in appeal Respondents Second instance
6.	Goran Rakić	EP Holding Plc. and Kompressor automobili Ltd.	Ownership title to be determined	Ungrounded	High Court in Belgrade	2018	Ungrounded First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
7.	Radovanac Aleksandar and Nenad	EP Holding Plc. et alt.	Eviction from barracks in Visnjicka Banja	Ungrounded	High Court in Belgrade	2018	Ungrounded for EP Holding First instance
8.	Marko Martinoli, Activist Ltd. Activeast Ltd.	Montinvest properties Ltd, Napred razvoj Plc., Dobroslav Bojović, EP Holding Plc.	Compulsory acquisition of EP Entel shares	RSD 176,744,730.15	Commercial Court in Belgrade	2019	Ungrounded for EP Hodling Plc First instance
9.	Radoš Jevtić, Ljubiša Krstić, Ksenija Krstić	EP Hodling Plc., EP Visokogradnja Plc.	Payment of VG share price impairment	RSD 886,737.81	Commercial Court in Belgrade	2019	Uncertain First instance decision adopts Plaintiff's claim. We have appeal the claim. Second instance
10.	Nikola Malbaša, Marko Martinoli and other small shareholders EP Industrija Plc.	Montinvest properties Ltd, Napred razvoj Plc., GP Napred Plc. Dobroslav Bojović, EP Holding Plc.	Compulsory acquisition of EP Industrija Plc. shares	RSD 280,427,106.40	Commercial Court in Belgrade	2019	Ungrounded for EP Hodling Plc. First instance
11.	Dekada Export-Import KFT Budapest	1)Vivand BT Budapest, 2)EP Holding Plc.	Determination of EP Holding Plc. contract on claim cession annulment to Vivand BT and Option agreement on property purchase		Metropolitan Court of Budapest, Commercial Department	2018	Validly decision adopts the Plaintiff's claim and contract annulment was confirmed. We have appeal against this decision for revision to Supreme Court. Third instance proceedings by extraordinary remedy.

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
12.	Republic of Serbia	EP Holding Plc.	Annulment of EP Holding General Meeting, dated on 12/12/2017 including suggestion for defining of temporary injunction		Commercial Court in Belgrade	2019	Uncertain First instance Validly decision rejects Plaintiff's appeal for temporary measures definition.
13.	EP Holding Plc.	Securities Commission	Annulment of temporary Commission Decision for rejecting EP Holding the right to vote in EP Oprema Plc.		Administrative Court	2018	Uncertain
14.	EP Holding Plc.	Securities Commission	Annulment of temporary Commission Decision for rejecting EP Holding the right to vote in EP Industrija Plc.		Administrative Court	2018	Uncertain
15.	EP Holding Plc.	Securities Commission	Annulment of final Commission Decision for rejecting EP Holding the right to vote in EP Oprema Plc.		Administrative Court	2018	Uncertain

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
16.	EP Holding Plc.	Securities Commission	Annulment of final Commission Decision for rejecting EP Holding the right to vote in EP Industrija Plc.		Administrative Court	2018	Uncertain
17.	Edmond Gašpar Gojko Babić Petar Rajačić	EP Holding Plc. Napred razvoj Plc.	Compulsory acquisition of EP Industrija Plc. shares	RSD 9,193,106.10	Commercial Court in Belgrade	2019	Ungrounded for EP Holding Plc. First instance.
18.	EP Oprema Plc.	EP Holding Plc.	Cash contravalue payment of 261 shares of BMP Plc. Belgrade	RSD 188,509,809.00	Commercial Court in Belgrade	2018	Uncertain First instance
19.	EP Holding Plc.	Securities Commission	Annulment of final Commission Decision for termination of proceeding for claim for disclosing the offer for overtaking of EP Entel Plc.		Administrative Court	2018	Uncertain
20.	Zoran Petrović	EP Holding Plc.	Annulment of employment contract cancelling		3rd Basic Court in Belgrade	2019	Uncertain

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
21.	Zoran Petrović	EP Holding Plc.	Damage compensation for mobing	RSD 900,000.00	High Court in Belgrade	2019	Uncertain
22.	Ep Holding Plc.	Ringier Axel Springer Ltd.	Determination of contract annulment and advances repayment	RSD 18,000,000.00	Commercial Court in Belgrade	Uncertain	Uncertain
23.	EP Visokogradnja Plc.	Promex TV Zvornik	Debt	RSD 667,104.25	Commercial Court in Belgrade	Lawsuit completed	Validly decision accepts Plaintiff's claim. Enforced collection of claims must be performed in Bosnia and Herzegovina
24.	Milan Branković	EP Visokogradnja Plc.	Annulment of a temporary employment contract		Commercial Court in Belgrade	Uncertain	Ungrounded; proceedings stopped till the termination of lawsuit No.17.P1.11640/10 from the saim Plaintiff against Enjub Ltd.
25.	EP Visokogradnja Plc.	Trudbenik gradnja in bankruptcy	Claim recognized in liquidation procedure	RSD 2,767,501.76	Commercial Court in Belgrade	Uncertain	Uncertain claim collection
26.	Đorđe Mikša	EP Visokogradnja Plc.	Contractual fine paymen	RSD 512,000.00	3rd Basic Court in Belgrade	2018	Uncertain. Our claim accepted and the case returned tio the first instance.

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
27.	Nataša Milojević	EP Visokogradnja Plc.	Ownership title to be determined		3rd Basic Court in Belgrade	Completed in 2016; revision declared	Validly decision adopted Plaintiff's claim; against decision a protest for revision appealed
28.	EP Visokogradnja Plc.	Beton gradnja Ltd.	Debt	RSD 271,813.90	Commercial Court in Belgrade	2018	Grounded First instance
29.	EP Visokogradnja Plc.	Veso Romić	Ungrounded acquisition	RSD 35,301,780.00	Commercial Court in Belgrade	Lawsuit completed	Grounded In the proceedings of enforced collection
30.	EP Visokogradnja Plc.	PC Železnice, Beočvor	Debt (Prokop)	RSD 290,385,390.00	Commercial Court in Belgrade	2018	Grounded; proceedings stopped
31.	EP Visokogradnja Plc.	City of Belgrade, BG Hala Ltd.	Debt (Arena)	RSD 208,000,245.40 Validly accepted: RSD 34,115,606.10 as the main debt	Commercial Court in Belgrade	2018	Validly decision adopted Plaintiff's claim towards BG Hala Ltd. Our revision adopted and for the rest of debt, the case returned to the first instance.
32.	EP Visokogradnja Plc.	PC Železnice, Beočvor	Debt (Prokop)	RSD 153,674,990.16	Commercial Court in Belgrade	2018	Grounded; proceedings stopped
33.	Božo Tomašević	EP Visokogradnja Plc.	Annulment of employment contract termination	RSD 140,000.00	1st Basic Court in Belgrade	2018	Our appeal adopted and the case returned to the new trial. First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
34.	Aleksandar Petrović	EP Visokogradnja Plc.	Agreement termination and damage compensation	RSD 3,500,000.00	3rd Basic Court in Belgrade	2018	First instance completed, waiting for Decision. First instance
35.	Sava Krajinović	EP Visokogradnja Plc.	Ungrounded acquisition	RSD 269,000.00	3rd Basic Court in Belgrade	2018	First instance decision partly adopted Plaintiff's claim, the appeal presented Second instance
36.	Ljiljana Damyano	EP Visokogradnja Plc.	Performance and damage compensation	RSD 350,000.00	1st Basic Court in Belgrade	2018	Ungrounded First instance
37.	Nenad Dautović	EP Visokogradnja Plc.	Annulment of employment contract termination		3rd Basic Court in Belgrade	2018	Ungrounded
38.	SIEN Ltd.	EP Visokogradnja Plc.	Debt, SMIP	RSD 438,530.00	Commercial Court in Belgrade	Uncertain	Partly grounded; proceedings stopped due to bankruptcy of Plaintiff.
39.	Residence building at 10e, Mihaila Pupina Av.	EP Visokogradnja Plc.	Ungrounded acquisition	RSD 2,000,000.00	3rd Basic Court in Belgrade	Uncertain	Ungrounded; proceedings stopped First instance
40.	EP Visokogradnja Plc.	Siniša and Dragan Romić	Contesting of share transfer agreement		High Court in Belgrade	2018	Grounded. First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
41.	Kojić Milan	EP Visokogradnja Plc.	Debt – salaries	EUR 1,130.00	1st Basic Court in Belgrade	2018	First instance decision adopted Plaintiff's claim, proceedings of our appeal Second instance
42.	EP Visokogradnja Plc.	Farmakom MB Ltd. in bankruptcy	Debt	RSD 1,340,520.00	Commercial Court in Valjevo	Uncertain	Claims confirmed in bankruptcy
43.	EP Visokogradnja Plc.	LP Gas Ltd.	Debt	RSD 1,098,898.15	Commercial Court in Belgrade	2018	First instance decision adopted Plaintiff's claim. Acting upon the claim of Defendant Commercial Court cancelled the decision and case returned to repetaed procedure. First instance
44.	Husein Smailović	EP Visokogradnja Plc.	Adjustment of monthly rent for damage compensation	RSD 59,000.00 monthly as of January 2010	3rd Basic Court in Belgrade	2018	Decision made that claim was cancelled
45.	Naim Hajdari	EP Visokogradnja Plc.	Monthly rent for damage compensation	RSD 15,000.00 monthly as of January 21, 1989	3rd Basic Court in Belgrade	2018	Ungrounded First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
46.	Radosavljević Velibor	EP Visokogradnja Plc.	Annulment of employment contract termination		3rd Basic Court in Belgrade	2018	Ungrounded First instance decision rejects the Plaintiff's claim. Plaintiff's appealed. Second instance.
47.	EP Visokogradnja Plc.	PIK Zemun in bankruptcy	Debt	RSD 33,705.46	Commercial Court in Belgrade	Uncertain	Claim registered in bankruptcy
48.	EP Visokogradnja Plc.	GZR Krstić, vlasnika Krstić Radomira	Debt	RSD 115,776.00	Commercial Court in Belgrade	2018	Grounded; enforced collection in progress
49.	EP Visokogradnja Plc.	SZR Kvirin, vlasnika Tanasković Milana	Debt	RSD 31,642.40	Commercial Court in Belgrade	2018	Grounded; enforced collection in progress
50.	Dragan Petrović	EP Visokogradnja Plc.	Annulment of employment contract termination		3rd Basic Court in Belgrade	2018	First instance decision rejects Plaintiff's claim Second instance
51.	Milić Janković	Beoland, EP Visokogradnja Plc. and Aleksić Ružica	Ownership title to be determined		1st Basic Court in Belgrade	2018	Grounded First instance
52.	Residence building at 10G, Mihaila Pupina Av.	EP Visokogradnja Plc. and Stevanović Milinko	Determination of contract annulment		3rd Basic Court in Belgrade	2018	Ungrounded First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
53.	Residence building at 10G, Mihaila Pupina Av.	EP Visokogradnja Plc. and Omni promet Ltd.	Determination of contract annulment		3rd Basic Court in Belgrade	2018	Ungrounded First instance
54.	Dević Ljubinko	EP Visokogradnja Plc.	Salary payment	EUR 5,774.42 Main debt paid, the claim for interest remaining, the amount less than the above	3rd Basic Court in Belgrade	2018	Ungrounded First instance
55.	Milorad Vasić	EP Visokogradnja Plc.	Damage compensation (Block 12)	RSD 25,732,877.55	High Court in Belgrade	2018	Plaintiff's revision for the adopted part of Plaintiff's claim rejected, damage compensation for apartment disadvantages on the first instance
56.	PC ViK Stara Pazova	EP Visokogradnja	Debt	RSD 167,162.40 and RSD 33,558.94	Commercial Court in Sremska Mitrovica	2018	Uncertain; First instance decision adopted Plaintiff's claim; our appeal in progress Second instance
57.	EP Visokogradnja Plc.	Utva silosi Plc. Kovin in reorganization	Debt		Commercial Court in Pancevo	Uncertain	Claim grounded, but collection depends on reorganiyation plan execution
58.	EP Visokogradnja Plc.	Amiga Ltd. Kraljevo in reorganization	Debt	RSD 114,425.00	Commercial Court in Kraljevo	Uncertain	Claim grounded, but collection depends on reorganiyation plan execution
59.	EP Visokogradnja Plc.	Бон-Апетит ООО, Ростов, РФ	Debt based on loan	RUB 5,048,082.19	Cort of Arbitration in Rostov, Russia	Lawsuit completed	Possibility of collection at minimum

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
60.	EP Visokogradnja Plc.	Тандем-Интер ООО, Ростов, РФ	Debt based on loan	RUB 5,236,849.31	Cort of Arbitration in Rostov, Russia	Lawsuit completed	Possibility of collection at minimum
61.	EP Visokogradnja Plc.	МКЦ РосЕвроДевелопмент ООО, Ростов, РФ	Debt for works performed	RUB 175,502,823.20	Cort of Arbitration in Rostov, Russia	2018	Grounded
62.	Kombit	EP Visokogradnja Plc.	Debt (Prokop)	RSD 1,269,860.00	Commercial Court in Belgrade	Uncertain	Partly collected, cca RSD 160,000.00; for the rest of debt proceedings stopped First instance
63.	Radoš Nenad	EP Visokogradnja Plc.	Damage compensation due to unpaid salaries and differences from overtime and performance		3rd Basic Court in Belgrade	2018	Uncertain; unpaid salaries paid in total First instance
64.	Vidojević Vladan	EP Visokogradnja Plc.	Damage compensation due to unpaid salaries and differences from overtime and performance		3rd Basic Court in Belgrade	2018	Uncertain; unpaid salaries paid in total First instance
65.	Paunović Ljubiša	EP Visokogradnja Plc.	Damage compensation due to unpaid salaries and differences from overtime and performance		3rd Basic Court in Belgrade	2018	First instance decision adopted Plaintiff's claim; unpaid salaries paid in total Second instance
66.	Jovičić Dejan	EP Visokogradnja Plc.	Damage compensation due to unpaid salaries and differences from overtime and performance		3rd Basic Court in Belgrade	2018	Uncertain; unpaid salaries paid in total

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
67.	Alen Vasić	EP Visokogradnja Plc.	Damage compensation for injury at work	RSD 600,000.00	3rd Basic Court in Belgrade	2018	Uncertain First instance
68.	Topalović Igor	EP Visokogradnja Plc.	Annulment of employment contract termination		3rd Basic Court in Belgrade	Lawsuit completed	Validly decision adopted the Plaintiff's claim. Our revision in progress. Third instance procedure.
69.	Predrag Radeka	EP Visokogradnja Plc.	Damage compensation due to unpaid salaries and differences from overtime and performance		3rd Basic Court in Belgrade	2018	Uncertain; unpaid salaries paid in total First instance
70.	Danijel Šalipur	EP Visokogradnja Plc.	Determination of existence of an employment and Damage compensation	RSD 1,320,000.00	3rd Basic Court in Belgrade	2018	Uncertain First instance decision adopted Plaintiff's claim for damage compensation, and rejected for determination of existence of an employment. Second instance.
71.	Miloje Živanović	EP Visokogradnja Plc.	Damage compensation due to unpaid salaries	RSD 39,000.00	3rd Basic Court in Belgrade	2018	First instance adopted Plaintiff's claim. Our appeal for interest assessment and court expenses in progress. Second instance
72.	Rajko Vasiljević	EP Visokogradnja	Damage compensation for less paid overtime	EUR 2,500.00	3rd Basic Court in Belgrade	2018	Uncertain First instance
73.	Topalović Igor	EP Visokogradnja	Damage compensation for less paid overtime and payment of interest on delayed payment of salaries		3rd Basic Court in Belgrade	2018	Uncertain First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
74.	Miloje Živanović	EP Visokogradnja	Damage compensation for less severance paid and interest payment on delayed salaries payment	EUR 2,487.94 and RSD 137,478.00	3rd Basic Court in Belgrade	2018	Uncertain First instance
75.	Miloje Živanović	EP Visokogradnja	Damage compensation for excess of overtime and individual performance	RSD 420,000.00	3rd Basic Court in Belgrade	2018	Uncertain First instance
76.	Kalinić Jovica	EP Visokogradnja	Annual Leave payment, for 2014	EUR 772.00	3rd Basic Court in Belgrade	2018	Main debt paid in total First instance
77.	Šerbedžija Đorđe	EP Visokogradnja	Damage compensation for excess of overtime and individual performance	EUR 1,500.00	3rd Basic Court in Belgrade	2018	Uncertain First instance
78.	Pavlović Vladimir	EP Visokogradnja	Damage compensation for delays in construction	RSD 2,628,897.70	3rd Basic Court in Belgrade	2018	Ungrounded First instance
79.	Stanković Nenad	EP Visokogradnja	Annulment of the decision on termination of employment contract		3rd Basic Court in Belgrade	Lawsuit completed	Validly decision adopted Plaintiff's claim. Our revision in progress. Second instance
80.	Jovičić Dejan	EP Visokogradnja	Damage compensation for excess of overtime performance	EUR 1,300.00	3rd Basic Court in Belgrade	2018	Uncertain First instance
81.	Marčeta Momčilo	EP Visokogradnja	Annulment of the decision on termination of employment contract		3rd Basic Court in Belgrade	2018	Uncertain First instance decision adopted Plaintiff's claim. Our appeal in progress Second instance
82.	Dević Ljubinko	EP Visokogradnja	Mobing protection and damage compensation	RSD 200,000.00	High Court in Belgrade	2018	Ungrounded First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
83.	Vladan Kovačević	EP Visokogradnja	Damage compensation for delays in construction and property takeover (at Cara Nikolaja II St.)	RSD 555,899.00	3rd Basic Court in Belgrade	2018	Uncertain First instance
84.	Pavić Biljana	EP Visokogradnja	Damage compensation for overtime performance and payment of interest due to delay in salary payments	RSD 1,750,643.65	3rd Basic Court in Belgrade	2018	Uncertain First instance
85.	VG Workers' Union	EP Visokogradnja	Ungrounded acquisition	RSD 6,736,701.74	High Court in Belgrade	2018	Uncertain First instance
86.	EP Visokogradnja	Mikom Ltd.	Debt settlement	EUR 31,641.47	Commercial Court in Belgrade	2018	Grounded
87.	Zorica Grujić Kiš	EP Visokogradnja	Ownership title to be determined		High Court in Belgrade	2019	Ungrounded. First instance
88.	Miroslav Jovičić	EP Visokogradnja	Salary payment for period from 1/1/2009 to September 2017		3rd Basic Court in Belgrade	2019	Uncertain. First instance
89.	Đorđe Šerbedžija	EP Visokogradnja	Payment of vacation allowance for 2016		3rd Basic Court in Belgrade	2018	Uncertain First instance
90.	Jovanović Miroslav	EP Visokogradnja Plc.	Damage compensation for overtime performance	EUR 1,000.00	3rd Basic Court in Belgrade	2018	Uncertain
91.	Obrenić Mihailo	EP Visokogradnja Plc.	Damage compensation for overtime performance	EUR 470.00	3rd Basic Court in Belgrade	2018	Uncertain
92.	Dužanka Čobanović	EP Visokogradnja Plc.	Damage compensation for injury	RSD 1,050,000.00	3rd Basic Court in Belgrade	2019	Ungrounded
93.	EP Visokogradnja	Inex plus Ltd.	Debt for accommodation services	RSD 45,806.65	Commercial Court in Belgrade	2018	Grounded

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
94.	EP Visokogradnja	FE Sekundar Ltd. Čortanovci	Debt for accomodation services	RSD 81,960.64	Commercial Court in Sremska Mitrovica	2018	Grounded
95.	EP Visokogradnja	PD Anticor Ltd.	Debt for accomodation services	RSD 16,732.40	Commercial Court in Belgrade	2018	Grounded
96.	EP Visokogradnja	Montaža Đukić Mont Ltd.	Debt for accomodation services	RSD 109,290.64	Commercial Court in Niš	2018	Grounded
97.	EP Visokogradnja	Stroj RU Inženjering Ltd.	Debt for accomodation services	RSD 139,239.02	Commercial Court in Belgrade	2018	Grounded
98.	EP Visokogradnja	PR Tamara Grubač Hidro T&M	Debt for accomodation services	RSD 129,583.50	Commercial Court in Belgrade	2018	Grounded
99.	EP Visokogradnja	PR Đorđević Milorad	Debt for accomodation services	RSD 143,187.06	Commercial Court in Belgrade	2018	Grounded
100.	EP Visokogradnja	IG TEL Ltd.	Debt for accomodation services	RSD 64,752.06	Commercial Court in Belgrade	2018	Grounded
101.	EP Visokogradnja	B Gips plus Niš	Debt for accomodation services	RSD 1,128,770.46	Commercial Court in Nis	2018	Grounded
102.	EP Oprema Plc. and EP Holding Plc.	Municipality of Medveđa	Return of payment	RSD 120,000,000.00	Commercial Court in Leskovac	Uncertain; proceedings terminated	Uncertain First instance
103.	EP Oprema Plc.	Clinical Center of Serbia	Debt for works performed	EUR 255,544.13	Commercial Court in Belgrade	2018	Proceedings in the progress; expert analysis confirms appeal of EP Oprema First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
104.	EP Oprema Plc.	Clinical Center of Serbia	Damage compensation	EUR 1,559,000.00	Commercial Court in Belgrade	2018	First instance decision adopted Plaintiff's claim; CCS appealed. The appeal in the meantime was adopted and the case returned to the repeated procedure. First instance.
105.	Stanojković Milorad	EP Oprema Plc. and PC EMS	Damage compensation	RSD 10,000.00	Basic Court, Vranje	2018	Partly grounded; upon the appeal of EP Oprema second instance procedure in progress
106.	Marinković Staniša	EP Oprema Plc.-intervener	Damage compensation	RSD 304,000.00	Basic Court, Vranje	2018	Partly grounded First instance procedure in progress – expertise
107.	Ristić Čedomir	EP Oprema Plc.-intervener	Damage compensation	RSD 63,000.00	Basic Court, Vranje	2018	Partly grounded; upon the appeal of EP Oprema second instance procedure in progress
108.	Ćirović Novica	EP Oprema Plc.-second defendant PC EMS	Damage compensation	RSD 100,000.00	Basic Court, Leskovac	2018	First instance procedure in progress
109.	Cvetković Milan	EP Oprema Plc. and PC EMS	Damage compensation	RSD 1,381,278.00	Basic Court, Vranje	2018	First instance procedure in progress
110.	Stanković Vladan	EP Oprema Plc.	Damage compensation in monthly rent	RSD 8,000.00 monthly, starting from 14/03/2016	Basic Court, Bor	Uncertain	Plaintiff's claim adopted, second instance procedure in progress
111.	EP Oprema Plc. as leader in consortium	Republic Commission for Protection of Rights in Public Procurement Procedures	Annulment of the Commission's decision in public procurement procedure for works on Heating Plant "Novi Beograd"		Administrative Court	Uncertain	Uncertain
112.	EP Oprema Plc.	DGP Zlatibor	Payment of works performed	RSD 42,000,000.00	Commercial Court in Belgrade	Completed	Grounded, complicated collection, Defendant in bankruptcy

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
113.	EP Oprema Plc.	Graditelj Leskovac	Contracted works	RSD 71,129,042.82	Commercial Court in Leskovac	Completed	Grounded, complicated collection, Defendant in bankruptcy
114.	Blue Line Ltd.	EP Oprema	Debt for works performed in Boru	RSD 58,682,609.16	Commercial Court in Belgrade	Grounded	Our protest adopted, the case is on litigation
115.	EP Oprema	GP Rad in bankruptcy	Debt	RSD 1,100,000.00	Commercial Court	Grounded	Claim registered in bankruptcy
116.	EP Oprema Plc.	EP Holding Plc.	Cash contravalue payment of 261 shares of BMP Plc. Belgrade	USD 1,044,000.00	Commercial Court in Belgrade	2018	Uncertain First instance
117.	Jovan Čvokić et al.	EP Niskogradnja Plc.	Bonus payment	EUR 20,145.11	3rd Basic Court in Belgrade	2018	Ungrounded First instance
118.	Tanić Dušan	EP Niskogradnja Plc.	Annulment of decision on amount of salary		3rd Basic Court in Belgrade	Uncertain	Ungrounded; proceeding stopped First instance
119.	EP Niskogradnja Plc.	Internacional CG in bankruptcy	Debt	RSD 474,718.82 with interested calculated	Commercial Court in Belgrade	Uncertain	Claim confirmed in bankruptcy proceeding
120.	EP Niskogradnja Plc.	UniCredit bank Plc. Mostar	Performance guarantee	KM 3,500,000.00	Municipal Court, Sarajevo	Uncertain	Uncertain
121.	EP Niskogradnja Plc.	UniCredit bank Plc. Mostar	Guarantees for regular repayment of advances	KM 7,000,000.00	Municipal Court, Sarajevo	Uncertain	Uncertain
122.	EP Niskogradnja Plc.	UniCredit bank Plc. Mostar	Guarantees for regular repayment of advances	KM 4,000,000.00	Municipal Court, Sarajevo	Uncertain	Uncertain
123.	EP Niskogradnja Plc.	JIK Banka Plc. in bankruptcy	Claims registration	USD 218,000.00	Commercial Court in Belgrade	Uncertain	Grounded

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
124.	EP Niskogradnja Plc.	Jugobanka Plc. branch office New York	Claims registration	USD 455,877.88 and RSD 12,060,320.00	Commercial Court in Belgrade	Uncertain	Grounded
125.	EP Niskogradnja Plc.	Beogradska banka Ltd. in bankruptcy	Claims registration	USD 4,546.10 and RSD 16,278,517.00	Commercial Court in Belgrade	Uncertain	Grounded
126.	Strajnić Nenad	PC Putevi Srbije and EP Niskogradnja Plc. - intervener	Damage compensation	RSD 183,928.48	Basic Court, Novi Sad	2018	Uncertain First instance
127.	Sekulić Dragan	PC Putevi Srbije; Dunav osiguranje Ltd. and EP Niskogradnja Plc. – intervener	Damage compensation	RSD 460,000.00	Basic Court, Novi Sad	2018	First instance decision rejected Plaintiff's claim to EP Niskogradnja Second instance
128.	DIN Ltd.	EP Niskogradnja Plc.	Debt by accounts	RSD 542,836.83 value of claim RSD 400,000.00 value of counter claim	Commercial Court in Belgrade	2018	Ungrounded; first instance decision rejected Plaintiff's claim and adopted our counter-claim. Second instance
129.	Jokić Todor	EP Niskogradnja Plc.	Annulment of termination of temporary employment contract		Basic Court, Gornji Milanovac	2018	First instance decision rejected Plaintiff's claim. Second instance
130.	Stanišić Tomo	EP Niskogradnja Plc.	Damage compensation	RSD 244,413.97	3rd Basic Court in Belgrade	2018	Ungrounded First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
131.	Matković Ljubiša, Milostiva and Gordana	Koridori Srbije, Azvirt, EP Niskogradnja Plc.	Damage compensation	RSD 290,000.00	Basic Court, Gornji Milanovac	2018	Uncertain First instance
132.	Matković Milan, Mirjana, Dragana and Marko	Koridori Srbije, Azvirt, EP Niskogradnja Plc.	Damage compensation	RSD 380,000.00	Basic Court, Gornji Milanovac	2018	Uncertain First instance
133.	Rep. social and Pension Fund – Branch office Belgrade	EP Niskogradnja Plc.	Recourse claim	RSD 419,600.10	Commercial Court in Belgrade	Uncertain	Uncertain; proceeding in progress First instance
134.	Aleksandar Babić et al.	EP Niskogradnja Plc.	Bonus payment	EUR 40,906.00	3rd Basic Court in Belgrade	2018	Ungrounded First instance
135.	Gordana and Veselin Medenica	EP Niskogradnja Plc.	Damage compensation for injury at work	RSD 1,861,500.00	3rd Basic Court in Belgrade	2018	First instance decision adopts Plaintiff's claim. Second instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
136.	Bosna putevi Sarajevo	EP Niskogradnja Plc.	Debt for works performed in Yemen Compensation protest	Legal claim: USD 17,604,299.00 Compensation protest: USD 17,390,380.06	Commercial Court in Belgrade	2018	EP Niskogradnja made a protest for compensation. First instance decision accepted Plaintiff's claim to EP NG in the amount of USD 4,691,598.31 and claims of EP NG from Plaintiff in the amount of USD 4,691,598.31, so that Court ordered that those claims level, so that there is no obligation of EP NG a.d. towards Bosna putevima. Upon the Plaintiff's appeal the case returned to the first instance. At the moment proceedings is stopped because the Plaintiff's an intervener appealed revision against this decision.. First instance
137.	Vladimir Marinković	EP Niskogradnja Plc.	Overtime, Peru	USD 5,552.84	3rd Basic Court in Belgrade	2018	Ungrounded First instance
138.	EP Niskogradnja Plc.	Dejan Vujić PR Dey trade Vreoci	Ungrounded acquisition	RSD 304,749.89	Commercial Court in Belgrade	Completed	Enforced collection in progress
139.	Mušikić Vera and Branislav	PC Putevi Srbije EP Niskogradnja Plc. - intervener	Damage compensation death of close relative	RSD 1,760,000.00	Basic Court, Vrbas	2018	Defnedant is PC Putevi Srbije, and EP Niskogradnja Plc.is intervener on the side of Defendant. Second instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
140.	Jovanović Vojislav, Mirjana, Dragana and Jovana	Koridori Srbije, Azvirt and EP Niskogradnja Plc.	Damage compensation	RSD 380,000.00	Basic Court, Gornji Milanovac	2018	Uncertain
141.	EP Niskogradnja Plc. and	Intermost Ltd. in bankruptcy	Debt (Novi Sad)	RSD 378,685,160.00	Commercial Court in Belgrade	2018	First instance decision partly rejects Plaintiff's claim of EP Niskogradnja, and adopted counter-claim of Intermost Plc. Second instance
	Intermost Ltd. in bankruptcy	EP Niskogradnja Plc.	Debt (Novi Sad)	RSD 189,827,985.00	Commercial Court in Belgrade	2018	
142.	Dunav osiguranje Ltd.	PC Putevi Srbije EP and Niskogradnja Plc.-intervener	Damage compensation	RSD 170,536.00	Commercial Court in Belgrade	2018	Uncertain First instance
143.	PC Putevi Srbije	EP Niskogradnja Plc.	Recourse claim	RSD 351,403.64	Commercial Court in Belgrade	2018	Uncertain First instance
144.	PC Putevi Srbije	EP Niskogradnja Plc.	Recourse claim	RSD 134,657.49	Commercial Court in Belgrade	2018	Uncertain First instance
145.	Radislav Živković	Evro gradnja 2000 and EP Niskogradnja Plc.	Damage compensation for injury at work	RSD 560,000.00	3rd Basic Court in Belgrade	2018	Uncertain First instance
146.	Savić Dragan	EP Niskogradnja, Koridori Srbije	Damage compensation	RSD 300,000.00	Basic Court, Gornji Milanovac	2018	Uncertain. First instance
147.	EP Niskogradnja Plc.	GP Gemax Ltd. in bankruptcy	Secured claims based on retained security deposit	RSD 10,431,209.72	Commercial Court in Belgrade	Completed	Grounded. Secured claim confirmed

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
148.	EP Niskogradnja Plc.	Radislva Nestorović	Debt for housing loan	RSD 342,567.62	Basic Court, Pancevo	2019	Grounded. First instance
149.	EP Niskogradnja Plc.	Jovanka Kunarac-Prelić	Debt for housing loan	RSD 188,065.00	2nd Basic Court in Belgrade	2019	Grounded. First instance
150.	EP Niskogradnja Plc.	Ministry of Agriculture an Enviromental Protection - Republic directorate for Water	Claim based on works performed on project Tisa Embankment	RSD 91,891,979.51	Mediation	Uncertain	Grounded.
151.	Prima AFP	Conсорcio Energoprojekt NG SA - Bartos	Compensation for unfullfiled obligations	PEN 121,397.30			Decision against EP was nulled at higher instance as ungrounded and returned to the first instance. Positive outcome for EP expected. First instance.
152.	AFP Horizonte	Conсорcio Energoprojekt NG SA - Bartos	Compensation for unfullfiled obligations	PEN 8,790.20			Claim of AFP partially accepted, with the compensation of Sol 1,289.40 defined. First instance.
153.	AFP Profuturo	Conсорcio Energoprojekt NG SA - Bartos	Compensation for unfullfiled obligations	PEN 4,774.10			Claim of AFP partially accepted, with the compensation of Sol 1,289.40 defined. First instance.

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
154.	Prima AFP	EP Niskogradnja Plc.	Compensation for unfulfilled obligations	PEN 207,635.74			Claim of AFP ungrounded, after the appeal to the higher instance, the first instance decision confirmed
155.	AFP Integra	EP Niskogradnja Plc.	Compensation for unfulfilled obligations	PEN 1,203.41			Validly decision in favour of EP NG
156.	AFP Habitat	EP Niskogradnja Plc.	Compensation for unfulfilled obligations	PEN 2,206.53			Claim of AFP grounded, our protest to higher instacne in progress. Second instance
157.	Prima AFP	EP Niskogradnja Plc.	Compensation for unfulfilled obligations	PEN 10,469.12			Proceedings in progress, outcome uncertain Fourth instance proceedure.
158.	AFP Integra	EP Niskogradnja Plc.	Compensation for unfulfilled obligations	PEN 14,674.85			Proceedings in progress, outcome uncertain Fourth instance proceedure.
159.	AFP Integra	EP Niskogradnja Plc.	Compensation for unfulfilled obligations	PEN 545.31			Claim of AFP grounded. Third instance proceedure.

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
160.	Jorge Luis Garcia Roque	EP Niskogradnja Plc.	Compensation for unfulfilled obligations	PEN 400,000.00			<p>Decision made on May 4, 2018, for ungrounded claim ie. in favour of the company, so that the employee has nothing to pay. Albeit, this decision makes appeal possible and higher instance could decide different or confirm the decision made under same circumstances, which seems the most probable.</p> <p>On May 11, 2018 the Decision was protested and on May 16, 2018 and by Resolution 04, the appeal was defined as unacceptable and the employee were given 03 days to pay court fees in the amount of S/ 249.00. which was not collected till today, and if payment does happen, the file will be directed to appropriate working chamber, in order to consider the appeal.</p> <p>Fourth instance procedure.</p>
161.	Wilder Enrique Castillo Tapia	EP Niskogradnja Plc.	Injury at work				<p>Police investigation shows the positive result for EP NG.</p> <p>Second instance.</p>
162.	Reinaldo Romero Infante	EP Niskogradnja Plc.	Compensation for unfulfilled obligations	PEN 191,693.95			<p>EP NG did not accept direct settlement considering the claim ungrounded. Positive outcome for EP NG expected.</p> <p>Fourth instance procedure.</p>

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
163.	Miriam Elsa Gambini Jaramillo	EP Niskogradnja Plc.	Compensation for personal loss	USD 100,000.00			EP NG did not accept direct settlement considering that it is not responsible for the loss. Positive outcome expected. Second instance.
164.	Hilario Chinini Criollo	EP Niskogradnja Plc.	Criminal act of blackmail				Investigation proceedings completed. Second instance.
165.	Abamwe Transporters Ltd	Energoprojekt Uganda	Compensation claim due to truck damaged	150,942,500 USX			Proceedings upon the appeal for first instance decision. Second instance.
166.	Predradnik Kasirye Gwanga	Energoprojekt Uganda	Ownership right over the Kungu Quarry				First instance decision from 2013 in our favour. Second instance.
167.	Kawooya Livingstone	Energoprojekt Uganda	Claim for land degradation	35,015,000 USX			Decision nulled by Higher Court and Plaintiff demands the confirmation. First instance.
168.	Kitimbo Thomas	Energoprojekt Uganda	Compensation for crops destruction	3,949,500 USX			First instance.
169.	Mary Kiggundu	Energoprojekt Uganda	Unpermitted land use for road construction	209,822,560 USX			Most probably the Plaintiff wil win the case and the settlement is advised. First instance.
170.	Lukyamuzi Godfrey	Energoprojekt Uganda	Lawsuit for employment termination	5,844,400 USX			First instance.
171.	Kalyesubula Brian Kigongo	Energoprojekt Uganda	House damages due to quarry activities	37,600,000 USX			First instance.

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
172.	Atna technologies ltd	Energo Uganda	Contracted payment	10,514,493 USX			Debt collected. First instance
173.	Kasaliko Herman	Energo Uganda	Fish pond damage due to construction works performed	87,902,500 USX			First instance.
174.	Ereemye Jumire James Mawanda	Energo Uganda	Civil litigation	20,000,000 USX			First instance.
175.	Busulwa Monday	Energo Uganda	House damages due to construction works performed	19,347,000 USX			First instance.
176.	Denis Rwentungamo	Energo Uganda	Damage compensation for wall destruction due to construction works performed	22,000,000 USX			First instance.
177.	Baseke Tendo Christina	Energo Uganda	Unpaid rent and expenses	1,000,000 - to 10,000,000 USX			First instance.
178.	Turyatunga Wahab& 7 Others	Energo Uganda	Lawsuit for employment termination				First instance.
179.	Kasule David	Energo Uganda	House damages due to construction works performed	84,702,000 USX			First instance.
180.	Salvatori Odinga And Others	Energo Uganda	Damage compensation for property due to stone excavating				First instance.

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
181.	Joy Asiimwe	Energoprojekt Uganda	Damage compensation for property due to stone excavating				First instance.
182.	Rehemwa Ssemwanga Nasimbwa	Energoprojekt Uganda	Compensation for property damage				First instance.
183.	Yiga Richard	Energoprojekt Uganda	Injury at work	11,150,400 USX			Hearing not arranged - case forwarded to insurance company. First instance.
184.	Moses Semuli	Energoprojekt Uganda	Lawsuit for employment termination and injury at work	23,270,000 USX			Hearing not arranged - case forwarded to insurance company. First instance.
185.	P. Stanišić and J. Blagojević	EP Hidroinženjering Plc.	Annulment of Decision of Housing Committee	No cash claim	3rd Basic Court in Belgrade	2018	First instance decision rejected Plaintiff's claim. Appeal of second Plaintiff in progress. Second instance.
186.	M.Bojić	EP Hidroinženjering Plc.	Claims for unpaid salaries and food allowance earned abroad	USD 5,816.00	3rd Basic Court in Belgrade	2018	Favourable. First instance decision rejected Plaintiff's claim. Appeal of Plaintiff in progress. Second instance.
187.	EP Hidroinženjering Plc.	RIKO Lubiana - Slovenia	Unpaid invoices	EUR 159,425.89	Regional Court, Lubiana, Slovenia	Uncertain	Validly decision accepted Plaintiff's claim. Enforced collection in progress.

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
188.	Z. Crnobrnja	EP Hidroinženjering Plc.	Determination of existence employment terms for the period 1985-1991	Taxes and contribution fees related to employment period from 20/01/1985-31/01/1991	3rd Basic Court in Belgrade	2018	Favourable. First instance
189.	Técnica y Proyectos S.A.; Energoprojekt Hidroinženjering S.A. and Carlos Alfredo Machicao Pereyra y Asociados S.R.L.	Proyecto Especial de Afianzamiento y Ampliación de los Recursos Hidricos de TACNA - PET	Ungrounded protesting financial guarantee of performance for the project Yaraskay + 30% of the balance upon the Agreement	USD 464,376.27 and USD 218,216.99	Cort of Arbitration in TACNA, Peru	The Arbitration Lawsuit completed and on 19/03/2018 the Court Decision was delivered. Now we are in period of possible expalantion claims, about every single item of the Decision. After that, there is another time period predicted for the answer of Court of Arbitration. But, according to actual situation it is most probalbe that P.E.T. will appeal to Higher Court to null the Decision made, which is not an obstacle for us to start the proceedings of execution of the Court of Arbitration Decision. We do estimate that this final phase of execution of the Decision, together with appeal to Higher Court, will last till the end of 2018.	Success achieved considreding complexity of this lawsuit: Yarascay Contract confirmed, the annulation of the contract made by client is rejected, it is ordered for Consortium Yarascay to pay the last invoice which is to cover 30% of the contract value

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
190.	Lahmeyer Agua y Energía S.A.; Energoprojekt Hidroinženjering S.A. and Técnica y Proyectos S.A.	Proyecto Especial de Irrigación e Hidroenergético del Alto PIURA - PEIHAP	Final liquidation and our request for damage compensation	36,000 US\$(FL our) 2,277.471.61US\$ (FL client) 541,319.18 US\$ (damage)	Court of Arbitration in PIURA, Peru	The arbitration lawsuit completed and on 01/09/2017 Arbitration Council has made unanimously decisions. On 25/09/2017 PEIHAP made a protest against those decisions and its execution and has also appealed to Higher Court to null it. According to actual situation it is estimated that this final phase of execution of arbitration decisions will last till July 2018	The most important decision is related to refusal of the clients claim for damage compensation, as well as his final liquidation. The Final liquidation of our Consortium was accepted. All the claims for damage compensation were rejected. It was denounced that there can be no claims for court expenses and arbitration fees, so that each side will cover its own costs.
191.	EP Energodata Plc.	Šipad komerc in bankruptcy	Unpaid services performed	RSD 258,586.20	Commercial Court in Belgrade	Executive decision granted, defendant in bankruptcy. Claims registered in bankruptcy proceeding.	Uncertain sum of claim collection
192.	EP Energodata Montenegro Ltd.	SOGE Banka Grbić Milan	Determination of annulment of guarantor	EUR 43,000.00	Commercial Court of Montenegro, Podgorica	2018	Uncertain First instance
193.	EP Energodata Montenegro Ltd.	NLB Banka Grbić Milan	Determination of annulment of guarantor	EUR 10,000.00	Commercial Court of Montenegro, Podgorica	2018.	Uncertain First instance
194.	EP Energodata Montenegro Ltd.	Grbić Milan	Damage compensation	EUR 34,035.00	Basic Court, Podgorica	2018	Grounded. First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
195.	EP Entel Plc.	PC EPS	Debt by accounts payment	RSD 1,375,200.00	Commercial Court in Belgrade	2018	Grounded. First instance
196.	EP Entel Plc.	PC EPS	Debt by accounts payment	RSD 580,800.00	Commercial Court in Belgrade	2018	Grounded. First instance
197.	EP Entel Plc.	PC EPS (RB Kolubara)	Debt by accounts payment	RSD 48,937,500.00	Commercial Court in Belgrade	2018	Grounded. First instance
198.	Paripović Duško	EP Entel Plc. as second of four defendants	Damage compensation – injury at work	RSD 1,300,000.00	Basic Court, Požarevac	Uncertain	Uncertain; proceedings stopped First instance
199.	Milanka Bančić	EP Industrija Plc.	Housign litigation		3rd Basic Court in Belgrade	2018	Validly decision rejected Plaintiff's claim. Plaintiff claims revision. Third instance.
200.	EP Industrija Plc.	Jugoremedija Plc. in bankruptcy	Claims registration	EUR 321,146.18	Commercial Court in Zrenjanin	Uncertain	RSD 28,884,312.77 – confirmed in conclusion of correction
201.	Marko Martinoli and other minor shareholders	EP Industrija Plc.	Request for Agenda annex at EP Industrija General Meeting		Commercial Court in Belgrade	2018	Uncertain. First instance
202.	Marko Martinoli and other minor shareholders	EP Industrija Plc.	Request for an emergency session of Assembly		Commercial Court in Belgrade	2018	Uncertain; validly decision partly rejected suggestions of minor shareholders; decisioning about one remained item of claim still pending First instance

Energoprojekt Holding Plc., Belgrade

No.	Plaintiff	Defendant	Legal grounds	Claim amount	Court of jurisdiction	Expected date of closure	Expected outcome
203.	EP Urbanizam i arhitektura. Plc.	M. Cvijić	Damage compensation	RSD 1,523,072.42	3rd Basic Court in Belgrade	Uncertain	Uncertain; enforced collection in the progress
204.	Tamara Vukadinović	EP Urbanizam. i arhitektura Plc.	Dismissal Annulment	RSD 1,137,530.29	3rd Basic Court in Belgrade	Uncertain	Uncertain First instance Uncertain.
205.	Jelena Davidović	EP Urbanizam i arhitektura Plc	Dismissal Annulment	RSD 1,028,129.00	3rd Basic Court in Belgrade	Uncertain	Returned to the first instance.
206.	Veljković Novica	EP Urbanizam i arhitektura Plc.	Annex 3 Annulment	RSD 89,425.53	3rd Basic Court in Belgrade	Uncertain	First instance procedure stopped.
207.	Marković Vladimir	EP Urbanizam i arhitektura Plc	Debt	USD 10,147.80	1st Basic Court in Belgrade	Uncertain	First instance decision adopted Plaintiff's claim Second instance proceedings upon claim of EP Urbanizam i arhitektura in progress

In addition of the above listed court cases in which Energoprojekt Holding is the defendant, there is a lawsuit with the New Company Ltd. branch IN Hotel, in which the plaintiff requests the GP Napred Razvoj Plc. company to determine the ownership right over the hotel building constructed on a lot for which Energoprojekt Holding was registered as a holder of rights in addition to the GP Napred Razvoj Plc. company. In this lawsuit, Energoprojekt Holding is a passive co-litigant, and thus there are no potential commitments for Energoprojekt Holding, but it had to be included in the action due to the formal reasons.

In addition to stated lawsuits, Energoprojekt Oprema has appealed international arbitration claims as follows:

- Arbitration with SNC Lavalin in the amount of EUR 1,270 thousand based on claims for project RTB Bor, mainly for registered and verified situations (which were subject to impairment for the receivables from previous years) as well as non-verified ones (registered as receivables for non-invoiced period). SNC Lavalin still did not collect their receivables from RTB Bor Ltd., and the payment was agreed at “back to back” principle. As SNC Lavalin has cancelled the agreement at its own will, Energoprojekt Oprema considers that the collection at “back to back” principle is not applicable any more, so there should apply the special clause about payment, defining the payment in case of cancelling the contract. If the positive decision in favour of Energoprojekt Oprema should be made, the chances of collecting is high,
- Arbitration with Gazprom Transgaz Belarus refer to receivables in the amount of USD 32,500 thousand, on project Energocentar Minsk, Belarus, mainly consisted of the equipment value: USD 22,700 thousand, ungrounded collection of guarantees for work performance: USD 5,000 thousand, projected works: USD 1,500 thousand and side-expenses: USD 2,700 thousand. Investor did not receive the equipment and the elaboration of project documentation was not completed. Gazprom Transgaz Belarus has stopped the work at its own will, although Energoprojekt Oprema has delivered the equipment according to the contract and its provisions that the investor becomes the owner of the equipment once it arrives at construction site. The outcome in this lawsuit is uncertain, but if the positive decision in favour of Energoprojekt Oprema should be made, the chances of collecting is high.

47. POST BALANCE SHEET EVENTS

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

In Belgrade, on August 10, 2018

2. BUSINESS REPORT

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

Note:

Business Report and Consolidated Business Report are presented as one report, containing information of significance for the economic overview.

Authentic overview of Company's growth and business results, financial position and information of significance for its assets valuation

An authentic overview of the Energoprojekt Holding Plc. (parent Company) and Energoprojekt Group growth and business results, financial position and information of significance for the valuation of corporate assets is presented and explained in detail within the "Notes to the Financial Statements for Q2 2018" (see Chapter 1 of the said Statements).

Plans for 2018 . include contracting of new business deals for the Energoprojekt Group in the country and abroad in the total amount of EUR 298.1 million, namely: EUR 158.7 million (53%) in the country and EUR 139.4 million (47%) abroad. During the first half of 2018, contracts for new business deals worth the total of EUR 87.6 million: EUR 71.4 million (82%) in the country and EUR 16.2 million (18%) abroad.

As at the last day of the reporting period, business deals worth approximately EUR 346.6 million remained on the level of the Energoprojekt Group to be completed over the following periods (in Serbia: EUR 215.6 million; and abroad EUR 131.0 million).

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

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 2018:

Priority tasks:

- Providing liquidity – activities aimed to collect debts and optimize credit liabilities of the companies within Energoprojekt Group;
- New business contracting and providing of continuous activities of companies within Energoprojekt Group;
- Providing conditions for the execution of business projects of the companies within Energoprojekt Group.

Other business-related tasks:

- Realization of all business activities, followed by suitable completing of contracts and relevant contract issues;
- Maintaining business and financial stability of the Group, with activities oriented to collecting of old financial claims;
- Adapting new market activities and creating conditions for new contract deals, followed by maximum engagement of present capacities;
- Improving business activities, together with high-quality planning and supervising, maintaining technology and organizational development;
- Using all the resources and assets of the companies in business activities;
- Location development, joining concessions and private investments
- Reinforcement of business cooperation by project and functional cooperation, with constant consolidation of corporate functions;
- Group development will be scheduled and perceived through possible structural changes and market adjustments;
- 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. Efforts on risk management development strategy are intensive and according to the plans, in compliance with the established annual plan of the Energoprojekt Holding Plc. internal audit for 2018.

Significant events after the end of the year for which the reports are prepared

Pursuant to the Contract on Acquiring Shares (concluded on 15/11/2017 between Energoprojekt Holding Plc. and i Sava Re Pozarovalnica Sava Plc.), Energoprojekt Holding Plc. has, by block transaction made on Belgrade Stock Exchange on 09/03/2018, sold all of its capital share in Energoprojekt Garant Ltd. Belgrade (92.94% share). This selling followed announcement on lack of intention for overtaking, when the intention for selling of 146,155 shares of issuers Energoprojekt Garant Ltd. Belgrade, owned by Energoprojekt Holding, was confirmed. This transaction was balanced on 13/03/2018. Trade was realized in relation to confirmation of National Bank of Serbia, which approved acquiring mentioned share to a buyer.

As at 14/03/2018 the selling of 441 share of the company Beogradsko Mešovito Preduzeće Plc. was finished.

In March 2018, Energoprojekt Entel institutes the lawsuit against PC Elektroprivreda Srbije for groundless deny of invoices, in the amount of RSD 48,938 thousand.

At 48th Annual General Meeting of Energoprojekt Holding Plc. Shareholders, celebrated on June 14th, 2018, as per the adopted Agenda, the following resolutions were approved: Resolution on Approval of Energoprojekt Holding Plc. Annual Business Report for 2017; Resolution on Approval of Energoprojekt Group Annual Consolidated Statement for 2017; Resolution on Distribution of Undistributed Profits; Resolution on Approval of Report by the Supervisory Board of Energoprojekt Holding Plc.; Resolution on Appointment of the Company Auditor and Approval of the Auditor's Fee.

Regular annual meetings of all subsidiary companies' shareholders from the Energoprojekt Group were held in due legal terms (except Energoprojekt Industrija Plc.). Regular Annual Meeting of Energoprojekt Industrija Plc. was not held due to lack of quorum (the new 29th Annual Meeting was rescheduled for August 22, 2018).

There were no major 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.

Major transactions with related entities

Receivables from the related parties arise primarily from the sale of services and are mature and collectible within 15 days from the invoicing date.

Liabilities to related parties arise mainly from commercial transactions and are mature within 5 to 30 days from the purchasing date.

The Company has no payment securities provided for liabilities to related parties.

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.

Energoprojekt Holding Plc. has in the period from January to June 2018 finished all the activities aimed to conform its own management system with the upgraded versions of quality management standard and environmental protection standard (ISO 9001:2015 and ISO 14001:2015).

External auditor’s control of „Lloyd’s Register“ was successfully implemented on June 26th, 2018..

Till now, the new upgraded versions of standards were integrated into own management systems of Energoprojekt Entel, Energoprojekt Oprema, Energoprojekt Hidroinženjering and Energoprojekt Industrija. Other subsidiary companies are in the final step of this process.

3. STATEMENT BY PERSONS RESPONSIBLE FOR PREPARATION OF REPORT

To the best of our knowledge, the Semi-Annual Consolidated Financial Statements of Energoprojekt Holding Plc. for 2018 were prepared in compliance with the relevant International Financial Reporting Standards and they present 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 Statements.

In compliance with the Law on Capital Market (RS Official Gazette, No 31/2011, 112/2015 and 108/2016) we hereby declare that the financial statements in question have not been audited.

Person responsible for preparation of the Report:

Energoprojekt Holding a.d.

Executive Director for Finance, Accounting and Planning



Vladimir Višnjić, B.Sc. Ecc

Legal Representative:

Energoprojekt Holding a.d.

Chief Executive Officer



Stojan Čolakov, M.Sc.C.E

4. DECISION OF COMPETENT CORPORATE BODY TO ADOPT THE SEMI-ANNUAL CONSOLIDATED REPORT OF ENERGOPROJEKT HOLDING PLC FOR 2018 *

Note *:

Semi-Annual Consolidated Report of the Energoprojekt Holding Plc. for 2018 was approved and adopted on August 14, 2018, at 91st meeting of the Executive Board of the Issuer.

In Belgrade, August 2018

Person responsible for preparation of the Report:

Energoprojekt Holding a.d.

Executive Director for Finance, Accounting and Planning




Vladimir Višnjić, B.Sc. Ecc

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Energoprojekt Holding a.d.

Chief Executive Officer




Stojan Čolakov, M.Sc.C.E