

UNAUDITED FINANCIAL STATEMENTS FOR 2014

of the AG Group and AG d.d.



This is a non-official English language translation by AG d.d. company.

Introductory note

Pursuant to the Rules of the Ljubljana Stock Exchange, d.d. Ljubljana and the Market in Financial Instruments Act, AG d.d., Kavčičeva ulica 66, 1000 Ljubljana (AG d.d.) hereby announces the Unaudited Financial Statements of the AG Group and company AG for 2014.

The Board of directors took note of the unaudited financial statements of the AG Group and AG d.d. Company for the financial year 2014 on 31th March 2015.

According to IFRS the Audited Annual Reports for 2014 of AG Group and AG d.d. company will be published before 30 April 2015.

Ljubljana, March 2015

Board of directors

1. ORGANISATIONAL STRUCTURE OF THE AG GROUP

As of 31 December 2014 the AG Group comprised of the parent company AG d.d. and the subsidiaries.

Basic information about AG d.d.:

Full company name:	AG, družba za investicije d.d.
Short company name:	AG d.d.
Business address:	Kavčičeva ulica 66, 1000 Ljubljana, Slovenia
Legal status:	Joint Stock Company
Year of establishment:	1955, as AG d.d. since 2010
Share capital (31.12.2014):	16.401.897,67 EUR
Number of shares (31.12.2014):	2.764.308
Chairman of the Board:	Gregor Kopriva
Executive director:	Marjanca Drame
Board of directors:	Gregor Kopriva – chairman Bosiljka Ščepanović – deputy Marjanca Drame
Activity classification:	Activities of holding companies

List of the companies included in the AG group consolidation besides the parent company AG d.d. on 31st December 2014:

- ETA Kamnik, d.o.o., Kajuhova pot 4, Kamnik,
- PLAMA-PUR, d.d. Podgrad, Podgrad 17, Podgrad,
- Strenia IND d.o.o. , Kavčičeva ulica 66, Ljubljana,
- Mestni pristan d.o.o., Jurčičev trg 1, Ljubljana,

and companies: Sončni vrt d.o.o., Bogojina 163d, Bogojina; and Panonska energetika d.o.o., Bogojina 163d, Bogojina.

For companies Sončni vrt d.o.o. and Panonska energetika d.o.o. we used the equity accounting method at the annual level, i.e. the attributable profit or loss is added to the financial result of the Group, and equity revaluation adjustment is attributed to the equity of the Group.

2. OWNERSHIP STRUCTURE

Ownership structure as of 31st December 2014:

Shareholder	Number of shares	% ownership
ZIF Moneta a.d. Podgorica	1.459.654	52,80%
Bank Alpinum AG (<i>Fiduciary</i>)	423.954	15,34%
Raiffeisen bank d.d. BIH (<i>Fiduciary</i>)	195.950	7,09%
SGKB (LUX) Fund – Danube Tiger fund	162.600	5,88%
Julius Bear Multipartner Balkan Tiger fund	132.067	4,78%
Other legal entities	382.927	13,85%
Individual shareholders	7.156	0,26%
SKUPAJ	2.764.308	100%

	2014	2013
Equity	17.838.785	14.166.747
<i>Share capital</i>	<i>16.401.898</i>	<i>13.652.275</i>
Number of shares as at 31.12.	2.764.308	2.300.898

3. FINANCIAL STATEMENTS

Notes to the financial statements

The unaudited consolidated financial statements have been prepared in accordance with the provisions of International Financial Reporting Standards (IFRS). Financial statements of the company AG d.d. were compiled in accordance with the Slovene Accounting Standards (SRS).

Unaudited consolidated balance sheet of the AG Group as of 31 December 2014 (in EUR)

	31.12.2014	31.12.2013*
ASSETS	59.186.423	58.974.369
A. LONG-TERM ASSETS	26.097.042	31.075.845
I. Intangible assets	245.345	166.207
II. Tangible fixed assets	21.426.331	23.912.437
III. Investment property	185.000	2.252.996
IV. Long-term financial investments	3.078.398	3.585.293
V. Long-term operating receivables	350.000	350.000
V. Deferred tax	811.968	808.912
B. SHORT-TERM ASSETS	33.040.990	27.883.183
I. Inventories	9.601.372	9.000.922
II. Short-term operating receivables	14.253.426	14.861.899
<i>Short-term trade receivables</i>	<i>13.379.328</i>	<i>14.257.308</i>
<i>Short-term operating receivables to other entities</i>	<i>874.098</i>	<i>604.591</i>
III. Short-term financial investments	8.418.867	3.435.983
IV. Cash and cash equivalents	767.325	584.378
C. SHORT-TERM DEFERRED COSTS AND ACCRUED REVENUES	48.391	15.342

*Annual Report 2013 - Audited consolidated balance sheet.

		31.12.2014	31.12.2013*
	EQUITY AND LIABILITIES	59.186.423	58.974.369
A.	EQUITY	37.826.375	35.176.644
I.	Share capital	16.401.898	13.652.275
II.	Share premium	173.186	72.837
III.	Revenue reserves	395.346	333.834
IV.	Retained net profit or loss from previous periods	5.469.468	3.612.779
V.	Net profit or loss for the financial year	1.714.745	1.077.640
VI.	Revaluation reserve	4.054.222	6.979.850
VII.	Equity of non-controlling interests	9.617.510	9.447.429
B.	PROVISIONS	1.064.113	973.685
C.	LONG-TERM LIABILITIES	6.149.061	10.426.657
I.	Long-term financial liabilities	5.313.946	9.573.858
	<i>Long-term financial liabilities to banks</i>	<i>3.703.799</i>	<i>7.779.002</i>
	<i>Long-term financial liabilities – bonds</i>	<i>1.524.000</i>	<i>1.794.856</i>
	<i>Other long-term financial liabilities</i>	<i>86.147</i>	<i>0</i>
II.	Deferred tax liabilities	835.115	852.799
D.	SHORT-TERM LIABILITIES	13.961.439	12.111.754
I.	Short-term financial liabilities	7.292.028	5.618.645
	<i>Short-term financial liabilities to banks</i>	<i>7.025.614</i>	<i>3.739.642</i>
	<i>Other short-term financial liabilities</i>	<i>266.414</i>	<i>1.879.003</i>
II.	Short-term operating liabilities	6.669.411	6.493.109
	<i>Short-term trade payables</i>	<i>4.974.636</i>	<i>4.749.810</i>
	<i>Other short-term operating liabilities</i>	<i>1.694.775</i>	<i>1.743.299</i>
D.	SHORT-TERM ACCRUES COSTS AND DEFERRED REVENUES	185.435	285.629

*Annual Report 2013 - Audited consolidated balance sheet.

**Unaudited consolidated income statement of the AG Group for the period ending 31 December
2014**

	<i>1-12/2014</i>	<i>1-12/2013*</i>
A. Revenue	57.904.435	55.902.157
B. Change in the value of inventories of products and work in progress	41.864	-1.248.882
C. Other operating revenues	277.776	561.510
D. Gross income	58.224.075	55.214.785
E. Costs of good, materials and services	41.839.582	38.639.225
Costs of goods sold	514.082	502.868
Costs of material	34.648.039	32.069.612
Costs of services	6.677.461	6.066.745
F. Labour costs	9.851.970	10.184.403
G. Depreciation and amortisation	2.003.247	2.322.775
H. Revaluation of current assets	0	0
I. Provisions	0	42.965
J. Other operating expenses	230.384	420.383
K. Operating profit (EBIT)	4.298.892	3.605.034
L. Financial revenues	1.435.954	421.770
M. Financial expenses	1.743.359	1.517.948
N. Profit from continuing operations	3.991.487	2.508.856
O. Other income	66.797	117.860
P. Other expenses	21.749	18.752
R. Profit before tax	4.036.535	2.607.964
S. Corporate income tax	488.518	421.284
V. Deferred tax	20.961	-103.974
Net profit for the period	3.568.978	2.290.654
<i>Of which attributable to non-controlling interests</i>	<i>1.792.721</i>	<i>1.213.004</i>

*Annual Report 2013 - Audited consolidated income sheet.

Unaudited Balance Sheet of the AG d.d. as of 31 December 2014 (in EUR)

		31.12.2014	31.12.2013*
	ASSETS	22.783.098	19.253.014
A.	Long-term assets	16.135.346	19.137.724
I.	Property, plant and equipment	243.528	229.427
II.	Investment property	185.000	1.182.996
III.	Long-term financial investments	15.706.818	17.725.301
B.	Current assets	6.647.752	115.290
II.	Trade receivables	58.131	86.209
III.	Short-term financial investments	6.504.787	28.908
IV.	Cash and cash equivalents	84.834	173
C.	Deferred assets	0	0

	EQUITY AND LIABILITIES	22.783.098	19.253.014
A.	Equity	17.838.785	14.195.667
I.	Share capital	16.401.898	13.652.275
II.	Share premium	173.186	72.837
III.	Revenue reserves	395.346	333.834
IV.	Retained net profit or loss from previous periods	129.836	-105.127
V.	Net profit or loss for the financial year	732.229	234.964
VI.	Revaluation reserve	6.291	6.885
B.	Provisions	0	0
C.	Long-term liabilities	4.086.282	4.616.689
I.	Long-term financial liabilities	4.084.894	4.615.519
	<i>Long-term financial liabilities to banks</i>	<i>2.084.894</i>	<i>2.615.519</i>
	<i>Long-term financial liabilities - bonds</i>	<i>2.000.000</i>	<i>2.000.000</i>
II.	Deferred tax liabilities	1.389	1.170
D.	Short-term liabilities	844.219	426.436
I.	Short-term financial liabilities	713.169	279.910
II.	Short-term operating liabilities	131.049	146.526
E.	Short-term accrues costs and deferred revenues	13.811	14.222

*Annual Report 2013 - Audited balance sheet.

Unaudited Income statement of AG d.d. for the period ending 31 December 2014 (in EUR)

		<i>1-12/2014</i>	<i>1-12/2013*</i>
A.	Revenues	13.956	30.871
B.	Change in inventories	0	0
C.	Other operating income	24.473	8.840
D.	Gross income	38.428	39.711
E.	Costs of goods, materials and services	140.113	130.675
F.	Labour costs	38.444	30.273
G.	Depreciation and amortisation	13.431	1.762
H.	Revaluation of current assets	0	0
I.	Other operating expenses	1.918	295
J.	Operating profit (EBIT)	-155.478	-123.294
K.	Finance income	2.883.171	1.150.529
L.	Finance expenses	1.933.952	792.271
M.	Profit from continuing operations	793.741	234.964
N.	Other income	0	0
O.	Other expenses	0	0
P.	Net profit for the period	793.741	234.964

**Annual Report 2013 - Audited income statement.*