

2015

LUKA KOPER GROUP

**NON-AUDITED REPORT OF LUKA KOPER GROUP AND LUKA
KOPER D.D., JANUARY – JUNE 2015**

Koper, August, 2015

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BUSINESS REPORT

PERFORMANCE HIGHLIGHTS OF LUKA KOPER GROUP

COMPARISON OF ACTUAL AND PLANNED RESULTS OF THE LUKA KOPER GROUP, JANUARY – MARCH 2015

| | 1 - 6/2015 | Plan 1 - 6/2015 | Index Result/ Plan |
|--|------------|--------------------|--------------------------|
| From Income Statement (in EUR) | | | |
| Operating revenues | 92.130.652 | 87.784.556 | 105 |
| Operating profit (EBIT) | 24.027.708 | 16.038.025 | 150 |
| EBITDA | 37.725.899 | 29.736.727 | 127 |
| Net profit | 19.641.172 | 12.528.656 | 157 |
| From Cash Inflow Statement (in EUR) | | | |
| Investments in property, plant and equipment and intangible assets | 9.411.789 | 24.130.665 | 39 |
| Cargo throughput (in tonnes) | | | |
| Cargo throughput | 10.651.325 | 9.661.470 | 110 |

COMPARISON OF LUKA KOPER GROUP RESULTS FOR JANUARY – JUNE 2015 AND 2014

| | 1 - 6/2015 | 1 - 6/2014 | Indeks 2015/2014 |
|--|------------|------------|---------------------|
| From Income Statement (in EUR) | | | |
| Operating revenues | 92.130.652 | 79.989.939 | 115 |
| Operating profit (EBIT) | 24.027.708 | 18.328.950 | 131 |
| (EBITDA) | 37.725.899 | 31.946.005 | 118 |
| Financing gain (loss) | -1.372.949 | -1.908.009 | 72 |
| Pre-tax profit | 23.356.937 | 16.719.944 | 140 |
| Net profit | 19.641.172 | 14.475.900 | 136 |
| From Cash Inflow Statement (in EUR) | | | |
| Investments in property, plant and equipment and intangible assets | 9.411.789 | 16.898.133 | 56 |
| Cargo throughput (in tonnes) | | | |
| Cargo throughput | 10.651.325 | 9.264.638 | 115 |

| | 30.06.2015 | 31.12.2014 | Index 2015/2014 |
|--|-------------------|-------------------|----------------------------|
| From Statement of Financial Position (in EUR) | | | |
| Assets | 468.759.221 | 452.585.551 | 104 |
| Non-current assets | 412.387.412 | 414.412.047 | 100 |
| Current assets | 56.371.809 | 38.173.504 | 148 |
| Equity | 307.704.150 | 286.323.570 | 107 |
| Non-current liabilities | 120.469.705 | 129.318.586 | 93 |
| Current liabilities | 40.585.366 | 36.943.395 | 110 |
| Financial liabilities | 116.098.703 | 128.146.556 | 91 |

| | 1 - 6/2015 | 1 - 6/2014 | Index 2015/2014 |
|---|-------------------|-------------------|----------------------------|
| Indicators (as percentage) | | | |
| Return on sales (ROS) | 26,08% | 22,91% | 114 |
| Net return on equity (ROE) ¹ | 13,23% | 10,80% | 122 |
| Net return on assets (ROA) ¹ | 8,53% | 6,41% | 133 |
| EBITDA | 40,95% | 39,94% | 103 |
| Financial liabilities /equity | 37,73% | 51,47% | 73 |

***COMPARISON OF LUKA KOPER, D. D., RESULTS FOR JANUARY –
JUNE 2015 AND 2014***

| | 1 - 6/2015 | 1 - 6/2014 | Index 2015/2014 |
|---------------------------------------|-------------------|-------------------|----------------------------|
| From Income Statement (in EUR) | | | |
| Net profit | 17.865.522 | 13.613.176 | 131 |

¹ The indicators are calculated on the basis of annualised data.

INTRODUCTORY NOTE

Compliant with the Market and Financial Instrument Act RS, Ljubljana Stock Exchange Rules as well as Guidelines on Disclosure for Listed Companies, Luka Koper, d.d., Vojkovo nabrežje 38, 6501 Koper, discloses this Non-audited Report on the performance of Luka Koper, d. d., and the Luka Koper Group for January – June 2015.

This Non-audited Report on the performance of Luka Koper d.d. and the Luka Koper, Group for January – June 2015 can be examined at Luka Koper, d.d., registered headquarters at Vojkovo nabrežje 38, 6501 Koper and shall also be accessible via the company's website www.luka-kp.si, from 21st August 2015 onwards.

The company promptly publishes any pertinent changes to information contained in the prospectus for stock exchange listing on SEOnet, the electronic information system,.

This Non-audited Report on the performance of Luka Koper, d. d. and the Luka Koper Group for January – June 2015 was addressed by the company's Supervisory Board at its regular session on 21st August 2015.

PRESENTATION OF LUKA KOPER

Luka Koper je družba Luka Koper, a port operator and logistic provider, with its registered office in Koper, Slovenia, is the parent company of the Luka Koper Group.

Profile of the company Luka Koper, d. d., profile as of 21st August 2015

| | |
|--|--|
| <i>Company full name</i> | <i>Luka Koper, pristaniški in logistični sistem, delniška družba</i> |
| <i>Short company name</i> | <i>Luka Koper, d. d.</i> |
| <i>Registered office</i> | <i>Vojkovo nabrežje 38, Koper</i> |
| | <i>Phone: 05 66 56 100</i> |
| | <i>Fax: 05 63 95 020</i> |
| | <i>Email: portkoper@luka-kp.si</i> |
| | <i>Website: www.luka-kp.si</i> |
| <i>Company registration</i> | <i>Application No. 066/10032200, registered at Koper District Court</i> |
| <i>Company registration number</i> | <i>5144353</i> |
| <i>Tax number</i> | <i>SI 89190033</i> |
| <i>Issued share capital</i> | <i>58.420.964,78 euros</i> |
| <i>Number of shares</i> | <i>14.000.000 ordinary no-par value shares</i> |
| <i>Share listing</i> | <i>Ljubljanska borza, d. d., prime market</i> |
| <i>Share ticker symbol</i> | <i>LKPG</i> |
| <i>Predident of the Management Board</i> | <i>Dragomir Matić</i> |
| <i>Member of the Management Board</i> | <i>Andraž Novak</i> |
| <i>Member of the Management Board – Workers Director</i> | <i>Matjaž Stare</i> |
| <i>President of the Supervisory Board</i> | <i>Alenka Žnidaršič Kranjc</i> |
| <i>Luka Koper, d. d. core activity</i> | <i>Seaport and logistics system operator and service provider</i> |
| <i>Luka Koper group activities</i> | <i>Various support and ancillary services in relation to core activity</i> |

Companies consolidated within the Luka Koper group provide various services which accomplish the comprehensive operation of the Port of Koper. In addition to the parent company Luka Koper, d. d., the Luka Koper Group was comprised of the following subsidiary and associated companies as of 31 June 2015.

Luka Koper Group as of 30 June 2015

- Luka Koper, d. d.
- Luka Koper INPO, d. o. o., 100 %
- Adria Terminali, d. o. o., 100 %
- Luka Koper Pristan, d. o. o., 100 %
- TOC, d. o. o., 68,13 %
- Adria Transport, d. o. o., 50 %
- Adria – Tow, d. o. o., 50 %
- Adriaфин, d. o. o., 50 %
- Avtoservis, d. o. o., 49 %
- Logis Nova, d. o. o., 100 %
- Adria Investicije, d. o. o., 100 %
- AdriaSOLE, d. o. o. – bankruptcy, 98 % (in bankruptcy proceedings as of 28th 2014)
- Golf Istra, d. o. o. – bankruptcy, 20 % (in bankruptcy proceeding as of 29th October 2014)

Companies comprised in Luka Koper Group in the consolidated statements as of 30 June 2015

a) Full consolidation method:

- Luka Koper INPO, d. o. o., 100 %
- Adria Terminali, d. o. o., 100 %
- Luka Koper Pristan, d. o. o., 100 %
- TOC, d. o. o., 68,13 %

b) Equity method:

- Adria Transport, d. o. o., 50 %
- Adria – Tow, d. o. o., 50 %
- Adriaфин, d. o. o., 50 %
- Avtoservis, d. o. o., 49 %

c) Companies not comprised in consolidated financial statements:

- Logis Nova, d. o. o., 100 %
- Adria Investicije, d. o. o., 100 %

- Adriazole, d. o. o. – bunkruptcy, 98 % (in bunkruptcy proceedings as of 28th February 2014)
- Golf Istra, d. o. o. – bunkruptcy, 20 % (in bunkruptcy proceedings as of 9th October 2014)

CORPORATE MANAGEMENT AND GOVERNANCE

Luka Koper, d. d. , Management Board

As of 31st June 2015, the Luka Koper, d. d., Management Board was comprised of the following members:

- Dragomir Matić, President of the Management Board, appointed on 23rd May 2014 for a five-year term, taking up the position as of 10th June 2014,
- Andraž Novak, Member of the Management Board, commenced a five-year term on 10th June 2014,
- Tine Svoljšak, Member of the Management Board, commenced a five-year term on 1st February 2015,
- Matjaž Stare, Workers Director, commenced a five-year term on 18th October 2010.

A presentation of Luka Koper d.d. Members of the Management Board is available on the company's website www.luka-kp.si

The Supervisory Board of Luka Koper, d. d., at its session on 22 May 2015 discussed and adopted the notice of resignation of the Member of the Management Board for finance and accounting, Mr. Tine Svoljšak. Tine Svoljšak exercised his function 30 June 2015.

New composition of the Management Board as of 1 July 1, 2015

- Dragomir Matić, President of the Management Board, appointed on 23rd May 2014 for a five-year term, taking up the position as of 10th June 2014,
- Andraž Novak, Member of the Management Board, commenced a five-year term on 10th June 2014,
- Matjaž Stare, Workers Director, commenced a five-year term on 18th October 2010.

Luka Koper, d.d. Supervisory Board

The Luka Koper, d. d. Supervisory Board is composed of nine members, six of whom are elected by the General Assembly of Shareholders and three by the Worker's Council. They are elected for a four-year term. As of 31st March 2015, the Supervisory Board was comprised of the following members:

- **Representatives of the shareholders**
- dr. Alenka Žnidaršič Kranjc, President of the Supervisory Board, representative of shareholders, commenced a four-year term on 7th October 2013 (23rd General Assembly of the Shareholder
- dr. Elen Twrdy, Deputy President of the Supervisory Board, representative of shareholders, commenced a four-year term on 7th October 2013 (23rd General Assembly of the Shareholders),
- Rado Antolovič, Member of the Supervisory Board, representative of shareholders, commenced a four-year term on 7th October 2013 (23rd General Assembly of the Shareholders),

- mag. Andrej Šercer, član nadzornega sveta, predstavnik kapitala, začetek štiriletnega mandata: 7. oktober 2013 (23. skupščina delničarjev),
- Žiga Škerjanec, Member of the Supervisory Board, representative of Shareholders, commenced a four-year term on 7th October 2013 (23rd General Assembly of the Shareholders),
- Sabina Mozetič, Member of the Supervisory Board, representative of Shareholders, commenced a four-year term on July 12th 2011 (19th General Assembly of the Shareholders).

The Member of the Supervisory Board, Ms. Sabina Mozetič, representative of the Municipality of Koper, terminated the four-year mandat on 12 July 2015. On the 26th Shareholders Meeting which will be held on 21 August 2015, the proposal for her election for the Member of the Supervisory Board of Luka Koper, d. d., for the four-year mandate which will start from the date of the appointment at the Shareholders' Meeting.

- **Representatives of employees**
 - Mladen Jovičič, Member, Employee Representative, commenced a four-year term on 18 March 2013,
 - Stojan Čepar, Memeber, Employee Representative, commenced a four-year term on 18 March 2013,
 - Nebojša Topič, M.Sc., Member, employee Representative, commenced a four-year term on 28 July 2012.
-
- **External member of the Suprevisory Board Audit Committee**
 - Barbara Nose, appointed for the term from 22nd August 2014 till 7th October 2017.

SIGNIFICANT EVENTS JANUARY – JUNE 2015

JANUARY

- At Luka Koper, d.d. initiative, the Faculty of Economy in Ljubljana presented the results of the Study on the railway infrastructure funding in Slovenia, emphasising the the funding of the second railway track.
- Luka Koper d.d. Supervisory Board of Luka Koper, d.d., endorsed the Business Plan of Luka Koper Group for the year 2015.
- As part of Living with the Port Fund activities, Luka Koper published a call for applications for sponsorship and grants.
- On the basis of the positive growth of value added per employee and employee a and net profit generated in the years 2013 and 2014, the Management Board of Luka Koper, d.d., signed an agreement on pay suppmenet for all Luka Koper d.d. employees with two representative trade unions.
- Members of the Association of North Adriatic Ports (NAPA), among which is also Luka Koper, d.d., signed the Letter of Intent for the support of development plans of single members and atheir efficient connections with the hinterland, in compliance with the EU guidelines and priorities.
- The company presented the environmental projects to the Minister of the Environment and Spatial Planning, Mrs. Irena Majcen, in occasion of her visit in Koper.
- Railway operator Baltic Rail enhanced the regular railway connection between from Koper and Wroclaw in Poland.

FEBRUARY

- The arrangement and asphaltting of 56.500 m² of surfaces for the storage of vehicles were completed in the hinterland of the Pier II.
- First two vessels pertaining to two new services, weekly connecting the Port of Koper with Asian ports, were moored. Both in case of Ocean3 alliance, connecting French CMA-CGM, Chinese CSCL and Arab UASC, as well as in case of M2 alliance, connecting Danish Maersk Line and Swiss MSC, the Port of Koper is first port of call at their arrival in Adriatic.
- New Member of the Management for Finance and Accounting, Mr. Tine Svoljšak, took up his post.
- Greek shipping company Mediterranean Car-Carrier Line (MCCL) enhanced RO-ROconnection with the Black Sea, including also the Port of Koper.
- The Chinese shipping company COSCO enhanced the container service which will connect the Port of Koper with Greek and Turkish ports.
- Minister of Agriculture, Forestry and Food, Mr. Dejan Židan paid visit in the Port of Koper.

MARCH

- Members of the Employees' Committee of Luka Koper, d.d., met the the Minister of Infrastructure, Mr. Peter Gašperšič and presented him the standpoints of the Employees' Committee about the privatisation, comopany's organization and the construction of the second railway track.
- Luka Koper Cruise Terminal presented its activities and operations at the Seatrade Cruise Shipping in Miami, the world's largest cruise shipping fair.
- An Agreement on cooperation was signed with the Jordan port of Aqaba. .
- Luka Koper, d.d., activities to the Polish interested public in Wroclaw.
- At Container terminal, maritiome cargo throughput reached over 72 thousand TEUs, which is the biggest monthly quantity up to now.
- The company presented its activities to the existing and potential partners in Egypt.
- Luka koper hosted the European Commissioner for Transport Mrs. Violeta Bulc.
- Luka Koper d.d. best suppliers in 2014 received recognitions.

APRIL

- The cruise ship Berlin inaugurated the cruise season at the Koper's Cruise Terminal.
- The first vessel of the third new direct service from Koper to the Far East, established by the alliance CKYHE, connecting the shipping companies Evergreen, Yang Ming, COSCON, Japanese »K« line and the Corean Hanjin, sailed off from the Chinese port Quingdao . Also in this event, the first port of call in Adriatic will be in the Port of Koper.
- At Koper District Court was a commercial proceeding between Luka Koper, d.d., and defendants, former members of the Management Board for the payment of claim for damages in the amount of 5.048.434,48 euros with statutory default interests and legal costs has taken place. On 13th April 2015 the company received a judgment of the Supreme Court in Koper, following to which the company request for compensation was not justified. Luka Koper, d.d., will fil an appeal against the aforesaid judgement of the Supreme Court in Koper. The company holds the contingent assets for this damage claim.
- Talks about the cooperartion opportunities were held with the Czech business delegatio, accompanying the Czech Prime Minister during his visit in Slovenia.
- The transport route through the Port of Koper was presented to the participants of the conference Fresh Produce India, which was held in Mumbai, India.
- Luka Koper, d.d. presented its offer to the association of shipping agents and forwarders in Belgrade.
- The specialised magazine Automotive Logistics published the statistics of vehicles maritime seaport in the European Union. In the Mediterranean area, the Port of Koper also in 2014 ranked as second largest port for handled volume of vehicles, among European Union ports, the Port of Koper ranked at eleventh place.
- The Company's development plans in the field of vehicles were presented in occasion of the Santander International Automotive Logistics conference, held in Santander in Spain.

- The representatives of Luka Koper d.d., attended the international day in Debrecen in Hungary, presented to the participants business and development plans of Luka Koper, d. d.
- The Supervisory Board of Luka Koper, d. d., endorsed the proposal of the Management Board on the disposal of the accumulated profit for 2014, which will be proposed by the Supervisory and Management Board for the approval of the Shareholders' Meeting. The proposal for the use of the accumulated profit, is the following:
 - Part of the accumulated profit in the amount of EUR 8,540.000,00 is to be paid as dividends in gross value of EUR 0,61 per ordinary share,
 - Residual value of accumulated profit in the amount of EUR 6,058.947,31 shall be allocated to other revenue reserves.
- The Supervisory Board of Koper, d. d., gave its consent for the realisation of the extension of the southern part of the Pier I and provision of the capacities of the Container Terminal for the annual throughput up to 1,15 million TEUs. This comprises the construction of new storage areas on the surface of 98.000 m² and the arrangement of the existing ones, the dredging of the Basin I to the depth -15 m and the construction of the landfills for the disposal of material, additional railway tracks and transition on the new waggons transshipment (RMG – rail mounted gantry crane), the extension of the operating quay and acquisition of four new super post-panamax shore cranes and other equipment. The estimated value of the investment, which will be progressively implemented till the year 2021 amounts to EUR 225 million, this value comprises also investments completed in 2014.
- The Supervisory Board of Luka Koper, d. d., gave its consent to the construction of three fuel oil tanks at Pier II, each with capacity of 20.000 m³. The estimated value of the investment amount to EUR 13,9 million. The construction which is projected this year, shall be terminated next year.

MAY

- The representatives of Luka Koper, d.d. attended the biggest logistic fair in Europe Transport Logistic Munchen 2015.
- An external audit was conducted by the Slovenian Institute of Quality and Metrology, which encompassed the renewal audit of management systems in accordance with ISO 9001 and 140001 standards and regular audit of the occupational health systems and food safety. The auditors visited several locations in Luka Koper, d.d., and in subsidiary enterprises Luka Koper INPO, d. o. o., and Adria Terminali, d. o. o.
- 12.000 m² of arranged areas for the storage of full containers were obtained.
- The Supervisory Board of Luka Koper, d. d., adopted the notice of resignation of Tine Svoltjšak, Member of the Management Board for finance and accounting, who exercised his function until 30 June 2015.
- The Supervisory Board of Luka Koper, d. d., gave its consent for the implementation of the investment in the construction of the new RO-RO berth in the Basin III and other associated companies. The new capacities will be mainly used for the handling of vehicles. The investment comprises the new berthing place for car-carrier vessels along the Basin III, the arrangement of the warehousing areas and transportation

lanes, construction of the additional group of railway tracks to the new entry and the truck terminal and the arrangement of the hinterland disposal areas for the storage in the hinterland and on the head of the Pier II. The total value of investments, which will be carried out by stages amounts to EUR 25,2 million.

- Luka Koper, d.d., organised the traditional Port day, which was attended by 2.800 visitors.
- The Luka Koper, d.d. Port Day in Tokio, Japan was attended by more than 60 representatives of logistics companies.

JUNE

- The Management Board published the call for 26th Shareholders' Meeting of Luka Koper, d. d., to be held on 8 July 2015.
- According to the analysis of the specialized logistic magazine Verkehr, also in 2014 the Austrian oversea cargo was handled through the Port of Koper.
- Talks about the further cooperation were held with the members of the Hungarian delegation, led by the Deputy Minister of Foreign Affairs.
- The transport route through the Port of Koper was presented to the business delegation from Vietnam.
- The passengers of cruise vessels Princess Cruises, Holland America Line and Seabourn of the shipping company Holland America Group, assessed the Port of Koper as the best destination in the Mediterranean.
- After ten years, the vessel of the Slovenian shipping company Splošna plovba, Portorož, was berthed in the Port of Koper.
- The informatisation of the control of reefer containers was completed.
- As at 30 June 2015 Tine Svoljšak terminated his office of the Member of the Management Board for finance and accounting.

RELEVANT POST-BALANCE SHEET EVENTS

JULY

- On 3 July 2015, the Management Board of Luka Koper, d. d., due to the ascertained procedural grounds, cancelled the Shareholders' Meeting convened for 8 July 2015.
- On 14 July, 2015 the Management Board of Luka Koper, d. d., pursuant to the provision of paragraph 1, Article 10 of the Articles of Association of Luka Koper, d. d., convened the 26th Shareholders' Meeting of Luka Koper, d. d., which will be held on 21 August 2015.
- Till the appointment of the new Member of the Management Board for finance and accounting this function was taken over by the Member of the Management Board Andraž Novak.
- Luka Koper, d. d., started the dredging of the seabed along the container terminal quay to the depth -15 m, Slovenian Maritime Administration with the dredging of the access channel in the Basin I to the depth -15 m. The value of works amounts to EUR 1,7 million. The dredging is co-financed by the European Union under the TEN-T programme within the project NAPADRAG.
- Luka Koper, d.d. obtained the funds in the total amount of EUR 6,5 million at the call for tenders from Connecting Europe Facility (CEF) providing funding opportunities, to which 700 projects applied. Among 276 projects three were selected and namely NAPA4CORE, GAINN4MOS and Fresh Fruit Corridors, by which Luka Koper, d. d., in cooperation with the partners.

PERFORMANCE ANALYSIS OF LUKA KOPER

In the first half of 2015 Luka Koper Group handled a total of 10.7 million tonnes of cargo and the planned maritime throughput was exceeded by 10 percent, and by 15 percent when compared to the first half of 2014. Compared to the previous year, the maritime throughput increased in all product groups, except in the category of general cargoes. The performance of the first half of 2015 was marked with the largest monthly handled quantity of goods in March 2015 at the Container terminal, respectively 72 thousand TEUs, and in June 2015 the largest quantity of soya was handled, and namely 72 thousand tonnes.

In the first half of 2015, Luka Koper Group net sales revenues amounted to 92.1 million euros and were 4.3 million euros resp. by 5 percent ahead on the planned net sales revenues in the first half of 2015, and EUR 12,1 million resp. 15 percent ahead on the achieved net sales from revenue in the equivalent period last year.

Luka Koper Group's operating profit amounted to EUR 24 million and exceeded the operating profit realised in the equivalent period in 2014 by EUR 5,7 million resp. by 31 percent, as the increase of the net revenue from sales was higher than the increase of the operating expenses.

Net profit of the Luka Koper Group in the first half of 2015 amounted to EUR 19.6 million and was EUR 7.1 million resp. 57 percent ahead on the planned one, and EUR 5.2 million resp. 36 percent ahead on the net profit in the first half of 2014.

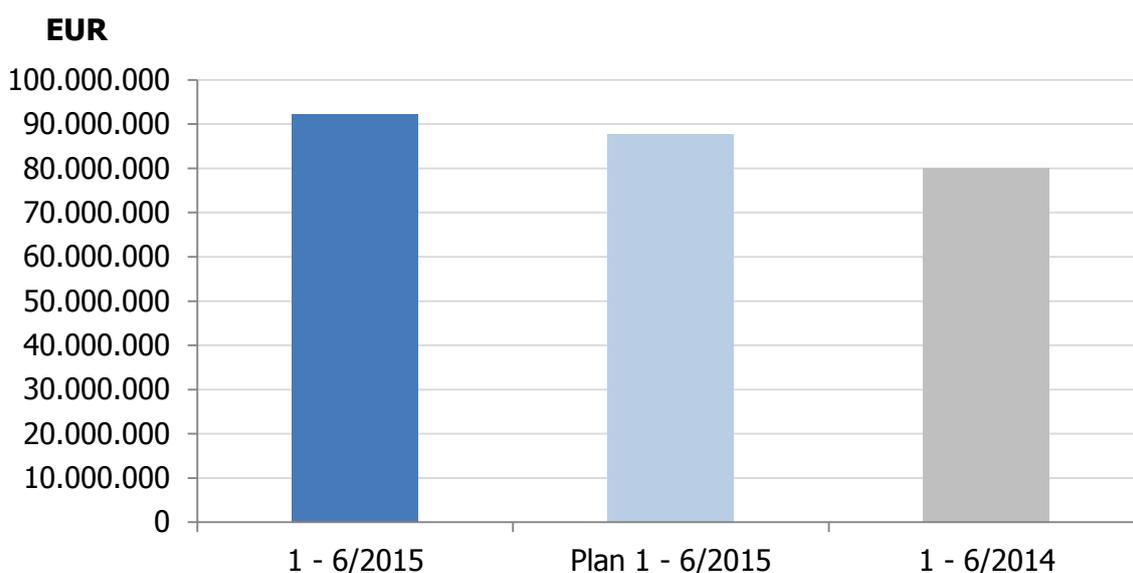
NET REVENUE FROM SALE

In the first half of 2015 the net revenue from sale of the Group reached EUR 92.1 million, thus exceeding the planned net revenue from sale when compared to the equivalent period in 2014.

Table 1: Net operating revenues January – June 2015 and 2014

| (in EUR) | 1 – 6/2015 | 1 – 6/2014 | Index 2015/2014 |
|-----------------|-------------------|-------------------|----------------------------|
| TOTAL | 92.130.652 | 79.989.939 | 115 |

Figure 1: Net revenue from sale of Luka Koper Group



Net revenue from sale of Luka Koper Group increased by 15 percent with respect to the first half of 2015 in its primary activity of loading and unloading and warehousing.

OTHER REVENUES

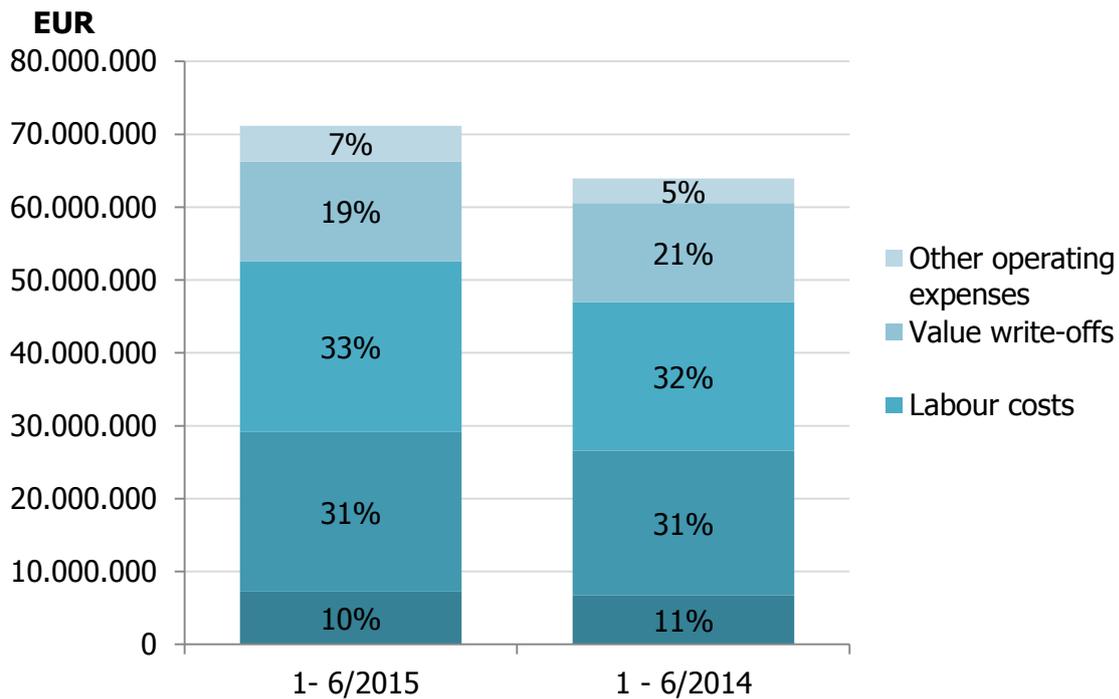
Other revenues of Luka Koper Group amounted to EUR 3.1 million, which is EUR 777 thousand resp. 34 percent increase on the same period last year. Among this is the reversal of provisions in the amount of 1.5 million euros related to the judicial settlement, on the basis the company settled the payment of the amount of EUR 262 thousand, and by this the commercial proceeding against Luka Koper, d.d., which lasted from the year 2012, was finally disposed.

OPERATING EXPENSES

In the first half of 2015, the Luka Koper Group operating expenses amounted to EUR 71.2 million, which is EUR 7.2 million resp. 11 percent ahead of the equivalent period last year. Compared to equivalent period last year, within the operating expenses, the increase was recorded in all types of expenses.

A share of operating expenses in net sales revenues in the period is equivalent to 77.2 percent, which is a year-on decrease of 2.7 percentage points. Compared to 2014, there was a decrease of the cost of services, cost of labour and depreciation costs in net revenues from sale, the share of cost of material remained at the same level, the portion of other types of expenses increased.

Figure 2: Structure of the Luka Koper Group's operating expense



COST OF MATERIAL

In January – June 2015, the cost of material amounted to 7.2 million euros, which is 449,9 thousand euros resp. seven percent ahead on the same period in 2014. Auxilliary materials and spare parts costs can be attributed to the increased maintenance works execution. There was a slight decrease of cost of energy, due to the fall of prices of fuel.

COST OF SERVICES

In the first half of 2015, the cost of services amounted to EUR 21.9 million, which is EUR 2.1 million resp. 11 percent ahead on costs generated in 2014. The costs pertaining to the maintenance increased due to the increased volume of mainetnace works. Also service costs pertaining to the provision of port services increased by 5 percent, whereby the maritime throughput recorded 15 percent growth. In this respect, there was an increase in concession costs as a consequence of higher operating revenues; an increase was registered also in service costs, which are mostly reinvoiced and IT support costs.

EMPLOYEE BENEFITS EXPENSE

In the first half of 2015, employee benefits expense of Luka koper Group amounting to EUR 23.4 million, which is EUR 3 million resp. by 15 percent increased when compared to the first half of 2014. This year-on increase can be attributed mainly to the effected payment of the salary supplement, in a gross amount of 230 euros per month per employee in the company Luka Koper, d. d. from 1st January onwards, due to the higher payments for job performance and higher number of employees.

As of June 30th, 2015, the total number of employees in Luka Koper Group companies was 1.023, which represents an increase of 17 employees resp. two percent ahead on June 30th 2014.

DEPRECIATION COSTS

In the first half of 2015, the depreiation costs in the amount of EUR 13.7 million, were one percent ahead of the depreciation costs in the first half of 2014.

OTHER OPERATING EXPENSES

Other operating expenses in the first half of 2015 in the amount of 4.9 milion euros, were EUR 1.5 milion ahead on the same period in 2014. An increase was registered in revaluation operating expenses, levies which are not related to the cost of labour and other costs. Within the levies which are not related to the cost of labour and other of costs, the cost of the compensation for the use of the building plot increased as the result of new issued decision. The increase of other costs is due to the dismissed lawsuits.

OPERATING PROFIT

In the first half of 2015, the Luka Koper Group generated the operating profit in the amount in the amount of EUR 24 million, which exceeds the achieved operating profit in the comparable period in 2014, by EUR 5.7 million resp. by 31 percent. This increase is the result of 15 percent higher net revenues from sales and the 34 percent growth of other revenues.

The EBITDA amounted to EUR 37.7 million and was higher than in 2014 by EUR 5.8 million resp. by 18 percent. In comparison to the plan, the EBITDA was higher by EUR 8 million euros resp. by 27 percent.

FINANCE INCOME AND FINANCE EXPENSES

In the first half of 2015, the finance income of Luka Koper Group amounted to EUR 231.2 thousand, which is EUR 58.9 thousand resp. 34 percent ahead on the same period in 2014. Finance income from shares and interests in other companies increased as a result of received dividends.

The *Group's* Financial expenses in the first half of 2015 in the amount of 1.6 million euros recorded a 476 thousand euros (23 percent) decline on the same period last year. Financial expenses from financial liabilities fell by 431.3 thousand euros, as a result of a lower EURIBOR and reduced indebtedness.

PROFIT BEFORE TAX AND PROFIT FOR THE PERIOD

Luka Koper Group pre-tax for January to June 2015 amounted to 23.4 million euros, which is a year-on increase of 6.6 million euros resp. 47 percent.

The Group's net operating profit in the first half of 2015, amounting to 19.6 million euros resp. 36 percent ahead of the net profit in the first half of the previous year and 7.1 million euros (57 percent) ahead of the planned.

In the first half of 2015, the income tax and deferred tax liabilities reduced the net operating profit in the amount of 3.7 million euros, whilst the net profit of the comparable period 2014 decreased by 2.2 million euros.

ASSETS AND LIABILITIES

As of 30 June 2015, Luka Koper Group balance sheet total amounted to 468.8 million euros, which is 16.2 million euros resp. 4 percent ahead on 31 December 2014.

As of 30 June 2015, non-current assets represented 88 percent of the balance sheet and amounted to EUR 412.4 million, which is 2 million euros decrease in comparison to 31st December 2014. Real estate, plant and equipment decreased by 4.7 million euros as the result of depreciation of assets. Shares and interests increased by EUR 2,2 million, as result of the increase of the market value of non-current financial investments in other shares and interests, and is carried out at fair value.

As of 30 June 2015, short-term assets amounted to EUR 56.4 million and are EUR 18.2 resp. 48 percent. ahead on 31 December 2014. In 2014, Luka Koper, d. d., started to keep records of inventory of material and spare parts, which was EUR 607.4 thousand as at 30 June 2015 resp. 31 percent ahead on 31 December 2014. In comparison to the balance at 31 December 2014, cash and cash equivalents increased by EUR 10.9 million, due to the increase of the deposits with agreed maturity date. The balance of operating receivables with respect to the balance at 31 December 2014 registered the increase of EUR 5.4 million, due to the higher realised revenues. Also other receivables also increased as the result of the increased short-term deferred costs for the compensation of the use of the building plot and water charge for the year 2015.

As of 30th June 2015, the equity of Luka Koper Group amounted to EUR 307.7 million, which accounts for 66 percent of the balance sheet total.

Non-current liabilities represent non-current liabilities with provisions and long-term accrued costs and deferred income, which represent 26 percent of liabilities at 30 June 2015 amounted to EUR 120.5 million. With respect to the balance at 31 December 2014 they

decreased by EUR 8.8 million. Provisions for legal disputes and borrowings from banks due to the repayment of borrowings.

As of 30 June 2015, the current liabilities amounted to 40.6 million euros and registered an increase of EUR 3.6 million with respect to 31 December 2014. The major increase was registered in trade payables, the increase was registered also in the accrued costs for the 13th month salary for the year 2015, the accrued costs for the compensation for the use of building plot for the Municipality of Ankaran, for foreign trade discounts and for concession fees.

Financial liabilities of Luka Koper Group as at 30 June 2015 amounted to EUR 116.1 million, which is EUR 12 million less than as at 31 December 2014. Borrowings from banks decreased due to the repayment of borrowings.

The Luka Koper Group enhances its financial strength, since the share of financial liabilities within the equity as at 30 June 2015 amounted to 37.8 percent, which is 13.7 percentage point decrease on 31 December 2014.

FINANCIAL MANAGEMENT

In the first half of 2015, the Luka Koper Group managed to reduce total financial liabilities by 9.4 percent, i.e. from EUR 128.1 million to EUR 116.1 million.

Maturity of liabilities

As of 30 June, 2015 Luka Koper Group's non-current financial liabilities to banks accounted for 88 percent of total financial liabilities. The efforts invested by the Group over recent year to restructure its existing debt are reflected in a high proportion – ninety percent of total – of liabilities with longer maturities.

Figure 3: Structure of of *Luka Koper Group's* financial liabilities by maturity

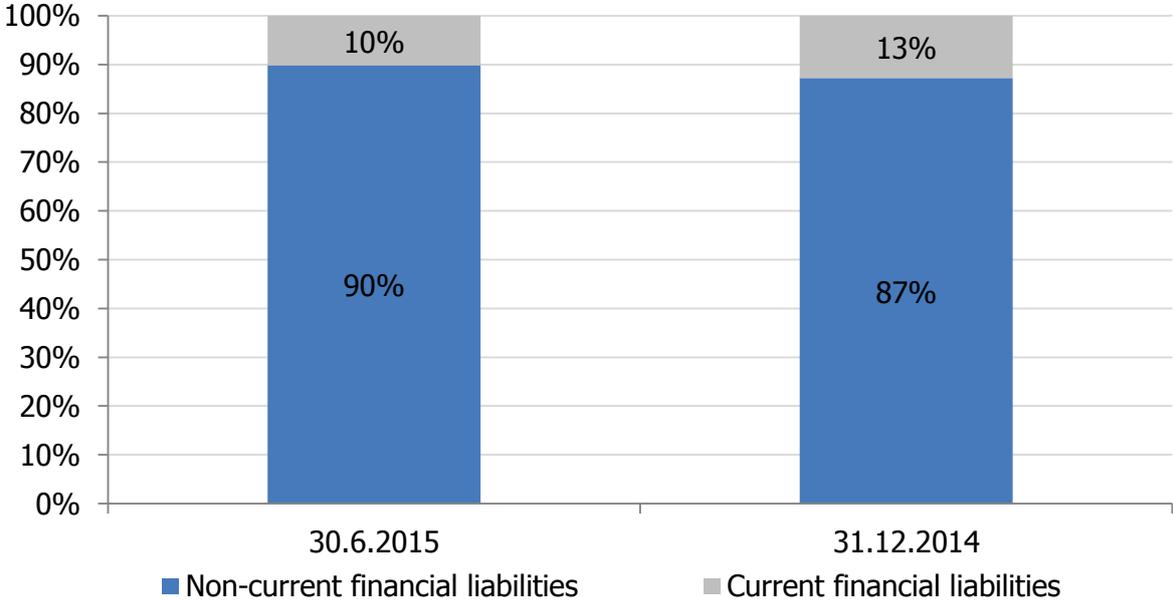
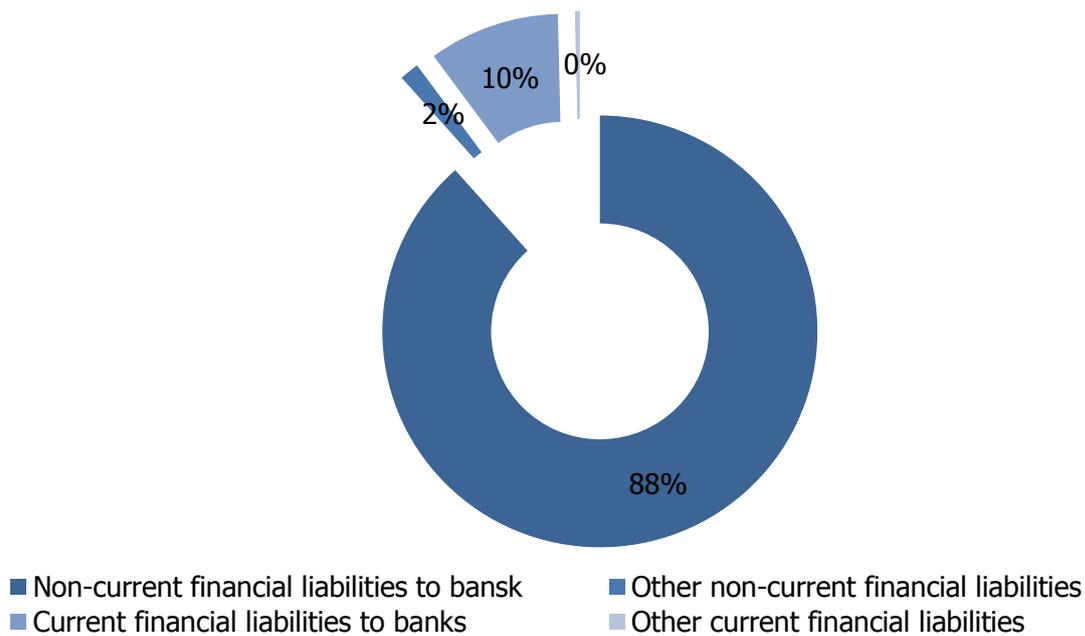


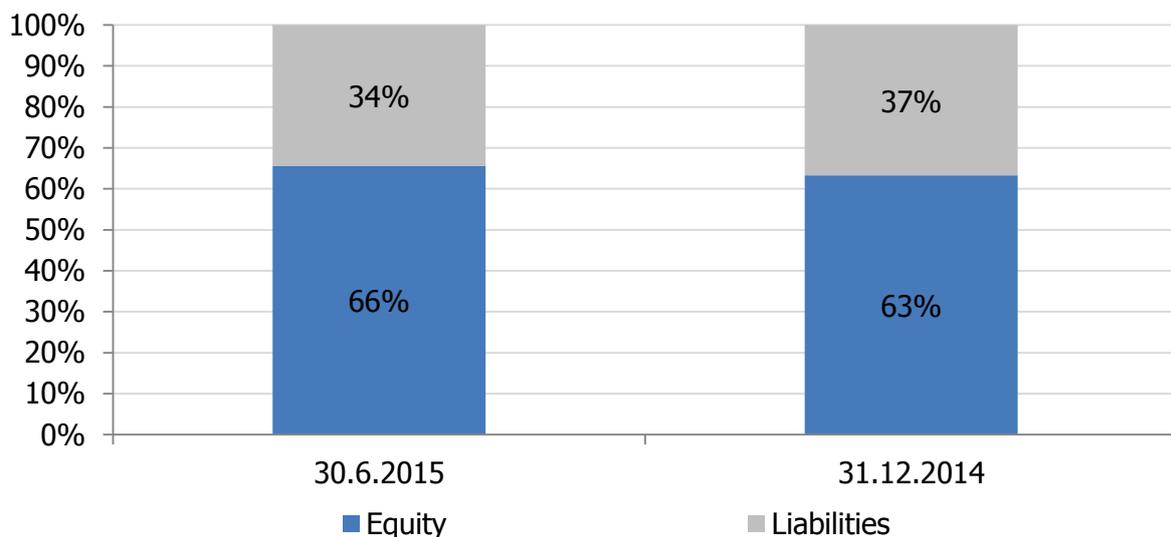
Figure 4: Luka Koper Group financial liabilities as of 30 June 2015



Structure of equity and liabilities

Liabilities with non-fixed interest account for the major portion of the Luka Koper Group's financial liabilities. The Group manages the exposure to interest rate risk by entering into an interest rate hedge for EUR 63.6 million of principal amounts of non-current borrowings, which represents 55.7 percent of all financial liabilities of the Group as at 30 June 2015.

Figure 5: Structure of Group's equity and liabilities

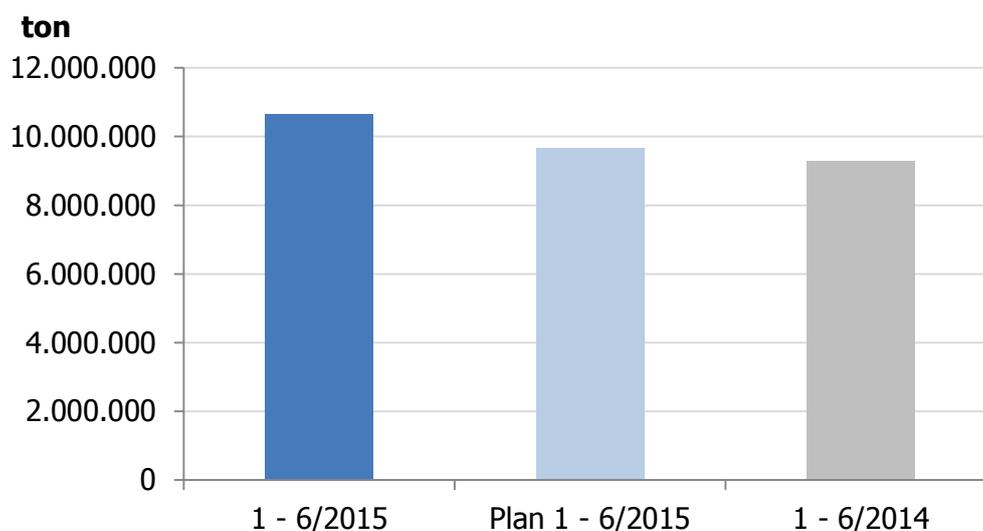


MARKETING AND SALES

The maritime throughput of Luka Koper Group in January – June 2015 amounted to 10.7 million tonnes, which is 10 percent ahead on the planned quantities and 15 percent ahead on the throughput registered in 2014. The growth of Luka Koper Group throughput in comparison to 2014 was generated in all product groups, except general cargoes.

In the first half of 2015, Luka Koper Group 2015 generated 16 percent growth of loaded goods onto and 14 percent growth of unloaded goods from the vessels.

Figure 6: January – June 2015 and 2014 cargo tonnage throughput



Cargo structure by type

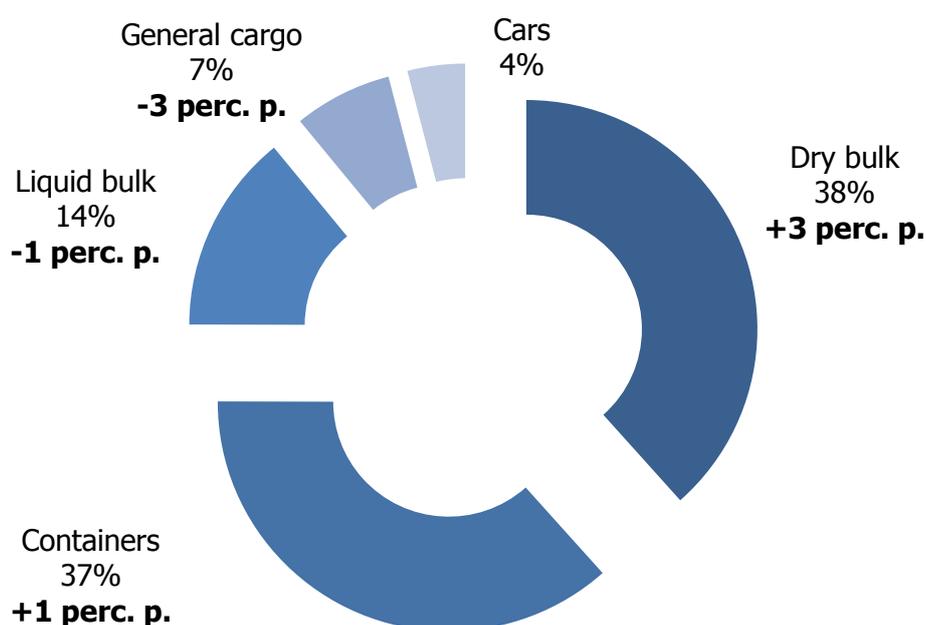
Table 2: Cargo throughput in tonnes, by cargo types in January-June 2015 and 2014

| CARGO TYPES (in tonnes) | 1 - 6 2015 | 1 - 6 2014 | Indeks 2015/2014 |
|--------------------------------|-------------------|-------------------|-----------------------------|
| General cargoes | 733.315 | 912.244 | 80 |
| Containers | 3.902.984 | 3.346.120 | 117 |
| Vehicles | 429.030 | 359.150 | 119 |
| Liquid cargoes | 1.496.063 | 1.357.860 | 110 |
| Bulk and break bulk cargoes | 4.089.933 | 3.289.263 | 124 |
| TOTAL | 10.651.325 | 9.264.637 | 115 |

Table 3: Container (in TEU) and vehicle (in units) throughput January – June 2015 and 2014

| CARGO TYPES | 1 - 6 2015 | 1 - 6 2014 | Index 2015/2014 |
|----------------------|-------------------|-------------------|----------------------------|
| Containers – in TEUs | 393.655 | 333.203 | 118 |
| Vehicles – in UNITS | 291.598 | 246.447 | 118 |

Figure 7: Structure of cargo throughput by product type January – June 2015, and percentage change in relation to January - June 2014



General cargoes

The Luka Koper Group ended the first half of 2015 with 20 percent lower maritime throughput compared to the first half of 2014. The downturn was recorded in volumes of timber, which is attributable to the unstable conditions in North African countries, and in the throughput of iron and steel products.

Containers

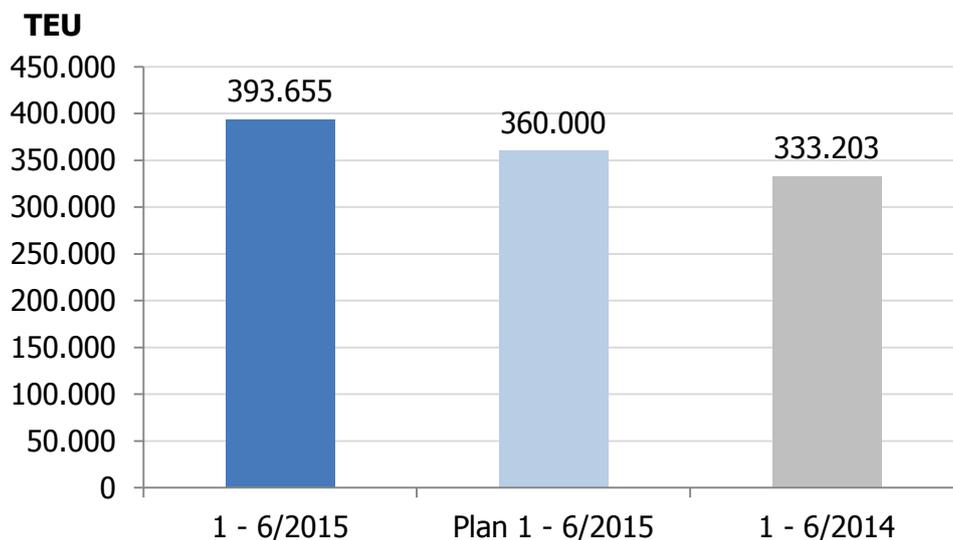
393.655 TEUs were handled in the first half of 2015, which is a year-on increase of eighteen percent.

The throughput of full containers rose by 15 percent. The Group generated the increase of the throughput of full containers the Group recorded both in the loading of goods onto the vessels by 22 percent, and in the unloading from the vessels by 9 percent.

The largest shipping companies have established two new alliances and namely 2M and Ocean 3, and in the mid of January 2015 their vessels sailed off from the Far East. Thanks to

the establishment of new alliances, three direct lines have been put into service with the Far East. In February, the Chinese shipping company COSCO established a new weekly line AGT – Adriatic Greece Turkey, providing extremely short transit times up to the Greek and Turkish ports.

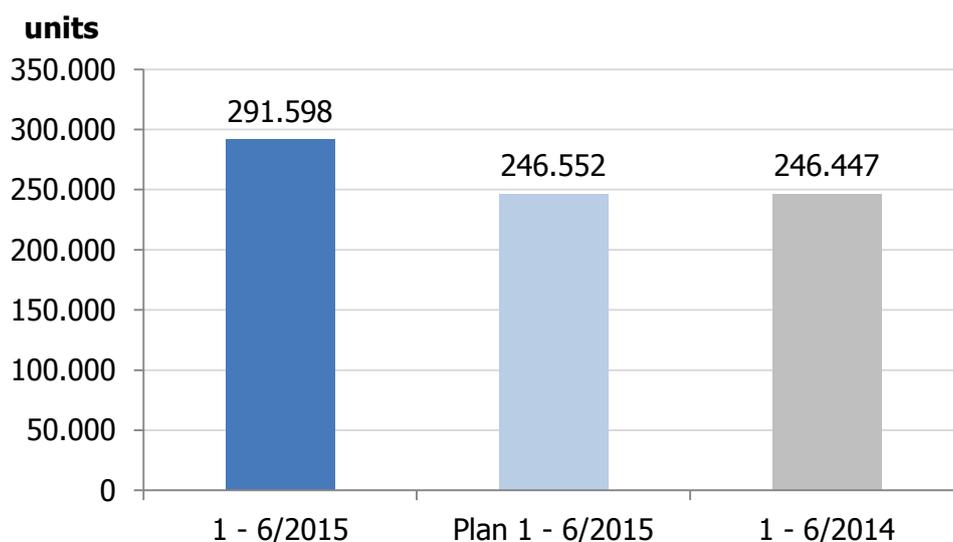
Figure 8: Container throughput, January – June, 2015 and 2014 (in TEUs)



Vehicles

A total of 291,598 vehicles were handled in January – June 2015 period, which is 18 percent year-on increase. 99 thousand vehicles were handled in import, 193 thousand in export.

Figure 9: Throughput of vehicles January – June 2015 and 2014 (in units)



Liquid cargoes

In the first half of 2015, the throughput of liquid cargoes recorded a ten percent year-on increase, this rise was due in particular to throughput of the jet fuel and alcohols.

Dry bulk cargoes

In the goods category dry bulk cargoes, the Luka Koper Group achieved a 24 percent in comparison to the previous year. The highest growth was recorded in the throughput of coal, mainly due to the time delay of the scheduled arrivals of vessels. Also the throughput of soya increased. After and adverse winter season the downturn in the throughput of salt used for winter roads sanding. The lower throughput was recorded in the throughput of iron scrap and grain. The reasons for this decrease are high prices of the railway transport in comparison to inland waterways transport by barges, and the low prices on the global markets.

RISK MANAGEMENT

In the second half of 2015, the proposal on the amendment of the organisational regulation representing the framework of the risk management system was prepared. The roles and responsibilities of single participants were newly defined and the methodology of the risk assessment has been modified. Likewise, the risk management process, which is at present more integrated in the company's business processes and will run continuously, was renewed. In the third quarter of 2015, consequently to the final approval of the framework of the risk management system, the activities for the implementation of the comprehensive review and updating of the existing register of risks in compliance with the new methodology and identifying of new risks within the framework of the annual planning for the year 2016 will begin.

In the first half of 2015 no new key risks, which would endanger the achievement of annual Company's goals, have been identified.

LKPG SHARE

As at 30 June 2015, Luka Koper, d. d., had a total of 11.829 shareholders, which is a year-on decline of 2.19 percent. The ten major shareholders held 75.58 percent of all Luka Koper, d.d. stock. The Republic of Slovenia, with its 51-percent stake, is the company's major shareholder.

Table 4: Ten largest shareholders in Luka Koper d.d., as of 30 June 2015

| Shareholder | Number of shares | Percentage stake |
|--|-------------------|------------------|
| 1. Republic of Slovenia | 7.140.000 | 51,00% |
| 2. Slovenski državni holding, d.d. | 1.557.857 | 11,13% |
| 3. Kapitalska družba, d.d. | 696.579 | 4,98% |
| 4. Municipality of Koper | 466.942 | 3,34% |
| 5. Unicredit Bank Austria AG – fiduciary account | 228.535 | 1,63% |
| 6. Parametric Emerging Markets Fund | 118.550 | 0,85% |
| 7. SOP Ljubljana | 107.739 | 0,77% |
| 8. Zavarovalnica Triglav, d.d. | 104.756 | 0,75% |
| 9. KD Rastko, delniški | 80.079 | 0,57% |
| 10. Perspektiva FT d.o.o. | 80.000 | 0,57% |
| Ten largest shareholders – total | 10.581.037 | 75,58% |
| Total shares | 14.000.000 | 100,00% |

Trading in the LKPG share

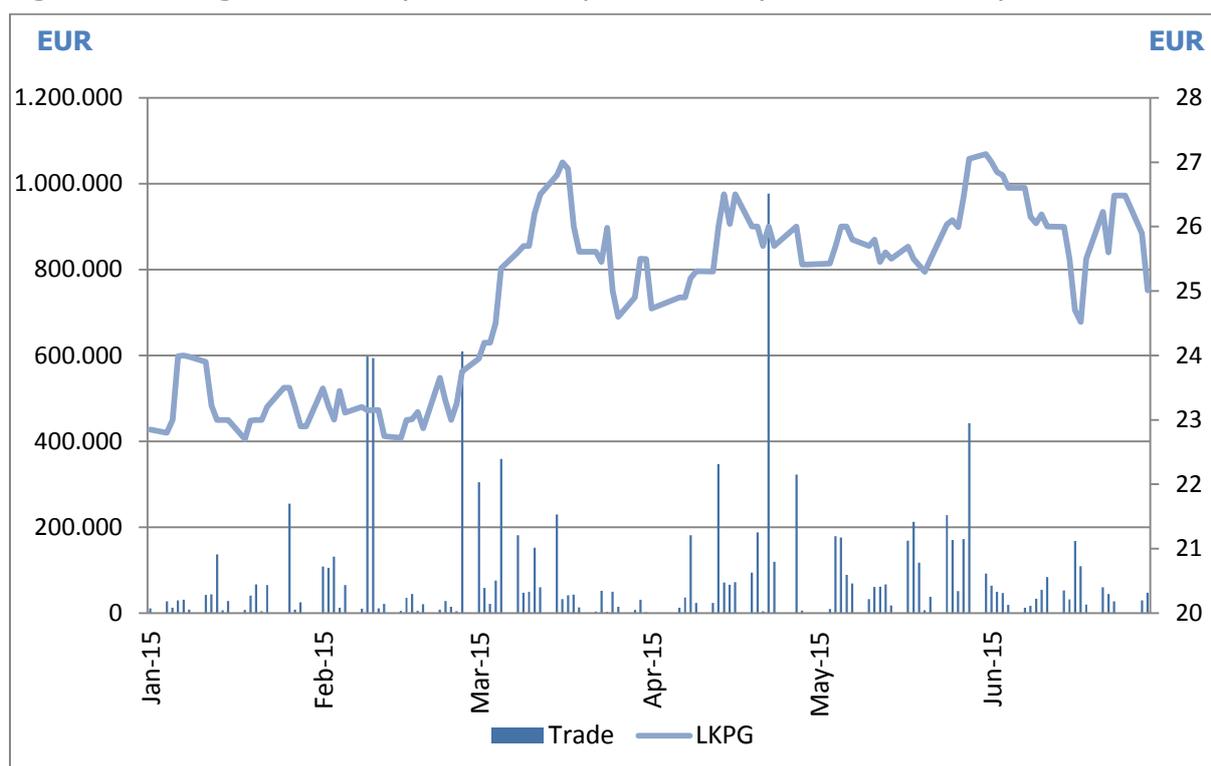
In the first half of 2015, the average daily share price of Luka Koper, d.d., stood at EUR 24.90 whilst its overall trading value fluctuated between EUR 22.70 and EUR 27.13. The highest daily trading price was EUR 27.48, the lowest EUR 22.50. As of 30 June 2015, the market capitalisation of Luka Koper, d.d., shares amounted to EUR 350,140.000.

There were 1.766 transactions and block trades over the period with an aggregate value of EUR 11,098.264, whereby 444.679 shares changed the ownership.

Table 5: Relevant data on the LKPG share January – June 2015 and 2014

| | 2015 | 2014 |
|--|------------|------------|
| Number of shares as of 30 th June | 14.000.000 | 14.000.000 |
| Number of ordinary no-par-value shares | 14.000.000 | 14.000.000 |
| Closing price as of 30 th June (in euros) | 25,01 | 24,00 |
| Book value of share as of 30 th June | 20,42 | 18,49 |
| Ratio between average weighted price and avce (P/B) | 1,22 | 1,30 |
| Average weighted market price (in euro) ² | 24,96 | 16,45 |
| Average book value of share (in euro) ³ | 19,88 | 17,93 |
| Ratio between average weighted price and average book value of the share | 1,26 | 0,92 |
| Net earning per share (EPS) (in EUR) ⁴ | 2,55 | 1,94 |
| Ratio between market price and earnings per share (P/E) ⁴ | 9,80 | 12,34 |
| Market capitalisation as of 30 th June (in million euro) | 350,1 | 336,0 |
| Turnover (all transactions) January – June (in million euro) | 11,1 | 8,3 |

Figure 10: Changes in the daily LKPG share price and daily turnover, January – June 2015



² Weighted average market price is calculated as a ratio between total value of LKPG stock exchange transactions and the aggregate number of LKPG shares traded across the period.

³ Average book value of the LKPG is calculated on the basis of average monthly ratio between equity and number of ordinary shares.

⁴ Indicators are calculated on the basis of the annualised data.

Number of LKPG shares held by the Supervisory Board and Management Board members

As of 30 June 2015, the following member of the Luka Koper, d.d., Supervisory Board held shares in the company:

| | |
|---|---|
| Nebojša Topič, M.Sc., Member of the Supervisory Board | 9 |
|---|---|

As of 30 June 2015, the following Member of the Luka Koper, d.d., Management Board held shares in the company:

| | |
|---|-------|
| Dragomir Matić, President of the Management Board | 1.238 |
|---|-------|

Treasury stock, authorised capital, conditional capital increase

As at 30 June 2015, Luka Koper, d. d., didn't hold any treasury stock. The company statute doesn't anticipate any category of authorised capital by way of which the Management Board may increase share capital, and further to this the company had no grounds for any conditional increase in share capital in the January to June 2015 period.

NON-FINANCIAL INVESTMENTS

In the first half of 2015, the Luka Koper Group allocated 9.4 million euros for non-financial investments, which is 44 percent less than in the same period in 2014. 9.2 million euros were invested by Koper, d. d., which accounts for ninety-eight percent of the Group's total investments.

The construction of three new tanks for the needs of the Liquid Terminal started in January - June 2015.

Besides that, minor investments were completed, such as the acquisition of terminal tractors, start of the construction of the hinterland stacking area at berth 7C at Pier I and starting construction works of the rear stacking area at berth 7 C at Pier I and ongoing laying asphalt on surfaces.

Monitoring and management of environmental impacts remain a significant part of regular port's activities. In order to preserve the environmental sustainability, a part of funds in 2015 was allocated to the ecology, in line with strategic objectives:

- With a view to reduce a fuel consumption, the electronics on eleven Terberg trailers at the Container terminal was upgraded;
- Because of strong corrosion from spraying in order to prevent dusting at the coal terminal, the rail transporters and sifting station were protected.

RESEARCH AND INVESTMENT

In January - June 2015 period, the Luka Koper Group further developed the activities pertaining to the needs of the port's development. The key activities were related mainly to the analysis for the preparation of the new strategy till 2030 and the study of various scenarios of railway capacities and needs of the double railway track, connecting the Port with the hinterland. The upgrading of IT solutions was undertaken. In the light of ambitious plans of the port's developments until 2020, a lot of attention was paid to the prompt implementation of priority projects and the integration of this type of activities in the co-funding applications. In June 2015, The Government of the Republic of Slovenia approved the document of changes and amendments of the Port's development programme 2011 - 2015.

European territorial cooperation projects have been further developed, aiming mainly to the planning and development of national and Transeuropean transport infrastructure, logistic concepts, environmental protection, safety, marine protection, transport of dangerous goods and IT updates. The year 2015 started with nine European projects, whereby Luka Koper. d.d., directly cooperates as a project partner and two projects where the company was selected as an external contractor. In the second quarter of 2015, three projects of the territorial cooperation under the programme Mediterranean: GREENBERTH, INTE-TRANSIT, iFreightMED. Within the programme TEN-T programme the following were going on:

- NAPADRAG, focusing on improving nautical access, as well as on projected co-funding of the dredging activities in the Basin I,
- NAPAPROG, focusing on the elaboration of the project documentation for the extension of the Pier I up to the acquisition of the building permit for the southern side,
- B2MOS, providing improvements to information systems and communications with business and institutional partners,
- NAPA STUDIES, related mainly to the elaboration of project documentation for the project implementation of future priority of port's investments till 2020,
- POSEIDON MED, aiming at analysing the needs and possibilities to supply the Northern Adriatic ports with alternative energy.

Within the framework of the projects of the Structural Funds, the training of the employees within the Competence center for the Development of Logistics Personnel is in its final stage, whereby different profiles acquired new knowledge.

Under the programme Horizon 2020 , a new project providing the solutions for the increase of efficiency of Container Terminals management RCMS (Re-thinking container management system), which started in May 2015.

At the end of February 2015 Luka Koper applied to the first call for tenders within TEN-T programme, which is implemented within the framework of CEF in the light of the new financial perspective 2014 – 2020, with four projects. At the end of June 2015 the following three projects were approved:

- NAPA4CORE, projecting the co-funding of the investments in public port infrastructure at the Pier I and which contributes to the strengthening of TEN-T core network,
- Fresh Food Corridors, focusing on the establishment of pilot railway solutions for the transport of highly perishable overseas cargo from third countries,
- GAINN4MOS, focusing on the establishment of pilot solutions and studies related to the establishment of the alternative energy supplies in the port in compliance with the EU regulations.

In the third quarter of the year, the negotiations about the aforesaid projects will take place with the agency INEA for the purposes of the signature of the Agreement on the allocation of funds. In total, around EUR 6,5 million were allocated to Luka Koper, d.d. for three projects.

The preparations of the applications to the first call pertaining to the territorial cooperation within Central Europe programme, for which the deadline of applications for the first phase was in April 2015 were carried out; the second phase for selected projects will take place in September 2015 .

Luka Koper, d.d. continued the cooperation with local institutions in order to integrate the port's development plans within the Regional Development Programme 2014 – 2020.

Luka Koper has also been very active in the Association of North Adriatic Ports (NAPA), and in January 2015 the chairmanship of the association was handed over to the Port's Authority of Trieste. The NAPA ports organised a joint presentation in occasion of the Transport Logistics Fair which was held in May 2015 in Munich.

Luka Koper, d.d. attended relevant events of Federation of European Private Port Operators FEPORT and European Sea Ports Organisation (ESPO), and followed the projected amendments of the European Port Regulation and other institutional regulatory initiatives.

SUSTAINABLE DEVELOPMENT

NATURAL ENVIRONMENT

With the aim of becoming a »green port«, Luka Koper, d. d., pays much regard to the environmental aspects of its operations and continuously monitors their various impacts. Information in relation to all pertinent environmental issues is promptly published online on the company's website www.luka-kp.si and www.zivetispristaniscem.si, as well as the in-house Luški glasnik gazette and the media.

In May 2015 an external audit was carried out by the Slovenian Institute of quality and metrology with respect to the environmental management system (ISO 14001 in EMAS) and the occupational safety . (OHSAS 18001).

Air quality

In order to reduce dusting at the coal and iron ore depot, Luka koper has intensively implemented a new procedure for the application of the protective paper sludge on bulks in storage. For these purposes, 1.254 tonnes of paper mill sludge were used in the first half of 2015.

Control measurements of the total volume of dust are carried out on ten measuring points in the Port. There are no legal restrictions on the quantity of dust deposits in Slovenia. Measured values on all measuring points in January – June 2015 period are within the the limit Luka Koper has set (250 mg/m²day), since the average of measured values amounts to 146 mg/m²dan and is 2 percent lower than in the same period last year.

Statutory prescribed measurements of fine dust particle emissions (PM₁₀), are carried out by an authorised company and are continuously monitored on three points within the Port. The measurements taken in January – June 2015 period were below the statutory set volume of 40 µg/m³. The results from the two measurements devices are shown automatically every hour on the Port's www.zivetispristaniscem.si website. Some measured average values in the first half of 2015 are slightly lower resp. at the same level as in the equivalent period in 2014.

Average PM₁₀ values January – June 2015 and 2014

| | 1 – 6 2015 | 1 – 6 2014 | Index 2015/2014 |
|-------------------------|-----------------------|-----------------------|----------------------------|
| Ankaran – Rožnik | 20 µg/m ³ | 21 µg/m ³ | 95 |
| Bertoki | 23 µg/m ³ | 25 µg/m ³ | 92 |
| Koper – Cruise terminal | 21 µg/m ³ | 21 µg/m ³ | 100 |

Waste management

Various types of waste are generated in the Port of Koper. In order to protect the environment, Luka Koper ensures that waste separation extends to all terminal operations as well as users of the port zone, vessels included. The waste is separately collected, recycled and processed. Separately collected waste materials are delivered to external waste-processing contractors and agents, whereas organic waste is processed at the composting plant in the port. Luka Koper also collaborates with external companies in relation to waste processing.

In the first half of 2015, in comparison with the previous year, the Company collected 75 tonnes less waste, whereof there was a slight increase of mixed waste. Therefore, there was a slightly lower percent of the share of separately collected waste. Notwithstanding, Luka Koper exceeded the goal of 84 percent in separating the Port's waste.

This year, the Company additionally provided for the removal of 34 tonnes of used railway sleepers.

Separately sorted and collected waste January - June 2015 and 2014

| | 1 – 6 2015 | 1 – 6 2014 | Index 2015/2014 |
|----------------------------|-----------------------|-----------------------|----------------------------|
| Separately collected waste | 88 % | 91 % | 97 |

Noise emissions

Noise levels are continuously monitored by devices at three peripheral points around the port, and the results are published online via the Living With The Port www.zivetispristaniscem.si website. Additional monitorings were not carried out in the first half of 2015.

Average nightly noise levels (in dB) recorded at locations around the Port, January – June, 2015 and 2014

| January – June 2015 | | | January – June 2014 | | | Threshold value |
|-----------------------------|------------------------------|----------------------------|-----------------------------|------------------------------|----------------------------|------------------------|
| Eastern periphery (Bertoki) | Northern periphery (Ankaran) | Southern periphery (Koper) | Eastern periphery (Bertoki) | Northern periphery (Ankaran) | Southern periphery (Koper) | |
| $L_N = 49$ | $L_N = 49$ | $L_N = 60$ | $L_N = 50$ | $L_N = 52$ | $L_N = 59$ | $L_N = 63$ |

In comparison to the last year, the nightly noise slightly decreased at two measuring points (Bertoki and Ankaran), in direction towards Koper slightly increased; however, this is attributable merely to the normal oscillation of the noise level as result of different intensity of handling operations.

Consumption of energy and water

Consumption of energy and water per tonne of cargo handled, January to June 2015 and 2014

| | Jan. – June 2015 | Jan.-June 2014 | Index 2015/2014 |
|---------------------------------|-----------------------------|---------------------------|----------------------------|
| Electricity consumption (kWh/t) | 1,08 | 1,17 | 92 |
| Fuel consumption (l/t) | 0,23 | 0,26 | 88 |
| Potable water consumption l/t) | 6,82 | 6,24 | 109 |

Energy consumption

In the beginning of 2015, we started the upgrade of the energy-control information system – ENIS. The pilot project related to the establishment of the energy SCADA system for the data collection on the consumption of the electric energy was completed in May 2015 out within the framework of the EU project Greenberth, at the Fruit Terminal.

The energy review at European Energy Terminal and Liquid Cargoes Terminal commenced.

In the first half of 2015, the consumption of the electricity was under the annualised energy consumption target by 7.8 percent (853.845 kWh), which is within the established target. Based on the energy review, an action programme was prepared in order to reduce the company's annual consumption of the electricity by one percent with respect to the annualised target from 2013.

In the first half of 2015, fuel consumption was 3.6 percent resp. (85.165 l) below the annualised target for 2015, which is within the expectations to reduce the consumption of fuel by one percent with respect to the annualised target from 2013.

In the first quarter of 2015, water consumption was 21.2 percent resp. 14.582 m³ ahead on the annualised target amount for 2015. This increase in the consumption of water is related to the pipe-work distribution losses.

The consumption of water is not directly dependant on the cargo throughput and is in part related to pipe-work distribution losses, hence this particular indicator is more difficult to manage. . The repair works are constantly carried out in order to reduce the water loss.

Wastewater

In the first half of 2015, an authorised agency implemented the measurements of the wastewater in the throughput of iron scrap, whereby the results were compliant with the legislation.

Light pollution

The port zone requires sufficient lighting in order to ensure operational safety, and this is provided in accordance with pertinent regulations. Unfortunately, essential night-time illumination of operational areas, such as rail yards and roadways, causes light pollution. For this reason and on a comprehensive study, lighting is being rehabilitated in a series of stages to avoid upward glare. The legally prescribed deadline for completion of this work is has been deferred to the end of December 2016. The deadline for the ninety-five percent

rehabilitation is the end of December 2015. Till the end of the year the lighting will be arranged at the coal and iron ore depot, and this is slightly larger modernisation project, by which the set objectives will be achieved. The project is already underway.

Maritime protection

On the basis of Luka Koper, d.d. Concession Agreement for the provision of port services, as well as the management, development and maintenance of port infrastructure, the company is engaged in the prevention of pollution, as well as ensuring clean-up operations in the event of accidents and incidents. Particular equipment, seacrafts and skilled personnel are needed for the performance of these activities. Eleven such incidents were recorded within the harbour area in the January – June 2015 period. There were two incidents of oil spillage, six of fuel dust pollution, one incident of pollution with rest of varnish and sand, and one case of deposits. Intervention was carried out according to the established manpower and resource activation scheme implemented in the event of minor accidents and instances of pollution. The Company managed to trace the polluters and had them refund the cost of cleaning.

Comparison of incidents in January – June, 2015 and 2014:

| | Jan.– June 2015 | Jan.-June 2014 | Index 2015/2014 |
|---------------------|----------------------------|---------------------------|----------------------------|
| Number of incidents | 11 | 15 | 73 |

The results of measurements from the modern measuring station for monitoring the sea quality, which is installed at the entrance into the Basin III of the Porto f Koper, are published on the <http://www.zivetispristaniscem.si/> website.

Construction works

In the first half of 2015, the port sewage system was modernised, maintenance works were carried out on the roadways, at the eastern side of the Port, a new containers depot was arranged.

Development projects

Environmental impact assessments with respect to the additional potential disposal of sea sediments in the hinterland of the Port additional potential extension of the Pier I for the Container Terminal and the relocation of the berth at the end of the Pier II, where the transhipment of liquid cargoes will be performed

Sea sediments

The dredging operations were not carried out in the first half of 2015, but are projected in the second half of this year.

HUMAN RESOURCES

In the Luka Koper Group the number of employees is still increasing, mainly as the result of the recruitment in Luka Koper, d. d., and to minor extent in the company Adria Terminali, d. o. o. .

As of June 30, 2014 the number of the Group's employees increased by 2 percent.

Table 6: Number of employees in Luka Koper Group companies

| Company | 30 th June 2015 | 30 th June 2014 | 31 st December 2014 | Index 30.6.2015/ 30.6.2014 | Index 30.6.2015/ 31.12.2014 |
|------------------------------|-------------------------------|-------------------------------|--------------------------------------|----------------------------------|-----------------------------------|
| Luka Koper, d. d. | 834 | 812 | 824 | 103 | 101 |
| Luka Koper INPO, d. o. o. | 159 | 166 | 157 | 96 | 101 |
| Luka Koper Pristan, d. o. o. | 4 | 4 | 4 | 100 | 100 |
| Adria Terminali, d. o. o. | 23 | 21 | 21 | 110 | 110 |
| TOC, d. o. o. | 3 | 3 | 3 | 100 | 100 |
| TOTAL* | 1.023 | 1.006 | 1.009 | 102 | 101 |

* the comparison includes only those enterprises with employees who were - as of 30 June 2015 - consolidated within the *Luka Koper Group*.

In the first half of 2015, the internal reorganisation of services in Luka Koper, d. d., with aim to optimise supporting business processes was carried out.

In the first half of 2015, the recruitment in Luka Koper, d. d., resp. in Luka Koper Group was less intensive than in the same period last year. New recruitments were realised mainly for posts of heads resp. coordinators in the primary process of unloading and warehousing, for expert posts in supporting processes and for posts in charge of tasks implementation in the Port's security Department. In Luka Koper INPO, d.o.o., company employing disabled workers, the recruitment of three employees with disability status.

The churn rate remains low, and in equal share the departures are attributable to age-related retirements and consensual terminations, one case of the resignation from post and one case of the death of worker.

Table 7: Recruitment, departures and churn rate in January – June 2015 and 2014

| | N° of new employees | | N° of departures | | Churn rate (as %) * | |
|-------------------|------------------------|---------------|------------------|---------------|------------------------|---------------|
| | 1 – 6 2015 | 1 – 6 2014 | 1 – 6 2015 | 1 – 6 2014 | 1 – 6 2015 | 1 – 6 2014 |
| Luka Koper, d. d. | 18 | 36 | 8 | 8 | 1,0 | 1,0 |
| Luka Koper Group | 24 | 38 | 11 | 14 | 1,1 | 1,4 |

* Churn rate = number of departures / (initial number of employees + new recruitments) x 100

Occupational health and safety

Thirteen work-related injuries were recorded in January – June 2015, of which one serious occupational injury. In comparison to the first half of 2014, the number of injuries increased by eight. In Luka Koper, d. d., each incident is carefully examined and when necessary actions are undertaken in order to prevent similar occupational injuries, but these actions are considered as curative actions. The company is striving to implement primarily preventive actions prior to the occurrence of injuries, respective with monitoring dangerous phenomena.

In order to prevent injuries, increased periodicity of inspections is carried out on the working sites within Luka Koper, d. d. . Particular attention is dedicated to the consistent use of the protective equipment for employees and other people present in the Port's area.

In the second quarter of this year, an additional training for safe management of trailers, tractors, forklifts and trailers. The statistics has shown that there were several cases upturning of trailers.

Besides the regular trainings and education, the training on »handling with dangerous substances«, was organised in April and May in Luka Koper d.d.. 128 persons attended the training. The employee training was provided in order to prevent the injuries of workers handling dangerous goods.

Within the framework of the prevention of occurrence of injuries, the most adequate equipment for the forklifts is being searched in order to prevent the accidents when going astern.

Education and development of employees

Employee education structure is further improving, and this is for major part attributable to new recruitments of managerial staff and experts, as well as through the completion of part-time studies by employees. At the same time, the major portion of age-related retirements pertained to those with lower levels of education.

In the first half of 2015, the average number of education and training hours is slightly lower than in the first half of the previous year, for Group's personnel it amounted to 8.5 hours, whilst this stood at 9.6 hours for Luka Koper, d.d., personnel. In relation to the newly-created Logistics Personnel Competence Development Centre, Luka Koper, d.d., and Adria Terminali, d.o.o., have the possibility to draw EU projects funds for education and training programmes aimed at typical employee profiles. 66.3 percent of education was organised internally within Luka Koper Group, 67,9 percent within Luka Koper, d. d. . Luka Koper Group finances the part-time studies of twenty-two of its employees resp. 2.2 percent of employees on the basis of a contract. Luka Koper, d. d., has granted three scholarships to students.

Employees enjoy a variety of forms of career development. In the first half of 2015, besides 105 cases of internal mobility resp. 10.2 percent of employees, which includes horizontal and vertical promotions, to great extent as result of internal reorganisation in the Group, 132 employees were promoted resp. classified in a higher level within the post, whereof 100

resp. 12 percent, in Luka Koper, d. d. . Also in the first half of 2015, the portion of the internal mobility remains at high level and namely at 23.2 percent.

In Luka Koper, d. d., and in Luka Koper INPO, d. o. o., the measuring of organisational climate, satisfaction and commitment was carried out. The activities for the improvement will be defined and agreed in the next quarter; at present, annual interviews with employees are taking place.

The selection and awarding of recognitions to the best employees for the previous year within Luka Koper Group was performed.

In Luka Koper, d. d., the project of IT support related to the human resources development which will represent the upgrading of the informatized annual interview with the assessment of the developed competences and targeted management.

Luka Koper, d. d., is participating in several projects in order to acquire financial incentives of the Slovene Human Resources Development and Scholarship Fund (the Competence center for the development of staff in logistics, co-funding of staff scholarships, Mentorship for young, From University into practice).

COMMITMENT TO THE COMMUNITY

Over the years, Luka Koper, d. d., has developed in one of most important European ports, which alongside the successful performance equally considers the environmental liability and the placement in the environment. Significant resources are allocated in projects and activities contributing to the boost of the quality life in local and wider environment. Luka Koper, d. d., has been sponsoring numerous sports teams and professional sportsmen, and is proud of their achieved success, supporting educational and cultural activities, events, assisting socially disadvantaged people and supporting numerous humanitarian actions. In the first half of this year 540 thousand euros of fundings and sponsorship were allocated for the socially useful projects. A part of these resources is allocated directly, a part on the basis of a call for applications for funding and sponsorship published in January 2015 via Living With The Port www.zivetispristaniscem.si website.

Luka Koper, d.d., openly communicates with its environment and publishes the information on its activities on the corporate website www.luka-kp.si, spletni strani www.zivetispristaniscem.si website, on the facebook and linkedin profile, releasing videoclips on Youtube and through media. From this year, a monthly adapted version of the internal gazette "Luški glasnik" is dedicated to the Port's Community and the institutions.

Wishing to give the opportunity to wider public to better know the Port, at the end of May Luka Koper d.d. organised the Port's Day for the ninth consecutive year. A record number of visitors, i.e. 2800 from the Coast and Slovenia visited the Port.

The Port is situated in the area of two municipalities which in principle support the port's development plans, obviously in accordance to the interests and needs of the local community, which was the topic of the meeting of the Management Board of Luka Koper and the majors of both municipalities. The interlocutors agreed that positive approach to the solving of the development challenges is in interest of municipalities and the Company.

FINANCIAL REPORT

CONSOLIDATED FINANCIAL STATEMENT OF LUKA KOPER

Table 8: Income Statement of Luka Koper

| (in euro) | 1-6 2015 | 1-6 2014 |
|---|-------------------|-------------------|
| Operating revenues | 92.130.652 | 79.989.939 |
| Capitalised own products and services | 7.847 | - |
| Other income | 3.053.626 | 2.276.586 |
| Cost of material | -7.221.623 | -6.771.695 |
| Cost of services | -21.907.604 | -19.775.992 |
| Employee benefits expense | -23.428.477 | -20.404.880 |
| Amortisation and depreciation expense | -13.698.191 | -13.617.055 |
| Other operating expenses | -4.908.522 | -3.367.953 |
| Operating profit | 24.027.708 | 18.328.950 |
| Finance income | 231.233 | 172.285 |
| Finance expenses | -1.604.182 | -2.080.294 |
| Loss from financing activities | -1.372.949 | -1.908.009 |
| Profit or loss of associates | 702.178 | 299.003 |
| Profit before tax | 23.356.937 | 16.719.944 |
| Income tax expense | -3.707.353 | -2.113.242 |
| Deferred taxes | -8.412 | -130.802 |
| Net profit for the period | 19.641.172 | 14.475.900 |
| Net profit attributable to owners of the company | 19.631.330 | 14.466.099 |
| Net profit attributable to non-controlling interests | 9.842 | 9.801 |
| Net earnings per share: - basic and diluted | 1,40 | 1,03 |

Table 9: Statement Comprehensive Income of Luka Koper Group

| (in Eur) | 1-6 2015 | 1-6 2014 |
|--|-------------------|-------------------|
| Net profit for the period | 19.641.172 | 14.475.900 |
| Change in revaluation surplus of available-for-sale financial assets | 1.828.977 | 4.725.148 |
| Deferred tax on revaluation of available-for-sale financial assets | -310.927 | -803.275 |
| Change in fair value of hedging instruments | 266.695 | -807.613 |
| Deferred tax on change in value of hedging instruments | -45.338 | 137.294 |
| Total comprehensive income that may be reclassified subsequently to profit or loss | 1.739.407 | 3.251.554 |
| Other comprehensive income | 1.739.407 | 3.251.554 |
| Total comprehensive income for the period | 21.380.579 | 17.727.454 |
| Total comprehensive income of owners of the company | 21.370.737 | 17.717.653 |
| Total comprehensive income of non-controlling interests | 9.842 | 9.801 |

Table 10: Statement of Financial Position of Luka Koper Group

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|--------------------|--------------------|
| ASSETS | | |
| Property, plant and equipment | 327.644.858 | 332.361.327 |
| Investment property | 18.844.218 | 18.168.835 |
| Intangible assets | 5.019.353 | 5.068.037 |
| Investments in associated companies | 11.398.778 | 10.846.601 |
| Non-current investments | 39.679.993 | 38.064.548 |
| Loans given | 504.239 | 598.314 |
| Non-current operating receivables | 5.681 | 5.681 |
| Deferred tax assets | 9.290.292 | 9.298.704 |
| Non-current assets | 412.387.412 | 414.412.047 |
| Assets (disposal group) held for sale | 605.068 | 1.783.637 |
| Inventories | 607.426 | 463.957 |
| Loans given | 4.047.886 | 4.175.082 |
| Trade and other receivables | 32.902.033 | 25.788.483 |
| Deferred tax assets | 1.359.279 | 21.554 |
| Cash and cash equivalents | 16.850.117 | 5.940.791 |
| Current assets | 56.371.809 | 38.173.504 |
| TOTAL ASSETS | 468.759.221 | 452.585.551 |
| EQUITY AND LIABILITIES | | |
| Share capital | 58.420.965 | 58.420.965 |
| Capital surplus (share premium) | 89.562.703 | 89.562.703 |
| Revenues reserves | 94.322.556 | 94.322.556 |
| Revaluation surplus | 11.268.160 | 9.528.753 |
| Retained earnings | 34.325.098 | 18.456.704 |
| Profit for the period | 19.631.330 | 15.868.393 |
| Equity of the owners of the parent company | 307.530.812 | 286.160.074 |
| Non-controlling interests | 173.338 | 163.496 |
| Equity | 307.704.150 | 286.323.570 |
| Deferred income | 10.929.124 | 10.423.291 |
| Provisions | 2.533.013 | 4.819.804 |
| Loans and borrowings | 103.156.659 | 110.321.422 |
| Other financial liabilities | 1.188.959 | 1.455.653 |
| Non-current liabilities | 156.782 | 149.512 |
| Deferred tax liabilities | 2.505.168 | 2.148.904 |
| Non-current liabilities | 120.469.705 | 129.318.586 |
| Loans and borrowings | 11.321.826 | 15.927.780 |
| Other financial liabilities | 431.259 | 441.701 |
| Income tax liabilities | 3.707.353 | 2.371.563 |
| Trade and other payables | 25.124.928 | 18.202.351 |
| Non-current liabilities | 40.585.366 | 36.943.395 |
| TOTAL EQUITY AND LIABILITY | 468.759.221 | 452.585.551 |

Table 11: Statement of cash flows of Luka Koper Group

| (in EUR) | 1-6 2015 | 1-6 2014 |
|---|--------------------|--------------------|
| Cash flow from operating activities | | |
| Net profit for the period | 19.641.172 | 14.475.900 |
| Adjustments for: | | |
| Amortisation | 13.698.191 | 13.617.055 |
| Reversal and impairment losses on property , plant and equipment, and intangible assets | 646.116 | 76.412 |
| Gain on sale of property , plant and equipment, and intangible assets | -65.226 | -34.435 |
| Allowances for receivables | 23.135 | 614 |
| Reversal of provisions | -1.501.667 | - |
| Finance income | -231.233 | -172.285 |
| Finance expenses | 1.604.182 | 2.080.294 |
| Recognised results of associates under the equity method | -702.178 | -299.003 |
| Income tax expense and income (expenses) from deferred taxes | 3.715.765 | 2.244.044 |
| Operating profit before change in net current assets and taxes | 36.828.257 | 31.988.596 |
| Change in net current assets and provisions | | |
| Change in trade receivables | -7.122.881 | -4.437.133 |
| Change in inventories | -143.469 | -213.541 |
| Change in trade payables | 7.135.816 | 8.792.991 |
| Change in provisions and deferred income | -2.479.508 | 582.507 |
| Income tax | -1.337.725 | -2.113.242 |
| Net cash from operating activities | 32.880.490 | 34.600.178 |
| Cash flows from investing activities | | |
| Interest received | 196.145 | 149.971 |
| Dividends received | 8.892 | 22.314 |
| Proceeds from sale of property, plant and equipment, and intangible assets | 401.045 | 59.976 |
| Proceeds from sale, less investments and loans given | 3.227.806 | 708.204 |
| Acquisition of property, plant and equipment, and intangible assets | -9.411.789 | -16.898.133 |
| Acquisition of investments and increase in loans given | -3.006.535 | -6.163 |
| Net cash used in investing activities | -8.584.436 | -15.963.831 |
| Cash flows from financing activities | | |
| Interest paid | -1.590.277 | -2.017.717 |
| Proceeds from non-current borrowings | - | 20.338 |
| Proceeds from current borrowings | -10.452.675 | 280.000 |
| Repayment of non-current borrowings | -1.333.334 | -11.549.870 |
| Repayment of current borrowings | -10.442 | -246.952 |
| Cash flows from financing activities | -13.386.728 | -13.514.201 |
| Opening balance of cash and cash equivalents | 5.940.791 | 3.153.730 |
| Net decrease / increase in cash and cash equivalents | 10.909.326 | 5.122.146 |
| Closing balance of cash and cash equivalents | 16.850.117 | 8.275.876 |

Table 12: Statement of changes in equity of Luka Koper Group, 2015

| (in EUR) | Share capital | Capital surplus | Legal reserves | Other revenues reserves | Retained earnings or losses | Profit or loss for the period | Revaluation surplus | Total equity of owners of the parent company | Non-controlling interests | Total equity |
|---|-------------------|-------------------|-------------------|-------------------------|-----------------------------|-------------------------------|---------------------|--|---------------------------|--------------------|
| Balance at 31 Dec. 2014 | 58.420.965 | 89.562.703 | 18.765.115 | 75.557.441 | 18.456.704 | 15.868.394 | 9.528.753 | 286.160.075 | 163.496 | 286.323.571 |
| Balance at 1 Jan. 2015 | 58.420.965 | 89.562.703 | 18.765.115 | 75.557.441 | 18.456.704 | 15.868.394 | 9.528.753 | 286.160.075 | 163.496 | 286.323.571 |
| Changes of equity – transactions with owners | | | | | | | | | | |
| | - | - | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | | | | | | | | | | |
| Profit for the period | - | - | - | - | - | 19.631.330 | - | 19.631.330 | 9.842 | 19.641.172 |
| Change in revaluation surplus of financial assets, less tax | - | - | - | - | - | - | 1.518.050 | 1.518.050 | - | 1.518.050 |
| Change in fair value of hedging instruments, less tax | - | - | - | - | - | - | 221.357 | 221.357 | - | 221.357 |
| | - | - | - | - | - | 19.631.330 | 1.739.407 | 21.370.737 | 9.842 | 21.380.579 |
| Changes within equity | | | | | | | | | | |
| Allocation of residual part of profit from previous period to other equity components | - | - | - | - | 15.868.394 | -15.868.394 | - | - | - | - |
| | - | - | - | - | 15.868.394 | -15.868.394 | - | - | - | - |
| Balance at 30 June 2015 | 58.420.965 | 89.562.703 | 18.765.115 | 75.557.441 | 34.325.098 | 19.631.330 | 11.268.160 | 307.530.812 | 173.338 | 307.704.150 |

Table 13: Statement of changes in equity of Luka Koper Koper Group, 2014

| | Share | Capital | Legal | Other | Retained | Profit or | Revaluation | Total equity | Non- | Total |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|----------------|--------------------|
| (in EUR) | capital | surplus | reserves | revenue | Earnings | loss for the | surplus | of owners | controlling | equity |
| | | | | reserves | or losses | period | | of the parent | interests | |
| | | | | | | | | company | | |
| Balance at 31 Dec. 2013 | 58.420.965 | 89.562.703 | 18.765.115 | 62.333.234 | 15.325.515 | 15.868.394 | 9.225.036 | 269.500.962 | 137.234 | 269.638.196 |
| Balance at 1 Jan. 2014 | 58.420.965 | 89.562.703 | 18.765.115 | 62.333.234 | 15.325.515 | 5.434.335 | 9.225.036 | 259.066.903 | 137.234 | 259.204.137 |
| Changes of equity – transactions with owners | | | | | | | | | | |
| | - | - | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | - | - | - | - | - | - |
| Profit for the period | - | - | - | - | - | 14.466.099 | - | 14.466.099 | 9.801 | 14.475.900 |
| Change in revaluation surplus of financial assets, less tax | - | - | - | - | - | - | 3.921.873 | 3.921.873 | - | 3.921.873 |
| Change in fair value of hedging instruments, less tax | - | - | - | - | - | - | -670.319 | -670.319 | - | -670.319 |
| | - | - | - | - | - | 14.466.099 | 3.251.554 | 17.717.653 | 9.801 | 17.727.454 |
| Changes within equity | | | | | | | | | | |
| Allocation of part of profit for the period upon the resolution of the Shareholders' Meeting | - | - | - | - | 5.434.335 | -5.434.335 | - | - | - | - |
| | - | - | - | - | 5.434.335 | -5.434.335 | - | - | - | - |
| Balance at 30 June 2014 | 58.420.965 | 89.562.703 | 18.765.115 | 62.333.234 | 20.759.850 | 14.466.099 | 12.476.590 | 276.784.556 | 147.035 | 276.931.591 |

NOTES TO THE FINANCIAL STATEMENTS OF LUKA KOPER GROUP

The interim statements of Luka Koper Group for January – June 2015, resp. as at 30 June 2015, encompass the financial statement of the parent company Luka Koper, d. d., as well as statements of its subsidiary companies, together with attributable profit and loss of the associated company.

Statement of compliance

The interim Report has been compiled in accordance with the International Accounting standards 34 - Interim Financial Reporting. The Group's financial statements have been compiled in accordance with International Reporting Standards as adopted by the International Accounting Standards Board (IASB) and European Union and in compliance with Companies Act RS.

Basis for the compilation of financial statements

The financial statements have been compiled in euros (EUR), rounded to the nearest unit. Through these consolidated financial statements, the Luka Koper Group wants to provide the broadest sphere of users useful information on the company's performance from January – June 2015, in comparison with data for the previous year, together with together with the Group's financial position as of 30th June 2015 in comparison with 31st December 2014.

The non-audited financial statements of the Luka Koper Group for the reporting period are compiled in accordance with the same accounting policies and principles that were applicable in 2014.

Additional notes to the Statement of Financial Position

Revenue

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--|-------------------|-------------------|
| Revenue generated in Slovenia through sale of | | |
| - services | 27.724.686 | 25.254.088 |
| - goods and material | 82 | 13.525 |
| - rentals | 617.238 | 547.598 |
| Revenue generated on foreign markets through sale of | | |
| - services | 63.743.526 | 54.094.681 |
| - goods and material | - | - |
| - rentals | 45.120 | 80.047 |
| Revenue | 92.130.652 | 79.989.939 |

Capitalised own products or service

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--------------------------------------|-------------------|-------------------|
| Capitalised own products or services | 7.847 | - |
| Total | 92.138.499 | 79.989.939 |

Other income

| (in Eur) | 1-6 2015 | 1-6 2014 |
|--|------------------|------------------|
| Other operating income | 2.735.555 | 1.805.668 |
| Reversal of provisions | 1.501.667 | 750.219 |
| Subsidies, grants and similar income | 1.005.348 | 1.020.706 |
| Revaluation operating income | 228.540 | 34.743 |
| Revaluation operating income | 65.226 | 33.391 |
| Collected receivables and liabilities written off | 163.314 | 1.352 |
| Other income | 318.071 | 470.918 |
| Compensation and damages | 280.810 | 289.532 |
| Subsidies and other income not related to services | 26.473 | 58.620 |
| Other income | 10.788 | 122.766 |
| Total other income | 3.053.626 | 2.276.586 |

Reversal of the provisions in the amount of EUR 1,501.667 is mainly related to the judicial settlement, on the basis of which the controlling company paid the amount of EUR 262.000, and thereby the commercial proceeding against Luka Koper, d. d., which lasted from 2012, was finally disposed.

Cost of material

| (in Eur) | 1-6 2015 | 1-6 2014 |
|----------------------------|------------------|------------------|
| Cost of material | 653 | 662 |
| Cost of auxiliary material | 1.362.321 | 1.218.420 |
| Cost of spare parts | 2.278.094 | 1.739.226 |
| Cost of energy | 3.304.603 | 3.562.720 |
| Cost of office stationary | 74.849 | 74.741 |
| Other cost of material | 201.103 | 175.926 |
| Total | 7.221.623 | 6.771.695 |

Cost of services

| (in Eur) | 1-6 2015 | 1-6 2014 |
|--|-------------------|-------------------|
| Cost of services rendered in connection with the core activity | 10.776.051 | 10.229.993 |
| Cost of transportation | 112.712 | 136.797 |
| Cost of maintenance | 2.772.268 | 1.990.472 |
| Rentals | 458.721 | 334.590 |
| Reimbursement of labour-related costs | 189.034 | 180.901 |
| Costs of payment processing, bank charges and insurance premium | 357.756 | 250.160 |
| Cost of intellectual and personal services | 386.398 | 534.047 |
| Advertising, trade fairs and hospitality | 607.296 | 583.093 |
| Costs of services provided by individuals not performing business activity | 143.622 | 176.938 |
| Cost of other services | 6.103.746 | 5.359.001 |
| Total | 21.907.604 | 19.775.992 |

Among costs of other services the most significant amount refers to concession charges, which amounts to EUR 2,986.656 and IT support in the amount of EUR 1,522.414.

Employee benefits expense

| (in Eur) | 1-6 2015 | 1-6 2014 |
|--|-------------------|-------------------|
| Wages and salaries | 15.822.182 | 13.545.586 |
| Wage compensations | 2.171.890 | 1.916.912 |
| Cost of additional pension insurance | 716.302 | 649.186 |
| Employer's contributions on employee benefits | 2.984.740 | 2.568.625 |
| Annual holiday pay, reimbursements and other costs | 1.733.363 | 1.724.571 |
| Total | 23.428.477 | 20.404.880 |

Amortization and depreciation

| (in EUR) | 1-6 2015 | 1-6 2014 |
|---|-------------------|-------------------|
| Depreciation of buildings | 6.205.373 | 5.979.041 |
| Depreciation of equipment and spare parts | 7.073.190 | 7.301.642 |
| Depreciation of small tools | 13.210 | 12.618 |
| Depreciation of investment property | 95.533 | 17.037 |
| Amortization of intangible assets | 310.885 | 306.717 |
| Total | 13.698.191 | 13.617.055 |

Other operating expenses

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--|------------------|------------------|
| Revaluation operating expenses associated with current operating assets | 23.135 | 614 |
| Revaluation operating expenses associated with property, plant and equipment and investment property | 646.116 | 76.412 |
| Provisions | - | 307.523 |
| Levies that are not contingent upon employee benefits expense and other types of costs | 3.116.983 | 2.684.233 |
| Donations | 106.161 | 116.795 |
| Environmental levies | 32.559 | 31.802 |
| Awards and scholarships to students inclusive of tax | 12.224 | 6.084 |
| Awards and scholarship to students | 6.060 | - |
| Other costs and expenses | 965.284 | 144.490 |
| Total | 4.908.522 | 3.367.953 |

The cost of the judicial settlement in the amount of EUR 690.000 accounts for the largest share within other costs and expenses. Among the levies which are not related to the cost of labour and other costs, the most significant amount which was recorded at EUR 3,046.155, refers to the use of building plot.

Finance income and finance expenses

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--|-------------------|-------------------|
| Finance income from shares and interests | | |
| Finance income from shares and interests in Group companies | 48.892 | 22.314 |
| Finance income from loans | | |
| Finance income from loans to others | 44.436 | 61.206 |
| Finance income from operating receivables | | |
| Finance income from operating receivables due from Group's companies | - | 9 |
| Finance income from operating receivables due from others | 137.905 | 88.756 |
| Total finance income | 231.233 | 172.285 |
| Finance expenses for investments | - | -62.577 |
| Finance expenses for financial liabilities | | |
| Finance expenses for borrowing from associates | -3.915 | -4.298 |
| Finance expense for borrowings from banks | -1.569.531 | -2.000.471 |
| Finance expenses for operating liabilities | | |
| Finance expenses for trade payables | -420 | -752 |
| Finance expense for other operating liabilities | -30.316 | -12.196 |
| Total finance expenses | -1.604.182 | -2.080.294 |
| Net financial result | -1.372.949 | -1.908.009 |

Earnings per share

Group's net operating profit for January – June 2015 amounts to EUR 19,641.172 (in 2014, EUR 14.475.900), whereof EUR 19,631.330 (in 2014, EUR 14,466.099) is attributable to the owner of the parent and EUR 9.842 (in 2014, EUR 9.801) to owners of non-controlling interests. The non-controlling interest is attributed to the co-owner of subsidiary TOC, d. o. o.

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|-------------|-------------|
| Net profit for the period of the owner of the parent company | 19.631.330 | 14.466.099 |
| Total number of shares | 14.000.000 | 14.000.000 |
| Number of ordinary shares | 14.000.000 | 14.000.000 |
| Basic and diluted earnings per share | 1,40 | 1,03 |

Net earnings per share were calculated by dividing the net operating profit with weighted average number of ordinary shares in issue during the year.

Following the conversion of all preference shares, the Group's registered capital consists solely of ordinary shares.

Property, plant and equipment

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|--------------------|--------------------|
| Property, plant and equipment | | |
| Land | 10.445.956 | 10.018.102 |
| Buildings | 231.096.197 | 226.216.314 |
| Plant and machinery | 56.021.792 | 60.951.331 |
| Other plant and machinery | 3.866.705 | 3.671.259 |
| Property, plant and equipment being acquired and advances given | 26.214.208 | 31.504.321 |
| Total | 327.644.858 | 332.361.327 |

Property, plant and equipment are not pledged as collateral and there were no additional charges on the Group's assets.

In the first half of 2015, the Group disposed some written off fixed assets at cost, which exceeded the remnant carrying value.

In the first half of 2015, the Company had only minor investments, among which the following are more significant:

- beginning of the construction of three new fuel tanks at the Liquid Terminal,
- acquisition of the terminal tractors,
- beginning of the construction of the warehousing area at the rear of the berth 7 C at Pier I
- asphaltting of areas.

Investment property

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---------------------------------|-------------------|-------------------|
| Investment property | | |
| Investment property - land | 14.991.483 | 14.670.199 |
| Investment property - buildings | 3.852.735 | 3.498.636 |
| Total | 18.844.218 | 18.168.835 |

Intangible assets

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|------------------|-------------------|
| Intangible assets | | |
| Long-term development costs | 293.220 | 312.596 |
| Long-term property rights (concessions, patents, licences, trademarks and similar rights) | 4.726.133 | 4.755.441 |
| Total | 5.019.353 | 5.068.037 |

Investments in associated companies

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Gross value | | |
| Balance at 1 Jan | 10.846.601 | 11.435.706 |
| Increase | | |
| Attributable profits | 702.177 | 615.895 |
| Decrease | | |
| Repayments, disposal | - | -980.000 |
| Dividends paid | -150.000 | -225.000 |
| Balance at the end of reporting period | 11.398.778 | 10.846.601 |

Non-current investments

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Other non-current investments | | |
| Other investments measured at cost | 7.860.629 | 8.074.163 |
| Other investments measured at fair value through equity | 31.819.364 | 29.990.385 |
| Total | 39.679.993 | 38.064.548 |

The change of the investment value measured at fair value through equity refers to the increase in value of shares at Stock Exchange.

Loans given:

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|----------------|----------------|
| Loans given: | | |
| Financial assets held to maturity : | | |
| Non-current loans given with purchase of bonds from others | 446.354 | 528.976 |
| Loans | | |
| Non-current loans to others, also given finance lease | 57.885 | 69.338 |
| Non-current housing loans to others | 33.083 | 37.940 |
| Non-current loans to others | 24.802 | 31.398 |
| Total loans given | 504.239 | 598.314 |

Deferred tax assets and liabilities

| (in EUR) | Assets | | Liabilities | |
|---|------------------|------------------|------------------|------------------|
| | 30.6.2015 | 31.12.2014 | 30.6.2015 | 31.12.2014 |
| Deferred tax assets and liabilities relating to: | | | | |
| - investments and financial instruments | 8.491.164 | 8.491.164 | 2.505.168 | 2.148.904 |
| - trade receivables | 254.935 | 254.935 | - | - |
| - provisions for retirement benefits | 98.613 | 105.000 | - | - |
| - provisions for jubilee premiums | 36.488 | 38.513 | - | - |
| - long-term accrued costs and deferred income from public commercial services | 409.092 | 409.092 | - | - |
| Total | 9.290.292 | 9.298.704 | 2.505.168 | 2.148.904 |

Assets held for sale

The Group's assets held for sale as at 30 June 2015 amount to EUR 605.068 (as at 31 December 2014, EUR 1,783.637) and which is EUR 1, 178.589 decrease in comparison to 31 December 2014. This decrease is due to the transfer of assets among the investment property.

Inventories

As at 30 June 2015, inventories were recorded at EUR 607.426, at the end of 2014 they were recorded at EUR 463.957 and refer to maintenance material.

Loans and deposits given

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---------------------------------|------------------|------------------|
| Loans and deposits given | | |
| Current loans given to others | 3.243 | 2.302 |
| Current deposits | 4.044.643 | 4.172.780 |
| Total | 4.047.886 | 4.175.082 |

Trade and other receivables

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Current trade receivables | 26.951.878 | 21.552.554 |
| Current receivables due from dividends | 200.000 | 200.000 |
| Advances and collaterals given | 76.488 | 43.470 |
| Current receivables related to the finance income | 41.595 | 27.791 |
| Receivables due from the state | 1.691.509 | 1.963.109 |
| Other current receivables | 167.797 | 400.297 |
| Trade and other receivables | 29.129.267 | 24.187.221 |
| Short-term deferred costs and expenses | 3.118.783 | 230.498 |
| Accrued income | 653.723 | 1.370.764 |
| Valuables | 260 | - |
| Other receivables | 3.772.766 | 1.601.262 |
| Total | 32.902.033 | 25.788.483 |

As at 30 June 2015, the Group records pledged receivables in the amount of EUR 5,900.000 in connection with collateralising a bank borrowing. As at 30 June 2015 the receivables due from the customer amount to EUR 150.345.

Cash and cash equivalents

| (in EUR) | 30.6.2015 | 31.12.2014 |
|------------------|-------------------|-------------------|
| Cash in hand | 18.931 | 6.898 |
| Bank balances | 671.299 | 1.226.895 |
| Current deposits | 16.159.887 | 4.706.998 |
| Total | 16.850.117 | 5.940.791 |

Equity

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|--------------------|--------------------|
| Share capital | 58.420.965 | 58.420.965 |
| Share premium | 89.562.703 | 89.562.703 |
| Revenue reserves | 94.322.556 | 94.322.556 |
| <i>Legal reserves</i> | <i>18.765.115</i> | <i>18.765.115</i> |
| <i>Other revenue reserves</i> | <i>75.557.441</i> | <i>75.557.441</i> |
| Capital surplus (share premium) | 11.268.160 | 9.528.753 |
| Retained earnings | 34.325.098 | 18.456.704 |
| Profit for the period | 19.631.330 | 15.868.393 |
| Equity of the owners of the parent company | 307.530.812 | 286.160.074 |
| Non-controlling interests | 173.338 | 163.496 |
| Equity | 307.704.150 | 286.323.570 |

Deferred income

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Deferred income for regular maintenance | 9.610.973 | 9.151.489 |
| Other long-term deferred income | 1.318.151 | 1.271.802 |
| Total | 10.929.124 | 10.423.291 |

Provisions

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|------------------|-------------------|
| Provisions for retirement benefits and jubilee premiums | 1.639.762 | 1.708.151 |
| Provisions for legal disputes | 475.224 | 2.675.441 |
| Other provisions | 418.027 | 436.212 |
| Total | 2.533.013 | 4.819.804 |

The decrease of provisions for lawsuits in the amount of EUR 2,200.217 refers to the judicial settlement, on the basis of which the controlling shareholder paid the amount of EUR 262.000, and thereby the commercial proceeding against Luka Koper, d.d., which lasted from the year 2012 and the payment of the the legal obligation on the basis of the judicial settlement of the civil procedure from the year 2014 in the amonut of EUR 436.550.

Loans and borrowings

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|--------------------|--------------------|
| Non-current financial liabilities to associates | 500.000 | 500.000 |
| Non-current borrowings from domestic banks | 51.726.657 | 56.897.142 |
| Non-current borrowings from foreign banks | 50.930.002 | 52.924.280 |
| Total | 103.156.659 | 110.321.422 |

In the first half of 2015, the Group did not have any new borrowings.

Other non-current financial liabilities

Other non-current financial liabilities are related to the fair value of the interest swap of the parent company, and as at 30 June 2015 amounted to EUR 1,188.959, as at 31 December 2014 to EUR 1,455.653.

Non-current financial liabilities

Non-current financial liabilities refer to the received non-current advances, which at 30 June 2015 amounted to EUR 156.782, at 31 December 2014 to EUR 149.512.

Loans and borrowings

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|-------------------|-------------------|
| Non-current borrowings from domestic banks | 7.321.826 | 11.927.780 |
| Non-current borrowings from foreign banks | 4.000.000 | 4.000.000 |
| Total | 11.321.826 | 15.927.780 |

Other financial liabilities

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|------------------|-------------------|
| Current liabilities from profit sharing | 61.641 | 64.718 |
| Other current financial liabilities | 369.618 | 376.983 |
| Total | 431.259 | 441.701 |

Other current financial liabilities include interest payables and liabilities under the interest rate swap, which was entered into with the purpose to manage the interest rate risk to which the parent company is exposed.

Trade and other payables

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Current trade payables | 14.752.409 | 10.190.478 |
| Current liabilities from advances | 299.584 | 98.404 |
| Current liabilities to employees | 3.267.386 | 4.348.695 |
| Current liabilities to state and other institutions | 344.683 | 498.926 |
| Current trade receivables | 18.664.062 | 15.136.503 |
| Other operating liabilities | 6.391.330 | 2.911.575 |
| Current deferred income | 21.038 | 30.264 |
| Other operating liabilities | 48.498 | 124.009 |
| Other operating liabilities | 6.460.866 | 3.065.848 |
| Total trade and other operating liabilities | 25.124.928 | 18.202.351 |

Contingent assets and liabilities

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Securities given | 7.098.354 | 6.218.999 |
| Guarantees received | 9.403.732 | 8.478.473 |
| Contingent assets under legal disputes | 35.711.325 | 37.306.115 |
| Other contingent assets | 141.345 | 140.840 |
| Total contingent assets | 52.354.756 | 52.144.427 |
| Guarantees and securities given | | - |
| Guarantees given | 3.282.526 | 1.260.000 |
| Securities given | 13.775.867 | 14.861.613 |
| Contingent liabilities under legal disputes | 4.688.455 | 17.960.410 |
| Approved borrowing | 36.000.000 | 36.000.000 |
| Total contingent liabilities | 57.746.848 | 70.082.023 |

Financial instruments and financial risk management

The most significant risks to which the Luka Koper group is exposed to, include :

1. risk of change in fair value,
2. interest rate risk,
3. liquidity risk ,
4. currency risk,
5. credit risk, and
6. risk of adequate capital structure.

1. Risk of change in fair value

The Group has invested 6.8 percent of its assets (at the end of 2014, 6.6 percent) in investments, whereof the controlling company accounts for 98 percent of Group's total investments, measured at fair value.

The fair value risk associated with these investments is demonstrated through changes in stock market that affect the value of these assets and, consequently the potential capital gain on their disposal. This type of risk was identified by the Group in association with investments in market securities of Slovenian companies. As at 30th June 2015, the value of current available-for-sale investments at fair value through equity amounted to EUR 31,819.364. This value comprises shares of Slovenian companies and units of mutual fund assets.

Sensitivity analysis of investments at fair value:

Risk of change in fair value of securities as at 30 June 2015

| Change of index (in %) | Impact on equity |
|------------------------|-------------------------|
| -10 % | -3.181.936 |
| 10 % | 3.181.936 |

Risk of change in fair value of securities as at 31 December 2014

| Change of index (in %) | Impact on equity |
|------------------------|------------------|
| -10 % | -2.999.039 |
| 10 % | 2.999.039 |

Fair value hierarchy

| (in EUR) | Fair value | | | |
|---|---------------------------------|---|--|---------------------------------------|
| | Carrying amount at 30 June 2015 | Direct stock market quotation (Level 1) | Value defined on the basis of comparable market inputs (Level 2) | No observable market inputs (Level 3) |
| Assets measured at fair value | | | | |
| Other interests and shares | 31.819.364 | 31.819.364 | - | - |
| Assets measured at cost | | | | |
| Loans given | 4.552.125 | - | - | 4.552.125 |
| Other interests and shares | 7.860.629 | - | - | 7.860.629 |
| Operating receivables | 29.129.267 | - | - | 29.129.267 |
| Liabilities measured at fair value | | | | |
| Interes rate hedging | 1.188.959 | - | - | 1.188.959 |
| Liabilities measured at amortised cost | | | | |
| Other financial liabilities | 431.259 | - | - | 431.259 |
| Borrowings | 114.478.485 | - | - | 114.478.485 |
| Operating liabilities | 18.664.062 | - | - | 18.664.062 |

| (in EUR) | Fair value | | | |
|---|---------------------------------|--|--|---------------------------------------|
| | Carrying amount at 30 Dec. 2015 | Direct stock market qutotation (Level 1) | Value defined on the basis of comparable market inputs (Level 2) | No observable market inputs (Level 3) |
| Assets measured at fair value | | | | |
| Ther interests and shares | 29.990.385 | 29.990.385 | - | - |
| Assets measured at cost | | | | |
| Loans given | 4.773.396 | - | - | 4.773.396 |
| Other interests and shares | 8.074.163 | - | - | 8.074.163 |
| Opearting receivables | 24.187.221 | - | - | 15.413.997 |
| Liabilities measured at fair value | | | | |
| Interes trate hedging | 1.455.653 | - | - | 1.455.653 |
| Liabilities measured at fair value | | | | |
| Other financial liabilities | 441.701 | - | - | 441.701 |
| Borrowings | 126.249.202 | - | - | 126.249.202 |
| Operating liabilities | 15.136.503 | - | - | 15.136.503 |

2. Management of interest rate risk

Exposure to interest rate risk is established solely with the controlling company, which records financial liabilities that arise under borrowings bearing variable interest rate.

In the first half of 2015, the Group succeeded in reducing its financial liabilities by 9.4 percent over the previous year; as at the reporting date, these liabilities were recorded at EUR 138.146.556.

In previous years, the controlling companies entered into an interest rate hedge for two major borrowings in the total amount of EUR 63.5 million. In this way, the exposure (99.6 percent) of all borrowings by 44.1 percent. The rest of bank borrowings is exposed to the variable interest rate and is recorded at EUR 50,590.336. The two interest rate swaps are carried in the books of account under the principle of hedge accounting. As at 30th June 2015, the fair value of both interest rate swaps amounted to EUR –1.188.959 and was recognised as a non-current liability of the controlling company.

Sensitivity analysis of borrowings from banks in view of the variable interest rate fluctuations:

| (in EUR) | Borrowings from banks under the variable interest rate as at 30 June 2015 | 15% | 50% | 100% |
|---------------------|--|------------|--------------|--------------|
| 1M EURIBOR | - | - | - | - |
| 3M EURIBOR | 30.590.336 | -642 | -2.141 | -4.283 |
| 6M EURIBOR | 20.000.000 | 1.500 | 5.000 | 10.000 |
| Total effect | 50.590.336 | 858 | 2.859 | 5.717 |

| (in EUR) | Borrowings from banks under the variable interest rate as at 31 Dec. 2014 | 15% | 50% | 100% |
|---------------------|--|---------------|---------------|---------------|
| 1M EURIBOR | - | - | - | - |
| 3M EURIBOR | 38.947.773 | 4.557 | 15.190 | 30.379 |
| 6M EURIBOR | 22.000.000 | 5.643 | 18.810 | 37.620 |
| Total effect | 60.947.773 | 10.200 | 34.000 | 67.999 |

The analysis of financial liabilities' sensitivity to changes in variable interest rates is based on the assumption of potential growth in interest rates of 15, 50 and 100 percent.

3. Management of liquidity risk

Liquidity risk is the risk that the company will fail to settle its liabilities at maturity. The Luka Koper Group manages liquidity risk by regular planning of cash flows required to settle liabilities with diverse maturity. Additional measures for preventing delays in receivable collection include regular monitoring of payments and immediate response to any delays and charging penalty interest in accordance with the uniform policy of receivable management.

| (in EUR) | Up to 3 months | 3 to 12 months | 1 to 5 years | More than 5 years | Total |
|---|----------------|----------------|--------------|-------------------|-------------|
| 30.6.2015 | | | | | |
| Loans and borrowings* | 1.052.632 | 10.269.195 | 63.234.552 | 40.105.386 | 114.661.765 |
| Accrued interest maturing in the next calendar year | 37.860 | - | - | - | 37.860 |
| Expected interest on all borrowings | 158.704 | 1.778.185 | 5.277.017 | 2.170.071 | 9.383.976 |
| Other financial liabilities | 431.259 | - | 1.188.959 | - | 1.620.218 |
| Payables to suppliers | 14.752.409 | - | - | - | 14.752.409 |
| Other operating liabilities | 3.911.653 | - | - | - | 3.911.653 |
| 31.12.2014 | | | | | |
| Loans and borrowings* | 2.299.008 | 13.620.835 | 60.600.054 | 49.927.876 | 126.447.773 |
| Accrued interest maturing in the next calendar year | 54.319 | - | - | - | 54.319 |
| Expected interest on all borrowings | 305.956 | 2.129.522 | 6.265.526 | 2.794.807 | 11.495.812 |
| Other financial liabilities | 441.701 | - | 1.455.653 | - | 1.897.354 |
| Payables to suppliers | 10.190.478 | - | - | - | 10.190.478 |
| Other operating liabilities | 4.946.025 | - | - | - | 4.946.025 |

*The item includes also borrowings from subsidiaries and associates

4. Management of currency risk

The risk of changes in foreign exchange rates arises from trade receivables denominated in US dollars (USD). In the first half of 2015, the average monthly balance of outstanding trade receivables amounted to 217 thousand US dollars. As at 30th June 2015, outstanding receivables in US dollars amounted to 0.42 percent, at the end of 2014 to 1.31 percent of total outstanding trade receivables.

5. Management of credit risk

Assets exposed to credit risks:

| (in EUR) | 30.6.2015 | 31.12.2014 |
|-----------------------------------|-------------------|-------------------|
| Non-current loans | 504.239 | 598.314 |
| Non-current operating liabilities | 5.681 | 5.681 |
| Current deposits | 4.044.643 | 4.172.780 |
| Current loans | 3.243 | 2.302 |
| Current trade receivables | 26.951.878 | 21.552.554 |
| Other receivables | 2.177.389 | 2.634.667 |
| Cash and cash equivalents | 16.850.117 | 5.940.791 |
| Total | 50.537.190 | 34.907.089 |

The management estimates that Group's exposure to credit risk is low, and due to the risk management mechanisms put in place, there is no likelihood of damages.

6. Management of the risk of adequate capital structure

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|--------------------|--------------------|
| Total liabilities | 161.055.071 | 166.261.981 |
| Cash and cash equivalents and current deposits | -20.894.760 | -10.113.571 |
| Net debt | 140.160.311 | 156.148.410 |
| Equity | 307.530.812 | 286.160.074 |
| Net debt / equity | 0,46 | 0,55 |

NON-CONSOLIDATED FINANCIAL STATEMENT OF LUKA KOPER, D. D.

Table 14: Income statement of Luka Koper, d. d.

| (in EUR) | 1-6 2015 | 1-6 2014 |
|---|-------------------|-------------------|
| Revenue | 87.610.150 | 76.041.744 |
| Other income | 2.005.118 | 1.250.687 |
| Cost of material | -6.894.662 | -6.268.809 |
| Cost of services | -22.153.641 | -20.095.719 |
| Employee benefits expense | -20.535.437 | -17.674.827 |
| Amortization and depreciation expense | -13.133.736 | -12.935.088 |
| Other operating expenses | -4.869.616 | -3.401.048 |
| Operating profit | 22.028.176 | 16.916.940 |
| Finance income | 930.852 | 887.219 |
| Finance expenses | -1.681.565 | -2.173.191 |
| Loss from financing activities | -750.713 | -1.285.972 |
| Profit before tax | 21.277.463 | 15.630.968 |
| Income tax expense | -3.404.394 | -1.888.589 |
| Deferred taxes | -7.547 | -129.203 |
| Net profit for the period | 17.865.522 | 13.613.176 |
| Net earnings per share – basic and diluted | 1,28 | 0,97 |

Table 15: Statement of comprehensive income of Luka Koper, d. d.

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--|-------------------|-------------------|
| Profit for the period | 17.865.522 | 13.613.176 |
| Change in revaluation surplus of available-for-sale financial assets | 2.003.845 | 4.725.148 |
| Deferred tax on revaluation of available-for-sale financial assets | -340.654 | -803.275 |
| Change in fair value of hedging instruments | 266.695 | -807.613 |
| Deferred tax on unrealised actuarial gains or losses | -45.338 | 137.294 |
| Total comprehensive income that will be subsequently to profit or loss | 1.884.548 | 3.251.554 |
| Other comprehensive income | 1.884.548 | 3.251.554 |
| Total comprehensive income for the period | 19.750.070 | 16.864.730 |

Table 16: Statement of financial position of Luka Koper, d.d.

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|--------------------|--------------------|
| Assets | | |
| Property, plant and equipment | 310.238.040 | 314.042.915 |
| Investment property | 30.756.678 | 30.240.281 |
| Intangible assets and non-current deferred costs and accrued revenues | 4.588.827 | 4.612.609 |
| Shares and interests in Group's companies | 4.533.063 | 4.533.063 |
| Interests and shares in associates | 6.737.709 | 6.737.709 |
| Other non-current investments | 36.640.677 | 34.850.365 |
| Loans given | 504.239 | 598.314 |
| Non-current assets | 5.681 | 5.681 |
| Deferred tax assets | 9.611.973 | 9.619.520 |
| Non-current assets | 403.616.887 | 405.240.457 |
| Assets (disposal group) held for sale | 223.255 | 1.781.382 |
| Inventories | 607.426 | 463.957 |
| Loans given | 4.270.623 | 1.299.157 |
| Trade and other receivables | 31.726.725 | 24.489.213 |
| Deferred tax assets | 1.185.781 | - |
| Cash and cash equivalents | 10.481.586 | 3.984.291 |
| Current assets | 48.495.396 | 32.018.000 |
| TOTAL ASSETS | 452.112.283 | 437.258.457 |
| EQUITY AND LIABILITIES | | |
| Share capital | 58.420.965 | 58.420.965 |
| Capital surplus (share premium) | 89.562.703 | 89.562.703 |
| Revenue reserves | 94.322.557 | 94.322.557 |
| Revaluation surplus | 11.070.649 | 9.186.101 |
| Retained earnings | 14.598.947 | 1.374.740 |
| Profit for the period | 17.865.522 | 13.224.207 |
| Equity | 285.841.343 | 266.091.273 |
| Deferred income | 8.155.008 | 7.375.114 |
| Provisions | 1.934.662 | 4.193.090 |
| Loans and borrowings | 113.187.239 | 120.378.001 |
| Other financial liabilities | 1.188.959 | 1.455.653 |
| Non-current operating liabilities | 81.281 | 81.281 |
| Deferred tax liabilities | 2.457.123 | 2.071.131 |
| Non-current liabilities | 127.004.272 | 135.554.270 |
| Loans and borrowings | 11.321.826 | 15.927.780 |
| Other financial liabilities | 430.998 | 441.329 |
| Income tax liability | 3.404.394 | 2.371.563 |
| Trade and other payables | 24.109.450 | 16.872.242 |
| Current liabilities | 39.266.668 | 35.612.914 |
| TOTAL EQUITY AND LIABILITIES | 452.112.283 | 437.258.457 |

Table 17: Statement of cash flows of Luka Koper, d.d.

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--|--------------------|--------------------|
| Cash flows from operating activities | | |
| Profit for the period | 17.865.522 | 13.613.176 |
| Adjustments for: | | |
| Amortization/Depreciation | 13.133.736 | 12.935.089 |
| Reversal and impairment losses on property, plant and equipment, and intangible assets | 643.824 | 76.412 |
| Gain on sale of property, plant and equipment, intangible assets and investment property | -22.467 | - |
| Allowances for receivables | 14.374 | -30.335 |
| Reversal of provisions | -1.501.667 | - |
| Finance income | -930.852 | -887.219 |
| Finance expenses | 1.681.565 | 2.173.191 |
| Income tax expense and income (expenses) from deferred taxes | 3.411.941 | 2.017.791 |
| Operating profit before change net current assets and taxes | 34.295.976 | 29.898.105 |
| Change in net current assets and provisions | | |
| Change in trade receivables | -7.234.172 | -4.053.492 |
| Change in inventories | -143.469 | -213.541 |
| Change in trade payables | 7.081.005 | 6.282.970 |
| Change in provisions and deferred income | -2.177.084 | 2.569.148 |
| Income tax | -1.185.781 | -1.888.588 |
| Net cash from operating activities | 30.636.475 | 32.594.602 |
| Cash flows from investing activities | | |
| Interest received | 165.664 | 138.257 |
| Dividends received | 765.188 | 748.962 |
| Proceeds from sale of property, plant and equipment, and intangible assets | 324.089 | 55.876 |
| Proceeds from sale, less investments and loans given | 407.677 | 237.531 |
| Acquisition of property, plant and equipment, and intangible assets | -9.209.014 | -16.011.557 |
| Acquisition of investments and increase in loans given | -3.071.535 | -42.000 |
| Net cash used in investing activities | -10.617.931 | -14.872.931 |
| Cash flows from financing activities | | |
| Interest paid | -1.698.285 | -2.110.614 |
| Proceeds from non-current borrowings | - | 20.338 |
| Proceeds from current borrowings | - | 2.280.000 |
| Repayment of non-current borrowings | -1.359.334 | -11.601.369 |
| Repayment of current borrowings | -10.463.630 | -252.691 |
| Net cash used in financing activities | -13.521.249 | -11.664.336 |
| Opening balance of cash and cash equivalents | 3.984.291 | 895.323 |
| Net decrease/increase in cash and cash equivalents | 6.497.295 | 6.057.335 |
| Closing balance of cash and cash equivalents | 10.481.586 | 6.952.658 |

Table 18: Statement of changes in equity of Luka Koper, d. d., v letu 2015

| (in EUR) | Share capital | Capital reserves | Legal reserves | Other revenue reserves | Retained earnings or losses | Profit or loss for the period | Revaluation surplus | Total Equity |
|--|-------------------|-------------------|-------------------|------------------------|-----------------------------|-------------------------------|---------------------|--------------------|
| Balance at 31 Dec 2014 | 58.420.965 | 89.562.703 | 18.765.115 | 75.557.442 | 1.374.740 | 13.224.207 | 9.186.101 | 266.091.273 |
| Balance at 1 Jan 2015 | 58.420.965 | 89.562.703 | 18.765.115 | 75.557.442 | 1.374.740 | 13.224.207 | 9.186.101 | 266.091.273 |
| Changes of equity – transactions with owners | | | | | | | | |
| | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | - | | | | | | | |
| Profit for the period | - | - | - | - | - | 17.865.522 | - | 17.865.522 |
| Change in revaluation surplus of financial assets, less tax | - | - | - | - | - | - | 1.663.191 | 1.663.191 |
| Change in fair value of hedging instruments, less tax | - | - | - | - | - | - | 221.357 | 221.357 |
| Unrealised actuarial gains or losses, less tax | - | - | - | - | - | - | - | - |
| | - | - | - | - | - | 17.865.522 | 1.884.548 | 19.750.070 |
| Changes within equity | | | | | | | | |
| Allocation of part of profit from previous period to other equity components | - | - | - | - | 13.224.207 | -13.224.207 | - | - |
| | - | - | - | - | 13.224.207 | -13.224.207 | - | - |
| Balance at 30 June 2015 | 58.420.965 | 89.562.703 | 18.765.115 | 75.557.442 | 14.598.947 | 17.865.522 | 11.070.649 | 285.841.343 |

Table 19: Statement of changes in equity of Luka Koper, d. d., 2014

| (in EUR) | Share capital | Capital reserves | Legal reserves | Other revenues reserves | Retained earnings or losses | Profit or loss for the period | Revaluation surplus | Total equity |
|---|-------------------|-------------------|-------------------|-------------------------|-----------------------------|-------------------------------|---------------------|--------------------|
| Balance at 31 Dec 2013 | 58.420.965 | 89.562.703 | 18.765.115 | 62.333.234 | 1.415.638 | 2.306.123 | 9.216.938 | 242.020.716 |
| Balance at 1 Jan 2014 | 58.420.965 | 89.562.703 | 18.765.115 | 62.333.234 | 1.415.638 | 2.306.123 | 9.216.938 | 242.020.716 |
| Changes of equity – transactions with owners | | | | | | | | |
| | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | - | - | - | - |
| Profit for the period | - | - | - | - | - | - | - | 13.613.176 |
| Changes in revaluation surplus of financial assets, less tax | - | - | - | - | - | - | 3.921.873 | 3.921.873 |
| Change in fair value of hedging instruments, less tax | - | - | - | - | - | - | -670.319 | -670.319 |
| | - | - | - | - | - | - | 3.251.554 | 16.864.730 |
| Changes within equity | | | | | | | | |
| Allocation of residual part of profit from previous period to other equity components | - | - | - | - | 2.306.123 | -2.306.123 | - | - |
| | - | - | - | - | 2.306.123 | -2.306.123 | - | - |
| Balance at 30 June 2014 | 58.420.965 | 89.562.703 | 18.765.115 | 62.333.234 | 3.721.761 | - | 12.468.492 | 258.885.446 |

NOTES TO THE FINANCIAL STATEMENTS LUKA KOPER, D. D.

Luka Koper, d.d., pristaniški in logistični sistem, with its registered office in Republic of Slovenia is the controlling company of the Luka Koper Group. These financial statements are compiled for January – June 2015, and thus reflect the company's position as at 30 June 2015.

Statement of compliance

The interim financial statements have been compiled in accordance with the International Accounting standards 34 - Interim Financial Reporting. The Group's financial statements have been compiled in accordance with International Reporting Standards as adopted by the International Accounting Standards Board (IASB) and European Union and in compliance with Companies Act RS.

Basis for the compilation of financial statements

The financial statements have been compiled in euros (EUR), rounded to the nearest unit. Through these consolidated financial statements, the Luka Koper Group wants to provide the broadest sphere of users useful information on the company's performance from January – March 2015, in comparison with data for the previous year, together with the Group's financial position as of 30th June 2015 in comparison with 31st December 2014.

The non-audited financial statements of the Luka Koper Group for the reporting period are compiled in accordance with the same accounting policies and principles that were applicable in 2014.

Notes to the Income Statement

Revenue

| (in EUR) | 1-6 2015 | 1-6 2014 |
|---|-------------------|-------------------|
| Revenue generated in Slovenia through sale of: | 26.134.983 | 23.788.087 |
| - services | 25.381.225 | 23.037.503 |
| - goods and material | 82 | 13.525 |
| - rentals | 753.676 | 737.059 |
| Revenue generated on foreign markets through sale of | 61.475.167 | 52.253.657 |
| - services | 61.430.336 | 52.173.610 |
| - rentals | 44.831 | 80.047 |
| Total revenue | 87.610.150 | 76.041.744 |

Other income

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--|------------------|------------------|
| Other operating income | 1.687.439 | 780.567 |
| Reversal of provisions | 1.501.667 | 750.219 |
| Revaluation operating income | 185.772 | 30.348 |
| Revaluation operating income | 22.467 | 29.290 |
| Collected receivables and liabilities written off | 163.305 | 1.058 |
| Other income | 317.679 | 470.120 |
| Compensations and damages | 280.380 | 288.741 |
| Subsidies and other income not related to services | 26.473 | 58.620 |
| Other income | 10.826 | 122.759 |
| Total other income | 2.005.118 | 1.250.687 |

Reversal of provisions in the amount of EUR 1,501.667 is mainly related to the judicial settlement, on the basis of which the company paid the amount of EUR 262.000, and thereby the commercial proceeding against Luka Koper, d.d., which lasted from the year 2012, was finally disposed.

Cost of material

| (in EUR) | 1-6 2015 | 1-6 2014 |
|----------------------------|------------------|------------------|
| Cost of auxiliary material | 1.068.758 | 950.736 |
| Cost of spare parts | 2.370.444 | 1.739.226 |
| Cost of energy | 3.201.141 | 3.348.229 |
| Cost of office stationary | 67.196 | 66.839 |
| Other cost of material | 187.123 | 163.779 |
| Total | 6.894.662 | 6.268.809 |

Cost of services

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--|-------------------|-------------------|
| Cost of services rendered in connection with the core activity | 10.757.434 | 10.196.957 |
| Cost of transportation | 137.628 | 122.987 |
| Maintenance costs | 3.430.371 | 2.540.113 |
| Rentals | 331.803 | 312.695 |
| Reimbursement of labour-related costs | 176.959 | 161.789 |
| Costs of payment processing, bank charges and insurance premiums | 315.349 | 214.323 |
| Cost of intellectual and personal services | 367.674 | 521.454 |
| Advertising, trade fairs and hospitality | 607.077 | 586.641 |
| Costs of services provided by individuals not performing business activity | 129.402 | 157.445 |
| Cost of other services | 5.899.944 | 5.281.315 |
| Total | 22.153.641 | 20.095.719 |

Among costs of other services the most significant amount is related to the concession charge which amounts to EUR 2,986.656 and the cost of information support in the amount of EUR 1,435.118.

Employee benefits expense

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--|-------------------|-------------------|
| Wages and salaries | 13.986.930 | 11.832.614 |
| Wage compensations | 1.862.241 | 1.625.517 |
| Costs of additional pension insurance | 620.533 | 563.002 |
| Employer's contribution on employee benefits | 2.623.749 | 2.232.506 |
| Annual holiday pay, reimbursements and other costs | 1.441.984 | 1.421.188 |
| Total | 20.535.437 | 17.674.827 |

Amortization and depreciation expense

| (in EUR) | 1-6 2015 | 1-6 2014 |
|---|-------------------|-------------------|
| Depreciation of buildings | 5.908.830 | 5.736.945 |
| Depreciation of equipment and spare parts | 6.619.252 | 6.728.525 |
| Depreciation of small tools | 9.035 | 8.420 |
| Depreciation of investment property | 310.636 | 179.383 |
| Amortization of intangible assets | 285.983 | 281.815 |
| Total | 13.133.736 | 12.935.088 |

Other operating expenses

| (in EUR) | 1-6 2015 | 1-6 2014 |
|--|------------------|------------------|
| Provisions | - | 307.523 |
| Revaluation operating expenses associated with property, plant and equipment and investment property | 643.824 | 76.412 |
| Revaluation operating expenses associated with current operating assets | 14.374 | - |
| Levies that are not contingent upon employee benefits expense and other types of cost | 3.092.141 | 2.665.537 |
| Donations | 104.651 | 114.275 |
| Environmental levies | 37.788 | 40.854 |
| Awards and scholarship to students inclusive of tax | 10.231 | 5.177 |
| Awards and scholarship to students | 6.060 | - |
| Other costs and expenses | 960.547 | 191.270 |
| Total | 4.869.616 | 3.401.048 |

The most significant amount among other costs and expenses is related to the expense for the judicial settlement in the amount of EUR 690.000. Among levies, which are not

related to the cost of labour and other types of costs, the largest value refers to the compensation for the use of the building plot, and namely EUR 2,998.771.

Finance income and finance expense

| (in EUR) | 1-6 2015 | 1-6 2014 |
|---|-------------------|-------------------|
| Finance income from shares and interests | | |
| Finance income from shares and interests in Group companies | 575.188 | 501.648 |
| Finance income from shares in associated companies | 150.000 | 225.000 |
| Finance income from shares in other companies | 40.000 | 22.314 |
| Finance income from interests | | |
| Finance income from interests due from Group companies | 1.998 | 2.993 |
| Finance income from interests due from others | 33.089 | 49.662 |
| Finance income from operating receivables | | |
| Finance income from operating receivables due from others | 130.577 | 85.602 |
| Total finance income | 930.852 | 887.219 |
| Finance expense for investments | | |
| Finance expense from investments impairment due to Groups companies | - | -48.827 |
| Finance expense for investments impairments and write offs in Group companies | - | - |
| Finance expense for investments impairments and write offs | - | -13.750 |
| Finance expense for interests | | |
| Finance expense for interests of Group's companies | -78.627 | -93.449 |
| Finance expense for interests from associates | -3.915 | -4.298 |
| Finance expense for interests to banks | -1.569.531 | -2.000.471 |
| Finance expense for operating liabilities | | |
| Finance expense for trade payables | -403 | -68 |
| Finance expense for other operating liabilities | -29.089 | -12.328 |
| Total finance expense | -1.681.565 | -2.173.191 |
| Net financial result | -750.713 | -1.285.972 |

Operating profit

In the first half of 2015, the company generated operating profit in the amount of EUR 22,028.176 compared to EUR 16.916.940 in the equivalent period last year. The loss of financing activities amounts to EUR -750.713, in the equivalent period last year EUR -1.285.972. The profit before tax is recorded EUR 21.277.463, in the same period last year at EUR 15.630.968.

Income tax amounts to EUR 3,404.394, net operating profit for the period amounts to EUR 17,865.522, in the same period last year it amounted to EUR 13,613.176.

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------|-------------|
| Net profit or loss for the period | 17.865.522 | 13.613.176 |
| Total number of shares | 14.000.000 | 14.000.000 |
| Number of ordinary shares | 14.000.000 | 14.000.000 |
| Basic and diluted earnings per share | 1,28 | 0,97 |

Net earnings per share were calculated by dividing the net operating profit with the weighted average number of ordinary shares.

Following the conversion of all preference shares, the Group's registered capital consists solely of ordinary shares. Accordingly, the diluted earnings per share equal the basic earnings per share.

Additional notes to the Statement of Financial position

Property, plant and equipment

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|--------------------|--------------------|
| Property, plant and equipment | | |
| Land | 7.276.705 | 7.276.705 |
| Buildings | 219.135.688 | 213.618.753 |
| Plant and machinery | 54.090.685 | 58.389.052 |
| Other plant and equipment | 3.526.688 | 3.256.531 |
| Property, plant and equipment being acquired and advances given | 26.208.274 | 31.501.874 |
| Total | 310.238.040 | 314.042.915 |

Property, plant and equipment are not pledged as collateral. In the reporting period, no additional charges of Luka Koper, d. d., assets were identified.

In the first half of 2015, the Company disposed some written off assets at cost, which exceeded the carrying value.

In the first half of 2015, the Company had only minor investments, among which the following are more significant:

- beginning of the construction of three new fuel tanks at the Liquid Terminal,
- acquisition of the terminal tractors,
- beginning of the construction of the hinterland warehousing area at the berth 7 C at Pier I
- asphaltting of areas.

Investment property

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---------------------------------|-------------------|-------------------|
| Investment property | | |
| Investment property - land | 18.160.734 | 17.411.596 |
| Investment property - buildings | 12.595.944 | 12.828.685 |
| Total | 30.756.678 | 30.240.281 |

Intangible assets

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|------------------|------------------|
| Intangible assets | | |
| Long-term property rights (concessions, patents, licences, trademarks and similar rights) | 4.588.827 | 4.612.609 |
| Total | 4.588.827 | 4.612.609 |

Investments in subsidiaries

Investments in subsidiaries at 30 June 2015 amount to EUR 4,533.063 and are at the same level as at 31 December 2014.

Investments in associated companies

Investments in associated companies at 30 June 2015 amount to EUR 6,737.709 and are the same level as at 31 December 2014.

Other non-current investments

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Other non-current investments | | |
| Other investments measured at cost | 5.374.854 | 5.588.388 |
| Other investments measured at fair value through equity | 31.265.823 | 29.261.977 |
| Total | 36.640.677 | 34.850.365 |

Loans given

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|----------------|----------------|
| Loans given: | | |
| Financial assets held to maturity | | |
| Non-current loans given with purchase of bonds from others | 446.354 | 528.976 |
| Loans and deposits | | |
| Non-current loans, given to others, also given finance lease | 57.885 | 69.338 |
| Non-current housing loans to employees | 33.083 | 37.940 |
| Non-current loans to others | 24.802 | 31.398 |
| Total | 504.239 | 598.314 |

Non-current operating receivables

Non-current operating receivables amount to EUR 5.681 and are at the same level as at 31 December 2014.

Deferred tax assets

Deferred tax assets as of 30 June 2015 amount to EUR 9,611.973, at the end of 2014 they amounted to EUR 9,619.520.

Assets held for sale

Assets held for sale at 30 June 2015 amount to EUR 223.255 and EUR 1,558.127 lower than at 31 December 2014. The decrease is the result of the transfer of assets among the property.

Inventories

At 30 June 2015 the inventories of the material account for EUR 607.426, at the end of 2014 the accounted for EUR 463.957, and are related to the inventories of material for maintenance.

Loans and deposits given

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|------------------|------------------|
| Loans and deposits given: | | |
| Current loans granted to Group companies | 261.819 | 296.819 |
| Current loans to others | 3.243 | 2.302 |
| Current deposits | 4.005.561 | 1.000.036 |
| Total | 4.270.623 | 1.299.157 |

Trade and other receivables

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Current trade receivables | 26.028.932 | 20.632.368 |
| Current receivables from dividends | 200.000 | 200.000 |
| Advances and collaterals given | 75.076 | 41.617 |
| Current receivables related to finance income | 27.674 | 9.960 |
| Receivables due from state | 1.609.286 | 1.897.923 |
| Other current receivables | 139.720 | 121.454 |
| Trade receivables | 28.080.688 | 22.903.322 |
| Short-term deferred costs and expenses | 2.993.965 | 215.126 |
| Accrued income | 652.072 | 1.370.765 |
| Other receivables | 3.646.037 | 1.585.891 |
| Total | 31.726.725 | 24.489.213 |

As at 30 June 2015, the Group records pledged receivables in the amount of EUR 5,900.000 in connection with collateralising a bank borrowing. As at 30 June 2015 the receivables due from the customer amount to EUR 150.345.

Cash and cash equivalents

| (in EUR) | 30.6.2015 | 31.12.2014 |
|------------------|-------------------|-------------------|
| Cash in hand | 20 | 20 |
| Bank balances | 487.843 | 1.032.256 |
| Current deposits | 9.993.723 | 2.952.015 |
| Total | 10.481.586 | 3.984.291 |

Equity

| (in EUR) | 30.6.2015 | 31.12.2014 |
|-----------------------------------|--------------------|--------------------|
| Share capital | 58.420.965 | 58.420.965 |
| Share premium | 89.562.703 | 89.562.703 |
| Profit reserves | 94.322.557 | 94.322.557 |
| <i>Legal reserves</i> | <i>18.765.115</i> | <i>18.765.115</i> |
| <i>Other reserves from profit</i> | <i>75.557.442</i> | <i>75.557.442</i> |
| Revaluation reserve | 11.070.649 | 9.186.101 |
| Transferred net earnings | 14.598.947 | 1.374.740 |
| Net profit for the period | 17.865.522 | 13.224.207 |
| Equity | 285.841.343 | 266.091.273 |

Deferred income

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|------------------|------------------|
| Deferred income for regular maintenance | 7.001.025 | 6.279.210 |
| Long-term deferred income | 1.153.983 | 1.095.904 |
| Total | 8.155.008 | 7.375.114 |

Provisions

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|------------------|------------------|
| Provisions for retirement benefits and similar | 1.459.438 | 1.517.649 |
| Provisions for legal disputes | 475.224 | 2.675.441 |
| Total | 1.934.662 | 4.193.090 |

The decrease of provisions for lawsuits in the amount of EUR 2,200.217 refers to the judicial settlement, on the basis of which the controlling shareholder paid the amount of EUR 262.000, and thereby the commercial proceeding against Luka Koper, d.d., which lasted from the year 2012 and the payment of the the legal obligation on the basis of the judicial settlement of the civil procedure from the year 2014 in the amonut of EUR 436.550.

Loans and borrowings

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|--------------------|--------------------|
| Non-current financial liabilities to Group's companies | 10.030.580 | 10.056.580 |
| Non-current financial liabilities to associates | 500.000 | 500.000 |
| Non-current borrowings from domestic banks | 51.726.657 | 56.897.141 |
| Non-current borrowings from foreign banks | 50.930.002 | 52.924.280 |
| Total | 113.187.239 | 120.378.001 |

In the first half of 2015, the Company did not have any new borrowings.

Non-current financial liabilities

Non-current financial liabilities as at 30 June 2015 amount to EUR 81.281 and are equal as as at 31 December 2014.

Loans and borrowings

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|-------------------|-------------------|
| Non-current borrowings from domestic banks | 7.321.826 | 11.927.780 |
| Non-current borrowings from foreign banks | 4.000.000 | 4.000.000 |
| Total | 11.321.826 | 15.927.780 |

Other financial liabilities

| (in EUR) | 30.6.2015 | 31.12.2014 |
|-----------------------------|----------------|----------------|
| Other financial liabilities | 430.998 | 441.329 |
| Total | 430.998 | 441.329 |

Other financial liabilities refer to the liabilities for interests and liabilities for the payment of the interest swap, which was established in compliance with the strategy of the management of interest rate risk of the controlling company.

Short-term operating liabilities

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Current trade payables | 14.617.517 | 9.975.332 |
| Current liabilities from advances | 268.058 | 72.850 |
| Current liabilities to employees | 2.929.716 | 4.001.963 |
| Current liabilities to state and other institutions | 281.976 | 464.327 |
| Total operating liabilities | 18.097.267 | 14.514.472 |
| Accrued costs | 6.012.183 | 2.357.770 |
| Total trade and other payables | 24.109.450 | 16.872.242 |

Contingent assets and liabilities

| (in EUR) | 30.6.2015 | 31.12.2014 |
|---|-------------------|-------------------|
| Securities given | 7.098.354 | 6.218.999 |
| Guarantees received | 9.403.732 | 8.478.473 |
| Contingent assets under legal disputes | 35.711.325 | 37.306.115 |
| Other contingent assets | 137.475 | 140.840 |
| Total contingent assets | 52.350.886 | 52.144.427 |
| Guarantees and securities given | - | - |
| Guarantees given | 3.110.000 | 1.260.000 |
| Securities given | 13.775.867 | 15.111.613 |
| Contingent liabilities under legal disputes | 4.688.455 | 17.960.410 |
| Approved borrowing | 36.000.000 | 36.000.000 |
| Total contingent liabilities | 57.574.322 | 70.332.023 |

Related party transactions

In January- June 2015 several legal actions were performed among the associated companies within Luka Koper Group, in which the parent company acted as buyer, supplier or in other role. The legal base for these transactions were various contracts, orders, offers and similar, for which market terms were applied, which are used for the transactions with unrelated parties.

| Income Statement Items (in EUR) | Luka Koper, d.d. | | Luka Group | |
|--|--------------------|--------------------|-------------------|--------------------|
| | Jan - June 2015 | Jan - June 2014 | Jan - Jun 2015 | Jan - June 2014 |
| Net revenue from sale | | | | |
| Subsidiaries | 444.144 | 865.994 | - | - |
| Associates | 294.492 | 230.556 | 351.558 | 230.556 |
| Cost of material | | | | |
| Subsidiaries | 101.370 | 42.918 | - | - |
| Associates | 33.293 | 22.672 | 33.293 | 22.672 |
| Cost of services | | | | |
| Subsidiaries | 1.764.831 | 1.494.230 | - | - |
| Associates | 476.431 | 224.612 | 479.779 | 224.612 |
| Cost of labour | | | | |
| Subsidiaries | 404 | 526 | - | - |
| Associates | - | - | - | - |
| Other operating expense | | | | |
| Odvisnim družbam | 5.281 | 58.793 | - | - |
| Associates | - | - | - | - |
| Finance revenue from shares | | | | |
| Subsidiaries | 566.296 | 501.648 | - | - |
| Associates | 150.000 | 225.000 | - | - |
| Finance revenue from loans granted | | | | |
| Subsidiaries | 1.998 | 2.993 | - | - |
| Associates | - | - | - | - |
| Finance expense due to investment impairment and write-offs | | | | |
| Subsidiaries | - | 48.827 | - | - |
| Associates | - | - | - | - |
| Finance expenses from financial liabilities | | | | |
| Subsidiaries | 78.627 | 93.449 | - | - |
| Associates | 3.915 | 4.299 | 3.915 | 4.299 |

| Statement of Financial Position Items (in EUR) | Luka Koper, d.d. | | Luka Koper Group | |
|---|------------------|------------|------------------|------------|
| | 30.6.2015 | 31.12.2014 | 30.6.2015 | 31.12.2014 |
| Non-current financial investments except loans | | | | |
| Subsidiaries | 4.533.063 | 4.533.063 | - | - |
| Associates | 6.737.709 | 6.737.709 | 11.398.778 | 10.971.162 |
| Current loans | | | | |
| Subsidiaries | 261.819 | 296.819 | - | - |
| Associates | - | - | - | - |
| Current operatin receivables | | | | |
| Subsidiaries | 210.705 | 93.350 | - | - |
| Associates | 244.473 | 230.825 | 244.473 | 230.825 |
| Non-current financial liabilities | | | | |
| Subsidiaries | 10.030.580 | 10.056.580 | - | - |
| Associates | 500.000 | 500.000 | 500.000 | 500.000 |
| Current operating liabilities | | | | |
| Subsidiaries | 419.190 | 465.692 | - | - |
| Associates | 99.847 | 61.469 | 99.847 | 61.469 |

Financial instruments and financial risk management

The most significant financial risks to which Luka Koper, d.d. is exposed to, include:

1. risk of change of fair value,
2. interest rate risk,
3. liquidity risk,
4. currency risk,
5. credit risk and
6. risk of adequate capital structure.

1. Risk of change in fair value

The Company has invested 6.9 percent of its assets (at the end of 2014, 6.7 percent) in investments measured at fair value. The fair value risk associated with these investments is demonstrated through changes in stock market prices that affect the value of these assets and, consequently the potential capital gain on their disposal. This type of risk was identified in association with investments in market securities of Slovenian companies. As at 30th June 2015, the value of current available-for-sale investments at fair value through equity amounted to EUR 31,265.823. This value comprises shares of Slovenian companies and units of mutual fund assets.

The sensitivity analysis of finance investments measured at fair value:

Risk of change at fair value of securities as at 30 June 2015

| Change of index (in %) | Impact on equity |
|------------------------|------------------|
| -10 % | -3.126.582 |
| 10 % | 3.126.582 |

Risk of change at fair value of securities as at 30st Decemeber 2014

| Change of index (in %) | Impact on equity |
|------------------------|------------------|
| -10 % | -2.926.198 |
| 10 % | 2.926.198 |

Fair value hierarchy

| (in EUR) | Fair value | | | |
|---|---------------------------------|---|--|---------------------------------------|
| | Carrying amount at 30 June 2015 | Direct stock market quotation (Level 1) | Value defined on the basis of comparable market inputs (Level 2) | No observable market inputs (Level 3) |
| Assets measured at fair value | | | | |
| Other interests and shares | 31.265.823 | 31.265.823 | - | - |
| Assets measured at cost | | | | |
| Loans given | 4.774.862 | - | - | 4.774.862 |
| Other interests and shares | 16.645.626 | - | - | 16.645.626 |
| Operating receivables | 28.080.688 | - | - | 28.080.688 |
| Liabilities measured at fair value | | | | |
| Interes trate hedging | 1.188.959 | - | - | 1.188.959 |
| Liabilities measured at amortised cost | | | | |
| Liabilities measured at fair value | 430.998 | - | - | 430.998 |
| Borrowings | 124.509.065 | - | - | 124.509.065 |
| Operating liabilities | 18.097.267 | - | - | 18.097.267 |

| (in EUR) | Fair value | | | |
|---|--------------------------------|---|--|---------------------------------------|
| | Carrying amount at 31 Dec 2014 | Direct stock market quotation (Level 1) | Value defined on the basis of comparable market inputs (Level 2) | No observable market inputs (Level 3) |
| Assets measured at fair value | | | | |
| Other interests and shares | 29.261.977 | 29.261.977 | - | - |
| Assets measured at cost | | | | |
| Loans given | 1.897.471 | - | - | 1.897.471 |
| Other interests and shares | 16.859.160 | - | - | 16.859.160 |
| Operating receivables | 20.632.368 | - | - | 20.632.368 |
| Liabilities measured at fair value | | | | |
| Interest rate hedging | 1.455.653 | - | - | 1.455.653 |
| Liabilities measured at amortised cost | | | | |
| Other financial liabilities | 1.896.982 | - | - | 1.896.982 |
| Borrowings | 136.305.781 | - | - | 136.305.781 |
| Operating liabilities | 14.514.472 | - | - | 14.514.472 |

2. Management of interest rate risk

In the first half of 2015 succeeded to reduce the financial liabilities by 8,7 percent with respect to the previous business year, thus as at 30 June 2015 they amounted to EUR 126,129.022.

The percentage of financial liabilities within the total structure of liabilities decreased in the first half 2015, and namely by 32 percent, at the end of the year 2014, to 28 percent. The effect of the eventual changes of variable interest rates on the future net profit, is shown in the table below.

In previous years the Company entered into an interest rate hedge for two major borrowings in the total amount of EUR 63.5 million; In this way, the exposure (91.5%) of all Company's borrowings was reduced by 40.6%. The two interest rate swaps are carried in the books of account under the principle of hedge accounting. As at 30 June 2015, the fair value of both interest rate swaps amounted to EUR -1.188.959 and was recognised as a non-current liability of the Company.

Sensitivity analysis of borrowings from banks in view of the variable interest rate fluctuations:

| (in EUR) | Borrowings from banks under the variable interest rate as at 30 June 2015 | | | |
|---------------------|--|------------|--------------|--------------|
| | | 15% | 50% | 100% |
| 1M EURIBOR | - | - | - | - |
| 3M EURIBOR | 30.590.336 | -642 | -2.141 | -4.283 |
| 6M EURIBOR | 20.000.000 | 1.500 | 5.000 | 10.000 |
| Total effect | 50.590.336 | 858 | 2.859 | 5.717 |

| (in EURh) | Borrowings from banks under the variable interest rate as at 31 Dec. 2014 | | | |
|---------------------|--|---------------|---------------|---------------|
| | | 15% | 50% | 100% |
| 1M EURIBOR | - | - | - | - |
| 3M EURIBOR | 38.947.773 | 4.557 | 15.190 | 30.379 |
| 6M EURIBOR | 22.000.000 | 5.643 | 18.810 | 37.620 |
| Total effect | 60.947.773 | 10.200 | 34.000 | 67.999 |

The analysis of financial liabilities' sensitivity to changes in variable interest rates is based on the assumption of potential growth in interest rates of 15, 50 and 100 percent.

3. Management of liquidity risk

Liquidity risk is the risk that the Company will fail to settle its liabilities at maturity. The Company manages liquidity risk by regular planning of cash flows required to settle liabilities with diverse maturity. Additional measures for preventing delays in receivable collection include regular monitoring of payments and immediate response to any delays and charging penalty interest in accordance with the Company's uniform policy of receivable management.

| (in EUR) | Up to 3 months | 3 to 12 months | 1 to 5 years | More than 5 years | Total |
|---|----------------|----------------|--------------|-------------------|--------------------|
| 30.6.2015 | | | | | |
| Loans and borrowings* | 1.052.632 | 10.269.195 | 73.265.132 | 40.105.386 | 124.692.345 |
| Accrued interest maturing in the next calendar year | 37.599 | - | - | - | 37.599 |
| Expected interest on all borrowings | 198.625 | 1.896.865 | 5.356.641 | 2.170.071 | 9.622.202 |
| Other financial liabilities | 393.399 | - | 1.188.959 | - | 1.582.358 |
| Payables to suppliers | 14.617.517 | - | - | - | 14.617.517 |
| Other operating liabilities | 3.479.750 | - | - | - | 3.479.750 |
| 31.12.2014 | | | | | |
| Loans and borrowings* | 2.299.008 | 13.620.835 | 70.656.634 | 49.927.876 | 136.504.353 |
| Accrued interest maturing in the next calendar year | 54.319 | - | - | - | 54.319 |
| Expected interest on all borrowings | 403.437 | 2.190.835 | 6.424.320 | 2.794.807 | 11.813.399 |
| Other financial liabilities | 387.010 | - | 1.455.653 | - | 1.842.663 |
| Payables to suppliers | 9.975.331 | - | - | - | 9.975.331 |
| Other operating liabilities | 4.539.142 | - | - | - | 4.539.142 |

*The item includes also borrowings from subsidiaries and associates

4. Management of currency risk

The risk of changes in foreign exchange rates arises from trade receivables denominated in US dollars (USD). The average monthly balance of outstanding trade receivables amounted to USD 214 thousand. As at 30 June 2015, outstanding receivables denominated in US dollars amounted to 0.43 percent of total outstanding trade receivables, as at 30 December to 1.33 percent.

5. Management of credit risk

Assets exposed to credit risk :

| (in EUR) | 30.6.2015 | 31.12.2014 |
|-----------------------------------|-------------------|-------------------|
| Non-current loans | 504.239 | 598.314 |
| Non-current operating liabilities | 5.681 | 5.681 |
| Current deposits | 4.005.561 | 1.000.036 |
| Current loans | 265.062 | 299.121 |
| Current trade receivables | 26.028.932 | 20.632.368 |
| Other current receivables | 2.051.756 | 2.270.954 |
| Cash and cash equivalents | 10.481.586 | 3.984.291 |
| Total | 43.566.072 | 30.572.147 |

The management estimates that Company's exposure to credit risk is low, and due to the risk management mechanisms put in place, there is a low likelihood of damages.

6. Management of the risk of adequate capital structure

| (in EUR) | 30.6.2015 | 31.12.2014 |
|--|--------------------|--------------------|
| Total liabilities | 166.270.940 | 171.167.184 |
| Cash and cash equivalents and current deposits | -14.487.147 | -4.984.327 |
| Net debt | 151.783.793 | 166.182.857 |
| Equity | 285.841.343 | 266.091.273 |
| Net debt / equity | 0,53 | 0,62 |

STATEMENT OF MANAGEMENT RESPONSIBILITY

The Management Board of Luka Koper, d.d., herein declares that the non-audited condensed financial statements of Luka Koper, d.d., and non-audited condensed consolidated statements of the Luka Koper Group of companies for the period ending 30 June 2015, have been compiled in order that they shall provide a true and fair disclosure of the financial condition as well as the business performance and cash flows of Luka Koper, d.d., and the Luka Koper Group. The condensed financial statements Januar to March 2015 have been compiled in accordance with the same accounting policies and principles applicable in the compilation of Luka Koper, d.d., and Luka Koper Group 2014 annual reports.

These condensed interim for the period ending 30 June 2015, have been compiled in accordance the International accounting Standards 34 - Interim Financial Statement, and should be considered in relation to the annual financial statements for the fiscal year ended 31 December 2014. Financial statements for 2014 are audited.

The Management Board shall be held responsible for the implementation of measures guaranteeing the preservation and growth of assets of Luka Koper d.d. and Luka Koper Group assets and detection of fraud and other irregularities and their elimination.

The Management Board declares that the associated companies of the Luka Koper Group made mutual transactions on the basis of concluded agreements in which market prices for products and services were applied; namely, no business was conducted under unusual terms and conditions.

Members of the Management Board:



Dragomir Matić
President of the Management Board



Andraž Novak
Member of the Management Board



Matjaž Stare
Member of the Management Board – Worker Director

Koper, 12. August 2015