

2016

LUKA KOPER GROUP
NON-AUDITED REPORT OF LUKA
KOPER GROUP AND
LUKA KOPER, D.D. JANUARY –
MARCH 2016

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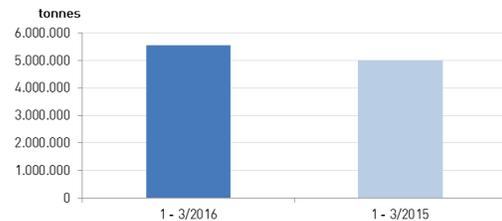
BUSINESS REPORT

PERFORMANCE HIGHLIGHTS OF LUKA KOPER GROUP JANUARY – MARCH 2016

→ In the first quarter of 2016, the throughput amounted to 5.6 million tonnes and was by 11 percent ahead on the comparable period last year. In February 2016 a record monthly maritime throughput was achieved in Luka Koper, d.d. history.

5,564,740 TONS

MARITIME THROUGHPUT 2016/2015 +11 %



→ In the first quarter of 2016, the containers throughput amounted to 209.3 thousand TEUs and was 9 percent ahead on the comparable period in 2015. In March 2016 a record monthly throughput of TEUs was achieved in Luka Koper, d.d. history. The vehicles throughput in the first quarter of 2016 amounted to 159.2 thousand vehicles and was 17 percent ahead on the same period in 2015. In March 2016 a record monthly throughput of vehicles was achieved in Luka Koper, d.d. history.

209,306 TEU

CONTAINERS 2016/2015 +9 %

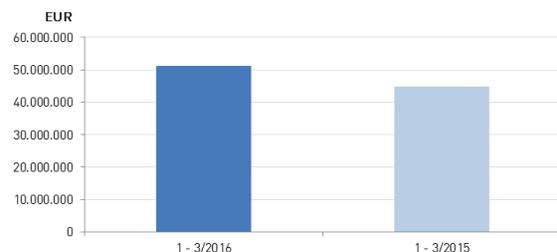
159,165 KOSOV

VEHICLES 2016/2015 +17 %

→ In the first quarter of 2016, net revenue from sale amounted to EUR 51.1 million and were 14 percent ahead on 2015.

51,138,533 EUR

NET SALES 2016/2015 +14 %



→ In the first quarter of 2016, operating profit exceeded by 12 percent the achieved operating profit in 2015.

14,317,257 EUR

OPERATING PROFIT 2016/2015 +12 %

→ In the first quarter of 2016, net operating profit amounted to 12 million euros, which is a year-on increase of 15 percent.

12,009,644 EUR

NET PROFIT OR LOSS 2016/2015 +15 %

→ In the first quarter of 2016, Luka Koper Group allocated EUR 21.1 million for investments. Construction of three new tanks for the needs of the Liquid cargoes terminal and the construction of a new railway track and new bridge over the channel for the needs of the Container terminal proceeded. In the first quarter of 2016, Luka Koper paid EUR 11.8 million for 11 ordered new and more efficient cranes for containers handling as part of the investment projecting besides new more efficient equipment also the extension of the Pier I and construction of additional capacities at Container terminal, so that the terminal will achieve the capacity of 1.3 million TEUs by 2020.

21,143,709 EUR

INVESTMENTS 2016/2015 + 17,9 MILLION EUR

FINANCIAL INDICATORS

Key performance indicators of Luka Koper, d. d. and Luka Koper Group, January – March 2016 in comparison to January – March 2015

(in EUR)	Luka Koper, d.d.			The Luka Koper Group		
	1 – 3 2016	1 – 3 2015	Index 2016/ 2015	1 – 3 2016	1 – 3 2015	Index 2016/ 2015
Income statement						
Net sales	48,139,373	42,534,376	113	51,138,533	44,843,589	114
Operating profit (EBIT)	13,189,717	11,922,205	111	14,317,257	12,788,621	112
Earnings before interest, taxes, depreciation and amortisation (EBITDA)	19,677,833	18,434,171	107	21,054,274	19,597,443	107
Operating result from financing activities	-661,007	-703,589	94	-628,677	-652,288	96
Profit before tax	12,528,710	11,218,616	112	14,217,523	12,478,082	114
Net profit	10,483,011	9,354,988	112	12,009,644	10,483,923	115
Added value ¹	30,817,299	28,373,573	109	33,758,646	30,921,744	109
Statement of financial position	31.03.2016	31.12.2015	Index 2016/ 2015	31.03.2016	31.12.2015	Index 2016/ 2015
Assets	463,504,250	448,483,218	103	479,712,081	466,991,445	103
Non-current assets	425,285,573	412,427,964	103	434,691,296	421,332,909	103
Current assets	38,218,677	36,055,254	106	45,020,785	45,658,536	99
Equity	292,069,551	282,847,478	103	317,028,956	306,290,469	104
Non-current liabilities with provisions and long-term accruals	129,332,860	127,660,101	101	119,310,531	121,175,916	98
Short-term liabilities	42,101,839	37,975,639	111	43,372,594	39,525,060	110
Financial liabilities	124,677,095	121,896,953	102	111,246,676	111,866,534	99
Cash flow statement	1 – 3 2016	1 – 3 2015	Index 2016/ 2015	1 – 3 2016	1 – 3 2015	Index 2016/ 2015
Investments in property, plant and equipment, investment property and intangible assets	20,909,024	3,148,364	664	21,143,709	3,255,646	649

¹ Added value = net sales + other revenue – costs of goods, material, services – other operating expenses excluding revaluation operating expenses.

(in EUR)	Luka Koper, d.d.			The Luka Koper Group		
	1 – 3 2016	1 – 3 2015	Index 2016/ 2015	1 – 3 2016	1 – 3 2015	Index 2016/ 2015
Kazalniki (v odstotkih)						
Return on sales (ROS)	27.4%	28.0%	98	28.0%	28.5%	98
Return on equity (ROE) ²	14.6%	13.8%	106	15.4%	14.4%	107
Return on assets (ROA) ³	9.2%	8.5%	109	10.1%	9.1%	111
EBITDA margin	40.9%	43.3%	94	41.2%	43.7%	94
Financial liabilities / equity	42.7%	43.1%	99	35.1%	42.3%	83
Net financial debt / EBITDA ⁴	1.5	1.7	91	1.2	1.4	86
Maritime throughput (in tons)						
Maritime throughput	5,564,740	5,019,904	111	5,564,740	5,019,904	111
Number of employees						
Number of employees	861	826	104	1,048	1,016	103

² Indicator calculated on the basis of annualised data.

³ Indicator calculated on the basis of annualised data.

⁴ Indicator calculated on the basis of annualised data.

Net financial indebtedness / EBITDA = (Financial liabilities – cash and cash equivalents) / EBITDA

Key performance indicators of Luka Koper, d.d. and Luka Koper Group, January – March 2016 in comparison with the plan for January – March 2016

(In EUR)	Luka Koper, d.d.			The Luka Koper Group		
	1 – 3 2016	Plan 1 – 3 2016	Index 2016/ Plan 2016	1 – 3 2016	Plan 1 – 3 2016	Index 2016/ Plan 2016
Income statement						
Net sales	48,139,373	46,784,003	103	51,138,533	49,321,706	104
Operating profit (EBIT)	13,189,717	11,021,852	120	14,317,257	11,641,490	123
Earnings before interest, taxes, depreciation and amortisation (EBITDA)	19,677,833	17,441,866	113	21,054,274	18,309,337	115
Net profit	10,483,011	8,613,784	122	12,009,644	9,395,208	128
Statement of financial position						
	31.03.2016	Plan 31.03.2016	Index 2016/ Plan 2016	31.03.2016	Plan 31.03.2016	Index 2016/ Plan 2016
Assets	463,504,250	457,797,910	101	479,712,081	469,575,801	102
Equity	292,069,551	289,597,590	101	317,028,956	312,973,241	101
Cash flow statement						
	1 – 3 2016	Plan 1 – 3 2016	Index 2016/ Plan 2016	1 – 3 2016	Plan 1 – 3 2016	Index 2016/ Plan 2016
Investments in property, plant and equipment, investment property and intangible assets	20,909,024	22,856,239	91	21,143,709	23,332,779	91
Maritime throughput (in tons)						
	1 – 3 2016	Plan 1 – 3 2016	Index 2016/ Plan 2016	1 – 3 2016	Plan 1 – 3 2016	Index 2016/ Plan 2016
Maritime throughput	5,564,740	5,158,372	108	5,564,740	5,158,372	108

INTRODUCTORY NOTE

Compliant with the Market and Financial Instrument Act RS, Ljubljana Stock Exchange Rules as well as Guidelines and 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– March 2016.

This Non-audited report on the performance of Luka Koper, d.d. and Luka Koper Group for January – March 2016 can be examined at Luka Koper, d.d. registered headquarters at Vojkovo nabrežje 38, 6501 Koper and shall be accessible via the company's website www.luka-kp.si , from 20th May 2016 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 – March 2016 was addressed by the company's Supervisory Board at its regular session on 20th May 2016.

PRESENTATION OF THE LUKA KOPER GROUP

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

Profile of the company Luka Koper, d.d. as of 20th May 2016

Company full name	Luka Koper, a public limited liability port and logistic system operator
Short company name	Luka Koper, d.d.
Registered office	Vojkovo nabrežje 38, Koper
	Phone: 05 66 56 100
	Fax: 05 63 95 020
	E-mail: portkoper@luka-kp.si
	Website: www.luka-kp.si
Company registration	Application N° 066/10032200 registered at Koper District Court
Company registration number	5144353000
Tax number	SI 89190033
Issued share capital	58.420.964,78 euros
Number of shares	14.000.000 ordinary no-par value shares
Share listing	Ljubljana Stock Exchange, prime market
Share ticker symbol	LKPG
President of the Management Board	Dragomir Matić
Member of the Management Board	Andraž Novak
Member of the Management Board	Irena Vincek
Member of the Management Board – Labour Director	Stojan Čepar
President of the Supervisory Board	Alenka Žnidaršič Kranjc
Luka Koper, d.d. core activity	Seaport and logistics system operator and service provider
Luka Koper group activities	Various support and ancillary services in relation to core activity

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 20 May 2016.

Luka Koper Group as of 30th March 2016

- Luka Koper, d.d.
- Luka Koper INPO, d.o.o. 100 %
- Adria Terminali, d.o.o. 100 %
- Luka Koper Pristan, d.o.o. 100 %
- Logis Nova, d.o.o. 100 %
- Adria Investicije, 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 %
- Golf Istra, d.o.o. – bankruptcy, 20 % (in bankruptcy proceedings as of 9th October 2014)

CORPORATE MANAGEMENT AND GOVERNANCE

Luka Koper, d.d. Management Board

As of 31st March 2016, 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,
- Irena Vinček, Member of the Management Board, commenced a five-year term on 21st August 2015,
- Stojan Čepar, Labour Director, commenced a five-year term on 30th November 2015.

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

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 the Shareholders and three by the Worker's Council. They are elected for a four-year term.

As of March 31, 2016 the Supervisory Board was comprised of the following members:

Representatives of capital

- dr. Alenka Žnidaršič Kranjc, President of the Supervisory Board, representative of the shareholders, commenced a four-year term on 7th October 2013 (23rd General Assembly of the Shareholders),
- 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),
- Andrej Šercer, M.Sc., Member of the Supervisory Board, representative of shareholders, commenced a four-year term on 7th October 2013 (23rd General Assembly of the Shareholders),
- 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 the Municipality of

Koper, commenced a four-year term on 21st August 2015 (26th General Shareholders' Meeting).

Representatives of Employees

- Mladen Jovičič, Employee Representative, commenced a four-year term on 18 March 2013,
- Nebojša Topič, M.Sc.: Employee Representative, commenced a four-year term on 28 July 2012,
- Marko Grabljevec, Employee Representative, commenced a four year term on 18 January 2016 (the shareholders will be informed in this respect at 27th General Shareholders Meeting).

External member of the Supervisory Board Audit Committee

- Barbara Nose, appointed for the term from 22nd August 2014 till 7th October 2017.

SIGNIFICANT EVENTS, NEWS AND ACHIEVEMENTS JANUARY – MARCH 2016

JANUARY

- The Study "Consequences for the Slovenian economy of the potential non construction of the second railway track" was presented at the Chamber of Commerce and Industry.
- Members of Works council elected Marko Grabljevec as member of the supervisory board. The Shareholders' Meeting will be informed about his appointment.
- Luka Koper published its annual call for applications for sponsorship and donations as part of Living with the Port fund for 2016.
- The meeting of the board of directors of the Association of Mediterranean Cruise Ports MedCruise was held in Koper.
- On 14 January 2016 Luka Koper addressed a letter with the information about the e situation in the railway sector in the Port of Koper to the managing director of Slovenian Railways, Mr. Dušan Mes . Yet from November 2015 the problems in the Slovenian railway network intensified, which resulted in big delays in port's works. In January 2016, due to the closures of Koper-Divača railway line Luka Koper d.d. was facing the problems with delivery/shipment of waggons.
- The delegation from the Chinese port Tianjin paid the visit to the Port of Koper.
- Under auspices of the European project Fresh food corridors, Luka Koper presented itself at the biggest fresh produce trade fair Fruit Logistica in Berlin.
- Under the auspices of the Slovenian business delegation, Luka Koper presented the advantages of the transport route through the Port of Koper to the Iranian businessmen.
- Luka Koper concluded an agreement on cooperation with Sherif Rashed for the assistance in promoting the Port of Koper in Egypt.
- Luka Koper, d.d. obtained the rating of a recognised credit rating agency Dun & Bradstreet, which assessed the credit worthiness of the company as excellent, with high rating 5A1 and realised improvement with respect to the previous rating, which was 5A2. The obtained rating 5A1 is the highest possible rating, which means an excellent general performance and the lowest performance assessment risk.

FEBRUARY

- In relation to the saturation of the railway capacities on the Slovenian railway network and consequently the congestion in the cargo transport in resp.from the Port of Koper, Luka Koper suggested the establishment of a crisis team with aim to find a rapid solution for the situation and in which, besides Luka Koper, the representatives of all operators involved in the railway transport in Slovenia, SŽ-tovorni promet, Rail Cargo Carrier, Adria Transport, Slovenian Freight Forwarders Association, SŽ-Infrastruktura.
- On 22 February 2016 the deputies of the parliamentary committee for infrastructure and

economy discussed about the construction of the second track on Koper-Divača railway line. The President of the Management board of Luka Koper, representative of the trade union SŽPD, representative of the trade union SPDS-KS-90 and vice-president of the Workers council of Luke Koper also attended the session.

- In February 2016 the employees of Luka Koper started to collect the signatures under the declaration requesting from the government to start immediately the construction of the second track on Koper-Divača railway line and wishing to prevent the selling-off of the sole Slovenian cargo port.
- After four months of cars export through the Port of Koper, Mercedes assessed the Port of Koper 'southern logistic route' as a turning point in the development in the of a global logistic network. It was emphasized that the export of vehicles through the Port of Koper to the Far Est a huge step forward for the improvement of the whole distribution logistics. After Bremerhaven and Zeebrugge the Port of Koper is the third export port, Mercedes included in its supply chains, the prerequisite for the selection was the reliability of the infrastructure and specific experience in handling and storage of sensitive cargo such as perishable goods.

MARCH

- President of the Management Board of Luka Koper, d.d. Mr. Dragomir Matić was granted the Entrepreneur of Primorska Award which was granted for the 19th consecutive time by Radio Koper, Primorske novice and Televizija Koper. The award was given for excellent business performance and a number of records broken by Luka Koper in 2015. The Prime Minister Miro Cerar, also attended the event and in addressing the government's achievements and future plans, among others also emphasized the construction of the second track on Koper – Divača railway line.
- On 5 March 2016, at night, the first trial container train with perishable goods through the Port of Koper, destined to Rotterdam was conveyed . within the framework of the EU project Fresh Food Corridors (FFC). It was the case of the freight of a major Israeli exporters, conveyed as per the concept of the motorways of the sea. That was the first train in the history, entirely loaded with Čreefer« containers which was conveyed from the south to the north of Europe. The freight, usually conveyed with ships from Israel to the Northern-European ports, will reach the destination in a much shorter time, since the transit time through a new corridor will be shorter for six days.
- Also in 2016 Luka Koper presented itself at the Seatrade Cruise Global fair in Miami, attended by all the most important stakeholders involved in the cruise industry.
- Mayors of the Primorska region signed a joint declaration on support to Luka Koper and its development plans and the construction of the second railway track.
- The Economic and Social Council discussed about development dilemmas of the Port of Koper, adopted the following two decisions: the State should provide sufficient investments in the public railway infrastructure, prioritising the second railway track

drugega tira and intervening in the current governance model of Luka Koper, which should remain State investment.

- Luka Koper presented itself to the Egyptian economic operators in Cairo.
- In the National Assembly of the Republic of Slovenia took place the consultation session about the construction of the second railway track.
- The Government of the Republic of Slovenia adopted a decision on the establishing the project company 2TDK, which will perform all activities for implementation of the second track of the Divača – Koper railway line.
- Ministry of the Environment and Spatial Planning issued the building permit for the construction of the second track.
- The specialized magazine Automotive Logistics, ranked Luka Koper at twelfth place with respect to handled vehicles among the EU ports and at third place among the Mediterranean European ports.
- State-owned Algerian shipping company CNAN MED started new service connecting the Port of Koper with Algerian ports.

RELEVANT POST-BALANCE SHEET EVENTS

APRIL

- The representatives of the Government of the Republic of Slovenia and key stakeholders discussed about the second railway track project at working session where they agreed on the establishment of the project board and reached a compromise to seek solutions, not requiring additional concessions in the Port.
- Luka Koper rewarded best suppliers in 2015.
- The intermodal operator Adria Kombi has launched a new container shuttle train from Luka Koper Container terminal to Salzburg.
- The Supervisory Board of Luka Koper, d.d. endorsed the proposal on the allocation of distributable profit for 2015, the Management Board and Supervisory Board will propose for endorsement to the General Shareholders' Meeting. The proposal on the allocation of distributable profit amounting to EUR 15,880,814,24 as per 31 December 2015, is the following:
 - part of the distributable profit in the amount of EUR 9,520,000,00 is to be disbursed as dividends in gross value of EUR 0.68 per ordinary share,
 - the remaining distributable profit in the amount of EUR 6,360,814,24 shall remain undistributed.

PERFORMANCE ANALYSIS OF LUKA KOPER GROUP

PERFORMANCE OF LUKA KOPER, D.D. JANUARY – MARCH 2016

In the first quarter of the year, Luka Koper, d.d. net sales revenue amounted to EUR 48.1 million and were by EUR 1.4 million resp. by 3 percent ahead on planned net sales revenues in the first three months of 2016, and EUR 5.6 million resp. 13 percent ahead on the achieved sale revenue in the equivalent period last year.

Net revenue from sale of Luka Koper, d.d. represent 94.1 percent net revenue from sale of Luka Koper Group.

The operating expenses of Luka Koper, d.d. January - March 2015 amounted to EUR 3.51 million, which is a year-on increase of EUR 2.8 million resp. 9 percent. Within the framework of operating expenses, comparably to the equivalent period in 2015, all costs increased, except the amortisation which stayed at level in 2015 and cost of material, which was reduced.

The operating profit of Luka Koper, d.d. in the first three months of 2016 amounted to EUR 13.2 million and was EUR 22 million resp. by 20 percent ahead on the planned, and EUR 1.3 million resp. 11 percent ahead on the operating profit in the equivalent period in 2014.

The EBITDA achieved EUR 19.7 million which is a year-on increase of EUR 1.2 million resp. 7 percent. In comparison to the plan, the EBITDA was EUR 2.2 million resp. 13 percent ahead on the plan.

Net profit Luka Koper, d.d. in January – March 2016 amounted to EUR 10.5 million and was above the planned by EUR 1.9 million resp. by 22 percent, and by EUR 1.1 million resp. by 12 percent above the net profit in the comparable period 2015.

In the first quarter of 2016, Luka Koper, d.d. allocated EUR 20.9 million for the investments, which is 99 percent of Group's investments.

The performance of Luka Koper, d.d. in the first quarter of 2016, was above the planned as in the equivalent period in 2015, however we expect the growth will slow down and will balance the plan by the end of 2016.

A more detailed analysis of Luka Koper, d.d. performance is presented in the section Performance Analysis of Luka Koper Group.

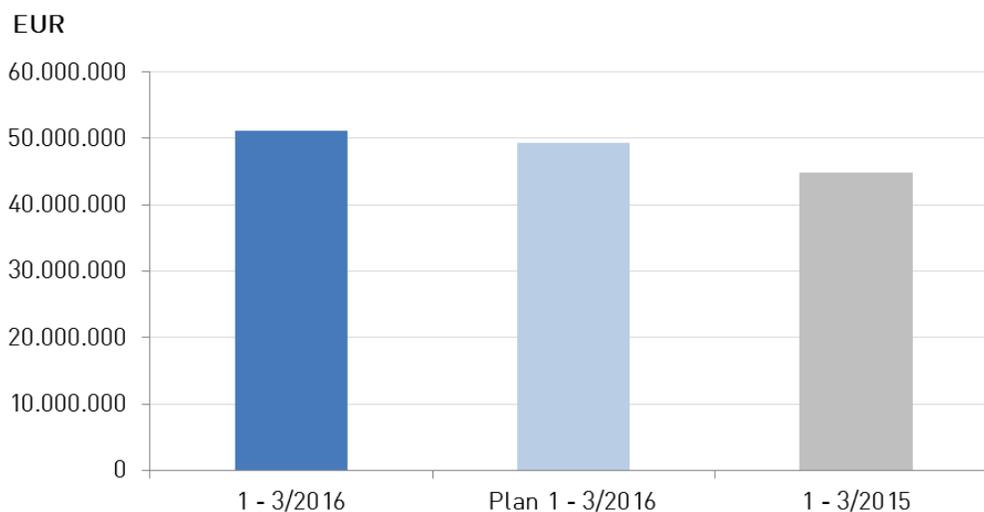
PERFORMANCE OF LUKA KOPER GROUP, JANUARY – MARCH 2016

NET REVENUE FROM SALE

In the first quarter of 2016 the net revenue from sale of Luka Koper Group reached EUR 51.1 million, thus exceeding the net revenue from sale in the comparable period 2015 by EUR 6.3 million resp. by 14 percent. Planned net revenues from sale were exceeded by EUR 1,8 million resp. by 4 percent. Net revenue from sale of Luka Koper Group increased in its primary activity of loading and unloading of goods and in provision of additional services.

Net revenue from sale of Luka Koper Group from sales activity planned by 9 percent, while the revenue from the performance of public utility service regular maintenance of the port's infrastructure destined to public traffic fall behind the planned schedule by EUR 2.3 million resp. by 56 percent, which results in total exceeding of planned revenues of Luka Koper Group in January – March 2016 by only 4 percent. In January – March 2016 Luka Koper Group planned a higher volume of regular maintenance of the port's infrastructure destined to the public traffic, as actually performed, and consequently the release of deferred revenue for costs of the public utility service. A diminished volume of regular maintenance of the port's infrastructure destined for public traffic than planned is due to the delayed approval of the Ministry of Infrastructure.

Net revenue from sale of Luka Koper Group



OTHER REVENUES

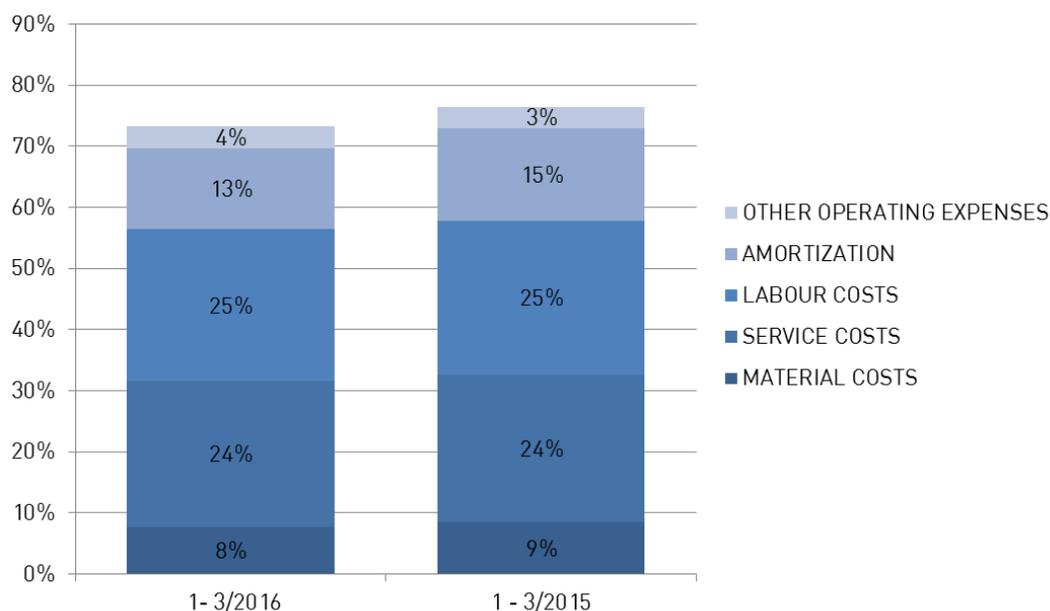
Other revenues of Luka Koper Group in January – March leta 2016 amounted to EUR 677.6 thousand which is EUR 1,5 million resp. 69 percent decrease on the same period last year. In 2015 was recognised as the reversal of provisions in the amount of EUR 1,5 million related to the court settlement.

OPERATING EXPENSES

In the first three months of 2016, the Luka Koper Group operating expenses amounted to EUR 37.5 million, which is EUR 3.2 million resp. by 9 percent ahead of the equivalent period last year, within the operating expenses, the increase was recorded in all types of expenses, except amortisation.

In January – March 2016 the share of operating expenses in the net operating revenue from sale was 73.3 percent, which is for 3.1 percentage points lower than in 2015. Compared to 2015, there was a decrease of the cost of material and amortisation in net revenue from sale, share of other operating expenses increased, share of service costs and labour costs remained at the same level as previous year.

Share of single operating expense in net revenue from sale of Luka Koper Group



Cost of material

In the first three months of the year, the cost of material amounted to EUR 3.9 million which is EUR 138,5 thousand resp. by 4 percent increase of the cost of material in the comparable period 2015. The costs of auxiliary material rose, due to the increase of maintenance works. The cost for energy decreased, mainly due to the lower fuel costs.

Cost of services

In January – March 2016, the cost of services amounted to EUR 12.2 million, which is EUR 1.4 million resp. 13 percent ahead on costs generated in 2015. The main increase was registered in costs of port's services and namely by EUR 879.9 thousand resp. by 17 percent, whereby the maritime throughput increased by 11 percent. Also costs of other of other services were higher and namely by EUR 468.6 thousand resp. by 15 percent. As a result of higher operating revenue, there were higher concession costs.

Cost of labour

In the first quarter of the year, the Group's costs of labour amount to EUR 12.7 million, which is an increase of EUR 1.4 million resp. 12 percent in comparison to the same period last year. This year-on increase can be attributed to the increase of the basic salary, applicable as for 1st January 2016 in Luka Koper, d.d. and Luka Koper INPO, d.o.o. and higher payments for work performance and higher employment figures.

As of 31 March 2016, the total number of employees in Luka Koper Group companies was 1,048, which represents an increase of 32 employees resp. three percent ahead on 31 March 2015.

Depreciation costs

In January to March 2016 period, the depreciation costs in the amount of EUR 6.7 million bili za EUR 71.8 thousand resp. by 1 percent lower than the depreciation costs of the comparable period last year.

Other operating expenses

Other operating expenses of Luka Koper Group in the first three months of 2016 znašali 1,9 million euros and so bili za 357,4 thousand euros resp. za 23 percent ahead on the comparable period in 2015. An increase was registered in the cost of the compensation for the use of the building land by the Municipality of Koper.

OPERATING PROFIT

In January to March 2016 period Luka Koper Group generated the operating profit in the amount of EUR 14.3 million, which exceeds the achieved operating profit in the comparable period in 2015, by EUR 1.5 million resp. by 12 percent. This increase is the result of 14 percent higher net revenues from sales.

The EBITDA amounted to EUR 21.1 million and was higher than in the comparable period 2015 by EUR 1.5 million resp. by 7 percent. In comparison to the plan, the EBITDA was higher by EUR 2.7 million resp. by 15 percent.

FINANCE INCOME AND FINANCE EXPENSES

In January – March 2016 period, the finance income of Luka Koper Group amounted to EUR 39.6 thousand, which is EUR 114.3 thousand resp. 74 percent decline in comparison to the equivalent period in 2015. Finance income is lower due to lower finance income from shares in other companies, lower finance income from trade receivables and lower finance income from loans given to others.

The Group's financial expenses in January – March period amounted to EUR 668.3 thousand and recorded EUR 137.9 thousand (17 percent) decline on the same period last year. Financial expenses from financial liabilities fell by 157 thousand euros, as result of a lower EURIBOR and reduced indebtedness.

RESULTS OF ASSOCIATED COMPANIES

The increase of the profit before tax in the first quarter of 2016 is attributable to the results of associated companies in the amount of EUR 528.9 thousand, which is a year-on increase of EUR 187.2 resp. 55 percent.

PROFIT BEFORE TAX AND PROFIT FOR THE PERIOD

In January – March 2016 period, the Luka Koper Group profit before tax amounted to EUR 14.2 million, which is a year-on increase of EUR 1.7 million resp. 14 percent.

The Group's net operating profit for January - March 2016, amounting to EUR 12 million is EUR 1.5 million resp. 15 percent ahead of the net profit in the equivalent period in 2015 and EUR 2.6 million resp. 28 percent ahead of the planned.

In January – March 2016 period, the income tax and deferred tax liabilities reduced the net operating profit in the amount of EUR 2.2 million, whilst the net operating profit of the comparable period 2015 decreased by 2 million euros.

FINANCIAL SITUATION AND FINANCIAL MANAGEMENT

As of 31 March 2016, the balance sheet total amounted to 479.7 million euros, which is 12.7 million euros resp. 3 percent ahead on 31 December 2015.

As of 31 March 2016, non-current assets represented 91 percent of the balance sheet and amounted to EUR 434.7 million, which is EUR 13.4 million decrease in comparison to 31 December 2015. Due to larger investments, an increase was recorded in property, plant and equipment, and respectively by EUR 14.6 million, principally from advances.

Shares and interests decreased by EUR 1.1 million, due to the fall of the market value of non-current financial investment in in other shares and interests, and is carried out at fair value.

As of 31 March 2016, short-term assets amounted to EUR 45 million which is EUR 637.8 thousand decrease with respect to 31 December 2015. The inventories of maintenance material as of 31 March 2016 amounted to 929.4 thousand euros, which is 115.7 thousand euros ahead on 31 December 2015. As of 31 March 2016, the operating receivables registered an increase of 1.7 million euros in comparison to 31 December 2015, due to the higher realised revenues. In comparison to the balance at 31 December 2015, cash and cash equivalents decreased by 3.1 million euros, due to the decrease of deposits with agreed maturity.

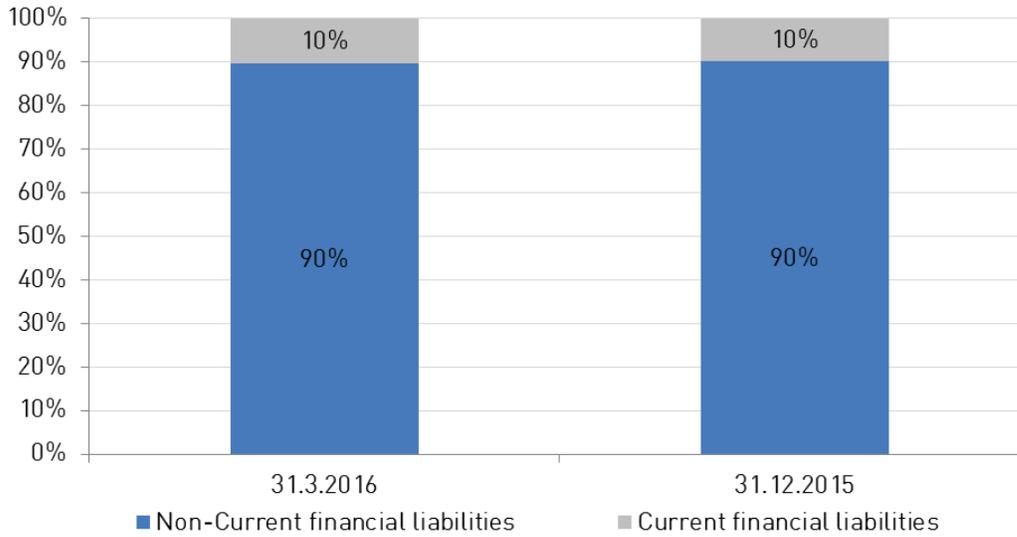
As of 31 March 2016, the equity of Luka Koper Group amounted to EUR 317 million, which accounts for 66 percent of the balance sheet total. Non-current liabilities with provisions and long-term accrued costs and income, which represent 25 percent of liabilities, at 31 March 2016 amounted to EUR 119.3 million. With respect to the balance at 31 December 2015 they decreased by EUR 1.9 million. Provisions for borrowings from banks decreased due to the repayment of borrowings.

As of 31 March 2016, the current liabilities amounted to EUR 43.4 million and registered an increase of EUR 3.8 million with respect to 31 December 2015. The major increase was registered in other financial liabilities, and namely for the 13th month salary for 2016, accrued costs for the compensation for the use of building land for the Municipality of Koper and Municipality of Ankaran, and for accrued foreign trade discounts. Liabilities for the corporate income tax decreased by EUR 555.4 thousand.

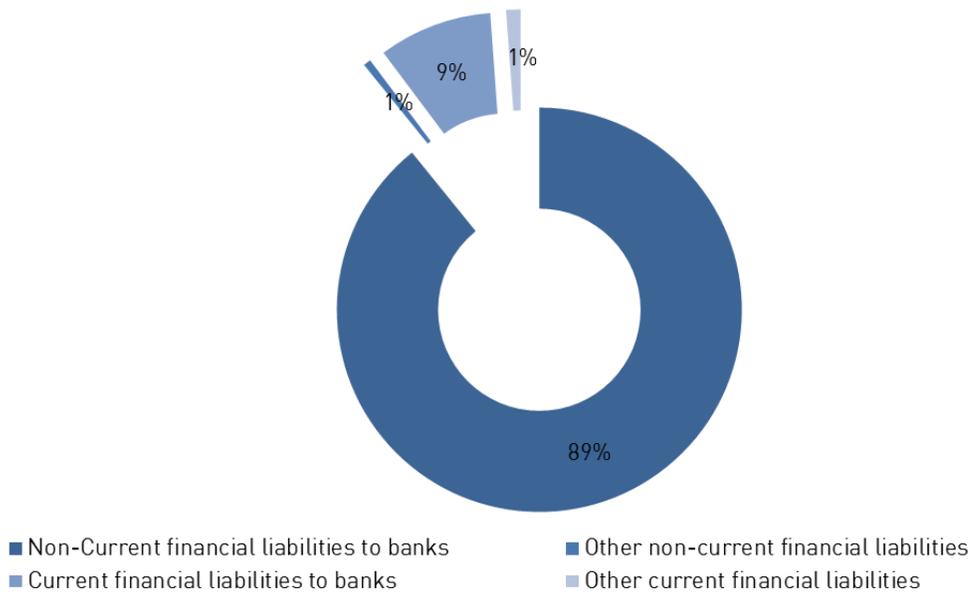
As of 31 March 2016, the financial liabilities Luka Koper Group amounted to 111.2 million euros and with respect to situation as at 31 December 2015 decreased by 619,9 thousand euros. The liabilities towards the banks decreased due to the repayment of borrowings, according to the amortization schedules.

As at 31 March 2016 the non-current financial liabilities of Luka Koper Group towards banks amounted to 90 percent of total financial liabilities. Their share stayed at the same level as at 31 December 2015.

Structure of Luka Koper Group's financial liabilities by maturity

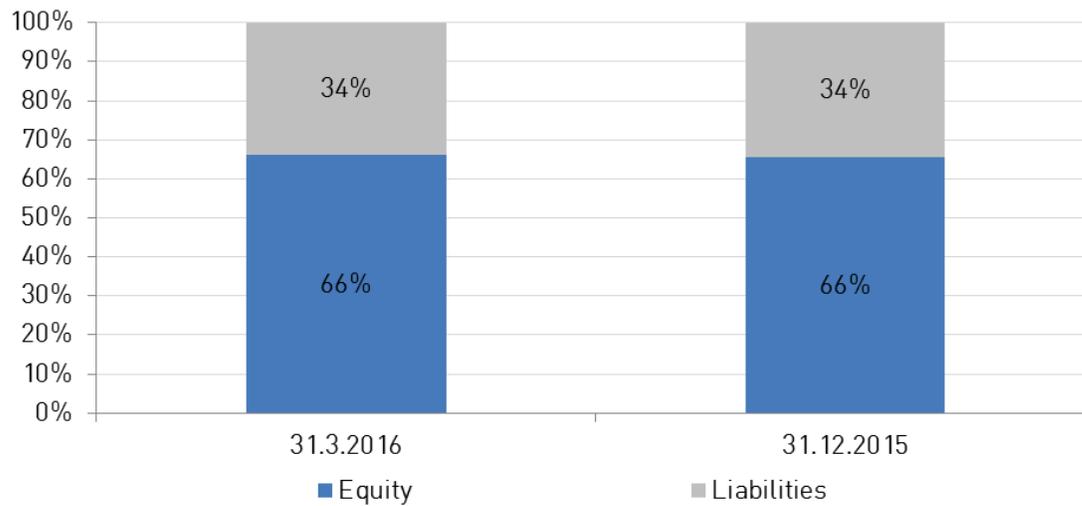


Luka Koper Group financial liabilities as of 31 March 2016



Among financial liabilities of Luka Koper Group, prevail the liabilities related to the variable interest rate. The Group manages the interest rate risk by entering into an interest hedge for EUR 62.1 million of principal amount of non-current borrowings, which represents almost 56.5 percent share of total financial liabilities from received loans as at 31 March 2016.

Structure of equity and liabilities of Luka Koper Group

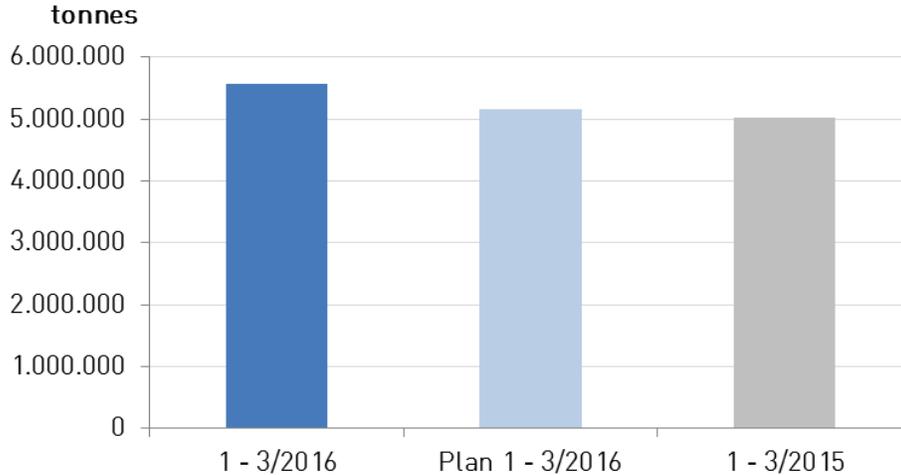


MARKETING AND SALES

The maritime throughput of Luka Koper Group in January – March 2016 amounted to 5.6 million tonnes, which is 8 percent ahead on the planned quantities and 11 percent ahead on the throughput registered in 2015. The growth of Luka Koper Group throughput in comparison to 2015 was generated in all product groups.

In January – March 2016, Luka Koper Group generated 1 percent growth of loaded goods onto and 17 percent growth of unloaded goods from vessels.

January – March 2016 and 2015 cargo tonnage throughput and the plan for 2016



The increase in the maritime throughput generated net revenue from sales. Net revenue from sale of Luka Koper Group from sales activity in January – March 2016 exceeds the planned by 9 percent, while the revenue from the performance of public utility service regular maintenance of the port's infrastructure destined to the public traffic fall behind the planned schedule by 2.3 million euros resp. by 56 percent, causing the exceeding of total planned revenues of Luka Koper Group in January – March 2016 by only 4 percent. In January – March 2016 Luka Koper Group planned large volume of regular maintenance of the port's infrastructure destined for public traffic, as actually performed, and consequently projected release of deferred revenue for costs of public utility service. The lower volume of regular maintenance of the port's infrastructure destined to the public traffic as the planne was due to the delayed approval of the plan by Ministry of Infrastructure.

Cargo structure by types

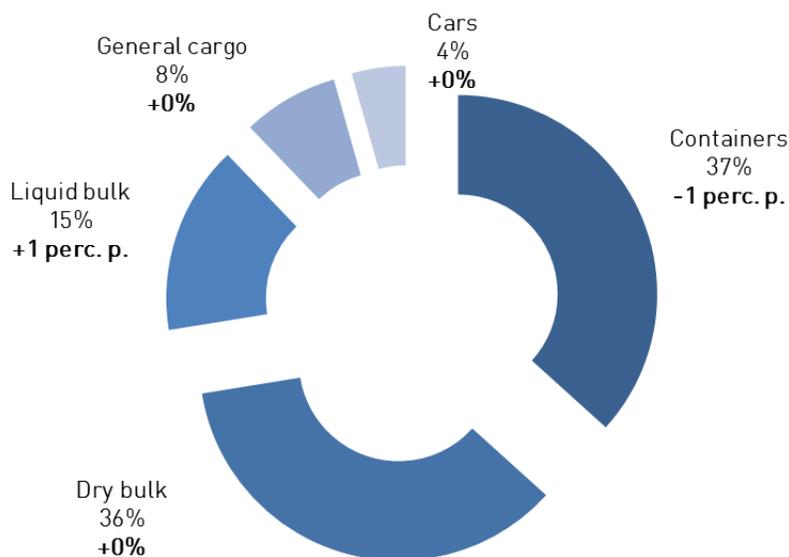
Cargo throughput in tonnes per cargo types, January – March 2016 in 2015

CARGO GROUPS (In tons)	1 - 3 2016	1 - 3 2015	Index 2016/2015
General cargoes	433,535	379,014	114
Containers	2,042,506	1,892,298	108
Cars	243,708	200,054	122
Liquid cargoes	856,188	738,315	116
Break bulk cargoes	1,988,804	1,810,223	110
TOTAL	5,564,740	5,019,904	111

Container (in TEU) and vehicle (in units), January – March 2016 and 2015

CARGO GROUPS	1 - 3 2016	1 - 3 2015	Index 2016/2015
Containers – TEU	209,306	192,602	109
Cars – unit	159,165	135,577	117

Structure of cargo throughput by product type, January – March 2016 and percentage change in relation to January - March 2015



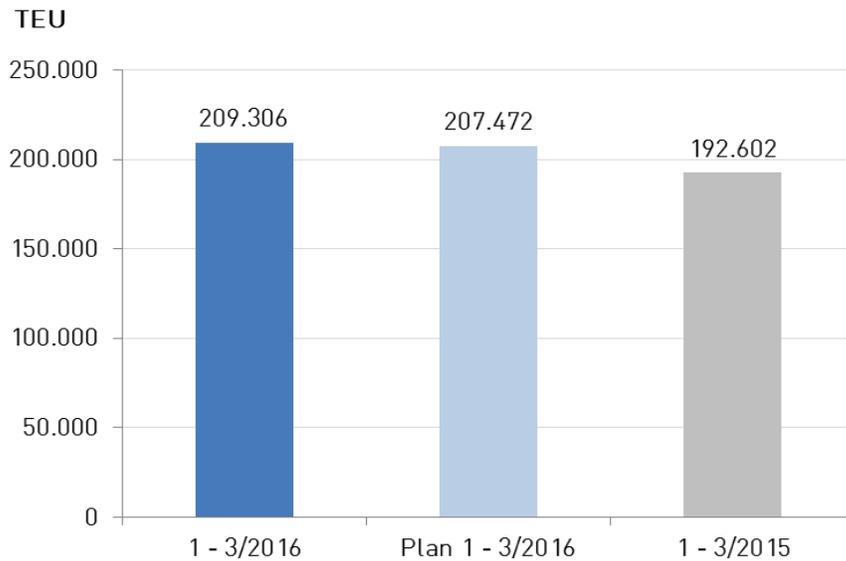
General cargoes

Within the general cargoes Luka Koper Group in January – March 2016 reached a growth of the maritime throughput in the amount of 14 percent with respect to January – March 2015. A growth was recorded in the throughput of steel and steel products, timber and in the throughput of bananas by conventional ships.

Containers

The maritime throughput of containers in January – March 2016 amounted to 209.306 TEUs. The achieved maritime throughput of containers recorded 9 percent year-on increase. The throughput of full containers rose by 10 percent, a major growth was registered in import in the amount of 11 percent, and export 8 percent.

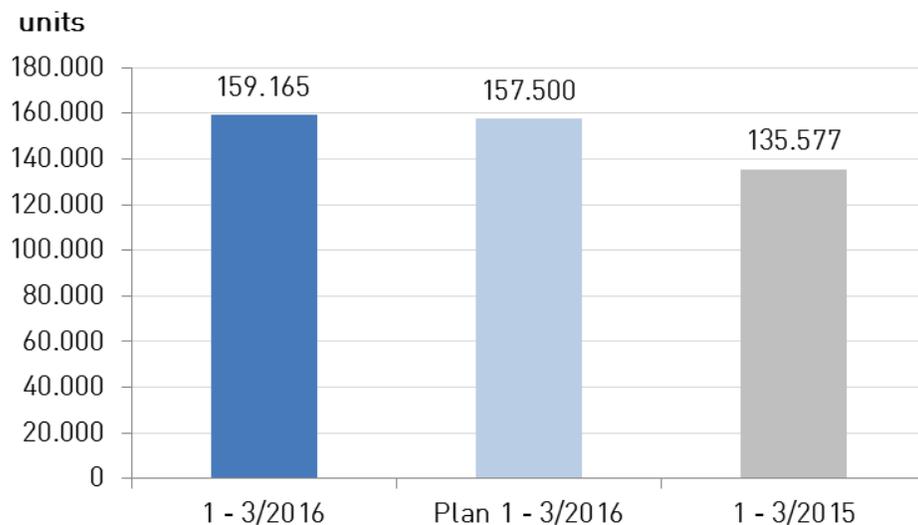
Container throughput, January - March 2016 and 2015 (in TEUs)



Vehicles

A total of 159.165 vehicles were handled in January – March 2016, which is 17 percent year-on increase. 48 thousand and vehicles were handled in import, 111 thousand in export. The growth of the maritime throughput. The growth of the maritime throughput was realised by Luka Koper Group in export of handled vehicles in the amount of 29 percent, whilst in import the throughput decreased by 2 percent with respect to the comparable period last year.

Throughput of vehicles January - March 2016 and 2015 (in units)



Liquid cargoes

In the first three months of the year, the throughput of liquid cargoes recorded a year-on increase of 16 percent.

Dry bulk cargoes

In the goods category dry bulk cargoes, the Koper Group achieved a 10 percent growth in comparison to the previous year. The throughput of iron ore was lower by 8 percent, the throughput of the coal increased by 18 percent. The Group obtained a new cargo, the salt throughput has grown due to the winter season. The throughput of soya is still increasing, whilst the throughput of other cargo types remains at the same level as in the comparable period of the previous year.

RISK MANAGEMENT

In the first quarter of 2016, Luka Koper Group has been further improving the risk management process in Luka Koper, d. d. by establishing a regular monthly reporting on the management of most important risks to the Managing Board. Likewise, a workshop was implemented at the end of the first quarter of 2016 with aim to involve the subsidiary companies in a unified system of risk management in the Group till the end of 2016.

The development of Luka Koper, d. d., depends to the great extent on the development of the hinterland infrastructure, having an impact on its competitiveness. Therefore, Luka Koper pursued the promotion of awareness about the importance of the construction of the second railway track in occasion of events at national level as well as at European Union level. Luka Koper, d. d., has been facing risks related to the timely implementation of strategic development projects, whereby pursuing the development goals with active and constructive cooperation with public and local authorities, and other institutions in the obtainment of relevant permits. Thus, in March 2016 it obtained the environmental protection permit in the construction of the landfill sites and for the disposal of the dredged material at Ankaranska bonifika, the proceedings for the obtainment of the building permit for the extension of the Pier I continue.

From November 2015, , Luka Koper d.d. has been facing an emergency situation in the Slovenian railway network, which was reflected in the congestion of train compositions in Slovenia and outside and in the non-delivery of announced and planned waggons, which resulted in difficulties in the organisation of the handling operations in the Port. Congestions and delays forced some customers to reedirect a part of tgheir cargo, they planned to convey into the Port of Koper, to other European ports. By adopting adequate operational solutions and an intensive communication with business partners, the situation improved in March. Luka Koper Group will approach the management fraud risk also by developing a corporate integrity system, of which further steps were defined in the beginning of 2016 by adopting the corporate integrity strategy and by adopting the Code of Ethics of Luka Koper Group.

LKPG SHARE

As at 31 March 2016, Luka Koper, d.d. had a total of 11,368 shareholders resp. a year-on decline of 4.8 percent. The ten major shareholders held 77.08 percent of all Luka Koper, d.d. stock. The Republic of Slovenia, with its 51-percent stake, is the company's major shareholder.

Ten largest shareholders in Luka Koper, d.d. as of 31 March 2016

Shareholder	Number of shares 31. 3. 2016	Percentage stake 31. 3. 2016 (in %)
Republika Slovenija	7,140,000	51.00
Slovenski državni holding, d.d.	1,557,857	11.13
Kapitalska družba, d.d.	696,579	4.98
Mestna občina Koper	466,942	3.34
SOP Ljubljana	407,048	2.91
Unicredit Bank Austria AG - fiduciarni	167,539	1.20
Zavarovalnica Triglav, d.d.	104,756	0.75
Parametric Emerging Markets Fund	94,050	0.67
Perspektiva FT d.o.o.	80,000	0.57
Aktsiaselts Trigon Funds	75,802	0.54
Total	10,790,573	77.08
Total shares	14,000,000	100.00

Trading in LKPG share

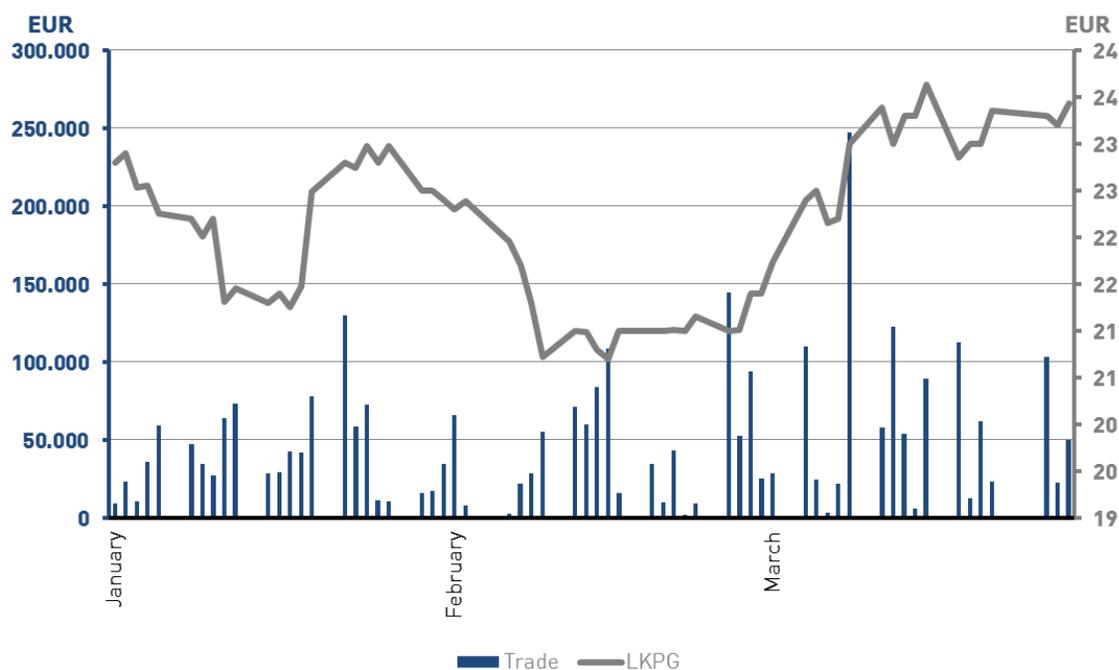
In the first three months of 2016, the average daily share price of Luka Koper, d.d. stood at EUR 22.12, whilst its overall trading value fluctuated between EUR 20.70 and EUR 23.63. The highest daily price was EUR 23.63, the lowest EUR 20.60. As of 31 March 2016, the market capitalisation of Luka Koper, d.d. shares amounted to EUR 328,090,000.

There were 1.045 transactions and block trades over the period with an aggregate value of EUR 3,043,665, whereby 137.851 shares.

Relevant data on the LPKG share

	1 – 3 2016	1 – 3 2015
Number of shares as of 31 March	14.000.000	14.000.000
Number of ordinary no-par value shares	14.000.000	14.000.000
Closing price as of 31 March (in euros)	23,44	25,50
Book value of share as of 31 March (in euros)	20,86	19,72
Ratio between average weighted price and avce (P/B)	1,12	1,29
Average weighted market price (in euros) ⁵	22,08	23,91
Average book value of share (in euros) ⁶	20,61	19,49
Ratio between average weighted price and average book value of the share	1,07	1,23
Net earning per share (EPS) (in euros) ⁷	3,00	2,67
Ratio between market price and earnings per share (P/E) ⁸	7,82	9,54
Market capitalisation as of 30 September (in mio euros)	328,1	357,0
Turnover (all transactions) January – September (in mio euros)	3,0	5,1

Changes in the daily LKPG share price and daily turnover, January – March 2016



⁵ Weighted average market price is calculated as a ratio between total value of LPKG stock exchange transactions and the aggregate number of LPKG shares traded across the period.

⁶ Average book value of the LPKG is calculated on the basis of average monthly ratio between equity and number of ordinary shares.

⁷ Indicators are calculated on the basis of the annualised data.

⁸ Indicator is calculated on the basis of the annualised data.

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

As of 31 March 2015, the following member of the Luka Koper, d.d. Supervisory Board held shares in the company:

mag. Nebojša Topič, Member of the Supervisory Board	9
Marko Grabljevec, Member of the Supervisory Board	10

As of 31 March 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
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Treasury stock, authorised capital, conditional capital increase

As at 31 March 2016, Luka Koper, d.d. didn't hold any treasury stock. The company statute does not 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 March 2016 period.

INVESTMENTS IN PROPERTY, PLANT AND EQUIPMENT, INVESTMENT PROPERTY AND INTANGIBLE ASSETS

In the first quarter of the year 2016, the Luka Koper Group allocated 21.1 million euros for the investments in property, plant and equipment, investment property and intangible assets, which is EUR 17.9 million increase in comparison with the same period in 2015 and 9 percent less than planned.

Luka Koper, d.d. allocated 20.9 million euros for investments, which is 99 percent of Luka Koper Group's investments.

In January – March 2016 two major investments were implemented and namely:

- construction works of three new tanks for the needs of the Liquid cargoes terminal were carried on,
- due to the increased traffic at the Container terminal and in order to provide a smooth shipment and delivery of waggons in this area, the construction works of a new railway track and new bridge over the channel continued.

In the first quarter of 2016 Luka Koper settled the payment of 11.8 million euros for ordered new 11 more efficient cranes for containers handling, as part of the investment projecting besides new more efficient equipment also the extension of the Pier I and the construction of additional capacities at the Container terminal, thus achieving the capacity of 1.3 million TEUs until 2020.

Besides the implementation of several minor investments such as additional storage area for storage of full containers, replacing areas for the storage of timber, new prefabricated roofing at the warehouse 28 c, new X-ray scan and inspection area, further surfacing of the landfill site on the head of the Pier II for the vehicles storage, the dredging of the Basin within the Port of Koper harbour area was completed.

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 the first quarter of 2016 was allocated to the ecology, in line with strategic objectives:

- with purpose to reduce the dusting a new waterproof grab with major capacity was purchased.

DEVELOPMENT ACTIVITY

In January – March 2016 period Luka Koper, d.d. further pursued its development and research activities related to the Port's development with regard to the trend in this business line and long-term plans. Since in 2015 new strategic documents on Port's development until 2020 with guidelines until 2030, which defined the spatial and infrastructure interventions, Luka Koper, d.d. focused on the technological aspect and prospects of improvement of process efficiency. As was the case in the preceding period, there is still a considerable emphasis on the accelerated implementation of priority infrastructure projects and including this type of activities in co-funding applications. The sediment problems resp. the location of their disposal represent a big issue, and therefore Luka Koper, d.d. started a specific project on this subject. The coordination of background documents pertaining the Port's Development Programme 2016 – 2020, which is to be adopted by the Government of the Republic of Slovenia and which makes conditional the implementation of investments in the port's infrastructure in compliance with the company's strategic priorities, was continued. Many activities concerning the emphasizing the timely construction of the second track on Koper – Divača railway line, which determines further Port's development, logistic activities in Slovenia and trade with hinterland countries of the Central and Eastern Europe, were carried out.

As concerns the European projects, very intensive activities were carried out in the first quarter of 2016, in particular as concerns the projects of TEN-T programme resp. CEF, whereby Luka Koper endeavours to cofinance concrete development challenges and infrastructure needs of the Port in the light of the implementation of EU corridor policy:

- Luka Koper, d.d. has been completing the reporting of 5 projects of TEN-T programme from the previous financial perspective, which had been completed on 31 December 2015: NAPA STUDIES, NAPADRAG, NAPAPROG, POSEIDON MED and B2MOS.
- New projects of the second call of the programme CEF with the date of submission of new applications by 16 February have been prepared. 6 projects were submitted: CarEsmatic, PEGASUS, BEST Ports, Green InfraPort, ELEMED and Med2EAST. Unfortunately, the company could not apply to cohesion call of Slovenia, therefore the applications were submitted to the open part of call, where the competition is big and resources relatively limited.
- Luka Koper prepared first reports until 31 March 2016 for 3 new projects which were approved at the first call CEF: NAPA4CORE, AINN4MOS and Fresh Fruit Corridors and continued the activities, and as well the project RCMS (programme Horizon 2020).

As concerns the territorial cooperation projects, where the topics are somewhat regional and the cooperation softer, with emphasis on partnership projects, the relevant activities concerned mainly:

- Applications to the first call of a new programme ADRION, to which Luka Koper, d.d. until the date of submission 25 March 2016 joined the applications for 16 projects.

- Luka Koper received results of last year's first calls for tenders of programmes Central Europe and Mediterranean, where 3 projects, which passed the first phase of assessment, were unfortunately not approved, and therefore they were improved and the applications forwarded to following calls.
- the project Easyconnecting programme IPA Jadran, whereby Luka Koper cooperates as external contractor, was prolonged until September 2016.

The cooperation in European territorial cooperation programmes is also relevant, since they place Luka Koper in the European institutional setting – mainly as concerns the planning and development of national and Transeuropean transport infrastructure, logistic concepts, environmental protection, safety, protection at sea, sustainable energy supply, IT updating, cultural heritage and similar.

Luka Koper endeavoured to obtain replies on the potential cofinancing of the Cruise terminal through structural funds resp. mechanisms of the European Regional Development Fund (ESRR), but as it seems, it depends also in this case on the funds availability of the Ministry of Infrastructure, which has other priorities and limited financial resources.

As concerns the international institutional activities, Luka Koper, d.d. attended the meeting of the executive committee of the European Sea Port Organisation ESPO held in Brussels, forums Baltic-Adriatic, Mediterranean corridor and forum Motorways of the sea – organised by the European mission with aim to monitor the implementation of corridor policy CEF. In February 2016 the representatives of Luka Koper attended the meeting with the commissioner for transport, Mrs. Violeta Bulc and Minister Peter Gašperšič with Slovenian stakeholders in Brdo pri Kranju, in March we took active part at the Transport-Logistic conference, organised by SBRA in Brussels.

Through the associations ESPO and FEPORT Luka Koper followed the advancement of the adoption of the EU Port's regulations presented at the TRAN committee and in the European Parliament.

In the first quarter of 2016, there were no relevant activities in NAPA Association, since a sole joint event will be the presentation at the traditional fair trade TL Shangai, to be held in June 2016.

With respect to the emphasizing the significance of the second track on Koper – Divača railway lineje, Luka Koper took part in different events, at Chamber of Commerce and Industry, in the National assembly and National Council of the Republic of Slovenia, and hosted various political and business delegations.

In any event, it should be emphasized that the support of the State and the understanding of the port's activity is of paramount importance for a further Port's development., which is a big challenge for the development activity of Luka Koper, d.d.

SUSTAINABLE DEVELOPMENT

NATURAL ENVIRONMENT

Luka Koper has always taken care for the improvement of the quality of life in the whole area where the Ports is situated, and therefore cooperates and cofinances educational and research institutions, supports sports, humanitarian and cultural activities. The principles of sustainable development and responsible environment management are taken into consideration in development issues.

Years ago, Luka Koper, d.d. set a goal in the domain of environmental protection to become a «Green» port. Providing the conditions for health and safety at work of employees and their continuous training. Across channels of communication and tools the company endeavours to regularly inform the stakeholders with plans and achievements. With support and control of competent institutions Luka Koper, d.d. regularly performs the measurements of emissions into the environment and reports the results to the competent State institutions. Furthermore, Luka Koper takes care of efficient waste and energy products management, and takes care for the greening of the Port's environment with aim to improve the visual aspect of the Port's complex.

THE EMAS CERTIFICATE

Luka Koper, d.d. was awarded the most prominent environmental certificate EMAS (SI 00004) already in 2010 which is renewed annually. The strategic orientations of the company are being achieved with compliance with norms for the obtainment of most significant environmental certificate EMAS. The Environmental Report of Luka Koper for 2015 is in the course of preparation.

CARE FOR ENVIRONMENT

The endeavours to decrease emissions into the atmosphere that are generated during the Port's activity, involve various activities. The most important measures to decrease dusting were the introduction of the technology to apply paper mill sludge to the coal and iron dumping area. Paper mill sludge forms a layer that prevents dusting.

TOTAL VOLUME OF DUST AT THE PORT

Control measurements of the total volume of dust are carried out yet from 2002 on ten measuring points in the Port. There are no legal restrictions on the quantity of dust deposits in Slovenia; nevertheless, we have set a goal not to exceed the average annual level of 250 mg/m²da. In the first quarter of the year 2016, the average of the measured values from all measuring points

amounted to 101 mg/m²day.

Total average values were by 39 percent lower than the average values in 2015 and also under the set limit. Exceedings were not recorded. Since the damage occurred to the equipment, 4 measurements from 30, were not implemented.

QUANTITY OF HEALTH HAZARDOUS DUST PARTICLES (PM₁₀)

Statutory prescribed measurements of fine dust particles (PM₁₀) are carried out by authorised organisation and are continuously monitored on three points within the Port. The measurements taken in the first quarter were below the target value of 30 µg/m³ and below the statutory set up volume of 40 µg/m³. The results from two measurement devices are shown automatically every hour on the Port's web pages www.zivetispristaniscem.si.

Comparison of mean values of PM₁₀ measurements January- March 2016 in 2015

	1 - 3 2016	1 - 3 2015	Index 2016/2015
Ankaran – Rožnik	21 µg/m ³	19 µg/m ³	111
Bertoki	25 µg/m ³	22 µg/m ³	114
Koper – potniški terminal	30 µg/m ³	26 µg/m ³	115

In comparison to 2015, the values were slightly higher. However due to a lot of days of fog in the beginning of 2016, there was a high increase dust particles in the atmosphere.

EMISSIONS OF DUST PARTICLES ON KEY SOURCES

Since the permitted values of dust particles emissions of key sources are stipulated by law, we perform measurements in the direct vicinity of the dust-generating sources (e.g. at loading/unloading of wagons, trucks and ships). In 2016, the company has not performed yet the measurements required by law.

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 quarter of 2016, we achieved 84 percent waste separation. In the next quarter of year, Luka Koper plans more extensive removal of unserviceable railway wagons.

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.

Average nightly noise levels (in dB) recorded at locations around the Port, January- March 2016 and 2015

1 - 3 2016			1 - 3 2015			Threshold value
Eastern periphery (Bertoki)	Northern periphery (Ankaran)	Southern periphery (Koper)	Eastern periphery (Bertoki)	Northern periphery (Ankaran)	Southern periphery (Koper)	
L _D =55	L _D =53	L _D =64	L _D = 54	L _D = 53	L _D =61	L _D = 73
L _V =54	L _V =52	L _V =63	L _V = 53	L _V = 50	L _V =60	L _V = 68
L _N =50	L _N =50	L _N =60	L _N = 49	L _N = 49	L _N =58	L _N = 63
L _{DVN} =58	L _{DVN} =57	L _{DVN} =67	L _{DVN} = 57	L _{DVN} = 57	L _{DVN} =65	L _{DVN} = 73

Legend: LD – daily noise level, LV – evening noise level, LN – night noise level, LDVN – noise level day– evening – night

Level of noise in the first quarter slightly increased within the entire Port's area in comparison with the same period last year. Values towards the direction of Koper were higher. Main sources of noise in the Port are due to the goods handling operations, and therefore the main reason for the noise increase in the first quarter of the year was the growth of the throughput and the increased use of port's machinery. A significant source of noise in the Port is attributable to vessels, which due to ensuring smooth operation, must keep engines running.

ENERGY

In the first quarter of 2016, the first phase of installation of network analysers and communication equipment in transformer stations for the control of the electricity consumption in the Port. The data will be transferred from measuring devices through the ethernet in SCADA monitor and control system where will be processed and saved.

Within the framework of EU project GAINN4MOS Luka Koper started to examine a potential use of liquefied natural gas for ship's supply, handling equipment and power generation.

CONSUMPTION OF ENERGY AND WATER

In order to introduce closer monitoring of energy consumption, in 2015 Luka Koper, d.d. started to control also the specific consumption of energy of total throughput which is summary of maritime throughput, stuffing/unstuffing of containers and land throughput. Slightly higher consumption of the electricity and motor fuel in the first quarter of 2016 in comparison with is primarily

attributable to the increased throughput and limited storage areas.

Specific consumption of energy products and water per handled tonne of the total throughput, January - March 2016 and 2015

	1 - 3 2016	1 - 3 2015	Index 2016/2015
Electricity consumption (kWh/t)	0.659	0.642	103
Motor fuel consumption (l/t)	0.141	0.139	101
Potable water consumption (l/t)	3.28	4.35	75

ELECTRICITY CONSUMPTION

The largest consumer of the electricity in the first quarter of 2016 was the container terminal which consumed 27 percent electricity of the company, followed by the dry bulk terminal. The major consumers of the electricity are mainly shore cranes, cooling facility at the reefer cargoes terminal, lighting and power supply of reefer containers.

MOTOR FUEL CONSUMPTION

In the first quarter of 2016, 61 percent of motor fuel of the whole Port was consumed at container terminal, followed by the General cargoes terminal. RTG cranes, as the largest consumer in the Port, consume on average 38 percent of motor fuel at the Container terminal, followed by tractor trailers.

WATER

Water consumption is not directly related to the cargo handling but is to a certain extent the consequence of the water leakage, which makes it more difficult to manage it. By continuous fixing of leaks the company reduces water losses.

DRINKING WATER

A lot of attention is paid to the water, as the most important good, and in this respect numerous safety and treatment actions are carried out. Since the water is mainly used for sanitary purposes and supply of vessels, the care for an adequate water purity is an important aspect for the Port.

WASTE WATER

The Port mostly generates municipal wastewater and to small extent technological wastewater as well. The generated technological wastewater is suitably cleaned in our own cleaning facility

before it is discharged. In the first quarter of 2016, Luka Koper has not carried out any measuring of wastewater quality.

EFFECTS OF LIGHTING

In accordance with regulations for safe work, Luka Koper, d.d. ensures proper lighting, which is required for continuous performance of work processes. Unfortunately, the lighting, which illuminates warehousing areas, working sites, transport routes and tracks at night is the source of environmental pollution.

Therefore, we have been adjusting and changing lights on the basis of the performed Study for Comprehensive Coordination of the Port's Outdoor Lighting, ensuring the light is not directed upwards. In order to achieve a 100 percent compliance it is requested to replace the lighting at the container terminal, where the works already started. In the Port's areas the lighting has already been harmonized.

MARINE PROTECTION

Pursuant to the provisions of the Concession Agreement for the performance of port activity, management, development and regular maintenance of port infrastructure in the Koper's cargo port area, in Luka Koper, d.d. we regularly take care to prevent and remove the consequences of sea pollution. To carry out such activities we need special equipment, boats and skilled staff. We therefore regularly train the staff, provide trainings and drills. In the first quarter of 2016, Luka Koper in cooperation with the Faculty of Maritime Studies and Transport from Portorož in accordance with standards of International Maritime Organization (IMO) concluded a special training for actions taken in the event of sea pollution for one employee. The participant received a certificate which is valid for 36 months.

In exceptional events at sea Luka Koper takes measures in compliance with the valid Protection and rescuing plan of Luka Koper, d.d. in case of industrial accidents.

In the first quarter of 2016, 5 incidents of sea pollution were recorded within the Port's aquatorium. In all cases measures were taken in accordance to the activation scheme of forces and resources for minor accident, and the consequences of pollution were successfully dealt with within the concession area. We managed to trace polluters and had them refund the cost of cleaning.

Statistical data on intervention at sea January - March 2016 and 2015

	1 - 3 2016	1 - 3 2015
Number of incidents at sea	5	7
Number of interventions in the Port's aquatorium	5	6
Number of incidents not requiring intervention	0	1
Number of pollution incidents outside the Port's aquatorium	0	0

The results of measurements from the modern measuring station for monitoring the sea quality, which is installed at the entrance into the third Port's basin, are published on the website www.zivetispristaniscem.si.

HUMAN RESOURCES

Skilled and motivated staff is the strategic wealth and the condition for the development plans implementation. Luka Koper pays particular attention to the employees' management, development and motivation.

Knowledge, entrepreneurship, partnership, respect and responsibility of each employee are values Luka Koper follows and implements in practice.

RECRUITMENT, TURNOVER RATE AND EMPLOYMENT STRUCTURE

In Luka Koper Group, during three consecutive years the three percent employees growth trend proceeded. In the first quarter of 2016, there were 17 new employments, whereof 13 in Luka Koper, d.d. which is a higher number than in the equivalent period last year. New recruitments were mostly in the primary process of unloading and warehousing. In the disability company Luka Koper INPO, d.o.o. there were 2 recruitments of employees with disability status.

Number of employees in Luka Koper Group companies, as at 31 March 2016 and 31 March 2015⁹

	31.3.2016	31.3.2015	Index 2016/2015
Luka Koper, d.d.	861	826	104
Luka Koper INPO, d.o.o.	158	160	99
Luka Koper Pristan, d.o.o.	4	4	100
Adria Terminali, d.o.o.	21	23	91
TOC, d.o.o.	4	3	133
Luka Koper Group	1,048	1,016	103

The number of employees leaving the Luka Koper group for termination of employment relationship was low, and the terminations were mainly for reasons of old-age pension.

In the first quarter of 2016, the staff turnover in the Luka Koper Group remained at low level and amounted to 0,6 percent, which is a slight decline in comparison with the same period previous year.

⁹ The comparison includes only those enterprises with employees who were - as of 31 March 2016 consolidated within Luka Koper Group.

Comparison between recruitment, termination and the turnover rate, January – March 2016 in 2015

	Number of new recruitments		Number of departures		TURNOVER RATE (in %) ¹⁰	
	1 – 3 2016	1 – 3 2015	1 – 3 2016	1 – 3 2015	1 – 3 2016	1 – 3 2015
Luka Koper, d.d.	13	7	4	5	0,5	0,6
Skupina Luka Koper	17	13	6	7	0,6	0,7

OCCUPATIONAL HEALTH AND SAFETY

Health and safety at work system in accordance with the guidelines of the BS OHSAS 18001 standard are approved by internal and external audits. Likewise, the modifications of the international standard ISO 45001 are followed through various external trainings in order to be prepared for the transition when the standard is approved.

The company is striving to implement preventive actions with trainings, additional education, awareness of employees and other persons in the Port. Each severe and repeating injury is examined and adequate actions are taken in order to prevent similar incidents.

Injuries at work, January - March 2016 in 2015

	1 – 3 2016	1 – 3 2015
Luka Koper, d.d.	4	8
Stevedore companies	12	8
Outsourcing companies	3	3
Subsidiaries	1	0
TOTAL	22	19

Currently, the objective of maximum 18 occupational injuries per million hours worked is achieved, since in the first quarter of 2016 there are 16,8 injuries per million hours worked.

In the first quarter of 2016, a serious injury at work concerned the stevedore company, due to which the objective of zero serious occupational injuries, will not be achieved.

Within the framework of promoting health in the workplace, the Comprehensive Health project, in conjunction with the University of Primorska – IAM, was successfully completed. The employees physiological workload was monitored with autonomous portable measuring devices of cardio-metabolic functions. Afterwards, a workshop with presentation of individual results and recommendations was carried out for the participants.

Within the project an expertise an expert opinion about the ergonomic adequacy of two proposed

¹⁰ Metoda izračuna fluktuacije = število odhodov/(začetno stanje zaposlenih + nove zaposlitve) x 100.

office chairs in dispatching center at the container terminal, which is the start of determining ergonomic minimums in workplace for the purposes of risk assessment.

The purchased equipment and start of collecting of photo and video material for upgrading of technological procedures with elements of risk assessment and ergonomics at the Container terminal.

EDUCATION AND DEVELOPMENT OF EMPLOYEES

In the first quarter of 2016, the Luka Koper Group provided on average 7,6 hours of training per employee training, by which the last year average number of hours, whereby Luka Koper, d.d. provided on average 8,1 hours of training per employee. 70 percent of trainings were in-house training, principally the trainings of newly recruited employees for operating the port's mechanisation, training for promoting health in workplace, training related to the standard ISO 9001, management by objectives and transport law.

Luka Koper Group financed 23 employees' studies for gaining higher level of education resp. specific educational training, which is 2,2 percent of employees.

Luka Koper, d.d. offered 3 scholarships, whereof 1 scholarship was cofinanced through the Slovene human resources development and scholarship fund.

ENSURING PERSONAL AND PROFESSIONAL GROWTH OF EMPLOYEES

In the first quarter of 2016, the internal mobility amounting to 7 percent was significantly lower in comparison to the equivalent period last year. In 2016, the internal mobility involved exclusively various opportunities of carrier development, whilst the previous year a considerable part of internal mobility resulted from the internal reorganisation in Luka Koper, d.d.

COMMITMENT TO THE COMUNITY

For many years Luka Koper has been endeavouring the harmony with environment and to improve the quality of life in the environment in which works. It wishes to be active and responsible stakeholder in the local environment and establish relationships, being based on mutual trust. Luka Koper objective is be recognised, understood and accepted by the local community, trying to achieve this objective through open communication and informing about its activities across various communication channels: corporate website www.luka-kp.si, sustainable development website Living with the Port www.zivetispristaniscem.si, facebook and linkedIn, with publishing video clips on Youtube, with publications in electronic and printed media, from January 2015 onwards also with internal gazette Luški glasnik, which is accessible to the broader and professional public also on the corporate website. By this means Luka Koper, d.d. wishes to approach the Port's activities and attractions, mainly at the local level, and widely, to present the projects on which depends its further development. In the first quarter of 2016, these activities were mainly orientated towards the project related to the construction of the second track on Koper-Divača railway line. This information of a public nature is published in accordance with the laws on the website of our company.

Luka Koper traditionally supports the activities of organized groups and individuals, who implement projects or activities with a positive impact on the development of the local environment in many areas: sports, cultural, humanitarian, educational, development and environmental-protection activities. In January 2016, on the website Living with the Port www.zivetispristaniscem.si, Luka Koper, d.d. published its annual call for application for sponsorships and donations. From total 193 received applications, 171 were approved. Meanwhile, in the first quarter of 2016 236 thousand euros were allocated for sponsorships and donations.

FINANCIAL REPORT

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

Income statement of Luka Koper, d. d.

(in EUR)	1-3 2016	1-3 2015
Revenue	48,139,373	42,534,376
Other income	189,800	1,760,667
Cost of material	-3,364,059	-3,591,853
Cost of services	-12,279,936	-10,797,317
Employee benefits expense	-11,092,734	-9,919,520
Amortisation and depreciation expense	-6,488,116	-6,511,966
Other operating expenses	-1,914,611	-1,552,182
Operating profit	13,189,717	11,922,205
Finance income	35,957	141,711
Finance expenses	-696,964	-845,300
Loss from financing activities	-661,007	-703,589
Profit before tax	12,528,710	11,218,616
Income tax expense	-2,044,012	-1,861,888
Deferred taxes	-1,687	-1,740
Profit for the period	10,483,011	9,354,988
Earnings per share – basic and diluted	0.75	0.67

Statement of other comprehensive income of Luka Koper, d. d.

(in EUR)	1-3 2016	1-3 2015
Profit for the period	10,483,011	9,354,988
Change in revaluation surplus of available-for-sale financial assets	-1,609,751	589,814
Deferred tax on revaluation of available-for-sale financial assets	286,850	-100,268
Change in fair value of hedging instruments	74,655	158,264
Deferred tax on change in value of hedging instruments	-12,692	-26,905
Total comprehensive income that will not be reclassified subsequently to profit or loss	-1,260,938	620,905
Other comprehensive income	-1,260,938	620,905
Total comprehensive income for the period	9,222,073	9,975,893

Statement of financial position of Luka Koper, d. d.

(in EUR)	31 Mar 2016	31 Dec 2015
ASSETS		
Property, plant and equipment	338,950,151	324,333,652
Investment property	30,361,849	30,445,956
Intangible assets	4,211,784	4,326,997
Shares and interests in Group companies	4,533,063	4,533,063
Shares and interests in associates	6,737,709	6,737,709
Other non-current investments	30,068,230	31,677,981
Deposits and loans given	395,358	400,419
Non-current operating receivables	37,931	37,931
Deferred tax assets	9,989,498	9,934,256
Non-current assets	425,285,573	412,427,964
Inventories	929,397	813,734
Deposits and loans given	179,836	177,124
Trade and other receivables	31,296,402	29,875,827
Income tax receivables	1,283,179	0
Cash and cash equivalents	4,529,863	5,188,569
Current assets	38,218,677	36,055,254
TOTAL ASSETS	463,504,250	448,483,218
EQUITY AND LIABILITIES		
Share capital	58,420,965	58,420,965
Capital surplus (share premium)	89,562,703	89,562,703
Revenue reserves	108,745,094	108,745,094
Reserves arising from valuation at fair value	8,976,964	10,237,902
Retained earnings	26,363,825	15,880,814
Equity	292,069,551	282,847,478
Provisions	3,160,442	3,190,453
Deferred income	10,491,023	10,857,961
Loans and borrowings	112,606,803	110,354,822
Other non-current financial liabilities	669,084	639,954
Non-current operating liabilities	190,380	184,554
Deferred tax liabilities	2,215,128	2,432,357
Non-current liabilities	129,332,860	127,660,101
Loans and borrowings	10,627,875	10,054,104
Other current financial liabilities	773,333	848,073
Income tax liabilities	2,044,012	2,761,153
Trade and other payables	28,656,619	24,312,309
Current liabilities	42,101,839	37,975,639
TOTAL EQUITY AND LIABILITIES	463,504,250	448,483,218

Statement of cash flows of Luka Koper, d. d.

(in EUR)	1-3 2016	1-3 2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period	10,483,011	9,354,988
Adjustments for:		
Amortisation/Depreciation	6,488,116	6,511,966
Reversal and impairment losses on property, plant and equipment, and intangible assets	3,728	0
Gain on sale of property, plant and equipment, and investment property	-82	-1,013
Allowances for receivables	43,004	19,882
Collected written-off receivables and liabilities	-62,419	0
Reversal of provisions	0	-1,499,967
Finance income	-35,957	-141,711
Finance expenses	696,964	845,300
Income tax expense and income (expenses) from deferred taxes	2,045,699	1,863,628
Profit before change in net current operating assets and taxes	19,662,064	16,953,073
Change in operating receivables	-1,364,623	-5,204,696
Change in inventories	-115,663	-27,485
Change in operating liabilities	1,588,983	4,885,208
Change in provision	-30,011	-1,499,967
Change in non-current deferred income	-366,938	-305,365
Cash generated in operating activities	19,373,812	14,800,768
Interest expenses	-696,964	-849,728
Tax expenses	-1,283,179	-509,675
Net cash from operating activities	17,393,669	13,441,365
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	35,668	101,711
Proceeds from sale of property, plant and equipment, and intangible assets	82	210,647
Proceeds from investment property	2,396	103,994
Proceeds from sale, less investments and loans given	-20,909,024	-3,148,364
Acquisition of investments, increase in loans given	-1,787	-100,000
Net cash used in investing activities	-20,872,665	-2,832,012
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from non-current borrowings	3,400,000	0
Repayment of non-current borrowings	0	-16,000
Repayment of current borrowings	-579,710	-2,306,145
Net cash used in financing activities	2,820,290	-2,322,145
Net increase in cash and cash equivalents	-658,706	8,287,208
Opening balance of cash and cash equivalents	5,188,569	3,984,291
Closing balance of cash and cash equivalents	4,529,863	12,271,499

Statement of changes in equity of Luka Koper, d. d. for 2016

(in EUR)	Share capital	Capital surplus	Legal reserves	Other revenue reserves	Retained earnings	Reserves arising on valuation at fair value			Total equity
						Investments	Financial instruments	Actuarial gains/losses	
Balance at 31 Dec 2015	58,420,965	89,562,703	18,765,115	89,979,979	15,880,814	12,035,713	-861,126	-936,685	282,847,478
Total comprehensive income for the period	0								
Profit for the period	0	0	0	0	10,483,011	0	0	0	10,483,011
Change in revaluation surplus of financial assets, less tax	0	0	0	0	0	-1,322,901	0	0	-1,322,901
Change in fair value of hedging instruments, less tax	0	0	0	0	0	0	61,963	0	61,963
	0	0	0	0	10,483,011	-1,322,901	61,963	0	9,222,073
Balance at 31 Mar 2016	58,420,965	89,562,703	18,765,115	89,979,979	26,363,825	10,712,812	-799,163	-936,685	292,069,551

Statement of changes in equity of Luka Koper, d. d. for 2015

(in EUR)	Share capital	Capital surplus	Legal reserves	Other revenue reserves	Retained earnings	Reserves arising on valuation at fair value			Total equity
						Investments	Financial instruments	Actuarial gains/losses	
Balance at 31 Dec 2014	58,420,965	89,562,703	18,765,115	75,557,442	14,598,947	10,905,958	-1,208,193	-511,665	266,091,272
Total comprehensive income for the period	0								
Profit for the period	0	0	0	0	9,354,988	0	0	0	9,354,988
Change in revaluation surplus of financial assets, less tax	0	0	0	0	0	489,546	0	0	489,546
Change in fair value of hedging instruments, less tax	0	0	0	0	0	0	131,359	0	131,359
	0	0	0	0	9,354,988	489,546	131,359	0	9,975,893
Balance at 31 Mar 2015	58,420,965	89,562,703	18,765,115	75,557,442	23,953,935	11,395,504	-1,076,834	-511,665	276,067,166

NOTES TO THE FINANCIAL STATEMENTS OF LUKEA KOPER, D. D.

Luka Koper, d. d., a port operator and logistic provider, with its registered office in Slovenia, is the controlling company of the Luka Koper Group. The company's Financial Statements are compiled for January – March 2016 resp. as at 31 March 2016.

Statement of compliance

The interim Report has been compiled in accordance with the International Accounting standards 34 - Interim Financial Reporting. The company'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 separated financial statements, the Luke Koper, d. d., wants to provide the broadest sphere of users information on the company's performance from January – March 2016, in comparison with data for the previous year, together with the company's financial position as of 31 March 2016 in comparison with 31 December 2015.

The non-audited financial statements of Luka Koper, d. d., for the reporting period are compiled with the same accounting policies and principles that were applicable in 2015.

Additional notes to the Statement of Financial Position

Revenue

(in EUR)	1-3 2016	1-3 2015
Revenue generated on sales with domestic customers	15,771,408	13,774,943
- services	15,406,536	13,391,622
- goods and material	865	82
- rentals	364,007	383,239
Revenue generated on sales with foreign customers	32,367,965	28,759,433
- services	32,352,065	28,737,018
- rentals	15,900	22,415
Total	48,139,373	42,534,376

Other income

(in EUR)	1-3 2016	1-3 2015
Other operating income	62,501	1,555,143
Reversal of provisions	0	1,499,967
Revaluation operating income	62,501	55,176
Income on sale of property, plant and equipment and investment property	82	1,013
Collected written-off receivables and written-off liabilities	62,419	54,163
Other income	127,299	205,524
Compensations and damages	92,788	186,026
Subsidies and other income not related to services	0	10,547
Other income	34,511	8,951
Total	189,800	1,760,667

Cost of material

(in EUR)	1-3 2016	1-3 2015
Cost of auxiliary material	590,250	593,454
Cost of spare parts	1,101,442	1,183,996
Cost of energy	1,546,772	1,682,047
Cost of office stationary	37,083	35,420
Other cost of material	88,512	96,936
Total	3,364,059	3,591,853

Cost of services

(in EUR)	1-3 2016	1-3 2015
Port services	6,221,712	5,279,255
Cost of transportation	52,764	68,800
Cost of maintenance	1,779,675	1,661,208
Rentals	224,469	158,693
Reimbursement of labour-related costs	121,928	91,161
Costs of payment processing, bank charges and insurance premiums	190,909	164,210
Cost of intellectual and personal services	154,667	168,435
Advertising, trade fairs and hospitality	270,670	290,827
Costs of services provided by individuals not performing business activities	60,857	55,578
Cost of other services		
Sewage and disposal services	218,042	154,840
Information support	730,226	704,623
Concession-related costs	1,623,326	1,459,706
Costs of other services	630,691	539,981
Total	12,279,936	10,797,317

Employee benefits expense

(in EUR)	1-3 2016	1-3 2015
Wages and salaries	7,594,928	6,765,833
Wage compensations	966,476	890,150
Costs of additional pension insurance	344,142	298,809
Employer's contributions on employee benefits	1,416,245	1,253,831
Annual holiday pay, reimbursements and other costs	770,943	710,897
Total	11,092,734	9,919,520

Amortisation and depreciation expense

(in EUR)	1-3 2016	1-3 2015
Depreciation of buildings	3,063,038	2,931,667
Depreciation of equipment and spare parts	3,107,972	3,285,571
Depreciation of small tools	5,254	4,252
Depreciation of investment property	155,881	150,911
Amortisation of intangible assets	155,971	139,565
Total	6,488,116	6,511,966

Other operating expenses

(in EUR)	1-3 2016	1-3 2015
Impairment costs, write-offs and losses on property, plant and equipment, and investment property	3,728	0
Expenses for allowances for receivables	43,004	19,882
Levies that are not contingent upon employee benefits expense and other types of cost	1,690,636	1,229,294
Donations	36,250	153,497
Environmental levies	17,229	20,467
Awards and scholarship to students inclusive of tax	2,853	2,819
Awards and scholarship to students	4,460	6,060
Other costs and expenses	116,451	120,163
Total	1,914,611	1,552,182

Among costs of other services the most significant amount refers, which do not depend on labour costs and other costs, and namely the compensation for the use of the building land in the amount of EUR 1,634,258.

Finance income and expenses

(in EUR)	1-3 2016	1-3 2015
Finance income from shares and interests		
Finance income from shares and interests in other companies	0	40,000
Finance income - interest		
Interest income - Group companies	484	1,134
Interest income - other	5,546	14,971
Finance income from operating receivables		
Finance income from operating receivables due from others	29,927	85,606
Total finance income	35,957	141,711
Finance expenses – interest		
Interest expenses – Group companies	-29,441	-39,131
Interest expenses – associates and jointly controlled entities	-1,963	-1,947
Interest expenses – banks	-642,058	-799,089
Finance expenses for financial liabilities		
Finance expenses for trade payables	0	-338
Finance expenses for other operating liabilities	-23,502	-4,795
Total finance expenses	-696,964	-845,300
Net financial result	-661,007	-703,589

Profit

In January – March 2016, Luka Koper, d. d., generated the operating profit in the amount of EUR 13,189,717 in the comparable period last year EUR 11,922,205. The financial result was negative and amounted to – EUR 661,007 in the comparable period 2015 it amounted to – EUR 703,589. The profit before tax amounted EUR 12,528,710 in the comparable period in 2015 to EUR 11,218,616.

The income tax amounted to EUR 2,044,012 net profit for the period to EUR 10,483,011 in the equivalent period last year the net profit for the period amounted to EUR 9,354,988.

(in EUR)	31 Mar 2016	31 Dec 2015
Net profit for the period	10,483,011	9,354,988
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	0.75	0.67

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

The diluted earning per share is equal to the basic earning per share, since the equity of the company after the conversion of preferential shares into ordinary shares is composed exclusively of ordinary shares.

Additional notes to the Statement of Financial Position

Property, plant and equipment

(in EUR)	31 Mar 2016	31 Dec 2015
Land	7,276,705	7,276,705
Buildings	222,298,982	221,904,041
Plant and machinery	55,332,843	57,306,790
Property, plant and equipment being acquired and advances given	54,041,621	37,846,116
Total	338,950,151	324,333,652

Property, plant and equipment are not pledged as collateral and there were no additional charges on the Luka Koper, d. d., assets.

In the first quarter of 2016, Luka Koper, d. d., did not executed major disposals of property, plant and equipment.

In January - March 2016 most relevant investments of Luka Koper, d. d., were the following:

- continuation of construction of three new fuel tanks at the Liquid terminal,
- continuation of construction of tracks 21 a, b, c and the bridge over the channel,
- arrangement of transport and storage areas for the needs of the Container terminal.

Investment property

(in EUR)	31 Mar 2016	31 Dec 2015
Investment property - land	18,160,734	18,160,734
Investment property - buildings	12,201,115	12,285,222
Total	30,361,849	30,445,956

Intangible assets

Intangible assets refer to the industrial property rights and other rights such as computer software, information systems and development - project programmes, which as at 1 March 2016 amounted to EUR 4,211,784 as at 31 December 2015 to EUR 4,326,997.

Shares and interests in Group companies

As of 31 March 2016, shares and interests in Group companies amounted to EUR 4,533,063 and were at the same level as at 31 December 2015.

Shares and interests in associates

Shares and interests in associated companies as at 31 March 2016 amounted to EUR 6,737,709 stayed at the same level as at 31 December 2015.

Other non-current investments

(in EUR)	31 Mar 2016	31 Dec 2015
Other investments measured at cost	1,054,854	1,054,854
Other investments measured at fair value through equity	29,013,376	30,623,127
Total	30,068,230	31,677,981

Deposits and loans given

(in EUR)	31 Mar 2016	31 Dec 2015
Financial assets held to maturity:		
Non-current loans given with purchase of bonds from others	360,884	360,884
Loans		
Non-current loans to others, including finance lease	34,474	39,535
Non-current housing loans to employees	22,043	21,608
Non-current loans to others	12,431	17,927
Total	395,358	400,419

Non-current operating receivables

As of 31 March 2016, non-current operating receivables amounted to EUR 37,931 and stayed at the same level as at 31 December 2015.

Deferred tax

(in EUR)	Deferred tax assets		Deferred tax liabilities	
	31 Mar 2016	31 Dec 2015	31 Mar 2016	31 Dec 2015
Deferred tax assets and liabilities relating to:				
impairment of investments in subsidiaries	512,122	512,122	0	0
impairment of investments in associates	15,725	15,725	0	0
impairment of other investments and deductible temporary differences arising on securities	8,367,690	8,310,762	2,215,128	2,432,357
financial instruments	176,375	176,375	0	0
allowances for trade receivables	192,372	192,372	0	0
provisions for retirement benefits	272,586	273,623	0	0
provisions for jubilee premiums	43,537	44,186	0	0
long-term accrued costs and deferred income from public commercial services	409,091	409,091	0	0
Total	9,989,498	9,934,256	2,215,128	2,432,357

As of 31 March 2016, deferred tax assets amounted to EUR 9,989,498 and as at 31 December to EUR 9,934,256.

Inventories

As at 31 March 2016, inventories were recorded at EUR 929,397 whilst at the end of 2015 they amounted to EUR 813,734. The major part of these inventories is related to the overhead and auxiliary material in the amount of EUR 456,715 and maintenance material and spare parts in the amount of EUR 394,204.

Deposits and loans given

(in EUR)	31 Mar 2016	31 Dec 2015
Current loans to Group companies	161,819	161,819
Current loans to others	18,017	15,305
Total	179,836	177,124

Trade and other receivables

(in EUR)	31 Mar 2016	31 Dec 2015
Current trade receivables:		
domestic costumers	16,849,001	16,253,109
foreign costumers	9,706,824	10,392,229
Current operating receivables due from Group companies	176,536	76,049
Current operating receivables due from associates	44,257	43,763
Current trade receivables	26,776,618	26,765,150
Current receivables due from dividends	200,000	200,000
Advances and collaterals given	89,401	81,542
Current receivables related to finance income	3,104	3,393
Receivables due from the state	3,111,619	1,299,823
Other current receivables	84,823	177,310
Total trade receivables	30,265,565	28,527,218
Short-term deferred costs and expenses	470,910	252,830
Accrued income	559,927	1,095,779
Other receivables	1,030,837	1,348,609
Total	31,296,402	29,875,827

As at 31 March 2016, the Group pledged receivables in connection with collate rising a bank loan in amount of EUR 5,300,000. On the reporting date, these receivables amounted to EUR 141,642. Among accrued income, Luka Koper, d. d., classifies accrued income for development projects.

Cash and cash equivalents

(in EUR)	31 Mar 2016	31 Dec 2015
Cash in hand	58	21
Bank balances	200.446	367.030
Current deposits	4.329.359	4.821.518
Total	4.529.863	5.188.569

Equity

(in EUR)	31 Mar 2016	31 Dec 2015
Share capital	58,420,965	58,420,965
Capital surplus (share premium)	89,562,703	89,562,703
Revenue reserves	108,745,094	108,745,094
<i>Legal reserves</i>	<i>18,765,115</i>	<i>18,765,115</i>
<i>Other revenue reserves</i>	<i>89,979,979</i>	<i>89,979,979</i>
Reserves arising from valuation at fair value	8,976,964	10,237,902
Retained earnings	15,880,814	1,458,277
Net profit for the period	10,483,011	14,422,537
Equity	292,069,551	282,847,478

Provisions

(in EUR)	31 Mar 2016	31 Dec 2015
Provisions for retirement benefits and similar obligations	2,685,218	2,715,229
Provisions for legal disputes	475,224	475,224
Total	3,160,442	3,190,453

Deferred income

(in EUR)	31 Mar 2016	31 Dec 2015
Long-term deferred income for regular maintenance	8,077,651	7,823,250
Long-term deferred income	2,413,372	3,034,711
Total	10,491,023	10,857,961

Loans and borrowings

(in EUR)	31 Mar 2016	31 Dec 2015
Non-current financial liabilities to Group companies	13,400,000	10,000,000
Non-current borrowings from domestic banks	65,969,914	66,544,844
Non-current borrowings from foreign banks	33,236,889	33,809,978
Total	112,606,803	110,354,822

Non-current financial liabilities from borrowings at 31 March 2016 were EUR 2,251,981 ahead on 31 December 2015, and due to the obtainment of a loan from the Group's company in the amount of EUR 3,400,000 and the reclassification of a part of liabilities to current liabilities.

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 of 31 March 2016 amounted to EUR 669,084 as at 31 December 2015 to EUR 639,954.

Non-current operating liabilities

As of 31 March 2016, the non-current financial liabilities amounted to EUR 190,380 which is EUR 5,826 ahead on 31 December 2015.

Loans and borrowings

(in EUR)	31 Mar 2016	31 Dec 2015
Current financial liabilities to Group companies	30,580	30,580
Current financial liabilities to associates	500,000	500,000
Current borrowings from domestic banks	8,375,983	8,375,983
Current borrowings from foreign banks	1,721,312	1,147,541
Total	10,627,875	10,054,104

As of 31 March 2016, the current liabilities related to the borrowings were EUR 573,771 higher than as at 31 December 2015, and namely as at net effect of the transfer of a part of liabilities from non-current to current liabilities and the repayment of the principal amount.

Other current financial liabilities

Other non-current financial liabilities in the amount of EUR 773,333 (as of 31 December 2015 they amounted to EUR 848,073) are the liabilities for interests and liabilities for payment of interest swap, which was established in compliance with the management of interest rate risk strategy of the parent company.

Trade and other payables

(in EUR)	31 Mar 2016	31 Dec 2015
Current liabilities to:		
domestic suppliers	11,605,015	12,111,020
foreign suppliers	545,854	2,720,702
Current liabilities to Group companies	569,972	488,206
Current liabilities to associates	114,557	99,564
Current trade payables	12,835,398	15,419,492
Current liabilities from advances	68,449	42,340
Current liabilities to employees	3,282,581	3,028,348
Current liabilities to state and other institutions	4,353,458	909,664
Total operating liabilities	20,539,886	19,399,844
Accrued costs	8,116,733	4,912,465
Other operating liabilities	8,116,733	4,912,465
Total	28,656,619	24,312,309

Current liabilities increased mainly due to the increase of accrued costs, and respectively for compensation of the use of building plot.

Contingent assets and liabilities

(in EUR)	31 Mar 2016	31 Dec 2015
Securities given	27,242,869	15,984,283
Guarantees received	11,043,669	10,013,571
Contingent assets under legal disputes	32,638,935	32,638,935
Other contingent assets	92,007	67,153
Total contingent assets	71,017,480	58,703,942
Guarantees given	1,560,000	1,560,000
Securities given	8,603,014	7,152,284
Contingent liabilities under legal disputes	3,012,100	3,012,100
Approved borrowing	36,000,000	36,000,000
Total contingent liabilities	49,175,114	47,724,384

Securities received increased due to the advance payment guarantees for the purchase of the port's equipment, whilst the securities given for letters of credits given to the supplier of the port's equipment.

Financial instruments and financial risk management

The most significant risks to which the Company is exposed to, include:

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

1. Risk management of the change in fair value

The company has invested 6.2 percent of its assets (at the end of 2015 6.8 percent) in 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 company in association with investments in market securities of Slovenian companies. As at 31 March 2016, the value of current available-for-sale investments at fair value through equity, amounted to EUR 29,013,376. 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 31 March 2016

Change in index (in %)	Impact on equity
-10%	-2,901,338
10%	2,901,338

Risk of change in fair value of securities as at 31 December 2015

Change in index (in %)	Impact on equity
-10%	-3,062,313
10%	3,062,313

Fair value hierarchy

(in EUR)	Valuation at fair value			
	Carrying amount at 31 Mar 2016	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	29,013,376	29,013,376	0	0
Assets measured at cost				
Loans given	575,194	0	0	575,194
Other shares and interests	12,325,626	0	0	12,325,626
Operating receivables	30,265,565	0	0	30,265,565
Liabilities measured at fair value				
Interest rate hedging for borrowings	669,084	0	669,084	0
Liabilities measured at amortised cost				
Other financial liabilities	773,333	0	397,546	375,787
Borrowings	123,378,800	0	0	123,378,800
Operating liabilities	20,539,886	0	0	20,539,886

(in EUR)	Valuation at fair value			
	Carrying amount at 31 Dec 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	30,623,127	30,623,127	0	0
Assets measured at cost				
Loans given	577,543	0	0	577,543
Other shares and interests	12,325,626	0	0	12,325,626
Operating receivables	28,527,218	0	0	28,527,218
Liabilities measured at fair value				
Interest rate hedging for borrowings	639,954	0	639,954	0
Liabilities measured at amortised cost				
Other financial liabilities	848,073		397,546	450,527
Borrowings	120,558,509	0	0	120,558,509
Operating liabilities	19,399,844	0	0	19,399,844

2. Management of interest rate risk

In January – March 2016, the company's financial liabilities increased by 2.3 percent with respect to 31 December 2015, thus as at 31 March 2016 they amounted to EUR 124,677,095.

The percentage of financial liabilities in the total structure of liabilities remained at the level as at 31 December 2015, and namely by 27 percent. The effect of eventual changes of variable interest rates on the future net profit after tax is shown in the table below.

In previous years the company hedged the interest rate risk for two major non-current borrowings in the total open amount of EUR 62,142,857 as at 31 March 2016, respectively the borrowing in the amount of EUR 27,142,857 with final maturity in 2025 and the borrowing in the amount of EUR 35,000,000 with final maturity in 2031. The eventual change of variable may consequently affect 38.3 percent company's borrowings (in 2015 this share amounted to 39.7 percent), since the remaining 61.7 percent is hedged for eventual change of variable interest rate.

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 31 Mar 2016	Increase by 15 bp	Increase by 25 bp	Increase by 50 bp
3M EURIBOR	47,305,362	18,672	80,754	199,017
Total effect	47,305,362	18,672	80,754	199,017

(in EUR)	Borrowings from banks under the variable interest rate as at 2015	Increase by 15 bp	Increase by 25 bp	Increase by 50 bp
3M EURIBOR	47,885,073	19,252	82,203	201,916
Total effect	47,885,073	19,252	82,203	201,916

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, 25 and 50 base points.

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 delay 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 2 years	3 to 5 years	More than 5 years	Total
31 Mar 2016						
Loans and borrowings*	3,608,282	7,019,593	13,582,399	38,813,022	60,355,503	123,378,799
Accrued interest maturing in the next calendar year	56,677	0	0	0	0	56,677
Expected interest on all borrowings	624,610	1,147,242	1,522,159	3,078,603	1,698,388	8,071,002
Other financial liabilities	375,787	397,546	0	669,084	0	1,442,417
Payables to suppliers	12,835,398	0	0	0	0	12,835,398
Other operating liabilities	7,704,488	0	0	0	0	7,704,488
Total	25,205,242	8,564,381	15,104,558	42,560,709	62,053,891	153,488,781
31 Dec 2015						
Loans and borrowings*	579,710	9,474,394	11,761,732	41,213,399	57,529,274	120,558,509
Accrued interest maturing in the next calendar year	33,947	0	0	0	0	33,947
Expected interest on all borrowings	335,166	1,569,968	1,583,425	3,238,917	1,925,740	8,653,216
Other financial liabilities	450,527	397,546	0	639,954	0	1,488,027
Payables to suppliers	15,419,492	0	0	0	0	15,419,492
Other operating liabilities	3,980,352	0	0	0	0	3,980,352
Total	20,799,194	11,441,908	13,345,157	45,092,270	59,455,014	150,133,543

* 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 quarter of 2016, the average monthly balance of outstanding trade receivables amounted to 114 thousand US dollars. As at 31 March 2016 outstanding receivables in US dollars amounted to 0.28 percent, as at 31 December 2015 to 0.79 percent of total outstanding trade receivables.

5. Management of credit risk

Assets exposed to credit risk:

(in EUR)	31 Mar 2016	31 Dec 2015
Non-current loans	395,358	400,419
Non-current operating liabilities	37,931	37,931
Current loans	179,836	177,124
Current trade receivables	26,776,618	26,765,150
Other current receivables	3,488,947	1,762,068
Cash and cash equivalents	4,529,863	5,188,569
Guarantees and collaterals granted	10,163,014	8,712,284
Total	45,571,567	43,043,545

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. Risk management relating to adequate capital structure

(in EUR)	31 Mar 2016	31 Dec 2015
Total liabilities	171,434,699	165,635,740
Cash and cash equivalents and current deposits	-4,529,863	-5,188,569
Net debt	166,904,836	160,447,171
Equity	292,069,551	282,847,478
Net debt/equity	0.57	0.57

CONSOLIDATED FINANCIAL STATEMENTS OF THE LUKA KOPER GROUP

Consolidated income statement

(in EUR)	1-3 2016	1-3 2015
Revenue	51,138,533	44,843,589
Capitalised own products and services	0	5,354
Other income	677,646	2,221,722
Cost of material	-3,952,175	-3,813,678
Cost of services	-12,218,619	-10,787,883
Employee benefits expense	-12,665,144	-11,303,119
Amortisation and depreciation expense	-6,737,017	-6,808,822
Other operating expenses	-1,925,967	-1,568,542
Operating profit	14,317,257	12,788,621
Finance income	39,637	153,970
Finance expenses	-668,314	-806,258
Loss from financing activities	-628,677	-652,288
Profit or loss of associates	528,943	341,749
Profit before tax	14,217,523	12,478,082
Income tax expense	-2,205,783	-1,991,956
Deferred taxes	-2,096	-2,203
Net profit for the period	12,009,644	10,483,923
Net profit attributable to owners of the company	12,003,910	10,480,831
Net profit attributable to non-controlling interests	5,734	3,092
Net earnings per share – basic and diluted	0.86	0.75

Consolidated statement of other comprehensive income

(in EUR)	1-3 2016	1-3 2015
Profit for the period	12,009,644	10,483,923
Change in revaluation surplus of available-for-sale financial assets	-1,622,065	477,752
Deferred tax on revaluation of available-for-sale financial assets	288,944	-81,218
Change in fair value of hedging instruments	74,655	158,264
Deferred tax on change in value of hedging instruments	-12,692	-26,905
Total comprehensive income that will not be reclassified subsequently to profit or loss	-1,271,158	527,893
Other comprehensive income	-1,271,158	527,893
Total comprehensive income for the period	10,738,486	11,011,816
Total comprehensive income of owners of the company	10,732,752	11,008,724
Total comprehensive income of non-controlling interests	5,734	3,092

Consolidated statement of financial position

(in EUR)	31 Mar 2016	31 Dec 2016
ASSETS		
Property, plant and equipment	356,131,671	341,565,465
Investment property	18,712,025	18,749,424
Intangible assets	4,605,263	4,732,332
Shares and interests in associates	12,228,772	11,699,829
Other non-current investments	32,868,027	34,490,093
Loans given and deposits	395,358	400,419
Non-current operating receivables	37,931	37,931
Deferred tax assets	9,712,249	9,657,416
Non-current assets	434,691,296	421,332,909
Assets held for sale	13,882	14,047
Inventories	929,397	813,734
Deposits and loans given	180,877	311,887
Trade and other receivables	33,009,211	31,908,819
Deferred tax assets	1,410,497	0
Cash and cash equivalents	9,476,921	12,610,049
Current assets	45,020,785	45,658,536
TOTAL ASSETS	479,712,081	466,991,445
EQUITY AND LIABILITIES		
Share capital	58,420,965	58,420,965
Capital surplus (share premium)	89,562,703	89,562,703
Revenue reserves	108,745,096	108,745,096
Reserves arising from valuation at fair value	8,932,460	10,203,618
Retained earnings	51,191,612	39,187,701
Equity of owners of the parent	316,852,836	306,120,083
Non-controlling interests	176,120	170,386
Equity	317,028,956	306,290,469
Provisions	13,287,937	13,785,360
Deferred income	3,655,780	3,690,601
Loans and borrowings	99,206,803	100,354,822
Other non-current financial liabilities	669,084	639,954
Non-current operating liabilities	268,472	263,401
Deferred tax liabilities	2,222,455	2,441,778
Non-current liabilities	119,310,531	121,175,916
Loans and borrowings	10,597,295	10,023,524
Other current financial liabilities	773,494	848,234
Income tax liabilities	2,368,194	2,923,564
Trade and other payables	29,633,611	25,729,738
Current liabilities	43,372,594	39,525,060
TOTAL EQUITY AND LIABILITIES	479,712,081	466,991,445

Consolidated statement of cash flows

(in EUR)	1-3 2016	1-3 2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period	12,009,644	10,483,923
Adjustments for:		
Amortisation/Depreciation	6,737,017	6,808,822
Reversal and impairment losses on property, plant and equipment, and intangible assets	4,679	0
Gain on sale of property, plant and equipment, intangible assets and investment property	-809	-5,931
Allowances for receivables	34,549	21,182
Collected written-off receivables and liabilities	-62,438	0
Reversal of provisions	0	-1,499,967
Finance income	-39,637	-153,970
Finance expenses	668,314	806,258
Recognised results of subsidiaries under equity method	-528,943	-341,749
Income tax expense and income (expenses) from deferred taxes	2,207,879	1,994,159
Profit before change in net current operating assets and taxes	21,030,255	18,112,727
Change in operating receivables	-1,040,382	-4,640,087
Change in inventories	-115,663	-27,485
Change in assets (disposal group) held for sale	165	-379,558
Change in operating liabilities	1,150,181	4,939,524
Change in provision	-34,821	-1,499,967
Change in non-current deferred income	-497,423	-418,286
Cash generated in operating activities	20,492,312	16,086,868
Interest expenses	-668,314	-805,482
Tax expenses	-1,410,497	-683,168
Net cash from operating activities	18,413,501	14,598,218
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	39,637	151,149
Proceeds from sale of property, plant and equipment, and intangible assets	1,082	257,778
Proceeds from sale, less investments and loans given	136,118	3,995
Acquisition of property, plant and equipment, and intangible assets	-21,143,709	-3,255,646
Acquisition of investments, increase in loans given	-47	-7,819
Net cash used in investing activities	-20,966,919	-2,850,543
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of current borrowings	-579,710	-2,299,008
Net cash used in financing activities	-579,710	-2,299,008
Net increase in cash and cash equivalents	-3,133,128	9,448,667
Opening balance of cash and cash equivalents	12,610,049	5,940,791
Closing balance of cash and cash equivalents	9,476,921	15,389,458

Consolidated statements of changes in equity in 2016

(in EUR)	Share capital	Capital surplus	Legal reserves	Other revenue reserves	Retained earnings	Reserves arising on valuation at fair value			Total equity of owners of the parent company	Non-controlling interests	Total equity
						Investments	Financial instruments	Actuarial gains/losses			
Balance at 31 Dec 2015	58,420,965	89,562,703	18,765,117	89,979,979	39,187,701	12,081,707	-861,126	-1,016,963	306,120,083	170,386	306,290,469
Total comprehensive income for the period											
Profit for the period	0	0	0	0	12,003,910	0	0	0	12,003,910	5,734	12,009,644
Change in revaluation surplus of financial assets, less tax	0	0	0	0	0	-1,333,121	0	0	-1,333,121	0	-1,333,121
Change in fair value of hedging instruments, less tax	0	0	0	0	0	0	61,963	0	61,963	0	61,963
	0	0	0	0	12,003,910	-1,333,121	61,963	0	10,732,752	5,734	10,738,486
Balance at 31 Mar 2016	58,420,965	89,562,703	18,765,117	89,979,979	51,191,612	10,748,586	-799,163	-1,016,963	316,852,836	176,120	317,028,956

Consolidated statements of changes in equity in 2015

(in EUR)	Reserves arising on valuation at fair value								Total equity of owners of the parent company	Non-controlling interests	Total equity
	Share capital	Capital surplus	Legal reserves	Other revenue reserves	Retained earnings	Investments	Financial instruments	Actuarial gains/losses			
Balance at 31 Dec 2014	58,420,965	89,562,703	18,765,117	75,557,441	34,325,098	11,285,672	-1,208,193	-548,729	286,160,074	163,496	286,323,570
Total comprehensive income for the period	0										
Profit for the period	0	0	0	0	10,480,831	0	0	0	10,480,831	3,092	10,483,923
Change in revaluation surplus of financial assets, less tax	0	0	0	0	0	396,534	0	0	396,534	0	396,534
Change in fair value of hedging instruments, less tax	0	0	0	0	0	0	131,359	0	131,359	0	131,359
	0	0	0	0	10,480,831	396,534	131,359	0	11,008,724	3,092	11,011,816
Balance at 31 Mar 2015	58,420,965	89,562,703	18,765,117	75,557,441	44,805,929	11,682,206	-1,076,834	-548,729	297,168,798	166,588	297,335,386

NOTES OF THE FINANCIAL STATEMENTS OF THE LUKA KOPER GROUP

The interim statements of Luka Koper Group for January – March 2016, i.e. as at 31 March 2016, encompass the financial statements of the controlling company, Luka Koper, d. d., as the statements of its subsidiary enterprises, together with attributable profits and losses of associated companies.

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 2016, in comparison with data for the previous year, together with the Group's financial position as of 31 March 2016 in comparison with 31 December 2015.

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 2015.

Additional notes to the consolidated income statement

Revenue

(in EUR)	1-3 2016	1-3 2015
Revenue generated on sales with domestic customers	17,627,555	15,041,563
- services	17,317,043	14,723,909
- goods and material	865	82
- rentals	309,647	317,572
Revenue generated on sales with foreign customers	33,510,978	29,802,026
- services	33,495,078	29,779,322
- rentals	15,900	22,704
Total	51,138,533	44,843,589

Other income

(in EUR)	1-3 2016	1-3 2015
Other operating income	548,452	1,567,352
Reversal of provisions	0	1,499,967
Subsidies, grants and similar income	485,205	7,290
Revaluation operating income	63,247	60,095
Income on sale of property, plant and equipment and investment property	809	5,931
Collected written-off receivables and written-off liabilities	62,438	54,164
Other income	129,194	654,370
Compensations and damages	94,682	186,026
Subsidies and other income not related to services	0	454,868
Other income	34,512	13,476
Total	677,646	2,221,722

Cost of material

(in EUR)	1-3 2016	1-3 2015
Cost of material	458	348
Cost of auxiliary material	1,141,564	784,522
Cost of spare parts	1,057,451	1,150,988
Cost of energy	1,612,288	1,734,465
Cost of office stationary	40,791	40,034
Other cost of material	99,623	103,321
Total	3,952,175	3,813,678

Cost of services

(in EUR)	1-3 2016	1-3 2015
Cost of services rendered in connection with the core activity	6,158,009	5,278,104
Cost of transportation	52,359	57,004
Cost of maintenance	1,395,743	1,383,944
Rentals	262,822	219,299
Reimbursement of labour-related costs	136,951	99,729
Costs of payment processing, bank charges and insurance premiums	206,463	177,613
Cost of intellectual and personal services	158,975	174,788
Advertising, trade fairs and hospitality	269,328	291,208
Costs of services provided by individuals not performing business activities	65,667	62,464
Cost of other services		
Sewage and disposal services	43,411	31,217
Information support	771,824	747,790
Concession-related costs	1,623,326	1,459,706
Costs of other services	1,073,741	805,017
Total	12,218,619	10,787,883

Employee benefits expense

(in EUR)	1-3 2016	1-3 2015
Wages and salaries	8,630,792	7,657,974
Wage compensations	1,114,057	1,015,241
Costs of additional pension insurance	394,816	344,867
Employer's contributions on employee benefits	1,601,408	1,423,823
Annual holiday pay, reimbursements and other costs	924,071	861,214
Total	12,665,144	11,303,119

Amortisation and depreciation expense

(in EUR)	1-3 2016	1-3 2015
Depreciation of buildings	3,147,498	3,078,756
Depreciation of equipment and spare parts	3,305,992	3,527,257
Depreciation of small tools	6,027	6,430
Depreciation of investment property	109,173	44,432
Amortisation of intangible assets	168,327	151,947
Total	6,737,017	6,808,822

Other operating expenses

(in EUR)	1-3 2016	1-3 2015
Impairment costs, write-offs and losses on property, plant and equipment, and investment property	4,679	0
Expenses for allowances for receivables	34,549	21,182
Levies that are not contingent upon employee benefits expense and other types of cost	1,586,315	1,236,441
Donations	155,760	159,609
Environmental levies	14,588	18,154
Awards and scholarship to students inclusive of tax	3,433	3,656
Awards and scholarship to students	4,460	6,060
Other costs and expenses	122,183	123,440
Total	1,925,967	1,568,542

Among other operating expenses the most significant amount represent the charges not depending on labour costs and other costs, respectively the compensation for the use of the building land in the amount of EUR 1,660,280.

Finance income and expenses

(in EUR)	1-3 2016	1-3 2015
Finance income from shares and interests		
Finance income from shares and interests in other companies	0	40,000
Finance income - interest		
Interest income - other	6,741	22,945
Finance income from operating receivables		
Finance income from operating receivables due from others	32,896	91,025
Total finance income	39,637	153,970
Finance expenses – interest		
Interest expenses – associates and jointly controlled entities	-1,963	-1,947
Interest expenses – banks	-642,058	-799,089
Finance expenses for financial liabilities		
Finance expenses for trade payables	-168	-355
Finance expenses for other operating liabilities	-24,125	-4,867
Total finance expenses	-668,314	-806,258
Net financial result	-628,677	-652,288

Net profit of the period

The Group's net profit of the period for January – March 2016 amounted to EUR 12,009,644 (in the equivalent period last year EUR 10,483,923) whereof EUR 12,003,910 (in the equivalent period 2015 EUR 10,480,831) pertain to the parent company, and EUR 5,734 (in the equivalent period 2015 EUR 3,092) to the non-controlling company. Non-controlling interest pertains to the co-owner of the company TOC, d. o. o.

(in EUR)	31 Mar 2016	31 Dec 2016
Net profit for the period	12,003,910	10,480,831
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	0.86	0.75

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 consolidated statement of financial position

Property, plant and equipment

(in EUR)	31 Mar 2016	31, 12, 2014
Land	10,445,956	10,445,956
Buildings	233,930,517	233,620,036
Plant and machinery	57,713,472	59,652,478
Property, plant and equipment being acquired and advances given	54,041,726	37,846,995
Total	356,131,671	341,565,465

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

In January – March 2016, the Group did not executed major disposals of property, plant and equipment.

In January –March the largest investments were the following:

- continuation of the construction of three new fuel tanks at the Liquid cargoes terminal,
- continuation of the construction of the track 21 a, b, c and the bridge over the channel,
- arrangement of transport and storage areas for the needs of the container terminal.

Investment property

(in EUR)	31 Mar 2016	31 Dec 2016
Investment property - land	14,991,483	14,991,483
Investment property - buildings	3,720,542	3,757,941
Total	18,712,025	18,749,424

Intangible assets

(in EUR)	31 Mar 2016	31 Dec 2016
Development costs	263,807	273,522
Non-current property rights (concessions, patents, licences, trademarks and similar rights)	4,341,456	4,458,810
Total	4,605,263	4,732,332

Shares and interests in associates

(in EUR)	2016	2015
Balance at 1 January	11,699,829	10,846,601
Increase		
Attributable profits	528,943	1,328,228
Decrease		
Dividends paid	0	-475,000
Balance at the end of the period	12,228,772	11,699,829

Other non-current investments

(in EUR)	31 Mar 2016	31 Dec 2016
Other investments measured at cost	3,540,629	3,540,629
Other investments measured at fair value through equity	29,327,398	30,949,464
Total	32,868,027	34,490,093

A decline in the value of investments measured at fair value through equity was due to the reduction in the value of shares on the stock exchange.

Loans and given deposits

(in EUR)	31 Mar 2016	31 Dec 2016
Financial assets held to maturity		
Non-current loans given with purchase of bonds from others	360,884	360,884
Loans		
Non-current loans to others, including finance lease	34,474	39,535
Non-current housing loans to employees	22,043	21,608
Non-current loans to others	12,431	17,927
Total	395,358	400,419

Deferred tax

(in EUR)	Deferred tax assets		Deferred tax liabilities	
	31 Mar 2016	31 Dec 2016	31 Mar 2016	31 Dec 2016
Deferred tax assets and liabilities relating to:				
impairment of investments in associates	15,725	15,725	0	0
impairment of other investments and deductible temporary differences arising on securities	8,535,119	8,478,190	2,222,455	2,441,778
financial instruments	176,375	176,375	0	0
allowances for trade receivables	217,712	217,712	0	0
provisions for retirement benefits	307,764	309,087	0	0
provisions for jubilee premiums	50,462	51,235	0	0
long-term accrued costs and deferred income from public commercial services	409,092	409,092	0	0
Total	9,712,249	9,657,416	2,222,455	2,441,778

Inventories

As at 31 March 2016 the inventories of the material account for EUR 929,397 as at 31 December 2015 they accounted for EUR 813,734. Major part of these inventories is related to the overhead and auxiliary material in the amount of EUR 456,715 and the maintenance material and spare parts in the amount of EUR 394,204.

Deposits and loans given

(in EUR)	31 Mar 2016	31 Dec 2016
Current loans to others	18,017	15,305
Non-current deposits to others	162,860	296,582
Total	180,877	311,887

Trade and other receivables

(in EUR)	31 Mar 2016	31 Dec 2016
Current trade receivables:		
domestic costumers	18,372,212	17,787,919
foreign costumers	9,852,845	10,484,805
Current operating receivables due from associates	44,257	43,763
Current trade receivables	28,269,314	28,316,487
Current receivables due from dividends	200,000	200,000
Advances and collaterals given	90,931	82,500
Current receivables related to finance income	14,812	17,240
Receivables due from the state	3,224,476	1,384,713
Other current receivables	102,167	207,386
Total trade receivables	31,901,700	30,208,326
Short-term deferred costs and expenses	547,432	603,868
Accrued income	560,079	1,096,625
Other receivables	1,107,511	1,700,493
Total	33,009,211	31,908,819

As at 31 March 2016, the Group pledged receivables in connection with collate rising a bank loan in amount of EUR 5,300,000. On the reporting date, these receivables amounted to EUR 141,642. Among accrued income are registered as accrued income related to the development projects.

Cash and cash equivalents

(in EUR)	31 Mar 2016	31 Dec 2016
Cash in hand	16,021	7,606
Bank balances	422,911	573,190
Current deposits	9,037,989	12,029,253
Total	9,476,921	12,610,049

Equity

(in EUR)	31 Mar 2016	31 Dec 2016
Share capital	58,420,965	58,420,965
Capital surplus (share premium)	89,562,703	89,562,703
Revenue reserves	108,745,096	108,745,096
<i>Legal reserves</i>	18,765,117	18,765,117
<i>Other revenue reserves</i>	89,979,979	89,979,979
Reserves arising from valuation at fair value	8,932,460	10,203,618
Retained earnings	39,187,702	21,202,404
Net profit for the period	12,003,910	17,985,297
Equity of owners of the parent	316,852,836	306,120,083
Non-controlling interests	176,120	170,386
Equity	317,028,956	306,290,469

Provisions

(in EUR)	31 Mar 2016	31 Dec 2016
Provisions for retirement benefits and similar obligations	3,180,556	3,215,377
Provisions for legal disputes	475,224	475,224
Total	3,655,780	3,690,601

Deferred income

(in EUR)	31 Mar 2016	31 Dec 2016
Long-term deferred income for regular maintenance	8,077,651	7,823,250
Non-refundable grants received	2,953,771	3,575,640
Other long-term deferred income	2,256,515	2,386,470
Total	13,287,937	13,785,360

Loans and borrowings

(in EUR)	31 Mar 2016	31 Dec 2016
Non-current borrowings from domestic banks	65,969,914	66,544,844
Non-current borrowings from foreign banks	33,236,889	33,809,978
Total	99,206,803	100,354,822

As at 31 March 2016, non-current liabilities related to loans as at 31 March 2016 were EUR 1,148,019 lower than as at 31 December 2015 due to the transfer of a part of liabilities to current liabilities.

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 of 31 March 2016 amounted to EUR 669,084 as at 31 December 2015 to EUR 639,954.

Non-current operating liabilities

Non-current operating liabilities represent non-current advances and deposits, which as at 31 March 2016 amounted to EUR 268,472 as at 31 December 2015 they amounted to EUR 263,401.

Loans and borrowings

(in EUR)	31 Mar 2016	31 Dec 2016
Current financial liabilities to associates	500,000	500,000
Current borrowings from domestic banks	8,375,983	8,375,983
Current borrowings from foreign banks	1,721,312	1,147,541
Total	10,597,295	10,023,524

Current liabilities from borrowings as at 31 March 2016 were EUR 573,771 higher than as at 31 December 2015, and namely as the net effect of the transfer of a part of non-current liabilities to current liabilities and the repayment of the principal amount.

Other current financial liabilities

Other current financial liabilities for interests and liabilities for the payment of the interest swap, established in compliance with the management of interest rate risk strategy of the parent company and as at 31 March 2016 amounted to EUR 773,494 as at December 2015 to EUR 848,234.

Trade and other payables

(in EUR)	31 Mar 2016	31 Dec 2016
Current liabilities to:		
domestic suppliers	12,244,330	13,164,430
foreign suppliers	554,811	2,740,831
Current liabilities to associates	114,557	99,564
Current trade payables	12,913,698	16,004,825
Current liabilities from advances	122,423	78,381
Current liabilities to employees	3,658,107	3,422,925
Current liabilities to state and other institutions	4,436,938	948,764
Total operating liabilities	21,131,166	20,454,895
Accrued costs or expenses	8,497,606	5,176,915
Short-term deferred income	1,107	6,275
Other operating liabilities	3,732	91,653
Other operating liabilities	8,502,445	5,274,843
Total	29,633,611	25,729,738

Current operating liabilities increased mainly due to the increase of accrued costs for the compensation for the use the building plot.

Contingent assets and liabilities

(in EUR)	31 Mar 2016	31 Dec 2016
Securities given	27,242,869	15,984,283
Guarantees received	11,311,140	10,281,042
Contingent assets under legal disputes	32,638,935	32,638,935
Other contingent assets	93,639	70,225
Total contingent assets	71,286,583	58,974,485
Guarantees given	1,856,270	2,106,270
Securities given	8,603,014	6,902,284
Contingent liabilities under legal disputes	3,012,100	3,012,100
Approved borrowing	36,000,000	36,000,000
Total contingent liabilities	49,471,384	48,020,654

Securities received increased due to the advance payment guarantees for the purchase of the port's equipment, whilst the securities given for letters of credits given to the supplier of the port's equipment.

Related party transactions

In January – March 2016 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, order, offers and similar, for which market terms were applied, which are used for the transactions with unrelated parties.

Financial instruments and financial risk management

The financial risks to which the Group is exposed include:

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

1. Risk management relating to change in fair value

The Group has invested 6.1 percent of its assets (at the end of previous year 6.6 percent) in investments measured at fair value, whereof the parent company 98 percent.

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 31 March 2016, the value of non-current available-for-sale investments at fair value through equity amounted to EUR 29,327,398. 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 31 March 2016

Change of index (in %)	Impact ion equity
-10%	-2,932,740
10%	2,932,740

Risk of change at fair value of securities as at 31 December 2015

Change of index (in %)	Impact ion equity
-10%	-3,094,946
10%	3,094,946

Fair value hierarchy

(in EUR)	Valuation at fair value			
	Carrying amount at 31 Mar 2016	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	29,327,398	29,327,398	0	0
Assets measured at cost				
Loans given	576,235	0	0	576,235
Other shares and interests	3,540,629	0	0	3,540,629
Operating receivables	31,901,700	0	0	31,901,700
Liabilities measured at fair value				
Interest rate hedging for borrowings	669,084	0	669,084	0
Liabilities measured at amortised cost				
Other financial liabilities	773,494	0	397,456	375,948
Borrowings	109,948,220	0	0	109,948,220
Operating liabilities	21,131,166	0	0	21,131,166

(in EUR)	Valuation at fair value			
	Carrying amount at 31 Dec 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	30,949,464	30,949,464	0	0
Assets measured at cost				
Loans given	712,306	0	0	712,306
Other shares and interests	3,540,629	0	0	3,540,629
Operating receivables	30,208,326	0	0	30,208,326
		0	0	0
Liabilities measured at fair value				
Interest rate hedging for borrowings	639,954	0	639,954	0
Liabilities measured at amortised cost				
Other financial liabilities	848,234	0	397,456	450,778
Borrowings	110,527,929	0	0	110,527,929
Operating liabilities	20,454,895	0	0	20,454,895

2. Management of interest rate risk

the parent company encounters the interest rate risk, since its financial liabilities are with variable interest rates.

In January to March 2016 the Group managed to reduce financial liabilities by 0.8 percent with respect to the previous business year, and as at 31 March 2016 they amounted to EUR 111,246,676. In previous year the parent company entered into an interest rate hedge for two major borrowings in the total amount of EUR 62,142,857. It is a case of the borrowing in the amount of EUR 27,142,857 with final maturity in 2025 and the borrowing in the amount of EUR 35,000,000 with final maturity in 2031. An eventual change of variable interest rates may have a consequential impact on 43.0 percent of all Group borrowings and in comparison to the end of 2015 has not changed. The remaining 57.0 percent is hedged against eventual change of variable interest rates.

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 31 Mar 2016	Increase by 15 bp	Increase by 25 bp	Increase by 50 bp
3M EURIBOR	47,305,362	18,672	80,754	199,017
Total effect	47,305,362	18,672	80,754	199,017

(in EUR)	Borrowings from banks under the variable interest rate as at 2015	Increase by 15 bp	Increase by 25 bp	Increase by 50 bp
3M EURIBOR	47,885,073	19,252	82,203	201,916
Total effect	47,885,073	19,252	82,203	201,916

The analysis of financial liabilities' sensitivity to changes in variable interest rates is based on the assumption of potential growth in interest rates of 15,25 and 50 base points.

3. Management of liquidity risk

Liquidity risk is the risk that the Group will fail to settle its liabilities at maturity. The 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 Group's uniform policy of receivable management.

(in EUR)	Up to 3 months	3 to 12 months	1 to 2 years	3 to 5 years	More than 5 years	Total
31 Mar 2016						
Loans and borrowings*	3,608,282	6,489,013	13,582,399	38,813,022	46,955,503	109,448,219
Accrued interest maturing in the next calendar year	56,677				0	56,677
Expected interest on all borrowings	585,883	1,032,727	1,374,987	2,637,087	1,587,634	7,218,318
Other financial liabilities	375,948	397,546	0	669,084	0	1,442,578
Payables to suppliers	12,913,698	0	0		0	12,913,698
Other operating liabilities	8,217,468	0	0	0	0	8,217,468
Total	25,757,956	7,919,286	14,957,386	42,119,193	48,543,137	139,296,958
31 Dec 2016						
Loans and borrowings*	579,710	9,443,814	11,761,732	41,213,399	47,529,274	110,527,929
Accrued interest maturing in the next calendar year	34,108	0	0	0	0	34,108
Expected interest on all borrowings	307,821	1,487,331	1,473,926	2,910,417	1,816,240	7,995,735
Other financial liabilities	450,688	397,546	0	639,954	0	1,488,188
Payables to suppliers	16,004,825	0	0		0	16,004,825
Other operating liabilities	4,450,070	0	0	0	0	4,450,070
Total	21,827,222	11,328,691	13,235,658	44,763,770	49,345,514	140,500,855

* The item includes also borrowings from associates

4. Management of currency risk

The risk of changes in foreign exchange rates arises from trade receivables denominated in US dollars (USD). In January – March 2016, the average balance of outstanding trade receivables amounted to USD 115 thousand. As at 31 March 2016, outstanding receivables denominated in US dollars amounted to 0.27 percent, as at 31 December 2015 to 0.75 percent.

5. Management of credit risk

Assets exposed to credit risk:

(in EUR)	31 Mar 2016	31 Dec 2016
Non-current loans	395,358	400,419
Non-current operating liabilities	37,931	37,931
Current deposits	162,860	296,582
Current loans	18,017	15,305
Current trade receivables	28,269,314	28,316,487
Other current receivables	3,632,386	1,891,839
Cash and cash equivalents	9,476,921	12,610,049
Guarantees and collaterals granted	10,459,284	9,008,554
Total	52,452,071	52,577,166

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

6. Risk management relating to adequate capital structure

(in EUR)	31 Mar 2016	31 Dec 2016
Total liabilities	162,683,125	160,700,976
Cash and cash equivalents and current deposits	-9,639,781	-12,906,631
Net debt	153,043,344	147,794,345
Equity	316,852,836	306,120,083
Net debt/equity	0.48	0.48

STATEMENT OF MANAGEMENT'S 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 31 March 2016, 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 Luka Koper Group. The condensed financial statements January to March 2016 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 2015 annual reports.

These condensed interim statements for the period ending 31 March 2016, were compiled in accordance to the International accounting Standards 34 – Interim Financial Statement, and should be considered in relation to the annual financial statements for fiscal year ended 31 December 2015. Financial statements for 2015 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



Irena Vincek

Member of the Management Board



Stojan Čepar

Member of the Management Board – Labour director

Koper, 10 May 2016