

Financial reports are prepared in accordance with Accounting and Auditing Law ( Official Gazette "Službeni glasnik RS", No. 46/2006 and 111/2009) and other accounting regulations prevailing in the Republic of Serbia.

### FINANCIAL STATEMENT SUMMARY FOR 2013

"HIP-Petrohemija" a.d. Pancevo – in restructuring

#### I BASIC DATA

1. Short name:	"HIP-Petrohemija" a.d. Pancevo – in restructuring	3. Registration number:	08064300
2. Address:	Spoljnostarcevačka 82, Pancevo	4. Taxpayer ID No.:	101052694

#### II FINANCIAL STATEMENT

##### BALANCE SHEET (in 000 din)

ASSETS	2012	2013
<b>A. NON-CURRENT ASSETS</b>	<b>8.338.369</b>	<b>9.253.085</b>
I Unpaid subscribed capital		
II Goodwill		
III Non-material investment		
IV Property, plant, equipment and biological means	8.276.830	9.197.958
V Long-term financial placements	61.539	55.127
<b>B. CURRENT ASSETS</b>	<b>7.109.715</b>	<b>7.809.168</b>
I Inventories	5.242.971	4.636.243
II Non-current assets held for sale and		
III Short-term receivables, placements and ca	1.866.744	3.172.925
IV Deferred tax funds		
<b>C. PROPERTY</b>	<b>15.448.084</b>	<b>17.062.253</b>
<b>D. LOSS ABOVE CAPITAL AMOUNT</b>	<b>29.450.991</b>	<b>39.985.215</b>
<b>E. TOTAL ASSETS</b>	<b>44.899.075</b>	<b>57.047.468</b>
<b>F. OFF-BALANCE-SHEET ASSETS</b>	<b>1.752.968</b>	<b>2.154.339</b>

LIABILITIES	2012	2013
<b>A. CAPITAL</b>	<b>0</b>	<b>0</b>
I Fixed capital	15.020.878	15.020.878
II Unpaid subscribed capital		
III Reserve		
IV Revaluation reserves	2.436.373	3.532.791
V Retained earnings	0	
VI Loss	17.457.251	18.553.669
VII Repurchased shares		
<b>B. LONG-TERM PROVISIONS AND LIABILITIES</b>	<b>44.899.075</b>	<b>57.047.468</b>
I Long-term provisions	597.480	634.672
II Long-term liabilities	2.878.438	1.094.335
III Short-term liabilities	41.423.157	55.318.461
IV Deferred tax liabilities		
<b>C. TOTAL LIABILITIES</b>	<b>44.899.075</b>	<b>57.047.468</b>
<b>D. OFF-BALANCE-SHEET LIABILITIES</b>	<b>1.752.968</b>	<b>2.154.339</b>

##### CASH FLOW STATEMENT (in 000 din)

	2012	2013
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
I Cash receipts from operating activities	17.446.910	49.108.490
II Cash outflows from operating activities	16.914.587	45.022.982
III Net cash receipts / outflow	532.323	4.085.508
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
I Cash receipts from investing activities	3.715	171.066
II Cash outflow from investing activities	549.471	89.157
III Net cash receipts / outflow	-545.756	81.909
<b>C. CASH FLOW FROM FINANCIAL ACTIVITIES</b>		
I Cash receipts from financial activities	167.994	0
II Cash outflow from financial activities	7.874	4.249.160
III Net cash receipts / outflow	160.120	-4.249.160
<b>D. TOTAL CASH RECEIPTS</b>	<b>17.618.619</b>	<b>49.279.556</b>
<b>E. TOTAL CASH OUTFLOW</b>	<b>17.471.932</b>	<b>49.361.299</b>
<b>F. NET CASH RECEIPTS / OUTFLOW</b>	<b>146.687</b>	<b>-81.743</b>
<b>G. CASH IN THE BEGINNING OF THE PERIOD UNDER REVIEW</b>	<b>16.410</b>	<b>163.097</b>
<b>H. PROFIT ON EXCHANGE</b>		
<b>LOSS ON EXCHANGE</b>		
<b>I. CASH AT THE END OF THE PERIOD UNDER REVIEW</b>	<b>163.097</b>	<b>81.354</b>

##### INCOME STATEMENT (in 000 din)

	2012	2013
<b>A. INCOME AND EXPENSES FROM OPERATING ACTIVITIES</b>		
I Operating income	14.123.530	42.620.347
II Operating expenses	21.899.281	51.740.689
III Operating profit / loss	-7.775.751	-9.120.342
IV Financial income	1.268.267	856.710
V Financial expenses	5.601.251	4.848.601
VI Other income	93.931	1.208.251
VII Other expenses	598.827	153.861
VIII Operating profit / loss before taxation	-12.613.631	-12.057.843
IX Net operating profit / loss to be suspended	244808	220.916
<b>B. PROFIT / LOSS BEFORE TAXATION</b>	<b>-12.368.823</b>	<b>-11.836.927</b>
<b>C. TAXATION</b>		
1. Tax expenses for the period		
2. Deferred tax income for the period		
<b>D. Personal receivables paid</b>		
<b>E. NET PROFIT/LOSS</b>	<b>-12.368.823</b>	<b>-11.836.927</b>
<b>F. MINOR INVESTOR NET PROFIT</b>		
<b>G. ENTITY OWNERS NET PROFIT</b>		
<b>H. EARNING PER SHARE</b>		
1. Basic earning per share		
2. Diluted earning per share		

**CHANGES-IN-EQUITY STATEMENT (in 000 din)**

	2012					2013				
	Status in the beginning of the year	Correction of materially significant errors and changes in accounting policies in the previous	Adjusted opening balance in the beginning of the year	Increase during the year	Decrease during the year	Status at the end of the year	Status in the beginning of the year	Increase during the year	Decrease during the year	Status at the end of the year
Registered capital	14.938.193			0	0	14.938.193	14.938.193			14.938.193
Other capital	82.715					82.715	82.715			82.715
Unpaid subscribed capital	0					0	0			0
Share premium	0					0	0			0
Reserves	0					0	0			0
Revaluation reserve	2.669.735				233.362	2.436.373	2.436.373	1.887.934	791.516	3.532.791
Unrealized profits on securities	0					0	0			0
Retained earning	403				403	0	0			0
Loss up to capital volume	17.691.016			12.368.823	12.602.588	17.457.251	17.457.251	11.836.927	10.740.509	18.553.669
Repurchased shares	0					0	0			0
TOTAL	0			12.368.823	12.368.823	0	0	9.948.993	9.948.993	0
Loss exceeding capital volume	17.072.415			12.378.576		29.450.991	29.450.991	10.534.224		39.985.215

**III AUDITOR'S CONCLUSION ( Deloitte Belgrade ) ON THE FINANCIAL STATEMENTS:**

These financial statements, including all materially significant issues, gives a true and fair view of the financial position of the Company as of December 31, 2012, as well as the results of its operating activities and cash flow for the year ended on that day, in accordance with the accounting regulations of the Republic of Serbia.

**IV SIGNIFICANT CHANGES IN LEGAL AND FINANCIAL POSITION OF THE COMPANY AND OTHER SIGNIFICANT CHANGES OF THE DATA**

On May 15, 2009 Privatization Agency of the Republic of Serbia made a Decision on Restructuring of „HIP-Petrohemija“ a.d. Pancevo, on the basis of Conclusion of the Government of the Republic of Serbia 05 No. 023-2375/2009 from May 14, 2009; Article 9. Paragraph 1. items 7. and 10. of Law on Privatization Agency; Articles 19, 19a, 20, 20a of Law on Privatization and Articles 7. and 9. of Regulation on Procedure and Manner of Restructuring of Privatization Subject. On the basis of a Decision made at the General Assembly of Shareholders on 26th December, 2011 (in accordance with Law on the Capital Market ( Official Gazette "Službeni glasnik" No 31/2011)), on March 16, 2013 Belgrade Stock Exchange adopted a Decision on exclusion of shares of the Company from the OTC market.

**V PLACE AND TIME FOR GETTING INSIGHT INTO THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT**

One can get insight into financial statements and auditor's report every working day from 08 a.m. to 02 p.m. at „HIP-Petrohemija“ a.d. Pancevo, Spoljnostarcevačka 82, Pancevo.

General Manager  
**Velimir Unković, Master in Economic Sciences**