

Pursuant to Art. 66 of the Law on the Market of Securities and Other Financial Instruments (Official gazette "Sluzbeni glasnik RS", No. 47/2006) and Art. 3. of the Rulebook on the Content and Manner of Public Companies' Reporting and Notification on Possession of Voting Shares (Official gazette "Sluzbeni glasnik RS", No. 100/2006, 116/2006), we hereby publish this

FINANCIAL STATEMENT SUMMARY FOR 2008

"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	2007	2008	LIABILITIES	2007	2008
A. NON-CURRENT ASSETS	13.527.479	13.047.897	A. CAPITAL	9.881.917	1.775.769
I Unpaid subscribed capital			I Fixed capital	11.447.659	11.447.456
II Goodwill			II Unpaid subscribed capital		
III Non-material investment			III Reserve		
IV Property, plant, equipment and biological means	13.398.462	12.912.980	IV Revaluation reserves	407.627	415.398
V Long-term financial placements	129.017	134.917	V Retained earnings	21	59
B. CURRENT ASSETS	7.549.469	6.121.817	VI Loss	-1.973.390	-10.087.144
I Inventories	3.332.375	2.929.168	VII Repurchased shares		
II Non-current assets held for sale and discontinuing activities			B. LONG-TERM PROVISIONS AND LIABILITIES	11.195.031	17.393.945
III Short-term receivables, placements and cash	4.217.094	3.192.649	I Long-term provisions		
IV Deferred tax funds			II Long-term liabilities	1.130.661	3.281.102
C. PROPERTY	21.076.948	19.169.714	III Short-term liabilities	10.064.370	14.112.843
D. LOSS ABOVE CAPITAL AMOUNT			IV Deferred tax liabilities		
E. TOTAL ASSETS	21.076.948	19.169.714	C. TOTAL LIABILITIES	21.076.948	19.169.714
F. OFF-BALANCE-SHEET ASSETS	57.622	280.063	D. OFF-BALANCE-SHEET LIABILITIES	57.622	280.063

CASH FLOW STATEMENT (in 000 din)

INCOME STATEMENT (in 000 din)

CASH FLOW STATEMENT	2007	2008	INCOME STATEMENT	2007	2008
A. CASH FLOW FROM OPERATING ACTIVITIES			A. INCOME AND EXPENSES FROM OPERATING ACTIVITIES		
I Cash receipts from operating activities	33.557.814	35.592.754	I Operating income	29.608.663	29.927.620
II Cash outflows from operating activities	32.866.103	38.510.139	II Operating expenses	31.889.622	36.834.949
III Net cash receipts / outflow	691.711	-2.917.385	III Operatig profit / loss	-2.280.959	-6.907.329
B. CASH FLOW FROM INVESTING ACTIVITIES			IV Financial income	861.659	591.689
I Cash receipts from investing activities	65.840	171.932	V Financial expenses	701.702	1.677.837
II Cash outflow from investing activities	194.983	777.877	VI Other income	259.953	43.298
III Net cash receipts / outflow	-129.143	-605.945	VII Other expenses	112.341	163.596
C. CASH FLOW FROM FINANCIAL ACTIVITIES			VIII Operatig profit / loss before taxation	-1.973.390	-8.113.775
I Cash receipts from financial activities		3.440.414	IX Net operatig profit / loss to be suspended		
II Cash outflow from financial activities	-541.352		B. PROFIT / LOSS BEFORE TAXATION	-1.973.390	-8.113.775
III Net cash receipts / outflow	-541.352	3.440.414	C. TAXATION		
			1. Tax expenses for the period		
			2. Deferred tax income for the period		

D. TOTAL CASH RECEIPTS	33.623.654	39.205.100	D. Personal receivables paid		
E. TOTAL CASH OUTFLOW	33.602.438	39.288.016	E. NET PROFIT /LOSS	-1.973.390	-8.113.775
F. NET CASH RECEIPTS / OUTFLOW	21.216	-82.916	F. MINOR INVESTOR NET PROFIT		
G. CASH IN THE BEGINNING OF THE PERIOD UNDER REVIEW	273.499	333.384	G. ENTITY OWNERS NET PROFIT		
			H. EARNING PER SHARE		
H. PROFIT ON EXCHANGE	38.669		1. Basic earning per share		
			2. Diluted earning per share		
LOSS ON EXCHANGE		46.256			
I. CASH AT THE END OF THE PERIOD UNDER REVIEW	333.384	204.212			

CHANGES-IN-EQUITY STATEMENT (in 000 din)

	2007				2008			
	Status 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	13.084.324		1.719.639	11.364.685	11.364.685			11.364.685
Other capital	82.074	900		82.974	82.974		203	82.771
Unpaid subscribed capital								0
Share premium								0
Reserves	2		2		0			0
Revaluation reserve	386.023	21.604		407.627	407.627	7.771		415.398
Retained earning	10.144		10.123	21	21	38		59
Loss up to capital volume	1.729.784	243.606		1.973.390	1.973.390	8.113.754		10.087.144
Repurchased shares								
TOTAL	11.832.783		231.227	9.881.917	9.881.917		8.106.148	1.775.769
Loss exceeding capital volume								

III AUDITORS CONCLUSION (BAKER TILLY WB REVIZIJA DOO Beograd) ABOUT 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, 2008, 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 GIVEN IN THE PROSPECTUS FOR ISSUING AND FOR ORGANIZED TRADING WITH SECURITIES

In the period under review there were no status changes, privatization did not take place yet, neither taking over, and there were no other legally valid decisions of competent court or administration bodies, which would significantly affect to financial position of the Company.

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 – in restructuring, Spoljnostarcevacka 82, Pancevo.

DIRECTOR GENERAL
Slobodan Adzic