



ULJANIK d.d.

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***Preliminary financial Report
for the period
January - December 2016.***

Pula, February 2017

General data

ULJANIK d.d. is a joint stock company with its headquarters in Pula, at the address Flaciusova 1.

According to the Notice on Classification of Business Subjects as per national classification of activities by the State Institute for Statistics, Zagreb, the Company has the numerical class mark 7010 – management activities, business subject identification number is 03229238, and Company's identification number (OIB) 56243843109.

ULJANIK Group consists of the company ULJANIK d.d. (parent company) and its subsidiaries:

- ULJANIK Brodogradilište d.d. (ULJANIK Shipyard JSC)
- 3. MAJ BRODOGRADILIŠTE d.d. (3. MAJ Shipyard JSC)
- ULJANIK Strojogradnja Diesel d.d. (ULJANIK Mechanical Engineering Diesel JSC)
- ULJANIK Proizvodnja opreme d.d. (ULJANIK Equipment production JSC)
- ULJANIK Poslovno informacijski sustavi d.o.o. (ULJANIK Business Information Systems Ltd.)
- ULJANIK Brodograđevni projekti d.o.o. (ULJANIK Shipbuilding Projects Ltd.)
- ULJANIK Financije d.o.o. (ULJANIK Finances Ltd.)
- ULJANIK Standard d.o.o. (ULJANIK Standard Ltd.)
- USCS d.o.o.
- MARITIME TRANSPORT PULA THREE INC.
- MARITIME TRANSPORT PULA FOUR INC.

All the stated companies are 100% in the ownership of ULJANIK Group, apart from the company 3. MAJ BRODOGRADILIŠTE d.d. where ULJANIK d.d. holds 85.4616% of the equity capital.

On 30th November 2016 the merger of the companies ULJANIK Strojogradnja d.d. and 3.MAJ Motori i dizalice d.d. into the new company ULJANIK Strojogradnja Diesel d.d. was registered with same entering into force on 1st December 2016.

Ownership Structure

The equity of the Company amounts to 100,687,500.00 kuna and is divided among 3,356,250 ordinary shares with the mark ULJN-R-A, each of nominal value 30.00 HRK.

The shareholders of ULJANIK d.d. are:

State per 30.12.2016.

No.	Shareholder	Ticker	Number of shares	Percent stake in the share capital
1	CROATIA OSIGURANJE D.D. (1/1)	ULJN-R-A	333.332	9,9317
2	CERP (0/1) / HZMO - HRVATSKI ZAVOD ZA MIROVINSKO OSIGURANJE (1/1)	ULJN-R-A	259.731	7,7387
3	HRVATSKA POŠTANSKA BANKA D.D. (0/1) / KAPITALNI FOND D.D. (1/1)	ULJN-R-A	222.222	6,6211
4	HRVATSKA POŠTANSKA BANKA D.D. (0/1) / FOND ZA FINANCIRANJE RAZGRADNJE NEK (1/1)	ULJN-R-A	166.666	4,9658
5	ADDIKO BANK D.D. (0/1) / PBZ CROATIA OSIGURANJE OBVEZNI MIROVINSKI FOND (1/1)	ULJN-R-A	133.333	3,9727
6	HZZO - HRVATSKI ZAVOD ZA ZDRAVSTVENO OSIGURANJE (1/1)	ULJN-R-A	130.157	3,8780
7	SOCIETE GENERALE - SPLITSKA BANKA D.D. (0/1) / ERSTE PLAVI OBVEZNI MIROVINSKI FOND (1/1)	ULJN-R-A	111.111	3,3106
8	ULJANIK D.D. (1/1)	ULJN-R-A	104.375	3,1099
9	ADRIS GRUPA D.D. (1/1)	ULJN-R-A	83.000	2,4730
10	CERP (0/1) / DRŽAVNA AGENCIJA ZA OSIGURANJE ŠTEDNIH ULOGA I SANACIJU (1/1)	ULJN-R-A	80.016	2,3841
11	DOMAĆA FIZIČKA OSOBA (7.154)	ULJN-R-A	1.551.187	46,2179
12	STRANA OSOBA (13)	ULJN-R-A	3.283	0,0978
13	OSTALI DIONIČARI *** (39)	ULJN-R-A	177.837	5,2987
TOTAL			3.356.250	100,0000

Overall number of shareholders on 30.12.2016 = 7,216 shareholders.

Own shares

In the previous period Uljanik d.d. has gained 104,375 own shares which represents 3.1099% of the Company's equity capital. The shares were obtained at a price of 45.00 kuna per share.

Business activity

Financial Reports, as a constituent part of the Management Report for 2016, are temporary and non-revised and there may be discrepancies in the final results of operations of the parent company ULJANIK d.d. and ULJANIK Group for 2016.

According to preliminary reports for 2016, the company ULJANIK d.d. achieved a positive financial result before tax in the amount of 16.9 Mil HRK. Total revenues amounted to 1,317.2 Mil HRK, while total expenses amounted to 1,300.3 Mil HRK. Sales revenue was higher compared to 2015 by 979.9 Mil HRK. An operating profit was achieved in the amount of 54.2 Mil HRK which is 31.5 Mil HRK more than in the previous year.

Material expenses accrued in the amount of 975.8 Mil HRK, and are higher than in the year 2015 by 907.3 Mil HRK. The parent Company ULJANIK d.d., as part of its ordinary business, has begun to enter into shipbuilding contracts as well as contracts for the construction of special objects, and this is reflected in the increase of assets and liabilities as well as income and expenses when compared to 2015.

Revenues from sales of ULJANIK Group in 2016 amounted to 1,844.8 Mil HRK which is 516.6 Mil HRK more than the corresponding amount in 2015.

In the given period ULJANIK Group generated an operating loss amounting to 30.6 Mil HRK, while consolidated net financial expenses amounted to 91.1 Mil HRK. Net loss for the ULJANIK Group according to the provisional reports of 2016 amounted to 121.7 Mil HRK. Assets of ULJANIK Group increased compared to the last day of the previous year by 1,180.4 Mil HRK.

The number of employees in the parent company on 31st December 2016 amounted to 493 employees while the number of employees in the ULJANIK Group totalled 4,375 employees.

Key financial data	ULJANIK d.d.		ULJANIK Group	
	I-XII/2015	I-XII/2016	I-XII/2015	I-XII/2016
in 000 HRK				
Income from sales	232.370	1.212.273	1.328.176	1.844.847
Earnings from business activities	22.644	54.197	17.926	(30.634)
Profit (loss) before tax	16.555	16.989	(67.073)	(121.799)
in 000 HRK	31.12.2015	31.12.2016	31.12.2015	31.12.2016
Liquid assets and short term financial assets	303.749	388.244	404.371	121.025
Total assets	1.767.656	3.492.919	2.973.078	4.153.475
Total equity	340.733	352.964	120.958	64.610

Risk Management

The Company and the Group are primarily subject to risk due to changes in exchange rate, credit risk, liquidity risk and interest rate risk.

Foreign currency exchange risk is the risk that the financial instruments value will change amid changes of the exchange rate. The Company and the Group are most subject to currency risk, since they are mostly doing business with foreign countries. In order to reduce that risk coordination of currency inflow and outflow is endeavored.

The credit risk represents the risk of one party not fulfilling its obligations in the financial instrument and that by not doing so will cause financial loss to the other side. The Company and the Group minimizes that risk by continuously monitoring the Buyer's demands, while suspicious demands are reserved for regular appraisal, and are changed if necessary.

Liquidity risk, which is deemed financing risk, represents the risk that the Company and the Group will encounter difficulties in gathering funds for settling obligations related to financial instruments. The Company and the Group pays a lot of attention to the cash flow, by monitoring real daily changes.

Interest risk represents the risk that the value of financial instruments will change amid changes of market interest rates. Interest risk of the Company and the Group results from received and given long-term and short-term loans.

Significant events after asset and liability statement

All significant events are regularly notified through the pages of the Zagreb Stock Exchange, the Official Register of Regulated Information and the internet pages of the Company.

STATEMENT OF MANAGEMENT REGARDING LIABILITY

Interim unconsolidated and consolidated financial reports of the company ULJANIK d.d. for the period from 1st January to 31st December 2016 have been prepared in accordance with the International Financial Reporting Standards (IFRS) and the Law on Accounting and, to the best of our knowledge, in all significant aspects gives a true and fair view of assets and liabilities, financial position and operations of the company and the Group.

Signed on behalf of the Management Board:

Gianni Rossanda, President of the Management Board

PRELIMINARY FINANCIAL REPORTS FOR THE PERIOD 01.01. – 31.12.2016.

BALANCE SHEET			
Company: ULJANIK D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED AND NON - PAID CAPITAL	001	0	0
B) LONG - TERM ASSETS (003+010+020+029+033)	002	787.944.256	1.105.628.767
I. INTANGIBLE ASSETS (004 to 009)	003	291.987	3.174.665
1. Assets development	004		
2. Concessions, patents, licence fees, merchandise and service brands, software and other rights	005	291.987	566.400
3. Goodwill	006		
4. Prepayments for purchase of intangible assets	007		
5. Intangible assets in preparation	008		2.608.265
6. Other intangible assets	009		
II. TANGIBLE ASSETS (011 to 019)	010	9.086.633	30.776.927
1. Land	011		
2. Buildings	012		
3. Plant and equipment	013	8.237.755	7.048.749
4. Instruments, plant inventories and transportation assets	014	810.952	2.234.039
5. Biological assets	015		
6. Prepayments for tangible assets	016		
7. Tangible assets in preparation	017		21.456.213
8. Other material assets	018	37.926	37.926
9. Investment in buildings	019		
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	778.565.636	936.550.271
1. Shares (stocks) in related parties	021	471.134.925	506.134.586
2. Loans given to related parties	022	120.000.000	228.315.000
3. Participating interests (shares)	023		
4. Loans to entrepreneurs in whom the entity hold participating interests	024		
5. Investment in securities	025	638.306	627.286
6. Loans, deposits and similar assets	026	186.792.405	201.473.399
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	0	135.126.904
1. Receivables from related parties	030		135.126.904
2. Receivables based on trade loans	031		
3. Other receivables	032		
V. DEFERRED TAX ASSETS	033		
C) SHORT - TERM ASSETS (035+043+050+058)	034	978.621.931	2.212.370.157
I. INVENTORIES (036 to 042)	035	52.962.375	522.239.196
1. Raw material	036	48.206.406	499.667.960
2. Work in progress	037	4.755.969	348.139
3. Finished goods	038		
4. Merchandise	039		
5. Prepayments for inventories	040		22.223.097
6. Long - term assets held for sale	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	621.910.495	1.301.887.401
1. Receivables from related parties	044	418.817.981	745.690.716
2. Accounts receivable	045	1.392.038	915.144
3. Receivables from participating entrepreneurs	046		
4. Receivables from employees and shareholders	047	61.867	58.501
5. Receivables from government and other institutions	048	14.027.873	44.294.381
6. Other receivables	049	187.610.736	510.928.659
III. SHORT - TERM FINANCIAL ASSETS (051 to 057)	050	206.479.705	324.612.638
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052	205.843.479	314.347.229
3. Participating interests (shares)	053		
4. Loans to entrepreneurs in whom the entity hold participating interests	054		
5. Investment in securities	055		
6. Loans, deposits and similar assets	056	636.226	10.265.409
7. Other financial assets	057		
IV. CASH AT BANK AND IN CASHIER	058	97.269.356	63.630.922
D) PREPAID EXPENSES AND ACCRUED INCOME	059	1.090.303	174.920.343
E) TOTAL ASSETS (001+002+034+059)	060	1.767.656.490	3.492.919.267
F) OFF-BALANCE SHEET NOTES	061	0	0

LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	340.732.536	352.964.312
I. SUBSCRIBED CAPITAL	063	100.687.500	100.687.500
II. CAPITAL RESERVES	064	216.566.367	216.566.367
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	10.344.644	23.478.669
1. Reserves prescribed by law	066		
2. Reserves for treasury stocks	067	4.700.000	4.700.000
3. Treasury stocks and shares (deduction)	068	4.696.875	4.696.875
4. Statutory reserves	069		
5. Other reserves	070	10.341.519	23.475.544
IV. REVALUATION RESERVES	071		0
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	0	0
1. Retained earnings	073		
2. Accumulated loss	074		
VI. PROFIT / LOSS FOR THE CURRENT YEAR (076-077)	075	13.134.025	12.231.776
1. Profit for the current year	076	13.134.025	12.231.776
2. Loss for the current year	077		
VII. MINORITY INTEREST	078		
B) PROVISIONS (080 to 082)	079	0	0
1. Provisions for pensions, severance pay and similar liabilities	080		
2. Reserves for tax liabilities	081		
3. Other reserves	082		
C) LONG TERM LIABILITIES (084 to 092)	083	347.935.559	534.798.953
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085		
3. Liabilities to banks and other financial institutions	086	347.935.559	534.798.953
4. Liabilities for received prepayments	087		
5. Accounts payable	088		
6. Liabilities arising from debt securities	089		
7. Liabilities to entrepreneurs in w hom the entity holds participating interests	090		
8. Other long-term liabilities	091		
9. Deferred tax liability	092		
D) SHORT - TERM LIABILITIES (094 to 105)	093	1.062.619.349	2.598.243.200
1. Liabilities to related parties	094	101.936.851	98.266.004
2. Liabilities for loans, deposits etc.	095		
3. Liabilities to banks and other financial institutions	096	232.034.505	858.294.536
4. Liabilities for received prepayments	097	690.505.810	1.348.043.858
5. Accounts payable	098	17.635.093	267.155.625
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in w hom the entity holds participating interests	100		
8. Liabilities to employees	101	4.446.245	4.706.696
9. Liabilities for taxes, contributions and similar fees	102	14.950.492	9.585.926
10. Liabilities to share - holders	103		
11. Liabilities for long term assets held for sale	104		
12. Other short - term liabilities	105	1.110.353	12.190.555
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	16.369.046	6.912.802
F) TOTAL CAPITAL AND LIABILITIES (062+079+083+093+106)	107	1.767.656.490	3.492.919.267
G) OFF-BALANCE SHEET NOTES	108	0	0
APPENDIX TO BALANCE SHEET (only for consolidated financial statements)			
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD			
1. Attributed to equity holders of parent company	109		
2. Attributed to minority interests	110		

PROFIT AND LOSS ACCOUNT

Company: ULJANIK D.D.

Position	AOP	Previous period		Current period	
		Cummulative	Periodical	Cummulative	Periodical
1	2	3	4	5	6
I. OPERATING REVENUES (112+113)	111	232.503.537	172.775.466	1.212.830.364	553.463.650
1. Sales revenues	112	232.370.324	172.768.081	1.212.272.759	553.128.504
2. Other operating revenues	113	133.213	7.385	557.605	335.146
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	209.859.435	155.874.678	1.158.632.902	561.811.013
1. Changes in the value of work in progress and finished goods	115	-4.465.094	52.019.864	4.407.829	2.641.006
2. Material costs (117 to 119)	116	68.605.625	36.337.978	975.884.195	509.369.226
a) Raw material and material costs	117	25.493.730	22.013.177	695.812.154	402.557.265
b) Costs of goods sold	118				
c) Other external costs	119	43.111.895	14.324.801	280.072.041	106.811.961
3. Staff costs (121 to 123)	120	77.201.215	20.280.995	84.771.975	21.771.572
a) Net salaries and wages	121	44.477.084	11.642.474	48.904.695	12.639.421
b) Costs for taxes and contributions from salaries	122	21.622.047	5.697.332	23.709.072	6.015.955
c) Contributions on gross salaries	123	11.102.084	2.941.189	12.158.208	3.116.196
4. Depreciation	124	2.428.043	606.548	3.078.368	1.180.309
5. Other costs	125	64.388.210	45.533.113	80.824.604	18.450.362
6. Impairment (127+128)	126	0	0	0	0
a) Impairment of long-term assets (excluding financial assets)	127				
b) Impairment of short-term assets (excluding financial assets)	128				
7. Provisions	129	0	0	6.799.435	6.799.435
8. Other operating expenses	130	1.701.436	1.096.180	2.866.496	1.599.103
III. FINANCIAL INCOME (132 to 136)	131	24.049.103	6.725.959	104.408.610	29.618.045
1. Interest income, foreign exchange gains, divid. and similar income from related parties	132	8.273.059	1.291.684	23.078.636	8.772.007
2. Interest income, foreign exchange gains, divid. and similar income from non-related parties	133	15.771.342	5.429.573	81.313.994	20.830.058
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135	4.702	4.702	15.980	15.980
5. Other financial income	136				
IV. FINANCIAL EXPENSES (138 to 141)	137	30.138.199	9.259.260	141.616.493	67.950.619
1. Interest expenses, foreign exchange losses and similar expenses from related parties	138	1.316.010	1.257.097	245.896	
2. Interest expenses, foreign exchange losses and similar expenses from non - related parties and other entities	139	27.978.735	7.844.053	141.343.597	67.923.619
3. Unrealized losses (expenses) on financial assets	140	158.110	158.110	27.000	27.000
4. Other financial expenses	141	685.344			
V. INCOME FROM INVESTMENT SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS	142				
VI. LOSS FROM INVESTMENT SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS	143				
VII. EXTRAORDINARY - OTHER INCOME	144				
VIII. EXTRAORDINARY - OTHER EXPENSES	145				
IX. TOTAL INCOME (111+131+142 + 144)	146	256.552.640	179.501.425	1.317.238.974	583.081.695
X. TOTAL EXPENSES (114+137+143 + 145)	147	239.997.634	165.133.938	1.300.249.395	629.761.632
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	16.555.006	14.367.487	16.989.579	-46.679.937
1. Profit before taxation (146-147)	149	16.555.006	14.367.487	16.989.579	0
2. Loss before taxation (147-146)	150	0	0	0	46.679.937
XII. PROFIT TAX	151	3.420.981	3.420.981	4.757.803	4.757.803
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	13.134.025	10.946.506	12.231.776	-51.437.740
1. Profit for the period(149-151)	153	13.134.025	10.946.506	12.231.776	0
2. Loss for the period (151-148)	154	0	0	0	51.437.740
APPENDIX TO P&L (only for consolidated financial statements)					
XIV. PROFIT OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	155				
2. Attributed to minority interests	156				
STATEMENT OF COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	13.134.025	10.946.506	12.231.776	-51.437.740
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX(159 to 165)	158	0	0	0	0
1. Exchange differences on translation of foreign operations	159	0	0	0	0
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	0	0	0	0
3. Profit or loss from revaluation of financial assets available for sale	161	0	0	0	0
4. Gains or losses on efficient cash flow hedging	162	0	0	0	0
5. Gains or losses on efficient hedge of a net investment in foreign countries	163	0	0	0	0
6. Share in other comprehensive income / loss of associated companies	164	0	0	0	0
7. Actuarial gains / losses on defined benefit plans	165	0	0	0	0
III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166	0	0	0	0
IV. NET OTHER COMPREHENSIVE INCOME/ LOSS FOR THE PERIOD (158-166)	167	0	0	0	0
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD(157+167)	168	13.134.025	10.946.506	12.231.776	-51.437.740
APPENDIX to Statement of comprehensive income (only for consolidated financial statements)					
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	169				
2. Attributed to minority interests	170				

CASH FLOW STATEMENT - Indirect method			
period 01.01.2016. to 31.12.2016.			
Company: ULJANIK D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	16.555.006	16.989.579
2. Depreciation	002	2.428.043	3.078.368
3. Increase in short-term liabilities	003	716.989.507	899.907.576
4. Decrease in short term receivables	004		0
5. Decrease in inventories	005		0
6. Other cash flow increases	006	158.110	11.020
I. Total increase in cash flow from operating activities (001 to 006)	007	736.130.666	919.986.543
1. Decrease in short - term liabilities	008		0
2. Increase in short - term receivables	009	588.162.127	853.806.946
3. Increase in inventories	010	52.671.501	469.276.821
4. Other cash flow decreases	011	11.729.377	165.942.566
II. Total decrease in cash flow from operating activities (008 to 011)	012	652.563.005	1.489.026.333
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES (007-012)	013	83.567.661	0
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES (012-007)	014	0	569.039.790
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash flow from sale of long - term tangible and intangible assets	015		0
2. Cash inflow s from sale of equity and debt financial instruments	016		0
3. Interest receipts	017	8.301.156	21.684.565
4. Dividend receipts	018	2.538	4.373.294
5. Other cash inflow s from investing activities	019	293.008.401	408.373.756
III. Total cash inflows from investing activities(015 to 019)	020	301.312.095	434.431.615
1. Cash outflow s for purchase of long - term tangible and intangible assets	021	103.564	27.651.340
2. Cash outflow s for purchase of equity and debt financial instruments	022	10.000.001	35.000.000
3. Other cash outflow s from investing activities	023	683.270.691	649.502.344
IV. Total cash outflows from investing activities (021 to 023)	024	693.374.256	712.153.684
B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES(020-024)	025	0	0
B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES(024-020)	026	392.062.161	277.722.069
CASH FLOW FROM FINANCING ACTIVITIES			
1. Cash receipts from issuance of equity and debt financial instruments	027		0
2. Cash inflow s from loans, debentures, credits and other borrowings	028	732.646.022	927.478.782
3. Other cash inflow s from financing activities	029		
V. Total cash inflows from financing activities (027 to 029)	030	732.646.022	927.478.782
1. Cash outflow s for repayment of loans and bonds	031	326.083.172	112.963.405
2. Dividends paid	032		0
3. Cash outflow s for finance lease	033	1.253.919	1.391.952
4. Cash outflow s for purchase of own stocks	034		0
5. Other cash outflow s from financing activities	035		0
VI. Total cash outflows from financing activities (031 do 035)	036	327.337.091	114.355.357
C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES (030-036)	037	405.308.931	813.123.425
C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES (036-030)	038	0	0
Total increases of cash flow s (013 – 014 + 025 – 026 + 037 – 038)	039	96.814.431	0
Total decreases of cash flow s (014 – 013 + 026 – 025 + 038 – 037)	040	0	33.638.434
Cash and cash equivalents at the beginning of period	041	454.925	97.269.356
Increase in cash and cash equivalents	042	96.814.431	0
Decrease in cash and cash equivalents	043	0	33.638.434
Cash and cash equivalents at the end of period	044	97.269.356	63.630.922

STATEMENT OF CHANGES IN EQUITY				
Company: ULJANK D.D.	from	1.1.2016	to	31.12.2016
Position	AOP	Previous year	Current year	
1	2	3	4	
1. Subscribed capital	001	100.687.500	100.687.500	
2. Capital reserves	002	216.566.367	216.566.367	
3. Reserves from profit	003	10.344.644	23.478.669	
4. Retained earnings or accumulated loss	004	0		
5. Profit / loss for the current year	005	13.134.025	12.231.776	
6. Revaluation of long - term tangible assets	006	0		
7. Revaluation of intangible assets	007	0		
8. Revaluation of financial assets available for sale	008	0		
9. Other revaluation	009	0		
10. Total capital and reserves (AOP 001 to 009)	010	340.732.536	352.964.312	
11. Currency gains and losses arising from net investments in foreign operations	011	0	0	
12. Current and deferred taxes (part)	012	0	0	
13. Cash flow hedging	013	0	0	
14. Changes in accounting policies	014	0	0	
15. Correction of significant errors in prior periods	015	0	0	
16. Other changes in capital	016	13.134.025	12.231.776	
17. Total increase or decrease in capital (AOP 011 to 016)	017	13.134.025	12.231.776	
17 a. Attributed to equity holders of parent company	018			
17 b. Attributed to minority interest	019			

PRELIMINARY CONSOLIDATED FINANCIAL REPORTS FOR THE PERIOD 01.01. – 31.12.2016.

CONSOLIDATED BALANCE SHEET			
as of 31.12.2016.			
Company: ULJANIK D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED AND NON - PAID CAPITAL	001	0	0
B) LONG - TERM ASSETS (003+010+020+029+033)	002	1.181.604.884	1.693.633.714
I. INTANGIBLE ASSETS (004 to 009)	003	188.623.429	188.712.275
1. Assets development	004	0	0
2. Concessions, patents, licence fees, merchandise and service brands, software and other rights	005	187.156.502	180.455.506
3. Goodwill	006	0	0
4. Prepayments for purchase of intangible assets	007	0	0
5. Intangible assets in preparation	008	1.466.927	8.256.769
6. Other intangible assets	009	0	0
II. TANGIBLE ASSETS (011 to 019)	010	520.240.198	857.047.691
1. Land	011	15.827.646	15.827.646
2. Buildings	012	55.439.691	53.382.670
3. Plant and equipment	013	130.480.158	229.787.264
4. Instruments, plant inventories and transportation assets	014	193.947.678	408.914.600
5. Biological assets	015	0	0
6. Prepayments for tangible assets	016	14.475	3.365
7. Tangible assets in preparation	017	34.084.311	59.630.743
8. Other material assets	018	782.205	782.205
9. Investment in buildings	019	89.664.034	88.719.198
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	438.994.444	601.527.788
1. Shares (stocks) in related parties	021	246.122.890	256.764.157
2. Loans given to related parties	022	0	0
3. Participating interests (shares)	023	301.800	316.800
4. Loans to entrepreneurs in whom the entity hold participating interests	024	0	0
5. Investment in securities	025	1.113.310	1.236.644
6. Loans, deposits and similar assets	026	191.436.444	343.190.187
7. Other long - term financial assets	027	20.000	20.000
8. Investments accounted by equity method	028	0	0
IV. RECEIVABLES (030 to 032)	029	33.746.813	46.345.960
1. Receivables from related parties	030	0	0
2. Receivables based on trade loans	031	25.170.234	22.726.636
3. Other receivables	032	8.576.579	23.619.324
V. DEFERRED TAX ASSETS	033	0	0
C) SHORT- TERM ASSETS (035+043+050+058)	034	1.418.312.996	1.910.995.430
I. INVENTORIES (036 to 042)	035	292.640.237	916.832.590
1. Raw material	036	205.413.090	718.346.223
2. Work in progress	037	43.641.507	152.063.527
3. Finished goods	038	825	119.648
4. Merchandise	039	32.257	46.424
5. Prepayments for inventories	040	42.909.461	45.402.199
6. Long - term assets held for sale	041	643.097	854.569
7. Biological assets	042	0	0
II. RECEIVABLES (044 to 049)	043	721.302.152	873.137.819
1. Receivables from related parties	044	0	0
2. Accounts receivable	045	69.795.748	50.501.231
3. Receivables from participating entrepreneurs	046	37.046	0
4. Receivables from employees and shareholders	047	387.518	414.707
5. Receivables from government and other institutions	048	409.090.019	236.036.806
6. Other receivables	049	241.991.821	586.185.075
III. SHORT - TERM FINANCIAL ASSETS (051 to 057)	050	122.693.203	17.246.009
1. Shares (stocks) in related parties	051	0	0
2. Loans given to related parties	052	0	0
3. Participating interests (shares)	053	0	0
4. Loans to entrepreneurs in whom the entity hold participating interests	054	0	0
5. Investment in securities	055	0	0
6. Loans, deposits and similar assets	056	122.693.203	17.246.009
7. Other financial assets	057	0	0
IV. CASH AT BANK AND IN CASHIER	058	281.677.404	103.779.012
D) PREPAID EXPENSES AND ACCRUED INCOME	059	373.160.150	548.846.052
E) TOTAL ASSETS (001+002+034+059)	060	2.973.078.030	4.153.475.196
F) OFF-BALANCE SHEET NOTES	061	1.917.669.885	1.875.709.956

LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	120.958.185	64.610.085
I. SUBSCRIBED CAPITAL	063	100.687.500	100.687.500
II. CAPITAL RESERVES	064	216.566.367	216.566.367
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	10.344.644	23.478.669
1. Reserves prescribed by law	066	0	0
2. Reserves for treasury stocks	067	4.700.000	4.700.000
3. Treasury stocks and shares (deduction)	068	4.696.875	4.696.875
4. Statutory reserves	069	0	0
5. Other reserves	070	10.341.519	23.475.544
IV. REVALUATION RESERVES	071	39.637.108	175.803.298
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	-279.535.167	-450.128.018
1. Retained earnings	073	0	0
2. Accumulated loss	074	279.535.167	450.128.018
VI. PROFIT / LOSS FOR THE CURRENT YEAR (076-077)	075	-91.501.673	-131.309.338
1. Profit for the current year	076	0	0
2. Loss for the current year	077	91.501.673	131.309.338
VII. MINORITY INTEREST	078	124.759.406	129.511.607
B) PROVISIONS (080 to 082)	079	58.853.125	19.754.038
1. Provisions for pensions, severance pay and similar liabilities	080	6.306.625	6.306.625
2. Reserves for tax liabilities	081	0	0
3. Other reserves	082	52.546.500	13.447.413
C) LONG TERM LIABILITIES (084 to 092)	083	651.219.461	740.109.466
1. Liabilities to related parties	084	0	0
2. Liabilities for loans, deposits etc.	085	0	6.122.903
3. Liabilities to banks and other financial institutions	086	651.219.461	692.975.887
4. Liabilities for received prepayments	087	0	0
5. Accounts payable	088	0	17.586.313
6. Liabilities arising from debt securities	089	0	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	090	0	0
8. Other long-term liabilities	091	0	0
9. Deferred tax liability	092	0	23.424.363
D) SHORT - TERM LIABILITIES (094 to 105)	093	1.946.929.994	3.266.867.886
1. Liabilities to related parties	094	0	0
2. Liabilities for loans, deposits etc.	095	0	20.162.592
3. Liabilities to banks and other financial institutions	096	615.523.677	1.188.064.314
4. Liabilities for received prepayments	097	873.494.324	1.399.806.483
5. Accounts payable	098	256.201.464	502.611.547
6. Liabilities arising from debt securities	099	44.970.826	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100	7.171.783	0
8. Liabilities to employees	101	27.704.179	32.445.713
9. Liabilities for taxes, contributions and similar fees	102	45.370.783	39.864.574
10. Liabilities to share - holders	103	354.438	354.437
11. Liabilities for long term assets held for sale	104	0	0
12. Other short - term liabilities	105	76.138.520	83.558.226
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	195.117.265	62.133.721
F) TOTAL CAPITAL AND LIABILITIES (062+079+083+093+106)	107	2.973.078.030	4.153.475.196
G) OFF-BALANCE SHEET NOTES	108	1.917.669.885	1.875.709.956
APPENDIX TO BALANCE SHEET (only for consolidated financial statements)			
A) CAPITAL AND RESERVES			
1. Attributed to equity holders of parent company	109	-3.801.221	-64.901.522
2. Attributed to minority interests	110	124.759.406	129.511.607

CONSOLIDATED PROFIT AND LOSS ACCOUNT					
for period 01.01.2016. to 31.12.2016.					
Company: ULJANIK D.D.					
Position	AOP	Previous period		Current period	
		Cummulative	Periodical	Cummulative	Periodical
1	2	3	4	5	6
I. OPERATING REVENUES (112+113)	111	1.704.346.988	709.761.947	2.174.490.906	853.040.321
1. Sales revenues	112	1.328.175.599	494.401.903	1.844.846.898	760.955.838
2. Other operating revenues	113	376.171.389	215.360.044	329.644.008	92.084.483
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	1.686.421.093	622.452.694	2.205.124.743	846.317.811
1. Changes in the value of work in progress and finished goods	115	-6.181.457	74.342.851	-102.807.540	-42.639.496
2. Material costs (117 to 119)	116	977.311.595	319.986.144	1.506.446.301	661.965.496
a) Raw material and material costs	117	773.121.463	246.322.377	1.145.489.519	514.551.269
b) Costs of goods sold	118	729.126	170.291	1.033.416	266.950
c) Other external costs	119	203.461.006	73.493.476	359.923.366	147.147.277
3. Staff costs (121 to 123)	120	488.019.027	126.221.918	537.042.060	143.499.898
a) Net salaries and wages	121	296.278.629	76.416.455	325.418.318	87.609.210
b) Costs for taxes and contributions from salaries	122	114.403.565	29.865.518	127.240.766	33.633.210
c) Contributions on gross salaries	123	77.336.833	19.939.945	84.382.976	22.257.478
4. Depreciation	124	61.062.103	15.002.119	63.702.122	17.975.831
5. Other costs	125	147.248.608	75.410.868	159.271.693	44.940.562
6. Impairment (127+128)	126	370.629	370.629	1.029.347	88.015
a) Impairment of long-term assets (excluding financial assets)	127	0	0	0	0
b) Impairment of short-term assets (excluding financial assets)	128	370.629	370.629	1.029.347	88.015
7. Provisions	129	5.277.066	3.635.721	13.967.533	13.967.533
8. Other operating expenses	130	13.313.522	7.482.444	26.473.227	6.519.972
III. FINANCIAL INCOME (132 to 136)	131	169.182.323	35.794.109	297.855.882	121.408.626
1. Interest income, foreign exchange gains, dividend and similar income from related parties	132	0	0	0	0
2. Interest income, foreign exchange gains, dividend and similar income from non-related parties	133	169.137.799	35.749.585	297.705.548	121.258.292
3. Share in income from affiliated entrepreneurs and participating interests	134	0	0	0	0
4. Unrealized gains (income) from financial assets	135	44.524	44.524	150.334	150.334
5. Other financial income	136	0	0	0	0
IV. FINANCIAL EXPENSES (138 to 141)	137	254.276.730	67.106.018	377.604.878	151.759.034
1. Interest expenses, foreign exchange losses and similar expenses from related parties	138	0	0	0	0
2. Interest expenses, foreign exchange losses and similar exp. from non-related parties and other entities	139	244.317.868	65.482.821	377.415.267	151.732.034
3. Unrealized losses (expenses) on financial assets	140	158.110	158.110	27.000	27.000
4. Other financial expenses	141	9.800.752	1.465.087	162.611	0
V. INCOME FROM INVESTMENT SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS	142	9.142.798	9.142.798	0	0
VI. LOSS FROM INVESTMENT SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS	143	9.046.952	9.046.952	11.416.502	11.416.502
VII. EXTRAORDINARY - OTHER INCOME	144	0	0	0	0
VIII. EXTRAORDINARY - OTHER EXPENSES	145	0	0	0	0
IX. TOTAL INCOME (111+131+142 + 144)	146	1.882.672.109	754.698.854	2.472.346.788	974.448.947
X. TOTAL EXPENSES (114+137+143 + 145)	147	1.949.744.775	698.605.664	2.594.146.123	#####
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	-67.072.666	56.093.190	-121.799.335	-35.044.400
1. Profit before taxation (146-147)	149	0	56.093.190	0	0
2. Loss before taxation (147-146)	150	67.072.666	0	121.799.335	35.044.400
XII. PROFIT TAX	151	3.508.616	3.508.616	4.757.802	4.757.802
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	-70.581.282	52.584.574	-126.557.137	-39.802.202
1. Profit for the period(149-151)	153	0	52.584.574	0	0
2. Loss for the period (151-148)	154	70.581.282	0	126.557.137	39.802.202
APPENDIX TO P&L (only for consolidated financial statements)					
XIV. PROFIT OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	155	-91.501.673	35.258.355	-131.309.338	-39.834.300
2. Attributed to minority interests	156	20.920.391	17.326.219	4.752.201	32.098
STATEMENT OF COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	-70.581.282	52.584.574	-126.557.137	-39.802.202
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX(159 to 165)	158	11.124.122	24.539.683	136.166.190	140.716.058
1. Exchange differences on translation of foreign operations	159	11.124.122	24.539.683	29.455.205	34.005.073
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	0	0	106.710.985	106.710.985
3. Profit or loss from revaluation of financial assets available for sale	161	0	0	0	0
4. Gains or losses on efficient cash flow hedging	162	0	0	0	0
5. Gains or losses on efficient hedge of a net investment in foreign countries	163	0	0	0	0
6. Share in other comprehensive income / loss of associated companies	164	0	0	0	0
7. Actuarial gains / losses on defined benefit plans	165	0	0	0	0
III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166	0	0	0	0
IV. NET OTHER COMPREHENSIVE INCOME/ LOSS FOR THE PERIOD (158-166)	167	11.124.122	24.539.683	136.166.190	140.716.058
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD(157+167)	168	-59.457.160	77.124.257	9.609.053	100.913.856
APPENDIX to Statement of comprehensive income (only for consolidated financial statements)					
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	169	-80.377.551	59.798.038	4.856.852	100.881.758
2. Attributed to minority interests	170	20.920.391	17.326.219	4.752.201	32.098

CONSOLIDATED CASH FLOW STATEMENT - Indirect method			
period 01.01.2016. to 31.12.2016.			
Company: ULJANIK D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	-123.165.856	-121.799.335
2. Depreciation	002	46.059.984	63.702.122
3. Increase in short-term liabilities	003	474.330.018	639.221.945
4. Decrease in short term receivables	004	0	0
5. Decrease in inventories	005	0	0
6. Other cash flow increases	006	30.725.872	115.971.914
I. Total increase in cash flow from operating activities (001 to 006)	007	427.950.018	697.096.646
1. Decrease in short - term liabilities	008	0	0
2. Increase in short - term receivables	009	276.192.456	327.521.569
3. Increase in inventories	010	124.862.765	624.192.353
4. Other cash flow decreases	011	91.172.937	420.486.487
II. Total decrease in cash flow from operating activities (008 to 011)	012	492.228.158	1.372.200.409
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES (007-012)	013	0	0
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES (012-007)	014	64.278.140	675.103.763
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash flow from sale of long - term tangible and intangible assets	015	0	0
2. Cash inflow s from sale of equity and debt financial instruments	016	202.781	0
3. Interest receipts	017	1.758.384	4.113.474
4. Dividend receipts	018	57.968	4.393.719
5. Other cash inflow s from investing activities	019	366.475.289	229.935.965
III. Total cash inflows from investing activities(015 to 019)	020	368.494.422	238.443.158
1. Cash outflow s for purchase of long - term tangible and intangible assets	021	7.993.931	60.607.005
2. Cash outflow s for purchase of equity and debt financial instruments	022	52.913	0
3. Other cash outflow s from investing activities	023	344.843.116	276.242.514
IV. Total cash outflows from investing activities (021 to 023)	024	352.889.960	336.849.519
B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES(020-024)	025	15.604.462	0
B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES(024-020)	026	0	98.406.361
CASH FLOW FROM FINANCING ACTIVITIES			
1. Cash receipts from issuance of equity and debt financial instruments	027	0	0
2. Cash inflow s from loans, debentures, credits and other borrowings	028	187.896.412	1.148.088.552
3. Other cash inflow s from financing activities	029	0	0
V. Total cash inflows from financing activities (027 to 029)	030	187.896.412	1.148.088.552
1. Cash outflow s for repayment of loans and bonds	031	170.656.261	551.016.063
2. Dividends paid	032	0	0
3. Cash outflow s for finance lease	033	979.940	1.460.757
4. Cash outflow s for purchase of ow n stocks	034	0	0
5. Other cash outflow s from financing activities	035	0	0
VI. Total cash outflows from financing activities (031 do 035)	036	171.636.201	552.476.820
C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES (030-036)	037	16.260.211	595.611.732
C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES (036-030)	038	0	0
Total increases of cash flow s (013 – 014 + 025 – 026 + 037 – 038)	039	0	0
Total decreases of cash flow s (014 – 013 + 026 – 025 + 038 – 037)	040	32.413.467	177.898.392
Cash and cash equivalents at the beginning of period	041	110.681.411	281.677.404
Increase in cash and cash equivalents	042	0	0
Decrease in cash and cash equivalents	043	32.413.467	177.898.392
Cash and cash equivalents at the end of period	044	78.267.944	103.779.012

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY				
Company: ULJANK D.D.	from	1.1.2016	to	31.12.2016
Position	AOP	Previous year	Current year	
1	2	3	4	
1. Subscribed capital	001	100.687.500	100.687.500	
2. Capital reserves	002	216.566.367	216.566.367	
3. Reserves from profit	003	10.344.644	23.478.669	
4. Retained earnings or accumulated loss	004	-154.775.761	-320.616.411	
5. Profit / loss for the current year	005	-91.501.673	-131.309.338	
6. Revaluation of long - term tangible assets	006		106.710.985	
7. Revaluation of intangible assets	007			
8. Revaluation of financial assets available for sale	008			
9. Other revaluation	009	39.637.108	69.092.313	
10. Total capital and reserves (AOP 001 to 009)	010	120.958.185	64.610.085	
11. Currency gains and losses arising from net investments in foreign operations	011	11.124.122	29.455.205	
12. Current and deferred taxes (part)	012			
13. Cash flow hedging	013			
14. Changes in accounting policies	014			
15. Correction of significant errors in prior periods	015			
16. Other changes in capital	016	-59.391.694	-85.803.305	
17. Total increase or decrease in capital (AOP 011 to 016)	017	-48.267.572	-56.348.100	
17 a. Attributed to equity holders of parent company	018	-3.801.221	-64.901.522	
17 b. Attributed to minority interest	019	124.759.406	129.511.607	