

2015

LUKA KOPER GROUP

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

Koper, November 2015

TABLE OF CONTENTS

BUSINESS REPORT	2
PERFORMANCE HIGHLIGHTS OF LUKA KOPER GROUP	2
PERFORMANCE HIGHLIGHTS OF LUKA KOPER, D. D.	5
INTRODUCTORY NOTE.....	8
PRESENTATION OF LUKA KOPER	9
CORPORATE MANAGEMENT AND GOVERNANCE.....	12
SIGNIFICANT EVENTS JANUARY – SEPTEMBER 2015.....	14
RELEVANT POST-BALANCE SHEET EVENTS.....	19
PERFORMANCE ANALYSIS OF LUKA KOPER.....	21
FINANCIAL MANAGEMENT	27
MARKETING AND SALES.....	29
RISK MANAGEMENT	33
LKPG SHARE.....	34
NON-FINANCIAL INVESTMENTS.....	37
RESEARCH AND INVESTMENT.....	38
SUSTAINABLE DEVELOPMENT	40
NATURAL ENVIRONMENT	40
HUMAN RESOURCES	45
COMMITTMENT TO THE COMUNITY	49
FINANCIAL REPORT	50
CONSOLIDATED FINANCIAL STATEMENT OF LUKA KOPER GROUP	50
NON-CONSOLIDATED FINANCIAL STATEMENT OF LUKA KOPER , D. D.	72
STATEMENT OF MANAGEMENT RESPONSIBILITY	96

BUSINESS REPORT

PERFORMANCE HIGHLIGHTS OF LUKA KOPER GROUP

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

	1 - 9/2015	Plan 1 - 9/2015	Index Result/ Plan
From Income Statement (in EUR)			
Operating revenues	135.196.253	131.314.639	103
Operating profit (EBIT)	31.880.860	24.768.247	129
EBITDA	52.458.610	45.444.876	115
Net profit	26.971.470	20.302.630	133
From Cash inflow Statement (in EUR)			
Investments in property, plant and equipment and intangible assets	16.641.116	35.444.972	47
Cargo throughput (in tonnes)			
Cargo throughput	15.494.341	14.601.389	106

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

	1 - 9/2015	1 - 9/2014	Index 2015/2014
From Income Statement (in EUR)			
Operating revenues	135.196.253	119.419.613	113
Operating profit (EBIT)	31.880.860	26.317.081	121
EBITDA	52.458.610	46.767.066	112
Financing gain (loss)	-1.129.704	-1.853.160	61
Pre- tax profit	31.676.791	25.139.646	126
Net profit	26.971.470	21.818.377	124
From Cash Inflow Statement (in EUR)			
Investments in property, plant and equipment and intangible assets	16.641.116	23.779.871	70
Cargo throughput (in tonnes)			
Cargo throughput	15.494.341	13.882.960	112

	30.09.2015	31.12.2014	Index 2015/2014
From Statement of Financial Position (in EUR)			
Assets	474.094.908	452.585.551	105
Non-current assets	409.866.255	414.412.047	99
Current assets	64.228.653	38.173.504	168
Equity	299.679.739	286.323.570	105
Non-current liabilities	118.636.188	129.318.586	92
Current liabilities	55.778.981	36.943.395	151
Financial liabilities	128.081.701	128.146.556	100

	1 - 9/2015	1 - 9/2014	Index 2015/2014
Indicators (as percentage)			
Return on sales (ROS)	23,58%	22,04%	107
Net return on equity (ROE) ¹	12,27%	10,78%	114
Net return on assets (ROA) ¹	7,76%	6,43%	121
EBITDA	38,80%	39,16%	99
Financial liabilities / equity	42,74%	49,66%	86

COMPARISON OF LUKA KOPER GROUP RESULTS FOR JANUARY – SEPTEMBER 2015

In the first nine months of 2015, the Luka Koper Group performance was very successful. The maritime throughput reached 15.5 million tonnes of goods, which is a 12 percent increase the comparable period last year and 6 percent increase on the planned cargo throughput for the period. Compared to the previous year the cargo throughput registered growth in all cargo types, except in general cargoes.

The throughput of containers in January – September 2015 reached 590,270 TEUs, exceeding the plan by 8 percent, and last year's throughput by 16 percent.

The throughput of vehiclars amounted to 433,457 units, which is 17 percent ahead-on planned and 16 percent ahead on the throughput in 2014.

Net revenue from sale of Luka Koper Group across the first nine months of 2015 in the amount of EUR 135.2 million were 3 percent ahead on planned, and 13 percent ahead on achieved net operating revenues in the same period in 2014.

Net profit of Luka Koper Group in the amount of EUR 27 million, which is 33 percent increase on the planned, and by 24 percent on the achieved net profit in the same period 2014.

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

From January to September Luka Koper Group 2015 allocated EUR 16.6 million. Minors investments were implemented and two major investments have started, and namely the construction of three new tanks for the needs of the terminal of liquid cargoes and the rehabilitation of the transport storage areas for the needs of containers' storage.

Also in 2015 Luka Koper Group pursued further repayment of loans, and compared to 31 December 2014, in the first nine months of 2015, reduced the debt by 10 percent.

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

PERFORMANCE HIGHLIGHTS OF LUKA KOPER, D. D.

COMPARISON OF ACTUAL AND PLANNED RESULTS OF LUKA KOPER, D. D., JANUARY – SEPTEMBER 2015

	1 - 9/2015	Plan 1 - 9/2015	Index Result/ Plan
From Income Statement (in EUR)			
Operating revenues	127.584.999	125.050.718	102
Operating profit (EBIT)	29.443.777	23.202.028	127
EBITDA	49.188.733	43.015.151	114
Net profit	25.051.796	19.545.229	128
From Cash Inflow Statement (in EUR)			
Investments in property, plant and equipment and intangible assets	16.263.750	34.858.952	47
Cargo throughput (in tonnes)			
Cargo throughput	15.494.341	14.601.389	106

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

	1 - 9/2015	1 - 9/2014	Index 2015/2014
From Income Statement (in EUR)			
Operating revenues	127.584.999	112.488.165	113
Operating profit (EBIT)	29.443.777	23.797.961	124
EBITDA	49.188.733	43.224.699	114
Financing gain (loss)	-32.171	-1.284.410	3
Pre-tax profit	29.411.606	22.513.551	131
Net profit	25.051.796	19.599.572	128
From Cash Flow Statement (in EUR)			
Investments in property, plant and equipment and intangible assets	16.263.750	22.789.394	71
Maritime throughput (in tonnes)			
Maritime throughput	15.494.341	13.882.960	112

	30.09.2015	31.12.2014	Index 2015/2014
From Statement of Financial Position (in EUR)			
Assets	455.783.488	437.258.457	104
Non-current assets	401.478.115	405.240.457	99
Current assets	54.305.373	32.018.000	170
Equity	277.827.758	266.091.273	104
Non-current liabilities and provisions	125.315.891	135.554.270	92
Current liabilities	52.639.839	35.612.914	148
Financial liabilities	138.112.073	138.202.763	100

	1 - 9/2015	1 - 9/2014	Index 2015/2014
Indicators (as percentage)			
Return on sales (ROS)	23,08%	21,16%	109
Net return on equity (ROE) ²	12,28%	10,39%	118
Net return on assets (ROA) ¹	7,48%	5,95%	126
EBITDA	38,55%	38,43%	100
Financial liabilities / equity	49,71%	57,97%	86

PERFORMANCE OF LUKA KOPER, D. D., JANUARY – SEPTEMBER 2015

In January – September 2015 Luka Koper, d. d., generated operating revenues in the amount of EUR 127.6 million, exceeding the planned operating revenues by EUR 2.5 million resp. 2 percent, the achieved operating revenues in the previous year were increased by EUR 15.1 million resp. 13 percent.

In January – September 2015 Luka Koper, d. d., generated 94.4 percent of Luka Koper Group operating revenues.

Operating expenses of Luka Koper, d. d., registered in first nine months of 2015 amounted to EUR 100.3 million and in comparison to the same period 2014 increased by EUR 10.1 million resp. 11 percent. Comparably to the same period last year, an increase was registered in all types of costs within the framework of operating expenses, at the greatest extent, labour costs and other expenses, which resulted from the payment of judicial settlements.

² The indicators are calculated on the basis of annualised data.

In the first nine months of 2015, the EBIT of Luka Koper, d. d., leta 2015 amounted to EUR 29.4 million and was EUR 6.2 million resp. 27 higher than planned and EUR 5.6 million resp. 24 percent higher than previous year.

The EBITDA amounted to EUR 49.2 million, which is EUR 6 million resp. 14 percent ahead on the previous year. In comparison to the plan, EBITDA increased by EUR 6.2 million resp. 14 percent.

Net profit of Luka Koper, d. d., in January – September 2015 amounted to EUR 251 million, which was EUR 5.5 million resp. 28 percent increase on the planned and achieved net profit in 2014.

In January – September 2015 Luka Koper, d. d., allocated EUR 16.3 million for the investments, which is 98 percents of Luka Koper Group investments.

In the first half of 2015 Luka Koper, d. d., started the dredging of the sea along the container quay to the depth -15 m and Slovenian Maritime Administration the dredging of the access channel in Basin I to the depth -15 m.

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 – September 2015.

This Non-audited report on the performance of Luka Koper, d. d., and Luka Koper Group for January – September 2015 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 30th November 2015 onwards.

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

This Non-audited Report on the performance of Luka Koper, d. d. and the Luka Koper Group for January – September 2015 was addressed by the company's Supervisory Board at its regular session on 30th November 2015.

PRESENTATION OF LUKA KOPER

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

Profile of the company Luka Koper, d. d., as of 30th November 2015

Company full name	Luka Koper, pristaniški in logistični sistem, delniška družba
Short company name	Luka Koper, d. d.
Registered office	Vojkovo nabrežje 38, Koper
	Phone: 05 66 56 100
	Fax: 05 63 95 020
	Email: portkoper@luka-kp.si
	Website: www.luka-kp.si
Company registration	Application No. 066/10032200, registered at Koper District Court
Company registration number	5144353
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	Ljubljanska borza, d. d., prva borzna kotacija
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 – Worker 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 30 September 2015:

Luka Koper Group as of 30th September 2015

- Luka Koper, d. d.
- Luka Koper INPO, d. o. o., 100 %
- Adria Terminali, d. o. o., 100 %
- Luka Koper Pristan, d. o. o., 100 %
- TOC, d. o. o., 68,13 %
- Adria Transport, d. o. o., 50 %
- Adria – Tow, d. o. o., 50 %
- Adriaфин, d. o. o., 50 %
- Avtoservis, d. o. o., 49 %
- Logis Nova, d. o. o., 100 %
- Adria Investicije, d. o. o., 100 %
- AdriaSOLE, d. o. o. – bankruptcy, 98 % (in bankruptcy proceedings as of 28th February 2014)
- Golf Istra, d. o. o. – bankruptcy, 20 % (in bankruptcy proceedings as of 9th October 2014)

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

a) Full consolidated method:

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

b) Equity method:

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

c) Companies not comprised in consolidated financial statements:

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

- Adriasole, d. o. o. – bankruptcy, 98 % (in bankruptcy proceedings as of 28th February 2014)
- 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 30th September 2015, the Luka Koper, d. d., Management Board was comprised of the following members:

- Dragomir Matić, President of the Management Board, appointed on 23rd May 2014 for a five-year term, taking up the position as of 10th June 2014,
- Andraž Novak, Member of the Management Board, commenced a five-year term on 10th June 2014,
- Irena Vincek, Member of the Management Board, commenced a five-year term on 21st August 2015,
- Matjaž Stare, Workers Director, commenced a five-year term on 18th October 2010.

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

On 17 October 2015 a five year term of office expired to Matjaž Stare, Worker Director. On 1 October 2015 Members of the Works council elected for a new Worker director Stojan Čepar. His appointment was endorsed by the Supervisory Board on 30th November 2015.

New composition of the Management Board as of October 18, 2015

- Dragomir Matić, President of the Management Board, appointed on 23rd May 2014 for a five-year term, taking up the position as of 10th June 2014,
- Andraž Novak, Member of the Management Board, commenced a five-year term on 10th June 2014,
- Irena Vincek, Member of the Management Board, commenced a five-year term on 21st August 2015.

New composition of the Management Board as of November 30, 2015

- Dragomir Matić, President of the Management Board, appointed on 23rd May 2014 for a five-year term, taking up the position as of 10th June 2014,
- Andraž Novak, Member of the Management Board, commenced a five-year term on 10th June 2014,
- Irena Vincek, Member of the Management Board, commenced a five-year term on 21st August 2015.
- Stojan Čepar, Worker Director, commenced a five-year term on 30th November 2015.

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 September 30, the Supervisory Board was comprised of the following members:

Representatives of the shareholders

- 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 Shareholders, commenced a four-year term on July 12th 2011 (19th General Assembly of the Shareholders).

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.

On 30th November 2015, at the moment of appointment of Stojan Čepar as the Member of the Management Board – Worker Director, his mandate as the Member of the Supervisory Board, Workers representative, terminated.

External member of the Supervisory Board Audit Committee

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

SIGNIFICANT EVENTS JANUARY – SEPTEMBER 2015

JANUARY

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

FEBRUARY

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

MARCH

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

APRIL

- The cruise ship Berlin inaugurated the cruise season at the Koper's Cruise Terminal.
- The first vessel of the third new direct service from Koper to the Far East, established by the alliance CKYHE, connecting the shipping companies Evergreen, Yang Ming, COSCON, Japanese »K« line and the Korean Hanjin, sailed off from the Chinese port Qingdao. Also in this event, the first port of call in Adriatic will be in the Port of Koper.
- At Koper District Court was a commercial proceeding between Luka Koper, d. d., and defendants, former members of the Management Board for the payment of claim for damages in the amount of 5,048,434.48 euros with statutory default interests and legal costs has taken place. On 13th April 2015 the company received a judgment of the Supreme Court in Koper, following to which the company request for compensation was not justified. Luka Koper, d. d., will file an appeal against the aforesaid judgement of the Supreme Court in Koper. The company holds the contingent assets for this damage claim.
- Talks about the cooperation opportunities were held with the Czech business delegation, accompanying the Czech Prime Minister during his visit in Slovenia.
- The transport route through the Port of Koper was presented to the participants of the conference Fresh Produce India, which was held in Mumbai, India.
- Luka Koper, d. d. presented its offer to the association of shipping agents and forwarders in Belgrade.
- A specialised magazine Automotive Logistics published the statistics of vehicles maritime seaport in the European Union. In the Mediterranean area, the Port of Koper also in 2014 ranked as second largest port for handled volume of vehicles, among European Union ports, the Port of Koper ranked at eleventh place.

- The Company's development plans in the field of vehicles were presented in occasion of the Santander International Automotive Logistics conference, held in Santander in Spain.
- The representatives of Luka Koper, d. d., attended the international day in Debrecen in Hungary, presented to the participants business and development plans of Luka Koper, d. d.
- The Supervisory Board of Luka Koper, d. d., endorsed the proposal of the Management Board on the disposal of the accumulated profit for 2014, which will be proposed by the Supervisory and Management Board for the approval of the Shareholders' Meeting. The proposal for the use of the accumulated profit, is the following:
 - Part of the accumulated profit in the amount of EUR 8,540,000.00 is to be paid as dividends in gross value of EUR 0.61 per ordinary share,
 - Residual value of accumulated profit in the amount of EUR 6,058,947.31 shall be allocated to other revenue reserves.
- The Supervisory Board of Koper, d. d., gave its consent for the realisation of the extension of the southern part of the Pier I and provision of the capacities of the Container Terminal for the annual throughput up to 1,15 million TEUs. This comprises the construction of new storage areas on the surface of 98,000 m² and the arrangement of the existing ones, the dredging of the Basin I to the depth -15 m and the construction of the landfill sites for the disposal of material, additional railway tracks and transition on the new waggons transshipment (RMG – rail mounted gantry crane), the extension of the operating quay and acquisition of four new super post-panamax shore cranes and other equipment. The estimated value of the investment, which will be progressively implemented till the year 2021 amounts to EUR 225 million, this value comprises also investments completed in 2014.
- The Supervisory Board of Luka Koper, d. d., gave its consent to the construction of three fuel oil tanks at Pier II, each with capacity of 20,000 m³. The estimated value of the investment amount to EUR 13,9 million. The construction which is projected this year, shall be terminated next year.

MAJ

- The representatives of Luka Koper, d. d. attended the biggest logistic fair in Europe Transport Logistic Munchen 2015.
- An external audit was conducted by the Slovenian Institute of Quality and Metrology, which encompassed the renewal audit of management systems in accordance with ISO 9001 and 140001 standards and regular audit of the occupational health systems and food safety. The auditors visited several locations in Luka Koper, d. d., and in subsidiary enterprises Luka Koper INPO, d. o. o., and Adria Terminali, d. o. o.
- 12.000 m² of arranged areas for the storage of full containers were obtained.
- The Supervisory Board of Luka Koper, d. d., adopted the notice of resignation of Tine Svobljšek, Member of the Management Board for finance and accounting, who exercised his function until 30 June 2015.

- The Supervisory Board of Luka Koper, d. d, gave its consent for the implementation of the investment in the construction of the new RO-RO berth in the Basin III and other associated companies. The new capacities will be mainly used for the handling of vehicles. The investment comprises the new berthing place for car-carrier vessels along the Basin III, the arrangement of the warehousing areas and transportation lanes, construction of the additional group of railway tracks to the new entry and the truck terminal and the arrangement of the hinterland disposal areas for the storage in the hinterland and on the head of the Pier II. The total value of investments, which will be carried out by stages amounts to EUR 25.2 million.
- Luka Koper, d. d., organised the traditional Port day, which was attended by 2,800 visitors.
- The Luka Koper, d. d. Port Day, Japan was attended by more than 60 representatives of logistics companies.

JUNE

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

JULIJ

- Due to established procedural reasons, on 3 July 2015 the Management Board of Luka Koper, d. d. revoked the Shareholders' Meeting convened for 8 July 2015.
- On 14 July 2015 the Management Board of Luka Koper, d. d., on the basis of the provisions of paragraph 1 of Article 10 of Luka Koper, d. d., Statute convened 26th Shareholders' Meeting of Luka Koper, d. d., which was held on 21 August 2015.
- Until the appointment of a new member of the Management Board for finance and accounting, this function was taken over by the Member of the Management Board, Andraž Novak.

- Luka Koper, d. d., started the dredging along the container quay to the depth -15 m, Slovenian Maritime Administration the dredging of the access channel in the Basin I to -15 m. The value of works amounts to 1.7 million euros. The dredging is co-funded by the European Union from the programme TEN-T within the framework of the project NAPADRAG.
- Luka Koper, d. d. obtained the funds in the total amount of EUR 6.5 million at the call for tenders from Connecting Europe Facility (CEF) providing funding opportunities, to which 700 projects applied. Among 276 projects three were selected and namely NAPA4CORE, GAINN4MOS and Fresh Fruit Corridors, by which Luka Koper, d. d., in cooperation with the partners.
- A meeting was organised between Luka Koper, d. d., Management Board and the mayors of the Municipality of Koper and Municipality of Ankaran, with aim to present Luka Koper, d. d. development plans.
- The delegation of the Korean logistics giant Hyundai Glovis which is one of the most important partners of Luka Koper, d. d., in the field of containers, cars and coils paid visit to Luka Koper, d. d..

AUGUST

- On 21 August 2015 the Supervisory Board of Luka Koper, d. d., appointed Irena Vincek for the member of the management board for finance and accounting. The five year mandate commenced on 21 August 2015.
- On 21 August 2015, the Supervisory Board of Luka Koper, d. d., endorsed the Business strategy of Luka Koper, d. d. and Luka Koper Group till 2030, as well as Strategic Business Plan of Luka Koper, d. d. and Luka Koper Group 2016 – 2020.
- On 21 August 2015 the Management Board of Luka Koper, d. d., published the resolutions of the 26th session of the Shareholders' Meeting of Luka Koper, d. d., of 21 August 2015. Shareholders attending the General Shareholders Meeting:
 - were presented the endorsed Annual Report of Luka Koper, d. d., and Luka Koper Group for 2014 with the auditor's opinion and the Report of the Supervisory Board on the verification of the Annual Report of Luka Koper, d. d., and Luka Koper Group for 2014.
 - adopted the proposed resolution on the allocation of distributable profit for 2014 in the amount of EUR 14,598,947.31 as follows:
 - a portion of distributable profit in the amount of EUR 13,160,000.00 to be disbursed as dividends in the gross value of EUR 0.94 per ordinary share,
 - the remaining distributable profit in the amount of EUR 1,438,947.31 remain undistributed,
 - endorsed the work of the Management and the Supervisory Board for 2014,
 - appointed the auditors KPMG Slovenija, podjetje za revidiranje, d. o. o., as the company's external auditor for fiscal year 2015 for Luka Koper, d. d., and Luka Koper Group,

- adopted the resolution on the amount of remuneration and the attendance fee for members of the Supervisory Board as well as Supervisory Board Commissions
- endorsed the amendments to the Luka Koper, d. d., Statute
- elected the member of the Supervisory Board of Luka Koper, d. d., Sabina Mozetič, for the four-year mandate.
- Luka Koper, d. d., obtained GMP+B3 standard certificate proving the established work procedures and conditions performing safe feed safety and quality.

SEPTEMBER

- A new weekly regular container service (IsKon) started on Koper – Budapest - Novi Sad – Koper route. The service is operated by Adria Kombi and Transagent with departures from Koper on Saturdays and arrival in Novi Sad on Wednesdays.
- On 9 September 2015 Luka Koper, d. d., submitted the application to the Ministry of Infrastructure for the obtainment of the consent to the long-term loans from the subsidiary company Luka Koper INPO, d. o. o., in compliance with the Regulation on the conditions Decree on the terms and conditions and methods of borrowing as per article 87 of the Public Finance Act (ZJF), in the amount of EUR 6 million. Luka Koper, d. d. obtained the aforesaid consent on 13 November 2015.
- In occasion of the Port's day Luka Koper, d. d., met business partners from Czech Republic and Hungary.
- Luka Koper, d. d., attended the Fresh market fair in Warsaw, where Luka Koper representatives met the fruit and vegetables customers and suppliers as well as logistic services providers.
- On 22 September 2015 Luka Koper, d. d., published the amendment to the Financial calendar for 2015. The amendment is related to the date of the publication of the Non-audit Report of Luka Koper Group and Luka Koper, d. d., performance, from January to September 2015.
- Luka Koper INPO, d. o. o., celebrated 20th anniversary.

RELEVANT POST-BALANCE SHEET EVENTS

OCTOBER

- Members of Works Council elected Stojan Čepar as Worker Director. His appointment has to be endorsed by the Supervisory Board.
- Luka Koper, d. d., has been successful at the international tender of the German corporation Daimler and became one of their core ports for export of cars produced in Mercedes – Benz plants in Germany and some other European countries, Slovenia included.
- The third of four phases of the modernization of the railway line Koper – Divača was completed.

- A business event for local logistic providers, transport operators and exporters was organised in Tel Aviv jointly with the Slovenian embassy.
- Luka Koper, d. d., allocated EUR 13,160,000.00 for the payment of dividends to the following shareholders:
 - Republic of Slovenia 6,711,600.00 EUR,
 - SDH, d. d. 1,464,385.58 EUR,
 - KAD, d. d. 654,784.26 EUR,
 - MOK 438,925.48 EUR,
 - Other shareholders 3,890,304.68 EUR.
- Luka Koper, d. d., ordered 11 new, more performing cranes for the containers transshipment:
 - 2 major and more performing container cranes STS, dimensions super post-panamax, by which the work on container vessels of capacity up to 14,000 TEUs will be performed. It is expected that new super post-panamax cranes will be put into operation in June 2017,
 - 2 rubber gantry mounted cranes RMG, which will be used to loading/unloading of the containers on the railway waggons. The extension of two existing lanes at the Container terminal and the construction of three new ones is already underway,
 - 7 electric rubber tired gantry cranes E-RTG, with electrical power supply, which ensures reduced environmental impact with gas emission and noise.

In October 2015, Luka Koper, d. d., settled the payment of EUR 9.1 million for ordered cranes.

This is a part of the investment which projects also the extension of the Pier I and the construction of an additional capacity at the Container terminal, thanks to which the annual capacity of 13 million TEUs will be reached until 2020.

NOVEMBER

- On 30 November 2015 the Supervisory Board of Luka Koper, d. d., appointed Stojan Čepar as the Member of the Management Board – Workers director. His five-year mandate will commence on 30 November 2015. He was proposed to take over this office by the Works Council of Luka Koper, d. d. in compliance with the Worker Participation in management Act and in compliance with the Regulation on Works Council. From the moment of his appointment as the Member of the Management Board, his mandate as the Member of the Supervisory Board, terminated.
- The second phase of dredging of the access channel within sea area to the depth - 15 metres was completed.

PERFORMANCE ANALYSIS OF LUKA KOPER

In the first nine months of 2015, Luka Koper Group net sales revenues amounted to EUR 135.2 million and were by 3 percent ahead on the planned net sales revenue in the first nine months of 2015, and 13 percent ahead on the achieved net sales revenue in the equivalent period last year.

Considering the generated operating expenses in the amount of EUR 107 million, the operating profit of Luka Koper Group in January – September 2015 amounted to EUR 31.9 million and was EUR 5.6 million resp. 21 percent ahead on the comparable period in 2014. The increase of the operating profit from revenues from sales and other revenues for the period was higher than the increase of operating expenses.

Net profit of Luka Koper Group in the first nine months of 2015 amounted to EUR 27 million and was 33 percent ahead on the planned one, and 24 percent ahead on the net profit in the equivalent period in 2014.

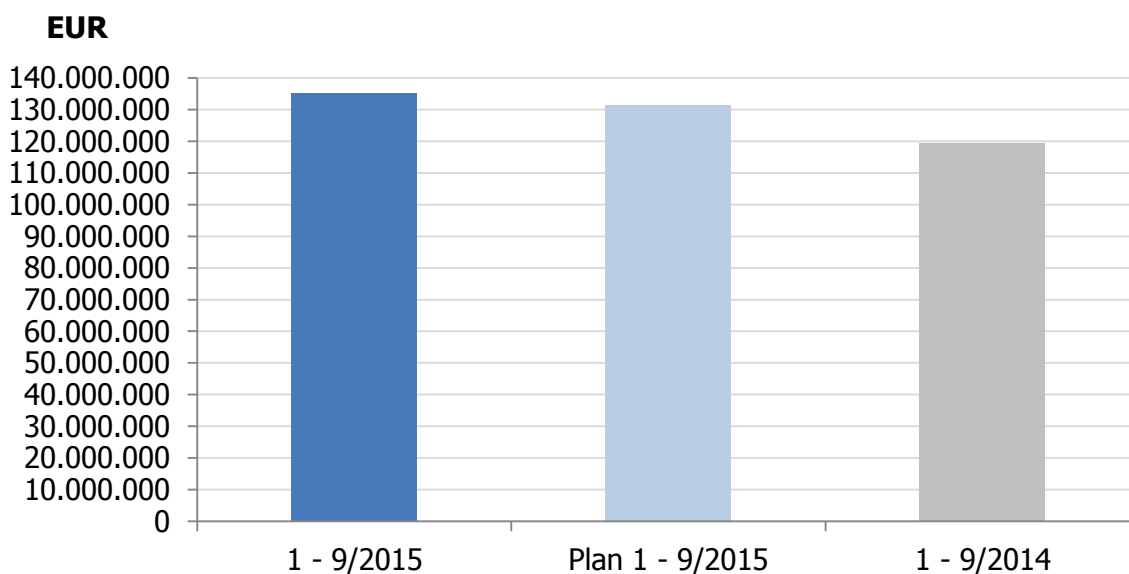
NET REVENUE FROM SALE

In the first nine months of 2015 the net revenue from sale of the Group reached EUR 135.2 million, which is EUR 3.9 million resp. za 3 percent ahead of the expectations, and EUR 15.8 million resp. 13 percent ahead of the same period last year. Net revenue from sale of Luka Koper Group increased in its primary activity of loading and unloading and warehousing.

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

(in EUR)	1 – 9/2015	1 – 9/2014	Index 2015/2014
TOTAL	135.196.253	119.419.613	113

Figure 1: Net revenue from sale of Luka Koper Group



OTHER REVENUES

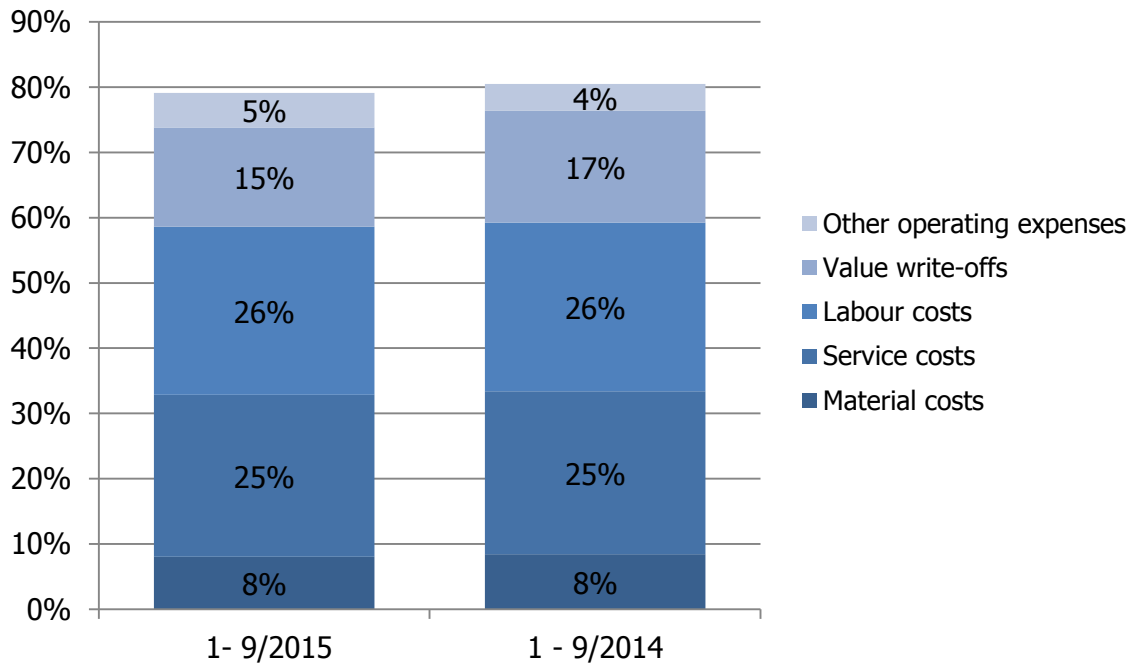
Other revenues of Luka Koper Group in January – September period 2015 amounted to EUR 3.6 million, which is 618 thousand resp. 21 percent increase on the same period last year. Among this is the reversal of provisions in the amount of 1.5 million euros related to the judicial settlement, on the basis of which the company settled the payment of the amount of 262 thousand euros, and by this the commercial proceeding against Luka Koper, d. d., which lasted from the year 2012. Among other revenues the amount of EUR 208.7 thousand is related to value adjustments for receivables because of their payment.

OPERATING EXPENSES

In the first nine months of 2015, the Luka Koper Group operating expenses amounted to EUR 107 million, which is EUR 10.8 million resp. 11 percent ahead of the equivalent period last year. Compared to equivalent period last year, within the operating expenses, the increase was recorded in all types of expenses.

A share of operating expenses in net sales in January – September 2015 period is equivalent to 79.1 percent, which is a year-on decrease of 1.4 percentage points. Compared to 2014, there was a decrease of depreciation costs in net revenues from sale, whereas the share of other operating expenses increased, share of cost of material, service costs and labour costs remained at the same level as previous year.

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



COST OF MATERIAL

In January – September 2015, the cost of material amounted to EUR 10.9 million, which is EUR 819.5 thousand resp. 8 percent ahead on the same period in 2014. Auxilliary materials and spare parts costs can be attributed to the increased maintenance works execution. Due to the fall of prices of fuel, the cost of energy decreased.

COST OF SERVICES

In the first nine months of 2015, the cost of services amounted to EUR 33.6 million, which is 3.7 million resp. 12 percent ahead on costs generated in 2014. The costs pertaining to the maintenance increased due to the increased volume of maintenance works. Also service costs pertaining to the provision of ports services increased by 4 percent, whereby the maritime tghroughput recorded 12 percent growth. In this respect, there was an increase in concession costs as a consequence of higher operating revenues and IT support costs.

EMPLOYEE BENEFITS EXPENSE

In the first nine months of 2015, employee benefits of Luka Koper Group amounting to EUR 34.8 million, which is EUR 4 million resp. 13 percent increase when compared to the same period last year. This year-on increase can be attributed to the effected payment of the salary supplement, in gross amount of 230 euros per month per employee in the company Luka Koper, d. d., from 1st January onwards, due to the higher payments for job performance and higher number of employees.

As of 30 September 2015, the total number of employees in Luka Koper Group companies was 1,032, which represents an increase of 27 employees resp. three percent ahead on 30 September 2014.

DEPRECIATION COSTS

In January to September 2015 period, the depreciation costs in the amount of EUR 20.6, were one percent ahead on the depreciation costs in the first nine months of 2014.

OTHER OPERATING EXPENSES

Other operating expenses of Luka Koper Group in the first nine months of the year in the amount of EUR 7.1 million, were EUR 2.2 million resp. 45 percent ahead on the same period. An increase was registered in revaluation operating expenses, the cost of the compensation for the use of the building plot and other costs related to judicial settlements. The increase of other costs is due to the dismissed lawsuits.

OPERATING PROFIT

In January to September 2015 period Luka Koper Group generated the operating profit in the amount of EUR 31.9 million, which exceeds the achieved operating profit in the comparable period in 2014, by EUR 5.6 million resp. by 21 percent. This increase is the result of 13 percent higher net revenues from sales and the 21 percent growth of other revenues.

The EBITDA amounted to EUR 52.5 million and was higher than in 2014 by EUR 5.7 million resp. by 12 percent. In comparison to the plan, the EBITDA was higher by EUR 7 million resp. by 15 percent.

FINANCE INCOME AND FINANCE EXPENSES

In January - September 2015 period the finance income of Luka Koper Group amounted to EUR 1.4 million, which is EUR 244.9 thousand resp. 21 percent ahead on the same period in 2014. The increase can be attributed to higher revenues from received dividends and profit participation.

The Group's Financial expenses in January – September in the amount of EUR 2.6 million recorded a 479 thousand euros (16 percent) decline on the same period last last year.

Financial expenses from financial liabilities fell by 643.5 thousand euros, as a result of a lower EURIBOR and reduced indebtedness.

PROFIT BEFORE TAX AND PROFIT FOR THE PERIOD

In January - September 2015 Luka Koper Group's profit before tax amounted to EUR 31.7 million, which is a year-on increase of EUR 6.5 million resp. 26 percent.

The Group's net operating profit for January – September, amounting to EUR 27 million is EUR 5.2 million resp. 24 percent ahead of the net profit in the equivalent period in 2014 and EUR 6.7 million resp. 33 percent ahead of the planned.

In January - September 2015, the income tax and deferred tax liabilities reduced the net operating profit in the amount of EUR 4.7 million, whilst the net profit of the comparable period 2014 decreased by 3.3 million euros.

ASSETS AND LIABILITIES

As of 30 September 2015, balance sheet total amounted to 474.1 million euros, which is 21.5 million euros resp. 5 percent ahead on 31 Decembra 2014.

As of 30 September 2015, non-current assets represented 86 percent of the balance sheet and amounted to EUR 409.9 million, which is 4.5 million decrease in comparison to 31 December 2014. Real estate, plant and equipment decreased by 4.2 million euros as result of depreciation of assets, minor part from write-offs and disposal of written-off assets. Shares and interests decreased by 710.1 thousand euros, due to the fall of the market value of non-current financial investments in other shares and interests, and is carried out at fair value.

As of 30 September 2015 short-term assets amounted to EUR 64.2 million and are EUR 26.1 million resp. 68 percent ahead on 31 December 2014. Inventories as of 30 September 2015 amounted to 637.7 thousand euros which is 37 percent ahead on 31 December 2014. In comparison to the balance at 31 December 2014, cash and cash equivalents increased by 25.3 million euros, due to the increase of deposits with agreed maturity date, and a major share as of 30 September 2015 are the provisions for the payment of dividends and provisions for the acquisition of the equipment for the Container terminal.

In comparison to the balance at 31 December 2014, the operating receivables registered an increase of EUR 3.5 million, due to the higher realised revenues. Other receivables also increased as the result of increased short-term deferred costs for the compensation for the use of building plot and water charge for 2015. Assets held for sale (disposal group) decreased due to the transfer of these assets on buildings, plant and equipment.

As of 30 September 2015, the equity of Luka Koper Group amounted to EUR 299.7 million, which accounts for 63 percent of the balance sheet total.

Non-current liabilities represent non-current liabilities with provisions and long-term accrued costs and deferred income, which represent 25 percent of liabilities ta 30 September 2015

amounted to EUR 118.6 million. With respect to the balance at 31 December 2014 they decreased by EUR 10.7 million. Provisions for legal disputes and borrowings from banks decreased due to the repayment of borrowings.

As of 30 September 2015, the current liabilities amounted to 55.8 million euros and registered an increase of EUR 18.8 million with respect to the 31 December 2014. The major increase was registered in financial liabilities related to the distribution of the profit, which represent the liability for the payment of dividends for 2014. An increase was registered also in trade receivables to customers and in accrued costs for the 13th month salary for 2015, the accrued costs for the compensation for the use of building plot for the Municipality of Ankarán, for foreign trade discounts and accrued interests. Liabilities for the corporate income tax increased by EUR 2.3 million.

The Luka Koper Group enhances its financial strength, since the share of financial liabilities within the equity as at 30 September 2015 amounted to 42.7 percent, which is 2 percentage point decrease on 31 December 2014 resp. 6.9 percentage points decrease on 30 September 2014.

FINANCIAL MANAGEMENT

As of 30 September 2015, total financial liabilities of Luka Koper Group amounted to EUR 12.1 million and are at the same level as at 31 December 2014, mainly due to the financial liabilities related to the distribution of the profit for 2014, whereas the financial liabilities related to the loans were lower due to the repayment of loans.

Maturity of liabilities

As of 30 September 2015 non-current financial liabilities of Luka Koper Group amounted to 88 percent of total financial liabilities. The share of non-current financial liabilities as of 30 September 2015 amounted almost to 81 percent, which was due to the accounting reporting of short-term liabilities for the payment of dividends to the shareholders. Dividends were paid out in October 2015.

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

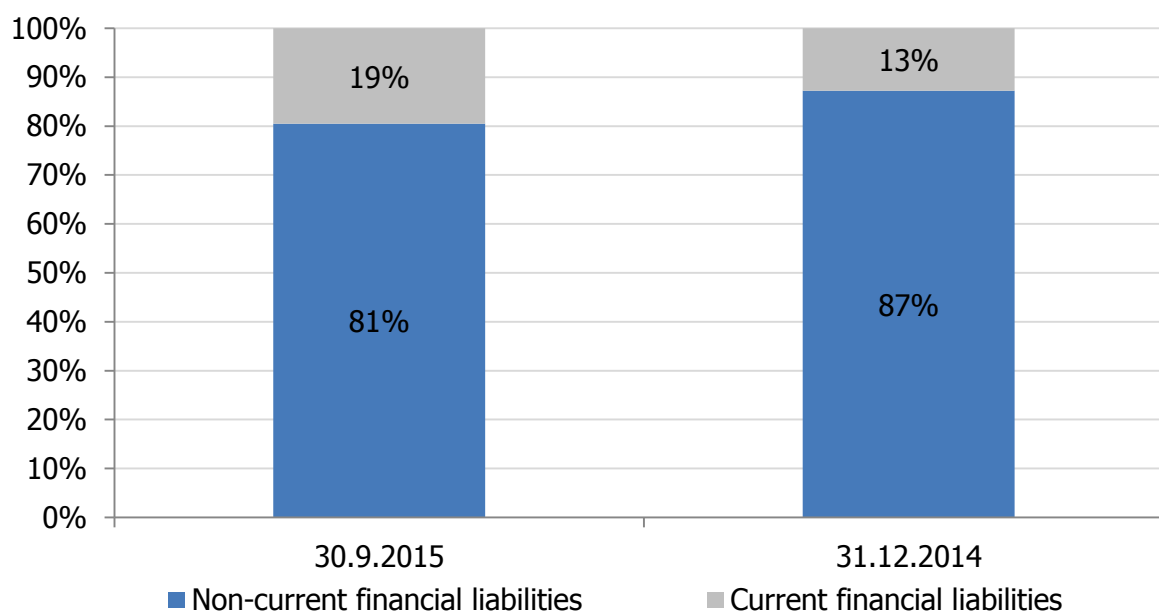
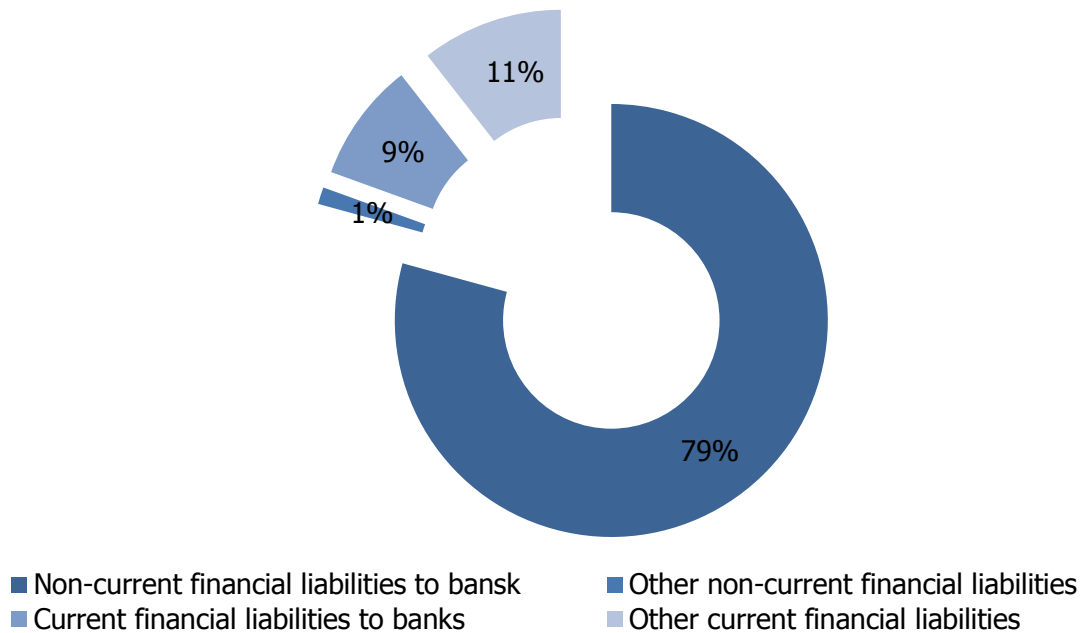


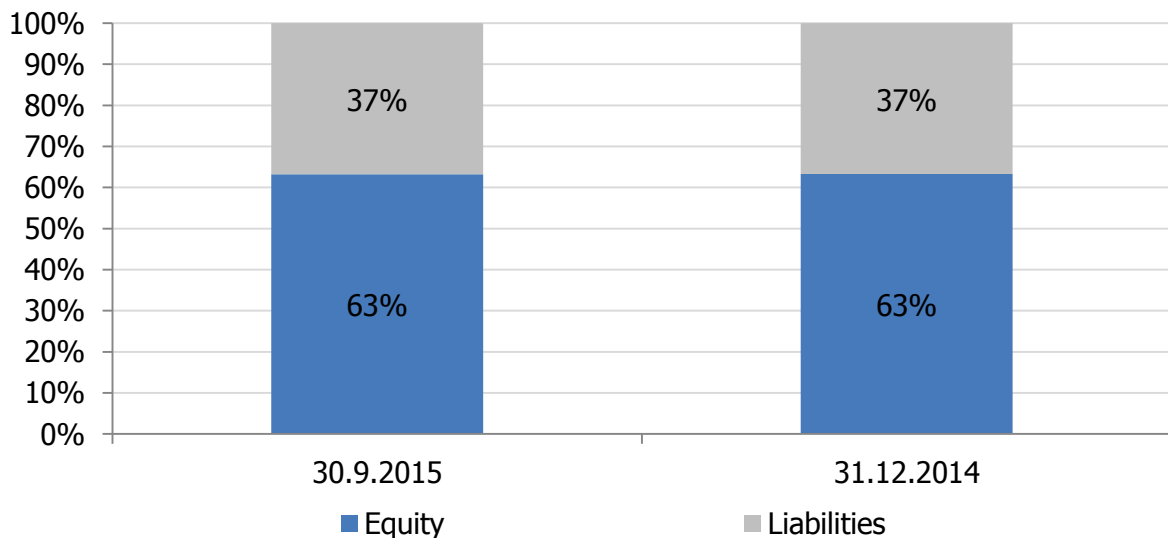
Figure 4: Luka Koper Group financial liabilities as of 30 September 2015



Structure of equity and liabilities

Liabilities with non-fixed interest account for the major portion of the Luka Koper Group's liabilities. The Group manages the exposure to interest rate risk by entering into an interest rate hedge for EUR 63.6 million of principal amounts of non-current borrowings, which represents almost 49.6 percent of all financial liabilities of the Group as at 30 September 2015.

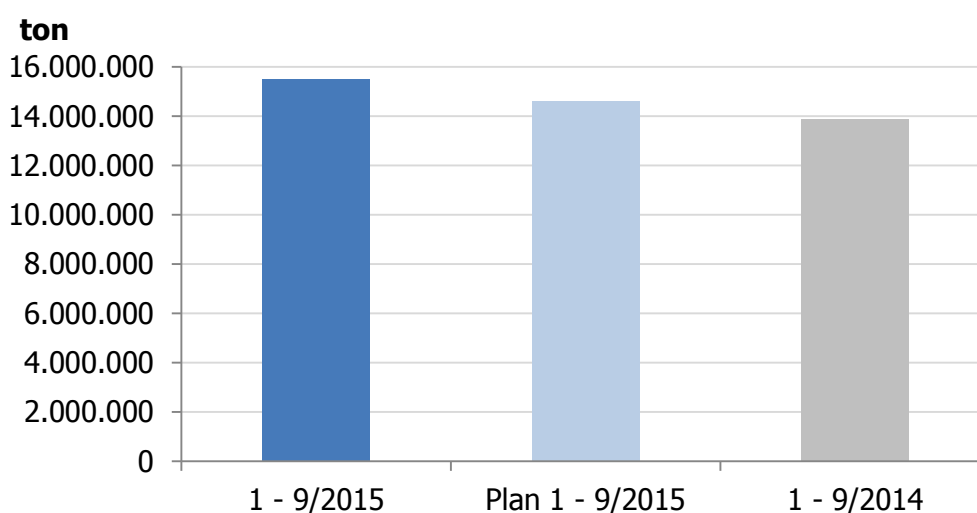
Figure 5: Structure of Luka Koper Group's equity and liabilities



MARKETING AND SALES

The maritime throughput of Luka Koper Group in January – September 2015 amounted to 15.5 million tonnes, which is 6 percent ahead on the planned quantities and 12 percent ahead on the throughput registered in 2014. The growth of Luka Koper Group throughput in comparison to 2014 was generated in all product groups, except general cargoes. In January – September 2015, Luka Koper Group generated 15 percent growth of loaded goods onto and 14 percent growth of unloaded goods from the vessels.

Figure 6: January –September 2015 and 2014 cargo tonnage throughput and the plan for 2015



Cargo structure by type

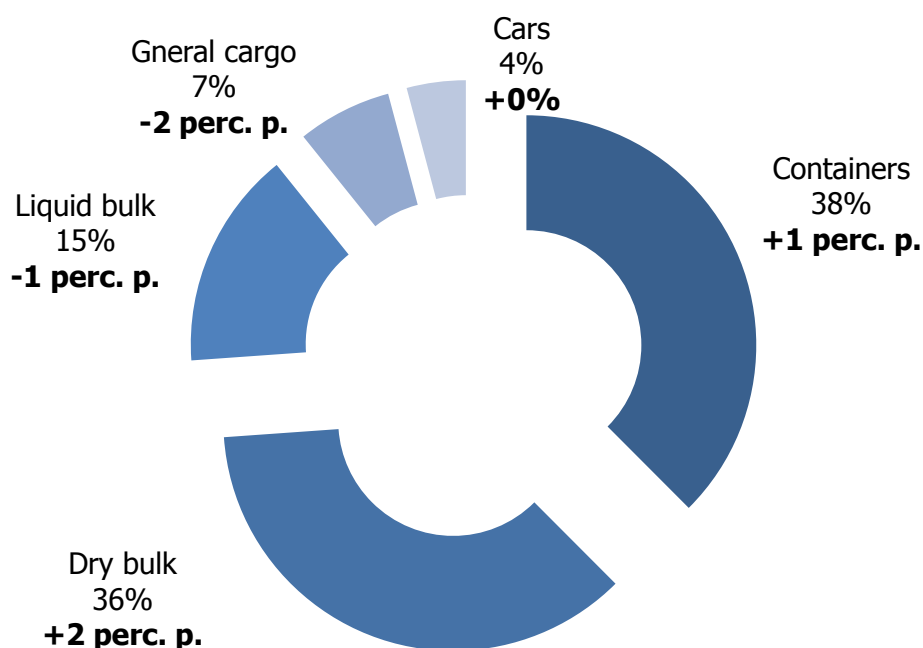
Table 2: Cargo throughput in tonnes per cargo types, January – September 2015 and 2014

CARGO TYPES (in tonnes)	1 - 9 2015	1 - 9 2014	Index 2015/2014
General cargoes	1.026.692	1.205.943	85
Containers	5.813.449	5.112.179	114
Vehicles	642.817	548.447	117
Liquid cargoes	2.379.125	2.255.625	105
Bulk and break bulk cargoes	5.632.258	4.760.767	118
TOTAL	15.494.341	13.882.961	112

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

CARGO TYPES	1 - 9 2015	1 - 9 2014	Index 2015/2014
Containers – in TEUs	590.270	510.265	116
Vehicles – in UNITS	433.457	373.078	116

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



General cargoes

The Luka Koper Group ended the January – September 2015 period with 15 percent lower maritime throughput compared to the equivalent period last year. The downturn was recorded in volumes of timber, which is attributable to the unstable conditions in North African countries, and in the throughput of iron and steel products.

Containers

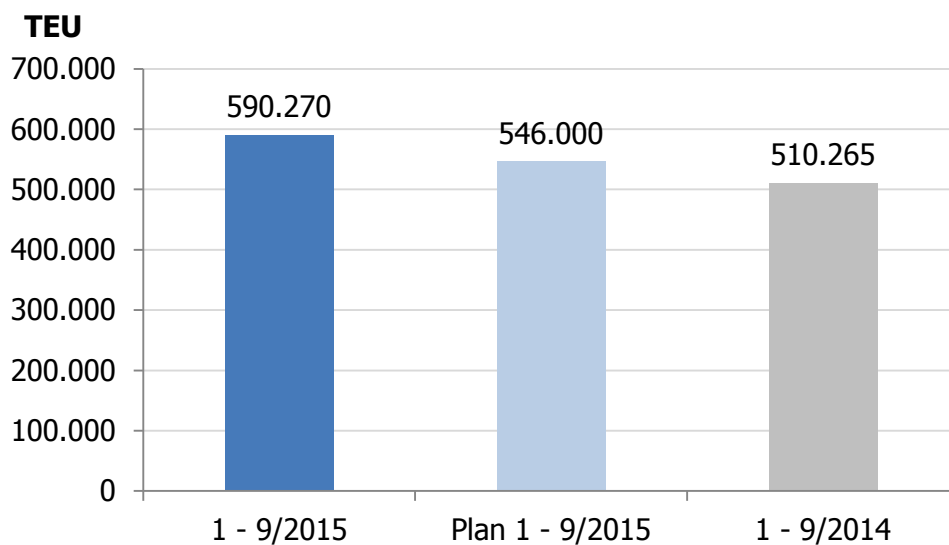
590,270 TEUs were handled in January – September 2015, which is a year-on increase of sixteen percent.

The throughput of full containers rose by 12 percent. The Group generated the increase of the throughput of full containers both in the loading of goods onto the vessels by 19 percent, and in the unloading by 6 percent.

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

the establishment of new alliances, three direct lines have been put into service with the Far East, Middle East and Red Sea (2M, O3, CKYHE). For all three direct services Luka Koper, d. d., is always the first port of call in the northern Adriatic. From the transport-logistic point of view, this is very important for regional importers due to the shortest transit time. As concerns the service of shipping companies involved in O3 alliance, Luka Koper results as the last port of call in the service of shipping companies in O3 alliance, which is important for regional exporters, because of the shortest »export« transit time. In February 2015, the Chinese shipping company COSCO established new weekly AGT – Adriatic Greece - Turkey service with highly competitive transit times to the Greek and Turkish ports.

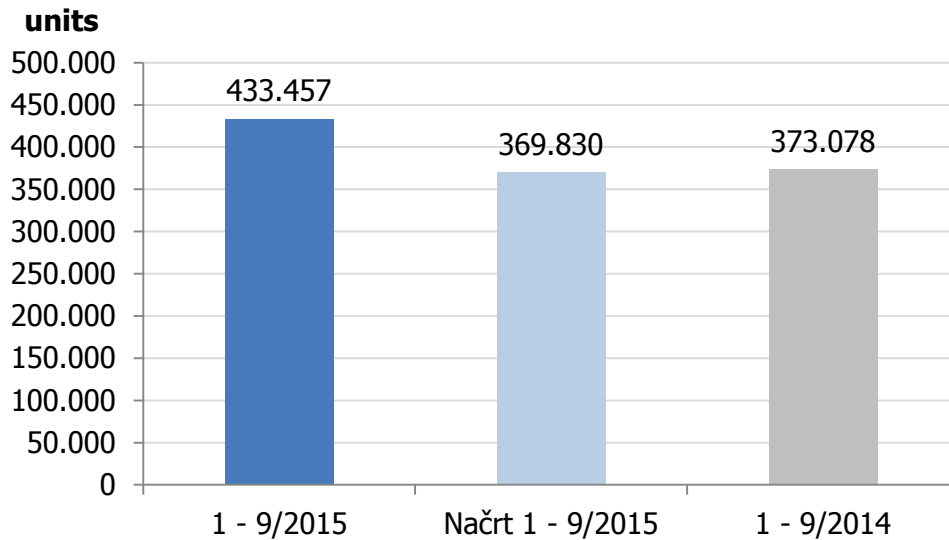
Figure 8: Container throughput, January - September 2015 and 2014 (in TEUs)



Vehicles

A total of 433,457 vehicles were handled in January – September 2015 which is 16 percent year-on increase. 145 thousand vehicles were handled in import, 288 thousand in export.

Figure 9: Throughput of vehicles January - September 2015 and 2014 (in units)



Liquid cargoes

In the first nine months of 2015, throughput of oil products at the terminal Instalacija recorded a year-on increase of 4 percent, the throughput of liquid cargoes 11 percent. The throughput increased for all cargo types, which is the consequence of economic growth in hinterland and better marketing of our customers.

Dry bulk cargoes

In the goods category dry bulk cargoes, the Luka Koper Group achieved a 18 percent growth in comparison to the previous year. The throughput of iron ore is at the same level as previous year, the throughput of the coal increased by 32 percent, due to the Italian thermo centra station overhaul operations, which this year, operates normally. The lower throughput was recorded in the throughput of iron scrap and grain. The reasons for this decrease are high prices of the railway transport in comparison to inland waterways transport by barges, and the low prices on the global markets.

Beacuse of the coming winter season the growth of the salt throughput is expected in next months. First vessels have already called at the Port. The growth of the throughput of soya continues, also the growth of organic products is expected.

RISK MANAGEMENT

In the third quarter of 2015 a renovated management risk framework was endorsed. The roles and responsibilities of single participants were newly defined and the methodology of the risk assessment has been modified. Likewise, the risk management process, which is at present more integrated in the company's business processes and will run continuously, was renewed. Likewise the annual overview of risks was established in compliance with the new methodology and which will terminate till the end of 2015. In preparing the Annual Business report of Luka Koper Group for 2016 also the annual plan of risk management as response to all key risks which may endanger the achievement of strategic resp. annual goals of Luka Koper Group.

Two new risks were also detected, the first related to the periodical statutory noise limit levels, which may occur during the construction works related to the extension of the Pier I, in particular in occasion of piloting. Luka Koper, d. d. has already adopted the measures, thanks to which already in the projecting phase and later on in the selection of a contractor of construction works, will take into consideration the limitation of the acceptable noise level. A further risk is related to the sales risks of the cargo type - containers due to the entry of the shipping company MSC in TMT, operator of the Container terminal in Trieste, ownership. Luka Koper, d. d. cooperates with a large number of shipping companies, which may appear in the ownership also in competitive ports, and therefore the aforesaid does not necessarily results in the outflow of containers. The aforesaid risk will be managed by reinforced marketing activities, mainly by final customers and by owners of goods, who actually have a strong impact on the selection of the transport route and the port, and other shipping companies, as well as by keeping a high level of services.

LKPG SHARE

As at 30 September 2015, Luka Koper, d. d., had a total of 11,738 shareholders, which is a year-on decline of 3.95 percent. The ten major shareholders held 77.32 percent of all Luka Koper, d. d. stock. The Republic of Slovenia, with its 51-percent stake, is the company's major shareholder.

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

Shareholder	Number of shares	Percentage stage
1. Republic of Slovenia	7.140.000	51,00%
2. Slovenski državni holding, d. d.	1.557.857	11,13%
3. Kapitalska družba, d. d.	696.579	4,98%
4. Municipality of Koper	466.942	3,34%
5. SOP Ljubljana	376.768	2,69%
6. Unicredit Bank Austria AG - fiduciarni	233.415	1,67%
7. Zavarovalnica Triglav, d. d.	104.756	0,75%
8. Parametric Emerging Markets Fund	104.050	0,74%
9. Perspektiva FT, d. o. o.	80.000	0,57%
10. Vizija holding, k. d. d.	64.379	0,46%
Ten largest shareholders – total	10.824.746	77,32%
Total shares	14.000.000	100,00%

Trading in LKPG share

In first nine months of 2015, the average daily share price of Luka Koper, d. d., stood at EUR 24.94, whilst its overall trading value fluctuated between EUR 22.53 and EUR 27.13. The highest daily price was EUR 27.48, the lowest EUR 22.50. As of 30 September 2015, the market capitalisation Luka Koper, d. d., shares amounted to EUR 326,200,000.

There were 2,613 transactions and block trades over the period with an aggregate value of EUR 20,323,546, whereby 821,099 shares changed the ownership.

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

	2015	2014
Number of shares as of 30 September	14.000.000	14.000.000
Number of ordinary no-par value shares	14.000.000	14.000.000
Closing price as of 30 September (in euros)	23,30	26,23
Book value of share as of 30 September	19,84	18,64
Ratio between average weighted price and average (P/B)	1,17	1,41
Average weighted market price (in euros) ³	24,75	18,98
Average book value of share (in euros) ⁴	20,03	18,12
Ratio between average weighted price and average book value of the share	1,24	1,05
Net earnings per share (EPS) (in euros) ⁵	2,39	1,87
Ratio between market price and earnings per share (P/E) ⁵	9,77	14,05
Market capitalisation as of 30 September (in mio euros)	326,2	367,2
Turnover (all transactions) January – September (v mio Euros)	20,3	13,9

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



³ Weighted average market price is calculated as a ratio between total value of LKPG stock exchange transactions and the aggregate number of LKPG shares traded across the period.

⁴ Average book value of the LKPG is calculated on the basis of average monthly ratio between equity and number of ordinary shares.

⁵ Indicators are calculated on the basis of the annualised data.

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

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

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

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

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

Treasury stock, authorised capital, conditional capital increase

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

Dividend policy

The dividend policy of Luka Koper, d. d., manages to combine the balance between the tendency to dividend yield of owners and tendency towards the net profit for financing of investments plans.

Considering the performance results in 2014 and dividend policy the proposal of the Shareholders' Meeting on the allocation of the distributable profit, which as of 31 December 2014 amounted to EUR 14,598,947.31, is the following:

- A portion of distributable profit in the amount of EUR 8,540,000.00 to be disbursed as dividends in the gross value of EUR 0.61 per ordinary share,
- The remaining distributable profit in the amount of EUR 6,058,947.00 to be distributed among other profit reserves.

On 26th General Shareholders' Meeting of Luka Koper d. d., on 21 August 2015, endorsed the counter-proposal on the distribution of the net profit of the shareholder Republic of Slovenia and SDH, d. d., and namely:

- a portion of distributable profit in the amount of EUR 13,160,000.00 for the payment of dividends in the gross value of EUR 0.94 per ordinary share,
- the remaining distributable profit in the amount of EUR 1,438,947.31 remains undistributed.

It is planned that in the coming years Luka Koper, d. d. will allocate for dividends up to one third of the generated net profit for the period, taking into consideration the investment plans in the port's infrastructure and equipment.

NON-FINANCIAL INVESTMENTS

In the first nine months of 2015, the Luka Koper Group allocated 16.6 million euros for non-financial investments, which is 30 percent less than in the same period in 2014 and 53 percent less than planned. Some investments, projected in the first nine months of 2015, will be carried out in the last quarter of 2015. Significant are the acquisition of new cranes, for which the advance payment was settled in October 2015, and the completion of the dredging.

Luka Koper, d. d., allocated EUR 16.3 million for investments, which is 98 percent of Luka Koper Group's investments.

In January – September 2015 two major investments were implemented and namely:

- start of the construction of three new tanks for the needs of the Liquid cargoes terminal,
- start of the rehabilitation of transport storage areas for the needs of containers storage.

Besides that, minor investments were completed:

- for the needs of the Container Terminal: acquisition of terminal trailers, forklift for empty containers and reach stacker, start of the arrangement of the parking house in a new location, start of storage area for containers, start of the construction of the rear storage area of the berth 7 C at the Pier I,
- for the needs of the Car Terminal: asphaltting of parking areas, start of covering of the landfill site on the head of the Pier II for parking vehicles,
- for the needs of the port's infrastructure: start of the construction of railway track 21, completed first phase of dredging of the access channel within the sea area, the implementation of the second phase continues,
- for the needs of General cargo terminal: acquisition of new forklifts.

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

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

RESEARCH AND INVESTMENT

In January – September 2015 period Luka Koper Group further pursued its development and research activities related to the Port's development with regard to the sector's trends and long-term plans. Key activities were focused on analysis for the preparation of new strategy till 2030. In June 2015, the Government of the Republic of Slovenia endorsed the document related to the amendments and modifications of the Luka Koper, d. d. development Programme 2011 - 2015. In August Luka Koper, d. d. strategic documents were endorsed. Attention was also paid to the IT solutions upgrading. With respect to the ambitious plans of the port's development till 2020, a strong emphasis was put also to the accelerated implementation of the priority infrastructural projects and the involvement of these activities and applications for the co-funding. In September 2015, a new Port's Development Programme 2016 – 2020, which includes assumptions from new strategic documents. Luka Koper, d. d., has been active on emphasizing the importance of the second track of Koper-Divača railway line for a further optimal development of the Port of Koper.

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

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

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

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

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

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

In the third quarter of the year, the negotiations about the aforesaid projects took place with the agency INEA, for the purposes of the signature of the Agreement on the allocation of funds. In total, EUR 6.7 million were allocated to Luka Koper, d. d., for three approved projects.

The preparations of the applications to the first call pertaining to the territorial cooperation within Central Europe programme were carried out. Considering that the application to two projects had a successful outcome, in the third quarter the attention was paid to the second phase of the applications, with deadline for submission in November 2015. In the third quarter, the emphasis was put on the application of three projects on the tender of the programme Mediterranean, deadline for submission was in November 2015.

Luka Koper, d. d. continued the cooperation with local institutions in order to integrate the port's development plans within the Regional Development Programme 2014 – 2020. In particular it would be important to obtain the co-funding of the Cruise terminal project.

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

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

SUSTAINABLE DEVELOPMENT

NATURAL ENVIRONMENT

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

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

Air quality

In order to reduce dusting at the coal and iron ore depot, Luka koper has intensively implemented a new procedure for the application of the protective paper sludge on bulks in storage. For these purposes, yet 1,980 tonnes of paper mill sludge were used in the third quarter of 2015.

Control measurements of the total volume of dust are carried out on ten measuring points in the Port. There are no legal restrictions on the quantity of dust deposits in Slovenia. Measured values on all measuring points in January –September 2015 period are within the limit Luka Koper has set (250 mg/m²dan), since the average of measured values amounts to 163 mg/m²day and is 14 percent higher than in the same period last year. The increased values are arising at one measuring point, and the causes have not been established yet.

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

Average PM₁₀ values January – September 2015 and 2014

	1 – 9 2015	1 – 9 2014	Index 2015/2014
Ankaran – Rožnik	21 µg/m ³	23 µg/m ³	91
Bertoki	22 µg/m ³	23 µg/m ³	96
Koper – Cruise terminal	22 µg/m ³	19 µg/m ³	116

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 third quarter of 2015, in comparison with the previous year, the Company collected 690 tonnes more waste, whereof the quantity of mixed waste increased by 50 tonnes. Notwithstanding, Luka Koper exceeded the goal of 84 percent in separating the Port's waste.

This year, the quantity of waste increased due to scrapping scrapping of the railway waggons.

This year, the Company additionally provided for the removal of 34 tonnes of used railway sleepers, 12 tonnes of the asbestos roofing and 910 tonnes of railway waggons.

Separately sorted and collected waste January - September 2015 and 2014

	1 – 9 2015	1 – 9 2014	Index 2015/2014
Separately collected waste	91 %	90 %	101

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. In the first nine months of 2015, additional monitorings of noise emissions levels were carried out at single locations.

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

1 – 9 2015			1 – 9 2014			Threshold value
Eastern periphery (Bertoki)	Northern periphery (Ankaran)	Southern periphery (Koper)	Eastern periphery (Bertoki)	Northern periphery (Ankaran)	Southern pristanišča (Koper)	
L _N =49	L _N =50	L _N =60	L _N = 50	L _N = 53	L _N = 59	L _N = 63

In comparison to the last year, the nightly noise slightly decreased at two measuring points (Bertoki in Ankaran), in direction towards Koper increased, however, this is attributable

merely to the normal oscillation of the noise level as result of different intensity of handling operations.

Consumption of energy and water

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

	1 – 9 2015	1 – 9 2014	Index 2015/2014
Electricity consumption (kWh/t)	1,09	1,15	95
Motor fuel consumption (l/t)	0,24	0,26	92
Potable water consumption (l/t)	6,95	6,39	109

Energy consumption

In the third quarter of 2015, the upgrade of the energy-control information system – ENIS was carried out. In the coming years the system will be extended to all terminals in Luka Koper, d. d. Within the framework of the EU project Costa II East we have been examining the possibility of the use of alternative sources of energy in compliance with the Directive 2014/94/EU of the European parliament and European Council of 22 October 2014 about the establishment of the infrastructure for alternative fuels. We started the EU project Gain4mos, within the framework of which the possible use of liquified natural gas (LNG) for the Port's needs will be examined. Till the end of this year the energy review of the European Energy terminal and the Terminal for liquid cargoes is expected to be completed.

In the first nine months of 2015 the consumption of the electricity was under the annualised energy consumption target by 9.3 percent (1,475,196 kWh), which is within the established target. Based on the energy review, an action programme was prepared in order to reduce the company's annual consumption of the electricity by one percent with respect to the annualised target from 2013. For the next three-years period new energy consumption targets which will consider technological changes at single terminals, will be established.

In January – September 2015 period, fuel consumption was 2.6 percent (84,294 l) below the annualised target for 2015, which is within the expectations to reduce the consumption of fuel by one percent with respect to the annualised target from 2013.

The consumption of water in January – September 2015 was 20.1 percent resp. 20,192 m³ ahead on the annualised target for 2015. This increase in the consumption of water is related to the pipe-work distribution losses.

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

In 2016, an increased investment maintenance of the water supply network is projected.

Wastewater

In the first nine months of 2015, an authorised agency implemented the measurements of the wastewater in the throughput of iron scrap and at the Livestock terminal, whereby the results were compliant with the legislation.

Light pollution

The port zone requires sufficient lighting in order to ensure operational safety, and this is provided in accordance with pertinent regulations. Unfortunately, essential night-time illumination of operational areas, such as rail yards and roadways, causes light pollution.

For this reason and on the basis of a comprehensive study, lighting is being rehabilitated in a series of stages to avoid upward glare. The legally prescribed deadline for completion of this work has been deferred to the end of December 2016. The deadline for the ninety-five percent rehabilitation is the end of December 2015. Till the end of the year the lighting will be arranged at the coal and iron ore depot, and this is slightly larger modernisation project, by which the set objectives will be achieved.

Maritime protection

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

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

	1 – 9 2015	1 – 9 2014	Index 2015/2014
Number of incidents	16	20	80

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

This year the analysis of the quality of the sea water were made in all three basins, and the results met the required specifications.

Construction works

In the first nine months of 2015, the port sewage system was modernised, maintenance works were carried out on the roadways, at the eastern side of the Port, a new containers depot was arranged. The construction of additional three tanks is underway at the Pier II.

Development projects

Environmental impact assessments with respect to the additional potential disposal of sea sediments in the hinterland of the Port with respect to the potential additional extension of the Pier I for the Container terminal and the relocation of the berth at the end of of the Pier II, where the transshipment of liquid cargoes would be performed, are underway.

Sea sediments

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

HUMAN RESOURCES

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

As of 30 September 2015 the number of the Group's employees increased by 3 percent resp. by 27 employees in comparison to the equivalent period last year.

Table 6: Number of employees in Luka Koper Group companies

Company	30.9.2015	30.9.2014	31.12.2014	Index 30.9.2015/ 30.9.2014	Index 30.9.2015/ 31.12.2014
Luka Koper, d. d.	845	817	824	103	103
Luka Koper INPO, d. o. o.	157	161	157	98	100
Luka Koper Pristan, d. o. o.	4	4	4	100	100
Adria Terminali, d. o. o.	23	20	21	115	110
TOC, d. o. o.	3	3	3	100	100
TOTAL	1.032	1.005	1.009	103	102

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

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

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

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

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

	N° of new employees		N° of departures		Churn rate (in %) *	
	1 – 9 2015	1 – 9 2014	1 – 9 2015	1 – 9 2014	1 – 9 2015	1 – 9 2014
Luka Koper, d. d.	35	43	14	10	1,6	1,2
Skupina Luka Koper	43	47	22	24	2,1	2,3

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

Occupational health and safety

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

Additional trainings of employees and internal training of authorised persons from occupational safety entitled »Measures for the reduction of accidents at work« were carried out.

Monthly meeting of authorised persons from occupational safety discussing topical issues related to the occupational safety and health in Luka Koper, d. d. are held.

The following activities and measures with aim to improve the employees state of health and reduction of accidents at work were carried out:

- updating of brochures for help to all persons in the Port of Koper area ,
- installation of warning panels and replacement of used panels and warning signs,
- arrangement of transfer of the injured persons with minor injuries up to the qualified medical assistance
- equipment of first-aid kits with additional information,
- monthly publication of articles about musculo-skeletal disorders and exercises on the prevention and improvement of employees' state of health, in the Port's gazette

Jointly with the University of Primorska, the project Comprehensive approach to the employee's health care, where the impact of three-shift working time on employees is analysed in detail.

Actions on the limited use of mobile phones and multimedia devices during work process, driving and the operation of the equipment were adopted. Presently, the violators are only warned about the limited use of the above mentioned devices and about the danger of their wrongdoing.

Education and development of employees

Almost 55 percent of educational structure of Luka Koper, d. d., represents the employees with IV. and V. achieved level education, i.e. lower qualified employees of the core business process of transshipment and storage, and namely crane operators, port's mechanization drivers, drivers of trains and foremen. Other largest group, i.e. 28 percent of the educational structure is composed of experts in core and support processes and heads of business and work processes.

In the first nine months of 2015, the average number of education and training hours is slightly lower than in the first nine months of the previous year, but it is estimated that till the end of the year the targeted 16 hours per employee will be achieved. For Luka Koper Group personnel it amounted to 10.8 hours of training per employee, whilst it stood at 12.2. hours for Luka Koper, d. d., personnel. In relation to the newly-created Logistics Personnel Competence Development Centre, Luka Koper, d. d., and Adria Terminali, d.o.o., have the possibility to draw EU projects funds for education and training programmes aimed at typical employee profiles. V 66 percent of education was organised internally within Luka Koper Group, 68 percent within Luka Koper, d. d. .

In 2015, Luka Koper, d. d., had three sponsored scholarships. The part-time study in the framework of Luka Koper Group has been financed for 27-employees which represents 2.6 percent of all employees through a contract about the education.

Employees enjoy a variety of forms of career development. In first nine months of 2015, besides 174 cases of internal mobility resp. 17 percent of employees, which includes horizontal and vertical promotions, to great extent as result of internal reorganisation in the Group, 169 employees were promoted resp. classified in a higher level within the post, whereof 133 in Luka Koper, d. d. The share of entire internal employees' mobility in Luka Koper Group is high resp. has been increasing with respect to the low churn, internal organisation and continuous training process. In the first nine months, every third employee achieved one form of promotion.

In Luka Koper, d. d., and in Luka Koper INPO, d. o. o., the measuring of organisational climate, satisfaction and committment was carried out. Despite the fact that results are above the Slovenian average, the activities for the improvement were adopted. In Luka Koper, d. d. 99 percent of employees were involved in annual interviews with dierct head. The existing annual interview were upgraded wit IT support and evaluation of competences. In Luka Koper INPO, d. o. o., the annual interviews are in progress.

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

Luka Koper, d. d., is participating in several projects in order to acquire financial incentives of the Slovene Human Resources Development and Scholarship Fund (the Competence

center for the development of staff in logistics, co-funding of staff scholarships, Mentorship for young, From University into practice).

COMMITMENT TO THE COMUNITY

Over the years Luka Koper, d. d., has developed in one of most important European ports, which alongside the successful performance, also cares for a sustainable development. Environmental liability and cooperation with local communities are the priorities of the company's business policy. Also Luka Koper, d. d. strategic plans envisage among one of five strategic orientations that Luka Koper, d. d., becomes an institutional stakeholder of the sustainable development. The Port, managed and developed by Luka Koper, d. d., is squeezed among the settlements and the port's activity has a direct impact on the lives of inhabitants. Therefore, Luka Koper, d. d. has been investing significant funds in projects and activities which contribute to the raising of the quality of life in the local and wider environment. The communication with its staholders is respectful, up-to-date and transparent.

Luka Koper, d. d., has been sponsoring numerous sports teams and professional sportsmen, supporting educational and cultural activities events, and assisting socially disadvantaged people and supporting numerous humanitarian actions. In first nine months of 2015, 784 thousand euros of fundings and sponsorship were allocated for socially useful projects. A part of these resources is allocated directly, a part on the basis of a call for applications for funding and sponsorship published in January 2015 via Living with the Port www.zivetispristaniscem.si website.

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

The Port of Koper is one of more open ports for visitors and each more than 20,000 visitors pa in organised groups. In occasion of the Port's Day the visitors are welcome and this year, a record number of visitors, i.e. 2,800 from the Coast and Slovenia, visited the Port.

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

FINANCIAL REPORT

CONSOLIDATED FINANCIAL STATEMENT OF LUKA KOPER GROUP

Table 8: Income Statement of Luka Koper Group

(in EUR)	1-9 2015	1-9 2014
Operating revenues	135.196.253	119.419.613
Capitalised own product and services	7.847	5.849
Other income	3.626.815	3.009.025
Cost of material	-10.855.609	-10.036.108
Cost of services	-33.589.714	-29.863.127
Employee benefits expense	-34.793.124	-30.838.131
Amortization and depreciation expense	-20.577.750	-20.449.985
Other operating expense	-7.133.858	-4.930.055
Operating profit	31.880.860	26.317.081
Finance income	1.423.055	1.178.152
Finance expenses	-2.552.759	-3.031.312
Loss from financing activities	-1.129.704	-1.853.160
Profit or loss from associatesNet	925.635	675.725
Net profit for the period	31.676.791	25.139.646
Income tax expense	-4.696.543	-3.186.099
Deferred taxes	-8.778	-135.170
Net profit for the period	26.971.470	21.818.377
Net profit attributable to owners of the company	26.957.827	21.809.356
Net profit attributable to non-controlling interests	13.643	9.021
Net earnings per share: basic and diluted	1,93	1,56

Table 9: Statement Comprehensive Income of Luka Koper Group

(in EUR)	1-9 2015	1-9 2014
Net profit for the period	26.971.470	21.818.377
Change in revaluation surplus of available-for-sale financial assets	-947.222	2.989.161
Deferred tax on revaluation of available-for-sale financial assets	161.028	-508.157
Change in fair value of hedging instruments	332.401	-946.907
Deferred tax on change in value of hedging instruments	-1.509	160.974
Total comprehensive income that may be reclassified subsequently to profit or loss	-455.302	1.695.071
Other comprehensive income	-455.302	1.695.071
Total comprehensive income for the period	26.516.168	23.513.448
Total comprehensive income of owners of the company	26.502.525	23.504.427
Total comprehensive income of non-controlling interests	13.643	9.021

Table 10: Statement of Financial Position of Luka Koper Group

(in EUR)	30.9.2015	31.12.2014
ASSETS		
Property, plant and equipment	328.181.501	332.361.327
Investment property	18.795.774	18.168.835
Intangible assets	4.858.982	5.068.037
Investments in associated companies	11.297.235	10.846.601
Non-current investments	36.903.793	38.064.548
Loans given	501.113	598.314
Non-current operating receivables	37.931	5.681
Deferred tax assets	9.289.926	9.298.704
Non-current assets	409.866.255	414.412.047
Assets (disposal group) held for sale	381.812	1.783.637
Inventories	637.661	463.957
Loans given	299.489	4.175.082
Trade and other receivables	29.626.779	25.788.483
Deferred tax assets	2.038.852	21.554
Cas and cash equivalents	31.244.060	5.940.791
Current assets	64.228.653	38.173.504
TOTAL ASSETS	474.094.908	452.585.551
EQUITY AND LIABILITIES		
Share capital	58.420.965	58.420.965
Capital surplus (share premium)	89.562.703	89.562.703
Revenues reserves	94.322.556	94.322.556
Revaluation surplus	9.073.451	9.528.753
Retained earnings	21.165.098	18.456.704
Profit for the period	26.957.827	15.868.393
Equity of the owners of the parent company	299.502.600	286.160.074
Non-controlling interests	177.139	163.496
Equity	299.679.739	286.323.570
Deferred income	10.841.111	10.423.291
Provisions	2.508.202	4.819.804
Loans and borrowings	102.009.878	110.321.422
Other financial liabilities	1.123.251	1.455.653
Non-current liabilities	164.362	149.512
Deferred tax liabilities	1.989.384	2.148.904
Non-current liabilities	118.636.188	129.318.586
Loans and borrowings	11.422.675	15.927.780
Other financial liabilities	13.525.897	441.701
Income tax liabilities	4.696.543	2.371.563
Trade and other payables	26.133.866	18.202.351
Non-current liabilities	55.778.981	36.943.395
TOTAL EQUITY AND LIABILITY	474.094.908	452.585.551

Table 11: Statement of cash flows of Luka Koper Group

(in EUR)	1-9 2015	1-9 2014
Cash flow from operating activities		
Net profit for the period	26.971.470	21.818.377
Adjustments for:		
Amortisation	20.577.750	20.449.985
Reversal and impairment losses on property, plant and equipment, and intangible assets	662.184	76.412
Gain on sale of property, plant and equipment, and intangible assets	-86.235	-55.285
Allowances for receivables	-131.256	3.552
Reversal of provisions	-1.501.667	-
Finance income	-1.423.055	-1.178.152
Finance expenses	2.552.759	3.031.312
Recognised results of associates under the equity method	-925.635	-675.725
Income tax expense and income (expense) from deferred taxes	4.705.321	3.321.269
Operating profit before change in net current assets and taxes	51.401.636	46.791.745
Change in net current assets and provisions		
Change in trade receivables	-3.748.830	-1.911.589
Change in inventories	-173.704	-279.580
Change in trade payables	8.201.152	7.849.364
Change in provisions and deferred income	-2.592.332	3.838.153
Income tax	-2.017.298	-3.186.099
Net cash from operating activities	51.070.624	53.101.994
Cash flows from investing activities		
Interest received	252.108	244.501
Dividends received	1.121.407	933.651
Proceeds from sale of property, plant and equipment, and intangible assets	657.299	59.976
Proceeds from sale, less investments and loans given	7.990.525	815.367
Acquisition of property, plant and equipment, and intangible assets	-16.641.116	-23.779.871
Acquisition of investments and increase of loans given	-4.000.885	-15.042
Net cash used in investing activities	-10.620.662	-21.741.418
Cash flows from financing activities		
Interest paid	-2.328.964	-2.968.735
Proceeds from non-current borrowings	-	280.000
Proceeds from current borrowings	-2.666.667	-15.228.938
Proceeds from current borrowings	-10.151.062	-200.000
Changes in equity	-	-107.021
Dividends paid	-	-2.240.000
Cash flows from financing activities	-15.146.693	-20.464.694
Opening balance of cash and cash equivalents	5.940.791	3.153.730
Net decrease / increase in cash and cash equivalents	25.303.269	10.895.882
Closing balance of cash and cash equivalents	31.244.060	14.049.612

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

	Share capital	Capital surplus	Legal reserves	Other revenues reserves	Total revenues reserves	Retained earnings or losses	Profit or loss for the period	Revaluation surplus	Total equity of owners of the parent company	Non-controlling interests	Total equity
(in EUR)											
Balance at 31 Dec. 2014	58.420.965	89.562.703	18.765.115	75.557.441	94.322.556	18.456.704	15.868.394	9.528.753	286.160.075	163.496	286.323.571
Balance at 1 Jan. 2015	58.420.965	89.562.703	18.765.115	75.557.441	94.322.556	18.456.704	15.868.394	9.528.753	286.160.075	163.496	286.323.571
Changes of equity – transactions with owners											
Dividends paid	-	-	-	-	-	-13.160.000	-	-	-13.160.000	-	-13.160.000
	-	-	-	-	-	-13.160.000	-	-	-13.160.000	-	-13.160.000
Total comprehensive income for the period											
Profit for the period	-	-	-	-	-	-	26.957.827	-	26.957.827	13.643	26.971.470
Change in revaluation surplus of financial assets, less tax	-	-	-	-	-	-	-	-786.194	-786.194	-	-786.194
Change in fair value of hedging instruments, less tax	-	-	-	-	-	-	-	330.892	330.892	-	330.892
	-	-	-	-	-	-	26.957.827	-455.302	26.502.525	13.643	26.516.168
Changes within equity											
Allocation of residual part of profit from previous period to other equity components	-	-	-	-	-	15.868.394	-15.868.394	-	-	-	-
	-	-	-	-	-	15.868.394	-15.868.394	-	-	-	-
Balance at 30 September 2015	58.420.965	89.562.703	18.765.115	75.557.441	94.322.556	21.165.098	26.957.827	9.073.451	299.502.600	177.139	299.679.739

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

	Share capital	Capital surplus	Legal reserves	Other revenue reserves	Total revenue reserves	Retained earnings or losses	Profit or loss for the period	Revaluation surplus	Total equity of owners of the parent company	Non-controlling interests	Total equity
(in EUR)											
Balance at 31 Dec. 2013	58.420.965	89.562.703	18.765.115	62.333.234	81.098.349	15.325.515	15.868.394	9.225.036	269.500.962	137.234	269.638.196
Balance at 1 Jan. 2014	58.420.965	89.562.703	18.765.115	62.333.234	81.098.349	15.325.515	5.434.335	9.225.036	259.066.903	137.234	259.204.137
Changes of equity – transactions with owners											
Dividends paid	-	-	-	-	-	-2.240.000	-	-	-2.240.000	-	-2.240.000
Payment of remunerations to the Management and Supervisory Board	-	-	-	-	-	-107.021	-	-	-107.021	-	-107.021
Other changes in equity	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-2.347.021	-	-	-2.347.021	-	-2.347.021
Total comprehensive income for the period	-	-	-	-	-	-	21.809.356	-	21.809.356	9.021	21.818.377
Profit for the period	-	-	-	-	-	-	21.809.356	-	21.809.356	9.021	21.818.377
Change in revaluation surplus of financial assets, less tax	-	-	-	-	-	-	-	2.481.004	2.481.004	-	2.481.004
Change in fair value of hedging instruments, less tax	-	-	-	-	-	-	-	-785.933	-785.933	-	-785.933
	-	-	-	-	-	-	21.809.356	1.695.071	23.504.427	9.021	23.513.448
Changes within equity											
Allocation of part of profit for the period upon the resolution of the Shareholders' Meeting	-	-	-	-	-	5.434.335	-5.434.335	-	-	-	-
	-	-	-	-	-	5.434.335	-5.434.335	-	-	-	-
Balance at 30 September 2014	58.420.965	89.562.703	18.765.115	62.333.234	81.098.349	18.412.829	21.809.356	10.920.107	280.224.309	146.255	280.370.564

NOTES TO THE FINANCIAL STATEMENTS OF LUKA KOPER GROUP

The interim statements of Luka Koper Group for January – September 2015, i.e. as at 30 September 2015, encompass the financial statements of the parent 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 Report has been compiled in accordance with the International Accounting standards 34 - Interim Financial Reporting. The Group's financial statements have been compiled in accordance with International Reporting Standards as adopted by the International Accounting Standards Board (IASB) and European Union and in compliance with Companies Act RS.

Basis for the compilation of financial statements

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

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

Additional notes to the Statement of Financial Position

Revenue

(in EUR)	1-9 2015	1-9 2014
Revenue generated in Slovenia through sale of	41.742.219	37.209.122
- services	40.819.565	36.303.527
- goods and material	1.089	14.857
- rentals	921.565	890.738
Revenue generated on foreign markets through sale of	93.454.034	82.210.491
- services	93.387.014	82.088.782
- goods and material	-	-
- rentals	67.020	121.709
Total	135.196.253	119.419.613

Other income

(in EUR)	1-9 2015	1-9 2014
Other operating income	3.253.414	2.334.303
Reversal of provisions	1.501.667	750.219
Subsidies, grants and similar income	1.456.772	1.528.799
Revaluation operating income	294.975	55.285
Revaluation operating income	86.235	55.285
Collected receivables and liabilities written off	208.740	-
Other income	373.401	674.722
Compensation and damages	327.994	374.071
Subsidies and other income not related to services	34.102	99.338
Other income	11.305	201.313
Total other income	3.626.815	3.009.025

Reversal of the provisions in the amount of 1,501,667 euros is mainly related to the judicial settlement, on the basis of which the controlling company paid the amount of EUR 262,000, and thereby the commercial proceeding against Luka Koper, d. d., which lasted from 2012, was finally disposed.

Cost of material

(in EUR)	1-9 2015	1-9 2014
Cost of material	1.131	814
Cost of auxiliary material	2.240.391	1.798.994
Cost of spare parts	3.373.654	2.679.661
Cost of energy	4.824.698	5.186.038
Cost of office stationary	107.175	105.473
Other cost of material	308.560	265.128
Total	10.855.609	10.036.108

Cost of services

(in EUR)	1-9 2015	1-9 2014
Cost of services rendered in connection with the core activity o	15.820.801	15.167.816
Cost of transportation	170.766	211.014
Cost of maintenance	4.121.446	3.165.670
Rentals	695.249	474.382
Reimbursement of labour-related costs	275.221	244.894
Cost of payment of processing, bank charges and insurance premium	525.511	388.941
Cost of intellectual and personal services	550.122	726.818
Advertising, trade fairs and hospitality	888.330	836.706
Costs of services provided by individuals not performing business activity	205.090	273.892
Cost of other services	10.337.178	8.372.994
Total	33.589.714	29.863.127

Among costs of other services the most significant amount refers to concession charges, which amount to EUR 5,001,687 and IT support in the amount of EUR 2,285,813. The public utility service charges amount to EUR 603,553.

Employee benefits expense

(in EUR)	1-9 2015	1-9 2014
Wages and salaries	23.068.176	20.055.331
Wage compensation	3.648.721	3.385.102
Cost of additional pension insurance	1.094.801	992.688
Employer's contributions on employee benefits	4.410.814	3.870.984
Annual holiday reimbursement and other costs	2.570.612	2.534.026
Total	34.793.124	30.838.131

Amortization and depreciation

(in EUR)	1-9 2015	1-9 2014
Depreciation of buildings	9.343.097	8.993.154
Depreciation of equipment and spare parts	10.599.188	10.927.374
Depreciation of small tools	19.796	18.949
Depreciation of investment property	143.762	47.945
Amortization of intangible assets	471.907	462.563
Total	20.577.750	20.449.985

Other operating expenses

(in EUR)	1-9 2015	1-9 2014
Revaluation operating expenses associated with current operating assets	77.484	3.552
Revaluation operating expenses associated with property, plant and equipment and investment property	662.184	76.412
Provisions	-	307.523
Levies that are not contingent upon employee benefits expense and other types of costs	4.653.007	4.027.536
Donations	106.161	116.795
Environmental levies	41.712	42.314
Awards and scholarships to students inclusive of tax	14.554	6.949
Awards and scholarship to students	6.060	-
Other costs and expenses	1.572.696	348.974
Total	7.133.858	4.930.055

The cost of two judicial settlements in the amount of EUR 1,165,000 accounts for the largest share within other cost and expenses. Among the levies which are not related to the cost of

labour and other costs, the most significant amount and other costs, the most significant amount which was recorded at EUR 4,556,414, refers to the use of building plot.

Finance income and finance expense

(in EUR)	1-9 2015	1-9 2014
Finance income from shares and interests		
Finance income from shares and interests in Group companies	1.161.407	933.651
Finance income from loans		
Finance income from loans to others	60.192	94.229
Finance income from operating receivables		
Finance income from operating receivables due from Group's companies	-	-
Finance income from operating receivables due from others	201.456	150.272
Total finance income	1.423.055	1.178.152
Finance income for investments	-	-62.577
Finance expense for financial liabilities		
Finance expense for borrowing from associates	-5.905	-6.600
Finance expense for borrowings from banks	-2.303.062	-2.945.842
Finance expenses for operating liabilities		
Finance expenses for trade payables	-194.892	-2.421
Finance expense for other operating liabilities	-48.900	-13.872
Total finance expense	-2.552.759	-3.031.312
Net financial result	-1.129.704	-1.853.160

Net profit for the period

Group's net operating profit for January – September 2015 amounts to EUR 26,971,470 (in 2014, EUR 21,818,377), whereof EUR 26,957,827 (in 2014, EUR 21,809,356), is attributable to the owner of the parent company and EUR 13,643 (in 2014, EUR 9,021) to owners of non-controlling interests. The non-controlling interest is attributed to the co-owner of subsidiary TOC, d. o. o.

(in EUR)	30.9.2015	30.9.2014
Net profit for the period of the owner of the parent company	26.957.827	21.809.356
Total number of shares	14.000.000	14.000.000
Number of ordinary shares	14.000.000	14.000.000
Basic and diluted earnings per share	1,93	1,56

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 Luka Koper Group after the conversion of preferential shares into ordinary shares is composed exclusively of ordinary shares. Following the conversion of all preference shares, the Group's registered capital consists solely of ordinary shares.

Property, plant and equipment

(in EUR)	30.9.2015	31.12.2014
Property, plant and equipment		
Land	10.445.956	10.018.102
Buildings	229.539.097	226.216.314
Plant and machinery	59.243.407	64.622.590
Property, plant and equipment being acquired and advances given	28.953.041	31.504.321
Total	328.181.501	332.361.327

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

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

In January - September 2015 most relevant investments of Luka Koper Group were the following:

- start of the construction of three new fuel tanks at the Liquid terminal,
- start of the rehabilitation of transport and storage areas for the needs of containers' storage;
- second phase of the dredging of the access channel and northern part of Basin I.

Investment property

(in Eur)	30.9.2015	31.12.2014
Investment property		
Investment property – land	14.991.483	14.670.199
Investment property – buildings	3.804.291	3.498.636
Total	18.795.774	18.168.835

Intangible assets

(in EUR)	30.9.2015	31.12.2014
Intangible assets		
Long-term development costs	283.371	312.596
Long-term property rights (concessions, patents, licences, trademarks and similar rights)	4.575.611	4.755.441
Total	4.858.982	5.068.037

Investments in associated companies

(in EUR)	30.9.2015	31.12.2014
Balance at 1 Jan	10.846.601	11.435.706
Increase		
Attributable profits	925.634	615.895
Decrease		
Repayments, disposal	-	-980.000
Dividends paid	-475.000	-225.000
Balance at the end of reporting period	11.297.235	10.846.601

Non-current investments

(in EUR)	30.9.2015	31.12.2014
Other non-current investments		
Other investments measured at cost	7.860.629	8.074.163
Other investments measured at fair value through equity	29.043.164	29.990.385
Total	36.903.793	38.064.548

The reduction of the value of investments measured at fair value through equity resulted from the reduction of the value of shares at the stock exchange.

Loans given

(in EUR)	30.9.2015	31.12.2014
Loans given:		
Financial assets held to maturity:		
Non-current loans given with purchase of bonds from others	446.354	528.976
Loans		
Non-current loans to others	54.759	69.338
Non-current housing loans to others	31.040	37.940
Non-current loans to others	23.719	31.398
Total loans given	501.113	598.314

Deferred tax assets and liabilities

(in EUR)	Assets		Liabilities	
	30.9.2015	31.12.2014	30.9.2015	31.12.2014
Deferred tax assets and liabilities				
- investments and financial instruments	8.491.164	8.491.164	1.989.384	2.148.904
- trade receivables	254.935	254.935	-	-
-provisions for retirement benefits	100.249	105.000	-	-
- provisions for jubilee premiums	34.486	38.513	-	-
- long-term accrued costs and deferred income from public commercial services	409.092	409.092	-	-
Total	9.289.926	9.298.704	1.989.384	2.148.904

Assets held for sale

The Group's assets held for sale as at 30 September 2015 amount to EUR 381,812 (as at 31 December 2014, EUR 1,783,637) and which is EUR 1,401,825 decrease in comparison to 31 December 2014. This decrease is due to the transfer of assets among buildings, plants and equipment.

Inventories

As at 30 September 2015, inventories were recorded at EUR 637,661, at the end of 2014 they amounted to EUR 463,957. The major part of these inventories is related to the maintenance material and spare parts in the amount of EUR 335,747 and overhaed and auxiliary material in the amount of EUR 242,269.

Loans and deposits given

(in EUR)	30.9.2015	31.12.2014
Loans and deposits given		
Current loans given to others	3.119	2.302
Current deposits	296.370	4.172.780
Total	299.489	4.175.082

Trade and other receivables

(in EUR)	30.9.2015	31.12.2014
Current trade receivables	25.077.001	21.552.554
Current receivables due from dividends	200.000	200.000
Advances and collaterals given	108.357	43.470
Current receivables related to the finance income	18.251	27.791
Receivables due from the state	1.776.770	1.963.109
Other current receivables	143.403	400.297
Trade and other receivables	27.323.782	24.187.221
Short-term deferred costs and expenses	1.824.241	230.498
Accrued income	478.756	1.370.764
Other receivables	2.302.997	1.601.262
Total	29.626.779	25.788.483

As at 30 September 2015, the Group records pledged receivables in the amount EUR 5,900,000 in connection with collateralising a bank borrowing. As at 30 September 2015, the receivables due from the customer amount to EUR 151,504.

Among accrued income, Luka Koper Group classifies accrued income for development projects. In the first nine months of 2015, Luka Koper Group received 810 thousand euros of grants in this respect.

Cash and cash equivalents

(in EUR)	30.9.2015	31.12.2014
Cash in hand	21.810	6.898
Bank balances	1.204.807	1.226.895
Current deposits	30.017.443	4.706.998
Total	31.244.060	5.940.791

As at 30 September 2015, a mayor part of current deposits is classified among cash and cash equivalents, and namely as provisions for the payment of dividends in the amount of EUR 13,160,000 which were paid out on 20 October 2015 to the following shareholders:

- Republic of Slovenia 6,711,600.00 EUR
- SDH, d. d. 1,464,385.58 EUR
- KAD, d. d. 654,784.26 EUR
- MOK 438,925.48 EUR
- other shareholders 3,890,304.68 EUR

and payments effected in October 2015 for the purchase of the equipment for the Container terminal in the amount of EUR 9,137,505 and other equipment in the amount of 791,595.

Equity

(in EUR)	30.9.2015	31.12.2014
Share capital	58.420.965	58.420.965
Share premium	89.562.703	89.562.703
Revenue reserves	94.322.556	94.322.556
<i>Legal reserves</i>	<i>18.765.115</i>	<i>18.765.115</i>
<i>Other revenue reserves</i>	<i>75.557.441</i>	<i>75.557.441</i>
Capital surplus (share premium)	9.073.451	9.528.753
Retained earnings	21.165.098	18.456.704
Profit for the period	26.957.827	15.868.393
Equity of the owners of the parent company	299.502.600	286.160.074
Non-controlling interests	177.139	163.496
Equity	299.679.739	286.323.570

Provisions

(in EUR evrih)	30.9.2015	31.12.2014
Provisions for retirement benefits and jubilee premiums	1.604.877	1.708.151
Provisions for legal disputes	475.224	2.675.441
Other provisions	428.101	436.212
Total	2.508.202	4.819.804

The decrease of provisions for lawsuits in the amount of EUR 2,200,217 refers to the judicial settlement, on the basis of which the controlling shareholder paid the amount of EUR 262,000, and thereby the commercial proceeding against Luka Koper, d. d., which lasted from the year 2012 and the payment of the legal obligation on the basis of the judicial settlement of the civil procedure from the year 2014 in the amount of EUR 436,550.

Deferred income

(in EUR)	30.9.2015	31.12.2014
Deferred income for regular maintenance	9.685.962	9.151.489
Other long-term deferred income	1.155.149	1.271.802
Total	10.841.111	10.423.291

Loans and borrowings

(in EUR)	30.9.2015	31.12.2014
Non-current financial liabilities to associates	500.000	500.000
Non-current borrowings from domestic banks	51.150.785	56.897.142
Non-current borrowings from foreign banks	50.359.093	52.924.280
Total	102.009.878	110.321.422

As at 9 September 2015, the parent company, started the procedure for the obtainment of the positive opinion on the obtainment of a long-term loan in the amount of 6 million euros from the company Luka Koper d.o.o. INPO, in compliance with the Decree on conditions and methods of borrowing from legal entities and on the basis of Article 87 of Public Finance Act.

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 30 September 2015 amounted to EUR 1,123,251, as at December 2014 to EUR 1,455,653.

Non-current financial liabilities

Non-current financial liabilities refer to the received non-current advances, which at 30 September 2015 amounted to EUR 164,362, at 31 December 2014 to EUR 149,512.

Loans and borrowings

(in EUR)	30.9.2015	31.12.2014
Non-current borrowings from domestic banks	6.848.905	11.927.780
Non-current borrowings from foreign banks	4.573.770	4.000.000
Total	11.422.675	15.927.780

Other financial liabilities

(in EUR)	30.9.2015	31.12.2014
Current liabilities from profit sharing	13.221.641	64.718
Other current financial liabilities	304.256	376.983
Total	13.525.897	441.701

Current liabilities related to the distribution of the profit are liabilities related to the payment of dividends for 2014, which were paid out in October 2015. Other current liabilities financial liabilities are liabilities for interests and for the payment of the interest swap, which was established in compliance with the risk management strategy related to the interest rate risk.

Trade and other payables

(in EUR)	30.9.2015	31.12.2014
Current trade payables	13.856.896	10.190.478
Current liabilities from advances	97.881	98.404
Current liabilities to employees	3.222.324	4.348.695
Current liabilities to state and other institutions	840.939	498.926
Current trade receivables	18.018.040	15.136.503
Other operating liabilities	8.053.478	2.911.575
Current deferred income	14.822	30.264
Other operating liabilities	47.526	124.009
Other operating liabilities	8.115.826	3.065.848
Total trade and other operating liabilities	26.133.866	18.202.351

Contingent assets and liabilities

(in EUR)	30.9.2015	31.12.2014
Securities given	6.287.072	6.218.999
Guarantees received	9.288.580	8.478.473
Contingent assets under legal disputes	32.638.934	37.306.115
Other contingent assets	128.628	140.840
Total contingent assets	48.343.214	52.144.427
Guarantees and securities given		-
Securities given	3.282.526	1.260.000
Guarantees given	13.408.062	14.861.613
Contingent liabilities under legal disputes	3.012.100	17.960.410
Approved borrowing	36.000.000	36.000.000
Total contingent liabilities	55.702.688	70.082.023

Financial instruments and financial risk management

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

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

1. Risk of change in fair value

The Group has invested 6.1 percent of its assets (at the end of 2014, 6.6 percent) in investments, whereof the controlling company accounts for 98 percent of Group's total investments, measured at fair value.

The fair value risk associated with these investments is demonstrated through changes in stock market that affect the value of these assets and, consequently the potential capital gain on their disposal. This type of risk was identified by the Group in association with investments in market securities of Slovenian companies. As at 30 September 2015, the value of current available-for-sale investments at fair value through equity amounted to EUR 29,043,164. This value comprises shares of Slovenian companies and units of mutual fund assets.

Sensitivity analysis of investments at fair value:

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

Change of index %	Impact on equity
-10 %	-2.904.316
10 %	2.904.316

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

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

Fair value hierarchy

(in EUR)	Fair value			
	Carrying amount at 30 September 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	29.043.164	29.043.164	-	-
Assets measured at cost				
Loans given	800.602	-	-	800.602
Other interests and shares	7.860.629	-	-	7.860.629
Operating receivables	27.323.782	-	-	27.323.782
Liabilities measured at fair value				
Interest rate hedging	1.123.251	-	-	1.123.251
Liabilities measured at amortised cost				
Other financial liabilities	365.897	-	-	365.897
Borrowings	113.432.553	-	-	113.432.553
Operating liabilities	18.018.040	-	-	18.018.040

(in EUR)	Fair value			
	Carrying amount at 30 Dec. 2014	Direct stock market quotation (Level 1)	Value defined on the basis of comparable market inputs (Level 2)	No observable market inputs (Level 3)
Assets measured at fair value				
Other interests and shares	29.990.385	29.990.385	-	-
Assets measured at cost				
Loans given	4.773.396	-	-	4.773.396
Other interests and shares	8.074.163	-	-	8.074.163
Operating receivables	24.187.221	-	-	15.413.997
Liabilities measured at fair value				
Interest rate hedging	1.455.653	-	-	1.455.653
Liabilities measured at fair value				
Other financial liabilities	441.701	-	-	441.701
Borrowings	126.249.202	-	-	126.249.202
Operating liabilities	15.136.503	-	-	15.136.503

2. Management of interest rate risk

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

In January to September 2015, the Group succeeded in reducing its financial liabilities by 10.3 percent over the previous year, as at reporting date, these liabilities were recorded at EUR 114,921,701.

In previous years, the controlling companies entered into an interest rate hedge for two major borrowings in the total amount of EUR 63.5 million. In this way, the exposure (99.6 percent) of all borrowings was reduced by 43.6 percent. As at 30 September 2015, the rest of bank borrowings is exposed to the variable interest rate and is recorded at EUR 49,537,704. The two interest rate swaps are carried in the books of account under the principle of hedge accounting. As at 30 September 2015, the fair value of both interest rates swaps amounted to EUR -1,123,251 and was recognised as a non-current liability of the controlling company.

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

(in EUR)	Borrowings from banks under the variable interest rate as at 30 Sept. 2015	15%	50%	100%
1M EURIBOR	-	-	-	-
3M EURIBOR	29.537.704	-1.772	-5.908	-11.815
6M EURIBOR	20.000.000	870	2.900	5.800
Total effect	49.537.704	-902	-3.008	-6.015

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

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

3. Management of liquidity risk

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

(in EUR)	Up to 3 months	3 to 12 months	1 to 5 let	More than 5 years	Total
30 september 2015					
Loans and borrowings	5.081.203	6.341.472	67.307.066	34.379.391	113.109.132
Accrued interest maturing in the next calendar year	34.694	-	-	-	34.694
Expected interest on all borrowings	788.774	1.172.396	5.480.817	1.496.328	8.938.315
Other financial liabilities	365.897	-	1.188.959	-	1.554.856
Payables to suppliers	13.856.896	-	-	-	13.856.896
Other operating liabilities	4.161.144	-	-	-	4.161.144
31 December 2014					
Loans and borrowings*	2.299.008	13.620.835	60.600.054	49.927.876	126.447.773
Accrued interest maturing in the next calendar year	54.319	-	-	-	54.319
Expected interest on all borrowings ¹	305.956	2.129.522	6.265.526	2.794.807	11.495.812
Other financial liabilities	441.701	-	1.455.653	-	1.897.354
Payables to suppliers	10.190.478	-	-	-	10.190.478
Other operating liabilities	4.946.025	-	-	-	4.946.025

*The item includes also borrowings from subsidiaries and associates

4. Management of currency risk

The risk of changes in foreign exchange rates arises from trade receivables denominated in US dollars (USD). In the first nine months of 2015, the average monthly balance of the Group's outstanding trade receivables amounted to 208 thousand US dollars. As at 30 September 2015, outstanding receivables in US dollars amounted to 0.75 percent, at the end of 2014 1.31 percent of total outstanding trade receivables.

5. Management of credit risk

Assets exposed to credit risks

(in EUR)	30.9.2015	31.12.2014
Non-current loans	501.113	598.314
Non-current operating liabilities	37.931	5.681
Current deposit	296.370	4.172.780
Current loans	3.119	2.302
Current trade receivables	25.077.001	21.552.554
Other receivables	2.246.781	2.634.667
Cash and cash equivalents	31.244.060	5.940.791
Total	59.406.375	34.907.089

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

6. Management of the risk of adequate capital structure

(in EUR)	30.9.2015	31.12.2014
Total liabilities	161.255.169	166.261.981
Cash and cash equivalents and current deposits	-31.540.430	-10.113.571
Net debt	129.714.739	156.148.410
Equity	312.662.600	286.160.074
Net debt / equity	0,41	0,55

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

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

(in EUR)	1-9 2015	1-9 2014
Revenue	127.584.999	112.488.165
Other income	2.114.739	1.470.219
Cost of material	-10.182.062	-9.438.792
Cost of services	-32.861.030	-29.589.096
Employee benefits expense	-30.388.637	-26.740.039
Amortization and depreciation expense	-19.744.956	-19.426.738
Other operating expense	-7.079.276	-4.965.758
Operating profit	29.443.777	23.797.961
Finance income	2.443.007	1.888.117
Finance expenses	-2.475.178	-3.172.527
Loss from financing activities	-32.171	-1.284.410
Profit before tax	29.411.606	22.513.551
Income tax expense	-4.352.299	-2.782.052
Deferred taxes	-7.511	-131.927
Net profit for the period	25.051.796	19.599.572
Net earnings per share – basic and diluted	1,79	1,40

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

(in EUR)	1-9 2015	1-9 2014
Profit for the period	25.051.796	19.599.572
Change in revaluation surplus of available-for-sale financial assets	-585.788	2.989.161
Deferred tax on revaluation of available-for-sale financial assets	99.584	-508.157
Change in fair value of hedging instruments	332.401	-946.907
Deferred tax on unrealised actuarial gains or losses	-1.508	160.974
Total comprehensive income that will be subsequently to profit or loss	-155.311	1.695.071
Other comprehensive income	-155.311	1.695.071
Total comprehensive income for the period	24.896.485	21.294.643

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

(in EUR)	30.9.2015	31.12.2014
ASSETS		
Property, plant and equipment	310.963.894	314.042.915
Investment property	30.600.270	30.240.281
Intangible assets and non-current deferred costs and accrued revenues	4.441.083	4.612.609
Shares and interests in Group's companies	4.533.063	4.533.063
Interests and shares in associates	6.737.709	6.737.709
Other non-current investments	34.051.043	34.850.365
Loans given	501.113	598.314
Non-current assets	37.931	5.681
Deferred tax assets	9.612.009	9.619.520
Non-current assets	401.478.115	405.240.457
Assets (disposal group) held for sale	-	1.781.382
Inventories	637.661	463.957
Loans given	164.938	1.299.157
Trade and other receivables	27.180.829	24.489.213
Deferred tax assets	1.778.672	-
Cash and cash equivalents	24.543.273	3.984.291
Current assets	54.305.373	32.018.000
TOTAL ASSETS	455.783.488	437.258.457
EQUITY AND LIABILITIES		
Share capital	58.420.965	58.420.965
Capital surplus (share premium)	89.562.703	89.562.703
Revenue reserves	94.322.557	94.322.557
Revaluation surplus	9.030.790	9.186.101
Retained earnings	1.438.947	1.374.740
Profit for the period	25.051.796	13.224.207
Equity	277.827.758	266.091.273
Deferred income	8.188.695	7.375.114
Provisions	1.904.507	4.193.090
Loans and borrowings	112.040.458	120.378.001
Other financial liabilities	1.123.251	1.455.653
Non-current operating liabilities	85.925	81.281
Deferred tax liabilities	1.973.055	2.071.131
Non-current liabilities	125.315.891	135.554.270
Loans and borrowings	11.422.675	15.927.780
Other financial liabilities	13.525.689	441.329
Non-current operating liabilities	4.352.299	2.371.563
Trade and other payables	23.339.176	16.872.242
Current liabilities	52.639.839	35.612.914
TOTAL EQUITY AND LIABILITIES	455.783.488	437.258.457

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

(in EUR)	1-9 2015	1-9 2014
Cash flow from operating activities		
Profit for the period	25.051.796	19.599.572
Adjustments for:		
Amortization / Depreciation	19.744.956	19.426.738
Reversal and impairment losses on property, plant and equipment, and intangible assets	659.869	76.412
Gain on sale of property, plant and equipment, intangible assets and investment property	-42.847	-
Allowances for receivables	-147.857	-51.185
Reversal of provisions	-1.501.667	-
Finance income	-2.443.007	-1.888.117
Finance expenses	2.475.178	3.172.527
Income tax expense and income (expenses) from deferred taxes	4.359.810	2.913.980
Operating profit before change net current assets and taxes	48.156.231	43.249.927
Change in net current assets and provisions		
Change in trade receivables	-2.581.166	-842.246
Change in inventories	-173.704	-279.580
Change in trade payables	6.239.527	9.086.069
Change in provisions and deferred income	-2.173.552	1.574.418
Income tax	-1.778.672	-2.782.052
Net cash from operating activities	47.688.664	50.006.536
Cash flows from investing activities		
Interest received	240.304	227.818
Dividends received	2.202.703	1.660.299
Proceeds from sale of property, plant and equipment, and intangible assets	573.712	55.876
Proceeds from sale, less investments and loans given	5.521.810	324.236
Acquisition of property, plant and equipment, and intangible assets	-16.263.750	-22.789.394
Acquisition of investments and increase in loans given	-4.065.885	-42.000
Net cash used in investing activities	-11.791.106	-20.563.165
Cash flows from financing activities		
Interest paid	-2.495.011	-3.109.950
Proceeds from non-current borrowings	-	2.280.000
Proceeds from current borrowings	-2.692.667	-15.307.938
Repayment of non-current borrowings	-10.150.898	-252.691
Changes in equity	-	-107.021
Dividends paid	-	-2.240.000
Net cash used in financing activities	-15.338.576	-18.737.600
Opening balance of cash and cash equivalents	3.984.291	895.323
Net decrease / increase in cash and cash equivalents	20.558.982	10.705.771
Closing balance of cash and cash equivalents	24.543.273	11.601.094

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

(in EUR)	Share capital	Capital reserves	Legal reserve	Other revenue reserves	Total revenue reserves	Retained earnings or loss	Profit or loss for the period	Revaluation surplus	Total equity
Balance at 31 Dec 2014	58.420.965	89.562.703	18.765.115	75.557.442	94.322.557	1.374.740	13.224.207	9.186.101	266.091.273
Balance at 1 Jan 2015	58.420.965	89.562.703	18.765.115	75.557.442	94.322.557	1.374.740	13.224.207	9.186.101	266.091.273
Changes of equity – transactions with owners									
Dividends paid	-	-	-	-	-	-13.160.000	-	-	-13.160.000
	-	-	-	-	-	-13.160.000	-	-	-13.160.000
Total comprehensive income for the period									
Profit for the period	-	-	-	-	-	-	25.051.796	-	25.051.796
Change in revaluation surplus of financial assets, less tax	-	-	-	-	-	-	-	-486.204	-486.204
Change in fair value of hedging instruments, less tax	-	-	-	-	-	-	-	330.893	330.893
Unrealised actuarial gains or losses, less tax	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	25.051.796	-155.311	24.896.485
Changes within equity									
Allocation of part of profit from previous period to other equity components	-	-	-	-	-	13.224.207	-13.224.207	-	-
	-	-	-	-	-	13.224.207	-13.224.207	-	-
Balance at 30 September 2015	58.420.965	89.562.703	18.765.115	75.557.442	94.322.557	1.438.947	25.051.796	9.030.790	277.827.758

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

(in EUR)	Share capital	Capital reserves	Legal reserves	Other revenue reserves	Totalj revenue reserves	Retained earnings or losses	Profit or loss for the year	Revaluation surplus	Total equity
Balance at 31 Dec 2013	58.420.965	89.562.703	18.765.115	62.333.234	81.098.349	1.415.638	2.306.123	9.216.938	242.020.716
Balance at 1 Jan 2014	58.420.965	89.562.703	18.765.115	62.333.234	81.098.349	1.415.638	2.306.123	9.216.938	242.020.716
Changes in equity – transactions with owners									
Dividends paid	-	-	-	-	-	-2.240.000	-	-	-2.240.000
Changes in equity	-	-	-	-	-	-107.021	-	-	-107.021
	-	-	-	-	-	-2.347.021	-	-	-2.347.021
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	19.599.572	-	19.599.572
Changes in revaluation surplus of financial assets, less tax	-	-	-	-	-	-	-	2.481.004	2.481.004
Change in fair value of hedging instruments, less tax	-	-	-	-	-	-	-	-785.933	-785.933
	-	-	-	-	-	-	19.599.572	1.695.071	21.294.643
Changes within equity									
Allocation of residual part of profit from previous period to other equity components	-	-	-	-	-	2.306.123	-2.306.123	-	-
	-	-	-	-	-	2.306.123	-2.306.123	-	-
Balance at 30 September 2014	58.420.965	89.562.703	18.765.115	62.333.234	81.098.349	1.374.740	19.599.572	10.912.009	260.968.338

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

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

Statement of compliance

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

Basis for the compilation of financial statements

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

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

Notes to the Income Statement

Revenue

(in EUR)	1-9 2015	1-9 2014
Revenue generated in Slovenia through sale of:	37.565.284	33.207.534
- services	36.448.834	32.032.579
- goods and material	1.089	14.857
- rentals	1.115.361	1.160.098
Revenue generated on foreign markets through sale of	90.019.715	79.280.631
- services	89.952.984	79.159.000
- rentals	66.731	121.631
Total revenue	127.584.999	112.488.165

Other income

(in EUR)	1-9 2015	1-9 2014
Other operating income	1.753.254	801.404
Reversal of provisions	1.501.667	750.219
Revaluation operating income	251.587	51.185
Revaluation operating income	42.847	27.976
Collected receivables and liabilities written off	208.740	23.209
Other income	361.485	668.815
Compensations and damages	316.193	368.974
Subsidies and other income not related to services	34.102	99.337
Other income	11.190	200.504
Total other income	2.114.739	1.470.219

Reversal of provisions in the amount of EUR 1,501,667 is mainly related to the judicial settlement, on the basis of which the company paid the amount of EUR 262,000, and thereby the commercial proceeding against Luka Koper, d. d., which lasted from the year 2012, was finally disposed.

Cost of material

(in EUR)	1-9 2015	1-9 2014
Cost of auxiliary material	1.578.048	1.383.801
Cost of spare parts	3.555.709	2.874.878
Cost of energy	4.669.138	4.841.374
Cost of office stationary	95.441	93.535
Other cost of material	283.726	245.204
Total	10.182.062	9.438.792

Cost of services

(in EUR)	1-9 2015	1-9 2014
Cost of services rendered in connection with the core activity	15.793.074	14.812.529
Cost of transportation	208.165	191.614
Maintenance	5.257.527	3.881.583
Rentals	526.585	435.879
Reimbursement of labour-related costs	258.389	221.421
Costs of payment processing, bank charges and insurance premiums	468.199	339.750
Cost of intellectual and personal services	526.837	708.391
Advertising, trade fairs and hospitality	888.495	841.668
Costs of services provided by individuals not performing business activity	185.844	234.335
Cost of other services	8.747.915	7.921.926
Total	32.861.030	29.589.096

Among costs of other services the most significant amount is related to the concession charge with amounts to EUR 4,332,198 and cost of information support in the amount of EUR 2,155,812. Public utility service charges amount to EUR 504,869.

Employee benefits expense

(in EUR)	1-9 2015	1-9 2014
Wages and salaries	20.302.107	17.506.042
Wage compensations	3.136.429	2.917.060
Costs of additional pension insurance	948.863	852.019
Employer's contribution on employee benefits	3.865.100	3.374.659
Annual holiday pay, reimbursements and other costs	2.136.138	2.090.259
Total	30.388.637	26.740.039

Amortization and depreciation expense

(in EUR)	1-9 2015	1-9 2014
Depreciation of buildings	8.897.515	8.624.636
Depreciation of equipment and spare parts	9.931.832	10.067.927
Depreciation of small tools	14.187	12.635
Depreciation of investment property	467.044	296.536
Amortization of intangible assets	434.378	425.004
Total	19.744.956	19.426.738

Other operating expenses

(in EUR)	1-9 2015	1-9 2014
Provisions	-	307.523
Revaluation operating expenses associated with property, plant and equipment and investment property	659.869	76.412
Revaluation operating expenses associated with current operating assets	60.883	-
Levies that are not contingent upon employee benefits expense and other types of cost	4.616.613	3.997.249
Donations	104.651	114.275
Environmental levies	51.545	69.295
Awards and scholarship to students inclusive of tax	12.493	6.042
Awards and scholarship to students	6.060	-
Other costs and expenses	1.567.162	394.962
Total	7.079.276	4.965.758

The most significant amount among other costs and expenses is related to the expense for two judicial settlements in total amount of EUR 1,165,000. Among levies, which are not

related to the cost of labour and other types of costs, the largest value refers to the compensation for the use of the building plot, and namely EUR 4,486,911.

Finance income and finance expense

(in EUR)	1-9 2015	1-9 2014
Finance income from shares and interests		
Finance income from shares and interests in Group companies	575.188	501.648
Finance income from shares in associated companies	475.000	225.000
Finance income from shares in other companies	1.152.515	933.651
Finance income from interests		
Finance income from interests due from Group companies	2.728	4.255
Finance income from interests due from others	46.997	79.708
Finance income from operating receivables		
Finance income from operating receivables due from others	190.579	143.855
Total finance income	2.443.007	1.888.117
Finance expense for investments		
Finance expense for interests	-	-62.577
Finance expense for interests of Group's companies	-118.548	-141.806
Finance expense for interests from associates	-5.905	-6.600
Finance expense for interests to banks	-2.303.062	-2.945.842
Finance expense for operating liabilities		
Finance expense for trade payables	-344	-68
Finance expense for other operating liabilities	-47.319	-15.634
Total financial expense	-2.475.178	-3.172.527
Net financial result	-32.171	-1.284.410

Operating profit

In January - September 2015, the company generated operating profit in the amount of EUR 29,443,777, compared to EUR 23,797,961 in the equivalent period last year. The loss of financing activities amounts to EUR -32,171, in the equivalent period last year EUR -1,284,410. The profit before tax is recorded EUR 29,411,606, in the same period last year at EUR 22,513,551.

Income tax amounts to EUR 4,352,299, net operating profit for the period amounts to EUR 25,051,796, in the same period last year amounted to EUR 19,599,572.

(in EUR)	30.9.2015	30.9.2014
Net profit or loss for the period	25.051.796	19.599.572
Total number of shares	14.000.000	14.000.000
Number of ordinary shares	14.000.000	14.000.000
Basic and diluted earnings per share	1,79	1,40

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

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

Additional notes to the Statement of Financial position

Property, plant and equipment

(in EUR)	30.9.2015	31.12.2014
Property, plant and equipment		
Land	7.276.705	7.276.705
Buildings	217.723.094	213.618.753
Plant and machinery	57.031.786	61.645.583
Property, plant and equipment being acquired and advances given	28.932.309	31.501.874
Total	310.963.894	314.042.915

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

In January - September 2015, the company disposed some written off assets at cost which exceeded the carrying value.

In January – September period, the largest investments were the following:

- beginning of the construction of three new fuel tanks at the Liquid Terminal;
- start of the rehabilitation of transport storage areas for the needs of containers' storage;
- second phase of dredging of the access channel and northern side of the Basin I.

Investment property

(in EUR)	30.9.2015	31.12.2014
Investment property		
Investment property - land	18.160.734	17.411.596
Investment property – buildings	12.439.536	12.828.685
Total	30.600.270	30.240.281

Intangible assets

(in EUR)	30.9.2015	31.12.2014
Intangible assets		
Long-term property rights (concessions, patents, licences, trademarks and similar rights)	4.441.083	4.612.609
Total	4.441.083	4.612.609

Investments in subsidiaries

Investments in subsidiaries at 30 September 2015 amount to EUR 4,533,063 and are at the same level as at 31 December 2014.

Investments in associated companies

Investments in associated companies at 30 September 2015 amount to EUR 6,737,709 and are at the same level as at 31 December 2014.

Other non-current investments

(in EUR)	30.9.2015	31.12.2014
Other non-current investments		
Other investments measured at cost	5.374.854	5.588.388
Other investments measured at fair value through equity	28.676.189	29.261.977
Total	34.051.043	34.850.365

Loans given

(in EUR)	30.9.2015	31.12.2014
Loans given:		
Financial assets held to maturity:		
Non-current loans given with purchase of bonds from others	446.354	528.976
Loans and deposits		
Non-current loans, given to others	54.759	69.338
Non-current housing loans to employees	31.040	37.940
Non-current loans to others	23.719	31.398
Total	501.113	598.314

Non-current operating receivables

Non-current operating receivables amount to EUR 37,931 and are EUR 32,250 were higher than at the end of 2014.

Deferred tax assets

Deferred tax assets as of 30 September 2015 amount to EUR 9,612,009, at the end of 2014 amounted to EUR 9,619,520.

Assets held for sale

As of 30 September 2015, Luka Koper, d. d. has not recorded assets held for sale (disposal group) for sale. As of 31 December 2014, company's assets held for sale amounted to EUR 1,781,382. Assets in the amount of EUR 223,307 were written-off, other assets were reclassified among buildings, property investments, plant and equipment.

Inventories

At 30 September 2015 the inventories of the material account for EUR 637,661, at the end of 2014 they accounted for EUR 463,957. Major part of these inventories is related to the inventories of material and spare parts in the amount of EUR 335,747, overhead and auxiliary material in the amount of EUR 242,269.

Loans and deposits given

(In EUR)	30.9.2015	31.12.2014
Loans and deposits given:		
Current loans granted to Group companies	161.819	296.819
Current loans to others	3.119	2.302
Current deposits	-	1.000.036
Total	164.938	1.299.157

Trade and other receivables

(In EUR)	30.9.2015	31.12.2014
Current trade receivables	23.254.622	20.632.368
Current receivables from dividends	200.000	200.000
Advances and collaterals given	93.606	30.716
Current receivables related to finance income	4.803	9.960
Receivables due from the state	1.553.680	1.897.923
Other current receivables	119.162	132.355
Trade receivables	25.225.873	22.903.322
Short-term deferred costs and expenses	1.480.260	215.126
Accrued income	474.696	1.370.765
Other receivables	1.954.956	1.585.891
Total	27.180.829	24.489.213

As at 30 September 2015, the Group records pledged receivables in the amount of EUR 5,900,000 in connection with collateralising a bank borrowing. As at 30 September 2015, the receivables due from the customer amount to EUR 151,504.

Among accrued income are registered as accrued income related to the development projects. In the first nine months of 2015, Luka Koper, d. d. received 810 thousand euros grants in this respect.

Cash and cash equivalents

(in EUR)	30.9.2015	31.12.2014
Cash in hand	20	20
Bank balances	980.627	1.032.256
Current deposits	23.562.626	2.952.015
Total	24.543.273	3.984.291

A major part of current deposits among cash and cash equivalents as of 30 September 2015 are provisions for the payment of dividends in the amount of EUR 13,160,000.00, which were paid out to the shareholders on 20 October 2015:

- Republic of Slovenia 6,711,600.00 EUR
- SDH, d. d. 1,464,385.58 EUR

- KAD, d. d.	654,784.26 EUR
- MOK	438,925.48 EUR
- Other shareholders	3,890,304.68 EUR

and payments for the acquisition of the equipment for the Container terminal in the amount of EUR 9,137,505.00 and other equipment in the amount of EUR 791,595.00.

Equity

(in EUR)	30.9.2015	31.12.2014
Share kapital	58.420.965	58.420.965
Share premium	89.562.703	89.562.703
Profit reserves	94.322.557	94.322.557
<i>Legal reserves</i>	18.765.115	18.765.115
<i>Other reserves from profit</i>	75.557.442	75.557.442
Revaluation reserve	9.030.790	9.186.101
Transferred net earnings	1.438.947	1.374.740
Net profit for the period	25.051.796	13.224.207
Equity	277.827.758	266.091.273

Deferred income

(in EUR)	30.9.2015	31.12.2014
Deferred income for regular maintenance	7.191.853	6.279.210
Long-term deferred income	996.842	1.095.904
Total	8.188.695	7.375.114

Provisions

(in EUR)	30.9.2015	31.12.2014
Provisions for retirement benefits and similar	1.429.283	1.517.649
Provisions for legal disputes	475.224	2.675.441
Total	1.904.507	4.193.090

The decrease of provisions for lawsuits in the amount of EUR 2,200,217 refers to the judicial settlement, on the basis of which the controlling shareholder paid the amount of EUR 262,000, and thereby the commercial proceeding against Luka Koper, d. d., which lasted from the year 2012 and the payment of the legal obligation on the basis of the judicial settlement of the civil procedure from the year 2014 in the amount of EUR 436,550.

Loans and borrowings

(in EUR)	30.9.2015	31.12.2014
Non-current financial liabilities to Group's companies	10.030.580	10.056.580
Non-current financial liabilities to associates	500.000	500.000
Non-current borrowings from domestic banks	51.150.785	56.897.141
Non-current borrowings from foreign banks	50.359.093	52.924.280
Total	112.040.458	120.378.001

On 9 September 2015, Luka Koper, d. d., in compliance with the Decree on the terms and conditions and methods of borrowings by legal entities, as per Article 87 of the Public Finance Act, started the procedure related to the obtainment of the positive opinion with respect to the long-term indebtedness in the amount of 6 million euros from the company Luka Koper INPO, d. o. o.

Non-current financial liabilities

Non-current financial liabilities as at 30 September 2015 amount to EUR 85,925 and are 4,644 euros higher than on 31 December 2014.

Loans and borrowings

(in EUR)	30.9.2015	31.12.2014
Non-current borrowings from domestic banks	6.848.905	11.927.780
Non-current borrowings from foreign banks	4.573.770	4.000.000
Total	11.422.675	15.927.780

Other financial liabilities

(in EUR)	30.9.2015	31.12.2014
Other financial liabilities	13.525.689	441.329
Total	13.525.689	441.329

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

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

Short-term operating liabilities

(in EUR)	30.9.2015	31.12.2014
Current trade payables	13.091.823	9.975.332
Current liabilities from advances	65.993	72.850
Current liabilities to employees	2.886.497	4.001.963
Current liabilities to state and other institutions	555.332	464.327
Current trade payables	16.599.645	14.514.472
Accrued costs	6.739.531	2.357.770
Other operating liabilities	6.739.531	2.357.770
Total operating and other liabilities	23.339.176	16.872.242

Contingent assets and liabilities

(in EUR)	30.9.2015	31.12.2014
Securities given	6.287.072	6.218.999
Guarantees received	9.288.580	8.478.473
Contingent assets under legal disputes	32.638.934	37.306.115
Other contingent assets	128.628	140.840
Total contingent assets	48.343.214	52.144.427
Guarantees and securities given		-
Guarantees given	3.110.000	1.260.000
Securities given	13.408.062	15.111.613
Contingent liabilities under legal disputes	3.012.100	17.960.410
Approved borrowing	36.000.000	36.000.000
Total contingent liabilities	55.530.162	70.332.023

Related party transactions

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

Income Statement Items (in EUR)	Luka Koper, d. d.		Luka Koper Group	
	Jan - Sept 2015	Jan - Sept 2014	Jan - Sept 2015	Jan - Sept 2014
Net revenue from sale				
Subsidiaries	636.156	617.448	-	-
Associates	443.535	380.765	546.027	516.740
Cost of material				
Subsidiaries	198.795	195.933	-	-
Associates	68.221	36.090	68.237	36.090
Cost of services				
Subsidiaries	2.760.979	2.182.927	-	-
Associates	734.307	414.996	739.433	423.957
Cost of labour				
Subsidiaries	544	806	-	-
Associates	-	-	-	-
Other operating expense				
Subsidiaries	10.501	76.842	-	-
Associates	-	-	-	-
Finance revenue from shares				
Subsidiaries	566.296	501.648	-	-
Associates	475.000	225.000	-	-
Finance revenue from loans granted				
Subsidiaries	2.728	4.255	-	-
Associates	-	-	-	-
Finance expense due to investment impairment and write-offs				
Subsidiaries	-	48.827	-	-
Associates	-	-	-	-
Finance expenses from financial liabilities				
Subsidiaries	118.548	141.806	-	-
Associates	5.905	6.600	5.905	6.600

Statement of Financial Position Items (in EUR)	Luka Koper, d. d.		Luka Koper Group	
	30.9.2015	31.12.2014	30.9.2015	31.12.2014
Non-current financial investments except loans				
Subsidiaries	4.533.063	4.533.063	-	-
Associates	6.737.709	6.737.709	11.297.235	10.971.162
Current loans				
Subsidiaries	161.819	296.819	-	-
Associates	-	-	-	-
Current operating receivables				
Subsidiaries	150.225	93.350	-	-
Associates	277.048	230.825	277.048	230.825
Non-current financial liabilities				
Subsidiaries	10.030.580	10.056.580	-	-
Associates	500.000	500.000	500.000	500.000
Current operating liabilities				
Subsidiaries	539.769	465.692	-	-
Associates	85.887	61.469	85.887	61.469

Financial instruments and financial risk management

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

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

1. Risk of change in fair value

The company has invested 6.3 percent of its assets (at the end of 2014 6.7 percent) in investments measured at fair value. The fair value risk associated with these investments is demonstrated through changes in stock market prices that affect the value of these assets and, consequently the potential capital gain on their disposal. This type of risk was identified in association with investments in market securities of Slovenian companies. As at 30 September 2015, the value of non-current available-for-sale investments at fair value through equity amounted to EUR 28,676,189. This value comprises shares of Slovenian companies and units of mutual fund assets.

The sensitivity analysis of finance investments measured at fair value:

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

Change of index (in %)	Impact on equity
-10 %	-2.867.619
10 %	2.867.619

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

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

Fair value hierarchy

(in EUR)	Fair value			
	Carrying amount at 30 September 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	28.676.189	28.676.189	-	-
Assets measured at cost				
Loans given	666.051	-	-	4.774.862
Other interests and shares	16.645.626	-	-	16.645.626
Operating receivables	25.225.873	-	-	25.225.873
Liabilities measured at fair value				
Interest rate hedging	1.123.251	-	-	1.188.959
Liabilities measured at amortised cost				
Liabilities measured at fair value	365.689	-	-	365.689
Borrowings	123.463.133	-	-	124.509.065
Operating liabilities	16.599.645	-	-	16.599.645

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

2. Management of interest rate risk

In January - September 2015 Luka Koper, d. d. succeeded to reduce the financial liabilities by 9.6 percent with respect to the previous business year, thus as at 30 September 2015 they amounted to EUR 124,952,073.

The percentage of financial liabilities within the total structure of liabilities decreased in January – June 2015 period, and namely by 32 percent, at the end of the year 2014, to 27 percent. The effect of the eventual changes of variable interest rates on the future net profit, is shown in the table below.

In previous years the Company entered into an interest rate hedge for two major borrowings in the total amount of EUR 63.5 million. In this way, the exposure (91.5 percent) of all Company's borrowings was reduced by 40.1 percent. The two interest rate swaps are carried in the books of account under the principle of hedge accounting. As at 30 September 2015, the fair value of both interest rate swaps amounted to EUR –1,123,251 and was recognised as a non-current liability of the Company.

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

(in EURh)	Borrowings from banks under the variable interest rate as at 30 September 2015	15%	50%	100%
1M EURIBOR	-	-	-	-
3M EURIBOR	29.537.704	-1.772	-5.908	-11.815
6M EURIBOR	20.000.000	870	2.900	5.800
Total effect	49.537.704	-902	-3.008	-6.015

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

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

3. Management of liquidity risk

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

(in EUR)	Up to 3 months	3 to 12 months	1 to 5 years	More than 5 years	Total
30 September 2015					
Loans and borrowings*	5.081.203	6.341.472	77.837.646	34.379.391	123.639.712
Accrued interest maturing in the next calendar year	34.486	-	-	-	34.486
Expected interest on all borrowings	830.685	1.296.877	5.522.614	1.496.328	9.146.504
Other financial liabilities	331.203	-	1.123.252	-	1.454.455
Payables to suppliers	13.091.823	-	-	-	13.091.823
Other operating liabilities	3.507.822	-	-	-	3.507.822
31 December 2014					
Loans and borrowings*	2.299.008	13.620.835	70.656.634	49.927.876	136.504.353
Accrued interest maturing in the next calendar year	54.319	-	-	-	54.319
Expected interest on all borrowings	403.437	2.190.835	6.424.320	2.794.807	11.813.399
Other financial liabilities	387.010	-	1.455.653	-	1.842.663
Payables to suppliers	9.975.331	-	-	-	9.975.331
Other operating liabilities	4.539.142	-	-	-	4.539.142

*The item includes also borrowings from subsidiaries and associates

4. Management of currency risk

The risk of changes in foreign exchange rates arises from trade receivables denominated in US dollars (USD). In January – September 2015 period, the average monthly balance of outstanding trading receivables amounted to USD 206 thousand. As at 30 September 2015, outstanding receivables denominated in US dollars amounted to 0.80 percent, as at 31 December 2014 to 1.33 percent.

5. Management of credit risk

Assets exposed to credit risk :

(in EUR)	30.9.2015	31.12.2014
Non-current loans	501.113	598.314
Non-current operating liabilities	37.931	5.681
Current deposits	-	1.000.036
Current loans	164.938	299.121
Current trade receivables	23.254.622	20.632.368
Othe current receivables	1.971.251	2.270.954
Cash and cash equivalents	24.543.273	3.984.291
Total	50.473.128	30.572.147

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

6. Management of the risk of adequate capital structure

(in EUR)	30.9.2015	31.12.2014
Total liabilities	164.795.730	171.167.184
Cash and cash equivalents and current deposits	-24.543.273	-4.984.327
Net debt	140.252.457	166.182.857
Equity	290.987.758	266.091.273
Net debt / equity	0,48	0,62

STATEMENT OF MANAGEMENT RESPONSIBILITY

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

These condensed interim statements for the period ending 30 September 2015, 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 2014. Financial statements for 2014 are audited.

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

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

Members of the Management Board:



Dragomir Matić
President of the Management Board



Andraž Novak
Member of the Management Board



Irena Vinček
Member of the Management Board

Koper, 17 November 2015