

Appendix 1

Reporting period:

1.1.2015

to

31.12.2015

Annual financial report GFI-POD

Registration number (MB)	03282635	
Identification number of subject (MBS)	080040936	
Personal identification number (OIB)	45050126417	
Issuer company:	KONČAR - ELEKTROINDUSTRIJA d.d.	
Postal code and place	10000	ZAGREB
Street and number	FALLEROVO ŠETALIŠTE 22	
E-mail address:	koncar.finance@koncar.hr	
Internet address:	www.koncar.hr	
Code and name of comune/town	133	Zagreb
Code and county name	21	Grad Zagreb
Consolidated statement	NO	
		Number of employees (at quarter end) 51
		NKD/NWC code: 2711
Book keeping service:		
Contact person:	ILIĆ VESNA	
	(fill in only surname and name of contact person)	
Phone number:	01 3667183	Telefaks: 01 3667177
E-mail address:	vesna.ilic@koncar.hr	
Surname and name	BAGO DARINKO	
	(authorised person for representation)	
Disclosure documents:		
	1. Audited annual financial statements	
	2. Report of the Management Board on position of the Company	
	3. Statement of responsible persons for preparation of financial statements	
	4. The decision of the competent authority (the proposal) about the development of the annual financial statements	
	5. Decision on the allocation of profits or covering of loss	
M.P.	(signed by authorised person for representation)	

Balance Sheet
as of 31.12.2015

Company: Končar - Electrical Industry Inc.				
Position	AOP	Rbr. bilješke	Previous period	Current year
1	2	3	4	5
A) RECEIVABLES FOR SUBSCRIBED NOT PAID CAPITAL	001			
B) NON-CURRENT ASSETS (003+010+020+029+033)	002		1.170.656.277	1.233.449.878
I. INTANGIBLE ASSETS (004 do 009)	003	15	782.436	1.007.436
1. Expenditure for development	004			
2. Concessions, patents, licenses, trademarks, service marks, software and other rights	005		782.436	1.007.436
3. Goodwill	006			
4. Advances for purchase of intangible assets	007			
5. Intangible assets in progress	008			
6. Other intangible assets	009			
II. PROPERTY, PLANT AND EQUIPMENT (011 do 019)	010		351.775.461	350.169.923
1. Land	011	16	74.531.676	74.194.519
2. Buildings	012	16	116.580.562	111.282.179
3. Plant and equipment	013	16	18.141.945	11.706.078
4. Tools, working inventory and transportation assets	014	16	1.761.616	853.972
5. Biological assets	015			
6. Advances for purchase of tangible assets	016	16	474.661	0
7. Tangible assets in progress	017	16	3.348.650	9.061.945
8. Other tangible assets	018			
9. Investment in real-estate	019	17	136.936.351	143.071.230
III. NON-CURRENT FINANCIAL ASSETS (021 do 028)	020		798.534.752	867.103.813
1. Share in related parties	021	18	729.235.265	798.122.323
2. Loans to related parties	022			
3. Participating interests (shares)	023	19	67.722.257	67.722.257
4. Loans to companies with participating interest	024			
5. Investments in securities	025	20	1.577.230	1.259.235
6. Loans, deposits, etc.	026			0
7. Other non-current financial assets	027			
8. Equity-accounted investments	028			
IV. RECEIVABLES (030 do 032)	029	21	19.563.628	15.168.707
1. Receivables from related parties	030			0
2. Receivables arising from sales on credit	031		8.094.029	7.684.576
3. Other receivables	032		11.469.599	7.484.131
V. DEFERRED TAX ASSET	033			
C) CURRENT ASSETS (035+043+050+058)	034		413.279.378	384.944.925
I. INVENTORIES (036 do 042)	035		171.965	140.110
1. Raw materials and supplies	036			0
2. Production in progress	037			
3. Finished products	038			
4. Merchandise	039			
5. Advances for inventories	040		171.965	140.110
6. Long term assets held for sale	041			
7. Biological assets	042			
II. RECEIVABLES (044 do 049)	043		119.367.429	105.030.032
1. Receivables from related parties	044	22	69.576.420	63.903.714
2. Receivables from end-customers	045	23	6.146.988	537.550
3. Receivables from participating parties	046			
4. Receivables from employees and members of the company	047	24	51.057	47.811
5. Receivables from government and other institutions	048		10.979.510	7.357.346
6. Other receivables	049	24	32.613.454	33.183.611
III. CURRENT FINANCIAL ASSETS (051 do 057)	050		288.527.794	271.342.941
1. Share in related parties	051			
2. Loans to related parties	052	25	6.250.000	30.075.456
3. Participating interests (shares)	053			
4. Loans to companies with participating interest	054			
5. Investments in securities	055			
6. Loans, deposits, etc.	056	26	282.277.794	241.267.485
7. Other financial assets	057			0
IV. CASH AND CASH EQUIVALENTS	058	27	5.212.190	8.431.842
D) PREPAYMENTS AND ACCRUED INCOME	059		8.252.451	7.972.320
E) TOTAL ASSETS (001+002+034+059)	060		1.592.188.106	1.626.367.123
F) OFF BALANCE SHEET ITEMS	061	33	1.064.696.530	752.770.701

EQUITY AND LIABILITIES				
A) ISSUED CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	28	1.543.618.191	1.572.404.764
I. SUBSCRIBED SHARE CAPITAL	063		1.208.895.930	1.208.895.930
II. CAPITAL RESERVES	064		719.579	719.579
III. RESERVES FROM PROFIT (066+067-068+069+070)	065		235.357.613	294.106.743
1. Legal reserves	066		30.546.339	35.025.950
2. Reserve for own shares	067		1.338.982	4.143.784
3. Treasury shares and shares (deductible items)	068		1.338.982	4.143.784
4. Statutory reserves	069		163.414.511	217.684.029
5. Other reserves	070		41.396.763	41.396.764
IV. REVALUATION RESERVES	071			
V. RETAINED EARNINGS OR LOSS CARRIED FORWARD (073-074)	072		9.052.844	6.248.041
1. Retained earnings	073		9.052.844	6.248.041
2. Loss carried forward	074			
VI. NET PROFIT OR LOSS FOR THE PERIOD (076-077)	075		89.592.225	62.434.471
1. Net profit for the period	076		89.592.225	62.434.471
2. Net loss for the period	077			
VII. MINORITY INTEREST	078			
B) PROVISIONS (080 do 082)	079	29	36.276.734	34.941.981
1. Provisions for pensions, severance pay and similar liabilities	080		2.009.239	2.841.981
2. Provisions for tax liabilities	081			
3. Other provisions	082		34.267.495	32.100.000
C) NON-CURRENT LIABILITIES (084 do 092)	083			
1. Liabilities to related parties	084			
2. Liabilities for loans, deposits, etc.	085			
3. Liabilities to banks and other financial institutions	086			
4. Liabilities for advances	087			
5. Trade payables	088			
6. Commitments on securities	089			
7. Liabilities to companies with participating interest	090			
8. Other non-current liabilities	091			
9. Deferred tax liabilities	092			
D) CURRENT LIABILITIES (094 do 105)	093		12.293.181	19.020.378
1. Liabilities to related parties	094	30	3.682.024	12.356.500
2. Liabilities for loans, deposits, etc.	095			
3. Liabilities to banks and other financial institutions	096			
4. Liabilities for advances	097			
5. Trade payables	098	31	1.365.439	903.616
6. Commitments on securities	099			
7. Liabilities to companies with participating interest	100			
8. Liabilities to employees	101	32	2.509.863	2.265.039
9. Taxes, contributions and similar liabilities	102	32	4.219.079	2.908.698
10. Liabilities arising from share in the result	103	32	322.447	429.642
11. Liabilities arising from non-current assets held for sale	104			
12. Other current liabilities	105	32	194.329	156.883
E) ACCRUED EXPENSES AND DEFERRED INCOME	106			0
F) TOTAL EQUITY AND LIABILITIES (062+079+083+093+106)	107		1.592.188.106	1.626.367.123
G) OFF BALANCE SHEET ITEMS	108	33	1.064.696.530	752.770.701
ADDITION TO BALANCE SHEET (only for consolidated financial statements)				
ISSUED CAPITAL AND RESERVES				
1. Attributable to majority owners	109			
2. Attributable to minority interest	110			

INCOME STATEMENT
period 01.01.2015 to 31.12.2015

Company: Končar -Electrical Industry Inc.

Position	AOP	Rbr. bilješke	Previous period	Current period
1	2	3	4	5
I. OPERATING INCOME (112 do 113)	111		88.909.966	62.234.863
1. Rendering of services	112	4	52.721.824	54.957.694
2. Other operating income	113	5	36.188.142	7.277.169
II. OPERATING COSTS (115+116+120+124+125+126+129+130)	114		116.220.137	78.533.294
1. Change in inventories of work in progress	115			
2. Material expenses (117 do 119)	116		25.083.361	26.358.580
a) Costs of raw materials	117	6	5.804.109	6.310.421
b) Cost of goods sold	118			
c) Other material expenses	119	7	19.279.252	20.048.159
3. Employee benefits expenses (121 do 123)	120	8	25.730.039	24.073.938
a) Net salaries	121		11.665.897	11.482.227
b) Tax and contributions from salary expenses	122		9.889.715	9.151.231
c) Contributions on salary	123		3.468.708	3.440.480
4. Depreciation and amortisation	124	15,16	11.670.006	8.980.945
5. Other expenses	125	9	17.594.243	16.208.480
6. Write down of assets (127+128)	126	10	733.080	1.076.383
a) non-current assets (except financial assets)	127			
b) current assets (except financial assets)	128		733.080	1.076.383
7. Provisions	129	11	285.508	832.742
8. Other operating costs	130		33.877.240	39.998
III. FINANCIAL INCOME (132 do 136)	131	12	131.819.316	131.036.782
1. Interest, foreign exchange differences, dividends and similar income from related parties	132		50.005.743	65.340.933
2. Interest, foreign exchange differences, dividends and similar income from third parties	133		14.629.243	15.916.780
3. Income from investments in associates and joint ventures	134		60.079.592	48.458.448
4. Unrealised gains (income) from financial assets	135		7.104.738	1.320.621
5. Other financial income	136			
IV. FINANCIAL EXPENSES (138 do 141)	137	12	14.916.920	52.303.880
1. Interest, foreign exchange differences, dividends and similar income from related parties	138			
2. Interest, foreign exchange differences, dividends and similar income from third parties	139		4.976.273	7.781.717
3. Unrealised losses (expenses) from financial assets	140		9.940.647	44.065.332
4. Other financial expenses	141			456.831
V. SHARE OF PROFIT FROM ASSOCIATED COMPANIES	142			
VI. SHARE OF LOSS FROM ASSOCIATED COMPANIES	143			
VII. EXTRAORDINARY - OTHER INCOME	144			
VIII. EXTRAORDINARY - OTHER EXPENSES	145			
IX. TOTAL INCOME (111+131+144)	146		220.729.282	193.271.645
X. TOTAL EXPENSES (114+137+143+145)	147		131.137.057	130.837.174
XI. PROFIT OR LOSS BEFORE TAXES (146-147)	148		89.592.225	62.434.471
1. Profit before taxes (146-147)	149		89.592.225	62.434.471
2. Loss before taxes (147-146)	150			
XII. TAXATION	151	13		
XII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152		89.592.225	62.434.471
1. Profit for the period (149-151)	153	14	89.592.225	62.434.471
2. Loss for the period (151-148)	154			
ADDITION TO PROFIT AND LOSS ACCOUNT (only for consolidated financial statements)				
XIV. PROFIT OR LOSS FOR THE PERIOD				
1. Attributable to majority owners	155			
2. Attributable to minority interest	156			
STATEMENT OF OTHER COMPREHENSIVE INCOME (only for IFRS adopters)				
I. PROFIT OR LOSS FOR THE PERIOD (=152)	157		89.592.225	62.434.471
II. OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAXES (159 TO 165)	158			
1. Exchange differences from international settlement	159		158.252	
2. Changes in revaluation reserves of long-term tangible and intangible assets	160			
3. Profit or loss from re-evaluation of financial assets held for sale	161			
4. Profit or loss from cash flow hedging	162			
5. Profit or loss from hedging of foreign investments	163			
6. Share of other comprehensive income/loss from associated companies	164			
7. Actuarial gains/losses from defined benefit plans	165			
III. TAXATION OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166			
IV. NET OTHER COMPREHENSIVE INCOME FOR THE PERIOD (158 TO 166)	167		152.252	
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168		89.750.477	62.434.471
ADDITION TO STATEMENT OF OTHER COMPREHENSIVE INCOME (only for consolidated financial statements)				
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD				
1. Attributable to majority owners	169			
2. Attributable to minority interest	170			

STATEMENT OF CASH FLOWS - Direct method
period 01.01.2015 to 31.12.2015

Legal entity: Končar Electrical Industry INC.				
Position	AOP	Rbr. bilješke	Previous period	Current period
1	2	3	4	5
CASH FLOW FROM OPERATING ACTIVITIES				
1. Cash receipts from customers	001		71.046.381	66.333.442
2. Cash receipts from royalties, fees, commissions, etc.	002			
3. Cash receipts from insurance for damages compensation	003			
4. Cash receipts arising from tax refunds	004			6.681.194
5. Other cash receipts	005		30.313.379	15.656.116
I. Total increase in cash flow from operating activities (001 to 005)	006		101.359.760	88.670.752
1. Cash paid to suppliers	007		53.055.832	50.196.354
2. Cash paid to employees	008		23.271.134	24.588.743
3. Cash outflows for insurance for damages compensation	009			
4. Interest paid	010		1.644	809
5. Tax paid	011		13.427.708	10.996.271
6. Other cash outflows	012		58.214.828	8.894.663
II. Total decrease in cash flow from operating activities (007 to 012)	013		147.971.146	94.676.840
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES	014			
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES	015		46.611.386	6.006.088
CASH FLOW FROM INVESTING ACTIVITIES				
1. Cash flow from sale of long - term tangible and intangible assets	016		2.387.049	11.758.202
2. Cash inflows from sale of equity and debt financial instruments	017		3.368.778	4.695.685
3. Interest receipts	018			
4. Dividend receipts	019		72.752.923	99.082.339
5. Other cash inflows from investing activities	020			
III. Total cash inflows from investing activities(016 to 020)	021		78.508.750	115.536.226
1. Cash outflows for purchase of long - term tangible and intangible assets	022		10.532.534	3.845.022
2. Cash outflows for purchase of equity and debt financial instruments	023		26.997.974	97.449.315
3. Other cash outflows from investing activities	024			
IV. Total cash outflows from investing activities (022 to 024)	025		37.530.508	101.294.337
B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES	026		40.978.242	14.241.889
B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES	027			
CASH FLOW FROM FINANCING ACTIVITIES				
1. Cash receipts from issuance of equity and debt financial instruments	028			
2. Cash inflows from loans, debentures, credits and other borrowings	029			
3. Other cash inflows from financing activities	030		240.571.022	295.681.628
V. Total cash inflows from financing activities (028 to 030)	031		240.571.022	295.681.628
1. Cash outflows for repayment of loans and bonds	032			
2. Dividends paid	033		30.875.795	30.735.901
3. Cash outflows for finance lease	034			
4. Cash outflows for purchase of own stocks	035			
5. Other cash outflows from financing activities	036		314.062.055	269.961.876
VI. Total cash outflows from financing activities (032 to 036)	037		344.937.850	300.697.777
C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES	038			
C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES	039		104.366.828	5.016.149
Total increases of cash flows (014 – 015 + 026– 027 + 038 – 039)	040			3.219.652
Total decreases of cash flows (015 – 014 + 027– 026 + 039 – 038)	041		109.999.972	
Cash and cash equivalents at the beginning of period	042		115.212.162	5.212.190
Decrease in cash and cash equivalents	043			3.219.652
Increase in cash and cash equivalents	044		109.999.972	
Cash and cash equivalents at the end of period	045	27	5.212.190	8.431.842

STATEMENT OF CHANGES IN EQUITY

period **1.1.2015** to **31.12.2015**

Legal entity: Končar Electrical Industry INC.				
Position	AOP	Rbr. bilješke	Previous year	Current year
1	2	3	4	5
1. Subscribed share capital	001		1.208.895.930	1.208.895.930
2. Capital reserves	002		719.579	719.579
3. Reserves from profit	003		235.357.613	294.106.743
4. Retained earnings or loss carried forward	004		9.052.844	6.248.041
5. Net profit or loss for the period	005		89.592.225	62.434.471
6. Revaluation of tangible assets	006			
7. Revaluation of intangible assets	007			
8. Revaluation of available for sale assets	008			
9. Other revaluation	009			
10. Total equity and reserves (AOP 001 to 009)	010	028	1.543.618.191	1.572.404.764
11. Foreign exchange differences from foreign investments	011		158.252	
12. Current and deferred taxes	012			
13. Cash flow hedge	013			
14. Change of accounting policies	014			
15. Correction of significant mistakes of prior period	015			
16. Other changes	016		60.647.862	28.786.573
17. Total increase or decrease of equity (AOP 011 to 016)	017		60.806.114	28.786.573
17 a. Attributable to majority owners	018			
17 b. Attributable to minority interest	019			

Stavke koje umanjuju kapital upisuju se s negativnim predznakom

Podaci pod AOP oznakama 001 do 009 upisuju se kao stanje na datum bilance

Notes to Financial Statement