

Report on the operations of the Petrol Group and the company Petrol d.d., Ljubljana in the first six months of 2014



August 2014

PETROL

CONTENTS

STATEMENT OF THE MANAGEMENT BOARD4

INTRODUCTORY NOTES5

HIGHLIGHTS.....7

 Significant performance indicators for the Petrol Group..... 8

BUSINESS REPORT10

 Operations of the Petrol Group 11

 A. Oil and merchandise sales in Slovenia 12

 The Petrol Group's sales of petroleum products in Slovenia 12

 The Petrol Group's sales of merchandise in Slovenia 14

 The Petrol Group's sales of services in Slovenia 14

 B. Oil and merchandise sales in EU markets 14

 The Petrol Group's sales of petroleum products in EU markets 14

 C. Oil and merchandise sales in SEE markets 15

 The Petrol Group's sales of petroleum products in SEE markets 15

 The Petrol Group's sales of merchandise in SEE markets 16

 Procurement and logistics of petroleum products and merchandise 16

 D. Energy operations..... 17

 Gas and heat 17

 Electricity 18

 Environmental and energy solutions 18

 Sustainable development 20

 Employees 20

 Investments 21

 The quality management system 22

 Social responsibility 23

 Business risks 23

 Petrol's shares 27

 Authorised capital..... 30

 Contingent increase in called-up capital..... 30

 Dividends 30

 Own shares 30

 Regular participation at investors' conferences and external communication 30

 General Meeting of Petrol d.d., Ljubljana 31

 Management Board of Petrol d.d., Ljubljana 31

 Other explanations by Petrol d.d., Ljubljana..... 31

 Events after the end of the accounting period..... 32

FINANCIAL REPORT33

 Financial performance of the Petrol Group and the company Petrol d.d., Ljubljana..... 34

 Notes to the financial statements 40

 Notes to individual items in the financial statements 41

Appendix 1: Organisational structure of the Petrol Group63



STATEMENT OF THE MANAGEMENT BOARD

Members of the Management Board of Petrol d.d., Ljubljana, which comprises Tomaž Berločnik, President of the Management Board, Rok Vodnik, Member of the Management Board, Janez Živko, Member of the Management Board, and Samo Gerdin, Member of the Management Board/Worker Director, declare that to their best knowledge:

- the financial report of the Petrol Group and Petrol d.d., Ljubljana for the first six months of 2014 has been drawn up in accordance with International Financial Reporting Standards and gives a true and fair view of the assets and liabilities, financial position, financial performance and comprehensive income of the company Petrol d.d., Ljubljana and other companies included in the consolidation as a whole;
- the business report of the Petrol Group and Petrol d.d., Ljubljana for the first six months of 2014 gives a fair view of the development and results of the Company's operations and its financial position, including the description of significant risks that the company Petrol d.d., Ljubljana and other companies included in the consolidation are exposed to as a whole;
- the report of the Petrol Group and Petrol d.d., Ljubljana for the first six months of 2014 contains a fair presentation of significant transactions with related entities, which has been prepared in accordance with International Financial Reporting Standards.

Tomaž Berločnik

President of the Management Board

Rok Vodnik

Member of the Management Board

Janez Živko

Member of the Management Board

Samo Gerdin

Member of the Management Board/Worker Director

INTRODUCTORY NOTES

The report on the operations of the Petrol Group and the company Petrol, d.d., Ljubljana, Dunajska 50, in the first six months of 2014 has been published in accordance with the Market in Financial Instruments Act, the Ljubljana Stock Exchange Rules, Guidelines on Disclosure for Listed Companies and other relevant legislation.

The figures and explanation of the operations are based on unaudited consolidated financial statements of the Petrol Group and unaudited financial statements of the company Petrol, d.d., Ljubljana for the first six months of 2014 prepared in compliance with the Companies Act and International Financial Reporting Standards (IFRS).

Subsidiaries are included in the consolidated financial statements prepared in accordance with IFRS on the basis of the full consolidation method, while jointly controlled entities and associates are included on the basis of the equity method.

In the stand-alone financial statements prepared in accordance with IFRS, investments in subsidiaries are carried at historical costs, while investments in jointly controlled entities and associates are carried at fair value as available-for-sale assets.

The report on the operations in the first six months of 2014 has been published on the website of Petrol d.d., Ljubljana (<http://www.petrol.eu>), and is available on demand at the registered office of Petrol d.d., Ljubljana, Dunajska cesta 50, 1527 Ljubljana, every working day between 8 am and 3 pm.

The Company's Supervisory Board discussed the report on the Company's operations in the first six months of 2014 at its meeting held on 28 August 2014.

Table 1: Profile of the parent company Petrol d.d., Ljubljana

| | |
|------------------------------------|---|
| Company name | Petrol, Slovenska energetska družba, d.d., Ljubljana |
| Abbreviated company name | Petrol d.d., Ljubljana |
| Registered office | Dunajska cesta 50, 1527 Ljubljana |
| Phone | (01) 47 14 234 |
| Fax | (01) 47 14 809 |
| Website | http://www.petrol.eu |
| Activity code | 47.301 |
| Company registration number | 5025796000 |
| VAT ID | SI 80267432 |
| Called-up capital | EUR 52.24m |
| Number of shares | 2,086,301 |
| President of the Management Board | Tomaž Berločnik |
| Members of the Management Board | Rok Vodnik, Janez Živko, Samo Gerdin (worker director) |
| President of the Supervisory Board | Tomaž Kuntarič |

List of acronyms and explanation of financial ratio calculations

| Ratio/acronym | Explanation |
|----------------------|--|
| SEE | Southeastern Europe |
| Merchandise | Consists of automotive products, foodstuffs, accessories, tobacco and lottery products, coupons and cards, coffee-to-go, chemical products, wood biomass |
| EEC | Efficient energy consumption |
| EBITDA | Operating profit or loss + regular depreciation and amortisation |
| Earnings per share | Net profit or loss for the period / weighted average number of issued ordinary shares, excluding own shares |
| Book value of share | Equity as at period end / total number of shares |
| ZRSBR | The Agency of the Republic of Slovenia for Commodity Reserves, which is in charge of setting up and maintaining the compulsory stocks of oil and petroleum products. |

HIGHLIGHTS

Significant performance indicators for the Petrol Group

| The Petrol Group | Unit | I-VI 2014 | I-VI 2013 | Index 2014 / 2013 |
|---|-------------|-----------|-----------|-------------------|
| Net sales revenues | EUR million | 1,883.8 | 1,896.6 | 99 |
| Gross profit or loss | EUR million | 157.7 | 157.3 | 100 |
| Operating profit or loss | EUR million | 36.9 | 38.9 | 95 |
| Net profit or loss | EUR million | 23.9 | 24.4 | 98 |
| EBITDA | EUR million | 57.9 | 58.3 | 99 |
| Non-current (long-term) assets as at period end | EUR million | 804.4 | 800.2 | 101 |
| Earnings per share | EUR | 11.6 | 11.8 | 98 |
| Net debt ¹ / Equity | | 1.21 | 1.28 | 95 |

¹ Long term financial liabilities + short term financial liabilities - cash and cash equivalents - Short-term deposits held as monetary assets

| The Petrol Group | Unit | I-VI 2014 | I-VI 2013 | Index 2014 / 2013 |
|---|------------------------|-----------|-----------|-------------------|
| Volume of petroleum products sold (sales to ZRSBR included) | thousand tons | 1,296.1 | 1,339.4 | 97 |
| Volume of petroleum products sold (sales to ZRSBR excluded) | thousand tons | 1,195.8 | 1,223.9 | 98 |
| Volume of liquefied petroleum gas sold | thousand tons | 31.3 | 33.0 | 95 |
| Volume of natural gas sold | million m ³ | 62.8 | 72.8 | 86 |
| Electricity sold | TWh | 3.7 | 2.2 | 166 |
| Heat sold | thousand MWh | 39.4 | 40.9 | 96 |
| Revenue from the sale of merchandise | EUR million | 231.2 | 224.7 | 103 |
| Investments in fixed assets | EUR million | 27.2 | 47.4 | 57 |
| Number of service stations as at period end ¹ | | 479 | 476 | 101 |

¹ Number of service stations for the year 2013 as at 31 December 2013.

Figure 1: Volume of petroleum products sold by the Petrol Group

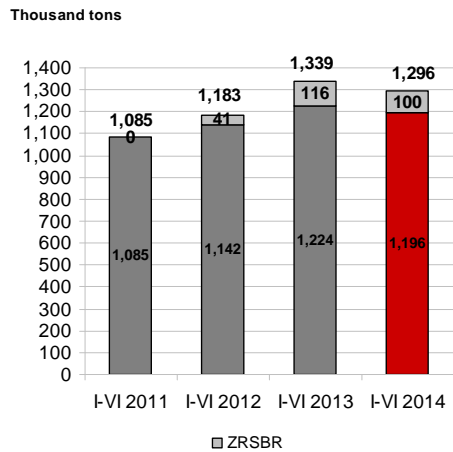


Figure 2: The Petrol Group's revenue from the sale of merchandise

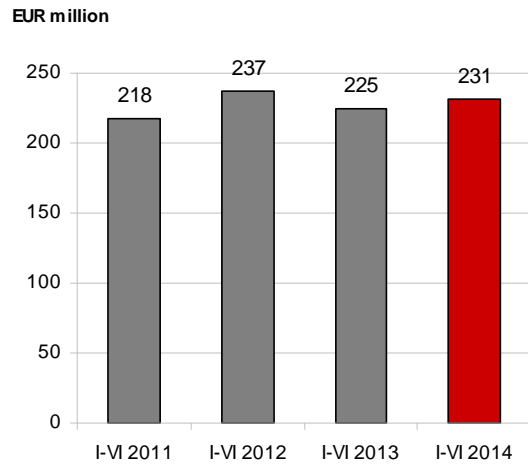


Figure 3: Increase in the number of service stations of the Petrol Group

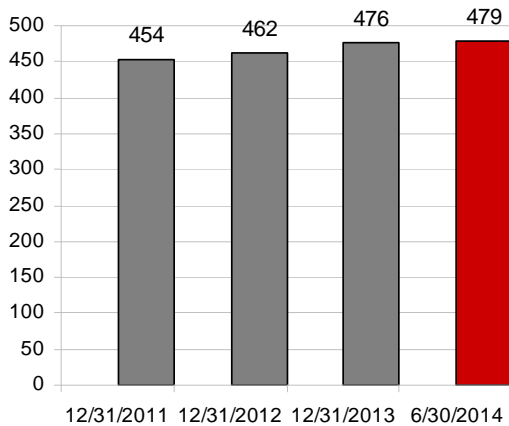


Figure 4: Net profit or loss of the Petrol group

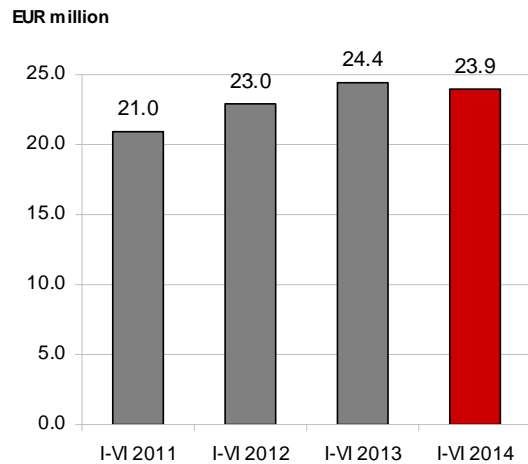


Figure 5: Cash flow from operating activities before changes in the Petrol Group's working capital

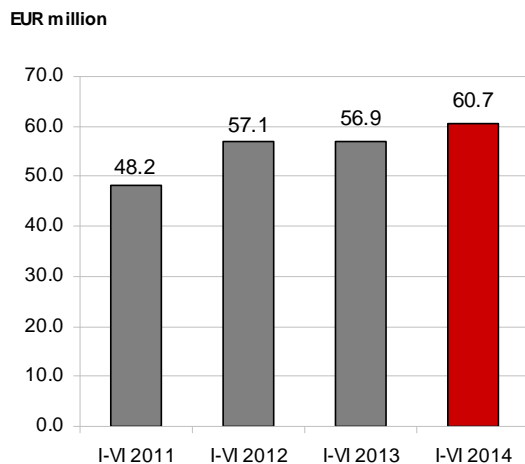
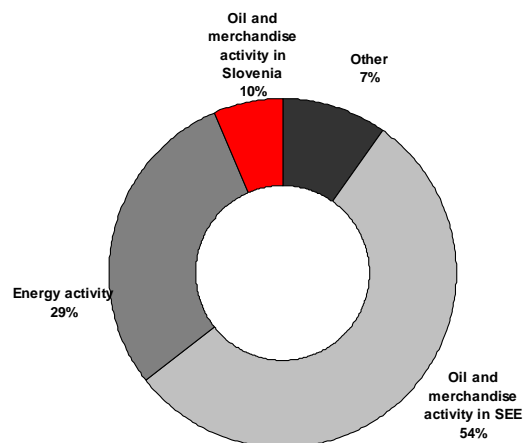


Figure 6: Breakdown of the Petrol Group's investments in the first six months of 2014



BUSINESS REPORT

Operations of the Petrol Group

The Petrol Group operates in a competitive environment which is, to a large degree, subject to global and domestic economic developments. Slovenia and Croatia, Petrol's biggest sales markets, have been struggling for several years with tough economic conditions, which are reflected in declining economic activity, deteriorated payment discipline, illiquidity and business bankruptcies, as well as in falling private consumption and rising unemployment. In the first six months of 2014, weather dealt an additional blow to the Group's operations, especially severe floods in Bosnia and Herzegovina and Serbia, and glaze ice in Slovenia. Considering the extremely demanding economic situation, the Petrol Group has nevertheless delivered reasonable sales performance.

Table 2: The Petrol Group's financial performance indicators

| The Petrol Group | EUR million | | |
|---|-------------|-------------|-------------------|
| | I - VI 2014 | I - VI 2013 | Index 2014 / 2013 |
| Net sales revenues | 1,883.8 | 1,896.6 | 99 |
| Gross profit or loss | 157.7 | 157.3 | 100 |
| EBITDA | 57.9 | 58.3 | 99 |
| Net profit or loss | 23.9 | 24.4 | 98 |
| Non-current (long-term) assets as at period end | 804.4 | 800.2 | 101 |

In the first six months of 2014, the Petrol Group sold 1,296.1 thousand tons of petroleum products¹, a year-on-year decrease of 3 percent. In **Slovenia**, the six-month sales of petroleum products stood at 734.8 thousand tons, accounting for 57 percent of the Petrol Group's total sales. In this period, the Group sold 333.0 thousand tons of petroleum products in **SEE markets**, representing 26 percent of the Petrol Group's total sales, and 228.4 thousand tons in **EU markets**, which represented 17 percent of the Group's total sales.

The Petrol Group generated 46 percent of petroleum product sales in the retail market and 54 percent in the wholesale market. At the end of June 2014, the Petrol Group's retail network consisted of 479 service stations, of which 318 were in Slovenia, 99 in Croatia, 37 in Bosnia and Herzegovina, 8 in Serbia, 9 in Montenegro and 8 in Kosovo.

The Petrol Group generated EUR 231.2 million in revenue from the sale of merchandise in the period under review, an increase of 3 percent compared to the same period of the previous year.

In the first six months of 2014, the Petrol Group sold 31.3 thousand tons of liquefied petroleum gas, a year-on-year decrease of 5 percent, and 44.0 thousand tons (62.8 million m³) of natural gas or 14 percent less than in the same period of the previous year.

¹ It also includes the sale of liquefied petroleum gas, which is described in detail and presented separately in the energy operations.

In addition, the Petrol Group sold 3.7 TWh of electricity, which was 66 percent more than in the same period of the previous year, and 39.4 thousand MWh of heat, down 4 percent from the same period of the previous year.

What follows is a detailed presentation of the Petrol Group's operations in the first six months of 2014 broken down by type of activity:

- A. Oil and merchandise sales in Slovenia
- B. Oil and merchandise sales in EU markets
- C. Oil and merchandise sales in SEE markets
- D. Energy operations

A. Oil and merchandise sales in Slovenia

The company engaged in oil and merchandise sales in Slovenia in the first six months of 2014 was Petrol d.d., Ljubljana².

During this period, the Petrol Group's **net sales revenue** from oil and merchandise sales in Slovenia stood at EUR 1.1 billion, which accounted for 58 percent of the Petrol Group's total revenue and was 6 percent less year-on-year as a result of a smaller volume of petroleum product sales.

The Petrol Group's sales of petroleum products in Slovenia

In the first six months of 2014, the Petrol Group sold 734.8 thousand tons of petroleum products³ in Slovenia, a year-on-year decrease of 7 percent. Of the above quantity, liquid fuels accounted for 706.6 thousand tons and other petroleum products for 28.2 thousand tons. During this period, the Group sold 3 percent less motor fuels (petrol and diesel fuel) compared to the previous year's figures for this period. It also sold 32 percent less extra light heating oil, this being mainly due to this energy product being substituted by other, more affordable energy sources, and a relatively mild winter. Retail sales were on a par with the 2013 sales performance for the period despite the tough economic conditions. Sales to ZRSBR were down 13 percent year-on-year, with wholesale from the ordinary course of business (excluding the sales to ZRSBR) decreasing by 16 percent year-on-year.

Key impacts on operations

Fuel pricing in Slovenia

In Slovenia, fuel prices are set in accordance with the Decree setting prices for petroleum products ("Uredba o oblikovanju cen naftnih derivatov") in force from 9 October 2013 to 9 October 2014. In the Decree, the model-based margin applicable to government-regulated petroleum products is set at a fixed amount (EUR 0.08530 for a litre of petrol, EUR 0.07998 for a litre of diesel fuel and EUR 0.05265 for a litre of extra light heating oil).

² Activities supporting oil and merchandise sales are performed by the companies Petrol Maloprodaja Slovenija, d.o.o., Petrol Tehnologija, d.o.o. and Petrol-Trade Handelsges.m.b.H.

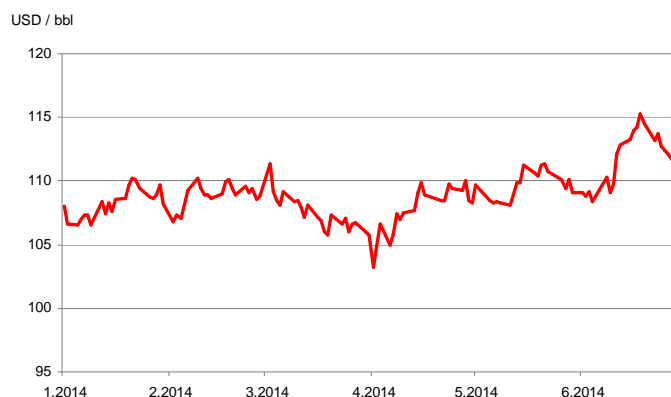
³ It also includes the sale of liquefied petroleum gas, which is described in detail and presented separately in the energy operations.

Slovenia's gross margins for petroleum products, which are, under the model, set at a fixed amount and do not reflect changes in retail prices, are still below European average. In the case of petrol, they amounted to 81 percent of the average gross margin in the EU countries, in the case of diesel fuel to 63 percent and in the case of extra light heating oil to no more than 53 percent.

Changes in oil and petroleum product prices in the world market

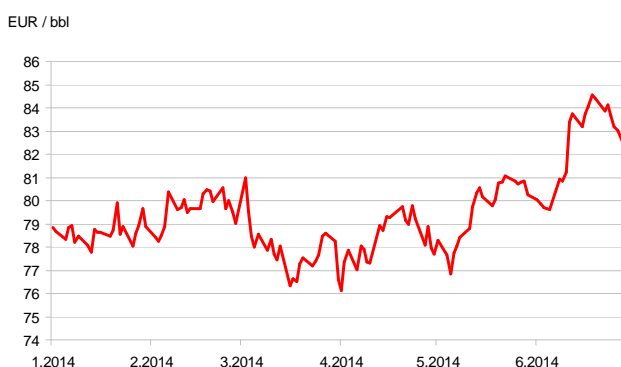
The average price of Brent Dated North Sea crude oil stood at USD 108.9 per barrel in the first six months of 2014, up 1 percent year-on-year. The average price in euros was down 3 percent. During this period, the price of Brent crude peaked on 9 June, reaching USD 115.3 per barrel. The lowest price was recorded on 2 April at USD 103.2 per barrel. The prices of petrol and middle distillates followed the same trends as crude oil prices.

Figure 7: Changes in Brent Dated High oil price in the first six months of 2014 in USD/barrel



SOURCE: Petrol, 2014

Figure 8: Changes in Brent Dated High oil price in the first six months of 2014 in EUR/barrel



SOURCE: Petrol, 2014

Oil prices were rather steady in the period concerned, ranging from USD 106 to USD 110 per barrel. In June they increased as a result of tensions in Iraq, the second largest oil producer in OPEC, but the price hike is not expected to last for the time being. According to OPEC's forecast, demand for oil is set to increase in 2014, fuelled by expectations of higher economic growth in the United States and other OECD countries.

Oil price movements will continue to depend for the most part on the situation in the Middle East as well as on economic growth expectations, US and EU oil stocks and unemployment figures, and demand in China and India.

Changes in the US dollar to the euro exchange rate

The US dollar to the euro exchange rate ranged between 1.35 and 1.40 USD/EUR in the first six months of 2014. The average exchange rate of the US dollar according to the exchange rate of the European Central Bank stood at 1.37 US dollars for 1 euro in the period concerned.

The Petrol Group's sales of merchandise in Slovenia

The Petrol Group generated EUR 205.3 million in revenue from the sale of merchandise in Slovenia in the first six months of 2014, an increase of 2 percent compared to the same period of the previous year. The range at Petrol's points of sale is modified and expanded as we try to mitigate the impact of adverse economic conditions by quickly adapting the range to the needs of our service station customers. Slovenia's private consumption fell by 2.7 percent in 2013, but with an economic growth of 0.8 percent it is expected to increase by a marginal 0.2 percent in 2014⁴.

The Petrol Group's sales of services in Slovenia

Services consist of revenue from storage and petroleum-product handling services, renting of business premises and hospitality facilities, transport, carwash services, revenue from Petrol Club cards, revenue from the management of storage facilities on behalf of ZRSBR and other services. In the first six months of 2014, the Petrol Group generated EUR 16.1 million in revenue from the services related to oil and merchandise sales in Slovenia.

B. Oil and merchandise sales in EU markets

The companies engaged in oil and merchandise sales in EU markets in the first six months of 2014 were Petrol d.d., Ljubljana and Petrol Trade-Handelsges.m.b.H.

In the period concerned, the Petrol Group's **net sales revenue** generated from oil and merchandise sales in EU markets stood at EUR 168.0 million, which accounted for 9 percent of the Petrol Group's total revenue. The revenue was 11 percent lower than in the same period of 2013, due to lower sales volumes.

The Petrol Group's sales of petroleum products in EU markets

In the first six months of 2014, the Petrol Group sold 228.4 thousand tons of petroleum products in EU markets, a year-on-year decrease of 5 percent. The most important item sold in EU markets is diesel fuel.

⁴ European Economic Forecast, Spring 2014, European Commission, May 2014

C. Oil and merchandise sales in SEE markets

The following companies were engaged in oil and merchandise sales in SEE markets in the first six months of 2014:

- Petrol d.d., Ljubljana,
- Petrol d.o.o.,
- Petrol BH Oil Company d.o.o., Sarajevo,
- Petrol d.o.o. Beograd,
- Petrol Crna Gora MNE d.o.o. and
- Petrol Plin d.o.o.

In addition to these companies, the jointly controlled entities Petrol - Oti - Slovenija L.L.C. and Petrol LPG d.o.o. Beograd are also engaged in oil and merchandise sales in SEE markets.

In the first six months of 2014, the Petrol Group's **net sales revenue** from oil and merchandise sales in SEE markets stood at EUR 377.9 million. The revenue accounted for 20 percent of the Petrol Group's total revenue and was 8 percent higher than in the same period of 2013, thanks to higher petroleum product and merchandise sales.

The Petrol Group's sales of petroleum products in SEE markets

In the first six months of 2014, the Petrol Group sold 333.0 thousand tons of petroleum products in SEE markets, a year-on-year increase of 8 percent. The sales of motor fuels rose by 12 percent compared to the previous year.

Adding to that, the jointly controlled entity Petrol - Oti - Slovenija L.L.C. sold 5.4 thousand tons of petroleum products, up 5 percent from the same period of the previous year, and the company Petrol LPG d.o.o. Beograd 14.0 thousand tons of petroleum products, up 2 percent on the previous year's figure for this period.

Key impacts on operations

Fuel pricing in Croatia

In Croatia, the Oil and Petroleum Products Market Act was adopted on 31 January 2014 that fully liberalises the pricing of petroleum products. Before 22 February 2014, when the law entered into force, the prices of petroleum products had been set in accordance with the Rules for Determining Maximum Retail Prices of Petroleum Products ("Pravilnik o oblikovanju najvišjih maloprodajnih cen naftnih derivatov").

On 18 April 2014, the government adopted the Decree Changing the Amount of Excise Duty, increasing excise duty on petrol and liquefied petroleum gas for vehicle propulsion by KN 0.20 per litre (EUR 0.026 per litre).

Fuel pricing in Bosnia and Herzegovina

In Bosnia and Herzegovina, the prices of petroleum products are not government-regulated and are set freely in accordance with market conditions. The prices change weekly. In the Federation of Bosnia and Herzegovina, retailers notify the Federal Ministry of Commerce of new retail prices four days in advance, whereas in the Republic of Srpska changes in prices

need not be notified in advance. Due to the free setting of prices, retail fuel prices vary according to the location of a service station: they are lower in the Republic of Srpska where lower procurement prices can be achieved thanks to its supply sources. In addition, there is increasingly more unfair competition, which, as a result of poor fuel quality, has an appreciably detrimental impact on Petrol's market position. The problem of unfair competition has been recently observed also in the Federation of Bosnia and Herzegovina.

Fuel pricing in Serbia

In Serbia, the prices of petroleum products are set freely in accordance with market conditions.

Fuel pricing in Montenegro

In Montenegro, the prices of petroleum products are set in accordance with the Regulation on the Method of Setting Maximum Retail Prices ("Uredba o načinu obrazovanja maksimalnih maloprodajnih cijena"), which has been in force since 1 January 2011. The prices change fortnightly, provided that prices on the oil market (Platts European Marketscan) and the exchange rates of the euro and the US dollar change by more than 5 percent. In addition to market oil prices and changes in the exchange rates of the euro and the US dollar, the methodology used to calculate selling prices includes taxes, the costs of transshipment, handling, bank charges, storage, transport and distribution, as well as duties (excise) and an oil companies' margin. The gross margin is fixed at EUR 0.063 for a litre of petrol, EUR 0.064 for a litre of eurodiesel and EUR 0,076 for a litre of extra light heating oil.

Fuel pricing in Kosovo

In Kosovo, retail and wholesale prices of petroleum products are not government-regulated. Only in the case of sales of petroleum products to government institutions and state-owned companies are prices set in accordance with the prescribed methodology, which takes into account average monthly market prices, changes in the exchange rate of the euro and the US dollar, logistics costs and the maximum margin. These prices represent an unofficial basis for retail prices, which change two to three times a month.

The Petrol Group's sales of merchandise in SEE markets

The Petrol Group generated EUR 20.4 million in revenue from the sale of merchandise in SEE markets in the first six months of 2014, an increase of 18 percent compared to the same period of the previous year. The best results were achieved in tobacco sales.

Procurement and logistics of petroleum products and merchandise

Efficient procurement and logistics of petroleum products and merchandise are key factors of the Petrol Group's successful operating performance. In the first six months of 2014, procurement conditions for petrol were improved compared to 2013.

Petrol buys most of its petroleum products from the largest multinational oil companies and some from major global oil and petroleum products traders. Many years of continuous cooperation with reliable and competitive suppliers give Petrol the status of a partner. As in

2013, purchased petroleum products were mostly delivered by sea in the period concerned. Despite adverse weather conditions (glaze ice), there were no disruptions in the supply of Slovenia's market with petroleum products. In the first six months of 2014, particular attention was devoted to the optimisation of logistics processes.

In the procurement of merchandise, the main goal and tasks are to ensure availability of goods and provide adequate support for the provision of services at service stations in Slovenia and in SE Europe, while attempting to secure optimal procurement terms. On the operational level, merchandise is procured directly from manufacturers, official distributors and strategic business partners. When putting together our range, we take into account customer requests, market shares for specific goods, as well as prices and product quality.

D. Energy operations

In the first six months of 2014, the Petrol Group's **net sales revenue** from energy operations stood at EUR 238.5 million, which accounted for 13 percent of the Petrol Group's total revenue. The revenue was 29 percent higher than in the same period of 2013.

Gas and heat

The following companies were engaged in the sale of gas and heat in the first six months of 2014:

- Petrol d.d., Ljubljana,
- Petrol Energetika d.o.o.,
- Petrol d.o.o.,
- Petrol Plin d.o.o.,
- Petrol BH Oil Company d.o.o., Sarajevo,
- Petrol d.o.o. Beograd,
- Rodgas AD Bačka Topola,
- Petrol Gas Group, d.o.o. and
- Petrol-Trade Handelsges.m.b.H.

In addition to these companies, the jointly controlled entity Petrol LPG d.o.o. Beograd is also engaged in LPG sales.

During this period, the Petrol Group operated 28 gas supply concessions in Slovenia (22 for the supply of natural gas and 6 for the supply of liquefied petroleum gas) and, in Serbia, supplied natural gas to the municipalities of Bačka Topola and Pećinci as well as 3 Belgrade municipalities. In addition, the company Petrol Plin d.o.o. has gas supply contracts in the towns of Šibenik and Rijeka.

In the first six months of 2014, the Petrol Group sold 31.3 thousand tons of liquefied petroleum gas, a year-on-year decrease of 5 percent. It also sold 44.0 thousand tons (62.8 million m³) of natural gas, which was 14 percent down on the previous year's figures for the period. This was mainly due to a particularly mild winter (the average temperature⁵ in the first quarter of 2014 was more than 4°C higher than in the same period of the previous year).

⁵ The Slovene Environment Agency's website

In the first six months of 2014, heat was supplied to customers through district heating systems. The Group sold 39.4 thousand MWh of heat or 4 percent less than in the previous year. This was due to the fact that an increasing number of property owners opt for energy refurbishment or install thermostatic valves, but also a particularly mild winter.

Electricity

The following companies were engaged in the production, sale and distribution of electricity in the first six months of 2014:

- Petrol d.d., Ljubljana,
- Petrol Energetika d.o.o.,
- Petrol d.o.o. Beograd,
- Petrol d.o.o.,
- Petrol Crna Gora MNE d.o.o.,
- Petrol BH Oil Company d.o.o., Sarajevo and
- Petrol-Energetika DOOEL Skopje.

During this period, the Petrol Group sold 3.7 TWh of electricity, a year-on-year increase of 66 percent.

The Petrol Group has positioned itself as an important electricity market player. It set up a complete infrastructure for wholesale electricity trading in Slovenia, EU countries and in the neighbouring countries as well as for the sale of electricity to end users in Slovenia (businesses and households). At the end of June 2014, Petrol d.d., Ljubljana supplied electricity to more than 36 thousand households.

Environmental and energy solutions

The following companies were engaged in environmental and energy solutions in the first six months of 2014:

- Petrol d.d., Ljubljana,
- Petrol Energetika d.o.o.,
- the Eltec Petrol Group and
- the IGES Group.

Environmental solutions

In the first six months of 2014, the Petrol Group operated four concessions for the public utility service of municipal wastewater treatment. The capacity of the treatment plant in Murska Sobota is 42,000 population equivalents (PE), in Sežana 6,000 PE, in Ig and Matena 6,000 PE and in Mežica 4,000 PE. Petrol also managed the industrial waste treatment plant at Vevče Paper Mill. As an important member of the company Aquasystems d.o.o., Petrol d.d., Ljubljana is also involved in the treatment of municipal wastewater in the Municipality of Maribor, the capacity of which is 190,000 PE. The investment in the new waste treatment plant in Ig will be completed by the end of 2014.

At all waste treatment plants, the treatment process and financial performance were in line with the plan in the period concerned.

At the end of 2010, Petrol became involved in energy production from waste by acquiring Ihan Biogas Plant. In the second year of operating the plant, Petrol optimised its processes and stabilised its supply sources in terms of organic waste delivery. In 2013 it acquired a second biogas plant in Črnomelj, which also processes organic waste and produces green electricity. Petrol thus became Slovenia's biggest producer of green electricity from organic waste. Moreover, the Company obtained grants that were used to build, in Ihan, a dehydration plant for sludge obtained from treatment plants. Dehydrated sludge will then be transformed into secondary fuel.

In the first six months of 2014, the Petrol Group generated EUR 2.5 million in revenue from environmental solution services.

Energy solutions

The area of energy solutions comprises an energy range consisting of:

- the preparation of alternative solutions for supplying heat and other forms of energy (energy packages) to households and small-business customers,
- the implementation of more complex comprehensive energy solutions projects,
- the production of energy from renewable sources.

In the first six months of 2014, the public economic service of public lighting was performed in several municipalities, and the Guaranteed Energy Savings programme for end customers and other energy solutions projects were continued. Comprehensive energy solutions projects were carried out at several companies and public institutions. Three well-attended events were organised together with our partners at the Energy Solutions Centre (CER) in Ljubljana's BTC. In cooperation with our business partners, we launched, on 1 July 2014, an energy solutions centre also in Zagreb.

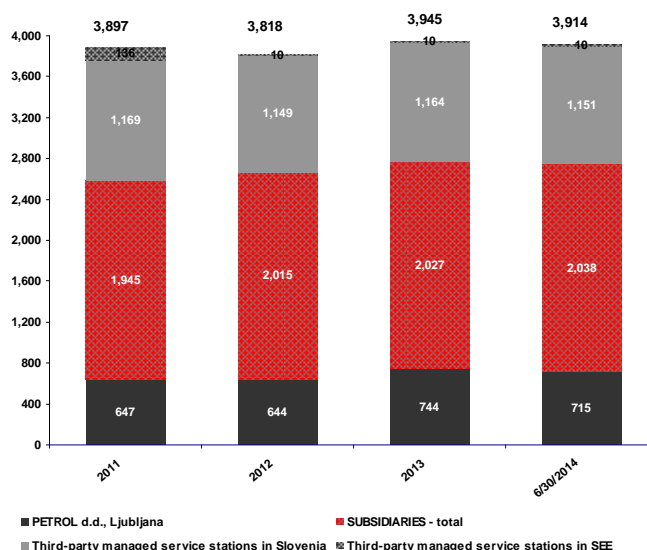
In the area of energy solutions, the Petrol Group generated during this period EUR 5.5 million in revenue from the sale of merchandise (wood biomass) and EUR 4.6 million in revenue from the sale of services.

Sustainable development

Employees

On 30 June 2014, the Petrol Group had 3,914 employees, of which 31 percent worked for subsidiary companies and at third-party managed service stations abroad. The number of employees decreased by 31 compared to the end of 2013.

Figure 9: Changes in the number of employees of the Petrol Group and at third-party managed service stations in the period 2011 - 2014



Changes in the number of employees in the first six months of 2014

In the first six months of 2014, the Petrol Group hired 156 workers, the employment of 187 workers was terminated, while 65 employees were transferred to new posts within the Group.

Table 3: Changes in the number of employees of the Petrol Group and at third-party managed service stations in the first six months of 2014

| | Balance as at 30 June 2014 | New employments/employment in the Company | | Internal transfer of employees in the Petrol Group | | Total number of people joined in 2014 | Total number of people left in 2014 | Balance as at 31 December 2013 |
|--|----------------------------|---|------------|--|-----------|---------------------------------------|-------------------------------------|--------------------------------|
| | | Joined | Left | Joined | Left | | | |
| | | | | | | | | |
| Petrol d.d., Ljubljana | 715 | 18 | 49 | 5 | 3 | 23 | 52 | 744 |
| Subsidiaries | 2,038 | 110 | 99 | 31 | 31 | 141 | 130 | 2,027 |
| Third-party managed service stations in Slovenia | 1,151 | 28 | 39 | 29 | 31 | 57 | 70 | 1,164 |
| Third-party managed service stations in SEE | 10 | 0 | 0 | 0 | 0 | 0 | 0 | 10 |
| The Petrol Group | 3,914 | 156 | 187 | 65 | 65 | | | 3,945 |

Employee structure

At the end of June 2014, the average age of the Petrol Group employees was 39 years. 66 percent of the employees were male and 34 percent were female.

The educational structure of the Petrol Group has been improving over the years. This is a result of employee training on the one hand and HR policy on the other. Newly hired

employees with higher education thus improve the educational structure, while at the same time employees with lower education leave the company. It should be noted that the Petrol Group has a keen interest in training its employees as knowledge represents one of Petrol's key competitive advantages.

Training

In the first six months of 2014, 5,150 individuals took part in various forms of training. In all, the Petrol Group provided 40,079 teaching hours of training, which represents, on average, 10 teaching hours of training per employee in the period concerned.

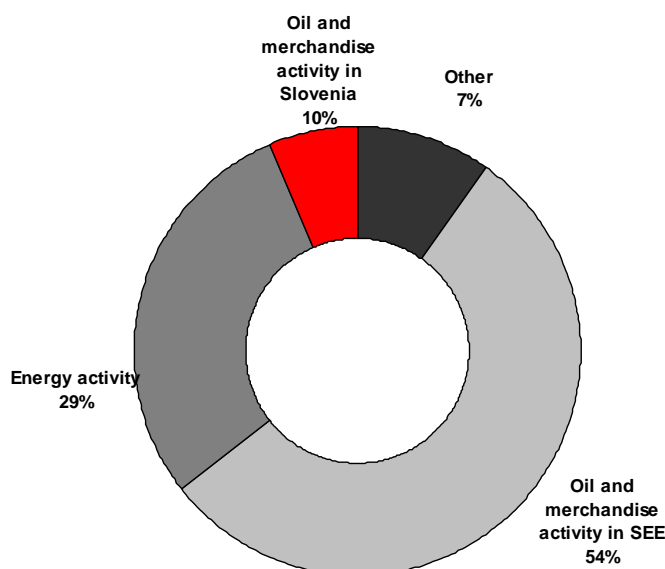
Organised as part of the Petrol Group is Petrol Academy. Its main goal is systematic and comprehensive training of all employees. In the first six months of 2014, the Group carried out technical and legally required training.

At the Petrol Group, particular attention is given to the training of outworkers (hauliers and students) and of customers. In the period concerned, several seminars were organised in this field, which were attended by 1,499 participants.

Investments

In the first six months of 2014, EUR 27.2 million was allocated to investments in property, plant and equipment, intangible assets and long-term investments. Out of the above amount, 10 percent was allocated to oil and merchandise sales in Slovenia, 54 percent to oil and merchandise sales in SE Europe, 29 percent to energy operations and 7 percent to the upgrading of information and other infrastructure.

Figure 10: Breakdown of the Petrol Group's investments in the first six months of 2014



The quality management system

Although quality management systems used to focus mainly on improving efficiency and excellence, they now progressively incorporate an increasing number of sustainable development elements. These need to contain safeguards that are meant to provide an overall protection not only of the people's environment but also of the people themselves.

The Petrol Group's operations are based on the implementation of strict quality standards. Since 1997, we have been constantly upgrading and expanding the Group's quality management system, which is certified to the ISO 9001 standard. In addition to the certified quality and environmental management systems (see Table 4), the comprehensive quality management system incorporates certain requirements of the HACCP food safety management system, of the OSHS occupational health and safety system and of the ISO 27001 information security system.

Table 4: Overview of certificates and laboratory accreditations

| Company | Quality management system | Environmental management system | Laboratory accreditations | Other certificates |
|----------------------------|---------------------------|---------------------------------|----------------------------|--------------------|
| Petrol d.d., Ljubljana | ISO 9001: 2008 | ISO 14001: 2004 | SIST EN ISO/IEC 17025:2005 | RC*, FSC** |
| Petrol Tehnologija, d.o.o. | ISO 9001: 2008 | ISO 14001: 2004 | SIST EN ISO/IEC 17020:2004 | |
| Petrol Energetika d.o.o. | ISO 9001: 2008 | ISO 14001: 2004 | / | |
| Petrol d.o.o. | ISO 9001: 2008 | ISO 14001: 2004 | / | |
| Eltec Petrol d.o.o. | ISO 9001: 2008 | ISO 14001: 2004 | / | |
| Petrol Geoterm d.o.o. | ISO 9001: 2008 | / | / | |
| Beogas Invest d.o.o. | ISO 9001: 2008 | / | / | |

* Based on the Report on the implementation of the Responsible Care Global Charter commitments, Petrol d.d., Ljubljana was awarded the Responsible Care Certificate for its activities relating to storage, logistics and retail network of service stations in Slovenia and granted the right to use the initiative's logo.

** Petrol d.d., Ljubljana is a holder of the FSC certificate for the production of wood chips used for heat generation. The FSC certificate, which is issued by an international NGO called the Forest Stewardship Council, promotes environmentally appropriate, socially beneficial and economically viable management of forests.

In February 2014, a follow-up audit of the quality and environmental management system took place at the company Petrol d.o.o., which passed the audit.

In April 2014, a recertification audit of ISO 9001 quality management systems and ISO 14001 environmental management systems took place at the companies Petrol d.d., Ljubljana, Petrol Energetika d.o.o. and Petrol Tehnologija, d.o.o. All companies passed the audit, minor non-compliance issues were rectified within the set deadline, and the validity of the companies' certificates was extended until May 2017.

The company Petrol Tehnologija, d.o.o. has in place a quality management system that is certified to the SIST EN ISO/IEC 17020 standard "General criteria for the operation of various types of bodies performing inspection". The company has 18 accredited test methods relating to the following areas: inspection of flow and tyre pressure measuring devices, inspection of pressure equipment, measures for the prevention of leakage of hazardous liquids from fixed reservoirs, tightness of fixed steel reservoirs, inspection of wall thickness of liquid fuel reservoirs, measurement of dielectric strength of liquid fuel reservoir insulation and

measurement of noise in the natural and living environment. In April 2014, the certification body performed a follow-up audit of the company. The audit was passed and the company is now in the process of expanding its accreditation to two new methods, i.e. reservoir volumetric measurements and inspection of devices for level measurement of liquids in reservoirs.

Petrol Laboratory has in place a quality management system that is certified to the SIST EN ISO/IEC 17025:2005 standard (General requirements for the competence of testing and calibration laboratories). Petrol Laboratory has 58 accredited methods altogether (a decrease compared to the previous years, due to a change in the way the methods are registered).

The project to put in place an ISO-certified energy management system is also underway. The project is scheduled to be completed in 2015 as the parent company Petrol d.d., Ljubljana obtains the certificate.

Social responsibility

Caring for social and environmental issues has been part of the Petrol's operations for a number of years. The demands and challenges of our time are addressed based on a long-term growth strategy and a strong awareness that supporting the environment in which we operate significantly affects our operations and development. For many years we have been helping wider social and local communities achieve a dynamic lifestyle and better quality of life. We demonstrate our social responsibility by supporting numerous sports, cultural, humanitarian and environmental protection projects. The Petrol Group perceives social responsibility as a lasting commitment to cooperate with the environment in which it operates.

The following marked Petrol's social responsibility activities in the period concerned:

- To celebrate the Slovene Blood Donation Day (4 June), we joined forces with the Slovene Red Cross and the Blood Transfusion Centre of Slovenia to organise the pan-Slovene blood donation initiative "Give Energy to Save Lives!" for the fourth time already. This year's slogan was "Do not let things boil your blood. It is better to give it to those in need." The initiative is primarily aimed at encouraging solidarity, tolerance and mutual respect, all of which are at the core of giving blood. This year's initiative also appealed for more mutual help and tolerance in online communication, public statements, traffic, etc.
- We were the first to join the Include.All project, which aims to integrate talented individuals into management regardless of their gender.
- We were one of the sponsors of Slovenia's athletes at the Sochi Winter Olympics, and also supported the Pokljuka Biathlon World Cup and the Vitranc Cup.

Business risks

Risk management

The ongoing financial crisis and economic downturn continue to weigh heavily on businesses, but also on business risk management within the Petrol Group.

The Business Risk Management Committee has held three meetings this year. The first two meetings were devoted to the preparation of the Annual Business Risk Management Report

of the Petrol Group for 2013, while at the third meeting the Committee discussed the framework risk management policy in connection with the Business Risk Management Rules.

Petrol's business risk model comprises 20 business risk categories that are divided into two groups:

- environment risks and
- performance risks.

According to the results of the 2013 business risk assessment, the most relevant and probable business risks comprise the following financial risks: price, credit and foreign exchange risks.

In addition to the main financial risks, the most relevant and probable risks include liquidity risks, financial environment risks, economic environment risks, commercial risks, legislation and regulation risks, business and financial decision-making risks and political risks.

Price and foreign exchange risk

The Petrol Group purchases petroleum products under international market conditions, pays for them mostly in US dollars and sells them in local currencies. Because the global oil market and the US dollar market constitute two of the most volatile global markets, the Petrol Group is exposed to both the price risk (changes in the prices of petroleum products) and the foreign exchange risk (changes in the EUR/USD exchange rate) while pursuing its core line of business. The petroleum product-pricing model allows for changes in global petroleum product prices and exchange rates to be passed on to domestic selling prices. The exposure of the Petrol Group to price and foreign exchange risks is thus considerably reduced.

When it comes to supplying electricity to end customers, the parent company manages price and quantity risks by matching suppliers' terms of procurement with the terms of sale applying to customers. By managing electricity-related risks, the Company aims to keep pace with the quick expansion of this business.

The controlling company supervises and offers advice on hedging against foreign exchange risks also at the level of subsidiaries. This mainly concerns risks arising from changes in the EUR/HRK exchange rate in Croatia. For this very purpose, the impact of changes in the EUR/HRK exchange rate on operations of Croatian-based companies was analysed – with the analysis being later updated on a regular basis – and suggestions for foreign exchange risk hedging prepared. Considering that the spread between the minimum and maximum level of the EUR/HRK exchange rate stood at 1.3 percent in the first six months of 2014, no forward contracts to hedge the foreign exchange risk were concluded. In Croatia, the foreign exchange risk in procurement was reduced by substantially increasing the volume of procurement done in HRK in Croatia directly.

Foreign exchange risks are also encountered in Serbia with regard to the EUR/RSD exchange rate. Procurement in Serbia is done mostly in RSD, which enables us to largely avoid the foreign exchange risks. In the first six months of 2014, the EUR/RSD exchange rate was rather stable, ranging from RSD 116.06 and RSD 114.50 per 1 euro.

Transactions with derivatives are entered into only to hedge against price and foreign exchange risks and not for reasons of speculative nature.

Credit risk

The credit risk was the most significant financial risk to which the Petrol Group was exposed in connection with the sale of goods and services to natural and legal entities in the first six months of 2014, but was contained using the measures presented below.

The operating receivables management system provides us with an efficient credit risk management. In 2014 we continue to catalogue the sales process and, related to that, the receivables management process, as well as to put in place additional defences to help us contain operating risks. The cataloguing will enable us to define even more the responsibility of individual players in the sales process. We stepped up the collection of receivables, we are quicker to discontinue sales on open account to defaulting customers and we accelerated the use of legal remedies to collect receivables. Particular attention is given to individual treatment of major customers or customers in relation to which outstanding receivables balances exceed EUR 250,000. We continue to attach stricter conditions to approving the amount of exposure (limits) to individual buyers and expand the range of first-class credit insurance instruments as a requirement to approve sales (mortgages, pledges, bank guarantees, letters of credit, insurance with SID - Prva kreditna zavarovalnica d.d., Ljubljana and other insurance companies, collaterals, corporate guarantees, securities). The new credit insurance and payment instrument – the enforcement draft (izvršnica) – proved its worth as an effective collection instrument. In addition, a contract was concluded with HKO d.d., Zagreb to cover credit risk to which our companies in Croatia are exposed.

A great deal of work is being put into managing receivables from large customers in Slovenia, and significant attention is also devoted to the collection of receivables in SE Europe markets, where the solvency of the business sector is even worse than in Slovenia. Receivables are systematically monitored by age, region and organisational units as well as by quality and individual customer. To monitor receivables, we use a joint computer-based receivables management application, which provides us with automated control over the exposure to individual customers and the possibility to respond immediately. In addition to the above, control over credit insurance instruments received in connection with trade receivables is now organisationally centralised and done using a single computer system.

Despite the general weakening of the financial strength of our customers due to liquidity problems, decreased production and sale and a drop in exports, we estimate that credit risks are adequately managed within the Petrol Group. Our estimate is based on the nature of our products which we sell, our market share, our large customer base, the vast range of credit insurance instruments and a higher volume of secured receivables. The Petrol Group too, however, is unable to avoid the consequences of a large number of bankruptcies, compulsory composition proceedings and personal bankruptcies.

Liquidity risk

The financial crisis in the Slovene and global financial market resulted in a substantially increased vigilance of the banking sector when it comes to financing individuals and companies.

Despite this, we managed to secure for the Petrol Group sufficient short-term funds in the first six months of 2014, which provided us with good-quality short-term financing. In 2014

the levels of petroleum product prices still require a high amount of short-term financing, which is being successfully ensured. Petroleum product price forecasts for the coming months do not indicate major departures from the price levels observed in the first six months of 2014. The situation in the Middle East, however, might cause petroleum product prices to go up slightly, which is why we are constantly actively working with banks to increase our existing credit lines as well as looking for credit lines with new banks.

As regards short-term funding, Petrol d.d., Ljubljana successfully carried out a fifth issue of its commercial papers worth EUR 50 million at the end of March 2014, which again received a very warm welcome from investors. The interest rate of the fifth issue stood at 2.75 percent p.a. Although the interest rate in the fifth issue was again lower compared to the previous one, there was still a lot of interest on the part of investors, which in fact exceeded our needs.

The recent successful issue of commercial papers shows the tremendous trust and respect enjoyed by Petrol in the domestic and international financial markets. Testifying to this are the "BBB-" long-term international credit rating and the "A-3" short-term credit rating received from Standard & Poor's Rating Services in June 2014.

Petrol is also constantly seeking to acquire long-term sources of funding in these markets. With banks being less able to approve long-term funding sources and requiring considerably more time to approve long-term loans, Petrol turned to the international institutional investor market, carrying out in June 2014 a very successful first international issue of corporate eurobonds in Slovenia. The issue was worth EUR 265 million, with the bonds carrying a nominal yield of 3.25 percent p.a. Petrol thus satisfied its long-term funding needs in 2014 and used some of the funds to repay early the long-term loans raised in recent years. Funds were also used for the repayment of the first issue of PET1 bonds from 2009 worth EUR 50 million, which was due according to the schedule. The new eurobonds were admitted to the regulated market of the Irish Stock Exchange (www.ise.ie) on 23 June 2014.

Cash flow management requires considerable attention and prudence especially as regards the planning of cash inflows from lay away sales, seeing that a large number of our customers have problems financing their operations due to a general increase in the number of defaults and weaker sales.

The Petrol Group is capable of meeting all of its outstanding liabilities at any given moment. The Group's successful operations in particular are a guarantee for the Group's long-term solvency and boost its equity capital.

Interest rate risk

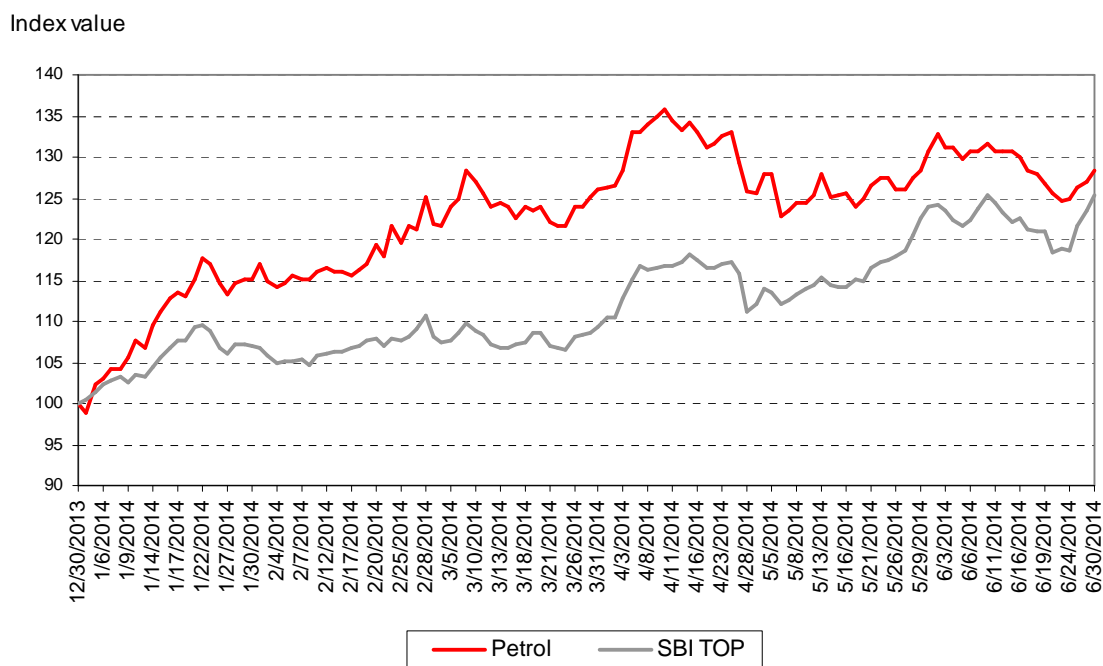
The Petrol Group regularly monitors its exposure to the interest rate risk. The controlling company's long-term loans contain a variable interest rate, which is linked to EURIBOR. The average EURIBOR rate was higher in the first six months of 2014 than at the end of 2013. Despite the signs of a slight increase, it still remains low. At the end of June 2014, the Petrol Group's overall borrowing interest rate was lower than at the end of 2013. This is the result of low EURIBOR rates, maturity of interest rate swaps with a high fixed interest rate from previous years, Petrol's very competitive and low short-term borrowing interest rates, and the new long-term borrowing at a favourable interest rate.

To hedge against exposure to the interest rate risk, a portion of variable interest rates is transformed into a fixed interest rate using derivative financial instruments. Under internal rules, the exposure to the interest rate risk is hedged up to 75 percent of the Petrol Group's net interest position. When deciding whether to pursue additional hedging activities, forecasts regarding interest rate changes are considered. The time of hedging and the type of instruments used to this effect are determined based on market conditions. In the first six months of 2014, interest rate hedging contracts worth EUR 10 million were concluded in connection with the raising of additional long-term loans. We also carried out another issue of fixed-rate commercial papers worth EUR 50 million and first issue of fixed-coupon eurobonds worth EUR 265 million.

Petrol's shares

At the end of June 2014, share prices at the Ljubljana Stock Exchange were on average higher than at the end of 2013. This was also reflected in the SBITOP, the Slovene blue-chip index, which is used as a benchmark and provides information on changes in the prices of the most important and liquid shares traded on the regulated market. The index also comprises Petrol's shares. The SBITOP stood at 822.14 as at the end of June 2014 and was up 25.4 percent relative to the end of 2013. During this period, Petrol's shares gained 28.4 percent in value. In terms of trading volume, which in the case of Petrol's shares amounted to EUR 15.4 million between January and June, the shares were ranked fourth among the shares traded on the Ljubljana Stock Exchange. In terms of market capitalisation, which stood at EUR 584.2 million as at 30 June 2014, the shares were ranked third and accounted for 8.9 percent of the total Slovene stock market capitalisation on the said date.

Figure 11: Base index changes for Petrol d.d., Ljubljana's closing share price and changes in the SBITOP index in the first six months of 2014 compared to the end of 2013



In the first six months of 2014, the price of Petrol's shares ranged between EUR 215.45 and EUR 296.00 per share, while their average price in the period stood at EUR 267.83. Earnings per share stood at EUR 7.25, with a share's book value amounting to EUR 219. Petrol d.d.,

Ljubljana had 35,011 shareholders as at 30 June 2014. At the end of June 2014, 158,641 shares or 7.6 percent of all shares were held by foreign legal or natural persons. Compared to the end of 2013, the number of foreign shareholders increased by 0.1 percentage points.

Figure 12: Closing price and the volume of trading in Petrol's shares in the first six months of 2014

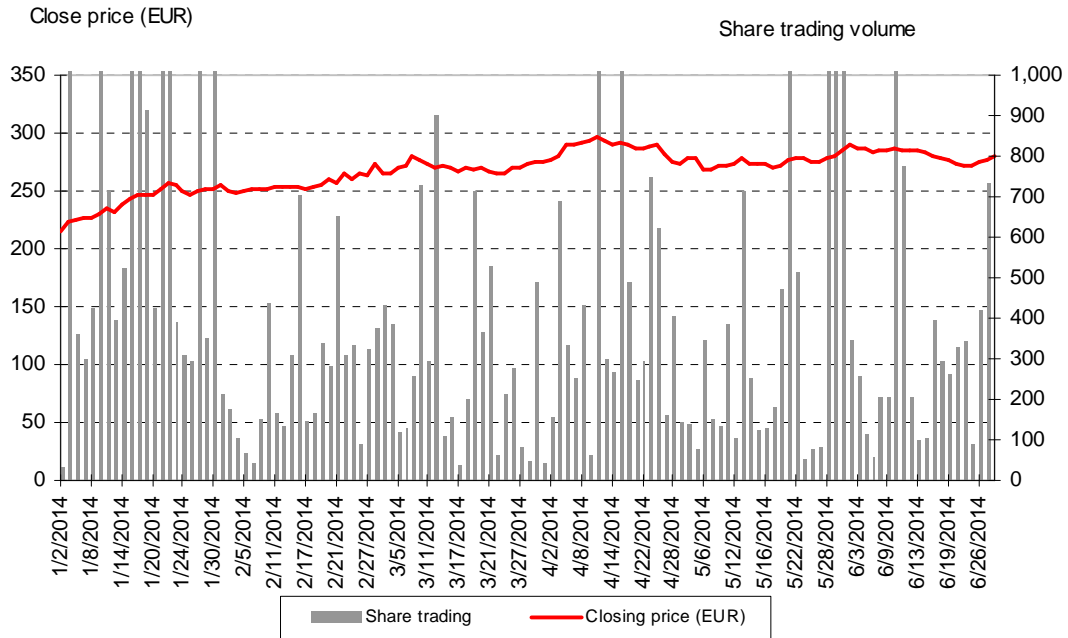


Figure 13: Ownership structure of Petrol d.d., Ljubljana as at 30 June 2014

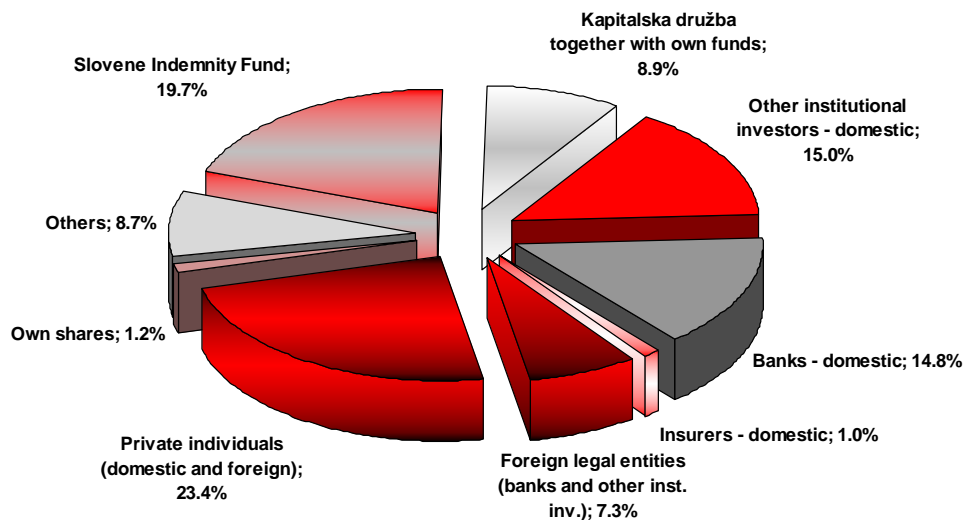


Table 5: Changes in the ownership structure of Petrol d.d., Ljubljana (comparison between 30 June 2014 and 31 December 2013)

| | 30 June 2014 | | 31.12.2013 | |
|---|------------------|---------------|------------------|---------------|
| | No. of Shares | in % | No. of Shares | in % |
| Slovene Indemnity Fund | 412,009 | 19.7% | 412,009 | 19.7% |
| Kapitalska družba together with own funds | 184,852 | 8.9% | 184,852 | 8.9% |
| Other institutional investors - domestic | 312,899 | 15.0% | 307,317 | 14.7% |
| Banks - domestic | 308,252 | 14.8% | 319,525 | 15.3% |
| Insurers - domestic | 21,347 | 1.0% | 21,118 | 1.0% |
| Foreign legal entities (banks and other inst. inv.) | 153,148 | 7.3% | 150,494 | 7.2% |
| Private individuals (domestic and foreign) | 488,162 | 23.4% | 484,970 | 23.2% |
| Own shares | 24,703 | 1.2% | 24,703 | 1.2% |
| Others | 180,929 | 8.7% | 181,313 | 8.7% |
| Sum | 2,086,301 | 100.0% | 2,086,301 | 100.0% |

Table 6: 10 largest shareholders of Petrol d.d., Ljubljana as at 30 June 2014

| | Shareholder | Address | No. of Shares | Share in % |
|----|--|---|---------------|------------|
| 1 | SLOVENSKA ODŠKODNINSKA DRUŽBA, D.D. | MALA ULICA 5, 1000 LJUBLJANA | 412,009 | 19.75% |
| 2 | KAPITALSKA DRUŽBA, D.D. | DUNAJSKA CESTA 119, 1000 LJUBLJANA | 172,639 | 8.27% |
| 3 | NLB d.d. | TRG REPUBLIKE 2, 1000 LJUBLJANA | 126,365 | 6.06% |
| 4 | ISTRABENZ D.D. | CESTA ZORE PERELLO-GODINA 2, 6000 KOPER | 84,490 | 4.05% |
| 5 | GB D.D., KRANJ | BLEIWEISOVA CESTA 1, 4000 KRANJ | 84,299 | 4.04% |
| 6 | VIZIJA HOLDING, K.D.D. | DUNAJSKA CESTA 156, 1000 LJUBLJANA | 71,676 | 3.44% |
| 7 | VIZIJA HOLDING ENA, K.D.D. | DUNAJSKA CESTA 156, 1000 LJUBLJANA | 63,620 | 3.05% |
| 8 | NOVA KBM D.D. | ULICA VITA KRAIGHERJA 4, 2000 MARIBOR | 42,985 | 2.06% |
| 9 | ČEŠKOSLOVENSKA OBCHODNI BANK, A.S. - FID | RADLICKA 333/150, 150 57 PRAGA 5, REPUBLIKA ČEŠKA | 42,598 | 2.04% |
| 10 | HYPO BANK D.D. | DUNAJSKA CESTA 117, 1000 LJUBLJANA | 42,530 | 2.04% |

Table 7: Shares owned by members of the Supervisory and Management Board as at 30 June 2014

| Name and Surname | Position | No. of shares | Share of equity |
|--------------------------|---|---------------|-----------------|
| Supervisory board | | 5 | 0.0002% |
| Internal members | | 0 | 0.0000% |
| 1. Ika Krevzel Panič | Supervisory Board Member | 0 | 0.0000% |
| 2. Zoran Gračner | Supervisory Board Member | 0 | 0.0000% |
| 3. Andrej Tomplak | Supervisory Board Member | 0 | 0.0000% |
| External members | | 5 | 0.0002% |
| 1. Tomaž Kuntarič | Supervisory Board President | 0 | 0.0000% |
| 2. Irena Prijovič | Supervisory Board Vice-president | 0 | 0.0000% |
| 3. Igo Gruden | Supervisory Board Member | 0 | 0.0000% |
| 4. Matija Blažič | Supervisory Board Member | 0 | 0.0000% |
| 5. Klemen Ferjančič | Supervisory Board Member | 0 | 0.0000% |
| 6. Mladen Kaliterna | Supervisory Board Member | 5 | 0.0002% |
| Management Board | | 260 | 0.0125% |
| 1. Tomaž Berločnik | Management Board President | 0 | 0.0000% |
| 2. Janez Živko | Management Board Member | 40 | 0.0019% |
| 3. Rok Vodnik | Management Board Member | 220 | 0.0105% |
| 4. Samo Gerdin | Management Board Member/Worker Director | 0 | 0.0000% |

Authorised capital

At the 20th General Meeting of Petrol d.d., Ljubljana of 6 May 2010 a resolution on the proposed amendment to the Articles of Association was adopted which authorises the Management Board to increase, with the approval of the Supervisory Board and without an additional resolution of the General Meeting, the share capital of the Company within five years of the entry of this amendment in the Register of Companies up to the amount of one half of the share capital as at the date of the adoption of this resolution, which totals EUR 26,120,488.52 in nominal terms, by issuing new shares as consideration (authorised capital).

Contingent increase in called-up capital

In the period up to 30 June 2014, the General Meeting of Petrol d.d., Ljubljana did not adopt any resolutions regarding the contingent increase in called-up capital.

Dividends

In accordance with a resolution of the 24th General Meeting held on 24 April 2014, Petrol d.d., Ljubljana shall pay 2013 gross dividends of EUR 10.10 per share in August 2014. The gross dividend per share for 2012, which was paid in 2013, stood at EUR 10.00.

Own shares

Petrol d.d., Ljubljana did not repurchase its own shares in the first six months of 2014. As at 30 June 2014, the Company held 24,703 own shares, representing 1.2 percent of its registered share capital. The total cost of own shares equalled EUR 2.6 million as at 30 June 2014 and was EUR 4.3 million lower than their market value on the said date.

Own shares, in total 36,142, were purchased between 1997 and 1999. The Company may acquire own shares only for the purposes laid down in Article 247 of the Companies Act (ZGD-1) and as remuneration to the Management Board and the Supervisory Board. Own shares are used in accordance with the Company's Articles of Association.

Regular participation at investors' conferences and external communication

Petrol d.d., Ljubljana has set up a programme of regular cooperation with domestic and foreign investors, which consists of public announcements, individual meetings and presentations, and public presentations. The Company regularly attends investors' conferences that are organised each year by stock exchanges, banks and brokerage companies. In the first six months of 2014, several individual investor and analyst meetings were held. At the end of February, Petrol participated in the Investors' Day @ InterCapital event in Zagreb; in March, it took part in an online roadshow organised by Alta; at the beginning of May, it attended a joint investors' conference in Zagreb, which was organised by Ljubljana and Zagreb Stock Exchanges.

General Meeting of Petrol d.d., Ljubljana

At the 24th General Meeting of Petrol d.d., Ljubljana held on 24 April 2014, the following resolutions were adopted:

- Accumulated profit of EUR 20,863,010.00 as at 31 December 2013 shall be used as follows: accumulated profit of EUR 20,822,139.80 shall be used to pay gross dividends of EUR 10.10 per share (own shares excluded) and the remaining accumulated profit of EUR 40,870.20 shall be allocated to other revenue reserves. The dividends are to be paid out of the net profit for 2013 and other revenue reserves. The Company shall pay the dividends on 12 August 2014 to shareholders which were registered with KDD – the Central Securities Clearing Corporation on 28 April 2014, as laid down in a Management Board decision.
- The Company's Management Board shall be granted discharge from liability for the year 2013.
- The Company's Supervisory Board shall be granted discharge from liability for the year 2013.
- The audit firm ERNST & YOUNG Revizija, poslovno svetovanje, d.o.o., Ljubljana shall be appointed auditor for the year 2014.

Management Board of Petrol d.d., Ljubljana

At its 7th meeting held on 8 May 2014, the Supervisory Board of Petrol d.d., Ljubljana unanimously appointed Rok Vodnik, MSc, and Janez Živko, both already serving as Management Board members, for another five-year term of office beginning on 30 August 2014.

Other explanations by Petrol d.d., Ljubljana

The prospectus of the company Petrol d.d., Ljubljana, which has been prepared for the purpose of listing its shares on the stock exchange, is published on the Company's website. All changes to the prospectus are published in the Company's Strategy Document, Annual Report of Petrol d.d., Ljubljana and its public announcements available from the Company's website and the website of the Ljubljana Stock Exchange (SEOnet). At the end of March 2014, Petrol d.d., Ljubljana published a presentation document prepared upon the admission of the 6-month commercial papers issued by Petrol d.d., Ljubljana under identification code PEK05 to trading on a regulated market.

On 16 June 2014, Petrol d.d. Ljubljana successfully issued 5-year bonds worth a total of EUR 265 million. The bonds were initially priced at 99.32 percent of their notional amount, and carry a 3.25-percent annual coupon and a yield to maturity of 3.4 percent. The decision to issue the bonds was taken upon receiving a preliminary "BBB" credit rating (assigned to financially stable companies operating in uncertain business environments) from the U.S. agency Standard and Poor's on 5 June 2014. This was the first international issuance of corporate bonds in Slovenia since 2009 and the country's second ever issuance of corporate bonds. The funds received through the issuance of bonds will be used to finance the Petrol Group's business operations, including the refinancing of its debt.

Events after the end of the accounting period

Following the successful eurobond issue on 4 July 2014, Petrol d.d., Ljubljana received a final “BBB-” long-term credit rating and an “A-3” short-term credit rating from Standard & Poor's Rating Services. Standard and Poor's thus affirmed their preliminary rating of 5 June 2014, assigning the same rating also to Petrol's eurobonds. Reflecting a recent change in Slovenia's credit rating outlook from “stable” to “negative”, Petrol d.d., Ljubljana's credit rating outlook was also revised accordingly.

FINANCIAL REPORT

Financial performance of the Petrol Group and the company Petrol d.d., Ljubljana

Income statement of the Petrol Group and Petrol d.d., Ljubljana

| (in EUR) | Note | The Petrol Group | | | Petrol d.d. | | Index 14/13 |
|--|------|----------------------|----------------------|----------------|---------------------|---------------------|----------------|
| | | 1-6 2014 | 1-6 2013 | Index 14/13 | 1-6 2014 | 1-6 2013 | |
| Sales revenue | | 1,883,806,299 | 1,896,597,971 | 99 | 1,553,215,844 | 1,560,812,629 | 100 |
| Cost of goods sold | | (1,726,081,684) | (1,739,254,356) | 99 | (1,438,421,417) | (1,443,821,593) | 100 |
| Gross profit | | 157,724,615 | 157,343,615 | 100 | 114,794,427 | 116,991,037 | 98 |
| Costs of materials | 3 | (13,773,526) | (15,312,982) | 90 | (5,819,795) | (5,090,809) | 114 |
| Costs of services | 4 | (55,345,202) | (54,058,729) | 102 | (52,812,547) | (52,621,311) | 100 |
| Labour costs | 5 | (31,759,776) | (29,472,868) | 108 | (14,136,715) | (13,161,219) | 107 |
| Depreciation and amortisation | 6 | (21,777,797) | (20,222,608) | 108 | (14,707,563) | (13,428,606) | 110 |
| Other costs | 7 | (1,613,115) | (1,676,865) | 96 | (770,030) | (1,006,302) | 77 |
| Operating costs | | (124,269,416) | (120,744,052) | 103 | (88,246,650) | (85,308,247) | 103 |
| Other revenue | 2 | 3,707,966 | 2,343,343 | 158 | 2,614,113 | 1,619,252 | 161 |
| Other expenses | | (277,084) | (89,150) | 311 | (153,158) | (19,429) | - |
| Operating profit | | 36,886,081 | 38,853,756 | 95 | 29,008,732 | 33,282,613 | 87 |
| Share of profit of equity accounted investees | | 4,836,141 | 5,219,339 | 93 | - | - | - |
| Finance income from dividends paid by subsidiaries, associates and jointly controlled entities | | - | - | - | 668,621 | 1,693,121 | 39 |
| Other finance income | 8 | 15,268,151 | 22,825,654 | 67 | 12,457,248 | 22,950,146 | 54 |
| Other finance expenses | 8 | (29,808,362) | (38,807,303) | 77 | (25,103,642) | (34,387,543) | 73 |
| Net finance expense | | (14,540,211) | (15,981,649) | 91 | (12,646,394) | (11,437,397) | 111 |
| Profit before income tax | | 27,182,011 | 28,091,446 | 97 | 17,030,959 | 23,538,337 | 72 |
| Income tax expense | | (1,925,860) | (2,272,256) | 85 | (1,207,771) | (1,699,985) | 71 |
| Deferred income tax | | (1,323,788) | (1,429,950) | 93 | (881,940) | (1,424,139) | 62 |
| Income tax | | (3,249,648) | (3,702,206) | 88 | (2,089,711) | (3,124,124) | 67 |
| Net profit for the period | | 23,932,363 | 24,389,240 | 98 | 14,941,248 | 20,414,213 | 73 |
| Net profit for the period attributable to: | | | | | | | |
| Owners of the controlling company | | 24,126,132 | 24,484,097 | 99 | 14,941,248 | 20,414,213 | 73 |
| Non-controlling interest | | (193,769) | (94,857) | 204 | - | - | - |
| Basic and diluted earnings per share | 9 | 11.61 | 11.83 | 98 | 7.25 | 9.90 | 73 |

Accounting policies and notes are an integral part of these financial statements and should be read in conjunction with them.

Other comprehensive income of the Petrol Group and Petrol d.d., Ljubljana

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|-------------------|-------------------|-------------------|-------------------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Net profit for the period | 23,932,363 | 24,389,240 | 14,941,248 | 20,414,213 |
| Attribution of changes in the equity of associates | 123,144 | 15,909 | - | - |
| Effective portion of changes in the fair value of cash flow variability hedging | (154,932) | 1,697,941 | 318,890 | 2,393,083 |
| Change in deferred taxes | 30,084 | (221,127) | (54,211) | (358,962) |
| Foreign exchange differences | 333,344 | 1,657,277 | - | - |
| Other comprehensive income reclassified to profit or loss in future periods | 331,640 | 3,150,000 | 264,679 | 2,034,121 |
| Other comprehensive income | 331,640 | 3,150,000 | 264,679 | 2,034,121 |
| Total comprehensive income for the period | 24,264,003 | 27,539,240 | 15,205,927 | 22,448,334 |
| Total comprehensive income attributable to: | | | | |
| Owners of the controlling company | 24,471,224 | 27,628,106 | 15,205,927 | 22,448,334 |
| Non-controlling interest | (207,221) | (88,866) | - | - |

Accounting policies and notes are an integral part of these financial statements and should be read in conjunction with them.

Statement of financial position of the Petrol Group and Petrol d.d., Ljubljana

| (in EUR) | Note | The Petrol Group | | | Petrol d.d. | | |
|--|------|----------------------|----------------------|-------------|----------------------|----------------------|-------------|
| | | 30 June 2014 | 31 December 2013 | Index 14/13 | 30 June 2014 | 31 December 2013 | Index 14/13 |
| ASSETS | | | | | | | |
| Non-current (long-term) assets | | | | | | | |
| Intangible assets | 10 | 176,613,701 | 176,258,529 | 100 | 141,716,990 | 141,120,875 | 100 |
| Property, plant and equipment | 11 | 616,021,532 | 618,597,466 | 100 | 323,574,247 | 327,985,005 | 99 |
| Investment property | | 11,735,024 | 12,349,949 | 95 | 11,528,693 | 12,157,881 | 95 |
| Investments in subsidiaries | 12 | - | - | - | 292,952,154 | 293,746,174 | 100 |
| Investments in jointly controlled entities | 13 | 48,712,506 | 47,660,111 | 102 | 5,972,012 | 5,820,277 | 103 |
| Investments in associates | 14 | 104,335,097 | 100,847,540 | 103 | 121,596,000 | 121,596,000 | 100 |
| Available-for-sale financial assets | 15 | 1,666,159 | 1,666,159 | 100 | 1,536,212 | 1,536,212 | 100 |
| Financial receivables | | 6,749,563 | 7,049,936 | 96 | 22,671,639 | 23,433,149 | 97 |
| Operating receivables | | 1,461,191 | 1,399,606 | 104 | 1,461,191 | 1,399,606 | 104 |
| Deferred tax assets | | 27,284,529 | 28,090,265 | 97 | 24,153,750 | 25,106,275 | 96 |
| | | 994,579,302 | 993,919,561 | 100 | 947,162,887 | 953,901,454 | 99 |
| Current assets | | | | | | | |
| Inventories | 16 | 131,925,909 | 152,374,390 | 87 | 111,632,633 | 131,176,426 | 85 |
| Financial receivables | 17 | 50,701,542 | 15,745,516 | 322 | 48,692,644 | 14,234,319 | 342 |
| Operating receivables | 18 | 336,842,061 | 376,545,501 | 89 | 278,230,817 | 289,939,480 | 96 |
| Corporate income tax assets | | 294,289 | 117,679 | 250 | 0 | 0 | - |
| Financial assets at fair value through profit or loss | 19 | 1,597,443 | 1,588,030 | 101 | 1,597,443 | 1,588,030 | 101 |
| Prepayments and other assets | 20 | 16,040,857 | 10,301,458 | 156 | 11,247,149 | 6,733,681 | 167 |
| Cash and cash equivalents | | 170,647,712 | 69,742,729 | 245 | 158,767,053 | 56,407,034 | 281 |
| | | 708,049,813 | 626,415,303 | 113 | 610,167,739 | 500,078,970 | 122 |
| Total assets | | 1,702,629,115 | 1,620,334,864 | 105 | 1,557,330,625 | 1,453,980,424 | 107 |
| EQUITY AND LIABILITIES | | | | | | | |
| Equity attributable to owners of the Petrol Group | | | | | | | |
| Called-up capital | | 52,240,977 | 52,240,977 | 100 | 52,240,977 | 52,240,977 | 100 |
| Capital surplus | | 80,991,385 | 80,991,385 | 100 | 80,991,385 | 80,991,385 | 100 |
| Legal reserves | | 61,987,886 | 61,987,886 | 100 | 61,749,884 | 61,749,884 | 100 |
| Reserves for own shares | | 2,604,670 | 2,604,670 | 100 | 2,604,670 | 2,604,670 | 100 |
| Own shares | | (2,604,670) | (2,604,670) | 100 | (2,604,670) | (2,604,670) | 100 |
| Other revenue reserves | | 150,023,664 | 155,748,074 | 96 | 144,084,801 | 149,809,212 | 96 |
| Fair value reserve | | - | - | - | 104,820,040 | 104,820,040 | 100 |
| Hedging reserve | | (2,657,281) | (2,542,902) | 104 | (1,628,324) | (1,893,003) | 86 |
| Revaluation reserves | | 201,804 | 89,128 | 226 | 0 | 0 | - |
| Foreign exchange differences | | (8,047,140) | (8,393,935) | 96 | 0 | 0 | - |
| Retained earnings | | 138,486,969 | 129,458,567 | 107 | 14,941,248 | 15,097,730 | 99 |
| | | 473,228,264 | 469,579,180 | 101 | 457,200,011 | 462,816,224 | 99 |
| Non-controlling interest | | (2,100,317) | (1,911,003) | 110 | - | - | - |
| Total equity | | 471,127,947 | 467,668,177 | 101 | 457,200,011 | 462,816,224 | 99 |
| Non-current liabilities | | | | | | | |
| Provisions for employee benefits | | 4,758,247 | 4,757,559 | 100 | 2,572,256 | 2,572,256 | 100 |
| Other provisions | | 2,952,896 | 3,596,712 | 82 | 2,524,862 | 2,524,862 | 100 |
| Long-term deferred revenue | | 10,122,342 | 9,227,333 | 110 | 8,974,697 | 8,793,553 | 102 |
| Financial liabilities | 21 | 534,873,202 | 357,174,203 | 150 | 438,695,291 | 254,496,730 | 172 |
| Operating liabilities | | 12,084,683 | 14,638,547 | 83 | 12,084,683 | 14,638,547 | 83 |
| Deferred tax liabilities | | 6,024,115 | 6,008,299 | 100 | 5,973,799 | 5,973,799 | 100 |
| | | 570,815,485 | 395,402,653 | 144 | 470,825,588 | 288,999,747 | 163 |
| Current liabilities | | | | | | | |
| Financial liabilities | 21 | 237,588,860 | 243,167,684 | 98 | 288,821,046 | 280,385,392 | 103 |
| Operating liabilities | 22 | 411,385,115 | 495,155,432 | 83 | 332,794,153 | 406,005,643 | 82 |
| Corporate income tax liabilities | | 1,033,833 | 5,010,189 | 21 | 700,367 | 5,072,648 | 14 |
| Other liabilities | 23 | 10,677,875 | 13,930,729 | 77 | 6,989,460 | 10,700,770 | 65 |
| | | 660,685,683 | 757,264,034 | 87 | 629,305,027 | 702,164,453 | 90 |
| Total liabilities | | 1,231,501,168 | 1,152,666,687 | 107 | 1,100,130,614 | 991,164,200 | 111 |
| Total equity and liabilities | | 1,702,629,115 | 1,620,334,864 | 105 | 1,557,330,625 | 1,453,980,424 | 107 |

Accounting policies and notes are an integral part of these financial statements and should be read in conjunction with them.

Statement of changes in equity of the Petrol Group

| (in EUR) | Called-up capital | Capital surplus | Revenue reserves | | | | Hedging reserve | Revaluation reserve | Foreign exchange differences | Retained earnings | Equity attributable to owners of the Petrol Group | Non-controlling interest | Total |
|--|-------------------|-------------------|-------------------|-------------------------|--------------------|------------------------|--------------------|---------------------|------------------------------|---------------------|---|--------------------------|---------------------|
| | | | Legal reserves | Reserves for own shares | Own shares | Other revenue reserves | | | | | | | |
| As at 1 January 2013 | 52,240,977 | 80,991,385 | 62,001,962 | 2,604,670 | (2,604,670) | 131,103,142 | (5,854,616) | (6,093) | (6,954,981) | 122,017,539 | 435,539,315 | (1,877,984) | 433,661,331 |
| Dividend payments for 2012 | | | | | | (3,372,642) | | | | (17,243,338) | (20,615,980) | | (20,615,980) |
| Loss offset against other revenue reserves | | | | | | (3,048,700) | | | | 3,048,700 | 0 | | 0 |
| Elimination of legal reserves | | | (14,375) | | | | | | | 14,375 | 0 | | 0 |
| Other changes | | | | | | (22,219) | | | | | (22,219) | | (22,219) |
| Transactions with owners | 0 | 0 | (14,375) | 0 | 0 | (6,443,561) | 0 | 0 | 0 | (14,180,263) | (20,638,199) | 0 | (20,638,199) |
| Net profit for the period | | | | | | | 1,453,602 | 14,716 | 1,675,691 | 24,484,097 | 24,484,097 | (94,857) | 24,389,240 |
| Other changes in comprehensive income | | | | | | | | | | | 3,144,009 | 5,991 | 1,388,648 |
| Total changes in comprehensive income | 0 | 0 | 0 | 0 | 0 | 0 | 1,453,602 | 14,716 | 1,675,691 | 24,484,097 | 27,628,106 | (88,866) | 27,539,240 |
| As at 30 June 2013 | 52,240,977 | 80,991,385 | 61,987,587 | 2,604,670 | (2,604,670) | 124,659,581 | (4,401,014) | 8,623 | (5,279,290) | 132,321,373 | 442,529,222 | (1,966,850) | 440,562,372 |
| As at 1 January 2014 | 52,240,977 | 80,991,385 | 61,987,886 | 2,604,670 | (2,604,670) | 155,748,074 | (2,542,902) | 89,128 | (8,393,935) | 129,458,567 | 469,579,180 | (1,911,003) | 467,668,177 |
| Dividend payments for 2013 | | | | | | (5,724,410) | | | | (15,097,730) | (20,822,140) | | (20,822,140) |
| Decrease in non-controlling interest | | | | | | | | | | | 0 | 17,907 | 17,907 |
| Transactions with owners | 0 | 0 | 0 | 0 | 0 | (5,724,410) | 0 | 0 | 0 | (15,097,730) | (20,822,140) | 17,907 | (20,804,233) |
| Net profit for the period | | | | | | | | | | 24,126,132 | 24,126,132 | (193,770) | 23,932,362 |
| Other changes in comprehensive income | | | | | | | (114,379) | 112,676 | 346,795 | | 345,092 | (13,451) | 331,641 |
| Total changes in comprehensive income | 0 | 0 | 0 | 0 | 0 | 0 | (114,379) | 112,676 | 346,795 | 24,126,132 | 24,471,224 | (207,221) | 24,264,003 |
| As at 30 June 2014 | 52,240,977 | 80,991,385 | 61,987,886 | 2,604,670 | (2,604,670) | 150,023,664 | (2,657,281) | 201,804 | (8,047,140) | 138,486,969 | 473,228,264 | (2,100,317) | 471,127,947 |

Accounting policies and notes are an integral part of these financial statements and should be read in conjunction with them.

Statement of changes in equity of Petrol d.d., Ljubljana

| (in EUR) | Called-up capital | Capital surplus | Revenue reserves | | | | Fair value reserve | Hedging reserve | Retained earnings | Total |
|--|-------------------|-------------------|-------------------|-------------------------|--------------------|------------------------|--------------------|--------------------|---------------------|---------------------|
| | | | Legal reserves | Reserves for own shares | Own shares | Other revenue reserves | | | | |
| As at 1 January 2013 | 52,240,977 | 80,991,385 | 61,749,884 | 2,604,670 | (2,604,670) | 125,145,815 | 73,629,197 | (4,710,774) | 17,243,338 | 406,289,822 |
| Business combinations | | | | | | (3,048,700) | | | | (3,048,700) |
| Dividend payments for 2012 | | | | | | (3,372,642) | | | (17,243,338) | (20,615,980) |
| Transactions with owners | 0 | 0 | 0 | 0 | 0 | (6,421,342) | 0 | 0 | (17,243,338) | (23,664,680) |
| Net profit for the period | | | | | | | | | 20,414,213 | 20,414,213 |
| Other changes in comprehensive income | | | | | | | | 2,034,121 | | 2,034,121 |
| Total changes in comprehensive income | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 2,034,121 | 20,414,213 | 22,448,334 |
| As at 30 June 2013 | 52,240,977 | 80,991,385 | 61,749,884 | 2,604,670 | (2,604,670) | 118,724,474 | 73,629,197 | (2,676,653) | 20,414,213 | 405,073,477 |
| As at 1 January 2014 | 52,240,977 | 80,991,385 | 61,749,884 | 2,604,670 | (2,604,670) | 149,809,212 | 104,820,040 | (1,893,003) | 15,097,730 | 462,816,224 |
| Dividend payments for 2013 | | | | | | (5,724,410) | | | (15,097,730) | (20,822,140) |
| Transactions with owners | 0 | 0 | 0 | 0 | 0 | (5,724,410) | 0 | 0 | (15,097,730) | (20,822,140) |
| Net profit for the period | | | | | | | | | 14,941,248 | 14,941,248 |
| Other changes in comprehensive income | | | | | | | | 264,679 | | 264,679 |
| Total changes in comprehensive income | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 264,679 | 14,941,248 | 15,205,927 |
| As at 30 June 2014 | 52,240,977 | 80,991,385 | 61,749,884 | 2,604,670 | (2,604,670) | 144,084,801 | 104,820,040 | (1,628,324) | 14,941,248 | 457,200,011 |

Accounting policies and notes are an integral part of these financial statements and should be read in conjunction with them.

Cash flow statement of the Petrol Group and Petrol d.d., Ljubljana

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|---------------------|---------------------|---------------------|---------------------|
| | 30 June 2014 | 30 June 2013 | 30 June 2014 | 30 June 2013 |
| Cash flows from operating activities | | | | |
| Net profit | 23,932,363 | 24,389,240 | 14,941,248 | 20,414,213 |
| Adjustment for: | | | | |
| Taxes | 3,249,648 | 3,702,206 | 2,089,711 | 3,124,124 |
| Depreciation of property, plant and equipment | 19,321,127 | 18,004,421 | 12,630,744 | 11,575,539 |
| Amortisation of intangible assets | 2,456,670 | 2,218,187 | 2,076,818 | 1,853,067 |
| (Gain)/loss on disposal of property, plant and equipment | (931,514) | (144,115) | (313,243) | (27,146) |
| Revenue from assets under management | (32,700) | (32,700) | (32,700) | (32,700) |
| Net (decrease in)/creation of other provisions and long-term deferred revenue | 251,264 | (572,995) | 181,144 | (601,396) |
| Net goods shortages | 880,315 | (1,196,903) | 615,573 | (887,423) |
| Net (decrease in)/creation of allowance for receivables | 2,968,340 | 2,820,985 | 1,810,403 | 1,945,498 |
| Net finance (income)/expense | 13,429,417 | 12,919,680 | 11,945,525 | 11,509,661 |
| Share of profit of jointly controlled entities | (927,030) | (1,811,282) | 0 | 0 |
| Share of profit of associates | (3,909,111) | (3,408,057) | 0 | 0 |
| Finance income from dividends received from subsidiaries | 0 | 0 | (123,923) | (1,259,781) |
| Finance income from dividends received from joint controlled entities | 0 | 0 | 0 | (43,355) |
| Finance income from dividends received from associates | 0 | 0 | (544,698) | (389,985) |
| Cash flow from operating activities before the changes in working capital | 60,688,789 | 56,888,667 | 45,276,602 | 47,180,316 |
| Net (decrease in)/creation of other liabilities | (3,680,026) | 3,271,734 | (3,711,310) | 3,588,455 |
| Net decrease in/(creation of) other assets | (3,823,004) | (2,284,351) | (4,501,128) | (2,214,259) |
| Change in inventories | 19,641,981 | 24,255,059 | 18,928,220 | 19,928,541 |
| Change in operating and other receivables | 37,024,823 | (48,416,668) | 10,375,703 | (25,628,178) |
| Change in operating and other liabilities | (101,842,166) | 38,018,610 | (93,279,315) | 23,934,854 |
| Cash generated from operating activities | 8,010,396 | 71,733,051 | (26,911,228) | 66,789,729 |
| Interest paid | (13,439,758) | (15,381,456) | (10,586,842) | (13,152,376) |
| Taxes received/(paid) | (6,018,557) | 5,534,216 | (5,545,331) | 5,960,931 |
| Net cash from (used in) operating activities | (11,447,919) | 61,885,811 | (43,043,401) | 59,598,284 |
| Cash flows from investing activities | | | | |
| Payments for investments in subsidiaries | 0 | (1,850,000) | 0 | (824,727) |
| Receipts from investments in subsidiaries | 0 | 11,209 | 794,020 | 27,000 |
| Payments for investments in jointly controlled entities | (2,151,735) | (2,312,489) | (151,735) | (2,312,489) |
| Receipts from intangible assets | 6,833 | 15,981 | 0 | 0 |
| Payments for intangible assets | (2,803,664) | (1,419,139) | (2,672,933) | (1,349,848) |
| Receipts from property, plant and equipment | 2,671,228 | 4,732,388 | 684,432 | 774,986 |
| Payments for property, plant and equipment | (26,053,870) | (24,239,117) | (13,019,189) | (8,313,757) |
| Receipts from available-for-sale assets | 0 | 8,297 | 0 | 8,297 |
| Receipts from financial assets held for trading | 0 | 2,845,339 | 0 | 2,845,339 |
| Receipts from loans granted | 8,358,669 | 4,644,983 | 9,014,009 | 33,970,191 |
| Payments for loans granted | (40,777,426) | (16,766,992) | (42,410,757) | (35,175,897) |
| Interest received | 2,532,923 | 3,635,105 | 2,030,634 | 2,755,240 |
| Dividends received from subsidiaries | 0 | 0 | 123,923 | 1,259,781 |
| Dividends received from jointly controlled entities | 0 | 43,355 | 0 | 43,355 |
| Dividends received from associates | 544,698 | 389,985 | 544,698 | 389,985 |
| Dividends received from others | 0 | 41,359 | 0 | 41,359 |
| Net cash from (used in) investing activities | (57,672,344) | (30,219,736) | (45,062,898) | (5,861,185) |
| Cash flows from financing activities | | | | |
| Payments for bonds issued | 261,194,509 | (9,375) | 261,194,509 | (9,375) |
| Proceeds from borrowings | 531,879,089 | 401,297,973 | 696,943,625 | 390,075,709 |
| Repayment of borrowings | (623,005,375) | (430,786,006) | (767,628,362) | (441,767,757) |
| Dividends received from/(paid to) shareholders | (43,455) | (51,805) | (43,455) | (51,805) |
| Net cash from (used in) financing activities | 170,024,768 | (29,549,213) | 190,466,317 | (51,753,228) |
| Increase/(decrease) in cash and cash equivalents | 100,904,506 | 2,116,862 | 102,360,018 | 1,983,871 |
| Changes in cash and cash equivalents | | | | |
| At the beginning of the year | 69,742,729 | 37,625,459 | 56,407,034 | 28,813,254 |
| Translation differences | 477 | 106,447 | 0 | 0 |
| Increase/(decrease) | 100,904,506 | 2,116,862 | 102,360,018 | 1,983,871 |
| At the end of the period | 170,647,712 | 39,848,768 | 158,767,053 | 30,797,125 |

Accounting policies and notes are an integral part of these financial statements and should be read in conjunction with them.

Notes to the financial statements

Reporting entity

Petrol d.d., Ljubljana (hereinafter the "Company") is a company domiciled in Slovenia. The address of the Company's registered office is Dunajska cesta 50, 1527 Ljubljana. Below we present consolidated financial statements of the Group for the period ended 30 June 2014 and separate financial statements of the company Petrol d.d., Ljubljana for the period ended 30 June 2014. The consolidated financial statements comprise the Company and its subsidiaries and the Group's interests in associates and jointly controlled entities (together referred to as the "Group"). A more detailed overview of the Group's structure is presented chapter Organisational structure of the Petrol Group in Appendix 1 of this report.

Basis of preparation

a. Statement of compliance

The financial statements of Petrol d.d., Ljubljana and consolidated financial statements of the Petrol Group have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union.

The Company's management approved the Company's financial statements and the Group's consolidated financial statements on 18.8.2014.

These financial statements are prepared based on the same accounting policies used for the preparation of financial statements for the year ended 31 December 2013. For interim financial reporting IAS 34 - Interim Financial Reporting is applied.

b. Basis of measurement

The consolidated and separate financial statements have been prepared on the historical cost basis except for the following assets and liabilities that are carried at fair value:

- derivative financial instruments,
- financial assets at fair value through profit or loss,
- available-for-sale financial assets,
- investments in associates and jointly controlled entities (applies to the Company).

c. Functional and presentation currency

These financial statements are presented in euros (EUR) without cents, the euro also being the Company's functional currency. Due to rounding, some immaterial differences may arise as concerns the sums presented in tables.

d. Use of estimates and judgements

Preparation of financial statements requires management to make estimates, judgements and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities on the date of financial statements, and the reported amounts of revenue and expenses in the reporting period.

Estimates and assumptions are used in the following judgements:

- estimating useful lives of depreciable assets,
- asset impairment testing,

- estimating the fair value of investments in associates and jointly controlled entities (applies to the Company only),
- estimating the fair value of available-for-sale financial assets,
- estimating the fair value of financial assets at fair value through profit or loss,
- estimating the fair value of derivative financial instruments,
- estimating the net realisable value of inventories,
- estimating the collectible amount of receivables,
- estimating the necessary amount of provisions, etc.

Because estimates are subject to subjective judgments and a certain degree of uncertainty, actual results might differ from the estimates. How the estimates are produced and the related assumptions and uncertainties are disclosed in the notes to the above items.

Estimates are reviewed regularly. Changes in accounting estimates are recognised in the period in which the estimates are changed if a change affects that period only. If a change affects future periods, they are recognised in the period of the change and in any future periods.

Notes to individual items in the financial statements

1. Segment reporting

Because the financial report consists of the financial statements and the accompanying notes of the Group as well as of the Company, only the Group's operating segments have been disclosed.

An operating segment is a component of the Group that engages in business activities from which it earns revenues and incurs expenses that relate to transactions with any of the Group's other components. The operating results of operating segments are reviewed regularly by the executive officers of the Group to make decisions about resources to be allocated to a segment and assess the performance of the Group.

The Group's executive officers monitor information on two levels: on the micro level, in which case individual units are monitored, and on the macro level, where information is monitored only in terms of certain key information that can be used to make comparisons with similar companies in Europe. Given the enormous amount of information and their sensitivity on the micro level, the Group only discloses macro-level information in its annual report.

The Group thus uses the following segments in the preparation and presentation of the financial statements:

- oil and merchandise sales,
- energy activities.

Oil and merchandise sales consist of:

- sale of petroleum products,
- sale of merchandise.

The sale of merchandise consists of selling automotive products, foodstuffs, accessories, tobacco and lottery products, coupons, cards, Petrol Club merchandise, raw materials and chemical products.

Energy activities consist of:

- gas and heat,

- generation, sale and distribution of electricity,
- environmental and energy solution.

The Group's operating segments in the period 1-6 2013:

| (in EUR) | Oil and merchandise sales | Gas, environmental and other energy activities | Total |
|---|---------------------------------|---|---------------|
| Sales revenue | 1,850,541,972 | 215,001,318 | 2,065,543,291 |
| Revenue from subsidiaries | (138,890,980) | (30,054,341) | (168,945,321) |
| Sales revenue | 1,711,650,992 | 184,946,978 | 1,896,597,971 |
| Net profit for the period | 16,980,694 | 7,408,546 | 24,389,240 |
| Interest income * | 2,462,112 | 1,115,689 | 3,577,801 |
| Interest expense * | (10,017,983) | (4,539,581) | (14,557,564) |
| Depreciation of property, plant and equipment, depreciation of investment property, amortisation of intangible assets | (15,967,688) | (4,254,920) | (20,222,608) |
| Share of profit of equity accounted investees | (111,351) | 5,330,690 | 5,219,339 |
| Total assets | 1,254,659,711 | 348,083,073 | 1,602,742,784 |
| Equity accounted investments | 3,299,038 | 144,554,836 | 147,853,874 |
| Property, plant and equipment, intangible assets and investment property | 649,137,619 | 151,092,405 | 800,230,024 |
| Other assets | 602,223,054 | 52,435,832 | 654,658,886 |

* Interest income and expenses are estimated based on a segment's share of investments and assets in total investments and assets.

The Group's operating segments in the period 1-6 2014:

| (in EUR) | Oil and merchandise sales | Gas, environmental and other energy activities | Total |
|---|---------------------------------|---|---------------|
| Sales revenue | 1,835,795,330 | 279,128,160 | 2,114,923,490 |
| Revenue from subsidiaries | (190,448,578) | (40,668,613) | (231,117,191) |
| Sales revenue | 1,645,346,752 | 238,459,547 | 1,883,806,299 |
| Net profit for the period | 19,437,274 | 4,495,089 | 23,932,363 |
| Interest income * | 1,627,489 | 815,962 | 2,443,451 |
| Interest expense * | (9,578,873) | (4,802,487) | (14,381,360) |
| Depreciation of property, plant and equipment, depreciation of investment property, amortisation of intangible assets | (16,402,513) | (5,375,284) | (21,777,797) |
| Share of profit of equity accounted investees | (137,846) | 4,973,987 | 4,836,141 |
| Total assets | 1,313,614,700 | 389,014,415 | 1,702,629,115 |
| Equity accounted investments | 3,070,912 | 149,976,691 | 153,047,603 |
| Property, plant and equipment, intangible assets and investment property | 634,628,435 | 169,741,822 | 804,370,257 |
| Other assets | 675,915,353 | 69,295,902 | 745,211,255 |

* Interest income and expenses are estimated based on a segment's share of investments and assets in total investments and assets.

2. Other revenue

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|------------------|------------------|------------------|------------------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Reversal of accrued litigation expenses | 1,019,977 | 0 | 1,018,665 | 0 |
| Gain on disposal of fixed assets | 947,302 | 164,039 | 325,488 | 33,493 |
| Utilisation of environmental provisions | 755,215 | 817,939 | 755,215 | 817,939 |
| Compensation received from insurance companies | 186,289 | 119,596 | 39,478 | 42,714 |
| Compensation, litigation proceeds and contractual penalties received | 137,718 | 32,997 | 121,166 | 32,997 |
| Cash discounts and rebates received | 134,873 | 174,955 | 61,211 | 50,177 |
| Payment of court fees | 60,062 | 131,044 | 49,055 | 119,925 |
| Reversal of accrued costs, expenses | 27,996 | 153,848 | 24,464 | 153,848 |
| Other revenue | 438,534 | 748,925 | 219,371 | 368,159 |
| Total other revenue | 3,707,966 | 2,343,343 | 2,614,113 | 1,619,252 |

3. Costs of material

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---------------------------------|-------------------|-------------------|------------------|------------------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Costs of energy | 9,855,527 | 11,869,787 | 3,119,572 | 3,302,857 |
| Costs of consumables | 3,465,305 | 2,891,574 | 2,513,907 | 1,558,729 |
| Write-off of small tools | 126,987 | 154,501 | 10,110 | 10,986 |
| Other costs of materials | 325,707 | 397,120 | 176,206 | 218,238 |
| Total costs of materials | 13,773,526 | 15,312,982 | 5,819,795 | 5,090,809 |

4. Costs of services

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|-------------------|-------------------|-------------------|-------------------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Costs of service station managers | 14,208,808 | 14,021,680 | 14,301,738 | 13,978,312 |
| Costs of transport services | 12,830,858 | 12,431,822 | 11,528,203 | 11,075,555 |
| Costs of fixed-asset maintenance services | 5,374,683 | 5,692,859 | 5,348,622 | 5,346,536 |
| Costs of payment transactions and bank services | 3,872,850 | 3,903,769 | 2,922,932 | 3,073,107 |
| Lease payments | 3,682,388 | 2,523,226 | 1,506,862 | 2,094,360 |
| Costs of professional services | 2,804,731 | 2,871,370 | 1,630,594 | 1,694,400 |
| Contributions for operations at motorway service areas | 2,468,908 | 2,406,956 | 1,871,358 | 1,869,487 |
| Costs of fairs, advertising and entertainment | 1,928,087 | 1,808,106 | 1,493,284 | 1,305,267 |
| Costs of insurance premiums | 1,866,690 | 1,854,586 | 1,422,152 | 1,380,989 |
| Outsourcing costs | 1,672,386 | 1,678,723 | 3,732 | 0 |
| Costs of fire protection and physical and technical security | 848,475 | 788,368 | 651,853 | 658,834 |
| Costs of environmental protection services | 711,855 | 907,384 | 463,256 | 717,904 |
| Concession charges | 491,746 | 500,744 | 303,694 | 295,875 |
| Fees for the building site use | 435,050 | 633,697 | 368,640 | 564,424 |
| Reimbursement of work-related costs to employees | 420,996 | 377,564 | 155,731 | 146,809 |
| Membership fees | 226,469 | 327,966 | 100,127 | 136,796 |
| Property management | 159,610 | 217,566 | 7,489,336 | 7,128,364 |
| Other costs of services | 1,340,612 | 1,112,343 | 1,250,433 | 1,154,292 |
| Total costs of services | 55,345,202 | 54,058,729 | 52,812,547 | 52,621,311 |

5. Labour costs

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|-------------------------------------|-------------------|-------------------|-------------------|-------------------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Salaries | 23,004,755 | 21,167,638 | 10,454,473 | 9,639,835 |
| Costs of pension insurance | 1,901,353 | 1,920,716 | 989,962 | 987,055 |
| Costs of other insurance | 2,295,131 | 2,176,254 | 825,193 | 808,663 |
| Transport allowance | 1,197,532 | 1,173,048 | 364,276 | 350,441 |
| Meal allowance | 880,073 | 790,366 | 330,539 | 312,049 |
| Annual leave allowance | 815,080 | 838,871 | 332,234 | 340,838 |
| Supplementary pension insurance | 488,225 | 453,652 | 297,258 | 281,979 |
| Other allowances and reimbursements | 1,177,627 | 952,323 | 542,780 | 440,360 |
| Total labour costs | 31,759,776 | 29,472,868 | 14,136,715 | 13,161,219 |

6. Depreciation and amortisation

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---|-------------------|-------------------|-------------------|-------------------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Amortisation of intangible assets | 2,456,670 | 2,218,187 | 2,076,818 | 1,853,067 |
| Depreciation of property, plant and equipment | 18,945,025 | 17,625,146 | 12,240,380 | 11,182,001 |
| Depreciation of investment property | 376,102 | 379,275 | 390,365 | 393,538 |
| Total depreciation and amortisation | 21,777,797 | 20,222,608 | 14,707,563 | 13,428,606 |

7. Other costs

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---|------------------|------------------|----------------|------------------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Sponsorships and donations | 682,718 | 936,850 | 530,345 | 709,502 |
| Environmental charges and charges unrelated to operations | 580,766 | 429,093 | 85,156 | 127,296 |
| Loss on sale/disposal of property, plant and equipment | 15,789 | 19,924 | 12,244 | 6,346 |
| Other costs | 333,842 | 290,998 | 142,285 | 163,158 |
| Total other costs | 1,613,115 | 1,676,865 | 770,030 | 1,006,302 |

8. Other financial income and expenses

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|---------------------|---------------------|---------------------|---------------------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Foreign exchange differences | 6,734,001 | 8,628,772 | 5,009,337 | 9,901,619 |
| Gain on derivatives | 5,146,592 | 9,615,843 | 5,041,081 | 9,615,843 |
| Interest income | 2,443,451 | 3,577,801 | 2,355,631 | 2,855,623 |
| Allowances for receivables reversed and bad debt recovered | 752,570 | 459,279 | 5,654 | 152,464 |
| Other finance income | 191,537 | 543,959 | 45,545 | 424,597 |
| Total other finance income | 15,268,151 | 22,825,654 | 12,457,248 | 22,950,146 |
| Foreign exchange differences | (6,342,492) | (10,718,292) | (5,295,406) | (9,732,391) |
| Loss on derivatives | (4,681,719) | (9,677,700) | (4,431,239) | (9,430,568) |
| Interest expense | (14,381,360) | (14,557,564) | (12,945,200) | (12,606,432) |
| Allowance for operating receivables | (3,720,910) | (3,280,264) | (1,816,056) | (1,956,837) |
| Other finance expenses | (681,881) | (573,483) | (615,741) | (685,858) |
| Total other finance expenses | (29,808,362) | (38,807,303) | (25,103,642) | (34,387,543) |
| Net finance expense | (14,540,211) | (15,981,649) | (12,646,394) | (11,437,397) |

9. Earnings per share

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---|------------------|--------------|--------------|--------------|
| | 30 June 2014 | 30 June 2013 | 30 June 2014 | 30 June 2013 |
| Net profit (in EUR) | 23,932,363 | 24,389,240 | 14,941,248 | 20,414,213 |
| Number of shares issued | 2,086,301 | 2,086,301 | 2,086,301 | 2,086,301 |
| Number of own shares at the beginning of the period | 24,703 | 24,703 | 24,703 | 24,703 |
| Number of own shares at the end of the period | 24,703 | 24,703 | 24,703 | 24,703 |
| Weighted average number of ordinary shares issued | 2,061,598 | 2,061,598 | 2,061,598 | 2,061,598 |
| Diluted average number of ordinary shares | 2,061,598 | 2,061,598 | 2,061,598 | 2,061,598 |
| Basic and diluted earnings per share (EUR/share) | 11.61 | 11.83 | 7.25 | 9.90 |

Basic earnings per share are calculated by dividing the owners' net profit by the weighted average number of ordinary shares, excluding ordinary shares owned by the Company. The Group and the Company have no potential dilutive ordinary shares, so the basic and diluted earnings per share are identical.

10. Intangible assets

Intangible assets of the Petrol Group

| (in EUR) | Right to use concession | | Goodwill | Ongoing investments | Total |
|---|-------------------------|---------------------|--------------------|---------------------|---------------------|
| | Software | infrastructure | | | |
| Cost | | | | | |
| As at 1 January 2013 | 8,996,859 | 83,128,631 | 111,583,568 | 3,409,531 | 207,118,590 |
| New acquisitions | 0 | 0 | 0 | 1,419,139 | 1,419,139 |
| Disposals | (12,668) | (7,519) | 0 | 0 | (20,187) |
| Transfer from ongoing investments | 782,914 | 78,499 | 0 | (861,413) | 0 |
| Foreign exchange differences | 1,915 | 51,410 | (2,658) | 559 | 51,226 |
| As at 30 June 2013 | 9,769,020 | 83,251,021 | 111,580,910 | 3,967,816 | 208,568,768 |
| Accumulated amortisation | | | | | |
| As at 1 January 2013 | (5,475,687) | (20,950,013) | 0 | 0 | (26,425,701) |
| Amortisation | (555,852) | (1,662,335) | 0 | 0 | (2,218,187) |
| Disposals | 4,206 | 0 | 0 | 0 | 4,206 |
| Foreign exchange differences | (1,310) | (13,071) | 0 | 0 | (14,381) |
| As at 30 June 2013 | (6,028,643) | (22,625,419) | 0 | 0 | (28,654,063) |
| Net carrying amount as at 1 January 2013 | 3,521,172 | 62,178,618 | 111,583,568 | 3,409,531 | 180,692,889 |
| Net carrying amount as at 30 June 2013 | 3,740,377 | 60,625,602 | 111,580,910 | 3,967,816 | 179,914,705 |

| (in EUR) | Right to use concession | | Goodwill | Ongoing investments | Total |
|---|-------------------------|---------------------|--------------------|---------------------|---------------------|
| | Software | infrastructure | | | |
| Cost | | | | | |
| As at 1 January 2014 | 10,919,441 | 87,829,133 | 106,768,742 | 1,730,918 | 207,248,235 |
| New acquisitions | 0 | 0 | 0 | 2,803,664 | 2,803,664 |
| Disposals | (3,936) | (15,755) | 0 | 0 | (19,691) |
| Transfer from ongoing investments | 1,245,482 | 296,274 | 0 | (1,541,756) | 0 |
| Foreign exchange differences | 207 | 26,177 | (1,978) | (852) | 23,554 |
| As at 30 June 2014 | 12,161,194 | 88,135,829 | 106,766,764 | 2,991,974 | 210,055,762 |
| Accumulated amortisation | | | | | |
| As at 1 January 2014 | (6,588,623) | (24,401,082) | 0 | 0 | (30,989,706) |
| Amortisation | (692,888) | (1,763,782) | 0 | 0 | (2,456,670) |
| Disposals | 112 | 12,746 | 0 | 0 | 12,858 |
| Foreign exchange differences | (853) | (7,690) | 0 | 0 | (8,543) |
| As at 30 June 2014 | (7,282,252) | (26,159,808) | 0 | 0 | (33,442,062) |
| Net carrying amount as at 1 January 2014 | 4,330,818 | 63,428,051 | 106,768,742 | 1,730,918 | 176,258,529 |
| Net carrying amount as at 30 June 2014 | 4,878,942 | 61,976,021 | 106,766,764 | 2,991,974 | 176,613,701 |

Intangible assets of Petrol d.d., Ljubljana

| (in EUR) | Right to use concession | | Goodwill | Ongoing investments | Total |
|--|----------------------------|---------------------|-------------------|------------------------|---------------------|
| | Software | infrastructure | | | |
| Cost | | | | | |
| As at 1 January 2013 | 8,535,540 | 65,535,730 | 0 | 3,328,512 | 77,399,782 |
| New acquisitions as a result of merger by absorption | 85,055 | 0 | 31,813,862 | 0 | 31,898,917 |
| New acquisitions | 0 | 0 | 0 | 1,356,371 | 1,356,371 |
| Disposals | (3,264) | 0 | 0 | 0 | (3,264) |
| Transfer from ongoing investments | 734,413 | 66,698 | 0 | (801,111) | 0 |
| As at 30 June 2013 | 9,351,744 | 65,602,428 | 31,813,862 | 3,883,772 | 110,651,806 |
| Accumulated amortisation | | | | | |
| As at 1 January 2013 | (5,174,594) | (17,019,131) | 0 | 0 | (22,193,725) |
| New acquisitions as a result of merger by absorption | (65,448) | 0 | 0 | 0 | (65,448) |
| Amortisation | (533,031) | (1,320,036) | 0 | 0 | (1,853,067) |
| Disposals | 3,259 | 0 | 0 | 0 | 3,259 |
| As at 30 June 2013 | (5,769,814) | (18,339,167) | 0 | 0 | (24,108,981) |
| Net carrying amount as at 1 January 2013 | 3,360,946 | 48,516,599 | 0 | 3,328,512 | 55,206,057 |
| Net carrying amount as at 30 June 2013 | 3,581,930 | 47,263,261 | 31,813,862 | 3,883,772 | 86,542,825 |

| (in EUR) | Right to use concession | | Goodwill | Ongoing investments | Total |
|---|----------------------------|---------------------|-------------------|------------------------|---------------------|
| | Software | infrastructure | | | |
| Cost | | | | | |
| As at 1 January 2014 | 10,469,968 | 69,829,890 | 85,266,022 | 1,648,870 | 167,214,750 |
| New acquisitions | 0 | 0 | 0 | 2,672,933 | 2,672,933 |
| Transfer from ongoing investments | 1,145,663 | 267,513 | 0 | (1,413,176) | 0 |
| As at 30 June 2014 | 11,615,631 | 70,097,403 | 85,266,022 | 2,908,627 | 169,887,684 |
| Accumulated amortisation | | | | | |
| As at 1 January 2014 | (6,309,454) | (19,784,421) | 0 | 0 | (26,093,875) |
| Amortisation | (662,488) | (1,414,331) | 0 | 0 | (2,076,819) |
| As at 30 June 2014 | (6,971,942) | (21,198,752) | 0 | 0 | (28,170,694) |
| Net carrying amount as at 1 January 2014 | 4,160,514 | 50,045,469 | 85,266,022 | 1,648,870 | 141,120,875 |
| Net carrying amount as at 30 June 2014 | 4,643,689 | 48,898,651 | 85,266,022 | 2,908,627 | 141,716,990 |

11. Property, plant and equipment

Property, plant and equipment of Petrol group

| (in EUR) | Land | Buildings | Plant | Equipment | Ongoing investments | Total |
|---|--------------------|----------------------|---------------------|----------------------|---------------------|----------------------|
| Cost | | | | | | |
| As at 1 January 2013 | 210,117,344 | 571,317,104 | 36,477,246 | 161,605,380 | 32,568,502 | 1,012,085,576 |
| New acquisitions | 0 | 0 | 0 | 0 | 14,013,223 | 14,013,223 |
| Disposals | (660,888) | (4,172,894) | (66,651) | (3,556,652) | (19,871) | (8,476,956) |
| Disposal as a result of a company sale | 0 | 0 | 0 | (87,995) | 0 | (87,995) |
| Transfer from ongoing investments | 771,234 | 4,593,527 | 426,861 | 5,875,855 | (11,667,477) | 0 |
| Transfer to investment property | 0 | (5,825) | 0 | 0 | 0 | (5,825) |
| Foreign exchange differences | 893,359 | 1,439,425 | 50,599 | 349,438 | 93,090 | 2,825,911 |
| As at 30 June 2013 | 211,121,049 | 573,171,337 | 36,888,055 | 164,186,026 | 34,987,467 | 1,020,353,934 |
| Accumulated depreciation | | | | | | |
| As at 1 January 2013 | 0 | (275,628,306) | (13,029,048) | (109,589,878) | 0 | (398,247,231) |
| Depreciation | 0 | (11,310,141) | (953,239) | (5,361,766) | 0 | (17,625,146) |
| Disposals | 0 | 255,068 | 70,652 | 3,562,962 | 0 | 3,888,682 |
| Disposal as a result of a company sale | 0 | 0 | 0 | 69,611 | 0 | 69,611 |
| Foreign exchange differences | 0 | (363,072) | (207) | (201,660) | 0 | (564,939) |
| As at 30 June 2013 | 0 | (287,046,451) | (13,911,842) | (111,520,731) | 0 | (412,479,023) |
| Net carrying amount as at 1 January 2013 | 210,117,344 | 295,688,798 | 23,448,198 | 52,015,502 | 32,568,502 | 613,838,344 |
| Net carrying amount as at 30 June 2013 | 211,121,049 | 286,124,886 | 22,976,213 | 52,665,295 | 34,987,467 | 607,874,910 |

| (in EUR) | Land | Buildings | Plant | Equipment | Ongoing investments | Total |
|---|--------------------|----------------------|---------------------|----------------------|---------------------|----------------------|
| Cost | | | | | | |
| As at 1 January 2014 | 217,218,606 | 592,479,016 | 38,000,898 | 170,163,186 | 21,041,934 | 1,038,903,640 |
| New acquisitions | 0 | 0 | 0 | 0 | 17,181,699 | 17,181,699 |
| Disposals | (68,441) | (1,775,299) | (453,721) | (1,590,376) | (11,293) | (3,899,130) |
| Transfer from ongoing investments | 2,875,693 | 5,329,595 | 126,299 | 6,576,464 | (14,908,051) | 0 |
| Transfer to investment property | 0 | (194,690) | 0 | 0 | 0 | (194,690) |
| Transfer from investment property | 0 | 867,655 | 0 | 0 | 0 | 867,655 |
| Foreign exchange differences | 355,385 | 501,652 | (107,286) | 155,752 | 1,797 | 907,300 |
| As at 30 June 2014 | 220,381,243 | 597,207,929 | 37,566,190 | 175,305,026 | 23,306,086 | 1,053,766,474 |
| Accumulated depreciation | | | | | | |
| As at 1 January 2014 | 0 | (297,557,093) | (14,885,820) | (107,863,261) | 0 | (420,306,173) |
| Depreciation | 0 | (11,568,427) | (935,739) | (6,440,859) | 0 | (18,945,025) |
| Disposals | 0 | 690,663 | 417,600 | 1,050,545 | 0 | 2,158,808 |
| Transfer from investment property | 0 | (434,142) | 0 | 0 | 0 | (434,142) |
| Foreign exchange differences | 0 | (126,053) | 4,623 | (96,979) | 0 | (218,409) |
| As at 30 June 2014 | 0 | (308,995,052) | (15,399,336) | (113,350,554) | 0 | (437,744,941) |
| Net carrying amount as at 1 January 2014 | 217,218,606 | 294,921,923 | 23,115,078 | 62,299,925 | 21,041,934 | 618,597,466 |
| Net carrying amount as at 30 June 2014 | 220,381,243 | 288,212,877 | 22,166,854 | 61,954,472 | 23,306,086 | 616,021,532 |

Property, plant and equipment of Petrol d.d., Ljubljana

| (in EUR) | Land | Buildings | Equipment | Ongoing investments | Total |
|--|--------------------|----------------------|----------------------|---------------------|----------------------|
| Cost | | | | | |
| As at 1 January 2013 | 100,211,622 | 369,197,089 | 120,897,814 | 17,660,999 | 607,967,524 |
| New acquisitions as a result of merger by absorption | 9,577,755 | 74,779,200 | 18,349,664 | 1,282,163 | 103,988,782 |
| New acquisitions | 0 | 0 | 0 | 8,911,683 | 8,911,683 |
| Disposals | (285,427) | (859,465) | (2,709,208) | (15,439) | (3,869,539) |
| Transfer from ongoing investments | 247,453 | 2,350,132 | 4,175,558 | (6,773,143) | 0 |
| Transfer to investment property | 0 | (5,825) | 0 | 0 | (5,825) |
| As at 30 June 2013 | 109,751,403 | 445,461,131 | 140,713,828 | 21,066,263 | 716,992,625 |
| Accumulated depreciation | | | | | |
| As at 1 January 2013 | 0 | (232,933,288) | (95,101,816) | 0 | (328,035,104) |
| New acquisitions as a result of merger by absorption | 0 | (42,746,205) | (14,936,826) | 0 | (57,683,031) |
| Depreciation | 0 | (7,961,134) | (3,220,867) | 0 | (11,182,001) |
| Disposals | 0 | 3,947 | 3,117,751 | 0 | 3,121,698 |
| As at 30 June 2013 | 0 | (283,636,680) | (110,141,758) | 0 | (393,778,438) |
| Net carrying amount as at 1 January 2013 | 100,211,622 | 136,263,801 | 25,795,998 | 17,660,999 | 279,932,420 |
| Net carrying amount as at 30 June 2013 | 109,751,403 | 161,824,451 | 30,572,070 | 21,066,263 | 323,214,188 |

| (in EUR) | Land | Buildings | Equipment | Ongoing investments | Total |
|---|--------------------|----------------------|----------------------|---------------------|----------------------|
| Cost | | | | | |
| As at 1 January 2014 | 110,383,113 | 457,714,227 | 144,975,961 | 12,032,695 | 725,105,996 |
| New acquisitions | 0 | 0 | 0 | 7,961,987 | 7,961,987 |
| Disposals | (68,442) | (648,915) | (929,446) | (11,293) | (1,658,096) |
| Transfer from ongoing investments | 1,621,208 | 2,795,921 | 4,724,221 | (9,141,350) | 0 |
| Transfer to investment property | 0 | (194,690) | 0 | 0 | (194,690) |
| Transfer from investment property | 0 | 867,655 | 0 | 0 | 867,655 |
| As at 30 June 2014 | 111,935,879 | 460,534,198 | 148,770,736 | 10,842,039 | 732,082,852 |
| Accumulated depreciation | | | | | |
| As at 1 January 2014 | 0 | (291,281,638) | (105,839,353) | 0 | (397,120,991) |
| Depreciation | 0 | (8,048,705) | (4,191,674) | 0 | (12,240,379) |
| Disposals | 0 | 561,742 | 725,165 | 0 | 1,286,907 |
| Transfer from investment property | 0 | (434,142) | 0 | 0 | (434,142) |
| As at 30 June 2014 | 0 | (299,202,743) | (109,305,862) | 0 | (408,508,605) |
| Net carrying amount as at 1 January 2014 | 110,383,113 | 166,432,589 | 39,136,608 | 12,032,695 | 327,985,005 |
| Net carrying amount as at 30 June 2014 | 111,935,879 | 161,331,455 | 39,464,874 | 10,842,039 | 323,574,247 |

12. Investment in subsidiaries

Investments in subsidiaries are eliminated from the Group's financial statements during consolidation.

| (in EUR) | Petrol d.d. | |
|----------------------|--------------------|--------------------|
| | 30 June 2014 | 30 June 2013 |
| As at 1 January | 293,746,174 | 364,715,239 |
| New acquisitions | 680,000 | 2,395,000 |
| Merger by absorption | 0 | (64,841,412) |
| Disposals | (1,474,020) | (114,834) |
| As at 30 June | 292,952,154 | 302,153,992 |

13. Investments in jointly controlled entities

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---|-------------------|-------------------|------------------|------------------|
| | 30 June 2014 | 30 June 2013 | 30 June 2014 | 30 June 2013 |
| As at 1 January | 47,660,111 | 41,931,824 | 5,820,277 | 4,740,464 |
| Attributed profit | 927,030 | 1,811,282 | 0 | 0 |
| Dividends received | (2,000,000) | (43,355) | 0 | 0 |
| New acquisitions | 2,151,735 | 2,312,489 | 151,735 | 2,312,489 |
| Attribution of changes in the equity of jointly controlled entities | (26,370) | 0 | 0 | 0 |
| As at 30 June | 48,712,506 | 46,012,239 | 5,972,012 | 7,052,953 |

14. Investments in associates

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|--------------------|--------------------|--------------------|--------------------|
| | 30 June 2014 | 30 June 2013 | 30 June 2014 | 30 June 2013 |
| As at 1 January | 100,847,540 | 98,807,655 | 121,596,000 | 131,235,000 |
| Attributed profit/loss | 3,909,111 | 3,408,057 | 0 | 0 |
| Dividends received | (544,698) | (389,985) | 0 | 0 |
| Attributed changes in the equity of associates | 123,144 | 15,909 | 0 | 0 |
| As at 30 June | 104,335,097 | 101,841,636 | 121,596,000 | 131,235,000 |

15. Available for sale financial assets

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|------------------------------|------------------|------------------|------------------|------------------|
| | 30 June 2014 | 30 June 2013 | 30 June 2014 | 30 June 2013 |
| As at 1 January | 1,666,159 | 6,488,024 | 1,536,212 | 6,358,078 |
| Disposals | 0 | (2,513,405) | 0 | (2,513,405) |
| Balance as at 30 June | 1,666,159 | 3,974,619 | 1,536,212 | 3,844,673 |

16. Inventories

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|----------------------------|--------------------|--------------------|--------------------|--------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Spare parts and materials | 2,268,876 | 2,212,365 | 147,201 | 88,319 |
| Merchandise: | 129,657,033 | 150,162,025 | 111,485,432 | 131,088,107 |
| - fuel | 93,795,175 | 118,184,463 | 80,466,237 | 103,424,277 |
| - other petroleum products | 5,808,796 | 5,503,696 | 5,230,089 | 4,920,310 |
| - other merchandise | 30,053,062 | 26,473,866 | 25,789,106 | 22,743,520 |
| Total inventories | 131,925,909 | 152,374,390 | 111,632,633 | 131,176,426 |

17. Short-term financial receivables

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|-------------------|-------------------|-------------------|-------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Bank deposits (3 months to 1 year) | 30,787,215 | 4,032,638 | 30,000,000 | 3,490,287 |
| Loans granted | 20,079,516 | 12,098,570 | 19,085,338 | 11,429,977 |
| Adjustment for loans granted | (758,854) | (855,510) | (2,091,589) | (2,091,589) |
| Interest receivables | 633,432 | 475,551 | 2,851,772 | 2,524,487 |
| Allowance for interest receivables | (48,380) | (31,708) | (1,161,490) | (1,144,818) |
| Finance lease receivables | 8,613 | 25,975 | 8,613 | 25,975 |
| Total current financial receivables | 50,701,542 | 15,745,516 | 48,692,644 | 14,234,319 |

18. Current operating receivables

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---|--------------------|--------------------|--------------------|--------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Trade receivables | 370,516,323 | 401,340,661 | 294,853,457 | 300,193,633 |
| Allowance for trade receivables | (50,403,208) | (47,394,331) | (29,471,092) | (27,701,515) |
| Operating receivables from state and other institutions | 13,696,762 | 18,699,595 | 9,452,497 | 13,374,052 |
| Operating interest receivables | 3,233,299 | 3,282,419 | 4,101,324 | 3,871,702 |
| Allowance for interest receivables | (2,100,413) | (1,919,460) | (1,668,919) | (1,452,559) |
| Receivables from insurance companies (loss events) | 354,665 | 312,256 | 94,620 | 103,847 |
| Other operating receivables | 1,697,543 | 2,377,271 | 868,930 | 1,550,320 |
| Allowance for other receivables | (152,910) | (152,910) | 0 | 0 |
| Total current operating receivables | 336,842,061 | 376,545,501 | 278,230,817 | 289,939,480 |

19. Financial assets at fair value through profit or loss

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|------------------|------------------|------------------|------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Financial assets under management | 1,447,376 | 1,434,401 | 1,447,376 | 1,434,401 |
| Assets arising from commodity swaps | 150,067 | 153,629 | 150,067 | 153,629 |
| Total financial assets at fair value through profit or loss | 1,597,443 | 1,588,030 | 1,597,443 | 1,588,030 |

20. Prepayments and other assets

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---|-------------------|-------------------|-------------------|------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Prepayments | 8,404,997 | 6,490,678 | 3,914,228 | 3,901,888 |
| Uninvoiced services and goods | 2,419,841 | 568,150 | 3,790,087 | 770,947 |
| Prepaid insurance premiums | 1,580,932 | 747,999 | 1,225,658 | 522,266 |
| Prepaid subscriptions, specialised literature, etc. | 1,173,785 | 810,959 | 1,132,139 | 801,060 |
| Uninvoiced natural gas and LPG | 1,304 | 510,306 | 1,304 | 510,306 |
| Other deferred costs and accrued revenue | 2,459,998 | 1,173,366 | 1,183,733 | 227,214 |
| Total prepayments and other assets | 16,040,857 | 10,301,458 | 11,247,149 | 6,733,681 |

21. Financial liabilities

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---|--------------------|--------------------|--------------------|--------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Current financial liabilities | | | | |
| Bank loans | 157,689,919 | 118,553,994 | 144,003,979 | 108,318,321 |
| Bonds issued | 2,356,408 | 50,000,000 | 2,356,408 | 50,000,000 |
| Commercial papers issued | 49,673,500 | 55,564,320 | 49,673,500 | 55,564,320 |
| Liabilities to banks arising from interest rate swaps | 3,246,478 | 3,147,251 | 1,961,836 | 2,280,726 |
| Finance lease liabilities | 410,709 | 754,812 | 30,261 | 64,568 |
| Liabilities arising from commodity swaps | 453,815 | 338,584 | 453,815 | 325,817 |
| Liabilities to banks arising from forward contracts | 285,155 | 1,103,610 | 285,155 | 1,103,610 |
| Other loans and financial liabilities | 23,472,876 | 13,705,113 | 90,056,092 | 62,728,030 |
| | 237,588,860 | 243,167,684 | 288,821,046 | 280,385,392 |
| Non-current financial liabilities | | | | |
| Bank loans | 207,595,903 | 291,111,549 | 114,456,236 | 191,452,185 |
| Bonds issued | 324,150,905 | 62,956,395 | 324,150,905 | 62,956,395 |
| Finance lease liabilities | 2,742,227 | 2,715,198 | 88,150 | 88,150 |
| Loans obtained from other companies | 384,167 | 391,061 | 0 | 0 |
| | 534,873,202 | 357,174,203 | 438,695,291 | 254,496,730 |
| Total financial liabilities | 772,462,062 | 600,341,887 | 727,516,337 | 534,882,122 |

22. Current operating liabilities

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|--------------------|--------------------|--------------------|--------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Trade liabilities | 269,662,614 | 378,907,580 | 217,619,027 | 308,837,833 |
| Excise duty liabilities | 60,168,212 | 51,623,887 | 50,590,759 | 45,699,196 |
| Value added tax liabilities | 26,553,099 | 22,592,245 | 15,654,626 | 15,009,545 |
| Liabilities associated with the allocation of profit or loss | 21,306,844 | 502,218 | 21,306,844 | 502,218 |
| Import duty liabilities | 12,524,754 | 13,990,548 | 10,252,517 | 12,652,878 |
| Environment pollution charge liabilities | 6,537,224 | 13,937,013 | 7,833,975 | 13,435,026 |
| Liabilities to employees | 6,067,380 | 5,783,156 | 3,244,343 | 3,068,745 |
| Other liabilities to the state and other state institutions | 2,819,688 | 534,384 | 1,215,630 | 152,142 |
| Liabilities arising from prepayments and collaterals | 2,306,035 | 1,857,536 | 1,725,733 | 1,502,835 |
| Social security contribution liabilities | 517,104 | 529,033 | 284,010 | 280,011 |
| Liabilities arising from interests acquired | 0 | 3,000,000 | 250,000 | 3,250,000 |
| Other liabilities | 2,922,161 | 1,897,832 | 2,816,688 | 1,615,215 |
| Total current operating and other liabilities | 411,385,115 | 495,155,432 | 332,794,153 | 406,005,643 |

23. Other liabilities

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---------------------------------------|-------------------|-------------------|------------------|-------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Accrued annual leave expenses | 1,888,391 | 1,886,230 | 1,084,434 | 1,084,434 |
| Accrued goods shortages | 1,550,052 | 516,684 | 1,550,052 | 516,684 |
| Accrued litigation expenses | 920,680 | 1,938,344 | 744,946 | 1,763,612 |
| Accrued costs for uninvoiced goods | 498,482 | 1,682,052 | 426,925 | 1,615,516 |
| Accrued concession fee costs | 188,507 | 165,109 | 128,307 | 153,416 |
| Accrued expenses for tanker demurrage | 163,085 | 180,745 | 163,085 | 180,745 |
| Accrued motorway site lease payments | 149,312 | 115,920 | 149,312 | 114,655 |
| Other accrued costs | 2,873,594 | 3,740,147 | 442,793 | 2,382,764 |
| Deferred default interest income | 839,929 | 839,929 | 839,929 | 839,929 |
| Deferred prepaid card revenue | 551,921 | 1,172,351 | 549,243 | 1,172,351 |
| Deferred revenue from rebates granted | 672,234 | 454,001 | 672,234 | 454,001 |
| Deferred revenue from heating | 0 | 198,683 | 0 | 0 |
| Other deferred revenue | 381,688 | 1,040,534 | 238,200 | 422,663 |
| Total other liabilities | 10,677,875 | 13,930,729 | 6,989,460 | 10,700,770 |

24. Financial instruments and risks

This chapter presents disclosures about financial instruments and risks. Risk management is explained in chapter Business risks.

Credit risk

The Group is exposed to various types of financial risks, which are regularly monitored by relevant departments and responded to in time by taking appropriate measures and using various hedging instruments.

Maximum exposure to credit risk represents the carrying amount of financial assets which was as follows as at 30 June 2014:

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---|--------------------|--------------------|--------------------|--------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Available-for-sale financial assets | 1,666,159 | 1,666,159 | 1,536,212 | 1,536,212 |
| Non-current financial receivables | 6,825,610 | 7,049,936 | 22,671,639 | 23,433,149 |
| Non-current operating receivables | 2,887,595 | 2,826,010 | 2,887,595 | 2,826,010 |
| Current financial receivables | 58,878,101 | 16,632,734 | 51,945,722 | 17,470,726 |
| Current operating receivables | 389,498,592 | 427,023,407 | 309,370,828 | 319,093,554 |
| Financial assets at fair value through profit or loss | 1,597,443 | 1,588,030 | 1,597,443 | 1,588,030 |
| Cash and cash equivalents | 170,647,712 | 69,742,729 | 158,767,053 | 56,407,034 |
| Total assets | 632,001,212 | 526,529,005 | 548,776,492 | 422,354,715 |

The item which was most exposed to credit risk on the reporting date were short-term operating receivables.

The Group's short-term operating receivables by maturity:

| (in EUR) | Breakdown by maturity | | | | | Total |
|---|-----------------------|-----------------------|-----------------------|-----------------------|---------------------------|--------------------|
| | Not yet due | Up to 30 days overdue | 31 to 60 days overdue | 61 to 90 days overdue | More than 90 days overdue | |
| Trade receivables | 280,978,132 | 42,517,591 | 10,088,713 | 3,602,334 | 64,153,891 | 401,340,661 |
| Allowances for trade receivables | 0 | 0 | 0 | (2,944,108) | (44,450,223) | (47,394,331) |
| Operating receivables from state and other institutions | 18,699,595 | 0 | 0 | 0 | 0 | 18,699,595 |
| Interest receivables | 1,024,040 | 145,900 | 93,049 | 154,217 | 1,865,213 | 3,282,419 |
| Allowances for interest receivables | 0 | 0 | 0 | (61,796) | (1,857,664) | (1,919,460) |
| Other receivables | 2,536,617 | 0 | 0 | 0 | 152,910 | 2,689,527 |
| Allowance for other receivables | 0 | 0 | 0 | 0 | (152,910) | (152,910) |
| Total balance as at 31 December 2013 | 303,238,384 | 42,663,491 | 10,181,762 | 750,647 | 19,711,217 | 376,545,501 |
| (in EUR) | Breakdown by maturity | | | | | Total |
| | Not yet due | Up to 30 days overdue | 31 to 60 days overdue | 61 to 90 days overdue | More than 90 days overdue | |
| Trade receivables | 259,760,150 | 27,705,813 | 11,032,140 | 3,848,734 | 68,169,485 | 370,516,323 |
| Allowances for trade receivables | 0 | 0 | (27,078) | (1,844,963) | (48,531,167) | (50,403,208) |
| Operating receivables from state and other institutions | 13,696,762 | 0 | 0 | 0 | 0 | 13,696,762 |
| Interest receivables | 879,887 | 155,275 | 149,368 | 175,686 | 1,873,083 | 3,233,299 |
| Allowances for interest receivables | 0 | 0 | (2,328) | (173,517) | (1,924,568) | (2,100,413) |
| Other receivables | 1,805,928 | 74,154 | 13,517 | 3,773 | 154,836 | 2,052,208 |
| Allowance for other receivables | 0 | 0 | 0 | 0 | (152,910) | (152,910) |
| Total balance as at 30 June 2014 | 276,142,727 | 27,935,242 | 11,165,619 | 2,009,713 | 19,588,759 | 336,842,061 |

The Company's short-term operating receivables by maturity:

| (in EUR) | Breakdown by maturity | | | | | Total |
|---|-----------------------|-----------------------|-----------------------|-----------------------|---------------------------|---------------------|
| | Not yet due | Up to 30 days overdue | 31 to 60 days overdue | 61 to 90 days overdue | More than 90 days overdue | |
| Trade receivables | 226,688,976 | 23,625,645 | 5,997,634 | 1,701,786 | 42,179,590 | 300,193,631 |
| Allowances for trade receivables | 0 | 0 | 0 | (1,701,645) | (25,999,870) | (27,701,515) |
| Interest receivables | 32,279 | 93,642 | 145,504 | 82,170 | 2,678,180 | 3,031,775 |
| Allowances for interest receivables | 0 | 0 | 0 | (51,195) | (1,401,364) | (1,452,559) |
| Other receivables | 15,868,148 | 0 | 0 | 0 | 0 | 15,868,148 |
| Total balance as at 31 December 2013 | 242,589,403 | 23,719,287 | 6,143,138 | 31,116 | 17,456,536 | 289,939,480 |

| (in EUR) | Breakdown by maturity | | | | | Total |
|---|-----------------------|-----------------------|-----------------------|-----------------------|---------------------------|---------------------|
| | Not yet due | Up to 30 days overdue | 31 to 60 days overdue | 61 to 90 days overdue | More than 90 days overdue | |
| Trade receivables | 228,516,969 | 16,056,423 | 4,925,059 | 1,682,547 | 43,672,458 | 294,853,457 |
| Allowances for trade receivables | 0 | 0 | 0 | (1,512,496) | (27,958,596) | (29,471,092) |
| Interest receivables | 51,610 | 97,066 | 46,822 | 55,811 | 3,010,086 | 3,261,395 |
| Allowances for interest receivables | 0 | 0 | 0 | (55,811) | (1,613,108) | (1,668,919) |
| Other receivables | 11,255,977 | 0 | 0 | 0 | 0 | 11,255,977 |
| Total balance as at 30 June 2014 | 239,824,556 | 16,153,489 | 4,971,881 | 170,051 | 17,110,840 | 278,230,817 |

Changes in allowances for operating receivables of the Group:

| (in EUR) | Allowance for current operating receivables | Allowance for current interest receivables | Total |
|--|---|--|---------------------|
| As at 1 January 2013 | (42,653,537) | (1,679,878) | (44,333,415) |
| Net changes in allowances affecting profit or loss | (6,765,833) | (52,696) | (6,818,529) |
| Changes in allowances not affecting profit or loss | (1,276,681) | (198,114) | (1,474,795) |
| Reversal of allowances for receivables | 3,069,071 | 5,664 | 3,074,735 |
| New acquisitions as a result of takeovers | (37,649) | 0 | (37,649) |
| Disposals as a result of a company sale | 14,277 | 1,639 | 15,916 |
| Foreign exchange differences | 103,111 | 3,925 | 107,036 |
| As at 31 December 2013 | (47,547,241) | (1,919,460) | (49,466,701) |
| (in EUR) | Allowance for current operating receivables | Allowance for current interest receivables | Total |
| As at 1 January 2014 | (47,547,241) | (1,919,460) | (49,466,701) |
| Net changes in allowances affecting profit or loss | (3,327,914) | 10,630 | (3,317,284) |
| Changes in allowances not affecting profit or loss | 333,384 | (189,839) | 143,545 |
| Reversal of allowances for receivables | 34,367 | 949 | 35,316 |
| Disposals as a result of a company sale | (1,091) | - | (1,091) |
| Foreign exchange differences | (47,623) | (2,693) | (50,316) |
| As at 30 June 2014 | (50,556,118) | (2,100,413) | (52,656,531) |

Changes in allowances for operating receivables of the Company:

| (in EUR) | Allowance for current operating receivables | Allowance for current interest receivables | Total |
|--|---|--|---------------------|
| As at 1 January 2013 | (25,525,701) | (1,313,181) | (26,838,882) |
| New acquisitions as a result of merger by absorption | (1,648,155) | 0 | (1,648,155) |
| Net changes in allowances affecting profit or loss | (3,146,288) | 53,436 | (3,092,852) |
| Changes in allowances not affecting profit or loss | 0 | (198,114) | (198,114) |
| Write-downs | 2,618,629 | 5,300 | 2,623,929 |
| As at 31 December 2013 | (27,701,515) | (1,452,559) | (29,154,074) |
| (in EUR) | Allowance for current operating receivables | Allowance for current interest receivables | Total |
| As at 1 January 2014 | (27,701,515) | (1,452,559) | (29,154,074) |
| Net changes in allowances affecting profit or loss | (1,769,577) | (29,526) | (1,799,103) |
| Changes in allowances not affecting profit or loss | 0 | (186,835) | (186,835) |
| As at 30 June 2014 | (29,471,092) | (1,668,919) | (31,140,012) |

The Group/Company measures the degree of receivables management using sales outstanding in days:

| (in days) | The Petrol Group | | Petrol d.d. | |
|-------------------------------------|------------------|-----------|-------------|-----------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Days sales outstanding | | | | |
| Contract days | 34 | 35 | 33 | 33 |
| Overdue receivables in days | 15 | 16 | 13 | 14 |
| Total days sales outstanding | 49 | 52 | 46 | 48 |

Liquidity risk

The Group/Company manages liquidity risks through:

- standardised and centralised treasury management at Group level,
- uniform approach to banks in Slovenia and abroad,
- computer-assisted system for the cash flow management of the parent company and all its subsidiaries,
- centralised collection of available cash through cash pooling.

Half of the Group's/Company's total revenue is generated through its retail network in which cash and payment cards are used as the means of payment. This ensures regular daily inflows and mitigates liquidity risks.

In addition, the Group/Company has credit lines at its disposal both in Slovenia and abroad, the size of which enables the Group to meet all its due liabilities at any given moment. Due to the financial crisis, the Group/Company now devotes even more attention to the planning of cash flows, which enables it to anticipate any liquidity surpluses or shortages in time and manage them optimally.

The majority of financial liabilities arising from long-term and short-term loans are those of the parent company, which also generates the majority of revenue.

The Group's liabilities as at 31 December 2013 by maturity:

| (in EUR) | Liability | 0 to 6 months | 6 to 12 months | 1 to 5 years | More than 5 years |
|-----------------------------------|----------------------|--------------------|-------------------|--------------------|-------------------|
| Non-current financial liabilities | 365,621,373 | 0 | 0 | 326,709,354 | 38,912,019 |
| Non-current operating liabilities | 14,638,547 | 0 | 0 | 13,477,565 | 1,160,982 |
| Current financial liabilities | 245,921,558 | 184,653,245 | 61,268,313 | 0 | 0 |
| Current operating liabilities | 495,155,432 | 485,519,135 | 9,636,297 | 0 | 0 |
| As at 31 December 2013 | 1,121,336,910 | 670,172,380 | 70,904,610 | 340,186,919 | 40,073,001 |

The Group's liabilities as at 30 June 2014 by maturity:

| (in EUR) | Liability | 0 to 6 months | 6 to 12 months | 1 to 5 years | More than 5 years |
|-----------------------------------|----------------------|--------------------|-------------------|--------------------|-------------------|
| Non-current financial liabilities | 545,971,821 | 0 | 0 | 512,622,588 | 33,349,233 |
| Non-current operating liabilities | 12,084,683 | 0 | 0 | 10,891,001 | 1,193,682 |
| Current financial liabilities | 239,804,376 | 163,503,904 | 76,300,472 | 0 | 0 |
| Current operating liabilities | 411,385,115 | 404,482,512 | 6,902,603 | 0 | 0 |
| As at 30 June 2014 | 1,209,245,995 | 567,986,416 | 83,203,075 | 523,513,589 | 34,542,915 |

The Company's liabilities as at 31 December 2013 by maturity:

| (v EUR) | Obveznost | Od 0 do 6 mesecev | Od 6 do 12 mesecev | Od 1 do 5 let | Nad 5 let |
|-----------------------------------|--------------------|--------------------|--------------------|--------------------|------------------|
| Nekratkoročne finančne obveznosti | 260,515,578 | 0 | 0 | 255,589,605 | 4,925,973 |
| Nekratkoročne poslovne obveznosti | 14,638,547 | 0 | 0 | 13,477,565 | 1,160,982 |
| Kratkoročne finančne obveznosti | 283,560,757 | 202,395,678 | 81,165,078 | 0 | 0 |
| Kratkoročne poslovne obveznosti | 406,005,643 | 403,323,220 | 2,682,423 | 0 | 0 |
| Stanje 31. decembra 2013 | 964,720,524 | 605,718,898 | 83,847,502 | 269,067,170 | 6,086,955 |

The Company's liabilities as at 30 June 2014 by maturity:

| (in EUR) | Liability | 0 to 6 months | 6 to 12 months | 1 to 5 years | More than 5 years |
|-----------------------------------|----------------------|--------------------|-------------------|--------------------|-------------------|
| Non-current financial liabilities | 447,798,218 | 0 | 0 | 443,586,736 | 4,211,482 |
| Non-current operating liabilities | 12,084,683 | 0 | 0 | 10,891,001 | 1,193,682 |
| Current financial liabilities | 291,514,302 | 221,839,730 | 69,674,572 | 0 | 0 |
| Current operating liabilities | 332,794,153 | 330,600,455 | 2,193,698 | 0 | 0 |
| As at 30 June 2014 | 1,084,191,357 | 552,440,185 | 71,868,270 | 454,477,737 | 5,405,164 |

Foreign exchange risk

Because the Group/Company purchases petroleum products in US dollars, while sales in the domestic and foreign markets are made in local currencies, it is exposed to the risk of changes in the EUR/USD exchange rate.

Hedging is performed in accordance with the Group's rules for the management of price and foreign exchange risks prepared on the basis of the Regulation on the Price Methodology for Petroleum Products. The exposure to changes in the EUR/USD exchange rate is hedged using foreign exchange hedging. The EUR/USD exchange rate is thus fixed at the rate recognised under the Regulation on the Price Methodology for Petroleum Products and the margin is maintained. The hedging instruments used are forward contracts entered into with banks.

Considering that forward contracts for hedging against foreign exchange risks are entered into with first-class Slovene banks, the Group/Company estimates that the counterparty default risk is nil.

The Group is exposed to foreign exchange risks also in dealing with subsidiaries in SE Europe. The risk incurred is a risk of changes in the EUR/HRK exchange rate arising from the sales of euro-denominated goods in Croatia. Considering that due to an illiquid market in Croatia the cost of hedging against changes in the above exchange rates would be excessive and that the above items represent only a small part of the Group's operations, the Group is not exposed to significant risks in this area.

Price risk

The Group/Company hedges petroleum product prices primarily by using commodity swaps (variable to fixed price swap). Partners in this area include global financial institutions and banks or suppliers of goods, which is why the Group/Company believes that the counterparty default risk is nil.

Interest rate risk

In the financing of capital investments and current operations, interest rate risks are incurred by the Group/Company entering into long-term loan agreements based on Euribor, which changes on a daily basis. As far as short-term financing is concerned, loan agreements have a fixed interest rate, but they too are progressively adapted to the changes in Euribor.

Interest rate hedging is conducted in accordance with the Group's policy for hedging against business risks as laid down in the rules on business risk management and instructions for hedging against interest rate risks.

Cash flow hedging is performed as follows:

- partly through current operations (the Group's/Company's interest rate on operating receivables being Euribor-based),
- partly through financial markets (the interest rate on bank deposits being Euribor-based),
- partly through forward markets by entering into interest rate swaps and
- partly through liabilities with fixed interest rate.

The purpose of hedging through the use of derivatives is to achieve a fixed interest rate and, consequently, constant cash flows (cash flow hedging) amounting to the fixed interest rate plus an interest margin. The Group/Company therefore recognises the instrument designated as effective directly in equity.

To hedge against interest rate risks, the Group/Company uses multiple financial instruments, of which most frequently used is the interest rate swap.

Because partners in this area include first-class Slovene banks, the Group/Company estimates that the counterparty default risk is nil.

Equity management

The main purpose of equity management is to ensure capital adequacy, the best possible financial stability, and long-term solvency for the purpose of financing operations and achieving maximum shareholder value. The Group/Company achieves this also through a dividend payout policy to the Company's owners.

Testifying to our financial stability are the "BBB-" credit rating received from S&P at the end of June and the successful international issuance of eurobonds worth a total of EUR 265 million. Thanks to the long-term funds obtained we have been able to improve significantly our capital structure and the financing of our long-term investments with long-term funding sources.

Carrying amount and fair value of financial instruments

| (in EUR) | The Petrol Group | | | |
|---|------------------------|------------------------|------------------------|------------------------|
| | 30 June 2014 | | 31 December 2013 | |
| | Carrying amount | Fair value | Carrying amount | Fair value |
| Non-derivative financial assets at fair value | | | | |
| Available-for-sale financial assets | 1,666,159 | 1,666,159 | 1,666,159 | 1,666,159 |
| Non-derivative financial assets at amortised cost | | | | |
| Financial receivables | 58,898,481 | 58,898,481 | 24,229,853 | 24,229,853 |
| Operating receivables | 338,303,252 | 338,303,252 | 377,945,107 | 377,945,107 |
| Cash, cash equivalents and corporate income tax assets | 170,942,001 | 170,942,001 | 69,860,408 | 69,860,408 |
| Total non-derivative financial assets | 569,809,893 | 569,809,893 | 473,701,527 | 473,701,527 |
| Non-derivative financial liabilities at amortised cost | | | | |
| Bank loans and other financial liabilities | (768,476,614) | (776,878,061) | (592,705,183) | (597,613,768) |
| Operating liabilities | (423,469,798) | (423,469,798) | (509,793,979) | (509,793,979) |
| Total non-derivative financial liabilities | (1,191,946,412) | (1,200,347,859) | (1,102,499,162) | (1,107,407,747) |
| Derivative financial instruments at fair value | | | | |
| Derivative financial instruments (assets) | 150,067 | 150,067 | 153,629 | 153,629 |
| Derivative financial instruments (liabilities) | (3,985,448) | (3,985,448) | (4,589,445) | (4,589,445) |
| Total derivative financial instruments | (3,835,381) | (3,835,381) | (4,435,816) | (4,435,816) |

| (in EUR) | Petrol d.d. | | | |
|---|------------------------|------------------------|----------------------|----------------------|
| | 30 June 2014 | | 31 December 2013 | |
| | Carrying amount | Fair value | Carrying amount | Fair value |
| Non-derivative financial assets at fair value | | | | |
| Available-for-sale financial assets | 1,536,212 | 1,536,212 | 1,536,212 | 1,536,212 |
| Non-derivative financial assets at amortised cost | | | | |
| Financial receivables | 72,811,658 | 72,813,158 | 40,576,539 | 40,576,539 |
| Operating receivables | 279,692,008 | 279,692,008 | 291,339,086 | 291,339,086 |
| Cash, cash equivalents and corporate income tax assets | 158,767,053 | 158,767,053 | 56,407,034 | 56,407,034 |
| Total non-derivative financial assets | 512,806,931 | 512,808,431 | 389,858,871 | 389,858,871 |
| Non-derivative financial liabilities at amortised cost | | | | |
| Bank loans and other financial liabilities | (724,815,530) | (733,216,977) | (531,171,968) | (536,080,553) |
| Operating liabilities | (344,878,836) | (344,878,836) | (420,644,194) | (420,644,194) |
| Total non-derivative financial liabilities | (1,069,694,366) | (1,078,095,813) | (951,816,162) | (956,724,747) |
| Derivative financial instruments at fair value | | | | |
| Derivative financial instruments (assets) | 150,067 | 150,067 | 153,629 | 153,629 |
| Derivative financial instruments (liabilities) | (2,700,807) | (2,700,807) | (3,710,154) | (3,710,154) |
| Total derivative financial instruments | (2,550,740) | (2,550,740) | (3,556,525) | (3,556,525) |

25. Related party transactions

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|--|------------------|------------|-------------|-------------|
| | 1-6 2014 | 1-6 2013 | 1-6 2014 | 1-6 2013 |
| Sales revenue | | | | |
| Subsidiaries | - | - | 159,371,200 | 101,001,611 |
| Jointly controlled entities | 1,973,592 | 114,310 | 1,822,179 | 35,339 |
| Associates | 731,107 | 822,749 | 731,107 | 822,749 |
| Cost of goods sold | | | | |
| Subsidiaries | - | - | 14,190,773 | 47,126,247 |
| Jointly controlled entities | 10,183,985 | 0 | 2,734,434 | 0 |
| Associates | 16,265,903 | 26,539,657 | 6,602 | 1,742,681 |
| Cost of materials | | | | |
| Subsidiaries | - | - | 918,328 | 891,754 |
| Jointly controlled entities | 332,366 | 6,268 | 75 | 307 |
| Associates | 0 | 9,106 | 0 | 9,106 |
| Cost of services | | | | |
| Subsidiaries | - | - | 9,416,253 | 9,395,213 |
| Jointly controlled entities | 998 | 0 | 0 | 0 |
| Associates | 18,444 | 22,377 | 17,956 | 20,653 |
| Other costs | | | | |
| Subsidiaries | - | - | 30,093 | 53,952 |
| Jointly controlled entities | 3 | 2,700 | 0 | 2,700 |
| Associates | 2 | 40 | 2 | 40 |
| Other expenses | | | | |
| Subsidiaries | - | - | 0 | 759 |
| Finance income from interests in Group companies | | | | |
| Subsidiaries | - | - | 123,923 | 1,259,781 |
| Jointly controlled entities | 986,580 | 1,872,811 | 0 | 43,355 |
| Associates | 3,987,406 | 3,457,880 | 544,698 | 389,985 |
| Finance expenses for interests in Group companies | | | | |
| Jointly controlled entities | 59,551 | 61,529 | 0 | 0 |
| Associates | 78,295 | 49,823 | 0 | 0 |
| Finance income from interest | | | | |
| Subsidiaries | - | - | 791,147 | 510,340 |
| Jointly controlled entities | 150,649 | 77,008 | 150,649 | 77,008 |
| Finance expenses for interest | | | | |
| Subsidiaries | - | - | 1,141,576 | 61,378 |
| Jointly controlled entities | 34,712 | 34,712 | 0 | 0 |
| Associates | 260,795 | 63,507 | 260,795 | 63,507 |

| (in EUR) | The Petrol Group | | Petrol d.d. | |
|---|------------------|------------------|--------------|------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Investments in Group companies | | | | |
| Subsidiaries | - | - | 292,952,154 | 293,746,174 |
| Jointly controlled entities | 48,712,506 | 47,660,111 | 5,972,012 | 5,820,277 |
| Associates | 104,335,097 | 100,847,540 | 121,596,000 | 121,596,000 |
| Non-current financial receivables | | | | |
| Subsidiaries | - | - | 17,324,225 | 17,587,213 |
| Jointly controlled entities | 2,747,033 | 2,747,033 | 2,747,033 | 2,747,033 |
| Current operating receivables | | | | |
| Subsidiaries | - | - | 62,016,142 | 37,619,174 |
| Jointly controlled entities | 526,033 | 1,002,500 | 415,441 | 922,799 |
| Associates | 199,247 | 248,442 | 199,247 | 248,442 |
| Current financial receivables | | | | |
| Subsidiaries | - | - | 6,094,857 | 5,275,014 |
| Jointly controlled entities | 5,958,329 | 4,808,451 | 3,958,329 | 2,808,451 |
| Short-term deposits (up to 3 months) | | | | |
| Subsidiaries | - | - | 1,097,906 | 1,309,514 |
| Accrued revenue | | | | |
| Subsidiaries | - | - | 1,434,936 | 325,709 |
| Current financial liabilities | | | | |
| Subsidiaries | - | - | 68,615,541 | 51,080,490 |
| Jointly controlled entities | 3,277,663 | 3,277,855 | 1,271,910 | 1,271,910 |
| Associates | 20,046,849 | 10,032,274 | 20,046,849 | 10,032,274 |
| Current operating liabilities | | | | |
| Subsidiaries | - | - | 6,382,728 | 22,953,055 |
| Jointly controlled entities | 1,966,001 | 8,913,728 | 301,380 | 497,005 |
| Associates | 431,919 | 13,084,979 | 7,848 | 11,988 |

26. Contingent liabilities

Contingent liabilities for guarantees issued

| (in EUR) | Petrol d.d. | | Petrol d.d. | |
|---|----------------------------------|--------------------|------------------------------|--------------------|
| | 30 June 2014 | 31 December 2013 | 30 June 2014 | 31 December 2013 |
| Guarantee issued to: | Value of guarantee issued | | Guarantee amount used | |
| Petrol d.o.o. | 122,458,501 | 139,210,930 | 85,681,764 | 90,678,115 |
| Petrol BH Oil Company d.o.o. | 34,857,273 | 4,857,273 | 32,881,143 | 3,715,310 |
| Petrol-Trade Handelsges.m.b.H. | 25,200,000 | 64,536,524 | 1,260,000 | 14,483,736 |
| Petrol Energetika d.o.o. | 20,068,000 | 14,028,007 | 8,887,699 | 11,594,008 |
| Petrol Crna Gora MNE | 8,500,000 | 2,450,000 | 7,398,406 | 109,566 |
| Bio goriva d.o.o. | 5,406,000 | 5,406,000 | 436,000 | 436,000 |
| Petrol d.o.o., Beograd | 3,673,055 | 3,674,064 | 2,500,000 | 2,500,000 |
| Petrol Plin d.o.o. | 1,899,441 | 1,896,120 | 1,508,831 | 1,617,310 |
| Petrol-Oti-Slovenija L.L.C. | 1,200,000 | 1,200,000 | 587,800 | 1,078,457 |
| Beogas Invest d.o.o. | 1,129,412 | 1,129,412 | 1,129,412 | 1,129,412 |
| Aquasystems d.o.o. | 911,309 | 911,309 | 911,309 | 911,309 |
| Eltec Petrol Srbija | 200,000 | 0 | 171,924 | 0 |
| ELTEC Petrol Hrvatska | 97,677 | 97,030 | 71,542 | 48,515 |
| Petrol Tehnologija d.o.o. | 50,000 | 50,000 | 20,764 | 33,141 |
| Eltec Petrol Slovenija | 31,051 | 0 | 31,051 | 0 |
| Total | 225,681,719 | 239,446,669 | 143,477,645 | 128,334,879 |
| Other guarantees | 11,925,985 | 13,222,432 | 11,925,985 | 13,222,432 |
| Bills of exchange issued as security | 5,413,489 | 46,283,729 | 5,413,489 | 46,283,729 |
| Total contingent liabilities for guarantees issued | 243,021,193 | 298,952,830 | 160,817,119 | 187,841,040 |

The value of a guarantee issued represents the maximum value of the guarantee issued, whereas the guarantee amount used represents a value corresponding to a company's liability for which the guarantee has been issued.

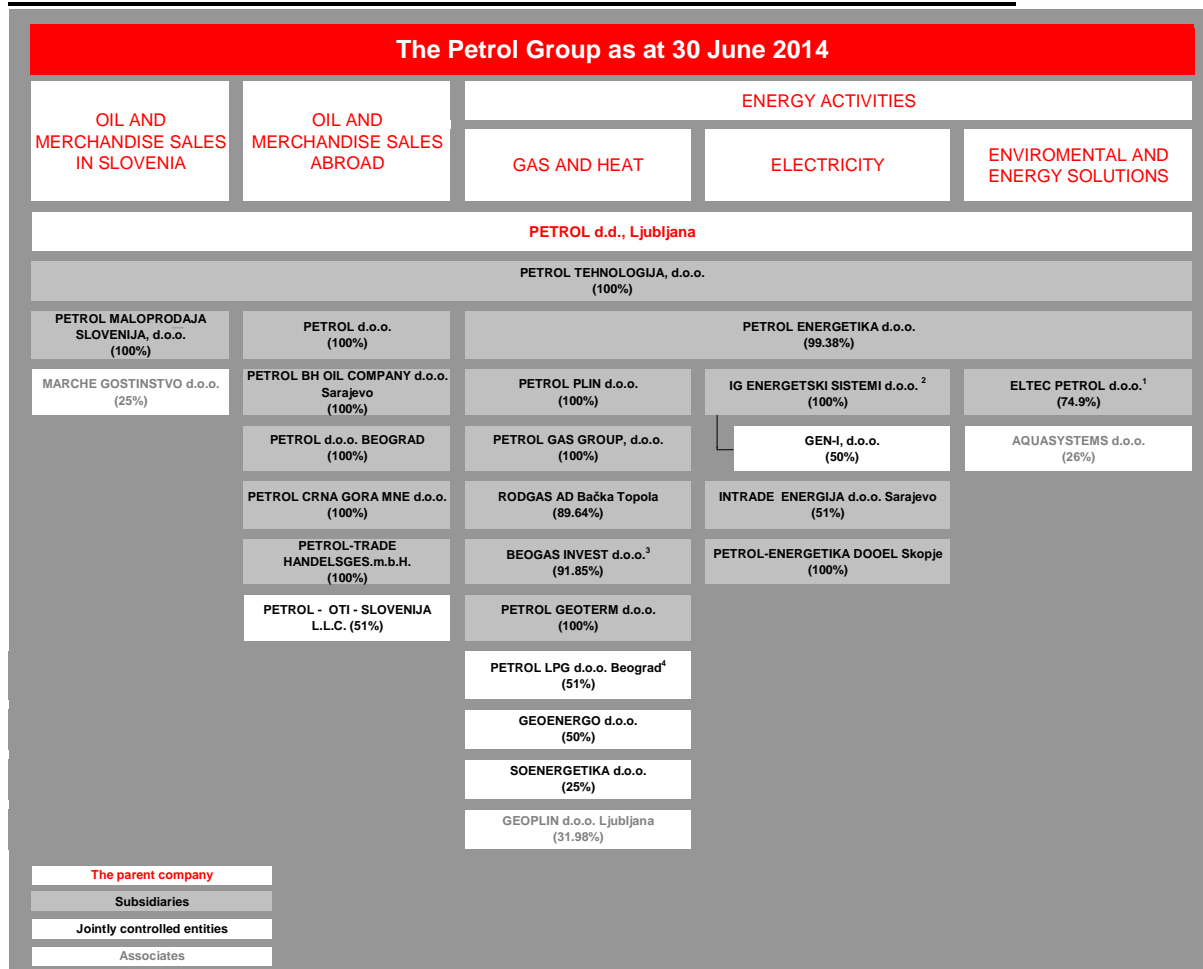
Contingent liabilities for lawsuits

In the period between 31 December 2013 and until the day of these financial statements, there were no new lawsuits filed against The Group or Company that would materially affect the financial statements in the first six months of the year 2014.

27. Events after the reporting date

There were no events after the reporting date which would significantly affect the financial statements for the first six months of the year 2014.

APPENDIX 1: ORGANISATIONAL STRUCTURE OF THE PETROL GROUP



¹ Eltec Petrol d.o.o. has the subsidiaries: Eltec Petrol Hrvatska d.o.o. and Eltec Petrol, d.o.o., Serbia.
² IG Energetski sistemi d.o.o. has, in addition to GEN-I, d.o.o., the subsidiary: Vitales energie biomasse Italia s.r.l. (in liquidation).
³ Beogas Invest d.o.o. has the subsidiaries Beogas d.o.o. and Domingas d.o.o.
⁴ Petrol LPG d.o.o. Beograd has the subsidiary Tigar Petrol d.o.o.