

RENEWED FOR THE FUTURE.

Report on business operations of Sava d.d. and the Sava Group
in the period January–June 2015

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INTRODUCTORY EXPLANATION

Based on the provisions of the Rules of the Ljubljana Stock Exchange d.d. and the applicable legislation, Sava d.d., Dunajska cesta 152, 1000 Ljubljana, informs its shareholders and a broader public about

business operations of the Sava Group and Sava d.d. in the period January–June 2015

The financial statements of the Sava Group have been compiled in accordance with International Financial Reporting Standards as adopted by the EU and have not been audited. The financial statements of Sava d.d. have been compiled in accordance with Slovene Accounting Standards and have not been audited.

The Management Board of Sava d.d. briefed the Supervisory Board of the company about the business operations of the Sava Group and the parent company Sava d.d. in the period January–June 2015.

On 10 June 2015, the District Court in Ljubljana issued the order on initiating of the compulsory settlement proceedings against the debtor Sava d.d. Based on the appeal against the order on initiating the compulsory settlement proceedings lodged by Družba za upravljanje terjatev bank, d.d, Ljubljana (hereinafter: BAMC), the Higher Court in Ljubljana granted the appeal on 23 July 2015. The Higher Court made an order that annulled the contested order and returned the matter to the court of first instance into further procedure.

In accordance with the provisions of the ZFPPIPP Act, a proposal for initiating the compulsory settlement proceedings is being prepared whose constituent will be the audited Report on financial position and business operations of the debtor as per cut-off date 31 March 2015.

The results of assets assessment and any other facts established during the audit procedure will affect the financial statements as per cut-off date 31 March 2015 and, consequently, also the financial statements of Sava d.d. and the Sava Group as at 30 June 2015.

As stipulated by the provisions of the Financial Instruments Market Act, Sava d.d. will disclose the facts arising from the assessment of assets and the audit of this year's interim financial statements, when these are final.

Significant changes in the data included in the Stock Exchange prospectus are announced in the Ljubljana Stock Exchange electronic information system SEOnet on an on-going basis. The announcement can be accessed also on the official company website at www.sava.si as of the announcement date, i.e. 28 August 2015. The announcement will remain posted on the company website for at least 5 years.

SUMMARY OF BUSINESS OPERATIONS IN THE PERIOD JANUARY–JUNE 2015

As at 30 June 2015, the **Sava Group** included nine companies: the parent company Sava d.d. and eight subsidised companies – daughter companies and sub-subsidiaries. The core businesses of the Sava Group are managing financial investments of Sava d.d., with its major investment in the banking sector, and the Tourism division.

The parent company of the Group **Sava d.d.** is in compulsory settlement proceedings. In the period January-June 2015, Sava d.d. operated with a loss totalling €4.7 million. The balance sheet total amounted to €208.6 million. The assets and liabilities structure did not change significantly with regard to the end of 2014.

Pursuant to the provisions of the ZFPPIPP Act in connection with the compulsory settlement proceedings, the assets of the debtor Sava d.d. are being assessed. The assessment results will be subsequently included in the financial statements as per 31 March 2015.

Sales revenues of the companies included in the **Sava Group**, which were mainly realised in the companies of Tourism, amounted to €29.6 million in the first half-year 2015; they were by 4% higher than in the same period last year and surpassed the planned values by 4%, too. A net loss of €4.3 million was made. The Tourism companies operated with a net profit of €0.5 million, Sava d.d. with a net loss of €4.7 million and the companies of other operations with a loss of €0.1 million.

In the first half-year, the **Tourism Group** operated beyond expectations; it generated sales revenues of €30.3 million, meaning a 6% improvement on the same period last year and a 5% improvement on the plan for the reported period. The hotels and apartments realised 381,126 overnights, or just over 5 % more than in the same period last year. The campsites improved their last year's overnights result by 7%. In accordance with the adopted strategy, the Health business showed positive trends with a 23% increase in provided health services if compared to last year.

The Tourism Group also efficiently rationalised its costs, which amounted to €28.7 million and in spite of higher sales revenues, they were lower than in the same period last year. An operating profit of €1.7 million was generated, while EBITDA totalled €5.2 million and the EBITDA margin 17.6%. In comparison with the same period last year, EBITDA rose by €1.6 million and the EBITDA margin by 4.6 percentage points. Both indicators surpass the planned values, too. Investments by the companies of the Sava Group amounted to €3.3 million and were entirely realised in the Tourism companies.

THE COURSE OF COMPULSORY SETTLEMENT PROCEEDINGS AGAINST SAVA D.D.

On 1 June 2015, the District Court in Ljubljana made an order that reasons for discontinuing the preventive restructuring proceedings against the debtor Sava d.d. existed (public announcement on the Ajpes website on 2 June 2015).

On 2 June 2015, the creditors – Gorenjska banka, d.d., Kranj, Zavarovalnica Triglav, d.d., Ljubljana, Unicredit banka Slovenija, Ljubljana, Pokojninska družba A, Ljubljana, Skupna pokojninska družba d.d., Ljubljana (two funds) and Skupna d.d., Ljubljana – lodged an application before the District Court in Ljubljana on initiating the compulsory settlement proceedings against the debtor Sava d.d. (public announcement on the Ajpes website on 6 June 2015). On 10 June 2015, the creditor BAMC lodged an application for initiating the compulsory settlement proceedings against the debtor Sava d.d. (public announcement on the Ajpes website on 23 June 2015). The District Court in Ljubljana made an order on 22 June 2015 ruling that the proceedings with creditors' applications for initiating the compulsory settlement proceedings be jointly considered in the matter St 2868/2015 (public announcement on the Ajpes website on 23 June 2015).

On 4 June 2015, the District Court in Ljubljana made an order on appointing the administrator of compulsory settlement proceedings. As proposed by the group of creditors made on 2 June 2015, Matjaž Nanut was appointed as administrator to carry out administrator's tasks and competencies through the Law firm Nanut Nanut, d.o.o. (public announcement on the Ajpes website on 4 June 2015).

On 10 June 2015, the District Court in Ljubljana made an order on initiating the compulsory settlement proceedings against the debtor Sava d.d. (public announcement on the Ajpes website on 10 June 2015).

On 10 June 2015, the District Court in Ljubljana announced the initiation of compulsory settlement proceedings against the debtor Sava d.d. (public announcement on the Ajpes website on 10 June 2015).

In accordance with the second paragraph of Article 221.I of the ZFPPIPP Act, the debtor's Management Board drafted the Report on financial position and debtor's business operations from Article 142 of the ZFPPIPP Act as per cut-off date 31 March 2015. As stipulated, the draft was prepared within a month after initiation of the compulsory settlement proceedings and it was submitted to the applicants within the legally defined term.

In accordance with the provisions of Article 168 of the ZFPPIPP Act, the debtor's Management Board prepared the first regular report for the period April–June 2015 and the second regular report for July 2015 and submitted to both the Court and the administrator within the legally prescribed term.

On 23 July 2015, the Higher Court in Ljubljana made an order based on which it granted the appeal lodged by the debtor and seven creditors applicants. By doing this, the Higher Court annulled the order by the court of first instance on joining the two creditors' applications for initiating the compulsory settlement proceedings (public announcement on the Ajpes website on 30 July 2015).

Following the appeal against the order on initiating the compulsory settlement proceedings lodged by BAMC, the Higher Court in Ljubljana granted the appeal on 23 July 2015 and made an order that annulled the contested order and returned the matter to the court of first instance into further procedure (public announcement on the Ajpes website on 30 July 2015).

BUSINESS REPORT FOR SAVA d.d. AND THE SAVA GROUP AS AT 30 JUNE 2015

1. Major data about Sava d.d.

Company name:	Sava, družba za upravljanje in financiranje, d.d.
Abbreviated name:	Sava, d.d.
Head office:	Dunajska cesta 152, 1000 Ljubljana, Slovenia
Telephone:	+386 4 206 5510
Telefax:	+386 4 206 6446
E-mail:	info@sava.si
Website:	www.sava.si

Management

President of the Management Board:	Matej Narat
Member of the Management Board:	Aleš Aberšek
Chairman of the Supervisory Board:	Miran Kraševac

Registration No.:	5111358
VAT-ID No.:	SI75105284
Main activity:	activity of holding companies
Court registry:	26 April 1996 at Kranj District Court, Srg No. 96/00267
Share capital as at 30 June 2015:	€14,060,594.51
Number of shares:	2,006,987 ordinary personal no-par value shares with share designation SAVA
Share listing:	Ljubljana Stock Exchange d.d., stock exchange listing

2. Composition of the Sava Group and data on business operations of the subsidiaries

Composition of the Sava Group

As per 30 June 2015, the Sava Group consisted of 9 companies: the parent company Sava d.d. and 8 subsidiaries – daughter companies and sub-subsidiaries. In all of the mentioned companies, the capital and control rights are in accord.

List of companies that besides the parent company Sava d.d. are included in the Sava Group, with a comparison of ownership stakes as at 30 June 2015 and 31 December 2014:

	% ownership 30/06/2015	% ownership 31/12/2014	Change in ownership % 2015
TOURISM			
SAVA TURIZEM, d.d., Ljubljana	99.05	99.05	0.00
- Cardial, d.o.o., Ljubljana (owned by Sava Turizem d.d.)	85.00	85.00	0.00
- Sava Zdravstvo, d.o.o., Ljubljana (owned by Sava Turizem d.d.)	100.00	100.00	0.00
- Sava TMC, d.o.o., Ljubljana (owned by Sava Turizem d.d.)	100.00	100.00	0.00
REAL ESTATE			
SAVA NEPREMIČNINE, d.o.o., Ljubljana	100.00	100.00	0.00
SAVA NOVA, d.o.o., Zagreb	100.00	100.00	0.00
OTHER OPERATIONS			
GIP SAVA KRANJ, d.o.o., Ruma, Serbia	100.00	100.00	0.00
ENERGETIKA ČRNOMELJ, d.o.o., Ljubljana*	0.00	50.68	-50.68
SAVA IT, d.o.o., Ljubljana	100.00	100.00	0.00

* On 7 January 2015, Sava d.d. finalised a share sale transaction in the company Energetika Črnomelj, d.o.o.

List of associated companies with a comparison of shareholdings as at 30 June 2015 and 31 December 2014:

The company BLS Sinergije, d.o.o., Portorož, which is under a 40% ownership of the Sava Group companies, will prepare new operational models for tourist destinations that aim at reducing costs, increasing efficiency and rationalising certain business functions.

	% shareholding 30/06/2015	% shareholding 31/12/2014	Change % Ownership in	Controlling stake* % 30/06/2015
SAVA, d.d., družba za upravljanje in financiranje, Ljubljana – as a parent company				
- Gorenjska banka, d.d., Kranj**	44.07	44.07	0.0	48.82
- NFD Holding, d.d., Ljubljana***	0.00	24.65	-24.65	0.00
- BLS Sinergije, d.o.o., Portorož	10.00	0.00	10.00	10.00
SAVA TURIZEM, d.d., Ljubljana – as a parent company				
- Gorenjska banka, d.d., Kranj	0.16	0.16	0.0	0.17
- BLS Sinergije, d.o.o., Portorož	30.00	0.00	30.00	30.00

* The controlling stake is calculated as a ratio between the number of shares owned by Sava d.d. and total number of issued shares of the associated company decreased by treasury shares.

**34,287 shares (10.35%) of Gorenjska banka d.d., Kranj, are under fiduciary ownership of Abanka Vipava d.d., Ljubljana. The fiduciary saves them in favour of the holders of SA03 bonds issued by Sava d.d. as collateral for the liabilities arising from the bonds. In accordance with IFRS, Gorenjska banka d.d. is included in consolidated financial statements as an associated company.

*** On 6 January 2015, bankruptcy proceedings were introduced against NFD Holding, d.d., Ljubljana, while shares in Central Securities Depository were deleted.

Data about business operations of subsidiaries

Sales revenues, capital and operating result of subsidiaries in the period January-June 2015

€000

Company / head office	Sales revenues JAN - JUN 2015	Capital value 30/06/2015	Operating result JAN - JUN 2015
TOURISM	30,095	96,150	490
SAVA TMC, d.o.o., Dunajska cesta 152, 1000 Ljubljana	589	1,213	97
Sava Turizem d.d., Dunajska cesta 152, 1000 Ljubljana	28,963	94,768	380
Cardial d.o.o., Zaloška cesta 69, 1000 Ljubljana	544	161	14
Sava Zdravstvo, d.o.o., Dunajska cesta 152, 1000 Ljubljana	0	7	0
REAL ESTATE	8	-1,010	-157
SAVA NEPREMIČNINE, d.o.o., Dunajska cesta 152, 1000 Ljubljana	6	2,154	-11
SAVA NOVA, d.o.o., Fra Filipa Grabovca 14, 10000 Zagreb, Croatia	2	-3,164	-146
OTHER OPERATIONS	3	380	-32
GIP SAVA KRANJ, d.o.o., Industrijski put bb, 22400 Ruma, Serbia	0	1	0
Sava IT, d.o.o., Škofjeloška cesta 6, 4000 Kranj	3	379	-32
ENERGETIKA ČRNOMELJ, d.o.o., Dunajska cesta 152, 1000 Ljubljana*	0	0	0
SUBSIDIARIES TOTAL	30,107	95,520	302

Sales revenues, capital and operating result of subsidiaries in the period January-June 2014

€000

Company/head office	Sales revenues JAN - JUN 2014	Capital value 30/06/2014	Operating result JAN - JUN 2014
TOURISM	28,937	92,794	-1,388
SAVA TMC, d.o.o., Dunajska cesta 152, 1000 Ljubljana	856	914	347
Sava Turizem d.d., Dunajska cesta 152, 1000 Ljubljana	27,596	91,741	-1,742
Sava Golf, d.o.o., Dunajska cesta 152, 1000 Ljubljana	484	131	7
Sava Zdravstvo, d.o.o., Dunajska cesta 152, 1000 Ljubljana	0	7	0
REAL ESTATE	4	1,888	-161
SAVA NEPREMIČNINE, d.o.o., Dunajska cesta 152, 1000 Ljubljana	3	3,721	-2
SAVA NOVA, d.o.o., Fra Filipa Grabovca 14, 10000 Zagreb, Croatia	1	-1,833	-159
OTHER OPERATIONS	156	960	-28
GIP SAVA KRANJ, d.o.o., Industrijski put bb, 22400 Ruma, Serbia	7	6	1
Sava IT, d.o.o., Škofjeloška cesta 6, 4000 Kranj	0	420	-12
ENERGETIKA ČRNOMELJ, d.o.o., Dunajska cesta 152, 1000 Ljubljana	149	534	-18
ENSA BH, d.o.o., Prijeblezi BB, 78429 Srbac, Bosnia and Herzegovina	0	0	0
SUBSIDIARIES TOTAL	29,097	96,641	-1,578

* On 7 January 2015, Sava d.d. finalised a share sale transaction in the company Energetika Črnomelj, d.o.o.

3. The Sava share and ownership structure

In this first half-year, the Sava share price moved between €0.7 and €0.2. At the end of this June, the average price per share amounted to €0.2 and reduced by €0.26 with regard to the end of 2014.

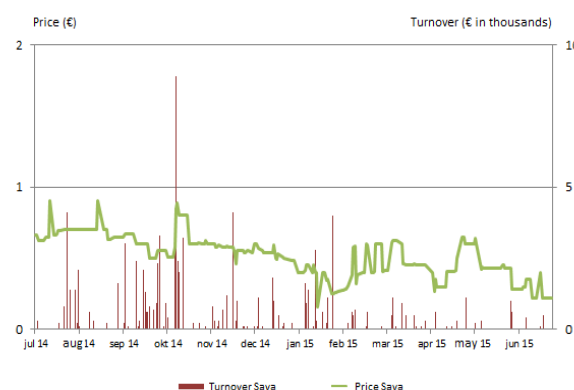
MOVEMENT OF THE SAVA SHARE PRICE

The range of value, within which the Sava share moved, reached the highest point at €0.7 and the lowest at €0.2. In this first half-year, the liquidity of the Slovene capital market reduced by 35% when compared to the comparable last year's period.

MARKET CAPITALISATION

At the end of the first half-year 2015, the capitalisation of Sava shares amounted to €0.4 million and was below the value reached at the end of 2014. The market capitalisation of all shares in the Ljubljana Stock Exchange amounted to €5.9 billion and remains at the same level as at the end of 2014.

Movement of the Sava share price from the beginning of July 2014 to the end of June 2015

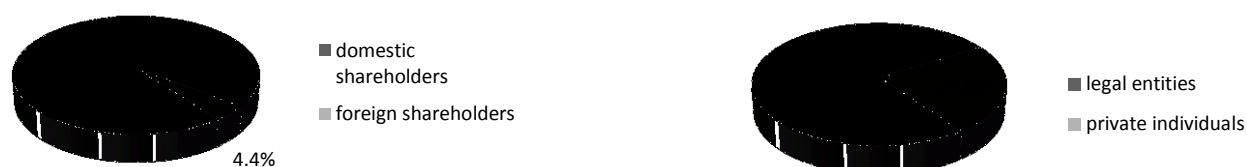


Source: Thomson Reuters Datastream

OWNERSHIP STRUCTURE

On 30 June 2015, Sava d.d. had 13,587 shareholders entered in the register book, which ranks it among the larger Slovene listed public joint stock companies. The stock of **domestic shareholders amounted to 95.6%** and that of **foreign shareholders to 4.4%**. In comparison with the end of 2014, the stock of foreign shareholders increased by 0.1 percentage point. The majority of foreign shareholders originate from Great Britain, the United States of America, Germany, Croatia and Austria. The **proportion of legal entities represented 76%** and **that of private individuals 24%** of total company shareholders. The ten major shareholders own 63.43% of total company equity.

Ownership structure by category as at 30 June 2015 (%)



10 major shareholders as at 30 June 2015

10 major shareholders	% shareholding	No. of shares
KAPITALSKA DRUŽBA, D.D.	18.71%	375,542
SDH, d.d.*	11.06%	222,029
FINETOL d.d. – under receivership	6.87%	137,796
MERKUR, d.d. – under receivership	6.03%	121,107
Alpen.SI, mixed flexible subfund	5.07%	101,702
NFD HOLDING d.d. – under receivership	4.33%	86,915
PROBANKA, d.d.	3.97%	79,582
GB d.d., Kranj	2.81%	56,475
TCK d.o.o.	2.61%	52,459
FORTICAP LTD	1.97%	39,500
Total 10 major shareholders	63.43%	1,273,107
Sava, d.d., (treasurys hares)	1.52%	30,541
Other shareholders	35.04%	703,339
TOTAL	100.00%	2,006,987

*Following the restructuring of Slovenska odškodninska družba d.d. (SOD, d.d.) in the company Slovenski državni holding, d.d. (SDH, d.d.).

The most recent information on the ownership structure of Sava d.d. is available on our website at:

<http://sava.si/Shareholder Relations.html>.

COMPANY SECURITIES

Trading with treasury shares

In the period from the end of 2014 to the end of June 2015, Sava d.d. did not purchase any treasury shares; on 30 June March 2015 it thus owned 30,541 treasury shares valued at €4,977 thousand – at average purchase price. This represents 1.52% of total shares. Sava d.d. received another 32,936 Sava shares in pledge, representing 1.64% of total shares issued.

MANAGEMENT BOARD AND SUPERVISORY BOARD MEMBERS WHO OWN SAVA SHARES

At the end of the first half-year 2015, the members of the Management Board and Supervisory Board of Sava d.d. held 138 Sava shares, representing a 0.007% share of total company's capital. The balance did not change if compared to the end of 2014.

Management Board and Supervisory Board members who own Sava shares

Management Board members	Position	No. of shares 31/12/2014	% shareholding	No. of shares 30/06/2015	% shareholding
Matej Narat	President	117	0.006%	117	0.006%
Aleš Aberšek	Member	18	0.001%	18	0.001%
TOTAL		135	0.007%	135	0.007%

Supervisory Board members	Position	No. of shares 31/12/2014	% shareholding	No. of shares 30/06/2015	% shareholding
Gregor Rovanešek	Member	3	0.000%	3	0.000%
TOTAL		3	0.000%	3	0.000%

TOTAL MANAGEMENT AND SUPERVISORY BOARD MEMBERS		138	0.007%	138	0.007%
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KEY DATA ON THE SAVA SHARE

		2011	2012	2013	2014	1-6 / 2014	1-6 / 2015
No. of shares at period end	(No. of shares)	2,006,987	2,006,987	2,006,987	2,006,987	2,006,987	2,006,987
Market capitalisation at period end	(€mn)	24.1	6.8	0.5	1.0	1.3	0.4
Share book value	(€)	82.2	32.9	7.5	-11.1	7.9	-13.8
Share price							
- highest	(€)	95.0	13.0	5.4	1.6	1.6	0.7
- lowest	(€)	12.0	3.2	0.1	0.2	0.2	0.2
- at period end	(€)	12.0	3.4	0.2	0.5	0.7	0.2
Average daily liquidity	(€000)	5.9	3.4	0.7	0.5	0.5	0.2
Average daily trading with shares	(No. of shares)	133	572	272	711	565	533
Net earnings per share	(€)	-78.7	-49.7	-27.9	-23.5	-3.0	-2.2
Dividend per share	(€)	-	-	-	-	-	-
Share of dividend in net profit	(%)	-	-	-	-	-	-
Total amount of dividend paid	(€mn)	-	-	-	-	-	-
Share yield	(%)	-86.6	-71.7	-93.2	108.7	187.0	-53.8
- dividend yield	(%)	-	-	-	-	-	-
- capital yield	(%)	-86.6	-71.7	-93.2	108.7	187.0	-53.8
Price-Earnings-Ratio (P / E)							
- highest		-1,2	-0,3	-0,2	-0,1	-0,5	-0,3
- lowest		-0,2	-0,1	0,0	0,0	-0,1	-0,1
- at year end		-0,2	-0,1	0,0	0,0	-0,2	-0,1
Price-to-Book-Ratio (P / B)	(%)	15	10	3	-4	8	-2

Explanations for key data computation for the Sava share

- **Book value of the Sava share:** the equity of the Sava Group without minority interest divided with the weighted average number of ordinary shares excluding treasury shares
- **Net earnings per share:** the net result belonging to Sava d.d. divided with the weighted average number of ordinary shares excluding treasury shares.
- **Share of dividends in net profit:** dividend per share divided with net earnings per share.
- **Dividend yield:** dividend per share divided with the share market price on the last trading day of the period.
- **Capital yield:** relative change in the market price of the Sava share at the end of the period with regard to the share market price at the end of the past year.

- **Market capitalisation:** multiple of the number of Sava shares and the market price of the share on the last day of the period.
- **The Price-Earnings ratio (P/E):** Sava share market price on the last day of the period (or the highest and lowest market price in the period) divided with earnings per share.
- **The Price-to-Book ratio (P/B):** share market price on the last day of the period divided with the share book value at the end of the period.

Additional data on the share

Stock Exchange	Share name	Issuer's code
Ljubljana Stock Exchange	SAVA	SAV
ISIN - International Securities Identification Number	SI0031108457	

SHARE BOOK VALUE

The book value of the Sava share as at 30 June 2015 amounted to -€13.8. When calculating its book value, the number of treasury shares is deducted from the total number of shares.

RISKS ASSOCIATED WITH THE INVESTMENT IN THE SAVA SHARE

Such risks are due to:

- Factors of systematic risk-taking characteristic of all securities listed on the Ljubljana Stock Exchange, such as changed conditions in the issuer's business, changes in tax legislation and regulations relating to the securities market, and force majeure.
- Factors of non-systematic risk-taking that are connected with the operation of each individual company (investment, interest, solvency and foreign exchange risk).

CROSS LINKS WITH OTHER COMPANIES

Referring to the criteria defined in the Corporate Governance Code for Public Joint-Stock Companies, Sava d.d. was cross-linked at the end of this first half-year as follows:

- In Gorenjska banka d.d. it had a 44.07% shareholding, whereas Gorenjska banka had a 2.81% shareholding in Sava d.d.

APPROVED CAPITAL AND CONDITIONAL INCREASE IN SHARE CAPITAL

The Articles of Association of Sava d.d. do not include any provisions in this regard.

4. Business operations of Sava d.d.

In the period January-June 2015 Sava d.d. operated with a loss of €4.7 million. The balance sheet total amounted to €208.6 million. The assets and liabilities structure did not change significantly with regard to the end of 2014.

Pursuant to the provisions of the ZFPPIPP Act in connection with the compulsory settlement proceedings, the assets of the debtor Sava d.d. are being assessed. The results of assets assessment will be subsequently included in the financial statements as per 31 March 2015.

Business performance of Sava d.d.

In the first half-year 2015, Sava d.d. made a net loss of €4.7 million, €3.8 million of which referred to financial expenses from financial liabilities.

Overview of significant operations data of Sava d.d. by year

€ mn

	2011	2012	2013	2014	JAN-JUN 2015
Net sales revenues	5.5	3.1	1.9	0.9	0.4
Other revenues	0.0	0.5	5.3	0.2	0.0
Operating expenses	-9.5	-6.5	-7.3	-3.6	-1.5
OPERATING PROFIT OR LOSS	-4.0	-2.9	-0.2	-2.5	-1.1
FINANCIAL RESULT	-167.6	-41.8	-1.5	-34.7	-3.7
PRE-TAX OPERATING RESULT	-170.7	-44.7	-1.6	-37.1	-4.7
NET PROFIT OR LOSS	-156.1	-49.0	-11.4	-48.0	-4.7

Accumulated loss

The accumulated loss amounted to €52.1 million as at 30 June 2015 and compared to the end of the previous year it was higher because of the loss made in the six months of 2015.

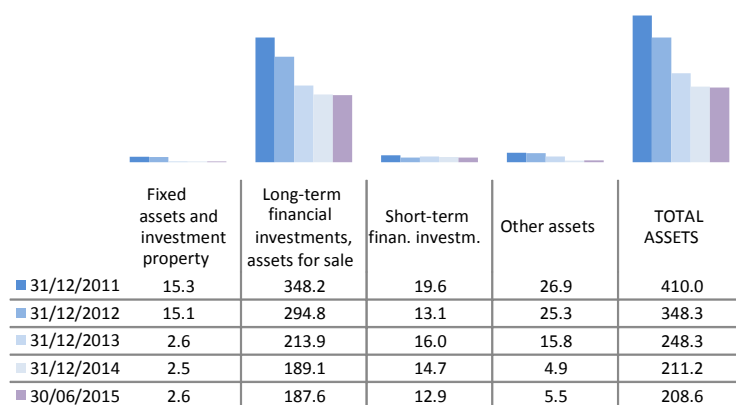
	€ million
Net profit/loss Jan-Jun 2015	-4.7
Retained net profit/loss	-47.4
Accumulated loss as at 30/06/2015	-52.1

Assets and liabilities structure

The balance sheet total of Sava d.d. amounted to €208.6 million as at 30 June 2015 and in comparison with the one at the end of 2014 it did not change significantly.

No significant changes took place in the *assets structure* in the first half-year of 2015.

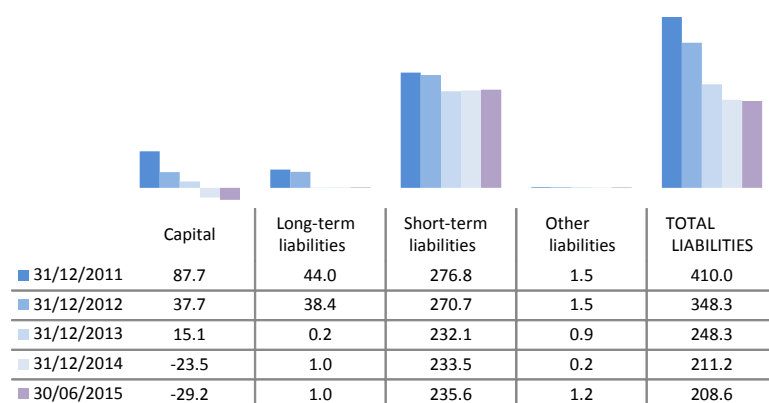
Assets structure of Sava d.d. from 2011 to 30 June 2015 – € million



No significant changes took place in the *liabilities structure* in the first half-year of 2015 in comparison with the end of 2014.

The company's capital value was negative and totalled €29.2 million, the change with regard to the end of 2014 was due to the loss made in the period January-June 2015.

Liabilities structure of Sava d.d. from 2011 to 30 June 2015 - € million



Employees

As at 30 June 2015, Sava d.d. employed 16 associates, their number reducing by 1 associate in comparison with the end of 2014. The average number of employees in the reported period amounted to 15.56, whereas in 2014 it amounted to 18.56.

5. Business operations of the Sava Group

The core businesses of the Sava Group are managing financial investments of Sava d.d., with its major investment in the banking sector, and the Tourism division

Sales revenues of the companies included in the Sava Group, which were mainly realised in the companies of Tourism, amounted to €29.6 million in the first half-year 2015; they were by 4% higher than in the same period last year and surpassed the planned values by 4%, too. A net loss of €4.3 million was made. The Tourism companies operated with a net profit of €0.5 million, Sava d.d. with a net loss of €4.7 million and the companies of other operations with a loss of €0.1 million.

Investments by the Sava Group companies amounted to €3.3 million and were entirely realised in the companies of Tourism.

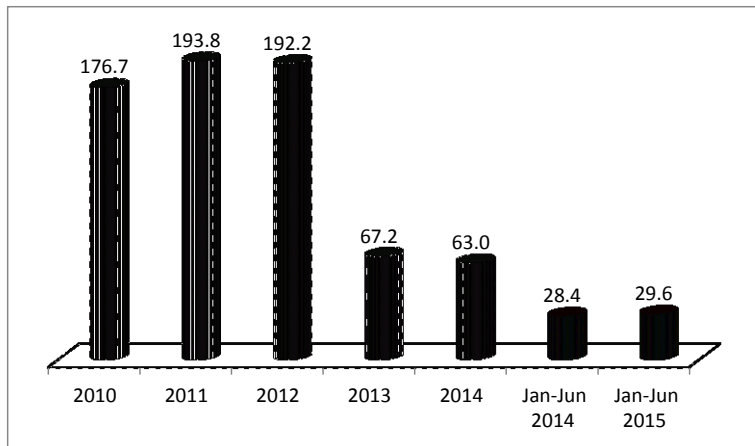
SALES REVENUES

Sales revenues of the Sava Group companies, which were mainly generated in Tourism companies, amounted to €29.6 million in the first half-year 2015 and were by 4% higher than in the same period last year and also surpassed the planned values by 4%.

In the first half-year 2015, *Tourism* companies generated sales revenues of €30.3 million, which was a 6% improvement on the same period last year and a 5% improvement on the plan for the reported period. The hotels and apartments realised 381,126 overnights, which was just over 5 % more than in the same period last year. The campsites surpassed the last year's overnights figure by 7%. In accordance with the adopted strategy, the Health business showed positive trends with a 23% increase in provided health services if compared to last year.

In the companies of *other operations*, which is composed of two real estate companies and two minor service-providing companies, sales revenues were lower and had not significant impact on total sales volume of the Sava Group.

Sales revenues of the Sava Group from 2011 to June 2015 - € million



OPERATING EXPENSES

Operating expenses totalling €30.1 million were by 1% lower than in the same period last year and within the planned values. Cost of goods, material and services had a 50% share in the cost structure, labour cost a 36%, depreciation and write-offs a 13%, and other operating expenses a 1% share.

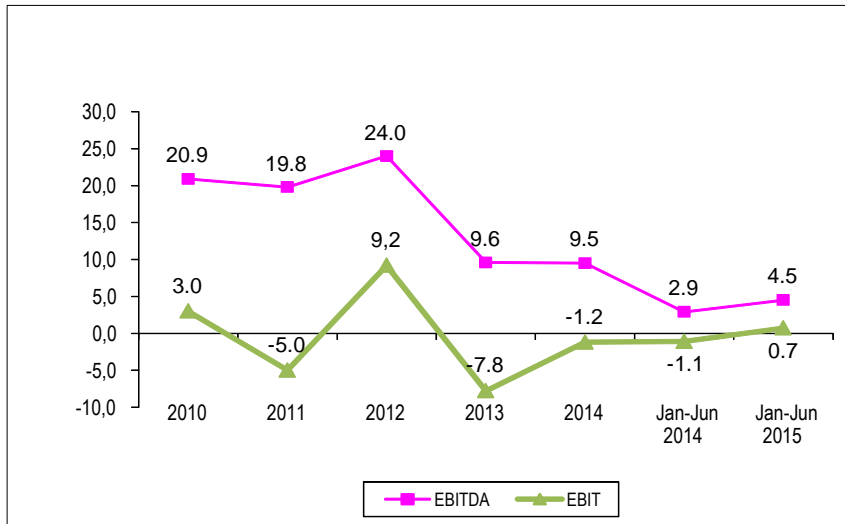
Operating expenses in Tourism companies amounted to €28.7 million and were lower than in the same period last year in spite of higher sales revenues.

OPERATING PROFIT (EBIT)

After six months this year, operating profit generated by the Sava Group companies totalled €0.6 million, whereas in the same period last year an operating loss of €1.1 million was made. The companies of Tourism generated an operating profit of €1.7 million, whereas Sava d.d. made an operating loss of €1.1 million.

Tourism companies made an **EBITDA** of €5.2 million and achieved a 17.6% EBITDA margin. In comparison with the same period last year, EBITDA rose by €1.6 million and EBITDA margin by 4.6 percentage points. Both indicators surpassed also the planned values.

EBITDA and EBIT in the Sava Group from 2011 to June 2015 - € million



EBITDA – earnings before interest, taxes, depreciation and amortisation
EBIT – earnings before interest and taxes

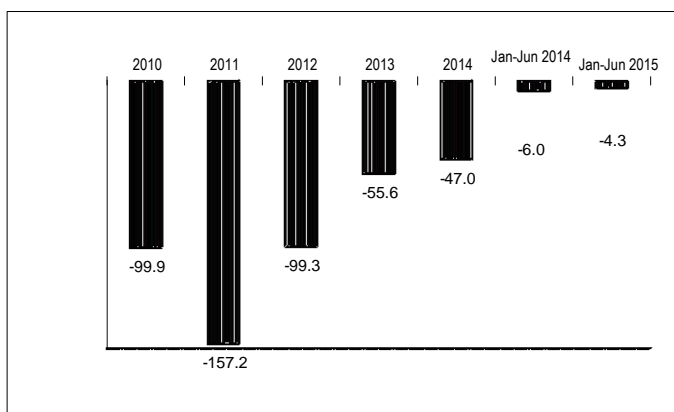
NET FINANCIAL EXPENSES

Net financial expenses of €5.0 million were generated, which mainly referred to financial expenses arising from interests.

NET LOSS

In the first half-year of 2015, the companies of the Sava Group made a net loss of €4.3 million. Tourism companies operated with a net profit of €0.5 million, Sava d.d. with a net loss of €4.7 million and the companies of other operations with a loss of €0.1 million.

Net profit / loss in the Sava Group from 2011 to June 2015 - € million



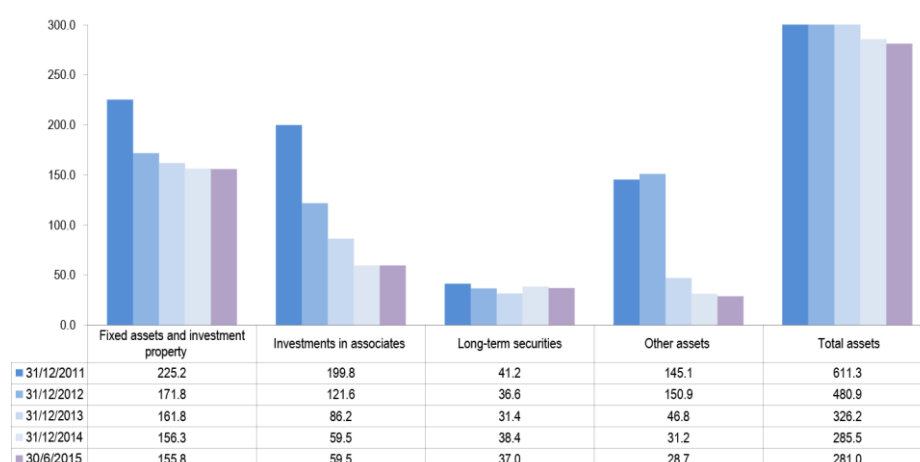
BALANCE SHEET TOTAL, ASSETS AND LIABILITIES STRUCTURE

The *balance sheet total* of the Sava Group amounted to €281.0 million as at 30 June 2015 and it was by €4.5 million lower than at the end of 2014.

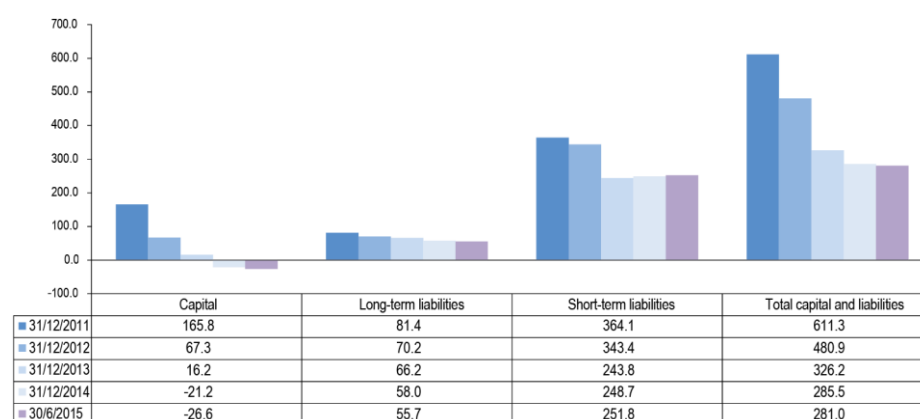
Financial investments had a 34% share in the *assets structure*, property, plant and equipment a 56% share and other assets a 10% share. No significant changes in the assets structure of the Sava Group took place in the first half-year of 2015.

As at 30 June 2015, the capital of the Sava Group was negative to the amount of €26.6 million, total *debts* of the Group amounted to €307.5 million. No significant changes in the liabilities structure of the Sava Group took place in the first half-year of 2015.

Assets structure of the Sava Group from 2011 to 30 June 2015 - € million



Liabilities structure of the Sava Group from 2011 to 30 June 2015 – € million



Investments

The companies of the Sava Group made **investments** of €3.3 million, which were entirely realised in Tourism companies.

Number of employees in the Sava Group

As at 30 June 2015, the Sava Group employed 1,041 associates, or 38 more than at the end of the previous year. The majority of employees are employed with Tourism companies.

FINANCIAL REPORT FOR SAVA d.d. AS AT 30 JUNE 2015

1. Financial statements of Sava d.d. as at 30 June 2015

1.1. Balance sheet of Sava d.d. as at 30 June 2015

€000			
	Notes	30/06/2015	31/12/2014
ASSETS			
A. FIXED ASSETS		190,050	191,546
I. INTANGIBLE FIXED ASSETS AND LONG-TERM DEFERRED COSTS AND ACCRUED REVENUES	2.4.1.	21	22
1. Long-term industrial property rights		21	22
2. Goodwill		0	0
3. Advances for intangible fixed assets		0	0
4. Long-term deferred development costs		0	0
5. Other long-term deferred costs and accrued revenues		0	0
II. TANGIBLE FIXED ASSETS	2.4.2.	147	167
1. Land and buildings		0	0
a) Land		0	0
b) Buildings		0	0
2. Plant and machinery		94	103
3. Other equipment		53	64
4. Tangible fixed assets under construction		0	0
a) Tangible fixed assets under construction and manufacture		0	0
b) Advances for tangible fixed assets		0	0
III. INVESTMENT PROPERTY	2.4.3.	2,245	2,276
1. Leased to subsidiaries		0	0
2. Leased to other companies		1,766	1,797
3. Not leased		479	479
IV. LONG-TERM FINANCIAL INVESTMENTS	2.4.4.	187,637	189,081
1. Long-term financial investments except loans		187,637	189,081
a) Shares and stakes in Group's companies		91,492	91,492
b) Shares and stakes in associates		59,300	59,300
c) Other shares and stakes		36,845	38,289
d) Other long-term financial investments		0	0
2. Long-term loans		0	0
a) Long-term loans to companies in the Group		0	0
b) Long-term loans to other entities		0	0
c) Long-term unpaid called-up capital		0	0
V. LONG-TERM OPERATING RECEIVABLES		0	0
1. Long-term operating receivables to companies in the Group		0	0
2. Long-term operating trade receivables		0	0
3. Long-term receivables to other entities		0	0
VI. DEFERRED TAX RECEIVABLES	2.4.5., 2.4.29.	0	0
B. SHORT-TERM ASSETS		18,491	19,602
I. ASSETS (GROUPS FOR DISPOSAL) FOR SALE			
II. INVENTORIES		0	0
1. Material		0	0
2. Work in process		0	0
3. Products and merchandise		0	0
4. Advances for inventories		0	0
III. SHORT-TERM FINANCIAL INVESTMENTS	2.4.6.	12,926	14,684
1. Short-term financial investments except loans		0	0
a) Shares and stakes in Group's companies		0	0
b) Other shares and stakes		0	0
c) Other short-term financial investments		0	0
2. Short-term loans		12,926	14,684
a) Short-term loans to companies in the Group		5,431	4,860
b) Short-term loans to other entities		7,495	9,824
c) Short-term unpaid called-in capital		0	0
IV. SHORT-TERM OPERATING RECEIVABLES	2.4.7.	4,882	4,860
1. Short-term operating liabilities to companies in the Group		2,024	2,000
2. Short-term trade receivables		58	83
3. Short-term operating receivables to other entities		2,800	2,777
V. CASH	2.4.8.	684	58
1. Cash on hand and accounts		684	58
2. Short-term deposits		0	0
a) Short-term deposits Group's companies		0	0
b) Short-term deposits in associates		0	0
c) Short-term deposits in other entities		0	0
C. SHORT-TERM DEFERRED COSTS AND ACCRUED REVENUES		29	3
ASSETS TOTAL		208,570	211,151

		€000	
	Notes	30/06/2015	31/12/2014
LIABILITIES			
A. CAPITAL	2.4.9.	-29,194	-23,470
 CALLED-UP CAPITAL		14,061	14,061
1. Share capital		14,061	14,061
2. Uncalled capital (as a deductible item)		0	0
II. CAPITAL RESERVES		0	0
III. REVENUE RESERVES		0	0
1. Legal reserves		0	0
2. Reserves for treasury shares and own business stakes		4,977	4,977
3. Treasury shares and own business shares (as a deductible item)		-4,977	-4,977
4. Statutory reserves		0	0
5. Other revenue reserves		0	0
IV. SURPLUS FROM REVALUATION		8,871	9,864
- from tangible fixed assets		0	0
- from intangible fixed assets		0	0
- from long-term financial investments		8,871	9,864
- from short-term financial investments		0	0
V. RETAINED NET PROFIT OR LOSS FROM PREVIOUS PERIODS		-47,394	0
VI. NET PROFIT OR LOSS FOR THE FINANCIAL YEAR		-4,732	-47,394
B. PROVISIONS AND LONG-TERM ACCRUED COSTS AND DEFERRED REVENUES	2.4.11.	101	101
1. Provisions for pensions and similar liabilities		100	100
2. Other provisions		0	0
3. Long-term accrued costs and deferred revenues		1	1
C. LONG-TERM LIABILITIES	2.4.13.	902	1,000
I. LONG-TERM FINANCIAL LIABILITIES		0	0
1. Long-term financial liabilities to Group's companies		0	0
2. Long-term financial liabilities to banks		0	0
3. Long-term financial liabilities arising from bonds		0	0
4. Other long-term financial liabilities		0	0
II. LONG-TERM OPERATING LIABILITIES		0	0
1. Long-term operating liabilities to Group's companies		0	0
2. Long-term trade payables		0	0
3. Long-term bills payables		0	0
4. Long-term operating liabilities arising from advances		0	0
5. Other long-term operating liabilities		0	0
III. DEFERRED TAX LIABILITIES	2.4.29.	902	1,000
D. SHORT-TERM LIABILITIES	2.4.14.	235,546	231,630
I. LIABILITIES INCLUDED IN GROUPS FOR DISPOSAL		0	0
II. SHORT-TERM FINANCIAL LIABILITIES		222,095	222,452
1. Short-term financial liabilities to Group's companies		3,835	3,835
2. Short-term financial liabilities to banks		184,875	185,224
3. Short-term liabilities arising from bonds		26,515	26,515
4. Other short-term financial liabilities		6,870	6,878
III. SHORT-TERM OPERATING LIABILITIES		13,451	9,178
1. Short-term operating liabilities to Group's companies		223	156
2. Short-term trade payables		118	90
3. Short-term bills payables		0	0
4. Short-term operating liabilities arising from advances		52	52
5. Other short-term operating liabilities		13,058	8,880
E. SHORT-TERM ACCRUED COSTS AND DEFERRED REVENUES	.2.4.15.	1,216	1,890
TOTAL LIABILITIES		208,570	211,151

The notes form an integral part of these financial statements and should be read in conjunction with them.

1.2. Income statement of Sava d.d. for the period January – June 2015

		€000	
	Notes	JAN-JUN 2015	JAN-JUN 2014
1. NET SALES REVENUES	2.4.16.	416	441
a) Revenues in domestic market		416	441
To companies in the Group		227	251
To associates		0	3
To other entities		189	187
b) Revenues in foreign market		0	0
To companies in the Group		0	0
To associates		0	0
To other entities		0	0
2. CHANGE IN THE VALUE OF INVENTORIES OF PRODUCTS AND WORK IN PROGRESS		0	0
3. CAPITALISED OWN PRODUCTS AND SERVICES		0	0
4. OTHER OPERATING REVENUES (with operating revenues from revaluation adjustment)		0	1
	2.4.17.		
5. COSTS OF MERCHANDISE, MATERIALS AND SERVICES	2.4.19.	-744	-729
a) Cost of merchandise and material sold and cost of material used		-23	-25
b) Cost of services		-722	-704
6. LABOUR COSTS	2.4.20.	-671	-742
a) Salaries and wages		-556	-510
b) Social security cost (pension insurance cost shown separately)		-85	-103
- Social security cost		-36	-44
- Pension insurance cost		-49	-59
c) Other labour cost		-30	-129
7. AMORTISATION AND DEPRECIATION EXPENSE, WRITE-OFFS	2.4.21.	-69	-59
a) Amortisation		-53	-59
b) Operating expenses from revaluation of intangible and tangible fixed assets		0	0
c) Operating expenses from revaluation of current assets		-16	0
8. OTHER OPERATING EXPENSES		-1	0
9. OPERATING PROFIT		-1,069	-1,088
10. FINANCIAL REVENUES FROM SHARES	2.4.22.	140	1,308
a) Financial revenues from shares in Group's companies		0	0
b) Financial revenues from shares in associates		0	0
c) Financial revenues from shares in other companies		140	1,308
d) Financial revenues from other investments		0	0
11. FINANCIAL REVENUES FROM GRANTED LOANS	2.4.23.	171	379
a) Financial revenues from loans granted to Group's companies		147	146
b) Financial revenues from loans granted to other entities		24	233
12. FINANCIAL REVENUES FROM OPERATING RECEIVABLES	2.4.24.	10	27
a) Financial revenues from operating receivables due from Group's companies		9	26
b) Financial revenues from operating receivables due from other entities		1	1
13. FINANCIAL EXPENSES FROM IMPAIRMENT AND WRITE-OFFS IN FINANCIAL INVESTMENTS	2.4.25.	-261	-495
14. FINANCIAL EXPENSES FROM FINANCIAL LIABILITIES	2.4.26.	-3,786	-3,392
a) Financial expenses from borrowings obtained from Group's companies		-58	-58
b) Financial expenses from borrowings obtained from banks		-2,790	-2,826
c) Financial expenses from issued bonds		-394	-394
d) Financial expenses from other financial liabilities		-543	-114
15. FINANCIAL EXPENSES FROM OPERATING LIABILITIES		0	0
a) Financial expenses from operating liabilities due to Group's companies		0	0
b) Financial expenses from trade payables and bill payables		0	0
c) Financial expenses from other operating liabilities		0	0
16. OTHER REVENUES	2.4.27.	77	12
17. OTHER EXPENSES	2.4.27.	-14	0
18. TAX ON PROFIT	2.4.28.	0	0
19. DEFERRED TAXES	2.4.5., 2.4.29.	0	-1,272
20. NET PROFIT FOR THE FINANCIAL YEAR		-4,732	-4,522

The notes form an integral part of these financial statements and should be read in conjunction with them.

1.3. Income statement of Sava d.d. by quarter in 2015

	€000	
	JAN-MAR 2015	APR-JUN 2015
1. NET SALES REVENUES	217	199
a) Revenues in domestic market	217	199
To companies in the Group	128	99
To associates	0	0
To other entities	89	100
b) Revenues in foreign market	0	0
To companies in the Group	0	0
To associates	0	0
To other entities	0	0
2. CHANGE IN THE VALUE OF INVENTORIES OF PRODUCTS AND WORK IN PROGRESS	0	0
3. CAPITALISED OWN PRODUCTS AND SERVICES	0	0
4. OTHER OPERATING REVENUES (with operating revenues from revaluation adjustment)	0	0
5. COSTS OF MERCHANDISE, MATERIALS AND SERVICES	-389	-355
a) Cost of merchandise and material sold and cost of material used	-11.7	-11
b) Cost of services	-377.6	-344
6. LABOUR COSTS	-368	-303
a) Salaries and wages	-316	-240
b) Social security cost (pension insurance cost shown separately)	-43	-42
- Social security cost	-18	-18
- Pension insurance cost	-25	-24
c) Other labour cost	-9,3	-21
7. AMORTISATION AND DEPRECIATION EXPENSE, WRITE-OFFS	-26	-43
a) Amortisation	-26	-27
b) Operating expenses from revaluation of intangible and tangible fixed assets	0	0
c) Operating expenses from revaluation of current assets	0	-16
8. OTHER OPERATING EXPENSES	0	-1
9. OPERATING LOSS / PROFIT	-567	-503
10. FINANCIAL REVENUES FROM SHARES	140	0
a) Financial revenues from shares in Group's companies	0	0
b) Financial revenues from shares in associates	0	0
c) Financial revenues from shares in other companies	140	0
d) Financial revenues from other investments	0	0
11. FINANCIAL REVENUES FROM GRANTED LOANS	94	77
a) Financial revenues from loans granted to Group's companies	74	73
b) Financial revenues from loans granted to other entities	20	4
12. FINANCIAL REVENUES FROM OPERATING RECEIVABLES	4	6
a) Financial revenues from operating receivables due from Group's companies	4	5
b) Financial revenues from operating receivables due from other entities	0	1
13. FINANCIAL EXPENSES FROM IMPAIRMENT AND WRITE-OFFS IN FINANCIAL INVESTMENTS	-91	-170
14. FINANCIAL EXPENSES FROM FINANCIAL LIABILITIES	-2,100	-1,686
a) Financial expenses from borrowings obtained from Group's companies	-29	-29
b) Financial expenses from borrowings obtained from banks	-1,388	-1,402
c) Financial expenses from issued bonds	-196	-198
d) Financial expenses from other financial liabilities	-487	-56
15. FINANCIAL EXPENSES FROM OPERATING LIABILITIES	0	0
a) Financial expenses from operating liabilities due to Group's companies	0	0
b) Financial expenses from trade payables and bill payables	0	0
c) Financial expenses from other operating liabilities	0	0
16. OTHER REVENUES	70	7
17. OTHER EXPENSES	-1	-13
18. TAX ON PROFIT	0	0
19. DEFERRED TAXES	0	0
20. NET PROFIT FOR THE FINANCIAL YEAR	-2,451	-2,282

1.4. Statement of other comprehensive income of Sava d.d. for the period January – June 2015

	€000	
	JAN-JUN 2015	JAN-JUN 2014
Net profit for the period	-4,732	-4,522
Other comprehensive income:		
<i>Items that might be reclassified in profit or loss subsequently</i>		
- change in fair value of available-for-sale financial assets	-950	8,469
- deferred tax from change in fair value of available-for-sale financial assets	74	-765
- change in fair value of investments in associates companies	0	113
- change in fair value of available-for-sale financial assets transferred to profit or loss	-140	-1,294
- deferred tax from a change in fair value of available-for-sale financial assets transferred to profit or loss	24	197
- deferred tax from change of fair value of investments in associates	0	-10
Other comprehensive income for the period, net of income tax in the period	-993	6,711
Total comprehensive income for the period	-5,725	2,189

1.5. Cash flow statement of Sava d.d. for the period January – June 2015

	€000	
	JAN-JUN 2015	JAN-JUN 2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit for the financial year	-4,732	-4,522
- pre-tax profit	-4,732	-3,250
- profit tax and other taxes	0	-1,272
Adjustments for:	3,789	2,259
- depreciation	53	59
- operating revenues from revaluation in connection with items of investing and financing activities	0	-1
- operating expenses from revaluation in connection with items of investing and financing activities	0	0
- financial revenues excluding financial revenues from operating receivables	-311	-1,686
- financial expenses excluding financial expenses from operating liabilities	4,047	3,887
Change in net current assets (and accruals, deferrals, provisions and deferred tax receivables and liabilities) balance sheet items	221	896
- opening minus closing operating receivables	2	-27
- opening minus closing deferred costs and accrued revenues	-26	53
- opening minus closing deferred tax receivables	0	1,272
- opening minus closing assets (groups for disposal) for sale	0	0
- opening minus closing inventories	0	0
- closing minus opening operating liabilities	65	-27
- closing minus opening accrued costs and deferred revenues and provisions	180	258
- closing minus opening tax liabilities	0	-633
Surplus in inflows from operating activities or surplus of outflows from operating activities	-722	-1,367
CASH FLOWS FROM INVESTING ACTIVITIES		
Inflows from investing activities	4,575	9,653
- revenues from received interests and shares in profit in relation to investing activities	55	-22
- revenues from disposal of intangible fixed assets	0	0
- revenues from disposal of tangible fixed assets	0	5
- revenues from disposal of investment property	0	0
- revenues from disposal of long-term financial investments	479	2,878
- revenues from disposal of short-term financial investments	4,041	6,792
Outflows from investing activities	-2,438	-4,407
- expenses for purchase of intangible fixed assets	0	0
- expenses for purchase of tangible fixed assets	-1	0
- expenses for purchase of investment properties	0	0
- expenses for purchase of long-term financial investments	-1	-11
- expenses for purchase of short-term financial investments	-2,436	-4,396
Surplus in inflows from investing activities or surplus in outflows from investing activities	2,137	5,246
CASH FLOWS FROM FINANCING ACTIVITIES		
Inflows from financing activities	0	0
- revenues from paid-in capital	0	0
- revenues from increase in long-term financial liabilities	0	0
- revenues from increase in short-term financial liabilities	0	0
Outflows from financing activities	-789	-4,004
- expenses for interests related to financing	0	-1,522
- expenses for return of capital	0	0
- expenses for repayment of long-term financial liabilities	0	-4
- expenses for repayment of short-term financial liabilities	-789	-2,478
- expenses for payment of dividends and other shares in profit	0	0
Surplus in inflows from financing activities or surplus in expenses from financing activities	-789	-4,004
CASH AND CASH EQUIVALENTS AT END OF PERIOD	684	101
Net increase in cash and cash equivalents	626	-126
Cash and cash equivalents at beginning of period	58	227

1.6. Statement of changes in equity of Sava d.d. for the period from 31 December 2014 to 30 June 2015

€000

	Called up capital		Capital reserves	Revenue reserves					Revaluation reserve	Retained net profit/loss from previous periods		Net profit/loss for the financial year		
	I		II	III					IV	V		VI		
	Share capital	Uncalled capital (as deductible item)	Capital reserves	Legal reserves	Reserve for treasury shares and own business stakes	Treasury shares and own business stakes (as deductible item)	Statutory reserves	Other revenue reserves	Revaluation reserve	Retained net profit	Retained net loss	Net profit for the financial year	Net loss for the financial year	Total capital
	I/1	I/2	II	III/1	III/2	III/3	III/4	III/5	IV	V/1	V/2	VI/1	VI/2	
A.1. BALANCE AT 31/12/2014	14,061	0	0	0	4,977	-4,977	0	0	9,864	0	0	0	-47,394	-23,470
A.2. INITIAL BALANCE 01/01/2015	14,061	0	0	0	4,977	-4,977	0	0	9,864	0	0	0	-47,394	-23,470
B.1. Changes in equity - transactions with owners	0	0	0	0	0	0	0	0	0	0	0	0	0	0
B.2. Total comprehensive income for the period	0	0	0	0	0	0	0	0	-993	0	0	0	-4,732	-5,725
a) Entry of net profit/loss for the period	0	0	0	0	0	0	0	0	0	0	0	0	-4,732	-4,732
d) Change in fair value of available-for-sale financial assets	0	0	0	0	0	0	0	0	-950	0	0	0	0	-950
e) Deferred tax from a change in fair value of available-for-sale financial assets	0	0	0	0	0	0	0	0	74	0	0	0	0	74
f) Change in fair value of available-for-sale financial assets to be transferred to profit or loss	0	0	0	0	0	0	0	0	-140	0	0	0	0	-140
g) Deferred tax from a change in fair value of available-for-sales financial assets to be transferred to profit or loss	0	0	0	0	0	0	0	0	24	0	0	0	0	24
B.3. Changes within equity	0	0	0	0	0	0	0	0	0	0	-47,394	0	47,394	0
a)Allocation of the remaining net profit part for the comparative period to other capital components	0	0	0	0	0	0	0	0	0	0	-47,394	0	47,394	0
C. END BALANCE 30/06/2015	14,061	0	0	0	4,977	-4,977	0	0	8,871	0	-47,394	0	-4,732	-29,195

Statement of changes in equity of Sava d.d. for the period from 31 December 2013 to 30 June 2014

€000

	Called up capital		Capital reserves	Revenue reserves					Revaluation reserve	Retained net profit/loss from previous periods		Net profit/loss for the financial year		
	I		II	III					IV	V		VI		
	Share capital	Uncalled capital (as deductible item)	Capital reserves	Legal reserves	Reserve for treasury shares and own business stakes	Treasury shares and own business stakes (as deductible item)	Statutory reserves	Other revenue reserves	Revaluation reserve	Retained net profit	Retained net loss	Net profit for the financial year	Net loss for the financial year	Total capital
	I/1	I/2	II	III/1	III/2	III/3	III/4	III/5	IV	V/1	V/2	VI/1	VI/2	
A.1. BALANCE AT 31/12/2013	25,442	0	0	0	4,977	-4,977	0	0	1,056	0	0	0	-11,381	15,117
A.2. INITIAL BALANCE 01/01/2014	25,442	0	0	0	4,977	-4,977	0	0	1,056	0	0	0	-11,381	15,117
B.1. Changes in equity - transactions with owners	0	0	0	0	0	0	0	0	0	0	0	0	0	0
B.2. Total comprehensive income for the period	0	0	0	0	0	0	0	0	6,710	0	0	0	-4,522	2,188
a) Entry of net profit/loss for the period	0	0	0	0	0	0	0	0	0	0	0	0	-4,522	-4,522
d) Change in fair value of available-for-sale financial assets	0	0	0	0	0	0	0	0	8,469	0	0	0	0	8,469
e) Deferred tax from a change in fair value of available-for-sale financial assets	0	0	0	0	0	0	0	0	-765	0	0	0	0	-765
f) Change in fair value of available-for-sale financial assets to be transferred to profit or loss	0	0	0	0	0	0	0	0	-1,294	0	0	0	0	-1,294
g) Deferred tax from a change in fair value of available-for-sales financial assets to be transferred to profit or loss	0	0	0	0	0	0	0	0	197	0	0	0	0	197
h) Other components of comprehensive income for the period	0	0	0	0	0	0	0	0	103	0	0	0	0	103
B.3. Changes within equity	-11,381	0	0	0	0	0	0	0	0	0	0	0	11,381	0
a) Allocation of the remaining net profit part for the comparative period to other capital components	0	0	0	0	0	0	0	0	0	0	-11,381	0	11,381	0
c) Settling loss as deductible capital item	-11,381	0	0	0	0	0	0	0	0	0	11,381	0	0	0
C. END BALANCE 30/06/2014	-14,061	0	0	0	4,977	-4,977	0	0	7,766	0	0	0	-4,522	17,305

1.7. Calculation of accumulated loss for Sava d.d. as at 30 June 2015

€000

	30/06/2015	31/12/2014
NET PROFIT/LOSS IN THE ACCOUNTING PERIOD	-4,732	-47,957
Retained loss as at 01/01	-47,394	-11,381
Other changes	0	11,944
Accumulated loss at the end of the accounting period	-52,126	-47,394

2. Notes to the financial statements of Sava d.d. as at 30 June 2015

2.1. Basis for drawing the financial statements

Reporting company

Sava d.d., Družba za upravljanje in financiranje, Dunajska cesta 152, 1000 Ljubljana, is the controlling company of the Sava Group. The financial statements of Sava d.d. have been drawn up for the period ending on 30 June 2015 and are unaudited. Owing to the compulsory settlement proceedings, the effects of assessing the assets and any other facts established during the audit procedure as per cut-off date 31 March 2015 will be subsequently included in the financial statements. The ownership structure of Sava d.d. is explained in the chapter on the Sava share and ownership structure presented in the business report.

Statement of compliance

Financial statements have been prepared in accordance with Slovene Accounting Standards issued by the Slovene Institute of Auditors.

Functional currency

Financial statements are presented in Euro currency, which as of 1 January 2007 has been the functional currency of the company. The financial information is presented in euros, rounded to one thousand units. When adding together, minor differences can appear due to rounding up.

Changes in accounting policies

No changes in the accounting policies took place in the period January – June 2015.

Foreign currency transactions

Transactions in foreign currencies are translated to the functional currency at the reference exchange rate of the ECB ruling at the transaction date.

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated to the functional currency at the reference exchange rate of the ECB ruling at last day of the accounting period. Foreign exchange gains/losses present differences between the repayment value in functional currency at the beginning of the period adjusted by the amount of effective interest and payments during the period and the repayment value in foreign currency calculated at the reference exchange rate of ECB at the period end. Foreign exchange losses/gains are recognised in the income statement.

Non-monetary assets and liabilities that are measured at original value in foreign currency are translated to functional currency at the reference exchange rate of the ECB ruling at the transaction date. Non-monetary items and liabilities shown in foreign currency and measured at fair value are translated to euros at the reference exchange rate of ECB ruling at the day when fair value is determined.

Foreign exchange losses/gains are recognised in the income statement.

2.2. Significant accounting policies

Intangible assets

Intangible fixed assets have their useful lives defined. They are measured at cost less depreciation adjustment and accumulated losses due to impairment.

Cost also includes import and non-refundable purchasing taxes, as well as interest on loans for acquisition of an intangible fixed asset until it is placed in service for use.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation adjustment and accumulated loss due to impairment.

At initial recognition, a tangible fixed asset is valued at cost. The cost includes its purchase expense, import and non-refundable purchasing taxes and expenses, which can be attributed directly to its placement in service for the intended use, especially expenses for its transport, installation, and estimated cost of its dismantling, removal and restoration. Costs are increased due to the interests on loans for acquiring a tangible fixed asset until it is placed in service for use.

Those parts of tangible fixed assets that have different useful lives are calculated as individual fixed assets.

Subsequent expenditures in connection with tangible fixed assets

Subsequent expenditures in connection with a tangible fixed asset increase its cost value if the future economic benefits embodied in the assets are higher than originally estimated.

Repairs of or maintaining tangible fixed assets are intended for renewing or preserving the future economic benefits expected on the basis of the originally estimated level of asset efficiency. They are recognised as expenses when incurred.

Investment property

Investment property is property which is held either to earn rental income or for capital appreciation or both. Investment property is not intended for the manufacture of products, supply of goods, providing services or for office purposes like tangible fixed assets. Investment property is also not intended for short-term sale.

In cases when a decision should be made as to whether a property is an investment property or an owner-occupied property, the property is classified as an investment property when more than 20% of the property is used as investment property.

When an investment property becomes owner-occupied, it is reclassified as property, fixtures and fittings.

Investment property is stated at the cost value model less depreciation adjustment and accumulated loss due to impairment.

For the need of disclosure, the fair value of investment properties is ascertained.

Depreciation

The carrying amount of a tangible fixed asset, intangible fixed asset and investment property is decreased through depreciation.

We use the method of depreciation on a straight-line basis considering thereby the useful life of an asset.

Land is not depreciated. The remaining value of a tangible fixed asset is not assessed.

Intangible fixed asset, tangible fixed asset and investment property start to be depreciated on the first day of the next month when it is available for use.

Depreciation rates are based on the useful lives of the assets and amount to in percentage:

	Current year	Past year
Intangible fixed assets	from 10.0 to 20.0	from 10.0 to 20.0
Buildings	from 2.0 to 5.0	from 2.0 to 5.0
Plant and machinery	from 5.0 to 33.3	from 5.0 to 33.3

The useful lives of investment property equal those valid for property of the same kind, which is kept as tangible fixed assets.

Impairment of intangible assets, tangible fixed assets and investment property

At least once a year the company examines the remaining carrying amount of intangible assets, tangible assets and investment property in order to ascertain whether signs of impairment exist. If they exist, the recoverable value of the asset is estimated. For the need of producing the Report on financial position and

business operations of the debtor Sava d.d., an assessment of investment property as per 31 March 2015 is in progress.

Impairment of assets or cash-generating items is recognised when its carrying amount exceeds its recoverable value. A cash-generating unit is the smallest group of assets, which generates financial inflows that largely do not depend on financial inflows from other assets or groups of assets. Impairment is stated in the income statement. Loss recognised in a cash-generating unit arising from impairment is allocated to other assets of the unit (group of units) in proportion to the carrying amount of each item in the group.

The recoverable amount of an asset or a cash-generating unit is the greater of their fair values in use or fair value less selling costs. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

Financial investments

In the balance sheet, financial investments are stated as long- and short-term financial investments. Long-term financial investments are those, which are in possession for more than one year, and not held for trading.

Financial investment in capital, proprietary securities of other companies or debtor's securities of other companies or the state as well as approved loans are initially recognised at the cost of purchase, which equals the paid sum of money or its equivalents.

In financial statements, long-term financial investment in subsidiaries and associates are valued at cost. In the parent company, the associates are valued at cost and checked at least once a year whether indication for impairment exists. The impairment estimate is based on the examination of recoverable value, i.e. verifying the value in use (estimate of discounted cash flows) and fair value; the recoverable value is the higher of both. For the need of producing the Report on financial position and business operations of the debtor Sava d.d., an assessment of financial investments in subsidiaries and the associate (the bank) as per 31 March 2015 is in progress.

With regard to the purpose of their acquisition, the investments in debtor and proprietary securities are dealt with as available for sale. They are divided into investments in shares of listed companies, investments in shares and stakes of unlisted companies and investments in a mutual fund. These financial instruments are recognised or reversed on the transaction day. The fair value of listed securities available for sale equals the bid price of these shares on the balance sheet date. The fair value of shares and stakes of companies, which are not listed, is ascertained by checking whether indication for impairment exists.

For the need of producing the Report on financial position and business operations of the debtor Sava d.d., an assessment of major unlisted financial investments as per 31 March 2015 is in progress.

The fair value of securities available for sale is assessed at least every three months, the last evaluation was carried out on 30 June 2015. The change in fair value is recognised in capital as a revaluation reserve

If a decrease in the fair value of a financial instrument available for sale was recognised directly as a negative revaluation reserve and there exists impartial evidence that the asset is long-term impaired, the impairment is recognised in the income statement as a financial expense. It is considered that impartial evidence for the examination of a financial investment exists when the fair value of the financial asset on the balance sheet date is 20% lower than the cost value of the financial asset. The examination of the impairment in the financial asset is carried out separately for each investment or group of investments

The fair value of an interest swap is the estimated amount that the company would receive or pay upon suspending the interest rate swap at the balance sheet date, considering thereby current interest rate and current borrowing power of swap participants.

Receivables

At their initial recognition, the receivables of all types are shown in the amounts that arise from the corresponding documents on condition that they will be paid. The original receivables can later be increased, or irrespective of payment or any other settlement, decreased by every amount, which is proven by an agreement.

The advances in the balance sheet are shown in relation with things they refer to.

Receivables, which are assumed not be settled within the due term and in the total amount, respectively, are considered doubtful and, if a court procedure has already begun, disputable.

The revaluation adjustments in receivables are formed as follows:

- a 100% adjustment in all sued receivables and receivables filed in a bankruptcy proceedings and obligatory enforcement proceedings; and
- a 100% adjustment for receivables which according to the best professional judgement are doubtful and the outcome of law suit is uncertain due to customer insolvency.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances on transaction accounts.

Capital

Total capital of a company is its liability towards its owners, which falls due for payment if the company discontinues its operation. It is determined based on the amounts invested by the owners, and the amounts that appeared during operation and belong to the owners. It is decreased by the loss from operations, repurchased own shares and withdrawals (payments). The total capital comprises share capital, capital reserves, revenue reserves, retained net profit, fair value reserve and own shares as a deductible item.

Long-term and short-term provisions

Provisions are recognised if a company due to a past event has legal or indirect liabilities that can be reliably estimated and it is likely that to settle the liability an outflow of assets, which assure economic benefits, will be required. The amount of provision is defined by discounting the expected future cash flows using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the liability.

In accordance with the legal regulations, collective agreement and internal book of rules, the company is obliged to pay employee jubilee benefits and retirement amounts, for which it forms long-term provisions to the amount of the estimated future payments of retirement amounts and jubilee benefits discounted at the balance sheet date. There are no other retirement liabilities.

Provisions for the reorganisation refer to costs and the estimate of liabilities associated with risk arising from the compulsory settlement proceedings.

Liabilities

Liabilities are financial or operating, short-term or long-term.

All liabilities are initially recognised with the amounts arising from the corresponding documents about their appearance, which prove the receipt of cash or redemption of any operating liability.

Long-term liabilities are further increased by imputed interests or decreased by repaid amounts and any other settlements, agreed upon with a creditor. The book value of long-term liabilities equals their original value decreased by repayment of the principal and transfers under short-term liabilities until the need for a revaluation adjustment of long-term debts appears.

The book value of short-term liabilities equals their original value adjusted by their increases or decreases as agreed upon with the creditors until the need for their revaluation adjustment appears.

Short-term and long-term liabilities of all kinds are initially shown with the amounts, which arise from the corresponding documents on condition that the creditors request their repayment. The liabilities are later increased with imputed yields (interests, other compensations), about which an agreement is made with the creditor. Liabilities are decreased by repaid amounts and any other settlements in agreement with the creditor.

When measuring long-term liabilities, the company follows the policy that the interest rate being agreed upon does not considerably differ from the effective interest rate if the difference is not more than one percentage point.

Short-term accruals and deferrals

Short-term accruals and deferrals include receivables and other assets and liabilities that are anticipated to appear within a year and whose appearance is probable and their size reliably estimated. Receivables and liabilities relate to the known and not yet known legal entities or natural persons towards whom actual receivables and debts will then appear, while assets include products and services to their debit.

Deferred costs and accrued revenues include short-term accrued revenues and short-term deferred costs. Accrued costs and deferred revenues include short-term deferred revenues and short-term accrued cost.

Recognition of revenues

Revenues are recognised if the enhancement of economic benefits in the accounting period is connected with an increase in an asset or a decrease in a liability and such an increase could be reliably measured. Revenues are recognised when it is legitimate to expect they will result in earnings if these were not already implemented at their appearance.

Operating revenues

Revenues from services rendered are recognised in the income statement with regard to the level of the completeness of a transaction on the reporting date. The level of completeness is estimated with a survey of the work performed.

Revenues from rents from investment property are recognised in expenses on a straight line basis during the rent period.

Revenues from received subsidies or endowments are measured in amounts that are approved for this purpose.

Operating revenues from revaluation arise upon the disposal of tangible fixed assets, intangible fixed assets and investment property as surpluses of their selling value over their carrying amount.

Financial revenues

Financial revenues include interest revenues from investments, revenues from dividends, revenues arising from disposal of financial assets available for sale, foreign exchange gains and proceeds from hedging instruments when they are recognised in the income statement. Interest revenues are recognised as they arise by using an effective interest rate method. Revenues from dividends are recognised in the income statement in the period when the Shareholders' Meeting adopts a resolution about dividend payment.

Other revenues

Other revenues consist of extraordinary items; they appear in actually incurred amounts.

Recognition of expenses

Expenses are recognised if a decrease in economic benefits in the accounting period is connected with a decrease in assets or an increase in liabilities and this decrease could be reliably measured.

Operating expenses

Operating expenses are recognised when the material is used and service provided, respectively, in the period, to which they relate.

Operating expenses from revaluation arise in connection with tangible fixed assets, intangible fixed assets and current assets due to their impairment.

Financial expenses

Financial expenses include expenses for interest, foreign exchange losses, and losses due to impairment in the value of financial assets and loss of risk hedging instruments, which are recognised in the income statement. In the income statement, the expenses for borrowing are recognised according to the effective rate method except for those which are attributed to intangible and tangible fixed assets under construction and preparation, respectively.

Other expenses

Other expenses consist of extraordinary items; they appear in actually incurred amounts.

Income tax and deferred tax

Income tax on the profit or loss for the financial year comprises current and deferred tax. Income tax is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation reporting purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date.

A deferred tax receivable is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax relief will be realised.

Net earnings / loss per share

The share capital of the company is divided into ordinary personal no-par value shares; therefore, the company states the basic earnings per share. The basic earnings of the share are calculated by dividing profit or loss with the weighted number of ordinary shares in the business year.

The diluted net earnings / loss per share equal the basic net earnings per share, as the company is not in possession of any preference shares or exchangeable bonds. There were no changes in the number of issued shares during the year.

Criteria of importance for disclosures

The company states the accounting policies at least for the assets and liabilities whose value exceeds 10% cent of the value of assets or liabilities at the balance sheet date.

The company discloses an individual asset or debt at least when it exceeds 10% of the balance sheet total. Lower amounts are disclosed when the company evaluates them of importance for a fair view of its business.

Drawing up a cash flow statement

The cash flow statement has been prepared in accordance with SAS 26 - Variant II. It has been prepared by considering the data from the income statement for the period January-June 2015 (for the past period January-June 2014), the balance sheet data at 30 June 2015 and 31 December 2014 (for the past period 30 June 2014 and 31 December 2013), and other required data. The cash flow statement excludes the values not connected with revenues and expenses.

2.3. Financial risk management

Sava d.d. is exposed to the following financial risks:

Risk of a change in the fair value of assets (price risk)

Risk of a change in the fair value is the risk that the company will suffer a loss of economic benefits due to a change in the financial asset value. This risk is one of the critical risks Sava d.d. is exposed to, as it is strongly connected with achieving the planned return and implementation of the outlined strategy. Risk of fair value change in assets is reduced through diversifying the investment portfolio and an active supervision over the operations of the companies, in which Sava d.d. holds a significant equity share.

In these uncertain economic circumstances, the risk of changes in fair value of the assets remains high.

Interest rate risk

This involves a risk that the value of financial instrument and costs of contracting debt will fluctuate due to changes in the market interest rates. At the end of November 2014, a moratorium on repayment of the principals for Sava d.d., based on which its financial liabilities were charged with a fixed interest rate, expired. Since the moratorium expired and the preventive restructuring proceedings were discontinued, the company is now undergoing compulsory settlement proceedings.

Owing to open activities and uncertain economic circumstances, the risk of interest rate change remains high.

Credit risk

This involves a risk that a customer engaged in a business relationship will not meet its obligations and will cause the company to make a financial loss. Credit risk is directly connected with commercial risk and presents a danger that trade receivables or receivables due from other business partners will be settled with delay or not at all.

Special attention is devoted to solvency of customers out of the Group, with which Sava d.d. has a business relationship established. The major part of increased credit risk at Sava d.d. is due to loan transactions made in the past with NFD Holding d.d., which as of 6 January 2015 has been undergoing bankruptcy proceedings.

Considering the described events, we estimate credit risk for Sava d.d. as high.

Solvency risk

This involves a risk that a company will not be able to fulfil its financial liabilities within due time. The restructuring process at Sava d.d. and thus a moratorium on repayment of the principals expired at the end of November 2014; since the preventive restructuring proceedings were discontinued and the compulsory settlement proceedings were introduced in June 2015, solvency risk at Sava d.d. remains high.

Foreign currency risk

This involves a risk of losing economic benefits due to the changes in foreign currency exchange rates. Sava d.d. mainly does business in the Eurozone, which is why foreign currency risk for the company is low.

Management of capital

As part of the introduced compulsory settlement proceedings, Sava d.d. will prepare a financial restructuring plan, which similar to the previous business strategy will be based on financial liabilities restructuring programme and divestments of certain financial investments. Based on the planned activities, capital structure of the company will improve. Sava d.d. has no programme of granting stock options to its

employees. Regulatory bodies do not have any capital requirements towards the parent company or subsidiaries in the Sava Group.

2.4. Breakdown and notes to the financial statements

2.4.1. Intangible fixed assets and long-term deferred costs and accrued revenues

In the first half-year 2015, the depreciation of intangible fixed assets was accounted for to the amount of €1 thousand.

Movement of intangible fixed assets and long-term deferred costs and accrued revenues

COST VALUE	Long-term deferred development costs	Property rights		Goodwill of acquired company	Other long-term deferred costs and accrued revenues	TOTAL
		Investments in acquired rights to industrial property and other rights	Advances for intangible long-term assets			
Balance at 01/01/2015	0	27	0	0	0	27
Increase, purchase	0	0	0	0	0	0
Decrease	0	0	0	0	0	0
Balance at 30/06/2015	0	27	0	0	0	27
VALUE ADJUSTMENT						
Balance at 01/01/2015	0	-5	0	0	0	-5
Decrease	0	0	0	0	0	0
Depreciation	0	-1	0	0	0	-1
Balance at 30/06/2015	0	-6	0	0	0	-6
CARRYING AMOUNT						
Balance at 01/01/2015	0	22	0	0	0	22
Balance at 30/06/2015	0	21	0	0	0	21

2.4.2. Tangible fixed assets

The value of tangible fixed assets which as per 30 June 2015 amounted to €147 thousand (2014: €167 thousand) was lower than at the end of 2014 due to accounting for depreciation to the amount of €21 thousand. Investments amounted to €1 thousand in the reported period.

Movement of tangible fixed assets

COST VALUE	Land	Buildings	Plant and machinery	Other equipment	Tangible fixed assets under construction and manufacture	Advances for tangible fixed assets	TOTAL
Balance at 01/01/2015	0	0	147	105	0	0	252
Purchase, increase	0	0	1	0	0	0	1
Decrease	0	0	0	0	0	0	0
Balance at 30/06/2015	0	0	148	105	0	0	253
VALUE ADJUSTMENT							
Balance at 01/01/2015	0	0	-44	-41	0	0	-85
Decrease	0	0	0	0	0	0	0
Depreciation	0	0	-10	-11	0	0	-21
Balance at 30/06/2015	0	0	-54	-52	0	0	-106
CARRYING AMOUNT							
Balance at 01/01/2015	0	0	103	64	0	0	167
Balance at 30/06/2015	0	0	94	53	0	0	147

2.4.3. Investment property

In comparison with the previous year, the value of investment property totalling €2,245 thousand (2014: €2,276 thousand) reduced by €31 thousand owing to account for depreciation. Investment property of the book value €1,766 thousand is leased out; its major part refers to a warehouse building in BTC (Šmartinska 152, Ljubljana) of 3,974 sq. m and the associated land.

A mortgage for a long-term syndicated loan is placed on the BTC Ljubljana real estate whose book value amounts to €1,384 thousand. As at 30 June 2015, the balance of unpaid loan amounted to €94,969 thousand.

Revenues of €146 thousand and expenses of €53 thousand were generated in leasing out investment property. Expenses of €19 thousand referred to the investment property not leased out.

An assessment of fair value of investment property as per 31 March 2015 is in progress.

Movement of investment property

COST VALUE	Land-investment property	Buildings-investment property	Total
Balance at 01/01/2015	1,158	4,528	5,686
Purchase, increase	0	0	0
Decrease due to selling	0	0	0
Balance at 30/06/2015	1,158	4,528	5,686
VALUE ADJUSTMENT			
Balance at 01/01/2015	0	-3,411	-3,411
Decrease due to selling	0	0	0
Depreciation	0	-31	-31
Balance at 30/06/2015	0	-3,441	-3,441
CARRYING AMOUNT			
Balance at 01/01/2015	1,158	1,118	2,276
Balance at 30/06/2015	1,158	1,087	2,245

2.4.4. Long-term financial investments

Long-term financial investments amounting to €187,637 thousand (2014: €189,081 thousand) represented 90% of the balance sheet total. In comparison with the previous year, their value reduced by €1,444 thousand. An assessment of fair value of the prevailing portion of long-term financial investment as per 31 March 2015 is in progress.

a) Shares and stakes in Sava Group companies

Shares and stakes in Sava Group companies totalled €91,492 thousand (2014: €91,492 thousand) and did not change in comparison with the end of the previous year.

The entire ownership stake of Sava Turizem d.d. was pledged for the loans obtained by Sava d.d., its book value amounting to €88,960 thousand. The entire ownership stake in the company Sava Nepremičnine d.o.o. was pledged for the loans obtained by Sava TMC d.o.o., the book value of which amounted to €2,165 thousand.

Disclosures in connection with the composition of the Sava Group, share in capital, amount of capital and operating result of the subsidiaries are presented in the business section of the report.

b) Shares and stakes in the associated companies

The value of €59,300 thousand (€406 per share) entirely referred to the financial investment in the shares of **Gorenjska banka d.d.** and compared to the end of the previous year it did not change.

A decrease in investment value in 2014 totalling €26,586 thousand was due to impairment carried out based on the assessment prepared by a certified appraiser.

Sava d.d. pledged 139,480 shares of Gorenjska banka d.d. for the obtained loans, issued bonds and a loan obtained by a subsidiary. The book value of the pledged shares amounted to €56,629 thousand.

The value of a 24.65% shareholding in **NFD Holding, d.d., Ljubljana** was ultimately impaired already in 2014 due to initiating bankruptcy proceedings against the company on 6 January 2015, whereas in 2015 the share based on deletion of shares in the central securities depository was also deleted from the registry of Sava's financial investments.

Information about the evaluation of a 44.07% equity holding of Gorenjska banka d.d. for the purpose of establishing the value of collateral (market value) as per 31 March 2015 will be given subsequently – when the assessment is finalised.

Information about the evaluation of a 44.07% equity holding of Gorenjska banka d.d. for financial reporting purpose as at 31 December 2014

An evaluation report for a 44.07% equity holding of Gorenjska banka d.d. as at 31 December 2014 was produced for financial reporting purpose. A certified company evaluator licensed with the Slovene Audit Institute carried out the evaluation.

Gorenjska banka d.d. was evaluated based on the current value of the expected free cash flow (*value in use*) and the method of market comparisons (*fair value decreased by selling costs*). The following documents were used in the evaluation: the operations projections prepared on the basis of the past operating results; estimate of financial statements for 2014; business plans for the period 2015- 2019; publicly announced strategic basis for action and policies of the company; explanations given by the company's management board; analyses of the macroeconomic environment and the industry.

The following assumptions were used in the value in use computation: a going-concern entity; a 10% minority owner discount; a 10% discount for shortage of marketability; a 12.30% required return on capital; a 2 % growth in normalised cash flow.

The fair value computation decreased by selling costs considered the following assumptions: a going-concern entity; P/B multiplication factor between 0.69 and 0.79 (listed companies); a 5% discount for shortage of marketability; adjustment by a control premium 18.75%; selling cost estimate 2%.

The *final resolution* on recoverable amount evaluation was made based on fair value decreased by selling cost in the span from €378 for a share to €434 for a share, with the mean value at €406 for a share.

c) Other stakes and shares

Other shares and stakes totalling €36,845 thousand (2014: €38,289 thousand) were by €1,444 thousand lower than in the previous year. Other shares and stakes included listed securities available for sale totalling €147 thousand (2014: €843 thousand), unlisted securities available for sale totalling €3,324 thousand (2014: €3,323 thousand) and the investment in a mutual fund totalling €33,373 thousand (2014: €34,123 thousand).

Securities available for sale were valued at fair value as per 30 June 2015. The net negative effect of revaluation amounted to €966 thousand (2014: net positive effect €10,063 thousand), a sum of €16 thousand of which was due to impairments through profit or loss, while the net decrease in financial investments value of €950 thousand (2014: net increase by €10,903 thousand) were shown through equity revaluation adjustments.

In the first half-year of 2015, securities available for sale were sold, their book value amounted to €479 thousand; a profit of €140 thousand was realised in this sale.

The value of investment in **Alpen.SI** (renamed NFD 1, mutual fund) amounted to €33,373 thousand (2014: €34,123 thousand). Fair value was ascertained by using the stock exchange price announced on the last day of the accounting period, which in comparison with the same period last year decreased.

Despite a 40.39% ownership stake, the investment in Alpen.SI is considered as available for sale and not as an associated company. The company is managed by the management company, in which Sava d.d. has no ownership stake. The Supervisory Board of the company solely supervises the fund operation. Furthermore, it restructured from a closed mutual fund to an open mutual fund in 2011, after which Sava d.d. became the owner of a certain number of mutual fund coupons and has no influence on managing the fund whatsoever.

The total – 40.39% - share in Alpen.SI was pledged for the loans obtained by Sava d.d. The book value of pledged shares amounted to €33,373 thousand.

The value of **other shares and stakes** amounted to €3,471 thousand (2014: €4,166 thousand), and included 1,468,221 shares of Hoteli Bernardin 13,500 shares of Kompas Bled, 4,987 shares of Pokojninska Družba A, , pledged for the loans obtained by Sava d.d. The book value of the pledged shares amounted to €3,029 thousand.

Overview of securities available for sale

	€000	
	30/06/2015	31/12/2014
Shares of listed companies	147	843
Shares and stakes of unlisted companies	3,324	3,323
Mutual funds	33,373	34,123
Total	36,845	38,289

Overview of long-term financial investments

	Long-term financial investments, excluding loans					Long-term loans					€000
	Stocks and shares in the Group	Stocks and shares in associates	Other stocks and shares	Other long-term financial investments	Total long-term financial investments, excluding loans	Long-term loans to Group companies	Other long-term loans	Long-term unpaid called-up capital	Total long-term loans	Total long-term financial investments	
GROSS VALUE											
Balance at 01/01/2015	105,056	109,587	69,157	0	283,799	0	0	0	0	283,799	
Purchase, increase	0	0	1	0	1	0	0	0	0	1	
Decrease	0	0	-6,478	0	-6,478	0	0	0	0	-6,478	
Write-offs	0	-23,701	-447	0	-24,148	0	0	0	0	-24,148	
Revaluation	0	0	-950	0	-950	0	0	0	0	-950	
Balance at 30/06/2015	105,056	85,886	61,283	0	252,224	0	0	0	0	252,224	
VALUE ADJUSTMENT											
Balance at 01/01/2015	-13,563	-50,286	-30,868	0	-94,718	0	0	0	0	-94,718	
Purchase, increase	0	0	0	0	0	0	0	0	0	0	
Decrease	0	0	5,999	0	5,999	0	0	0	0	5,999	
Write-offs	0	23,701	447	0	24,148	0	0	0	0	24,148	
Revaluation	0	0	-16	0	-16	0	0	0	0	-16	
Balance at 30/06/2015	-13,563	-26,585	-24,438	0	-64,587	0	0	0	0	-64,587	
NET VALUE											
Balance at 01/01/2015	91,492	59,300	38,289	0	189,081	0	0	0	0	189,081	
Balance at 30/06/2015	91,492	59,300	36,845	0	187,637	0	0	0	0	187,637	

2.4.5. Deferred tax receivables

Total amount of deferred tax receivables were entirely reversed at the end of 2014. In the first half-year 2015, no deferred tax receivables were formed anew.

Deferred tax from tax loss was not accounted for. The amount of the not-accounted-for deferred tax receivables from tax loss by using a 17% tax rate amounted to €57,081 thousand (2014: €49,614 thousand).

Movement of deferred tax receivables

	€000	
	30/06/2015	31/12/2014
Balance at 01/01	0	10,874
Decrease in receivables due to sale or discontinued ownership of securities – through profit or loss	0	-1,488
Final reversal of receivables – through profit or loss	0	-9,386
Other changes - through profit or loss	0	0
Final balance	0	0

2.4.6. Short-term financial investments

The value of **short-term financial investments** totalling €12,926 thousand (2014: €14,684 thousand) was by €1,758 thousand lower than in the previous year. The amount entirely referred to short-term loans as follows:

- Short-term loans to *Group companies* totalling €5,431 thousand insured with bills of exchange, the interest rate being €3%;
- Short-term deposits made to *banks* totalling €319 thousand, which were entirely pledged as security to banks creditors;
- Granted loans to others – *NFD Holding d.d.*: in total gross amount of €17,806 thousand, the balance of formed value adjustment as at 30 June 2015 totalled €10,630 thousand, the net value of receivable amounted to €7,176 thousand.

Compared to the end of the previous year, the balance of loans granted to NFD Holding d.d. was decreased by €146 thousand due to an additional impairment of loans calculated on the basis of suitability of received collaterals.

The loans granted to NFD Holding (€7,176 thousand in net terms) and interests (€2,777 thousand), shown under operating receivables, are insured with bills of exchange and securities, which include 9,154,192 shares of Hoteli Bernardin, 346,243 shares of Alpen.SI fund, 647,318 shares of Istrabenz, 166,484 shares of Melamin, 5,806 shares of Krka, 893 shares of Petrol and 32,936 shares of Sava. With all the mentioned shares, Sava d.d. is partly the first-entered lien-holder and partly the second-entered lien-holder. The estimated value of securities received in pledge amounts to €9,954 thousand.

On 6 January 2015, bankruptcy proceedings were initiated against NFD Holding d.d.

Receivables due from NFD Holding d.d. have been entirely pledged as security to banks creditors.

2.4.7. Short-term operating receivables

Short-term operating receivables of €4,882 thousand (2014: €4,860 thousand) did not change significantly if compared to the previous year. They referred to:

- Receivables from sale of services and real estate to Sava Group companies totalling €1,771 thousand.
- Receivables arising from interests on granted loans totalling €2,788 thousand.
- Receivables arising from interest on granted loans due from the Sava Group companies totalling €244 thousand.
- The remaining amount of €79 thousand referred to various other receivables.

Overview of short-term operating receivables by maturity

	30/06/2015		€000
	TOTAL	Due	Not due
IV) Short-term operating receivables	4,882	2,834	2,048
1. Short-term receivables due from Group companies	2,024	2	2,023
2. Short-term trade receivables	58	42	16
3. Short-term operating liabilities to other entities	2,800	2,790	10

The balance and movement of revaluation of receivables as well as their maturity are shown in chapter 2.5.3. Financial instruments – financial risks.

2.4.8. Cash and cash equivalents

Cash amounting to €684 thousand (2014: €58 thousand) referred to the assets on business account, which are entirely pledged as security to banks creditors.

2.4.9. Capital

The value of capital of Sava d.d. as at 30 June 2015 was negative amounting to €29,194 thousand (2014: a negative value of €23,470 thousand) and was by €5,724 thousand lower than at the end of the previous year. The following changes in capital took place in the first half-year 2015:

- A loss in the accounting period was generated to the amount of €4,732 thousand;
- *Revaluation reserve* from long-term financial investments decreased by €992 thousand.

Share capital of the company amounted to €14,061 thousand as at 30 June 2015.

Reserves for treasury shares within revenue reserves

As per 30 June 2015, reserves for treasury shares amounted to €4,977 thousand, the number of own shares totalled 30,541, representing 1.52% of total issue of shares. No changes occurred in the first half-year 2015 with regard to the end of 2014.

Sava d.d. received another 32,936 Sava shares as security, representing 1.64% of totally issued shares.

Revaluation reserve from long-term financial investments

As at 30 June 2015, the revaluation reserve from long-term financial investments amounted to €8,871 thousand (2014: €9,864 thousand) and is composed of:

- A positive revaluation reserve from securities available for sale amounting to €8,871 thousand (2014: €9,864 thousand).
- No negative revaluation reserve from securities available for sale appeared (2014: 0).

2.4.10. Paid dividends, weighted average number of shares and net loss per share

Payment of dividends

The share capital is divided in 2,006,987 ordinary personal no-par value shares, which all have voting rights and are freely transferable. All shares have been paid in full. The company has no bonds for conversion to shares.

Weighted average number of shares

	30/06/2015	31/12/2014
No. of all shares on 01/01	2,006,987	2,006,987
Treasury shares	-30,541	-30,541
Weighted average number of shares at period end	1,995,423	1,995,423

Net loss attributable to shares

	30/06/2015	31/12/2014
Net loss for the financial year (€000)	-4,732	-47,957
Weighted average number of shares	1,995,423	1,995,423
Basic net loss per share (in €)	-2.37	-24.03

The diluted net loss per share equalled the net loss per share as capital consists of ordinary shares only.

2.4.11. Provisions and long-term accrued costs and deferred revenues

The value of provisions and long-term accrued costs and deferred revenues totalling €101 thousand (2014: €101 thousand) referred to provisions for retirement amounts and jubilee benefits.

The actuarial calculation was prepared as per 31 December 2012 and a recalculation was made as per 31 December 2014 to take into account the reduced employee number. As at 30 June 2015, the number of employees did not change, therefore the amount of formed provisions did not change with regard to the end of the past year.

Movement of provisions, long-term accrued costs, and deferred revenues

	Provisions for retirement pay and similar liabilities	Other provisions	Long-term accrued costs and deferred revenues	€000 Total
Balance at 01/01/2015	100	0	1	101
Newly formed provisions	0	0	0	0
Reversal of provisions	0	0	0	0
Drawing on provisions	0	0	0	0
Balance at 30/06/2015	100	0	1	101

2.4.12. Proceedings according to ZFPPIPP Act – preventive restructuring, compulsory settlement

On 30 November 2014, the Master Restructuring Agreement, entered into by Sava d.d. and lending banks on restructuring financial liabilities of €187.7 million at a 3% interest rate, i.e. 1% interest rate fell due quarterly, a 2% interest rate fell due on the final date. Sava d.d. settled the 1% interest rate within the agreed terms.

On 26 November 2014, Sava d.d. filed an application for initiating the preventive restructuring proceedings in accordance with Article 44.b. of the Financial Operations, Insolvency Proceedings and Compulsory Dissolution Act (ZFPPIPP). On 2 December 2014, the court made an order on initiating the preventive restructuring proceedings. On 1 June 2015, the court made an order on existence of reasons for discontinuing the preventive restructuring proceedings against the debtor Sava d.d.

Based on the creditors' application, the court made an order on initiating the compulsory settlement proceedings against the debtor Sava d.d. on 10 June 2015 and on the very same day it also announced the initiation of compulsory settlement proceedings against the debtor Sava d.d.

Based on the appeal against the order on initiating the compulsory settlement proceedings lodged by Družba za upravljanje terjatev bank, d.d, Ljubljana (hereinafter: BAMC), the Higher Court in Ljubljana granted the appeal on 23 July 2015. The Higher Court made an order that annulled the contested order and returned the matter to the court of first instance into further procedure (public announcement on the Ajpes website on 30 July 2015).

In the financial accounts of Sava d.d., the liabilities arising from interests on financial liabilities for the period from 2 December 2014 until 30 June 2015 are temporarily recorded under the conditions that had applied during validity of the Master Restructuring Agreement. The new amount of interests charged on financial liabilities will be agreed upon during the compulsory settlement agreement.

2.4.13. Long-term liabilities

As at 30 June 2015, the value of long-term liabilities amounted to €902 thousand (2014: €1,000 thousand) and entirely referred to deferred tax liabilities.

Deferred tax liabilities

Deferred tax liabilities amounting to €902 thousand (2014: €1,000 thousand) were formed in connection with evaluating financial investments at fair value. They are computed at a 17% tax rate.

Movement of deferred tax liabilities

	€ 000	
	30/06/2015	31/12/2014
Balance at 01/01	1,000	216
Increase in liabilities due to revaluation of securities to fair value - in other comprehensive income	0	984
Decrease in liabilities due to revaluation of securities to fair value - in other comprehensive income	-74	0
Decrease in liabilities due to sale of securities- in other comprehensive income	-24	-200
Other changes- in other comprehensive income	0	0
Final balance	902	1,000

Movement of long-term financial liabilities

	€ 000	
	30/06/2015	31/12/2014
Balance at 01/01	0	15
Repayment of loans during the year	0	-15
Transfer under short-term part at period end	0	0
Final balance	0	0

2.4.14. Short-term liabilities

Short-term liabilities totalled €235,546 thousand (2014: €231,630 thousand) and compared to the end of the previous year they were higher by €3,916 thousand.

A comprehensive explanation about the value of assets of Sava d.d., put as collateral for the obtained loans is given under 2.5.2.

Short-term financial liabilities

Short-term financial liabilities to Group companies totalling €3,835 thousand (2014: €3,835 thousand) did not change with regard to end of last year.

Short-term financial liabilities to banks amounting to €184,875 thousand (2014: €185,224 thousand) were by €349 thousand lower than at the end of the previous year. The amount referred to repayment of loans to the lending banks. Short-term loans are hired with the banks in Slovenia.

Short-term liabilities arising from bonds are shown to the amount of €26,515 thousand (2014: €26,515 thousand). Total nominal value of the bonds issue amounted to €26,500 thousand, during the issue procedure in 2009 another €15 thousand were paid in based on the placed binding bids. The bonds are secured with 34,287 shares of Gorenjska banka d.d. The book value of the pledged bonds amounts to €13,921 thousand. On 24 November 2014, the SA03 bonds were withdrawn from the stock exchange market – bonds segment. The last trading day with the SA03 bonds was on 21 November 2014.

Other short-term financial liabilities totalling €6,870 thousand (2014: €6,878 thousand) included:

- The loan of €6,000 thousand obtained from A Pokojninska družba d.d. (2014: €6,000 thousand), which is secured by placing a mortgage on the real property of Grand Hotel Toplice with the Panorama restaurant and the hotel building Savica.
- Liabilities from hedging against interest rate risk totalling €724 thousand (2014: €732 thousand).
- Liabilities for unpaid dividends totalling €146 thousand (2014: €146 thousand).

Overview of loans received out of the Group at fixed or variable interest rate

	€000		
	Fixed interest rate	Variable interest rate	Total
Long-term loans	0	0	0
Short-term loans	190,875	0	190,875
Total	190,875	0	190,875

Short-term operating liabilities

Short-term liabilities recognised at €13,451 thousand (2014: €9,178 thousand) were by €4,273 thousand higher than at the end of last year. They mainly referred to interest liabilities arising from received loans. The liabilities from the call option contract are secured by placing a land debt on the real property Perovo owned by Sava Nepremičnine d.o.o.

Overview of short-term operating liabilities

	€000	
	30/06/2015	31/12/2014
Short-term operating liabilities to Group's companies	223	156
- interest liabilities for received loans – 2 % interest accruing based on MRA	136	135
- interest liabilities for received loans –imputed 3% interest - from 02/12/2014 to 30/06/2015	67	10
- operating liabilities	20	11
Short-term trade payables	118	90
Short-term operating liabilities from advances	52	52
Other short-term operating liabilities	13,057	8,880
a) operating liabilities to the associated company	63	0
b) interest liabilities for received loans	11,216	7,088
- interest liabilities for received loans – 2 % interest accruing based on MRA	6,628	6,622
- interest liabilities for issued bonds - 2 % interest accruing based on MRA	783	0
- interest liabilities for received loans –imputed 3% interest - from 02/12/2014 to 30/06/2015	3,346	466
- interest liabilities for issued bonds –imputed 3% interest - from 02/12/2014 to 30/06/2015	460	0
c) Liabilities for salaries and other receipts	97	106
- liabilities for net salaries and net other receipts	45	49
- liabilities to the state (contributions on/from salaries)	52	57
d) liabilities to the state (VAT)	20	48
e) liabilities from call option agreement	1,597	1,574
- principal of liabilities	1,526	1,526
- interest liabilities – 2% interest accruing from MRA	44	44
- interest liabilities – imputed 3% interest from 02/12/2014 to 30/06/2015	27	4
f) Other liabilities	64	64
Total short-term liabilities	13,451	9,178

2.4.15. Short-term accrued costs and deferred revenues

Short-term accrued costs and deferred revenues totalling €1,216 thousand (2014: €1,890 thousand) were by €674 thousand lower than at the end of 2014. Deferred interests were transferred under operating liabilities from interests.

Short-term provisions for assessment of assets of Sava d.d. – financial investments and real estate – will be subsequently included as per 31 March 2015.

Overview of short-term accrued costs and deferred revenues:

	€000	
	30/06/2015	31/12/2014
Short-term accrued costs	902	1,890
- Provisions for severance pay	478	478
- Provisions for not utilised holidays	124	54
- Default interest for received loans and issue bonds (discontinued MRA, introduction of PRP)	124	124
- Costs of legal services, consulting and audit in procedure as defined by the ZFPPIPP Act	56	250
- Deferred interest from received loans and issue bonds (transfer to operating liabilities)	0	853
- Other	120	131
Short-term deferred revenues	314	0
Total	1,216	1,890

2.4.16. Net sales revenues

54% net sales revenues of Sava d.d. generated to the amount of €416 thousand (Jan-Jun 2014: €441 thousand) referred to sales within the Sava Group. Revenues were generated in leasing out real estate and providing other services. Net sales revenues were entirely realised in Slovenia.

Overview of net sales revenues

	€000	
	JAN-JUN 2015	JAN-JUN 2014
Net sales revenues from services	269	286
Net sales revenues from rents	147	155
Total net sales revenues	416	441

2.4.17. Cost by functional group

	€000	
	JAN-JUN 2015	JAN-JUN 2014
Manufacturing costs of sold products	0	0
Selling costs	0	0
Overheads	1,485	1,530
TOTAL	1,485	1,530

2.4.18. Cost of goods, materials and services

Cost of goods, materials and services had a 50% share in the operating expenses structure. They amounted to €744 thousand and compared to the same period last year, when they amounted to €729 thousand, they rose by 2%.

Overview of cost of goods, materials and service by type of cost

	€000	
	JAN-JUN 2015	JAN-JUN 2014
Cost of material	23	25
Cost of transportation services	6	2
Cost of maintenance services	53	14
Cost of rentals	78	79
Cost refunds to employees	8	6
Cost of payment transactions, bank services and insurance premiums	38	14
Cost of intellectual services provided by legal entities and natural persons	313	296
Cost of fairs, advertising and office allowances	15	36
Cost of other services	211	257
TOTAL	744	729

2.4.19. Labour cost

Labour cost of €671 thousand (Jan-Jun 2014: €742 thousand) had a 45% share in the operating expenses structure and are by 10% lower if compared to the same period last year.

As at 30 June 2015, Sava d.d. employed 16 associates (17 employees at 31 December 2014), while the average number of employees based on working hours amounted to 15.56 employees in the first half-year 2015 (2014: 18.56).

2.4.20. Amortisation, depreciation expenses and write-offs

Amortisation and depreciation expenses, write-offs totalled €69 thousand (Jan-Jun 2014: €59 thousand) and referred to the accounted-for depreciation totalling €53 thousand and impairment of trade receivables totalling €16 thousand.

2.4.21. Financial revenues from stakes

Financial revenues from stakes totalled €140 thousand (Jan-Jun 2014: €1,308 thousand) and entirely referred to proceeds realised in selling a financial investment.

2.4.22. Financial revenues from granted loans

Financial revenues from loans amounting to €171 thousand (Jan-Jun 2014: €379 thousand) included revenues from loans granted to Group's companies amounting to €147 thousand and financial revenues from loans granted to other entities amounting to €24 thousand.

Total financial revenues from granted loans did not include any revenues that would be generated in relation to the associated company Gorenjska banka d.d. (Jan-Jun 2014: €218 thousand).

2.4.23. Financial expenses from impairments and write-offs of financial investments

Financial expenses from impairments and write-offs of financial investments amounting to €261 thousand (Jan-Jun 2014: €495 thousand) mainly referred to impairments of granted loans and impairments of interests from granted loans.

2.4.24. Financial expenses from financial liabilities

Financial expenses from financial liabilities totalling €3,786 thousand (Jan-Jun 2014: €3,392 thousand) included:

- accrued 3% interest for received loans totalling €3,355 thousand;
- Foreign exchange differences from interest rate hedging totalling €454 thousand.

Financial expenses of €383 thousand (Jan-Jun 2014: €391 thousand) referred to the associated company Gorenjska banka d.d.

2.4.25. Other revenues

Other revenues totalled €77 thousand (Jan-Jun 2014: €12 thousand) and were mainly due to recognition of company's assets.

2.4.26. Corporate income tax

For the period January – June 2015 Sava d.d. had no income tax liability written.

2.4.27. Overview of deferred tax receivables and liabilities

Overview of deferred tax receivables and liabilities

	€000		
30/06/2015	Receivables	Liabilities	Net
Financial investments	0	902	-902
TOTAL	0	902	-902

	€000		
31/12/2014	Receivables	Liabilities	Net
Financial investments	0	1,000	-1,000
TOTAL	0	1,000	-1,000

2.4.28. Shares in profit

The Shareholder's Meeting did not approve any shares in profit.

2.5. Other disclosures

2.5.1. Contingent assets, contingent liabilities and mortgages

The item *mortgages* totalling €1,384 thousand showed the book value of investment property, pledged for the obtained loan.

The majority of *issued guarantees and sureties* amounting to €452 thousand referred to the loans obtained by the subsidiaries in the Sava Group.

Interest rate swaps totalling €2,000 thousand represented a contracting value of collateral made for the portfolio of obtained loans.

Liabilities under the contractual provisions amounting to €211 thousand referred to the assumed guarantees arising from factoring.

The pledge of securities amounting to €184,156 thousand, see for a detailed explanation under 2.5.2.

The pledge of *other assets* amounting to €21,582 thousand represented the balance of a receivable due from NFD Holding and balance of assets on accounts.

Overview of the off-balance sheet items

	€000	
	30/06/2015	31/12/2014
Mortgages	1,384	1,411
Issued guarantees	452	495
Interest rate swaps	2,000	2,000
Liabilities arising from contractual provisions	211	201
Pledge of securities	184,156	185,152
Other – pledge of assets	21,582	22,588
TOTAL	209,785	211,847

2.5.2. Assets pledged for the loans obtained by Sava d.d.

As at 30 June 2015, Sava d.d. showed financial liabilities arising from the loans obtained out of the Sava Group amounting to €217,390 thousand and other financial liabilities amounting to €1,597 thousand. For these loans, own assets that amounted to €207,104 thousand and the assets of the subsidiaries that amounted to €14,508 thousand were pledged. Sava d.d. pledged the assets amounting to €1,466 thousand for the loans raised by the subsidiaries.

Breakdown of financial liabilities of Sava d.d. arising from the loans obtained out of the Sava Group

	€000		
Partners	Long-term financial liabilities	Short-term financial liabilities	Total financial liabilities
- to Gorenjska banka, d.d. (associated company)	0	25,282	25,282
- to other banks	0	159,593	159,593
- to other partners	0	6,000	6,000
- from issued bonds	0	26,515	26,515
TOTAL	0	217,390	217,390

Pledged assets of Sava Turizem d.d., and Sava TMC d.o.o. for the loans obtained by Sava d.d.

Type of asset	Book value of pledge - €000
Mortgages on real estate owned by Sava Turizem d.d.	
- family hotel Savica with the associated land	4,587
Mortgage on real estate owned by Sava TMC, d.o.o.	
- Grand hotel Toplice and Restaurant Panorama	8,942
TOTAL VALUE OF PLEDGED REAL ESTATE	13,529

Land debt for other liabilities of Sava d.d. placed on real estate owned by Sava Nepremičnine, d.o.o.

Type of asset	Book value of pledge - €000
Land debt on real estate owned by Sava Nepremičnine, d.o.o.	
- Land Perovo	979
TOTAL VALUE OF PLEDGED REAL ESTATE	979

Breakdown of pledged assets of Sava d.d. by type of asset

Type of asset	Book value of pledge - €000
Pledged assets	
- pledged shares of companies owned by Sava d.d.	181,991
- pledged stakes in companies owned by Sava d.d.	2,165
- pledged real estate owned by Sava d.d.	1,384
- pledged assets – business account (GB) and escrow account (NLB)	998
- pledged assets - receivables NFD	20,584
TOTAL VALUE OF PLEDGED ASSETS OF SAVA d.d.	207,122
BALANCE SHEET TOTAL OF SAVA d.d. as per 30/06/2015	208,570
Share of pledged assets in balance sheet total	99.3%

Breakdown by type of pledged shares

Type of asset	Available number of shares	Pledged number of shares for loans of Sava d.d.	Pledged number of shares for loans of subsidiaries and other liabilities	Number of unpledged shares	Book value of pledge of €000
Pledged shares					
- Alpen.SI (before NF1N)	37,498,152	37,498,152	0	0	33,373
- shares of Gorenjska banka - GBKR	146,060	135,870	3,610	6,580	56,629
- shares of Hoteli Bernardin - HBPN	1,468,221	1,468,221	0	0	2,320
- shares of Sava Turizem, Bled - SHBR	39,308,317	39,308,317	0	0	88,960
- shares of Kompas hoteli Bled, KHIR	13,500	13,500	0	0	115
- shares of Pokojninska družba A - PDAR	4,987	4,987	0	0	594
TOTAL VALUE OF PLEDGED SHARES					181,991

Breakdown by type of pledged stakes

Type of asset	Available percentage of ownership	Pledged percentage of ownership for loans of Sava d.d.	Pledged percentage of ownership for loans of subsidiaries	Percentage of unpledged ownership	Book value of pledge - €000
Pledged stakes:					
- Sava Nepremičnine, d.o.o.	100.0%	0.0%	100%	0.0%	2,165
TOTAL VALUE OF PLEDGED STAKES					2,165

Mortgages on real estate owned by Sava d.d.

Type of assets	Book value of pledge - €000
Mortgages on real estate	
- real estate BTC, Ljubljana	1,384
TOTAL VALUE OF PLEDGED ASSETS	1,384

2.5.3. Financial instruments – financial risks

Foreign exchange risk

Sava d.d. does business in euros only.

Interest rate risk

To hedge against interest rate risk, Sava d.d. concluded a derived financial instrument in the finance period tied to the reference interest rate EURIBOR, based on which it has outstanding liabilities. Total nominal value of transaction amounted to €2 million as per 30 June 2015. The net value of interest rate swaps as a difference between the receivables and liabilities is negative and totalled €724 thousand as per 30 June 2015 (at the end of 2014 a negative sum of €732 thousand).

Considering the pending compulsory settlement activities, the risk in interest rate change remains high.

Interest rate management at Sava d.d. using a financial instrument

€000							
30/06/2015	Carrying amount	Contracted cash flows	6 months or less	6 - 12 months	1 - 2 years	2 - 5 years	more than 5 years
Interest rate swaps							
Assets	0	0	0	0	0	0	0
Liabilities	-724	-724	-724	0	0	0	0
TOTAL	-724	-724	-724	0	0	0	0
€000							
31/12/2014	Carrying amount	Contracted cash flows	6 months or less	6 - 12 months	1 - 2 years	2 - 5 years	more than 5 years
Interest rate swaps							
Assets	0	0	0	0	0	0	0
Liabilities	-732	-732	-732	0	0	0	0
TOTAL	-732	-732	-732	0	0	0	0

Solvency risk

Overview of solvency risk

€000							
30/06/2015	Carrying amount	Contracted cash flows	6 months or less	6 - 12 months	1 - 2 years	2 - 5 years	more than 5 years
Non-derivative financial liabilities	234,822	-235,441	-235,441	0	0	0	0
Insured bank loans (without associated companies)	159,593	-159,692	-159,692	0	0	0	0
Loans from Group companies	3,835	-3,837	-3,837	0	0	0	0
Trade payables and other liabilities	13,451	-13,451	-13,451	0	0	0	0
Borrowings from associated companies	25,282	-25,647	-25,647	0	0	0	0
Bonds	26,515	-26,521	-26,521	0	0	0	0
Other financial liabilities	6,146	-6,293	-6,293	0	0	0	0
Overdrafts on bank accounts	0	0	0	0	0	0	0
Liabilities from financial lease	0	0	0	0	0	0	0
Derivative financial liabilities	724	-724	-724	0	0	0	0
Interest rate swaps for hedging from risk	724	-724	-724	0	0	0	0
TOTAL	235,546	-236,165	-236,165	0	0	0	0
€ 000							
31/12/2014	Carrying amount	Contracted cash flows	6 months or less	6 - 12 months	1 - 2 years	2 - 5 years	more than 5 years
Non-derivative financial liabilities	230,898	-232,042	-225,956	-6,087	0	0	0
Insured bank loans	159,593	-159,692	-159,692	0	0	0	0
Loans from Group companies	3,835	-3,982	-3,982	0	0	0	0
Trade payables and other liabilities	9,178	-9,178	-9,178	0	0	0	0
Borrowings from associated companies	25,631	-25,647	-25,647	0	0	0	0
Bonds	26,515	-27,369	-27,369	0	0	0	0
Other financial liabilities	6,146	-6,174	-87	-6,087	0	0	0
Overdrafts on bank accounts	0	0	0	0	0	0	0
Liabilities from financial lease	0	0	0	0	0	0	0
Derivative financial liabilities	732	-732	-732	0	0	0	0
Interest rate swaps for hedging from risk	732	-732	-732	0	0	0	0
TOTAL	231,630	-232,774	-226,688	-6,087	0	0	0

Credit risk

Overview of trade receivables by territory

€000		
	Book value	
	30/06/2015	31/12/2014
Slovenia	1,895	1,913
Other EU countries	187	170
Other	0	0
TOTAL	2,082	2,083

Overview of balance and movement of value adjustment in trade receivables

€000		
	30/06/2015	31/12/2014
Balance 01/01	42	160
Increase of value adjustment	16	19
Decrease of value adjustment	0	-137
End balance	58	42

Age structure of trade receivables

	30/06/2015			31/12/2014			€000
	Gross receivable	Impairment	Net receivable	Gross receivable	Impairment	Net receivable	
Not past due	2,038	0	2,038	318	0	318	
Past due 0 - 30 days	38	9	29	1,756	0	1,756	
Past due 31 - 120 days	22	7	15	9	0	9	
Past due more than one year	42	42	0	42	42	0	
TOTAL	2,140	58	2,082	2,125	42	2,083	

Sensitivity analysis to financial risks

Sensitivity analysis to interest rate change

A moratorium on repayment of the principals arising from total financial liabilities Sava d.d. expired at the end of November 2014, after which the preventive restructuring proceedings were initiated, which, however, were discontinued in June. As of discontinuance of the preventive restructuring proceedings, the company is being restructured through the compulsory settlement proceedings. Owing to the related pending activities, sensitivity to the change of interest rates remains high.

If the interest rate changes by 50 basis points, the annual interest expense will increase by €1,121 thousand taking into account indebtedness of Sava d.d. as at 30 June 2015.

Sensitivity analysis to the increased indebtedness

As at 30 June 2015, Sava d.d. had short-term financial liabilities arising from the principals of hired loans and issued bonds amounting to €221 million. Owing to the compulsory settlement proceedings and the contractual provisions in this connection, sensitivity to debt increase is low.

Sensitivity analysis to the changes of foreign currency value

Sava d.d. has the majority of its assets tied to domestic currency; for this reason, the company is not strongly exposed to the changes of the value of foreign currencies.

2.5.4. Estimating fair value

Securities available for sale

The fair value of listed securities available for sale equals the announced standard bid market price at the balance sheet date. The fair value of shares and stakes of unlisted companies equals the cost value less any impairment based on examination for any signs of impairment.

Granted and obtained loans

The fair value is estimated as a discounted value of the expected cash flows from the principal and interests, whereby the effective interest rate equals the contracting interest rate, which is variable.

Issued bonds

The fair value of issued bonds was ascertained at the end of 2013 by using the stock exchange price achieved in the bonds listing in the Ljubljana Stock Exchange. On 24 November 2014, the SA03 bonds were withdrawn from the stock exchange market, as total liabilities arising from these bonds fell due.

Short-term receivables and liabilities

For receivables and liabilities with a remaining life of less than one year, the notional value is deemed to reflect fair value.

Fair values of financial instruments

	€000			
	30/06/2015		31/12/2014	
	Book value	Fair value	Book value	Fair value
Securities available for sale	36,845	36,845	38,288	38,288
Long-term receivables	0	0		0
Short-term receivables	4,882	4,882	4,860	4,860
Granted loans	12,926	12,926	14,685	14,685
Cash and cash equivalents	684	684	58	58
Long-term loans	0	0	0	0
Issued bonds	26,515	note**	26,515	note*
Short-term loans	222,095	note**	222,452	note*
Short-term operating liabilities	13,451	13,451	9,179	9,179

*As at 31 December 2014, Sava d.d. was undergoing preventive restructuring proceedings. The Master Restructuring Agreement on Sava d.d. expired, the new finance conditions should have been agreed with financial creditors during the preventive restructuring proceedings. When the 2014 annual report was approved, the loans were not regulated and it was not clear under what conditions the liabilities will be settled, which is why their fair value could not be established.

**On 1 June 2015, the District Court in Ljubljana made an order that reasons for discontinuance of preventive restructuring proceedings existed, on 10 June 2015 the court made an order on initiating the compulsory settlement proceedings and on 10 June 2015 it also announced the order on initiating the compulsory settlement proceedings against the debtor Sava d.d. On 23 July 2015, the Higher Court in Ljubljana made an order that annulled the order on initiating the compulsory settlement proceedings and returned the matter to the court of first-instance into further procedure. As per cut-off date 31 March 2015 the loans were not regulated and it was not clear under what conditions the liabilities will be settled, which is why their fair value could not be established.

2.5.5. Hierarchy of fair values

In terms of hierarchy, financial instruments valued at fair value are classified at three levels:

- Level 1: assets or liabilities at stock exchange price on the last day of accounting period.
- Level 2: assets or liabilities not classified as level 1; their value is defined directly or indirectly based on the market data.
- Level 3: assets or liabilities whose value cannot be obtained from the market data.

Hierarchy of financial instruments considering computation of their fair value

€000								
	30/06/2015				31/12/2014			
	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3
Securities available for sale	36,845	147	33,373	3,324	38,289	843	34,123	3,323
Derivative financial instruments - assets	0	0	0	0	0	0	0	0
Derivative financial instruments - liabilities	-724	0	-724	0	-732	0	-732	0
Total	36,121	147	32,649	3,324	37,557	843	33,391	3,323

2.5.6. Converting capital by means of living

€000				
	Capital	% growth	Calculated effect	Net profit for the financial year less calculation effect
CAPITAL - calculation for cost of living	14,061	-0.70%	-98	-4,634

2.5.7. Related parties

Related parties include subsidised and associated companies, Supervisory Board and Management Board members, and their closer family members.

Relationships among companies in the Sava Group

Business relations between Sava d.d. and its subsidiaries relate to:

- Provided services, which include use of brand name, and services provided by the professional services.
- Financial operations in connection with granted and obtained loans.

Transactions among the Sava Group companies are performed under the same conditions as valid in an ordinary arm's length transaction. The data on capital of subsidiaries as at 30 June 2015, operating income and net operating result of subsidiaries for the period January-June 2015 is disclosed in the business section of the report.

Relationships with the associated company

As at 30 June 2015, *Gorenjska banka, d.d., Kranj*, is the associated company of Sava d.d. Sava d.d. raises loans with Gorenjska banka, d.d.

Ownership of the Sava share

	30/06/2015	31/12/2014
No. of Sava d.d. shares owned by Gorenjska banka, d.d.	56,475	56,475
Ownership stake of Gorenjska banka d.d. in Sava d.d.	2.81%	2.81%

Transactions with Gorenjska banka d.d. – obtained loans and deposits

	€000	
	30/06/2015	31/12/2014
Balance of received loans at 01/01	25,631	25,974
Hiring new loans	0	0
Repayment of loans	-349	-343
Balance of received loans at period end	25,282	25,631
Balance of deposits at period end	0	0

Other transactions with Gorenjska banka d.d.:

- The balance of short-term operating liabilities arising from interests to Gorenjska banka d.d. amounted to €1,443 thousand as at 30 June 2015 (31 December 2014: €997 thousand).
- In the period January-June 2015, financial expenses from fees amounted to €67 thousand (2014: €8 thousand).
- In the period January-June 2015, financial expenses from interest amounted to €383 thousand (2014: €791 thousand).

Relationships with natural persons

Ownership of the Sava share

	30/06/2015		31/12/2014	
	Number	Share	Number	Share
Management Board members of Sava d.d.	135	0.007%	135	0.007%
Closer family members of Management Board members of Sava d.d.	0	0.000%	0	0.000%
Supervisory Board members of Sava d.d.	3	0.000%	3	0.000%
Directors of subsidiaries	0	0.000%	0	0.000%
Supervisory Board members of subsidiaries	0	0.000%	0	0.000%

Related natural persons owned 138 Sava shares, representing 0.007% of ownership. The name list of the Management Board and Supervisory Board members who own Sava shares is disclosed in the business section of the report.

Data about the group of persons – Management Board

	€000								
First name, last name	Gross salary	Gross bonuses	Gross rewards	Gross expense refunds	Gross income from insurance premiums	Gross income from other payments	Gross income from work done in subsidiaries	Total income in gross amount	Total income in net amount
Matej Narat, President of the Management Board	93	0	0	0.92	4	2	10	110	49
Aleš Aberšek, Member of the Management Board	63	0	0	0.77	0	2	0	66	30
TOTAL	156	0	0	1.69	4	4	10	176	79

In the first half-year 2015, gross remuneration of the Management Board members amounted to €176 thousand (2014: €357 thousand). The amount was composed of gross salaries, meal refunds, insurance premiums, and other payments – bonuses, and from receipts for carrying out tasks in subsidiaries. In the

first half-year 2015, their net remunerations amounted to €79 thousand (2014: €160 thousand) or 45% of gross remuneration.

Data about the group of persons – other employees with individual contracts of employment

Eight employees (at the end of 2014: 8) had individual contracts of employment concluded; their gross remunerations amounted to €257 thousand in the first half-year 2015 (2014: €617 thousand). The amount was composed of gross salaries, bonuses and other receipts, including the amount of €3 thousand as travel expenses refunds. As at 30 June 2015, Sava d.d. showed no receivables due from the associates employed under individual work contracts

Data about the group of persons – Supervisory Board and its commissions

Gross remunerations of Supervisory Board and Supervisory Board commissions members amounted to €64 thousand in the first half-year 2015 (2014: €126 thousand). The amount included payment for performance of duties and attendance fees.

Overview of remunerations of Sava d.d. Supervisory Board members

€000

First, last name		ATTENDANCE FEES	PAYMENT FOR PERFORMANCE OF FUNCTION	EXPENSES REFUNDS	TOTAL
Miran Kraševac	Chairman of the Supervisory Board	2	8	0.00	10
Roman Ambrož	Member shareholder representative	1	6	0.00	7
Robert Ličen, MSc	Member shareholder representative	2	7	0.00	9
Miro Medvešek	Member shareholder representative	1	6	0.00	7
Rok Ponikvar	Member shareholder representative	1	6	0.00	7
Matevž Marc	Member shareholder representative	1	1	0.00	2
Lučka Pogačnik	Member employee representative	1	6	0.00	7
Gregor Rovanišek	Member employee representative	1	6	0.00	7
Jasmina Kovačič	Member employee representative	1	6	0.00	7
Janko Gedrih	Audit commission member	0	0	0.00	0
TOTAL		11	53	0.00	64

2.5.8. Disclosing business with the selected auditor – in connection with the compulsory settlement proceedings

Under the contract made with Deloitte revizija, d.o.o, the cost of auditing separate financial statements of Sava d.d. amounted to €23 thousand for a three-month period ending on 31 March 2015. The cost of examining the Report on financial position and business operations of the debtor in accordance with Article 142 of the ZFPPIPP Act as per 31 March 2015 amounted to €8 thousand under the contract made with Deloitte revizija, d.o.o.

2.5.9. Influence by the events after the balance sheet date on financial statements of Sava d.d.

On the reporting date, the events occurring after the balance sheet date are not of nature that would affect the balance of assets and liabilities shown in the financial statements of Sava d.d. as at 30 June 2015, or on the going-concern presumption.

On 10 June 2015, the District Court in Ljubljana made an order on initiating the compulsory settlement proceedings against the debtor Sava d.d.; on 23 July 2015, the Higher Court in Ljubljana made an order that annulled the order on initiating the compulsory settlement proceedings and returned the matter to the first-instance court into further procedure. In accordance with the provisions of the ZFPPIPP Act, the Proposal on initiating the compulsory settlement proceedings whose constituent will be the audited Report on financial position and business operation of the debtor as per cut-off date 31 March 2015 is being prepared.

The results of assets assessment and any other facts established during the audit procedure will affect the financial statements as per cut-off date 31 March 2015 and, consequently, the financial statements of Sava d.d. and the Sava Group as at 30 June 2015.

As defined by the provisions of the ZTFI Act, Sava d.d. will disclose the facts and assessment of assets, as well as the audit of this year's interim statements when these are final.

2.6. Statement by the Management Board

The Management Board hereby confirms the financial statements of Sava d.d., Ljubljana, for the period ending on 30 June 2015, which have been prepared in accordance with Slovene Accounting Standards.

The Management Board confirms that in drawing up the financial statements the corresponding accounting policies were consistently applied, the accounting estimates were elaborated according to the principle of prudence and good management, and the report gives a true and fair view of the company's assets and business results for the period January – June 2015. The semi-annual report includes a fair view of information from the sixth paragraph of Article 113 of the Financial Instruments Market Act.

On 10 June 2015, the District Court in Ljubljana made an order on initiating the compulsory settlement proceedings against the debtor Sava d.d.; on 23 July 2015, the Higher Court in Ljubljana made an order that annulled the order on initiating the compulsory settlement proceedings and returned the matter to the first-instance court into further procedure. In accordance with the provisions of the ZFPPIPP Act, the Proposal on initiating the compulsory settlement proceedings whose constituent will be the audited Report on financial position and business operation of the debtor on the cut-off date 31 March 2015 is being prepared.

The results of assets assessment and any other facts established during the audit procedure will affect the financial statements as per cut-off date 31 March 2015 and, consequently, the financial statements of Sava d.d. and the Sava Group as at 30 June 2015.

As defined by the provisions of the ZTFI Act, Sava d.d. will disclose the facts and assessment of assets, as well as the audit of this year's interim statements when these are final.

The Management Board is responsible for the proper managing of its accounting procedures, establishing, operation and maintaining internal control in relation to the preparation and fair presentation of financial statements, which do not contain any material misstatements originating from a fraud or error, and for adopting suitable measures for securing assets and other funds. The Management Board confirms herewith that the financial statements and notes have been produced under the going-concern presumption and in compliance with the relevant legislation and Slovene Accounting Standards.

Aleš Aberšek

Member of the Management Board



Matej Narat

President of the Management Board



Ljubljana, 18 August 2015

FINANCIAL STATEMENTS OF THE SAVA GROUP AS AT 30 JUNE 2015 WITH THE SELECTED EXPLANATORY NOTES

3. Consolidated financial statements of the Sava Group as at 30 June 2015

3.1. Consolidated statement of financial position of the Sava Group as at 30 June 2015

	€000		
	30/06/2015	30/06/2014	31/12/2014
ASSETS			
Property, plant and equipment	149,249	151,896	149,705
Intangible assets	707	665	729
Investment property	6,551	8,276	6,637
Investments in associates	59,516	86,330	59,511
Long-term equity securities, available for sale	36,947	36,534	38,392
Long-term loans	1	41	40
Deferred tax assets	0	8,956	0
Long-term assets	252,971	292,698	255,014
Assets for sale	0	0	410
Inventories	3,146	4,200	3,182
Operating and other receivables	8,357	6,945	7,295
Current tax receivable	0	0	0
Short-term financial investments	0	0	0
Approved loans	13,125	21,050	18,388
Cash and cash equivalents	3,360	845	1,205
Short-term assets	27,988	33,040	30,480
Total assets	280,959	325,738	285,494
EQUITY AND LIABILITIES			
Issued capital	14,061	14,061	14,061
Share premium	0	0	0
Reserves	4,977	4,977	4,977
Fair value reserve	9,305	7,779	10,298
Treasury shares	-4,977	-4,977	-4,977
Translation reserve	0	0	0
Retained earnings / loss	-50,861	-6,145	-46,516
Total equity attributable to equity holders of the parent	-27,495	15,695	-22,157
Minority interest	937	1,164	931
Total equity	-26,558	16,859	-21,226
Long-term provisions	2,645	3,194	2,642
Deferred government grants	8,525	8,909	8,753
Long-term interest-bearing borrowings	43,721	52,152	45,678
Long-term operating liabilities	0	0	0
Deferred tax liabilities	786	0	884
Long-term liabilities	55,677	64,255	57,957
Liabilities for sale	0	0	410
Short-term financial liabilities	226,632	223,981	226,976
Short-term operating liabilities	21,427	16,041	16,986
Deferred costs and accrued revenues	3,781	4,602	4,391
Short-term liabilities	251,840	244,624	248,763
Total liabilities	307,517	308,879	306,720
Total equity and liabilities	280,959	325,738	285,494

3.2. Consolidated income statement of the Sava Group as at 30 June 2015

	€000	
	JAN - JUN 2015	JAN - JUN 2014
Revenues from goods sold and services rendered	29,632	28,395
Change in inventories of products and work in progress	0	-15
Other operating revenue	1,151	836
Operating revenues	30,783	29,216
Cost of goods, materials and services	-14,979	-15,130
Labour cost	-10,735	-10,685
Depreciation and amortisation	-3,632	-3,818
Other write-offs	-219	-184
Other operating expenses	-578	-521
Operating expenses	-30,143	-30,339
Operating profit/loss	640	-1,123
Financial income	181	1,656
Financial expense	-5,012	-5,307
Net financing income/expense	-4,831	-3,651
Share in profit of associates	0	0
Share in loss of associates	0	0
Impairments of financial investments in associates	-147	0
Net income/expense from associates	-147	0
Pre-tax loss	-4,338	-4,774
Tax	0	-1,272
Net loss for the year	-4,338	-6,046
Net loss for the year attributable to:		
Equity holders of the parent	-4,345	-6,025
- from discontinued operations	0	0
Minority interest	7	-21
Net loss for the period	-4,338	-6,046
Basic net loss per share (€)	-2.18	-3.02
Diluted net loss per share (€)	-2.18	-3.02

3.3. Consolidated income statement of the Sava Group by quarter of 2015

	€000	
	JAN - MAR 2015	APR - JUN 2015
Net sales revenues from goods sold and services rendered	12,772	16,860
Change in inventories of products and work in progress	0	0
Other operating revenues	499	652
Operating revenues	13,271	17,512
Cost of goods, materials and services	-6,860	-8,119
Labour cost	-5,225	-5,510
Depreciation and amortisation	-1,830	-1,802
Other write-offs	-163	-56
Other operating expense	-288	-290
Operating expenses	-14,366	-15,777
Operating income/expense	-1,095	1,735
Financial income	171	10
Financial expenses	-2,322	-2,690
Net financing income/expense	-2,151	-2,680
Share in income / expense of associates	0	-147
Pre-tax profit/loss	-3,246	-1,092
Tax	0	0
Net profit / loss for the year	-3,246	-1,092

3.4. Statement of consolidated other comprehensive income of the Sava Group as at 30 June 2015

	€000	
	JAN-JUN 2015	JAN-JUN 2014
Net loss for the period	4,338	-6,046
Other comprehensive income		
- Change in fair value of available-for-sale financial assets	-950	8,470
- Deferred tax on change in fair value of available-for-sale financial assets	74	-765
- Change in fair value of investments in associates transferred to profit or loss	0	113
- Change in fair value of available-for-sale financial assets transferred to profit or loss	-140	-1,294
- Deferred tax on change in fair value of available-for-sale financial assets transferred to profit or loss	24	197
- Actuarial gains / losses in pension plan with defined benefits	0	0
- Deferred tax on change in fair value of investments in associated companies	0	-10
Other comprehensive income for the period, net of deferred tax	-993	6,711
Total comprehensive income for the period	5,331	665
Total comprehensive income attributable to:		
Owners of the parent	-5,338	686
Minority interest	7	-21
Total comprehensive income for the period	-5,331	665

3.5. Consolidated cash flow statement of the Sava Group for the period January – June 2015

		€000	
		JAN - JUN 2015	JAN - JUN 2014
CASH FLOWS FROM OPERATING ACTIVITIES			
	Profit/loss before taxation	-4,338	-6,046
	Adjustments for:		
	Depreciation of property, plant and equipment	3,491	3,676
	Depreciation of intangible assets	51	50
	Depreciation of investment property	90	92
	Impairment of receivables	194	184
	Impairment of financial investments	17	495
	Proceeds from sale of plant, property and equipment	-97	0
	Loss at disposal of property, plant and equipment	26	0
	Profit in sale of securities	-140	-1,294
	Other dividends and shares in profit received	0	-14
	Foreign exchange rate difference	431	0
	Impairment of granted loans	6	0
	Impairment of loans granted to associates	147	0
	Interest expense	4,557	4,808
	Interest revenue	-40	-292
Income from operations prior to change in operating equity and provisions		4,394	1,659
	Change in long-term receivables	39	1,850
	Change in short-term receivables	-1,238	-1,412
	Change in inventories	37	65
	Change in short-term operating liabilities	583	741
	Change in long-term operating liabilities	0	718
	Change in provisions	3	233
	Change in government grants	-228	-159
Acquired cash in operations		3,591	3,695
	Paid income tax	0	0
Net cash flow from operations		3,591	3,695
CASH FLOW FROM INVESTMENT ACTIVITIES			
	Purchase of property, plant and equipment	-3,060	-2,092
	Proceeds from sale of property, plant and equipment	97	0
	Purchase of intangible assets	-29	-69
	Proceeds from sale of intangible assets	0	4
	Purchase of investment property	-5	-13
	Proceeds from sale of associates	-5	0
	Proceeds from repaid loans	5,125	3,544
	Expenses for granted loans	-15	0
	Purchase of equity securities available for sale	-1	-11
	Proceeds from sale of long-term securities	479	2,878
	Other dividends and shares in profit received	0	14
	Received interests	20	118
Net cash flow from investment activities		2,606	4,023

€000

		JAN - JUN 2015	JAN - JUN 2014
CASH FLOWS IN FINANCING ACTIVITIES			
	Other changes in capital	0	-559
	Proceeds from granted long-term loans	12	0
	Expenses for granted long-term loans	-50	0
	Proceeds from granted short-term loans	-1	0
	Expenses for granted short-term loans	-2,693	-4,973
	Paid interests	-1,309	-2,580
	Net cash flow from financing activities	-4,042	-8,112
	Net increase or decrease in cash and cash equivalents	2,155	-394
	Cash and cash equivalents at year begin	1,205	1,239
	Cash and cash equivalents at the end of the period	3,360	845

3.6. Consolidated statement of changes in equity for the Sava Group as at 30 June 2015

€000

	Issued capital	Share premium	Reserves	Reserves for Own shares	Reserve for fair value of financial assets	Reserves from a change in the value of financial investments in associated companies	Reserve for fair value of interest rate swaps	Own shares	Translation reserve	Net profit/loss for the financial year	Net profit/loss brought forward	Total	Non-controlling interest	Total equity
Balance at 31/12/2013	25,442	0	0	4,977	1,068	0	0	-4,977	0	-55,569	44,069	15,010	1,166	16,176
Total comprehensive income														
Loss in year	0	0	0	0	0	0	0	0	0	-6,025	0	-6,025	-21	-6,046
Other comprehensive income	0	0	0	0	6,607	103	0	0	0	0	0	6,710	0	6,710
Items not to be reclassified in profit or loss	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Foreign currency translation differences for foreign operations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Effective portion of changes in fair values of cash flow hedges - interest rate swaps	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Change in fair value of available-for-sale financial assets		0	0	0	8,469	0	0	0	0	0	0	8,469	0	8,469
Deferred tax on change in fair value of available-for-sale financial assets	0	0	0	0	-765	0	0	0	0	0	0	-765	0	-765
Change in fair value of investments in associates	0	0	0	0	0	103	0	0	0	0	0	103	0	103
Change in fair value of available-for-sale financial assets transferred to profit or loss	0	0	0	0	-1,294	0	0	0	0	0	0	-1,294	0	-1,294
Deferred tax on change in fair value of available-for-sale financial assets transferred to profit or loss	0	0	0	0	197	0	0	0	0	0	0	197	0	197
Total comprehensive income	0	0	0	0	6,607	103	0	0	0	-6,025	0	685	-21	664
Transactions with owners, recorded directly in equity														
Dividend payout	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Transfer of net loss of the past year in retained net profit	0	0	0	0	0	0	0	0	0	55,569	-55,569	0	0	0
Acquisition of own shares	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Decrease in minority interest due to sale of companies	0	0	0	0	0	0	0	0	0	0	0	0	19	19
Increase in minority interest due to change in ownership of the company	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total transactions with owners recorded in equity	0	0	0	0	0	0	0	0	0	55,569	-55,569	0	19	19
Changes in capital														
Covering a loss	-11,381	0	0	0	0	0	0	0	0	0	11,381	0	0	0
Formation of reserves for own shares	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other changes in capital	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total changes in capital	-11,381	0	0	0	0	0	0	0	0	0	11,381	0	0	0
Balance at 30/06/2014	14,061	0	0	4,977	7,676	103	0	-4,977	0	-6,025	-119	15,695	1,164	16,859
Balance at 31/12/2014	14,061	0	0	4,977	10,298	0	0	-4,977	0	-46,397	-119	-22,158	931	-21,226
Total comprehensive income														
Profit/loss in year	0	0	0	0	0	0	0	0	0	-4,345	0	-4,345	7	-4,338
Other comprehensive income	0	0	0	0	-993	0	0	0	0	0	0	-993	0	-993
Items not to be reclassified in profit or loss	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Change in fair value of available-for-sale financial assets		0	0	0	-950	0	0	0	0	0	0	-950	0	-950
Deferred tax of change in fair value of available-for-sale financial assets	0	0	0	0	74	0	0	0	0	0	0	74	0	74
Change in fair value of investments in associates	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Change in fair value of available-for-sale financial assets transferred to profit or loss	0	0	0	0	-140	0	0	0	0	0	0	-140	0	-140
Deferred tax on change in fair value of available-for-sale financial assets transferred to profit or loss	0	0	0	0	24	0	0	0	0	0	0	24	0	24
Total comprehensive income	0	0	0	0	-993	0	0	0	0	-4,345	0	-5,338	7	-5,331
Transactions with owners, recorded directly in equity														
Dividend payout	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Transfer of net loss of the past year in retained net profit	0	0	0	0	0	0	0	0	0	46,397	-46,397	0	0	0
Acquisition of own shares	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Increase of minority shares due to acquisition of companies	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Decrease in minority shares due to sale of companies	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total transactions with owners	0	0	0	0	0	0	0	0	0	46,397	-46,397	0	0	0
Changes in capital	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Covering a loss	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Reallocation of loss from discontinued operations	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other changes in capital	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total changes in capital	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Balance at 30/06/2015	14,061	0	0	4,977	9,305	0	0	-4,977	0	-4,345	-46,516	-27,496	938	-26,558

4. Selected explanatory notes to the financial statements of the Sava Group in accordance with International Financial Reporting Standards as adopted by the EU

4.1. Reporting company

The controlling company Sava d.d. is domiciled in Dunajska cesta 152, 1000 Ljubljana. The consolidated financial statements of the Sava Group, which include the controlling company Sava d.d., its subsidiaries, and the interests in the associated companies, have been drawn for the financial period ending on 30 June 2015.

4.2. Basis of preparation

a) Statement of compliance

Consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the EU, and in compliance with the IFRICs as adopted by the International Accounting Standards Board (IASB), and with the Companies Act.

b) Basis of measurement

Consolidated financial statements are prepared on the historical cost basis except for the financial instruments classified as available for sale and derivative financial instruments that are stated at their fair values.

c) Functional and presentation currency

Consolidated financial statements are presented in euro, which is the functional currency of the company. All financial information is presented in euro, rounded to the nearest thousand. When adding together, minor differences can appear due to rounding off.

The Sava Group companies, which have their head office outside of Slovenia, use the following currencies: HRK, RSD.

4.3. Significant accounting policies

The companies in the Sava Group have consistently applied the determined accounting policies for all the periods shown in the enclosed consolidated financial statements. In comparison with the policies presented in the 2014 annual report of the Sava Group, these policies did not change.

The following information is added:

Business combinations

In 2015, a 40% share of the company BLS Sinergije, d.o.o. was acquired, representing a new associated company of the Sava Group.

In 2014, an 85% share was acquired in Cardial d.o.o., representing a new subsidiary of the Sava Group.

Drawing up a cash flow statement

The cash flow statement has been prepared by considering the data from the income statement for the period January-June 2015 (for the past period January-June 2014), the balance sheet data at 30 June 2015 and 31 December 2014 (for the past period 30 June 2014 and 31 December 2013), and other required data. The cash flow statement excludes the values not connected with revenues and expenses.

4.4. Selected explanatory notes about major business events and transactions in the period January – June 2015

a) Write-off of inventories, revaluation of receivables

In the first *half-year 2015*, revaluation of receivables totalling €194 thousand were formed in the companies of the Sava Group.

In the first *half-year 2014*, revaluation of receivables totalling €184 thousand were formed in Tourism.

b) Losses due to impairments of financial assets

In the first half-year 2015, securities available for sale were impaired to the amount of €17 thousand. The recognised losses due to impairment of financial assets were not reversed in the reported period. For the need of producing the Report on financial position and business operations of the debtor Sava d.d., an assessment of assets of Sava d.d. as per 31 March 2015 is in progress, whose effects will be subsequently included in the financial statements of Sava d.d. and will also have influence on the financial statements of the Sava Group.

Impairments of securities available for sale totalling €495 thousand were carried out in the first *half-year 2014*. No reversals of the recognised losses due to impairment of financial assets took place in the reported period.

d) Reversal of provisions for restructuring costs

Short-term provisions for restructuring costs totalling €186 thousand were utilised in the first half-year 2015; these provisions were formed at the end of 2014.

No reversals of provisions for restructuring costs took place in the first *half-year 2014*.

e) Take-overs and disposals of fixed assets and investment property

In the first *half-year 2015*, an amount of €5 thousand was used to increase capital of the company Bernardinreal, turizem in storitve d.o.o., which later renamed BLS Sinergije, poslovne usmeritve d.o.o. Sava Turizem d.d. thus became a 30% owner and Sava d.d. a 10% owner of the company.

In the first half-year 2015, Sava Turizem d.d. realised €70 thousand of positive effects in net terms from disposal of unnecessary fixed assets. Investments in the Sava Group amounted to €3,261 thousand and were mainly realised in Tourism.

In February 2014, Sava Turizem d.d. purchased an 85% ownership stake of Cardial, d.o.o. The remaining 15% share is the company's own stake. The investment value reached €350 thousand, the company's capital value on the acquisition day amounted to €124 thousand, the difference between the purchase value and the value of attributable capital totalling €245 thousand was recognised as goodwill in consolidated financial statements.

No disposals of fixed assets or investment property took place in the first half-year 2014, while investments were realised to the amount of €2,105 thousand, mainly in Tourism.

f) The course of denationalisation claims at Sava Turizem, d.d.

- *Denationalisation claim Höhn - Šarič*

Zdravilišče Radenci d.o.o. is one of the parties in the Höhn-Šarič denationalisation procedure. The applicants of the denationalisation claim require a part of the property within the health resort to be returned. Based on a proposal for issuance of a temporary order, the property, which is the subject of the procedure, was separated out from the ownership restructuring of the company until the denationalisation procedure is finished, therefore Sava Turizem d.d. keeps this property under off-balance.

In 2012, the Administrative unit Gornja Radgona issued a denationalisation order for the nationalised company Zdravilišče Slatina Radenci, Hoehn and Comp., public trading company in Radenci, based on which the request for denationalisation of the nationalised company Kuranstalt Sauberbrun Radein Aktiengesellschaft with the share of 48 %, owned by Wilhemina Hoehn Šarič was rejected. The party filing the denationalisation request filed an appeal through the proxy, which the competent Ministry rejected and confirmed the decision made by the first-instance administrative body. The parties filing the request appealed against the decision by the second-instance body, the issue is still pending at the administrative court. On 12 June 2014, the administrative unit Gornja Radgona issued a report on the established legal and actual state of affairs and proposed rejection of the denationalisation claim also with regard to a 48%

share owned by Ante Šarič. The first-instance and second-instance bodies rejected the application by denationalisations claimants as unfounded and the latter brought an action before the Administrative Court in Ljubljana.

At the Novo mesto Local Court a non-contentious proceedings on returning the seized assets in accordance with Article 145 ZIKS is in progress, at which the parties filing the request demand a 48% share of assets claimed to be seized from Dr Ante Šarič. On 19 June 2013, the first-instance court decided to reject the proposal for returning the seized assets. The first-instance court's decision is legally binding (decision by the Higher Court in Ljubljana of 19 March 2014). A revision as an extraordinary legal remedy was filed against the decision; the Supreme Court of the Republic of Slovenia rejected the application for revision as illicit.

Due to the complexity of legal and actual issues, the outcome of denationalisation procedure cannot be predicted in this phase, which is why any future liabilities of the company arising thereof cannot be estimated.

In years past, the company Sava Turizem d.d. entirely renovated one of its facilities, which is subject to a denationalisation procedure. This facility was excluded from the ownership restructuring until the completion of the denationalisation procedure. The company management estimates that once the procedure is complete, it will repurchase the remaining part of the property.

- Denationalisation claim - Dermastja

The subject of the denationalisation claim is a one-third stake in the old Park hotel. The request for temporary order was filed in after term expiration, therefore a temporary order was not made, and the administrative body decided that claimants were not entitled to returning ownership stake in kind. The claimant, and claimants who subsequently entered a dispute, filed in a complaint against the resolution concerning the privatisation at the Administrative Court, which rejected it. The complaint was then filed at the Supreme Court, which has not yet decided regarding this matter. The Management Board of the company estimates that claimants will fail in their litigation procedure.

g) New litigation proceedings at Sava d.d.

In connection with the ownership of shares of Save Turizem d.d., two new litigation proceedings are in progress:

- Litigation proceedings Ref. No. V Pg 2236/2015 (prior to that a temporary order Ref. No. Zg 41/2015), taking place before the District Court in Ljubljana, in which Sava d.d. is the plaintiff, while DUTB, d.d. and DUP1, d.d. are the defendants. Two temporary orders were made in this matter and an action lodged.
- Litigation proceedings Ref. No. Zg 42/2015, taking place before the District Court in Ljubljana, in which DUTB, d.d. and DUP1, d.d. are the plaintiffs and Sava, d.d. the defendant. A temporary order was made in this matter, and we expect that an action by the plaintiffs will be lodged.

h) Other explanations

As at 30 June 2015:

- balance of open liabilities from investments amounted to €487 thousand, liabilities are not due on the reporting date;
- no call option contracts were made;
- no major changes in connection with the course of the existing litigation proceedings occurred other than the ones explained under f) The course of denationalisation claims at Sava Turizem, d.d. and) New litigation proceedings at Sava d.d.;
- no retroactive correction of errors;
- no extraordinary transactions between subsidiaries;
- no transfers between the fair value hierarchy used in fair value measurements of financial instruments;
- no other changes in allocations of financial assets as a result of changed purpose or use of these assets;
- no significant changes in contingent liabilities;
- key information by segment is given under item 2 of business section of the report.

4.5. Other disclosures

a) Disclosing fair values of financial instruments

	€000			
	30/06/2015	30/06/2015	31/12/2014	31/12/2014
	Book value	Fair value	Book value	Fair value
Securities available for sale	36,947	36,947	38,392	38,392
Assets for sale	0	0	410	410
Long-term receivables – financial lease	0	0	0	0
Other long-term receivables	1	1	39	39
Short-term receivables	5,544	5,544	5,544	5,544
Derivative financial instruments – interest rate swaps	0	0	0	0
Approved loans	18,389	18,389	18,389	18,389
Cash and cash equivalents	3,360	3,360	1,205	1,205
Long-term loans at fixed interest rate	0	0	0	0
Issued bonds at fixed interest rate	-26,515	note**	-26,515	note *
Long-term loans at variable interest rate	-43,721	-43,721	-45,679	-45,679
Liabilities for sale	0	0	410	410
Long-term operating liabilities	0	0	0	0
Short-term loans	-226,098	note **	-226,098	note *
Derivative financial instruments – interest rate swaps	-724	-724	-732	-732
Liabilities for dividends	-146	-146	-150	-150
Short-term operating liabilities	21,427	21,427	16,986	16,986

*As at 31 December 2014, Sava d.d. was undergoing preventive restructuring proceedings. The Master Restructuring Agreement on Sava d.d. expired, the new finance conditions should have been agreed with financial creditors during the preventive restructuring proceedings. When the 2014 annual report was approved, the loans were not regulated and it was not clear under what conditions the liabilities will be settled, which is why their fair value could not be established.

**On 1 June 2015, the District Court in Ljubljana made an order that reasons for discontinuance of preventive restructuring proceedings existed, on 10 June 2015 the court made an order on initiating the compulsory settlement proceedings and on 10 June 2015 it also announced the order on initiating the compulsory settlement proceedings against the debtor Sava d.d. On 23 July 2015, the Higher Court in Ljubljana made an order that annulled the order on initiating the compulsory settlement proceedings and returned the matter to first-instance court into further procedure. As per cut-off date 31 March 2015, the loans were not regulated and it was not clear under what conditions the liabilities will be settled, which is why their fair value could not be established.

b) Ranking financial instruments with regard to a computation of their fair value

In terms of hierarchy, financial instruments valued at fair value are classified at three levels:

- Level 1: assets or liabilities at stock exchange price on 30 June.
- Level 2: assets or liabilities not classified as level 1; their value is defined directly or indirectly based on the market data.
- Level 3: assets or liabilities whose value cannot be obtained from the market data.

Hierarchy of financial instruments considering computation of their fair value

	€000							
	30/06/2015					31/12/2014		
	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3
Securities available for sale	36,947	249	33,373	3,324	38,392	946	34,123	3,323
Derivative financial instruments - assets	0	0	0	0	0	0	0	0
Derivative financial instruments - liabilities	-724	0	-724	0	-732	0	-732	0
Total	36,223	249	32,649	3,324	37,660	946	33,391	3,323

c) Explanation of individual components and various explanations in relation to capital of the Sava Group

Composition of retained loss

	€000	
Composition of retained loss	30/06/2015	31/12/2014
Retained loss from previous period s- balance 01/01.	-46,516	-11,500
Decrease in share capital (covering accumulated loss of Sava d.d. as per 31 Dec 2013)	0	11,381
Covering the loss of Sava d.d.*	0	563
Decrease by paid dividends of Sava d.d.	0	0
Net operating profit/loss of the accounting period attributable to Sava d.d.	-4,345	-46,960
Retained net loss	-50,861	-46,516

* Obsolete liabilities for payment of dividends to shareholders totalling €563 thousand were transferred during the year under capital reserves and retained net profit/loss of Sava d.d. Already upon producing the 2014 annual report these were used for covering of a loss.

Dividends

In 2015, no dividends were paid, which was the case in 2014, too.

Net earnings / loss per share

The share capital is divided in 2,006,987 ordinary personal no-par value shares, which all have voting rights and are freely transferable. All shares have been paid in full. The company has no bonds for conversion to shares.

Weighted average number of ordinary shares

	30/06/2015	31/12/2014
No. of all shares on 01/01	2,006,987	2,006,987
Treasury shares	-30,541	-30,541
Weighted average number of shares	1,995,423	1,995,423

Net loss attributable to ordinary shares

	JAN-JUN 2015	JAN-JUN 2014
Net profit/loss for the accounting period (€ 000)	-4,338	-6,046
Net profit/loss for the accounting period attributable to holders of the parent (€000)	-4,345	-6,025
Weighted average number of shares	1,995,423	1,995,423
Basic net loss per share (in €)	-2.18	-3.02

The diluted net loss per share equalled the net loss per share as capital consists of ordinary shares only.

4.6. Events after the balance sheet date

On the reporting date, the events occurring after the balance sheet date were not of nature that would affect the balance of assets and liabilities shown in the financial statements of the Sava Group as per 30 June 2015, or on the going-concern presumption.

On 10 June 2015, the District Court in Ljubljana made an order on initiating the compulsory settlement proceedings against the debtor Sava d.d., whereas on 23 July 2015, the Higher Court in Ljubljana made an order on annulling the order on initiating compulsory settlement proceedings and returned the matter to the court of first instance into further procedure. In accordance with the provisions of the ZFPPIPP Act, a proposal for initiating the compulsory settlement proceedings is being prepared whose constituent will be the audited Report on financial position and business operation of the debtor as per cut-off date 31 March 2015.

The results of assets assessment and any other facts established during the audit procedure will affect the financial statements as per cut-off date 31 March 2015 and, consequently, the financial statements of Sava d.d. and the Sava Group as per 30 June 2015.

As defined by the provisions of the ZTFI Act, Sava d.d. will disclose the facts and assessment of assets, as well as the audit of this year's interim statements when these are final.

4.7. Statement by the Management Board for the Sava Group

The Management Board hereby confirms the financial statements of the Sava Group for the period ending on 30 June 2015.

The Management Board confirms that in drawing up consolidated financial statements the corresponding accounting policies were consistently applied, and the consolidated report gives a true and fair view of the company's assets and business results of the Group for the first half-year 2015.

On 10 June 2015, the District Court in Ljubljana made an order on initiating the compulsory settlement proceedings against the debtor Sava d.d., whereas on 23 July 2015, the Higher Court in Ljubljana made an order on annulling the order on initiating the compulsory settlement proceedings and returned the matter to the court of first instance into further procedure. In accordance with the provisions of the ZFPPIPP Act, a proposal for initiating the compulsory settlement proceedings is being prepared whose constituent will be the audited Report on financial position and business operation of the debtor on the cut-off date 31 March 2015.

The results of assets assessment and any other facts established during the audit procedure will affect the financial statements as per cut-off date 31 March 2015 and, consequently, the financial statements of Sava d.d. and the Sava Group as per 30 June 2015.

As defined by the provisions of the ZTFI Act, Sava d.d. will disclose the facts and assessment of assets, as well as the audit of this year's interim statements when these are final.

The Management Board is responsible for the proper managing of its accounting procedures, establishing, operation and maintaining internal control in relation to the preparation and fair presentation of financial statements, which do not contain any material misstatements originating from a fraud or error, and for adopting suitable measures for securing assets and other funds. The Management Board confirms herewith that the financial statements and with the selected explanatory notes have been produced under the going-concern presumption and in compliance with relevant legislation and International Financial Reporting Standards as adopted by the EU.

Aleš Aberšek

Member of the Management Board



Ljubljana, 18 August 2015

Matej Narat

President of the Management Board



Business operations of Sava d.d.

and the Sava Group,

January - June 2015



Sava d.d.

Dunajska cesta 152

1000 Ljubljana

tel.: +386 4 206 55 10

faks: +386 4 206 64 46

www.sava.si

info@sava.si