

JP for underground coal exploitation PEU Resavica, RESAVICA

Basic company data

Full legal name :	JP for underground coal exploitation PEU Resavica
Identification number :	17507699
Full address :	No 2 Petra Zalca Street, Resavica
Foundation year :	2003
Director :	Стеван Џелатовић
Contact person :	Драган Радоњић
Number of employees :	3,484
Phone number :	035/627-702
Fax number :	035/627-552
E-mail address :	dusan.pokrajac@jppeu.rs
Core operating activity:	520-Eksploatacija lignita i mrkog uglja

Quality assurance certificate ISO 9001

Company owns quality assurance certificate ISO 9001.

Ecology

According to applicable regulations, the requirements for environment protection are fulfilled.

Distance from the company (km) to

Distance from	Distance (km)
Belgrade	150
Regional Center	50
Main road	30
Port	100
Railway	0

Capital structure (in %)

Capital structure	% of share in the total capital
Republic of Serbia	100.00

Associated legal entities

Share of other legal entities in company's equity				Share of the companyin other legal entities' equity			
Companyname	Identification number	Form of association	% of share in total capital	Companyname	Identification number	Form of association	% of share in total capital
				Djula doo	20030348		100.00
				Rembas trans doo	20024674		100.00

PROPERTIES AND LIABILITIES

Main equipment

	Name	Type and purpose	Estimated state	Year of production	Purchase value (in 000 RSD)	Amortized value (in 000 RSD)	Current value (in 000 RSD)
1	Passenger vehicle FIAT Punto classic	Passenger vehicle		23/12/11	721	205	516
2	Passenger vehicle FIAT Punto classic	Passenger vehicle		23/12/11	721	205	516
3	Passenger vehicle FIAT Punto classic	Passenger vehicle		23/12/11	721	205	516
4	Passenger vehicle ŠKODA SUPER B	Passenger vehicle		16/08/11	2,742	956	1,786
5	LAP TOP HP4720S	Computer		13/06/11	68	32	36
6	Toyota Avensis	Passenger vehicle		13/09/10	2,133	1,074	1,059
7	LAP TOP DEILXI50010	computer		27/10/10	61	38	23
8	LAP TOP Toshiba	computer		03/11/10	60	37	23
9	OPEL ASTRA COSMO	Passenger vehicle		11/01/08	2,268	1,678	590
10	OPEL ASTRA CLASSIC	Passenger vehicle		10/01/08	1,336	988	348
11	flatbed trailer SCHARF BR.2836			27/06/10	1,028	396	632
12	Steam boiler 10 t steam 13 bars			31/12/12	123,314	24,663	98,651
13	Monorail transporter Scharf with equipment			31/12/63	11,860	11,267	593
14	Insulating machines ADY			07/11/11	4,408	980	3,428
15	Railroad switch Type TIP 49,200,6 BR.96			30/12/13	1,927	0	1,927
16	Second Belt conveyer GTN-1 IV BLOCK			15/12/13	3,929	0	3,929
17	First Belt conveyer GTN-1 IV BLOK			15/12/13	8,067	0	8,067
18	Power station 35/10/6KV			31/12/97	18,517	10,373	8,144

Land and buildings

Land

Name od land	Cadastre lot	Building no.	Usage mode and cadastre class	Surface (m²)	Type of land	Type of right	Type of ownership	Share volume	Encumbrance	Encumbrance entrydate
Field 6th class	KO 238		6	8,050	field		RS state ownership			
Field 6th class	KO 244		6	9,183	field		RS state ownership			
Forest 6th class	KO 493/1		6	21,282	forest		RS state ownership			
Forest 5th class	KO 242		5	56,229	forest		RS state ownership			
Land under the building	KO 5122/2			2,448	construction		RS state ownership			
Orchard 3rd class	KO251/4		3	3,755	orchard		RS state ownership			
Forest 6th class	KO 1262		6	42,887	forest		RS state ownership			
Meadow 6 th class	KO4545		6	13,637	meadow		RS state ownership			
Pasture 8 class	KO 419		8	19,779	pasture		RS state ownership			
Shaft MAKVISTE under the building	KO 853			1,884	construction		RS state ownership			
Aleksinac Logoriste	134/1		land under buildings	96,194.00	other	state ownership				
Kraljevo -Dubrava	3133		land under buildings	22,853.00	constructiono outside of area	state ownership				
Kraljevo -Dubrava	3133		land under buildings	54,639.00	constructiono outside of area	state ownership				
Kraljevo -Pistak	3555		4th class field	17,938.00	agricultural	state ownership				
Village Subotinac	1842		house and land next to building	8,690.00		state ownership				
Subotinac field	2669/1		5th class field	23,297.00	agricultural	state ownership				
Subotinac Pištak	3614/2		2nd class forest	8,594.00	constructiono outside of area	state ownership				
Aleksinac Logoriste	1163		2nd class field	5,210.00	agricultural	state ownership				
Aleksinac Logoriste	164		2nd class field	5,700.00	agricultural	state ownership				
Aleksinac Logoriste	164		3rd class field	9,575.00	agricultural	state ownership				

Buildings

Name of building	Cadastre lot	Building no.	Usage mode and cadastre class	Surface (m²)	Land surface under building (m²)	Type of building	Type of right	Type of ownership	Share volume	Encumbrance	Encumbrance entrydate
VETREN NISKOP 265m								ownership			
N-1 in steel								ownership			
Administrat. building with toil.								ownership			
GTH-2 in JELOVAC pit								ownership			
GVN-2 in STRMOSTEN pit								ownership			
GTN-2 in STRMOSTEN pit								ownership			
Concrete platform								ownership			
Industrial railway								ownership			
NORTH undermine								ownership			
Ventilation								ownership			
Acministrat. plant building	KO 3123 Kraljevo	207	land under the building	420.00	4,149.00						

Home for single persons	KO 129/7 Aleksinac van var	1345	land under the building	2,231.00							
Garage for trucks	KO 134/1 Aleksinac van var	1542	land under the building	257.00							
Techn. warehouse no.1	KO 134/1 Aleksinac van var	2057	land under the building	450.00							
administration	KO 134/1 Aleksinac van var	2233	land under the building	115.00							
Directorate	KO 134/1 Aleksinac van var	2255	land under the building	963.00							
Old power plant	KO 134/1 Aleksinac van var	2846	land under the building	600.00							
Old boiler room	KO 134/1 Aleksinac van var	9513	land under the building	600.00							
Old bar room and shaft	KO 134/1 Aleksinac van var	1244	land under the building	150.00							
Concrete platform for scrap iron	KO 134/1 Aleksinac van var	1267	land under the building	500.00							
Directorate building	246/4	745	construction land	410.00	620.00		usage right	state			

Liability structure

Creditor	Amount of (in 000 RSD)
Commercial creditors	1,136,359
Commercial banks	12,679
Banks in banktrupcy	
Development Fund	1,803,229
Public utility companies	1,335,418
Local utility companies	11,737
Other state creditors	217,021
Liabilities to employees	858,895
Tax liabilities relating to employees	2,329,645
Contributions	4,027,651
Other tax liabilities	3,419,034
Other liabilities	706,722
TOTAL :	15,858,390

PRODUCTION AND CAPACITY

Realized production of the main products (in quantity and value)

	Quantity				Value in 000 RSD		
Product/service	Unit	2011	2012	2013	2011	2012	2013

Capacity utilization

				% of utilization		
Machine (Production line)	Unit	Installed capacity	Real capacity	2011	2012	2013

REALIZATION

Movement in sales volume

	Quantity sold				Value in 000 RSD		
Product/service	Unit	2011	2012	2013	2011	2012	2013
TOTAL :					2,090,917	2,276,336	2,588,154

Sales structure

Sales structure in %	2011	2012	2013
Domestic market	100.00	100.00	100.00
Foreign market	0.00	0.00	0.00
TOTAL :	100.00	100.00	100.00

Distribution channels

Distribution channel	% of share
Direct sale	72.00
Wholesale	
Retail	
Intermediaries	28.00

ORGANIZATION, MANAGEMENT AND EMPLOYMENT

Number of employees

Working	3,172
Paid leave	43
Unpaid leave	0
Other (sick leave, vacation, etc.)	934
Total number of employees	4,149

Age structure of employees

Age	-25	25-35	35-40	40-45	45-50	50-55	55+
Number of employees	231	912	569	641	811	792	193

Average salaries (gross and net) in 2011, 2012. and 2013.

Year	Gross	Net
2011	61,568.81	44,031.69
2012	67,751.67	48,412.71
2013	72,482.61	51,897.21

SWOT ANALYSYS

Strengths:	Planning of processes and activities, development department, a wide range of products, years of presence in the market and operations in accordance with the requirements of ISO 9001
Opportunities:	expansion opportunities in the domestic and foreign markets, more complete utilization of production and transport capacity.
Weakness:	technologically outdated production lines and production technology, lack of marketing approach
Threats:	illiquidity of the economy, higher raw material prices in the domestic market

FINANCIAL INDICATORS

BALANCE SHEET (in RSD 000)

	31.12.2011	31.12.2012	31.12.2013
Cash and cash equivalents	7,618	87,053	4,881
Short-term operating receivables	405,644	351,812	471,626
Receivables from overpaid income tax	0	0	0
Short-term financial investments	122,447	122,500	82,420
Inventories	420,394	479,921	688,797
Non-current assets intended for sale and assets related to discontinued operations	0	0	0
VAT and accrued revenues	21,974	21,615	19,095
Deferred tax assets	0	0	2,647
Current assets	978,077	1,062,901	1,266,819
Subscribed capital unpaid	0	0	0
Goodwill	0	0	0
Intangible assets	0	0	0
Fixed assets	6,398,956	6,195,035	6,068,853
Long-term investments	206,961	207,263	206,657
Non-current assets	6,605,917	6,402,298	6,275,510
Loss above equity	3,837,732	7,941,284	8,313,414
TOTAL ASSETS	11,421,726	15,406,483	15,858,390
Off-balance sheet assets	7,155,996	8,196,463	8,195,336
Suppliers (Accounts payable)	975,699	1,116,821	1,278,634
Short-term financial liabilities	403,481	403,481	361,492
Liabilities from VAT and other public revenues	729,467	1,280,648	1,400,753
Liabilities based on assets intended for sale and assets related to suspended operations	0	0	0
Other short-term liabilities and accrued costs	5,517,797	9,173,758	8,885,963
Profit tax liabilities	9,478	12,377	11,885
Total short-term liabilities	7,635,922	11,987,085	11,938,727
Long-term borrowings	0	0	0
Other long-term liabilities	3,414,988	2,969,279	3,289,728
Total long-term liabilities	3,414,988	2,969,279	3,289,728
Long-term provisions	311,968	369,623	626,877
Total long-term provisions and liabilities	11,362,878	15,325,987	15,855,332
Initial and other capital	7,473,422	7,473,422	7,473,422
Subscribed capital unpaid	0	0	0
Reserves	0	0	0
Revaluation reserves	2,768,456	2,756,880	2,712,782
Unrealized gains based on securities	0	0	0
Unrealized losses based on securities	0	0	0
Retained earnings	0	0	0
Loss	10,241,878	10,230,302	10,186,204
Treasury shares	0	0	0
Total equity	0	0	0
Deferred tax liabilities	58,848	80,496	3,058
TOTAL EQUITY AND LIABILITIES	11,421,726	15,406,483	15,858,390
Off-balance sheet liabilities	7,155,996	8,196,463	8,195,336

INCOME STATEMENT (in RSD 000)

	2011	2012	2013
Sales revenue	1,991,196	2,056,839	2,342,454
Revenues from the use of own products and services	806,858	709,694	763,647
Increase of value of effects on stock	47,068	85,153	122,825
Decrease of value of effects on stock	14,227	2,230	0
Other operating expenses	2,310,205	4,538,237	4,321,562
OPERATING INCOME	5,141,100	7,387,693	7,550,488
Cost of goods sold	0	0	0
Costs of materials	1,336,879	1,309,982	1,308,019
Wages, salaries and other personal indemnities	3,951,065	4,406,769	4,686,701
Depreciation costs	698,413	687,607	907,094
Other operating expenses	863,620	849,198	936,554
OPERATING EXPENSES	6,849,977	7,253,556	7,838,368
OPERATING PROFIT	0	134,137	0
OPERATING LOSS	1,708,877	0	287,880
Financial incomes	25,571	22,297	20,658
Financial expenses	246,645	2,178,271	107,940
Other incomes	385,757	429,173	543,732
Other expenses	354,856	494,594	574,521
PROFIT FROM REGULAR BUSINESS OPERATIONS BEFORE TAXATION			
LOSS FROM REGULAR BUSINESS OPERATIONS BEFORE TAXATION	1,899,050	2,087,258	405,951
NET PROFIT SUSPENDED	388	10,838	5,736
NET LOSS SUSPENDED	0	0	0
PROFIT BEFORE TAXATION	0	0	0
LOSS BEFORE TAXATION	1,898,662	2,076,420	400,215
Tax expenses for the period	0	0	0
Deferred tax expenses for the period	0	21,648	0
Deferred tax income for the period	28,019	0	80,085
Personal earnings paid to employer	0	0	0
NET PROFIT	0	0	0
NET LOSS	1,870,643	2,098,068	320,130
NET INCOME ATTRIBUTABLE TO THE MINORITY SHAREHOLDERS	0	0	0
NET INCOME ATTRIBUTABLE TO THE OWNERS OF THE PARENT LEGAL ENTITY	0	0	0
INCOME PER SHARE			
Basic earnings per share	0	0	0
Decreased (diluted) earnings per share	0	0	0

CONSOLIDATED FINANCIAL INDICATORS

BALANCE SHEET (in RSD 000)

	31.12.2011	31.12.2012	31.12.2013
Cash and cash equivalents	9,688	89,969	6,819
Short-term operating receivables	454,048		632,034
Receivables from overpaid income tax		0	0
Short-term financial investments	122,447	0	82,420
Inventories	457,136	513,567	729,496
Non-current assets intended for sale and assets related to discontinued operations		0	0
VAT and accrued revenues	23,180	24,798	19,372
Deferred tax assets	1,286	0	3,731
Current assets	1,066,499	972,267	1,470,141
Subscribed capital unpaid	20	20	20
Goodwill		0	5
Intangible assets	90	5	0
Fixed assets	6,502,870	6,300,625	6,174,048
Long-term investments	206,961	71,592	206,657
Non-current assets	6,709,941	6,372,242	6,380,730
Loss above equity	4,112,166	8,154,982	8,893,353
TOTAL ASSETS	11,889,892	15,499,491	16,747,955
Off-balance sheet assets	7,155,996	8,196,463	8,195,336
Suppliers (Accounts payable)	1,413,993	1,150,934	1,484,091
Short-term financial liabilities	406,354	406,354	941,559
Liabilities from VAT and other public revenues	734,143	1,285,891	1,411,483
Liabilities based on assets intended for sale and assets related to suspended operations		0	0
Other short-term liabilities and accrued costs	5,532,974	9,219,994	8,973,251
Profit tax liabilities	9,478	12,377	11,885
Total short-term liabilities	8,096,942	12,075,550	12,822,269
Long-term borrowings		0	0
Other long-term liabilities	3,414,988	2,969,279	3,289,728
Total long-term liabilities	3,414,988	2,969,279	3,289,728
Long-term provisions	319,114	376,539	632,657
Total long-term provisions and liabilities	11,831,044	15,421,368	16,744,654
Initial and other capital	7,609,092	7,473,421	7,609,093
Subscribed capital unpaid	20	20	20
Reserves		0	0
Revaluation reserves	2,768,456	2,756,880	2,712,782
Unrealized gains based on securities		0	0
Unrealized losses based on securities	63	0	63
Retained earnings		0	0
Loss	10,377,631	10,230,321	10,321,958
Treasury shares		0	0
Total equity		0	0
Deferred tax liabilities	58,848	78,123	3,301
TOTAL EQUITY AND LIABILITIES	11,889,892	15,499,491	16,747,955
Off-balance sheet liabilities	7,155,996	8,196,463	8,195,336

INCOME STATEMENT (in RSD 000)

	2011	2012	2013
Sales revenue	2,235,269	2,337,345	2,602,553
Revenues from the use of own products and services	808,275	711,995	765,861
Increase of value of effects on stock	47,068	85,153	122,825
Decrease of value of effects on stock	14,227	2,230	0
Other operating expenses	2,310,542	4,538,750	4,322,492
OPERATING INCOME	5,386,927	7,671,013	7,813,731
Cost of goods sold	85,037	180,606	66,228
Costs of materials	1,396,581	1,385,894	1,395,941
Wages, salaries and other personal indemnities	4,062,473	4,509,539	4,858,436
Depreciation costs	712,926	697,776	916,960
Other operating expenses	948,420	818,766	975,891
OPERATING EXPENSES	7,205,437	7,592,581	8,213,456
OPERATING PROFIT		78,432	0
OPERATING LOSS	1,818,510	0	399,725
Financial incomes	25,571	22,297	21,155
Financial expenses	246,929	2,180,326	122,102
Other incomes	391,034	802,484	553,925
Other expenses	358,084	508,172	587,083
PROFIT FROM REGULAR BUSINESS OPERATIONS BEFORE TAXATION			
LOSS FROM REGULAR BUSINESS OPERATIONS BEFORE TAXATION	2,006,918	1,785,285	533,830
NET PROFIT SUSPENDED	207	10,835	4,647
NET LOSS SUSPENDED	0	0	0
PROFIT BEFORE TAXATION		0	0
LOSS BEFORE TAXATION	2,006,711	1,774,450	529,183
Tax expenses for the period		0	0
Deferred tax expenses for the period	0	20,560	0
Deferred tax income for the period	29,370	0	81,360
Personal earnings paid to employer		0	0
NET PROFIT		0	0
NET LOSS	1,977,341	1,795,010	447,823
NET INCOME ATTRIBUTABLE TO THE MINORITY SHAREHOLDERS		0	0
NET INCOME ATTRIBUTABLE TO THE OWNERS OF THE PARENT LEGAL ENTITY		0	0
INCOME PER SHARE			
Basic earnings per share		0	0
Decreased (diluted) earnings per share		0	0

A) Information contain in this document is based on the data recieved from the company, and as such has not been verified by the Privatization Agency. Accordingly, the Privatization Agency shall have no liability with respect to the accuracy and validity of the information contained herein.

B) Pursuant to the law, enterprises from the Republic of Serbia were obliged as of 2004 to prepare Financial Statements in accordance with the International Standards of Financial Reports (ISFR).

C) For the indicated periods, commercial exchange rate has deviated from the official exchange rate. Commercial exchange rates used for calculating the above stated financial statements were as follows :

Income Statement was calculated by using the median annual exchange rate.
2013: 1EUR=113.1369 RSD; 2012: 1 EUR=113.0415 RSD; 2011: 1 EUR=101.95 RSD.

Balance Sheet was calculated by using the exchange rate valid on 31. december of the indicated year.
2013: 1 EUR=114.6421 RSD; 2012: 1 EUR=113.7183 RSD; 2011: 1 EUR=104.6409 RSD.