

## BALANCE SHEET Notes 30.06.2014

(Consolidated)

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014
Equity investments		
Equity investments in other related parties	-	-
Equity investments SC Kolubara Metal d.o.o., Vreoci	-	-
Equity investments in other related legal entities	406,457	287,632
Equity investments in domestic banks and other legal entities	1,969,227	1,969,227
Total equity investments	2,375,684	2,256,859
	-	-
Allowance for impairment of equity investments	(1,017,775)	(1,017,760)
	1,357,909	1,239,099
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014
Other long-term financial investments		
Long-term receivables from SC within the EPS		
- based on transferred credits	0	0
- based of loans	0	0
- the basis of rescheduled receivables for electric power supplied	0	0
Provide long-term loans	1,482,391	1,259,202
Rescheduled receivables from customers for electric power and services:		
- Individuals	3,203,801	4,120,559
- Legal entities	6,345,522	8,351,436
Advances to employees:		
- based on sold apartments	269,472	275,323
- based on housing loans	192,751	197,215
Receivables from the Privatisation Agency RS	90,929	89,020
Long-term deposits with banks in the country	0	0
Other long-term financial investments	768,989	766,263
Total other long-term financial investments	12,353,855	15,059,018
	-	-
Allowance for impairment of rescheduled receivables for electricity and services:		
- Individuals	(2,139,864)	(2,720,031)
- Legal entities	(4,539,081)	(5,372,977)
Allowance for impairment:	0	0
- receivables from the Privatisation Agency RS	(90,929)	(89,020)
- long-term deposits with banks in the country	0	0
- given long-term loans	(118,473)	(118,473)
- other long-term financial investments	(130,405)	(130,418)
- long-term receivables within the EPS	0	0
Total allowance for impairment of other long-term financial investments	(7,018,752)	(8,430,919)
	5,335,103	6,628,099
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014

Advances for intangible assets, property, plant and equipment

Advances for intangible assets	872	-
Advances for property, plant and equipment	12,134,207	11,768,296
Total	<u>12,135,079</u>	<u>11,768,296</u>
	-	-
Allowance for impairment:		
- given advances for intangible assets	0	0
- given prepayments for property, plant and equipment	(147,156)	(147,156)
	<u>(147,156)</u>	<u>(147,156)</u>
	<u>11,987,923</u>	<u>11,621,140</u>
	-	-
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

	June 30th, 2014	January 1st, 2014
Inventories		
Material	10,864,424	11,234,277
Reserve parts	11,903,049	12,143,925
Tools and fixtures	3,322,012	3,257,229
Work in progress and finished goods	1,099,991	1,165,358
Goods	2,518	1,191
Coal	648,005	514,974
Total inventories	<u>27,839,999</u>	<u>28,316,954</u>
	-	-
Allowance for impairment of inventories	(5,555,928)	(5,471,543)
	<u>22,284,071</u>	<u>22,845,411</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

	June 30th, 2014	January 1st, 2014
Advances for inventories and services		
Given advances	6,014,245	3,263,391
Allowance for impairment of advances	(265,456)	(276,919)
	<u>5,748,789</u>	<u>2,986,472</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

	June 30th, 2014	January 1st, 2014
Receivables		
Accounts receivable from customers:		
Domestic customers		
- SC in the EPS	0	0
- for electricity supplied - households	59,440,936	55,004,587
- for electricity supplied - economy	66,515,600	57,683,598
- for electricity supplied - enterprises in restructuring	4,774,777	4,755,714
- other receivables from enterprises in restructuring	1,361,904	1,319,299
- PE Elektromreza Srbije	1,012,678	1,377,013
- other entities - tariff customers	2,645	1,623
- for delivered coal	2,225,064	2,390,250
- the supplied heat and process steam	442,979	1,502,425
- receivable from customers for services	630,385	589,470
- other related parties	5,225,509	4,620,853
Current maturities of long-term receivables within the EPS	0	0

Receivables from loans given SC within the EPS	0	0
Receivables from interest:		
- SC within the EPS	0	0
- For electricity supplied - households	1,406,341	1,263,606
- For electricity supplied - economy	2,140,380	2,055,783
- For electricity supplied - enterprises in restructuring	9,043,717	8,889,121
- Other entities (banks and interest for the delivery of heat and process steam)	414,794	2,136,312
Other receivables from domestic customers	629,452	587,073
Customers abroad	4,404,770	5,438,958
Receivables from RTV overpaid	47,710,892	42,037,967
Receivables from insurance damage	27,956	13,994
Receivables from sales point	355,513	168,680
Receivables from employees	1,986,482	727,215
Receivables from budget users and overpaid taxes and contributions	586,796	150,981
Specific receivables	324,074	320,414
Specific receivables of PD in the EPS	11,730	0
Other claims of SC in the EPS	0	0
Other receivables	873,853	529,707
Total receivables	<u>211,549,227</u>	<u>193,564,643</u>

#### Allowance for impairment

Domestic customers		
- SC in the EPS	(5,752)	(5,752)
- for electricity supplied - households	(48,297,413)	(47,865,935)
- for electricity supplied - economy	(47,508,417)	(28,116,505)
- for electricity supplied - enterprises in restructuring	(4,774,777)	(4,755,714)
- other receivables from enterprises in restructuring	(2,759,413)	(1,319,299)
- for delivered coal	(2,125,645)	(1,937,739)
- for supplied heat and process steam and accrued interest on the same basis	(417,844)	(2,706,843)
- receivable for services from customers	(267,076)	(312,808)
- accrued interest on delivered electricity - households	(1,188,655)	(1,209,871)
- accrued interest on delivered electricity - economy	(2,027,680)	(1,947,209)
- accrued interest on delivered electricity - enterprises in restructuring	(9,043,717)	(8,889,121)
- other related parties	(5,225,509)	(4,617,859)
- other receivables from customers in the country	(864,519)	(3,227,253)
Customers abroad	(3,853,069)	(3,852,607)
Receivables from employees	(12,889)	(7,517)
Receivables for overpaid taxes and contributions	(28,779)	(28,779)
Specific receivables	(24,368)	(24,175)
Other receivables	(384,313)	(383,880)
Total allowance for impairment of receivables	<u>(128,809,835)</u>	<u>(111,208,866)</u>
	<u>82,739,392</u>	<u>82,355,777</u>

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

	June 30th, 2014	January 1st, 2014
Short-term financial investments		
Short-term financial investments in companies in the EPS	0	0
Short-term loans in the country	263,700	138,341
Interest-free loans to related parties - enterprises in the EPS	0	0
Short-term credits, loans and advances - other related parties	3,560	37,966
Short-term loans abroad	31,082	31,082
Short-term rescheduled receivables for electricity	3,929,471	4,797,574
Current maturities of long-term receivables on the basis of transferred foreign loans SC in the EPS	0	0

Current maturities of given loans and rescheduled receivables SC in the EPS	0	0
Current maturities of long-term investments and loans	272,379	372,376
Short-term deposits with banks in the country	245,230	273,138
Other	489,930	1,183,244
	<u>5,235,352</u>	<u>6,833,721</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated		
	June 30th, 2014	January 1st, 2014
Cash equivalents and cash		
Current accounts:		
- RSD	32,621,583	29,934,291
- In foreign currency	3,823,439	2,836,157
Deposits for coverage under letters of credit	314,949	257,656
Short-term deposits up to 3 months	1,031,174	1,380,440
Treasury and other financial funds	129,680	73,653
Restricted cash	1,217,770	967,267
Securities - Cash Equivalents	115,233	75,912
Financial funds whose use is restricted or value reduced	668,798	619,902
Total cash and cash equivalents	<u>39,922,626</u>	<u>36,145,278</u>
	-	-
Allowance for impairment-reduced value of financial funds whose use is limited or value reduced	(682,646)	(621,181)
	<u>39,239,980</u>	<u>35,524,097</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated		
	June 30th, 2014	January 1st, 2014
Value added tax and accruals		
Value added tax	0	0
Deferred value added tax	19,529,194	408,301
Accrued receivables for overpaid VAT	311,406	0
Receivables on value added tax	0	0
Prepaid expenses	9,145	7,247
Other accruals	852,177	385,815
	<u>20,701,922</u>	<u>801,363</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated		
	June 30th, 2014	January 1st, 2014
Long-term provisions		
Provision for costs in guarantee period	0	0
Provisions for reconstructing costs of natural resources	1,812,917	1,623,469
Provisions for securities and deposits kept	0	0
Provisions for restructuring costs	0	0
Provisions for employee benefits (severance pay, awards and other)	8,612,464	8,739,826
Provisions for litigation	3,854,158	3,827,108
Provisions for damage	0	0
Provisions for environmental costs	419,234	425,004
Other long-term provisions	4,754	5,026
	<u>14,703,527</u>	<u>14,620,433</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

	June 30th, 2014	January 1st, 2014
Other long-term liabilities		
Long-term liabilities EPS to related parties	0	0
Rescheduled liabilities:	3,109,804	3,970,821
Rescheduled liabilities PE EPS to related parties	0	0
Rescheduled payments to public revenue		
- on principal	105,285	357,697
- on interest	893,004	970,065
Rescheduled liabilities on fees for water use	0	0
Rescheduled liabilities payables	1,675,336	2,112,120
Obligations that are convertible into equity	80,543	80,543
Other long-term liabilities	355,636	450,396
Current portion of:	(947,557)	(1,591,800)
Rescheduled liabilities PE EPS to related parties	0	0
Rescheduled liabilities to public revenue		
- on the principal	(105,056)	(352,490)
- on interest	(75,168)	(141,550)
-rescheduled liabilities payables fee for water use	0	0
-rescheduled liabilities payables to suppliers	(655,188)	(873,568)
-other long-term liabilities	(112,145)	(224,192)
	<u>2,162,247</u>	<u>2,379,021</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

	June 30th, 2014	January 1st, 2014
Short-term financial liabilities		
<i>Liabilities in foreign currency</i>		
Short-term loans in the country and abroad	0	0
Short-term loans in foreign currency - SC in the EPS	0	0
Part of long-term borrowings in foreign currency due to one - SC in the EPS	0	0
Part of long-term borrowings abroad maturing within one year	3,136,820	3,004,486
Long-term loans maturing within one year from:		
- Other banks	6,338,237	2,482,838
Other short-term liabilities in foreign currency	8,476,899	7,311,948
	-	-
<i>Liabilities in dinars</i>		
Short-term loans - PD in the EPS	0	0
Short-term loans in the country	0	0
Part of long-term borrowings in dinars due within one year - SC in the EPS	0	0
Part of long-term loans due within one year	8,041,595	10,984,269
Part of the rescheduled liabilities due within one year - SC in the EPS	0	0
Part of the rescheduled liabilities relating to public revenues due to a year	180,224	494,040
Part of other long-term liabilities due within one year	767,333	1,097,760
Liabilities in respect of unpaid subscribed share	0	0
Other short-term liabilities	620	620
Other short-term financial liabilities:		
Other short-term financial liabilities	143,729	3,677
	<u>27,085,457</u>	<u>25,379,638</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

	June 30th, 2014	January 1st, 2014
	-	-

Liabilities from operations

Advances	3,767,139	3,895,505
Suppliers:		
a) SC in the EPS:		
- Delivered electricity	0	0
- Accrued interest in respect of the electricity supplied	0	0
- Other specific liabilities within the EPS	0	0
- Borrowed funds	0	0
b) other related parties	39	291
g) in the country	6,847,079	7,588,136
d) abroad	3,702,541	3,076,443
d) PE Elektromreza Srbije	1,178,182	2,126,972
Liabilities on RTV overpaid	47,696,466	42,036,363
Liabilities expropriation of land	38,855	89,111
Liabilities to the importer	77	94
Other liabilities from operations	534,106	544,143
	<u>63,764,484</u>	<u>59,357,058</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

	<u>June 30th, 2014</u>	<u>January 1st, 2014</u>
Other short-term liabilities		
Liabilities for net salaries and wages	1,374,225	1,430,453
Liabilities for taxes and contributions	955,072	1,008,022
Other liabilities to employees	84,510	95,458
Liabilities to members of the Management Board and the Supervisory	1,522	1,083
Liabilities to individuals	48,060	20,349
Liabilities on interest and financing costs - SC in the EPS	0	0
Liabilities on interest and financing costs	2,225,165	1,915,103
Due loans from the Ministry of Finance of the Republic of Serbia	397,223	397,223
Other liabilities in the EPS	0	1
Other liabilities	51,770	53,754
	<u>5,137,547</u>	<u>4,921,446</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

	<u>June 30th, 2014</u>	<u>January 1st, 2014</u>
Liabilities on value added tax, other public income and deferred		
Value added tax	0	0
Deferred tax on value added	25,300,349	2,659,263
Accrued liabilities for payment of the VAT tax return	0	1,885,525
Liabilities for taxes, duties and other charges	40,110	265,470
Charges for water use, construction sites and other public goods	3,868,867	4,745,327
Charges for Environmental Protection	1,633,867	2,357,716
Other public revenues	131,385	35,955
Accrued expenses	377,535	473,754
Accrued interest on rescheduled liabilities from customers	0	0
Accrued income	7,010	9,830
Deferred income from donations received	16,865,233	16,862,810
Other deferrals	316,759	383,578
	<u>48,541,115</u>	<u>29,679,228</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014
Off Balance sheet Assets and Liabilities		
Liabilities for issued guarantees and other forms of security liabilities of PE		
EPS	31,929,520	34,941,360
Issued blank solo bills	16,535,843	16,212,799
Written-off equity investments	121,131	121,131
	<u>48,586,494</u>	<u>51,275,290</u>
	-	-
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014
Other required data		
Estimated war damage	2,765,300	2,654,439
Liabilities for loans contracted-unused	3,760,995	3,760,995
Objects of social standards assumed by the state	275,686	275,686
Received material processing and finishing	-	-
Deferred tax assets	11,419,969	11,489,504
Other off-balance sheet assets	857,926	638,420
	<u>19,079,876</u>	<u>18,819,044</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014
Long-term loans		
Long-term loans in foreign currency	63,438,718	43,622,789
Long-term loans in dinars	14,441,942	38,725,351
	<u>77,880,660</u>	<u>82,348,140</u>
Current portion of long-term loans:		
Long-term loans in foreign currency maturing in one year	- 9,475,057	- 5,487,324
Long-term loans in dinars maturing within one year	- 8,041,595	- 10,984,269
	<u>- 17,516,652</u>	<u>- 16,471,593</u>
	<u>60,364,008</u>	<u>65,876,547</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014
Other long-term financial investments		
Rescheduled receivables from customers for electricity from individuals	3,203,801	4,120,559
Rescheduled receivables from customers for electricity from legal entities	6,345,522	8,351,436
Advances based on sold apartments, housing loans and long-term lease apartments	462,223	472,538
Receivables from the Privatisation Agency of RS	90,929	89,020
Long-term deposits with banks in the country	0	0
Other long-term financial investments	2,251,380	2,025,465
	<u>12,353,855</u>	<u>15,059,018</u>
	-	-
Allowance for impairment:		

Rescheduled receivables from customers for electricity	(6,678,945)	(8,093,008)
Receivables from the Privatisation Agency of RS	(90,929)	(89,020)
Long-term deposits with banks in the country	0	0
Other long-term financial investments	(248,878)	(248,891)
	(7,018,752)	(8,430,919)
	-	-
	<u>5,335,103</u>	<u>6,628,099</u>
	-	-

PE "Electric power industry of Serbia"-Consolidated		In thousands of RSD (corrected)
	June 30th, 2014	January 1st, 2014
Advances for intangible assets, property, plant and equipment		
Advances for property, plant, equipment and intangible assets	12,135,079	11,768,296
Allowance for impairment of advances for property, plant, equipment and intangible assets	(147,156)	(147,156)
Total	<u>11,987,923</u>	<u>11,621,140</u>
	-	-

PE "Electric power industry of Serbia"-Consolidated		In thousands of RSD (corrected)
	June 30th, 2014	January 1st, 2014
Inventories		
Material	10,864,424	11,234,277
Spare parts	11,903,049	12,143,925
Tools and fixtures	3,322,012	3,257,229
Work in progress and finished goods	1,099,991	1,165,358
Coal	648,005	514,974
Goods	2,518	1,191
Allowance for impairment	(5,555,928)	(5,471,543)
	<u>22,284,071</u>	<u>22,845,411</u>
	-	-

PE "Electric power industry of Serbia"-Consolidated		In thousands of RSD (corrected)
	June 30th, 2014	January 1st, 2014
Advances for inventories		
Advances for inventories	6,014,245	3,263,391
Allowance for impairment of advances for Inventories	(265,456)	(276,919)
Total	<u>5,748,789</u>	<u>2,986,472</u>

PE "Electric power industry of Serbia"-Consolidated		In thousands of RSD (corrected)
	June 30th, 2014	January 1st, 2014
Receivables		
Receivable from customers:		
- Other related companies	5,225,509	4,620,853
- Domestic customers	137,048,150	125,211,052
- Foreign customers	4,404,770	5,438,958
	146,678,429	135,270,863
Receivables from RTV overpaid	47,710,892	42,037,967
Receivables of interest		
- for electricity supplied - households	1,406,341	1,263,606
- for electricity supplied - economy	2,140,380	2,055,783
- for electricity supplied - enterprises in restructuring	9,043,717	8,889,121



- Other entities (banks and interest for the delivery of heat and process steam)	414,794	2,136,312
Receivables from employees	2,341,995	895,895
Receivables from budget users and overpaid taxes and contributions	586,796	150,981
Specific receivables	324,074	320,414
Other receivables	901,809	543,701
Total receivables	<u>211,549,227</u>	<u>193,564,643</u>

Advances for inventories:		
- Other related companies	(5,225,509)	(4,617,859)
- Domestic customers	(107,015,104)	(90,242,096)
- Customers abroad	(3,853,069)	(3,852,607)
- Accrued interest on delivered electricity - households	(1,188,655)	(1,209,871)
- Accrued interest on delivered electricity - economy	(2,027,680)	(1,947,209)
- Accrued interest on delivered electricity - companies in restructuring	(9,043,717)	(8,889,121)
- Receivables from employees	(12,889)	(7,517)
- Specific receivables	(24,368)	(24,175)
- Receivables for overpaid taxes and contributions	(28,779)	(28,779)
- Other receivables	(390,065)	(389,632)
Total allowance for impairment	<u>(128,809,835)</u>	<u>(111,208,866)</u>
	<u>82,739,392</u>	<u>82,355,777</u>
	-	-

		In thousands of RSD (corrected)
PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014
Short-term financial investments		
Short-term deposits with banks in the country	245,230	273,138
Short-term amounts due to electricity	3,929,471	4,797,574
Interest-free loans to related parties - companies in the EPS	0	0
Short-term loans in the country	267,260	176,307
Short-term foreign loans	31,082	31,082
Other	762,309	1,555,620
	<u>5,235,352</u>	<u>6,833,721</u>
	-	-

		In thousands of RSD (corrected)
PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014
Cash equivalents and cash		
Current accounts:		
- RSD	32,621,583	29,934,291
- In foreign currency	3,823,439	2,836,157
Deposits for coverage under letters of credit	314,949	257,656
Treasury and other financial funds	129,680	73,653
Other funds	2,364,177	2,423,619
Financial funds whose use is restricted or value reduced	668,798	619,902
Total cash and cash equivalents	<u>39,922,626</u>	<u>36,145,278</u>
Reduced value of financial funds whose use is limited or value reduced	<u>(682,646)</u>	<u>(621,181)</u>
	<u>39,239,980</u>	<u>35,524,097</u>
	-	-

		In thousands of RSD (corrected)
PE "Electric power industry of Serbia"-Consolidated	June 30th, 2014	January 1st, 2014
Value added tax and accruals		
Value added tax	0	0
Deferred tax on value added	19,529,194	408,301

Other accruals	1,172,728	393,062
	<u>20,701,922</u>	<u>801,363</u>
	-	-

	June 30th, 2014	January 1st, 2014
PE "Electric power industry of Serbia"-Consolidated		In thousands of RSD (corrected)
Long-term provisions		
Provision for retirement benefits and awards	8,612,464	8,739,826
Provisions for litigation	3,854,158	3,827,108
Provisions for restoration of natural resources	1,812,917	1,623,469
Other long-term provisions	423,988	430,030
	<u>14,703,527</u>	<u>14,620,433</u>
	-	-

	2014	2013
PE "Electric power industry of Serbia"-Consolidated		
Movements in provisions		
Balance at beginning of year	14,620,433	13,272,433
New provisions	1,738,925	1,466,148
Utilized provisions during the year	(1,288,976)	(1,393,038)
Reversal of provisions	(366,855)	(61,288)
Balance at end of year	<u>14,703,527</u>	<u>13,284,255</u>
	-	-

	June 30th, 2014	January 1st, 2014
PE "Electric power industry of Serbia"-Consolidated		In thousands of RSD (corrected)
Other long-term liabilities		
Rescheduled liabilities to public revenue	998,289	1,327,762
Rescheduled liabilities to suppliers	1,675,336	2,112,120
Other long-term liabilities	436,179	530,939
Current portion of:		
Rescheduled liabilities to public revenue	(180,224)	(494,040)
Rescheduled liabilities to suppliers	(655,188)	(873,568)
Other short term liabilities	(112,145)	(224,192)
	<u>2,162,247</u>	<u>2,379,021</u>
	-	-

	June 30th, 2014	January 1st, 2014
PE "Electric power industry of Serbia"-Consolidated		In thousands of RSD (corrected)
Short-term financial liabilities		
<i>Liabilities in foreign currency</i>		
Short-term loans in the country and abroad	0	0
Part of long-term borrowings abroad maturing within one year	3,136,820	3,004,486
Long-term loans maturing within one year from:		
- Other banks	6,338,237	2,482,838
Other short-term liabilities in foreign currency	8,476,899	7,311,948
<i>Liabilities in dinars</i>		
Short-term loans in the country	-	-
Part of long-term loans due within one year	8,041,595	10,984,269
Part of other long-term liabilities due within one year	947,557	1,591,800
Liabilities in respect of unpaid subscribed share	0	0

Other	144,349	4,297
	<u>27,085,457</u>	<u>25,379,638</u>
	-	-

	June 30th, 2014	In thousands of RSD (corrected) January 1st, 2014
PE "Electric power industry of Serbia"-Consolidated		
Liabilities from operations		
Advances	3,767,139	3,895,505
Suppliers:		
in the country	6,847,118	7,588,427
abroad	3,702,541	3,076,443
PE Electric network of Serbia	1,178,182	2,126,972
Liabilities on RTV overpaid	47,696,466	42,036,363
Other liabilities from operations	573,038	633,348
	<u>63,764,484</u>	<u>59,357,058</u>
	-	-

	June 30th, 2014	In thousands of RSD (corrected) January 1st, 2014
PE "Electric power industry of Serbia"-Consolidated		
Other short-term liabilities		
Due loans from the Ministry of Finance of the Republic of Serbia	397,223	397,223
Liabilities on interest and financing costs	2,225,165	1,915,103
Liabilities for net salaries and wages	1,374,225	1,430,453
Liabilities for taxes and contributions	955,072	1,008,022
Other obligations	185,862	170,645
	<u>5,137,547</u>	<u>4,921,446</u>
	-	-

	June 30th, 2014	In thousands of RSD (corrected) January 1st, 2014
PE "Electric power industry of Serbia"-Consolidated		
Liabilities in respect of value added tax, other public income and deferred		
Value added tax	0	0
Deferred tax on value added	25,300,349	2,659,263
Accrued liabilities for payment of the VAT tax return	0	1,885,525
Charges for water use, construction sites and other public goods	3,868,867	4,745,327
Other public revenues	1,805,362	2,659,141
Accrued costs	377,535	473,754
Deferred income from donations received	16,865,233	16,862,810
Other deferred	323,769	393,408
	<u>48,541,115</u>	<u>29,679,228</u>

PROFIT AND LOSS ACCOUNT Notes 30.06.2014

(Consolidated)

PE "Electric power industry of Serbia"-Consolidated

In thousands of RSD

	For the year ended June 30th, 2014	For the year ended June 30th, 2013
<b>Revenues from sales</b>		
Revenues from sales within the EPS:		
-Revenues from electricity sales	0	0
-Revenues use EE capacity for electricity production	0	0
-Revenues from the sale of coal	0	0
-Revenues use EE capacity for coal production	0	0
-Revenues from electricity sales for the compensation of losses of electricity in the distribution system	0	0
-Revenues of network fee	0	0
-Revenues from product sales	0	0
-Revenues of service	3	0
- other income	0	0
Revenue from the sale of other related parties (JPE Elektrokosmet, Priština)	353,340	393,641
Revenues from sales outside the EPS:		
Revenue from electricity sales		
The physical entities	43,611,242	40,335,435
-Individuals	17,340,940	36,576,516
-Licenced customers	4,362,822	7,513,563
- Qualified customers	30,171,168	4,566,941
Revenue from the sale of coal	1,017,823	2,058,016
Revenue from steam and gas	62,124	69,489
Revenue from services	844,757	644,504
Revenue from sale of goods	147,116	106,104
Sales of goods	0	0
PE Elektromreža Srbije	4,831,376	5,397,571
Revenue from the sale of legal entities abroad	128,872	2,737,567
Income from fees for payment RTV overpaid	90	11,913
Thermal energy	583,528	946,698
Benefits and discounts to consumers for timely settlement of obligations	(787,942)	(920,376)
	<u>102,667,259</u>	<u>100,437,582</u>

PE "Electric power industry of Serbia"-Consolidated

In thousands of RSD

	For the year ended June 30th, 2014	For the year ended June 30th, 2013
<b>Other operating income</b>		
Income from donations	572,010	608,240

Revenue from services for SLA contracts	0	0
Revenues from connection of new consumers	500,941	910,123
Proceeds from the collection of damages from insurance	214,577	177,330
Rental income	63,467	61,538
Other operating income	1,752,956	422,652
Revenues from collection of tender documents	651	199,094
Overinvoice service charges	0	0
	<u>3,104,602</u>	<u>2,378,977</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

For the year ended

For the year ended

June 30th, 2014

June 30th, 2013

**Cost of materials**

Cost of electricity supplied from the SC in the EPS	0	0
Cost of electricity supplied from the SC in the EPS for the compensation of losses in the distribution system	0	0
Costs of EE capacity for electricity production	0	0
Cost of purchased electricity:		
- Purchased in the domestic market	2,910,317	441,842
- Purchased on the foreign market	844,174	6,971,546
Transmission and supply of electricity by PE Electric Web of Serbia, Belgrade	8,414,432	8,061,439
Cost of electricity for their own needs	34	266,219
Quantity discount energy-protected customer	0	44,965
Costs of other energy	83,023	84,790
Coal purchased under the EPS	0	0
Costs of EE capacity for coal production	0	0
Coal supplied externally	573,761	461,149
The costs of basic materials	492,105	672,286
Materials for the maintenance and spare parts	2,818,238	2,935,001
Petroleum products	2,016,137	2,055,329
Cost of natural gas	866,627	1,706,953
Small inventory and tires	147,352	127,894
Material for the production of coal	224,251	339,496
Oils and Lubricants	100,097	103,073
HTZ equipment	90,746	121,941
Office costs and other overhead material	195,893	240,487
Other	41,015	35,657
	<u>19,818,202</u>	<u>24,670,067</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

For the year ended

For the year ended

June 30th, 2014

June 30th, 2013

**Wages, salaries and other personnel expenses**

Gross earnings	21,592,163	20,821,520
Contributions on wages paid by the employer	4,373,429	4,472,346
Transportation expenses of employees	754,407	752,940
Wages and benefits costs for employees on business trips	100,018	114,166
Compensation expense to third parties under contracts and decisions of the Board	425,579	262,399
Scholarships and Loans	148,977	148,212
Help employees	98,457	86,950
Other personal expenses	10,290	15,053
	<u>27,503,320</u>	<u>26,673,586</u>

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	For the year ended <u>June 30th, 2014</u>	For the year ended <u>June 30th, 2013</u>
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### Amortization and provision expenses

Amortization expenses		
- Property, plant and equipment	18,992,087	18,512,030
- Intangible assets	142,404	92,685
Cost of provisions:		
- Employee benefits	727,107	531,314
- For litigation	813,518	808,766
- For restructuring costs	0	0
- The restoration of natural resources	198,300	126,068
- Environmental Protection	0	0
- Other costs of provision	0	0
	<u>20,873,416</u>	<u>20,070,863</u>

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	For the year ended <u>June 30th, 2014</u>	For the year ended <u>June 30th, 2013</u>
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### Other operating expenses

Cost of network fee of SC in the EPS	0	0
Service costs for SLA contracts of SC in the EPS	0	0
Insurance premiums	1,125,448	1,077,815
Cost of fees for water use	1,073,403	886,060
Cost of fees for coast for business purposes	12,171	8,364
Cost of fees for protection and use of forests	102	94
Cost of fees land use	134,591	1,722,127
Cost of fees for use of public goods	21,292	20,009
Costs of fees for environmental pollution	1,985,464	1,899,390
Property tax	552,849	574,031
VAT costs calculated on the loss of electricity	77,431	114,924
Costs of other indirect taxes and fees	361,490	330,577
Tariffs on imported electricity	1,660	318

Regulatory Fee Energy Agency	0	0
Maintenance costs within the related parties	0	0
Maintenance costs out of EPS	3,520,031	3,583,149
The costs of postal services	646,580	599,703
Transportation costs	61,780	92,984
Rental costs	232,146	195,028
Research and development expenses	56,237	37,795
The costs of new production and discovery of mineral resources	0	430
Cost of utilities	215,460	211,271
Service costs of student and youth organizations	344,799	387,616
Entertainment expenses	68,067	107,354
Costs of payment and banking services	165,305	438,984
Other production services	2,251,642	945,244
Cost of services and assist in the production process (TENT	148,680	130,569
Cost of services of various tests, analyzes, technical and project documentation, reports and projects (TENT, TE KO Kostolac, Panonske, Elektrovojvodina, EDB, Jugoistok)	115,715	154,517
Costs of increased food (RB Kolubara, Kolubara Metal)	28,196	25,885
Security services, care facilities and safety at work (Kostolac, Panonske, Elektrovojvodina, Kolubara Metal)	575,997	609,500
The costs of rectifying the consequences of mining activities (services reclamation and greening) (Kostolac)	16,180	20,625
Maintenance facilities (Kostolac, Elektrovojvodina)	0	0
Labor costs and labor separator workers to crusher (Kostolac)	8,927	0
Cost of services pest control and fumigation (Kostolac, EDB)	2,741	5,218
Cost of property and archival material (EDB)	19,022	20,761
A meter reading (EDB, Elektrosrbija, Jugoistok)	228,936	277,128
A transformation of electricity (EDB)	27,406	46,124
Examination, repair, calibration, control, and replacement of meters (EDB, Jugoistok)	101,808	88,883
Other non-production services	724,456	718,767
Other non-production services of SC in the EPS	0	0
Subscriptions to professional publications	26,162	39,919
Court costs	477,988	301,182
Other intangibles costs	278,976	241,014
Other intangible costs of SC in the EPS	0	0
Professional Services	511,307	302,351
Advertising, trade shows and propaganda	56,344	69,460
Safety at work	40,752	34,424
The cost of developing performance	930,882	801,706
Other production services within the EPS	0	0
Vocational Education	31,037	60,990
Cost of health services	76,700	116,377
Maintenance Information System	371,110	174,952
Memberships	315,373	75,363
Costs resorts	960	3,013
Scientific research	136,253	253,538
Fees for use of mineral resources	843,810	706,648
Costs arising from obligations	38,080	38,453

	19,041,746	18,550,634
	-	-
	In thousands of RSD	
	-	
PE "Electric power industry of Serbia"-Consolidated	For the year ended June 30th, 2014	For the year ended June 30th, 2013
<b>Financial income</b>		
Financial income within the EPS:		
-Revenues Interest	0	0
-foreign exchange gains	0	0
-other financial income	0	0
Financial income outside the EPS:		
Interest income:		
- on receivables from customers for electricity	4,241,625	5,719,497
- On the basis of rescheduled receivables from customers for electricity	0	1,024
- On short-term financial investments	575,496	671,386
other income from interest (including all remaining grounds)	681,522	527,023
Foreign exchange gains	373,230	882,423
Revenue arising from foreign currency clause	20,753	114,739
Other financial income	5,923	30,116
Income from dividends	0	0
	<b>5,898,549</b>	<b>7,946,208</b>
	-	-

	In thousands of RSD	
	-	
PE "Electric power industry of Serbia"-Consolidated	For the year ended June 30th, 2014	For the year ended June 30th, 2013
<b>Financial expenses</b>		
Financial expenses within the EPS:		
interest expenses	0	0
foreign exchange losses	0	0
-other financial expenses	0	0
Financial expenses out of EPS:		
Interest expenses:		
- The obligation for purchased electricity	408	2
- Based on commitments to PE EMS	79,306	209,001
- Paris and London Club of Creditors	285,469	255,801
- Rescheduled obligations to public revenue	6,522	16,451
- Based on the reschedule obligations to banks in liquidation	0	0
- Based on recontracted loan of NR China - Deposit		
Insurance Agency	17,147	21,783
- other expense (in all respects)	1,452,297	2,066,885



Losses from foreign currency clause	5,417	39,697
Foreign exchange differences	1,416,877	878,423
Interest expense for untimely paid public revenues	20,295	29,945
Other financial expenses	136,247	306,243
	<u>3,419,985</u>	<u>3,824,231</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

For the year ended  
June 30th, 2014

For the year ended  
June 30th, 2013

**Other income**

Gains on the sale of materials, participation in the capital, intangible assets, property, plant and equipment	15,014	85,166
Collected receivables previously written off and reversal of allowance for impairment of receivables and short-term financial assets	233,360	46,235
Value adjustments of property, plant and equipment	0	0
Value adjustments of other assets	4,150	17,335
Of liabilities for environmental protection	19,894	0
Of liabilities	10,110	17,791
Surpluses	490	75,045
Other income	68,569	131,908
Charges and impairment allowance account:		
- Advances for fixed assets	794	3,327
- Advances paid to suppliers	10,785	7,854
- Receivables from customers	1,411,611	2,163,800
Income from revaluation of long-term financial investments	605,162	1,963
Abolition of long-term provisions	0	0
Reversal of long-term provisions for employee benefits	324,380	38,005
Reversal of long-term provisions for restoration of natural resources	0	0
Reversal of long-term Increases in provisions for litigations	42,475	23,283
Reversal of long-term Increases in provisions for environmental protection	0	0
Additionally approved discounts	1,877	16,924
Reversal of allowance for impairment of equity investments in banks and other legal entities	0	0
Income from hedging	1,042	8,757
	<u>2,749,713</u>	<u>2,637,393</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

For the year ended  
June 30th, 2014

For the year ended  
June 30th, 2013

**Other expenses**

Losses on disposals, write-offs and sales of fixed assets, intangible assets, participation and materials	154,202	623,029
Losses on write-down		
- Short-term receivables and rescheduled receivables	295,643	44,173
- Other assets	0	0
Loss on disposal of inventories	3,333	32,638
Impairment losses on securities available for sale	0	0
Shortages	703	2,635
Expenditures from fees paid to employees of public enterprises on the territory of AP Kosovo and Metohija	2,786,094	2,033,262
Cost of sponsorship and donations	63,158	149,872
Other expenses	318,761	378,997
Impairment		
- Equity investments	15	22
- Rescheduled receivables for electricity	0	0
- Long-term investments	0	33
- Advances	1,848	15,237
- Property, plant and equipment	4,512,912	1,020
- Inventories	1	5
- Receivables from electricity	18,641,486	8,907,219
- Other receivables	1,712,341	1,260,202
- Other assets	61,876	15,864
	<u>28,552,373</u>	<u>13,464,208</u>
	-	-

PE "Electric power industry of Serbia"-Consolidated

In thousands of RSD

	For the year ended <b>June 30th, 2014</b>	For the year ended <b>June 30th, 2013</b>
<b>Revenues from sales</b>		
Revenue from electricity sales	95,051,570	88,465,720
Revenue from the sale of coal	1,017,823	2,058,016
Revenue from steam and gas	645,652	1,016,187
Revenue from the sale of legal entities abroad	128,872	2,737,567
Revenue from sales of goods and services	991,876	750,608
Revenue from fees for payment RTV subscription	90	11,913
Revenue from PE 'Elektromreža Srbije'	4,831,376	5,397,571
Other income	0	0
	<u>102,667,259</u>	<u>100,437,582</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	For the year ended June 30th, 2014	For the year ended June 30th, 2013
<b>Other operating income</b>		
Revenue from donations	572,010	608,240
Revenues from connection of new consumers	500,941	910,123
Revenue from fees of damages from insurance	214,577	177,330
Rental income	63,467	61,538
Other operating income	1,753,607	621,746
	<u>3,104,602</u>	<u>2,378,977</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	For the year ended June 30th, 2014	For the year ended June 30th, 2013
<b>Cost of materials</b>		
Cost of purchased electricity		
- Purchased in the domestic market	2,910,351	708,061
- Purchased on the international market	844,174	6,971,546
Transmission of electricity by PE 'Elektromreza Srbije', Belgrade	8,414,432	8,061,439
Materials for the maintenance and spare parts	2,818,238	2,935,001
Petroleum products	2,016,137	2,055,329
Quantity discount energy-protected customer	0	44,965
The cost of natural gas, and other energy	966,724	1,810,026
Cost of purchased coal	573,761	461,149
Cost of materials for production	716,356	1,011,782
Cost of office and other overhead material	195,893	240,487
Other	362,136	370,282
	<u>19,818,202</u>	<u>24,670,067</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	For the year ended June 30th, 2014	For the year ended June 30th, 2013
<b>Wages, salaries and other personnel expenses</b>		
Gross earnings	21,592,163	20,821,520
Contributions on wages paid by the employer	4,373,429	4,472,346
Transportation expenses of employees	754,407	752,940
Other personal expenses	783,321	626,780
	<u>27,503,320</u>	<u>26,673,586</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated	For the year ended	For the year ended

	<u>June 30th, 2014</u>	<u>June 30th, 2013</u>
<b>Amortization and provision expenses</b>		
Amortization expenses	0	0
- Property, plant and equipment	18,992,087	18,512,030
- Intangible assets	142,404	92,685
Cost of provisions:	0	0
- Employee benefits	727,107	531,314
- For litigation	813,518	808,766
- For restructuring costs	0	0
- The restoration of natural resources	198,300	126,068
- Environmental Protection	0	0
- Other costs of provision	0	0
	<u>20,873,416</u>	<u>20,070,863</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

For the year ended  
June 30th, 2014

For the year ended  
June 30th, 2013

**Amortization and provision expenses**

Cost of amortization	19,134,491	18,604,715
Cost of provision	1,738,925	1,466,148
	<u>20,873,416</u>	<u>20,070,863</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

For the year ended  
June 30th, 2014

For the year ended  
June 30th, 2013

**Other operating expenses**

Insurance premiums	1,125,448	1,077,815
Cost of fees for water use	1,073,403	886,060
Compensation expense for the coast for business purposes	12,171	8,364
Compensation expense for the protection and use of forests	102	94
Cost of fees land use	134,591	1,722,127
Cost of fees for use of public goods	21,292	20,009
Costs of fees for environmental pollution	1,985,464	1,899,390
Property tax	552,849	574,031
Fees for use of mineral resources	843,810	706,648
Costs of other indirect taxes and fees	440,581	445,819
Maintenance costs	3,891,141	3,758,101
The costs of postal services	646,580	599,703
Transportation costs	61,780	92,984

Rental costs	232,146	195,028
Research and development expenses	56,237	38,225
Cost of utilities	215,460	211,271
Service costs of student and youth organizations	344,799	387,616
Entertainment expenses	68,067	107,354
Costs of payment and banking services	165,305	438,984
Other production services	3,525,250	2,324,454
Other of other services	1,353,215	1,171,919
The cost of developing performance	930,882	801,706
Scientific research	136,253	253,538
costs and expenses	477,988	301,182
Other intangibles	746,932	528,212
	<u>19,041,746</u>	<u>18,550,634</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

For the year ended  
June 30th, 2014

For the year ended  
June 30th, 2013

**Financial income**

Interest income	5,498,643	6,918,930
Foreign exchange gains	373,230	882,423
Other financial income	26,676	144,855
	<u>5,898,549</u>	<u>7,946,208</u>
	-	-

In thousands of RSD

PE "Electric power industry of Serbia"-Consolidated

For the year ended  
June 30th, 2014

For the year ended  
June 30th, 2013

**Financial expenses**

Interest expense	1,861,444	2,599,868
Foreign exchange differences	1,416,877	878,423
Other financial expenses	141,664	345,940
	<u>3,419,985</u>	<u>3,824,231</u>
	-	-

PE "Electric power industry of Serbia"-Consolidated

In thousands of RSD

**Other income**

For the year ended  
June 30th, 2014

For the year ended  
June 30th, 2013

Gains on the sale of materials, participation in the capital, intangible assets, property, plant and equipment	15,014	85,166
Collected receivables previously written off and reversal of allowance for impairment of receivables and short-term financial assets	1,656,550	2,221,216