

Energoprojekt Holding Plc. Quarterly Report for Q1 2021

Belgrade, May 2021

Pursuant to Article 53 of the Law on Capital Market (RS Official Gazette, No. 31/2011, 112/2015, 108/2016, 9/2020 and 153/2020) and pursuant to Article 5 of the Rulebook on the Content, Form and Method of Publication of Annual, Semi-Annual and Quarterly Reports of Public Companies (RS Official Gazette, No. 14/2012, 5/2015, 24/2017 and 14/2020), **Energoprojekt Holding Plc. from Belgrade, registration No.: 07023014 hereby publishes the following:**

QUARTERLY REPORT FOR Q1 2021

C O N T E N T S

1. FINANCIAL STATEMENTS OF THE ENERGOPROJEKT HOLDING PLC. FOR Q1 2021

(Balance Sheet, Income Statement, Report on Other Income, Cash Flow Statement, Statement of Changes in Equity, Notes to Financial Statements)
2. BUSINESS REPORT
3. STATEMENT BY PERSONS RESPONSIBLE FOR PREPARATION OF REPORT
4. DECISION OF COMPETENT CORPORATE BODY TO ADOPT THE Q1 2021 QUARTERLY REPORT * (Note)

1. FINANCIAL STATEMENTS OF ENERGOPROJEKT HOLDING PLC. FOR Q1 2021 (Balance Sheet, Income Statement, Report on Other Income, Cash Flow Statement, Statement on Changes in Equity, Notes to Financial Statements)

Reporting period:

from

01.01.2021.

until

31.03.2021.

Quarterly Financial Statement for Businesses KFI-PD

Business name: ENERGOPROJEKT HOLDING p.l.c.

Reg. No.: 07023014

Postal code, city: 11070

NOVI BEOGRAD

Street and number: BULEVAR MIHAILA PUPINA 12

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Consolidated/individual: INDIVIDUAL

Approved (yes/no): Yes

Audited (yes/no): No

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(authorized officer)

Documents for publishing (in PDF format, as a whole):

1. Financial statements (balance sheet, income statement, statement of other results, cash flow statement, statement of changes in equity, notes to the financial statements)
2. Business Report
3. Statement of responsible person for the preparation of the Report




(Signature of legal representative)

BALANCE SHEET

at day 31.03.2021.

RSD thousand

DESCRIPTION	EDP	Total	
		End of quarter current year	31.12. previous year
1	2	3	4
ASSETS			
A. SUBSCRIBED CAPITAL UNPAID	0001		
B. NON-CURRENT ASSETS (0003+0010+0019+0024+0034)	0002	10.435.035	9.999.267
I. INTANGIBLES (0004+0005+0006+0007+0008+0009)	0003	20.496	21.853
1. Investments in development	0004		
2. Concessions, patents, licenses, trademarks and service marks, software and other rights	0005	20.496	21.853
3. Goodwill	0006		
4. Other intangible assets	0007		
5. Intangible assets in progress	0008		
6. Advances paid on intangible assets	0009		
II. PROPERTY, PLANT AND EQUIPMENT (0011+0012+0013+0014+0015+0016+0017+0018)	0010	1.968.178	1.972.317
1. Land	0011		
2. Buildings	0012	1.279.564	1.282.357
3. Plant and equipment	0013	22.373	23.719
4. Investment property	0014	621.294	621.294
5. Other property, plant and equipment	0015	283	283
6. Property, plant and equipment in progress	0016		
7. Investments in property, plant and equipment, not owned	0017		
8. Advances paid on property, plant and equipment	0018	44.664	44.664
III. NATURAL ASSETS (0020+0021+0022+0023)	0019		
1. Forests and growing crops	0020		
2. Livestock	0021		
3. Natural assets in progress	0022		
4. Advances paid for natural assets	0023		
IV. LONG TERM FINANCIAL INVESTMENTS (0025+0026+0027+0028+0029+0030+0031+0032+0033)	0024	8.446.361	8.005.097
1. Shares in subsidiaries	0025	5.693.874	5.692.220
2. Shares in affiliated companies and joint ventures	0026	13.550	13.550
3. Shares in other companies and other available for sale securities	0027	19.867	22.022
4. Long term investments in parent companies and subsidiaries	0028	2.718.878	2.276.397
5. Long term investments in other affiliated companies	0029		
6. Long term investments, domestic	0030		
7. Long term investments, foreign countries	0031		
8. Securities held to maturity	0032		
9. Other long term financial investments	0033	192	908
V. LONG TERM RECEIVABLES (0035+0036+0037+0038+0039+0040+0041)	0034		
1. Receivables from parent company and subsidiaries	0035		
2. Receivables from other affiliated companies	0036		
3. Receivables from credit sales	0037		
4. Receivables from financial leasing contracts	0038		
5. Receivables from pledged assets	0039		
6. Bad debts and uncollectible claims	0040		
7. Other long term receivables	0041		
C. DEFERRED TAX ASSETS	0042		

DESCRIPTION	EDP	Total	
		End of quarter current year	31.12. previous year
1	2	3	4
D. OPERATING ASSETS (0044+0051+0059+0060+0061+0062+0068+0069+0070)	0043	3.823.217	3.578.761
I. INVENTORIES (0045+0046+0047+0048+0049+0050)	0044	42.887	41.976
1. Material ,parts, tools and small inventories	0045		
2. Work and services in progress	0046		
3. Finished products	0047		
4. Goods	0048		
5. Fixed assets for sale	0049	40.597	40.597
6. Advances paid for inventories and services	0050	2.290	1.379
II. RECEIVABLES FROM SALES (0052+0053+0054+0055+0056+0057+0058)	0051	926.749	859.303
1. Local buyers - parent company and subsidiaries	0052	922.336	857.878
2. Foreign buyers - parent company and subsidiaries	0053		
3. Local buyers - other affiliated companies	0054		
4. Foreign buyers - other affiliated companies	0055		
5. Local buyers	0056	4.413	1.425
6. Foreign buyers	0057		
7. Other receivables from sales	0058		
III. RECEIVABLES FROM SPECIAL TRANSACTIONS	0059	108.005	18.006
IV. OTHER RECEIVABLES	0060	369.646	87.078
V. FINANCIAL ASSETS ASSESSED AT FAIR VALUE THROUGH BALANCE SHEET	0061		
VI. SHORT TERM FINANCIAL INVESTMENTS(0063+0064+0065+0066+0067)	0062	1.721.153	1.733.707
1. Short term loans and investments - parent company and subsidiaries	0063	163.119	175.621
2. Short term loans and investments - other affiliated companies	0064	76.513	76.513
3. Short term credits and loans, domestic	0065		
4. Short term credits and loans, foreign countries	0066		
5. Other short term financial investments	0067	1.481.521	1.481.573
VII. CASH AND CASH EQUIVALENTS	0068	302.789	487.598
VIII. VALUE ADDED TAX	0069		
IX. PREPAYMENTS AND ACCRUED INCOME	0070	351.988	351.093
E. TOTAL ASSETS = OPERATING ASSETS (0001+0002+0042+0043)	0071	14.258.252	13.578.028
F. OFF-BALANCE SHEET ASSETS	0072	10.956.962	14.031.882

DESCRIPTION	EDP	Total	
		End of quarter current year	31.12. previous year
1	2	3	4
LIABILITIES			
A. CAPITAL (0402+0411-0412+0413+0414+0415-0416+0417+0420-0421) ≥ 0 = (0071-0424-0441-0442)	0401	9.846.915	9.183.704
I. EQUITY CAPITAL (0403+0404+0405+0406+0407+0408+0409+0410)	0402	7.101.123	7.101.123
1. Share capital	0403	5.574.959	5.574.959
2. Shares of limited liability companies	0404		
3. Investments	0405		
4. State owned capital	0406		
5. Socially owned capital	0407		
6. Shares of cooperatives	0408		
7. Issuing premium	0409	1.526.164	1.526.164
8. Other share capital	0410		
II. SUBSCRIBED CAPITAL UNPAID	0411		
III. TREASURY SHARES REPURCHASED	0412	49.827	49.827
IV. RESERVES	0413	80.000	80.000
V. REVALUATION RESERVES FROM REVALUATION OF INTANGIBLES, PROPERTY, PLANT AND EQUIPMENT	0414	784.634	784.634
VI. UNREALISED GAINS FROM SECURITIES AND OTHER COMPONENTS OF OTHER COMPREHENSIVE RESULT (credit balance under account class 33 excl. 330)	0415		
VII. UNREALISED LOSSES FROM SECURITIES AND OTHER COMPONENTS OF OTHER COMPREHENSIVE RESULT (debit balance under account class 33 excl. 330)	0416	27.689	25.534
VIII. RETAINED EARNINGS (0418+0419)	0417	1.958.674	1.293.308
1. Retained earnings from previous years	0418	1.293.308	1.030.030
2. Retained earnings from current year	0419	665.366	263.278
IX. NON-CONTROLLING INTEREST	0420		
X. LOSSES (0422+0423)	0421		
1. Losses from previous years	0422		
2. Losses from current year	0423		
B. LONG TERM PROVISIONS AND LIABILITIES (0425+0432)	0424	3.336.406	4.071.885
I. LONG TERM PROVISIONS (0426+0427+0428+0429+0430+0431)	0425	2.747	3.485
1. Provisions for warranty costs	0426		
2. Provisions for recovery of natural resources	0427		
3. Provisions for restructuring costs	0428		
4. Provisions for wages and other employee benefits	0429	2.747	3.485
5. Provisions for legal expenses	0430		
6. Other long term provisions	0431		
II. LONG TERM LIABILITIES (0433+0434+0435+0436+0437+0438+0439+0440)	0432	3.333.659	4.068.400
1. Liabilities convertible into capital	0433		
2. Liabilities to parent company and subsidiaries	0434		
3. Liabilities to other affiliated companies	0435		730.472
4. Liabilities for issued securities for more than one year	0436	3.300.000	3.300.000
5. Long term credits and loans, domestic	0437		
6. Long term credits and loans, foreign countries	0438		
7. Long term liabilities from financial leasing	0439		
8. Other long term liabilities	0440	33.659	37.928
C. DEFERRED TAX LIABILITIES	0441	140.885	140.885
D. SHORT TERM LIABILITIES (0443+0450+0451+0459+0460+0461+0462)	0442	934.046	181.554
I. SHORT TERM FINANCIAL LIABILITIES (0444+0445+0446+0447+0448+0449)	0443	735.512	8.677
1. Short term loans from parent company and subsidiaries	0444		
2. Short term loans from other affiliated companies	0445		
3. Short term credits and loans, domestic	0446		
4. Short term credits and loans, foreign countries	0447		
5. Liabilities from fixed assets and assets from discontinued operations available for sale	0448		
6. Other short term financial liabilities	0449	735.512	8.677

DESCRIPTION	EDP	Total	
		End of quarter current year	31.12. previous year
1	2	3	4
II. RECEIVED ADVANCES, DEPOSITS AND BONDS	0450	24.408	23.845
III. OPERATING LIABILITIES (0452+0453+0454+0455+0456+0457+0458)	0451	27.676	28.625
1. Suppliers - parent company and subsidiaries, local	0452	9.426	3.024
2. Suppliers - parent company and subsidiaries, foreign countries	0453		
3. Suppliers - other affiliated companies, local	0454		6.580
4. Suppliers - other affiliated companies, foreign countries	0455		
5. Suppliers, local	0456	7.682	5.598
6. Suppliers, foreign countries	0457	10.568	851
7. Other operating liabilities	0458		12.572
IV. OTHER SHORT TERM LIABILITIES	0459	112.542	93.536
V. VALUE ADDED TAX	0460	3.668	1.170
VI. OTHER TAXES, CONTRIBUTIONS AND FEES PAYABLE	0461	5.765	494
VII. ACCRUED EXPENSES AND DEFERRED INCOME	0462	24.475	25.207
D. LOSSES EXCEEDING CAPITAL (0412+0416+0421-0420-0417-0415-0414-0413-0411-0402)≥0 = (0441+0424+0442-0071) ≥0	0463		
E. TOTAL LIABILITIES (0424+0442+0441+0401-0463) ≥ 0	0464	14.258.252	13.578.028
F. OFF-BALANCE LIABILITIES	0465	10.956.962	14.031.882

INCOME STATEMENT

from 01.01.2021. until 31.03.2021.

RSD thousand

DESCRIPTION 1	EDP 2	Total			
		current period		previous period	
		quarter 3	cumulative 4	quarter 5	cumulative 6
INCOME FROM NORMAL ACTIVITIES					
A. OPERATING INCOME (1002+1009+1016+1017)	1001	175.121	175.121	80.835	80.835
I. INCOME FROM SALE OF MERCHANDISE (1003+1004+1005+1006+1007+1008)	1002				
1. Income from sale of goods to parent company and subsidiaries on local market	1003				
2. Income from sale of goods to parent company and subsidiaries on foreign markets	1004				
3. Income from sale of goods to other affiliated companies on local market	1005				
4. Income from sale of goods to other affiliated companies on foreign markets	1006				
5. Income from sale of goods on local market	1007				
6. Income from sale of goods on foreign markets	1008				
II. INCOME FROM SALE OF PRODUCTS AND SERVICES (1010+1011+1012+1013+1014+1015)	1009	73.973	73.973	75.163	75.163
1. Income from sale of finished products and services to parent company and subsidiaries on local market	1010	73.970	73.970	75.162	75.162
2. Income from sale of finished products and services to parent company and subsidiaries on foreign markets	1011				
3. Income from sale of finished products and services to other affiliated companies on local market	1012				
4. Income from sale of finished products and services to other affiliated companies on foreign markets	1013				
5. Income from sale of finished products and services on local market	1014	3	3	1	1
6. Income from sale of finished products and services on foreign markets	1015				
III. INCOME FROM PREMIUMS, SUBSIDIES, GRANTS, DONATIONS, ETC.	1016	1.043	1.043		
IV. OTHER OPERATING INCOME	1017	100.105	100.105	5.672	5.672
EXPENSES FROM NORMAL ACTIVITIES					
B. OPERATING EXPENSES (1019-1020-1021+1022+1023+1024+1025+1026+1027+1028+1029) ≥ 0	1018	75.911	75.911	82.561	82.561
I. COST PRICE OF GOODS SOLD	1019				
II. INCOME FROM USE OF OWN PRODUCTS AND MERCHANDISE	1020				
III. INCREASE IN INVENTORIES OF INTERMEDIATE AND FINISHED GOODS AND SERVICES IN PROGRESS	1021				
IV. DECREASE IN INVENTORIES OF INTERMEDIATE AND FINISHED GOODS AND SERVICES IN PROGRESS	1022				
V. MATERIAL COSTS	1023	1.271	1.271	1.341	1.341
VI. FUEL AND ENERGY COSTS	1024	4.592	4.592	4.544	4.544
VII. EMPLOYEE EXPENSES AND BENEFITS	1025	42.614	42.614	44.257	44.257
VIII. PRODUCTION SERVICE COSTS	1026	11.777	11.777	12.775	12.775
IX. DEPRECIATION EXPENSES	1027	5.724	5.724	6.073	6.073
X. PROVISION EXPENSES	1028				
XI. INTANGIBLE EXPENSES	1029	9.933	9.933	13.571	13.571
C. OPERATING INCOME (1001-1018) ≥ 0	1030	99.210	99.210		
D. OPERATING LOSSES (1018-1001) ≥ 0	1031			1.726	1.726
E. FINANCIAL REVENUES (1033+1038+1039)	1032	606.112	606.112	16.391	16.391
I. FINANCIAL INCOME FROM AFFILIATED COMPANIES AND OTHER FINANCIAL REVENUES (1034+1035+1036+1037)	1033	604.618	604.618	15.571	15.571
1. Financial income from parent company and subsidiaries	1034	603.493	603.493	13.506	13.506
2. Financial income from other affiliated companies	1035	1.125	1.125	2.065	2.065
3. Share of profits in associated companies and joint ventures	1036				
4. Other financial revenues	1037				
II. INTEREST INCOME (THIRD PARTY)	1038	26	26	247	247
III. EXCHANGE RATE GAINS AND POSITIVE CURRENCY CLAUSE EFFECTS (THIRD PARTY)	1039	1.468	1.468	573	573
F. FINANCIAL EXPENSES (1041+1046+1047)	1040	42.905	42.905	32.059	32.059
I. FINANCIAL EXPENSES FROM TRANSACTIONS WITH AFFILIATED COMPANIES AND OTHER FINANCIAL EXPENDITURE (1042+1043+1044+1045)	1041	11.795	11.795	26.967	26.967
1. Financial expenses from transactions with parent company and subsidiaries	1042	903	903	2.131	2.131
2. Financial expenses from transactions with other affiliated companies	1043	10.892	10.892	24.836	24.836
3. Share of losses in affiliated companies and joint ventures	1044				
4. Other financial expenditure	1045				
II. INTEREST EXPENSES (THIRD PARTY)	1046	30.631	30.631	4.659	4.659
III. EXCHANGE RATE LOSSES AND NEGATIVE CURRENCY CLAUSE EFFECTS (THIRD PARTY)	1047	479	479	433	433
G. FINANCIAL GAINS (1032-1040)	1048	563.207	563.207		
H. FINANCIAL LOSSES (1040-1032)	1049			15.668	15.668
I. INCOME FROM VALUE ADJUSTMENT OF OTHER ASSETS DISCLOSED AT FAIR VALUE THROUGH INCOME STATEMENT	1050				
J. EXPENSES FROM VALUE ADJUSTMENT OF OTHER ASSETS DISCLOSED AT FAIR VALUE THROUGH INCOME STATEMENT	1051				
K. OTHER INCOME	1052	3.135	3.135	124	124
L. OTHER EXPENSES	1053				
M. INCOME FROM NORMAL OPERATIONS BEFORE TAX (1030-1031+1048-1049+1050-1051+1052-1053)	1054	665.552	665.552		
N. LOSSES FROM NORMAL OPERATIONS BEFORE TAX (1031-1030+1049-1048+1051-1050+1053-1052)	1055			17.270	17.270
O. NET PROFIT FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND ADJUSTMENT OF ERRORS FROM PREVIOUS YEARS	1056			331	331
P. NET LOSSES FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND ADJUSTMENT OF ERRORS FROM PREVIOUS YEARS	1057	186	186		
Q. PROFIT BEFORE TAX (1054-1055+1056-1057)	1058	665.366	665.366		
R. LOSSES BEFORE TAX (1055-1054+1057-1056)	1059			16.939	16.939

DESCRIPTION	EDP	Total			
		current period		previous period	
		quarter	cumulative	quarter	cumulative
1	2	3	4	5	6
S. INCOME TAX					
I. TAXABLE EXPENSES FOR THE PERIOD	1060				
II. DEFERRED TAX EXPENSES FOR THE PERIOD	1061				
III. DEFERRED TAX INCOME FOR THE PERIOD	1062				
T. MANAGEMENT EARNINGS	1063				
U. NET PROFIT (1058-1059-1060-1061+1062-1063)	1064	665.366	665.366		
V. NET LOSSES (1059-1058+1060+1061-1062+1063)	1065			16.939	16.939
I. NET PROFIT PAYABLE TO MINORITY SHAREHOLDERS	1066				
II. NET PROFIT PAYABLE TO MAJORITY SHAREHOLDER	1067				
III. NET LOSSES ATTRIBUTABLE TO MINORITY SHAREHOLDERS	1068				
IV. NET LOSSES ATTRIBUTABLE TO MAJORITY SHAREHOLDER	1069				
V. EARNINGS PER SHARE					
1. Basic earnings per share	1070				
2. Reduced (diluted) earnings per share	1071				

STATEMENT OF OTHER RESULTS

from 01.01.2021. until 31.03.2021.

RSD thousand

DESCRIPTION	EDP	Total			
		current period		previous period	
		quarter	cumulative	quarter	cumulative
1	2	3	4	5	6
A. NET OPERATING RESULTS					
I. NET PROFIT (EDP 1064)	2001	665.366	665.366		
II. NET LOSSES (EDP 1065)	2002			16.939	16.939
B. OTHER COMPERHENSIVE GAINS OR LOSSES					
a) Items not reclassifiable in the balance sheet in future periods					
1. Change of revaluation of intangibles, property, plant and equipment					
a) increase in revaluation reserves	2003				
b) decrease in revaluation reserves	2004				
2. Actuarial gains or losses from defined income plans					
a) gains	2005				
b) losses	2006				
3. Gains and losses from equity instrument investments					
a) gains	2007				
b) losses	2008				
4. Gains and losses from share of other comprehensive profits and losses of affiliates					
a) gains	2009				
b) losses	2010				
b) Items that may be reclassified in the balance sheet in future periods					
1. Gains and losses from translation of financial statements for foreign operations					
a) gains	2011				
b) losses	2012				
2. Gains and losses from hedging of net investments in foreign operations					
a) gains	2013				
b) losses	2014				
3. Gains and losses from cash flow hedging					
a) gains	2015				
b) losses	2016				
4. Gains and losses from available for sale securities					
a) gains	2017				
b) losses	2018	2.155	2.155	7.853	7.853
I. OTHER COMPREHENSIVE GROSS PROFIT (2003+2005+2007+2009+2011+2013+2015+2017) - (2004+2006+2008+2010+2012+2014+2016+2018) ≥ 0	2019				
II. OTHER COMPREHENSIVE GROSS LOSSES (2004+2006+2008+2010+2012+2014+2016+2018) - (2003+2005+2007+2009+2011+2013+2015+2017) ≥ 0	2020	2.155	2.155	7.853	7.853
III. TAX ON OTHER COMPREHENSIVE PROFIT OR LOSS FOR THE PERIOD	2021				
IV. NET OTHER COMPREHENSIVE PROFIT (2019-2020-2021) ≥ 0	2022				
V. NET OTHER COMPREHENSIVE LOSSES (2020-2019+2021) ≥ 0	2023	2.155	2.155	7.853	7.853
C. TOTAL COMPERHENSIVE NET RESULTS FOR THE PERIOD					
I. TOTAL COMPREHENSIVE NET PROFIT (2001-2002+2022-2023) ≥ 0	2024	663.211	663.211		
II. TOTAL COMPREHENSIVE NET LOSSES (2002-2001+2023-2022) ≥ 0	2025			24.792	24.792
D. TOTAL COMPREHENSIVE NET PROFIT OR LOSSES (2027+2028) = AOP 2024 ≥ 0 or AOP 2025 > 0					
1. Payable to majority shareholders	2027				
2. Payable to non-controlling shareholders	2028				

CASH FLOW STATEMENT

from 01.01.2021. until 31.03.2021.

RSD thousand

DESCRIPTION	EDP	Total	
		cumulative for current year quarter	cumulative for previous year quarter
1	2	3	4
A. CASH FLOWS FROM OPERATING ACTIVITIES			
I. Cash inflow from operating activities (1 to 3)	3001	78.863	27.241
1. Sales and prepayments	3002	26.084	24.860
2. Interests from operating activities	3003		
3. Other inflow from normal operations	3004	52.779	2.381
II. Cash outflow from operating activities (1 to 5)	3005	158.231	130.789
1. Payments to suppliers and prepayments	3006	85.722	51.743
2. Employee expenses and benefits	3007	45.726	44.174
3. Interests paid	3008	15.188	21.239
4. Income tax	3009		
5. Payments based on other public revenues	3010	11.595	13.633
III. Net cash inflow from operating activities (I-II)	3011		
IV. Net cash outflow from operating activities (II-I)	3012	79.368	103.548
B. CASH FLOWS FROM INVESTING ACTIVITIES			
I. Cash inflow from investing activities (1 to 5)	3013	323.632	111.041
1. Sale of shares and stocks (net inflow)	3014		
2. Sale of intangible investments, property, plant, equipment and natural assets	3015		588
3. Other financial investments (net inflow)	3016		106.395
4. Interest received from investment activities	3017	13.598	4.058
5. Dividends received	3018	310.034	
II. Cash outflow from investing activities (1 to 3)	3019	430.522	8.545
1. Purchase of shares and stocks (net outflow)	3020	1.654	3.604
2. Purchase of intangible investments, property, plant, equipment and natural assets	3021	274	4.941
3. Other financial investments (net outflow)	3022	428.594	
III. Net cash inflow from investing activities (I-II)	3023		102.496
IV. Net cash outflow from investing activities (II-I)	3024	106.890	
C. CASH FLOWS FROM FINANCING ACTIVITIES			
I. Cash inflow from financing activities (1 to 5)	3025		
1. Equity increase	3026		
2. Long term loans (net inflow)	3027		
3. Short term loans (net inflow)	3028		
4. Other long term liabilities	3029		
5. Other short term liabilities	3030		
II. Cash outflow from financing activities (1 to 6)	3031	10	58.910
1. Repurchase of own shares and stocks	3032		
2. Long term loans (net outflow)	3033		
3. Short term loans (net outflow)	3034		58.804
4. Other liabilities	3035		
5. Financial leasing	3036		
6. Dividends paid	3037	10	106
III. Net cash inflow from financing activities (I -II)	3038		
D. Net cash outflow from financing activities (II-I)	3039	10	58.910
E. TOTAL CASH INFLOW (3001+3013+3025)	3040	402.495	138.282
F. TOTAL CASH OUTFLOW (3005+3019+3031)	3041	588.763	198.244
G. NET CASH INFLOW (3040-3041)	3042		
H. NET CASH OUTFLOW (3041-3040)	3043	186.268	59.962
I. CASH BALANCE AT BEGINNING OF REPORTING PERIOD	3044	487.598	184.016
J. EXCHANGE RATE GAINS FROM CASH TRANSLATION	3045	1.459	
K. EXCHANGE RATE LOSSES FROM CASH TRANSLATION	3046		105
L. CASH BALANCE AT END OF REPORTING PERIOD (3042-3043+3044+3045-3046)	3047	302.789	123.949

STATEMENT OF CHANGES IN EQUITY

from 01.01.2021. until 31.03.2021.

DESCRIPTION	Equity component																
	EDP	30 Equity capital	EDP	31 Subscribed capital unpaid	EDP	32 Provisions	EDP	35 Losses	EDP	047 и 237 Treasury shares repurchased	EDP	34 Retained earnings	EDP	330 Revaluation reserves	EDP	331 Actuarial gains or losses	EDP
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18
Opening balance 01.01.2020.																	
a) debit balance	4001		4.019		4.037		4.055	28.262	4.073	49.827	4.091		4.109		4.127		4.145
b) credit balance	4002	7.128.301	4.020		4.038	214.881	4.056		4.074		4.092	896.233	4.110	784.634	4.128		4.146
Adjustment for materially significant errors and changes in accounting policies																	
a) adjustment of debit balance	4003		4.021		4.039		4.057		4.075		4.093		4.111		4.129		4.147
b) adjustment of credit balance	4004		4.022		4.040		4.058		4.076		4.094		4.112		4.130		4.148
Adjustment of opening balance on 01.01.2020.																	
a) adjustment of debit balance (1a+2a-2b) ≥ 0	4005		4.023		4.041		4.059	28.262	4.077	49.827	4.095		4.113		4.131		4.149
b) adjustment of credit balance (1b-2a+2b) ≥ 0	4006	7.128.301	4.024		4.042	214.881	4.060		4.078		4.096	896.233	4.114	784.634	4.132		4.150
Changes in previous 2020 year																	
a) debit balance activity	4007	27.178	4.025		4.043	134.881	4.061		4.079		4.097	28.262	4.115		4.133		4.151
b) credit balance activity	4008		4.026		4.044		4.062	28.262	4.080		4.098	425.337	4.116		4.134		4.152
Closing balance previous year at 31.12.2020.																	
a) debit balance (3a+4a-4b) ≥ 0	4009		4.027		4.045		4.063		4.081	49.827	4.099		4.117		4.135		4.153
b) credit balance (3b-4a+4b) ≥ 0	4010	7.101.123	4.028		4.046	80.000	4.064		4.082		4.100	1.293.308	4.118	784.634	4.136		4.154
Adjustment for materially significant errors and changes in accounting policies																	
a) adjustment of debit balance	4011		4.029		4.047		4.065		4.083		4.101		4.119		4.137		4.155
b) adjustment of credit balance	4012		4.030		4.048		4.066		4.084		4.102		4.120		4.138		4.156
Adjustment of opening balance current year at 01.01.2021.																	
a) adjustment of debit balance (5a+6a-6b) ≥ 0	4013		4.031		4.049		4.067		4.085	49.827	4.103		4.121		4.139		4.157
b) adjustment of credit balance (5b-6a+6b) ≥ 0	4014	7.101.123	4.032		4.050	80.000	4.068		4.086		4.104	1.293.308	4.122	784.634	4.140		4.158
Changes in current 2021. year																	
a) debit balance activity	4015		4.033		4.051		4.069		4.087		4.105		4.123		4.141		4.159
b) credit balance activity	4016		4.034		4.052		4.070		4.088		4.106	665.366	4.124		4.142		4.160
Closing balance at end quarter current year 2021.																	
a) debit balance (7a+8a-8b) ≥ 0	4017		4.035		4.053		4.071		4.089	49.827	4.107		4.125		4.143		4.161
b) credit balance (7b-8a+8b) ≥ 0	4018	7.101.123	4.036		4.054	80.000	4.072		4.090		4.108	1.958.674	4.126	784.634	4.144		4.162

DESCRIPTION	332		333		334 и 335		336		337		Total capital [Σ (row 1b col.3 to col.15) - Σ(row 1a col.3 to col.15)] ≥ 0	Losses exceeding capital [Σ(row 1a col.3 to col.15) - Σ (row 1b col.3 to col.15)] ≥ 0
	Gains and losses from equity instrument investments	EDP	Gains and losses from share of other profits and losses of affiliates	EDP	Gains and losses from foreign operations and translation of financial statements	EDP	Gains and losses from cash flow hedging	EDP	Gains and losses from available for sale securities	EDP		
1	10		11		12		13		14		15	16
Opening balance 01.01.2020.												
a) debit balance		4.163		4.181		4.199		4.217	17.316	4.235	8.928.644	4.244
b) credit balance		4.164		4.182		4.200		4.218				
Adjustment for materially significant errors and changes in accounting policies												
a) adjustment of debit balance		4.165		4.183		4.201		4.219		4.236		4.245
b) adjustment of credit balance		4.166		4.184		4.202		4.220				
Adjustment of opening balance on 01.01.2020.												
a) adjustment of debit balance (1a+2a-2b) ≥ 0		4.167		4.185		4.203		4.221	17.316	4.237	8.928.644	4.246
b) adjustment of credit balance (1b-2a+2b) ≥ 0		4.168		4.186		4.204		4.222				
Changes in previous 2020 year												
a) debit balance activity		4.169		4.187		4.205		4.223	8.218	4.238		4.247
b) credit balance activity		4.170		4.188		4.206		4.224				
Closing balance previous year at 31.12.2020.												
a) debit balance (3a+4a-4b) ≥ 0		4.171		4.189		4.207		4.225	25.534	4.239	9.183.704	4.248
b) credit balance (3b-4a+4b) ≥ 0		4.172		4.190		4.208		4.226				
Adjustment for materially significant errors and changes in accounting policies												
a) adjustment of debit balance		4.173		4.191		4.209		4.227		4.240		4.249
b) adjustment of credit balance		4.174		4.192		4.210		4.228				
Adjustment of opening balance current year at 01.01.2021.												
a) adjustment of debit balance (5a+6a-6b) ≥ 0		4.175		4.193		4.211		4.229	25.534	4.241	9.183.704	4.250
b) adjustment of credit balance (5b-6a+6b) ≥ 0		4.176		4.194		4.212		4.230				
Changes in current 2021. year												
a) debit balance activity		4.177		4.195		4.213		4.231	2.155	4.242		4.251
b) credit balance activity		4.178		4.196		4.214		4.232				
Closing balance at end quarter current year 2021.												
a) debit balance (7a+8a-8b) ≥ 0		4.179		4.197		4.215		4.233	27.689	4.243	9.846.915	4.252
b) credit balance (7b-8a+8b) ≥ 0		4.180		4.198		4.216		4.234				



**NOTES TO THE FINANCIAL STATEMENTS
AS AT 31/03/2021**

Belgrade, May 2021

CONTENT

1.	COMPANY BACKGROUND.....	4
2.	MANAGEMENT STRUCTURE.....	6
3.	OWNERSHIP STRUCTURE	6
4.	BASIS FOR THE PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS	6
5.	MANAGEMENT EVALUATION AND JUDGEMENTS	9
6.	OVERVIEW OF PRINCIPAL ACCOUNTING POLICIES.....	9
7.	OPERATING INCOME.....	10
	7.1. Income from Sale of Products and services	10
	7.2. Income from from premium payments, subsidies, grants, donations, etc.....	11
	7.3. Other Operating Income.....	12
8.	MATERIAL COSTS AND FUEL AND ENERGY COST	13
9.	EMPLOYEE EXPENSES AND BENEFITS.....	13
10.	PRODUCTION SERVICE COSTS	14
11.	DEPRECIATION EXPENSES AND PROVISION EXPENSE.....	14
12.	INTANGIBLE EXPENSES	15
13.	FINANCIAL INCOME AND FINANCIAL EXPENSE.....	16
	13.1. Financial Income.....	16
	13.2. Financial Expense	17
14.	OTHER INCOME AND OTHER EXPENSES	18
	14.1. Other Income.....	18
	14.2. Other Expenses	18
15.	NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGE IN ACCOUNTING POLICIES AND ADJUSTMENTS OF ERRORS FROM PREVIOUS YEARS	18
16.	PROFIT / (LOSS) BEFORE TAX	19
17.	PROFIT TAX AND NETO PROFIT / (LOSS)	19
18.	INTANGIBLE ASSET.....	20
19.	PROPERTY, PLANT AND EQUIPMENT	21
	19.1. Property, Plant and Equipment Exclusive of Investment Property.....	21
	19.2. Investment Property	23
20.	LONG-TERM FINANCIAL INVESTMENTS	24
	20.1. Share Investments	25
	20.2. Long-term Financial Investments	28
21.	INVENTORIES.....	29

22.	RECEIVABLES FROM SALES	31
23.	RECEIVABLES FROM SPECIAL TRANSACTIONS	33
24.	OTHER RECEIVABLES.....	36
25.	SHORT-TERM FINANCIAL INVESTMENTS	39
26.	CASH AND CASH EQUIVALENTS	42
27.	VALUE ADDED TAX AND PREPAYMENTS AND ACCRUED EXPENSES AND DEFERRED INCOME.....	43
	27.1. Accrued Expenses and Deferred Income.....	43
28.	CAPITAL	44
	28.1. Equity Capital	45
	28.2. Repurchase of own shares.....	47
	28.3. Reserves	47
	28.4. Revaluation Reserves from Revaluation of Intangibles, Property, Plant and Equipment	47
	28.5. Unrealized Losses from Securities and Other Components of Other Comprehensive Result (debit balance under account class 33, excl. 330).....	48
	28.6. Retained Earnings	48
29.	LONG-TERM PROVISIONS	48
30.	LONG-TERM LIABILITIES.....	49
31.	SHORT-TERM FINANCIAL LIABILITIES	50
32.	RECEIVED ADVANCES, DEPOSITS AND BONDS.....	51
33.	OPERATING LIABILITIES.....	52
34.	OTHER SHORT-TERM LIABILITIES	55
35.	LIABILITIES FOR VALUE ADDED TAX, LIABILITIES FOR OTHER TAXES, CONTRIBUTIONS AND FEES PAYABLE AND ACCRUED EXPENSES AND DEFERRED INCOME	56
	35.1. Liabilities for Value Added Tax	56
	35.2. Liabilities for Other Taxes, Contributions and Fees Payable	56
	35.3. Accrued Expenses and Deferred Income	57
36.	DEFERRED TAX ASSETS AND LIABILITIES	57
37.	OFF-BALANCE SHEET ASSETS AND LIABILITIES	58
38.	MORTGAGES REGISTERED IN FAVOUR AND/OR AGAINST THE COMPANY	59
39.	COMMITMENT AND CONTINGENCES	61
40.	POST BALANCE SHEET EVENTS.....	64

1. COMPANY BACKGROUND

Energoprojekt Holding Plc. Belgrade (hereinafter: the Company) is a public joint stock company with the core business activity code 6420 – activity of holding companies.

The Company harmonized its operations with the Companies Law in vigour (RS Official Gazette no. 36/2011, 99/2011, 83/2014 – other law and 5/2015, 44/2018 and 95/2018) by passing the Decision on Harmonization of Company's Articles of Association with the Companies Law adopted on the General Assembly meeting on March 16, 2012 and by passing the Articles of Association on the General Assembly meeting on January 12, 2012. Those Decisions mentioned, including the change of company data in business registers, are duly registered.

Following decisions made on Shareholders' General Meetings, celebrated on 28/06/2013, 17/06/2014, and 23/07/2020, the Company has made changes in its Articles of Association, which was duly registered with the Serbian Business Registers Agency.

General Company Data

<i>Head Office</i>	Beograd, Bulevar Mihaila Pupina 12
<i>Registration Number</i>	07023014
<i>Registered business code and name of the business activity</i>	6420 – holding company
<i>Tax Identification Number</i>	100001513

According to the registration with the Serbian Business Registers Agency, **Company core business activity** is the activity of holding companies (6420).

The Company is a parent company that forms a **group of companies with the short business name of the Energoprojekt Group** with a number of subsidiaries in the country and abroad, as well as one affiliated company (joint venture).

Company's subsidiary companies in the country are as follows:

- Energoprojekt Visokogradnja Plc.;
- Energoprojekt Niskogradnja Plc.;
- Energoprojekt Oprema Plc.;
- Energoprojekt Hidroinženjering Plc.;
- Energoprojekt Urbanizam i arhitektura Plc.;
- Energoprojekt Energodata Plc.;
- Energoprojekt Industrija Plc.;
- Energoprojekt Entel Plc.;
- Energoprojekt Promet Ltd.;
- Energoprojekt Sunnyville Ltd. and Energoprojekt Park 11 Ltd.

As from 2010, Energoprojekt Promet Ltd. is inactive (in dormant status) having now business activities from then and with no property at all.

Subsidiary companies abroad – international companies are as follows:

- Zambia Engineering and Contracting Company Limited, Zambia,
- Energoprojekt Holding Guinee S.A, Guinea,
- I.N.E.C. Engineering Company Limited, UK,
- Dom 12 S.A.L, Lebanon,
- Energo (Private) Limited, Zimbabwe and
- Energo Kaz d.o.o., Kazakhstan.

Company's affiliated company (joint venture) in the country is:

- Enjub Ltd.

The following Table contains data on the ownership share in mentioned subsidiaries as at 31/03/2021.

<i>Equity investments in subsidiary legal entities</i>	
<i>Name of subsidiary</i>	<i>ownership %</i>
<i>Domestic:</i>	
Energoprojekt Visokogradnja Plc.	100,00
Energoprojekt Niskogradnja Plc.	100,00
Energoprojekt Oprema Plc.	67,87
Energoprojekt Hidroinzenjering Plc.	100,00
Energoprojekt Urbanizam i arhitektura Plc.	100,00
Energoprojekt Energodata Plc.	100,00
Energoprojekt Industrija Plc.	62,77
Energoprojekt Entel Plc.	100,00
Energoprojekt Promet Ltd.	100,00
Energoprojekt Sunnyville Ltd.	100,00
Energoprojekt Park 11 Ltd.	100,00
<i>Abroad:</i>	
Zambia Engineering and Contracting Company Limited, Zambia	100,00
Energoprojekt Holding Guinee S.A, Guinea	100,00
I.N.E.C. Engineering Company Limited, UK	100,00
Dom 12 S.A.L, Lebanon	100,00
Energo (private) Limited, Zimbabwe	100,00
Energo Kaz Ltd., Kazakhstan	100,00

Ownership share of the Company in other related legal entities in the country is presented in the following Table.

<i>Equity share in other related legal entities in the country</i>	
<i>Name of the joint company</i>	<i>ownership %</i>
Enjub Ltd.	50.00

In addition to the above listed subsidiaries and other related legal entities, the Company has its representative office in Baghdad, Iraq as well, which has been in the dormant status since 2015.

The Company is, according to criteria specified by the Law on accounting and auditing, classified as a **medium-sized legal entity**.

The average number of employees with the Company in the reporting period, based on the actual number of employees at the end of each month, is 69 (as at 31/12/2020: 73).

The company's shares are A-listed on the Belgrade Stock Exchange and these are traded in a regulated stock market - „Prime Listing“.

The financial statements that are subject of these Notes are the **financial statements of the Company for the period from January 1 till March 31, 2021**, that were approved by the Executive Board of the Company on May 15, 2021, at 386th meeting of the Company and are not subject to an audit by an external auditor.

Approved financial statements may subsequently be modified pursuant to the legislation in force.

Company Management estimates that Company will continue with its business for the limited time-period, and does not expect any significant changes in activities, so that Company financial statements as at 31/03/2021 are made in respect with the principle of permanence.

2. MANAGEMENT STRUCTURE

Key management of the Company in reporting period of 2021, included the following persons:

- Stojan Colakov- General Manager;
- Sinisa Tekic - Executive Manager for finances, accounting and plan;
- Milan Mamula – Executive Manager for legal affairs.

3. OWNERSHIP STRUCTURE

According to records of the Central Securities Depository, the registered ownership structure of the Company as at 31/03/2021 is presented in Note 28.1.

4. BASIS FOR THE PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

Financial statements of the Company were prepared in compliance with the Law on Accounting and Auditing (RS Official Gazette, no. 73/2019 - hereinafter: the Law).

Pursuant to the Law, in recognizing, valuation, presentation and disclosure of items in financial statements, large legal entities, legal entities obliged to prepare consolidated financial statements (parent companies), public companies, that is, companies preparing to become public, irrespective of their size, shall apply International Financial Reporting Standards (hereinafter: IFRS). IFRS, within the meaning of the Law, are:

- The Framework for the preparation and presentation of financial statements,
- International Accounting Standards – IAS,
- International Financial Reporting Standards - IFRS and related Interpretations, issued by the International Financial Reporting Interpretations Committee, subsequent amendments to these Standards and the related Interpretations, as approved by the International Accounting Standards Committee, the translation of which was adopted and published by the Ministry in charge of finances.

The Company financial statements were presented in the form and with the content specified by the provisions of the Rules on the Contents and Form of Financial Statements' Forms submitted by Companies, Cooperatives and Entrepreneurs (RS Official Gazette, no. 95/2014 and 144/2014, which is valid until the preparation of financial statements as of 31/12/2021). These Rules, among other things, laid down the form and content of individual positions in the Balance Sheet, Income Statement, Other Comprehensive Income Report, Cash Flow Statement, Statement of Changes in Equity and Notes to Financial Statements. Pursuant to the above mentioned Rules, amounts in RSD thousands are to be presented in these forms.

Chart of Accounts and content of accounts in the Chart of Accounts were prescribed by the Rules on Chart of Accounts and Contents of Accounts in the Chart of Accounts for Companies, Cooperatives and Entrepreneurs (RS Official Gazette, no. 95/2014, which is valid until the preparation of financial statements as of 31/12/2021).

In preparation of Company financial statements, the following laws and by-laws were taken into account, among others:

- Law on Corporate Income Tax (RS Official Gazette, no. 25/2001, 80/2002, 43/2003, 84/2004, 18/2010, 101/2011, 119/2012, 47/2013, 108/2013, 68/2014 – other law, 142/2014, 91/2015 – authentic interpretation, 112/2015, 113/2017, 95/2018, 86/2019 and 153/2020),
- Law on Added Value Tax (RS Official Gazette, no. 84/2004, 86/2004 - corrigendum, 61/2005, 61/2007, 93/2012, 108/2013, 68/2014 - other law, 142/2014, 83/2015, 108/2016, 113/2017, 30/2018, 72/2019 and 153/2020),
- Rules on the Contents of Tax Balance and Other Issues of Relevance for Calculation of Corporate Income Tax (RS Official Gazette, no. 20/2014, 41/2015, 101/2016, 8/2019, 94/2019 and 159/2020),
- Rules on the Contents of Tax Return for Calculation of Corporate Income Tax (RS Official Gazette, no. 30/2015 and 101/2016, 44/2018 – other law, 8/2019, 94/2019 and 159/2020),
- Rules on Method of Classification of Non-Current Assets and on Method of Calculation of Depreciation for Taxing Purposes (RS Official Gazette, no. 116/2004 and 99/2010, 104/2018 and 8/2019),
- Rules on Transfer Prices and Methods Applied in compliance with the “at arm’s length” principle in determining the price of transactions among related parties (RS Official Gazette, no. 61/2013, 8/2014 and 94/2019) and other.

Among the legal acts comprising the internal regulations of the Company, in preparation of the financial statements of the Company, the Rulebook on Accounting of the Company, as adopted on November 30, 2020 by the Executive Board of the Company, and the Rulebook on Accounting Policies of the Company, as adopted on December 23, 2020 by the Supervisory Body of the Company, was

used. In addition to the above listed, other internal acts of the Company were used, such as, for example, the Collective Agreement of the Company, regulating employment in the country.

The Law on Capital Market (RS Official Gazette, no. 31/2011, 112/2015, 108/2016, 9/2020 and 153/2020) set down mandatory data to be included in the annual, six monthly and quarterly statements of public companies with securities listed in the regulated markets.

It should be noted here that in certain cases, not all the relevant provisions of the IFRS or of the Interpretations thereof were taken into account in preparation of the Company financial statements.

The accounting regulations of the Republic of Serbia, and thus the presented financial statements of the Company, deviate from IFRS in the following aspects:

- Pursuant to the Law on Accounting (RS Official Gazette, no. 73/2019), the financial statements in the Republic of Serbia for the year 2014 are to be presented in the format stipulated by the Rules on the Contents and Form of the Financial Statements Forms for Companies, Cooperatives and Entrepreneurs (RS Official Gazette, no. 95/2014 and 144/2014, which is valid until the preparation of financial statements as of 31/12/2021), which deviates from the presentation and names of certain general purpose financial statements, as well as from the presentation of certain balance positions stipulated by the Revised IAS 1 – “Presentation of Financial Statements“; and
- Off-balance assets and off-balance liabilities were presented in the Balance Sheet form. According to the IFRS definition, these items are neither assets, nor liabilities.

In addition to the above stated, some deviations were due to the different publishing dates of the Standards and the relevant Interpretations thereof, which are subject to continuous modifications, and the effective dates when these Standards and relevant Interpretations thereof come into force in the Republic of Serbia. Thus, for example, the deviations from the Standards came as the consequence of the fact that the published Standards and relevant Interpretations, which came into force, have not yet been officially translated or adopted in the Republic of Serbia; as the consequence of the fact that the published Standards and relevant Interpretations have not yet come into force; or as the consequence of some other reasons beyond effective control or influence of the Company, with no significant effect on financial position of the Company nor on its business result

Functional currency and currency used for data presentation

Amounts presented in financial statements are in thousands of Serbian dinar (RSD). The Company uses RSD as the functional and reporting currency. Transactions effectuated in non-functional currencies shall be treated as transactions effectuated in foreign currencies.

Transactions in foreign currency, upon initial recognition, are registered in dinar counter value by applying the official middle exchange rate on the translation date.

Pursuant to the provisions of IAS 21 – Changes In Foreign Exchange Rates, monetary items in foreign currency (assets, receivables and liabilities in foreign currency) are recalculated at each balance sheet date by applying the valid exchange rate or the official middle exchange rate at the balance sheet date.

Income/expenses arising on the translation of foreign currency (apart from those related to monetary items as part of net investments of the Company in foreign business, included pursuant to IAS 21) are recognized as revenues or expenses of the Company for the period in which they occurred.

The official middle currency exchange rates of the National Bank of Serbia used for recalculation of monetary assets and liabilities were as follows.

Currency	31/03/2021	31/12/2020	31/03/2020	31/12/2019
	<i>Amount in RSD</i>			
EUR 1	117.5801	117.5802	117.5042	117.5928
USD 1	100.4271	95.6637	106.6765	104.9186
GBP 1	137.7784	130.3984	131.5689	137.5998

5. MANAGEMENT EVALUATION AND JUDGEMENTS

Preparation and presentation of financial statements in compliance with valid legislation of Republic of Serbia, requires that the management of the Company performs assessments, provides judgements and assumptions that are reflected on the reported amounts of assets, liabilities, income and expenses. Although, achieved results may differ from the estimated ones, evaluation and judgements are based on information available as at balance sheet date.

The most important valuations refer to the impairment of financial and non-financial assets and definition of assumptions, necessary for actuarial calculation of long-term compensations to employees based on the retirement bonus.

Within the context of valuation, the business policy of the Company is to disclose information on the fair value of assets and liabilities, if the fair value varies significantly from the accounting value. In the Republic of Serbia, a reliable valuation of the **fair value** of assets and liabilities presents a common problem due to an insufficiently developed financial market, lack of stability and liquidity in sales and purchases of, for example, financial assets and liabilities, and sometimes unavailability of market information. Despite all the above, the Company pays close attention to these problems and its management performs continuous valuations, considering the risks. If it is established that the recoverable (fair or value in use) value of assets in business books of the Company was overstated, the adjustment of value is applied.

6. OVERVIEW OF PRINCIPAL ACCOUNTING POLICIES

The basic accounting policies applied in preparation of these financial statements, which were primarily based on the Rulebook on Accounting Policies of the Company, are in line with the accounting policies applied in preparation of the financial statements for the year that ended on 31/12/2020 and were applied consistently to all the presented years, unless specified otherwise.

In cases where certain bookkeeping aspects were not regulated clearly by the provisions of the Rulebook on Accounting Policies of the Company, the accounting policies based on the currently applicable IFRS were applied.

According to the adopted Methodology for calculating the impairment of financial instruments in accordance with IFRS 9, the effects of the application of IFRS 9 – Financial Instruments (hereinafter referred to as: IFRS 9) were calculated in 2020, while the impact of the effect of the applied IFRS 9 will be reviewed at the end of 2021.

PROFIT AND LOSS STATEMENT

7. OPERATING INCOME

7.1. Income from Sale of Products and Services

Structure of income from the sales of products and services is presented in the following Table.

Structure of income from sale of products and services	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Income from sale of finished products and services to parent company and subsidiaries on local market	73.970	75.162
Income from sale of finished products and services on local market	3	1
Income from sale of finished products and services on foreign markets		
TOTAL	73.973	75.163

Income from the sale of finished products and services to parent companies and subsidiaries on local market refer to:

- income on services rendered by the Company to its subsidiaries, in accordance with agreements approved and adopted by the competent management bodies of the Company and of the subsidiaries, in compliance with the relevant legal acts and these amounted to RSD 72,433 thousand and
- income on services for rights on solution uses - Electronic documentation system Bussines Connect (DMS) and for rights on uses of the appropriate equipment, in the amount of RSD 1,537 thousand.

Structure of income from the sale of finished products and services to subsidiaries on local market is presented in the Table below.

Structure of income from the sale of finished products and services to subsidiaries on local market	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Energoprojekt Visokogradnja Plc.	24.029	19.610
Energoprojekt Niskogradnja Plc.	23.311	25.437
Energoprojekt Hidroinzenjering Plc.	3.655	3.473
Energoprojekt Entel Plc.	10.289	9.815
Energoprojekt Energodata Plc.	192	1.211
Energoprojekt Industrija Plc.	2.150	2.109
Energoprojekt Urbanizam i arhitektura Plc.	1.128	1.025
Energoprojekt Oprema Plc.	6.442	5.385
Energoprojekt Sunnyville Ltd.	602	929
Energoprojekt Park 11 Ltd.	2.172	6.168
TOTAL	73.970	75.162

Income from the sale of finished products and services on local market in the amount of RSD 3 thousand were generated from the sales of airline tickets.

7.2. Income from from premium payments, subsidies, grants, donations, etc.

Struktura prihoda od premija, subvencija, dotacija, donacija i sl.	<i>u 000 dinara</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Revenues from conditional grants	1.043	9.176
UKUPNO	1.043	9.176

Revenues from conditional grants in the amount of RSD 1,043 thousand refer to direct grants of the Government of the Republic of Serbia to economic entities, in accordance with the Decree on Determining of Direct Benefit Program from the Budget of the Republic of Serbia to Private Sector Economic Entities in order to Mitigate the Economic Consequences caused by Epidemic of Covid-19 Disease caused by SARS-Cov-2 Virus ("Official Gazette of the RS", no. 11/2021 of 12/02/2021) (hereinafter referred to as: the Decree on Determining the Program of Direct Grants of the Government of the Republic of Serbia) in the form of non-refundable funds for the payment of salaries and salary compensation to employees in the amount of one half of the minimum net salary per employee (RSD 15,450.12 per month per employee, for March).

7.3. Other operating income

Structure of other operating income	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Incomes from the rent collected from parent, subsidiary and other related companies	3.327	3.362
Incomes from the rent collected from other legal entities on local market	5.021	2.237
Other operating income from parent, subsidiary and other related companies	4	
Other operating income (externally)	91.753	73
<i>Total</i>	<i>100.105</i>	<i>5.672</i>
TOTAL	100.105	5.672

Incomes from the rent collected from parent, subsidiary and other related companies amounting to RSD 3,327 thousand were generated based on renting of:

- a portion of the “Samacki Hotel” complex in 24 Batajnicketi Drum, which has been rented since 2011 to Energoprojekt Visokogradnja in the amount of RSD 3,255 thousand and
- a portion of Energoprojekt Building, which has been rented since 2016 to the Energoprojekt Sunnyville, for RSD 72 thousand.

Incomes from the rent collected from other legal entities on local market amounting to RSD 5,201 thousand were generated from renting:

- a portion of the “Samacki Hotel” complex in 24 Batajnicketi Drum which has been rented from August, 2017, to Jerry Catering Service Ltd. in the amount of RSD 1,934 thousand,
- space on the roof-terrace and on groundfloor of the Energoprojekt building, which is rented to Telekom Srbija Plc, in the amount of 261 thousand and
- a portion of the Energoprojekt building, which was rented to the company 5. Univerzitetске igre Beograd 2020 d.o.o (5th University Games Belgrade 2020 LLC) in the amount of RSD 2,826 thousand.

The **other operating income (external)** in the amount of RSD 91,753 thousand were mainly generated on the basis of pre-invoiced costs of property tax, fees for the use of construction land, preparation of a part of the urban project for the construction of residential and commercial buildings in Block 26, as well as various payments in the previous years to the company Trinity Capital doo: RSD 91,711 thousand on the basis of Annex II of the Agreement on joint construction of a building in Block 26, New Belgrade.

8. MATERIAL COSTS AND FUEL AND ENERGY COST

Structure of material cost and fuel and energy costs	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Material costs:		
a) Costs of other materials (overheads)	1.271	1.341
b) Costs of one-off write-off of tools and inventory		
<i>Total</i>	<i>1.271</i>	<i>1.341</i>
Fuels and energy costs:		
a) Costs of fuel	105	200
b) Costs of electrical energy and heating	4.487	4.344
<i>Total</i>	<i>4.592</i>	<i>4.544</i>
TOTAL	5.863	5.885

Costs of other material (overheads) amounting to RSD 1,271 thousand refer to office stationery in the amount of RSD 529 thousand, professional and expert literature, magazines, etc. amounting to 179 thousand and other material costs amounting to RSD 563 thousand.

9. EMPLOYEE EXPENSES AND BENEFITS

Structure of employee expenses and benefits	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Expenses of wages and fringe benefits (gross)	32.430	32.715
Taxes and contributions on wages and contributions on wages payable by employer	5.135	5.100
Service agreements contributions	888	772
Copyright agreements contributions		72
Costs of contributions for contract fees for temporary and periodical engagement	313	235
Costs of compensations to natural entities based on other contracts	138	
Considerations to General Manager and/or Management and Supervisory Board members	3.120	3.273
Other personnel expenses and fringe benefits	590	2.090
TOTAL	42.614	44.257
Average number of employees	69	73

Other personnel expenses and fringe benefits amounting to RSD 728 thousand refer to the expenses for employee commuting reimbursements amounting to RSD 492 thousand, business trips' expenses amounting to RSD 2 thousand and other contributions to employees in the amount of RSD 96 thousand.

10. PRODUCTION SERVICE COSTS

Structure of production service cost	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Transportation services cost	534	600
Repairs and maintenance services cost	8.589	7.811
Rental costs		
Advertising costs	20	588
Other services cost	2.634	3.776
TOTAL	11.777	12.775

Transportation services costs in the amount of RSD 534 thousand refer to the landline costs and mobile phone costs, Internet services, taxi services, automobile parking costs etc.

Repairs and maintenance services costs amounting to RSD 8,589 thousand mainly refer to investment maintenance of the Energoprojekt Building amounting to RSD 8,164 thousand and to the ongoing maintenance of equipment amounting to RSD 423 thousand.

Costs of other services amounting to RSD 2,634 thousand refer to licence costs: RSD 1,204 thousand, utility services: RSD 654 thousand, technical and operating support of Energoprojekt Industrija: RSD 353 thousand, safety at work: RSD 195 thousand, car registration: RSD 128 thousand, and other production services: RSD 100 thousand.

11. DEPRECIATION EXPENSES AND PROVISION EXPENSE

Structure of depreciation expenses and provision expenses	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Depreciation expenses:		
a) Depreciation of intangible assets (Note 18)	1.357	1.564
b) Depreciation of property, plant and equipment (Note 19.1.)	4.367	4.509
<i>Total</i>	<i>5.724</i>	<i>6.073</i>
Provisions expenses:		
Provisions for contributions and other personnel benefits		
<i>Total</i>		
TOTAL	5.724	6.073

Depreciation expenses for the reporting period were calculated based on the appraisal of residual values and the remaining useful life as at 31/12/2020 for property and equipment with significant booking value, since there were no changes of relevance that would require additional appraisal as at the balance date as well.

12. INTANGIBLE EXPENSES

Structure of intangible expenses	In RSD thousand	
	01/01-31/03/2021	01/01-31/03/2020
Intangible expenses	6.241	5.251
Expense account	330	540
Insurance premiums expenses	315	350
Payment operations' expenses	162	1.887
Membership fee expenses	86	163
Tax duties	2.025	4.741
Other non-operating expenses	774	639
TOTAL	9.933	13.571

Intangible expenses amounting to RSD 6,241 thousand pertain to the costs of attorney fees, consulting and intellectual services, costs of professional training and education of the employees, broker services, Belgrade Stock Exchange services, cleaning services and other costs.

Expense accounts amounting to RSD 330 thousand refer to the costs of catering services, etc.

Insurance premium expenses amounting to RSD 315 thousand refer to the insurance of property and persons.

Payment operations expenses amounting to RSD 162 thousand pertain to the domestic payment operations costs, mainly on the basis of commercial bank charges.

Membership fee expenses amounting to RSD 86 thousand, refer to Serbian Chamber of Commerce memberships, in the amount of RSD 68 thousand, as well as memberships to other chambers, federations and associations.

Tax duties in the amount of RSD 2,025 thousand refer predominantly to the property tax amounting to RSD 1,915 thousand.

Other non-operating expenses amounting to RSD 774 thousand, refer to duties and lawsuit expenses amounting to RSD 564 thousand, printing expenses for Energoprojekt Magazine in the amount of RSD 131 thousand and other intangible costs in the amount of RSD 79 thousand (costs of advertisements, Total TV, etc.).

13. FINANCIAL INCOME AND FINANCIAL EXPENSE**13.1. Financial Income**

Structure of financial income	In RSD thousand	
	01/01-31/03/2021	01/01-31/03/2020
Financial income from transactions with parent companies and subsidiaries	603.493	13.506
Financial income from other related companies	1.125	2.065
Income from dividends		
<i>Total financial income from the related parties and other financial income</i>	<i>604.618</i>	<i>15.571</i>
Interest income (third party)	26	247
Exchange rate gains and positive currency clause effects (third party)	1.468	573
TOTAL	606.112	16.391

Financial income from transactions with parent companies and subsidiaries amounting to RSD 603,493 thousand refer to dividend income amounting to RSD 570,671 thousand (from Energoprojekt Park 11 d.o.o.), interest income from subsidiaries amounting to RSD 32,798 thousand and income from the effects of foreign exchange clauses and foreign exchange gains from subsidiaries amounting to RSD 24 thousand.

Financial income from other related companies in the amount of RSD 1,125 thousand relates to the interest income from loan made from joint venture Enjub Ltd, in the amount of RSD 1,124 thousand and to income based on FX clause effect loan and loan interest, made from Napred Razvoj Plc. in the amount of RSD 1 thousand.

Interest income (third party) in the amount of RSD 26 thousand relate to regular demand interest and interest on time deposits.

Exchange rate gains and positive currency clause effects (third party) in the amount of RSD 1,468 thousand refer to gains in FX exchange in the amount of RSD 1,459 thousand (on the basis of funds on foreign currency accounts of the company) and income from the effects of foreign currency clause in the amount of RSD 9 thousand (on the basis of receivables from specific transactions from other legal entities).

13.2. Financial Expense

Structure of financial expense	In RSD thousand	
	01/01-31/03/2021	01/01-31/03/2020
Financial expenses from transactions with parent company and subsidiaries	903	2.131
Financial expenses from transactions with other related companies	10.892	24.836
<i>Total financial expense incurred from related parties and other financial expense</i>	<i>11.795</i>	<i>26.967</i>
Interest expenses (third party)	30.631	4.659
Exchange rate losses and negative currency clause effects (third party)	479	433
TOTAL	42.905	32.059

Financial expenses from transactions with parent companies and subsidiaries amounting to RSD 903 thousand entirely refer to the expenses incurred from the effects of foreign currency clauses and negative effects of foreign exchange rates from transactions with subsidiaries (mainly on the basis of liabilities from specific transactions in the amount of RSD 898 thousand to Energoprojekt Visokogradnja, Energoprojekt Niskogradnja and Energoprojekt Oprema).

Financial expenses from transactions with other related companies amounting to RSD 10,892 thousand entirely refer to Napred Razvoj Plc. (based on interest cost for the loan taken).

Interest expense (third party) in the amount of RSD 30,631 thousand entirely refer to the interest expense on the basis of issued long-term corporate bonds of the Company (Note 30) for the period 01/01 to 30/03/2021 (payment of the first bond coupon to the Central Securities Depository in accordance with the Prospectus of long-term bonds of the Company's first issue).

Exchange rate losses and negative currency clause effects (third effects) in the amount of RSD 479 thousand predominantly refer to the negative foreign exchange losses on the basis of liabilities to suppliers abroad.

14. OTHER INCOME AND OTHER EXPENSES

14.1. Other Income

Structure of other income	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Income from selling intangible assets, real estate, plant and equipment		53
Other non-mentioned income	3.135	71
TOTAL	3.135	124

Other non-mentioned income in the amount of RSD 3,135 thousand refer to the income on the basis of the Settlement Agreement with the Central African Republic, which regulates the collection of receivables from previous periods: RSD 2,402 thousand, income on the basis of a premature purchase of an apartment: RSD 618 thousand, and income from selling old paper: RSD 115 thousand.

14.2. Other Expenses

In the reporting period (as well as in last year comparing period) the Company has not recorded any other expenses.

15. NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGE IN ACCOUNTING POLICIES AND ADJUSTMENTS OF ERRORS FROM PREVIOUS YEARS

Structure of net profit/loss from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Net profit from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year		331
Net loss from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year	186	
TOTAL	186	331

Net loss from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year in the amount of RSD 186 thousand mainly came as a result of subsequently defined income and expenses from previous period, that are not of any material significance, but were recognized as liabilities or receivables in current period.

16. PROFIT / LOSS BEFORE TAX

Structure of gross result	<i>In RSD thousand</i>	
	<i>01/01-31/03/2021</i>	<i>01/01-31/03/2020</i>
Operating income	175.121	80.835
Operating expenses	75.911	82.561
Operating result	99.210	(1.726)
Financial income	606.112	16.391
Financial expenses	42.905	32.059
Financial result	563.207	(15.668)
Other income	3.135	124
Other expenses		
Result of other revenues and expenses	3.135	124
Net profit from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year		331
Net loss from discontinued operations, effects of change in accounting policy and adjustment of errors from previous year	186	
TOTAL INCOME	784.368	97.681
TOTAL EXPENSE	119.002	114.620
PROFIT/LOSS BEFORE TAX	665.366	(16.939)

Compared to the period of the previous year, the increase in the gross result of the Company in the amount of RSD 682,305 thousand is predominantly the result of the achieved dividend income from the subsidiary Energoprojekt Park 11 d.o.o. in the amount of RSD 570,671 thousand.

17. PROFIT TAX AND NET PROFIT/(LOSS)

The Company estimates that it will not have any liability for income tax in the reporting period, therefore the net profit of the Company in the reporting period amounts to RSD 665,366 thousand.

BALANCE SHEET

18. INTANGIBLE ASSETS

In RSD thousand

Structure of intangible assets	Software	Concessions, patents, licencis, trade marks	Intangible assets in preparation	Advance payments for intangible assets	Total
<u>Purchase Value</u>					
Balance as at January 1, 2020	42.048	1.843			43.891
Correction of opening balance					
Transfer from one form to another					
New purchases					
Disposal and decommissioning					
Balance as at December 31, 2020	42.048	1.843			43.891
Correction of opening balance					
Transfer from one form to another					
New purchases					
Disposal and decommissioning					
Balance as at March, 31, 2021	42.048	1.843			43.891
<u>Impairment</u>					
Balance as at January 1, 2020	15.716	538			16.254
Correction of opening balance					
Depreciation	5.600	184			5.784
Disposal and decommissioning					
Imapairment					
Balance as at December 31, 2020	21.316	722			22.038
Correction of opening balance					
Depreciation	1.311	46			1.357
Disposal and decommissioning					
Imapairment					
Balance as at March 31, 2021	22.627	768			23.395
<u>Net Book Value</u>					
31.12.2020	20.732	1.121			21.853
31.03.2021	19.421	1.075			20.496

19. PROPERTY, PLANT AND EQUIPMENT

19.1. Property, Plant and Equipment Exclusive of Investment Property

In RSD thousand

Structure of property, plant and equipment	Buildings	Plant and equipment	Other property, plant and equipment	Property, plant and equipment in progress	Advance payments for property, plant and equipment	Total
<i>Purchase Value</i>						
Balance as at January 1, 2020	1.305.656	116.987	283		44.664	1.467.590
Correction of opening balance						
New purchases during the year		1.922				1.922
Enlargement by transfer from investment prepared						
Other transfers from/(to)						
Disposal and decommissioning		(951)				(951)
Profit/(los) included in Report as "Other result" (330)						
Profit/(los) included in Report as "Other result" (330)						
FX gains and losses						
Other increases/(decreases)						
Balance as at December 31, 2020	1.305.656	117.958	283		44.664	1.468.561
Correction of opening balance						
New purchases during the year		228				228
Other transfers from/(to)						
Disposal and decommissioning						
Profit/(los) included in Report as "Other result" (330)						
FX gains and losses						
Other increases/(decreases)						
Balance as at March 31, 2021	1.305.656	118.186	283		44.664	1.468.789
<i>Impairment</i>						
Balance as at January 1, 2020	11.945	88.193				100.138
Correction of opening balance						
Depreciation	11.354	6.873				18.227
Disposal and decommissioning		(827)				(827)
Other increases/(decreases)						
Balance as at December 31, 2020	23.299	94.239				117.538
Correction of opening balance						
Depreciation	2.793	1.574				4.367
Disposal and decommissioning						
Other increases/(decreases)						
Balance as at March 31, 2021	26.092	95.813				121.905
<i>Net Book Value</i>						
Balance as at December 31, 2020	1.282.357	23.719	283		44.664	1.351.023
Balance as at March 31, 2021	1.279.564	22.373	283		44.664	1.346.884

On 31/12/2020 the residual value and the remaining useful lifetime for the property and equipment with significant accounting value were evaluated, based on which depreciation costs were calculated for the reporting period.

Assessment of Fair Value of Buildings

The fair value of buildings is usually the market value thereof that is established through valuation performed by independent qualified valuers based on market evidence.

In cases where there are no evidence of the fair value of the property in the market, due to the specific nature of the building and because such items are rarely put on sale, the Company performs valuation of fair value of the property by using the income approach or the depreciated replacement cost approach.

The Company in its business books has the registered object - **"Office building Energoprojekt"** carried at revalued amount at the assessment date.

The Energoprojekt building was booked at the revalorized value as at 31/03/2021 in the amount of RSD 1,279,564 thousand, i.e, it was performed by reducing the last assessment of the fair value for depreciation accumulated. The ultimate valuation was performed on December 31, 2018 by an external independent qualified valuer by using the comparative method.

According to relevant provisions of IAS 16, having in mind that fluctuations of fair value for the mentioned building were insignificant, it was not necessary to appraise its fair value as at Balance Sheet day.

Starting from revalorized value of the building in question as at 31/12/2020, residual value as at 31/12/2020 and established remaining useful lifetime (100 years; remaining useful life as at 31/03/2021: 61 the depreciation cost for this building in the reporting period, due to the residual value that is lower than its fair value, amounts to RSD 2,793 thousand.

Adjustment of opening and closing balance of the value of buildings is presented in the table below.

In RSD thousand

R. br.	Building	Opening balance	Residual value as at December 31, 2019	Remaining useful life	Depreciation	Profit / (losses) included in report on "Other Income"	Closing balance
1	Energoprojekt Building	1.282.357	554.393	61	2.793		1.279.564
	TOTAL	1.282.357	554.393	61	2.793		1.279.564

If the revaluated items had been presented by using the cost value method, their current value would amount to RSD 529,803 thousand.

Advances for property, plant and equipment in the amount of RSD 44,664 thousand entirely refer to the advance paid to the Republic of Serbia for the purchase of properties in Uganda, Peru and Nigeria.

Based on banking arrangements with Erste bank, Unicredit bank and OTP bank, the executive extrajudicial mortgage was established on Energoprojekt Office Building, in favor of subject creditors (Note 38).

19.2. Investment Property

Investment property	<i>In RSD thousand</i>	
	<i>31.03.2021</i>	<i>31.12.2020</i>
Balance as at January 1	621.294	615.716
Additional investments		
Disposal and decommissioning		
Profit/(losses) included in Income Statement		5.578
Closing balance	621.294	621.294

In relation to the investment property, the following amounts were recognized in Income Statement:

Profit and loss related to investment property included in Profit and Loss	<i>In RSD thousand</i>	
	<i>31.03.2021</i>	<i>31.12.2020</i>
Rental income	5.189	20.757
Direct operating expenses incurred from investment property that generated rental income during the year („Samački hotel“ complex)	957	3.269

Adjustment of the opening and closing balance of the fair value of investment property is presented in the following Table.

<i>In RSD thousand</i>						
No.	Investment property	Opening balance	Increasing (purchasing, additional investment, etc.)	Decreasing (selling, destruction, etc.)	Profit (losses) included in Income Statement	Closing balance
1	"Samački hotel" complex	621.294				621.294
	TOTAL	621.294				621.294

In its books, the Company posted the fair value of its investment property in the amount of RSD 621,294 thousand, according to its value determined by means of its fair value measurement, related to „Samacki hotel“ complex, with total area of 8,034,00 m², and the right on use of construction land with total surface of 18,598,00 m², at Batajnički drum no.24, in Zemun.

Valuation of the fair value of investment property as at 31/12/2020 was performed by independent valuer holding recognized and relevant professional qualifications and recent relevant work experience with relevant locations and categories of investment property appraised. Valuers used the Cost method for buildings (having in mind specific characteristics of the valuation object and the fact that on market there is no similar premisses for selling/renting, with the similar location) and also the Comparative method for land.

Based on renting the mentioned investment property to Energoprojekt Visokogradnja and Jerry Catering Service Ltd. the income in the amount of RSD 5,189 thousand (Note 7.3).

Based upon banking arrangements with OTP bank the executive extrajudicial mortgage was established on subject property (Note 38).

20. LONG-TERM FINANCIAL INVESTMENTS

Structure of long-term financial investments	<i>In RSD thousand</i>	
	<i>31.03.2021</i>	<i>31.12.2020</i>
Shares in subsidiaries	6.408.939	6.407.285
Shares in affiliated companies and joint ventures	14.613	14.613
Shares in other companies and other available for sale securities	126.098	126.098
Long-term investments in parent companies and subsidiaries	2.726.071	2.283.590
Other long-term financial investments	192	908
<i>Total</i>	<i>9.275.913</i>	<i>8.832.494</i>
<i>Impairment</i>	<i>(829.552)</i>	<i>(827.397)</i>
TOTAL	8.446.361	8.005.097

20.1. Share Investments

Equity investments relate to investments in shares and stocks as shown in the following Table.

Structure of share investment	Share %	<i>In RSD thousand</i>	
		<i>31.03.2021</i>	<i>31.12.2020</i>
<i>Učešća u kapitalu zavisnih pravnih lica</i>			
Energoprojekt Visokogradnja Plc.	100,00%	1.910.876	1.909.222
Energoprojekt Niskogradnja Plc.	100,00%	1.104.981	1.104.981
Energoprojekt Oprema Plc.	67,87%	121.316	121.316
Energoprojekt Hidroinzenjering Plc.	100,00%	427.626	427.626
Energoprojekt Urbanizam i arhitektura Plc.	100,00%	192.642	192.642
Energoprojekt Energodata Plc.	100,00%	194.862	194.862
Energoprojekt Industrija Plc.	62,77%	61.209	61.209
Energoprojekt Entel Plc.	100,00%	1.000.317	1.000.317
Energoprojekt Sunnyville Ltd.	100,00%	2.500	2.500
Energoprojekt Park 11 Ltd.	100,00%	375.660	375.660
I.N.E.C. Engineering Company Limited, UK	100,00%	70.311	70.311
Dom 12 S.A.L., Lebanon	100,00%	924.749	924.749
Energo Kaz Ltd. Kazakhstan	100,00%	101	101
Zambia Engineering and Contracting Company Limited, Zambia	100,00%	587	587
Energoprojekt Holding Guinee S.A., Guinea	100,00%	1.628	1.628
Energoprojekt (Malaysia) Sdn. Bhd., Kuala Lumpur	100,00%	19.574	19.574
<i>Impairment</i>		<i>(715.065)</i>	<i>(715.065)</i>
Total		5.693.874	5.692.220
<i>Share in affiliate companies and joint ventures</i>			
Necco Nigerian Engeneering and Construction CO LTD, Kano, Nigeria	40,00%	1.063	1.063
Enjub Ltd.	50,00%	13.550	13.550
<i>Impairment</i>		<i>(1.063)</i>	<i>(1.063)</i>
Total		13.550	13.550
<i>Share in other companies and other available for sale securities</i>			
Dunav osiguranje Plc.	0,01%	5.814	5.814
Alta banka a.d. Belgrade (former Jubmes banka Plc.)	1,41%	120.176	120.176
Beogradska berza Plc.	0,12%	100	100
Poljoprivredna banka Agrobanka Plc. Belgrade - in bankruptcy	0,36%	7	7
Beogradska industrija piva,slada i bezalkoholnih pića Plc. Belgrade - in bankruptcy	0,0005%	1	1
Pinki Zemun Plc.	0,004%		
<i>Impairment</i>		<i>(106.231)</i>	<i>(104.076)</i>
Total		19.867	22.022
TOTAL		5.727.291	5.727.792

Equity investments with value adjustment are presented in the following Table.

Share investments - adjustment value	<i>In RSD thousand</i>		
	<i>Gross investment amount</i>	<i>Impairment</i>	<i>Net investment amount</i>
Share in subsidiaries:			
Energoprojekt Visokogradnja Plc.	1.910.876	(641.633)	1.269.243
Energoprojekt Urbanizam i arhitektura Plc.	192.642	(44.277)	148.365
I.N.E.C. Engineering Company Limited, UK	70.311	(7.953)	62.358
Energoprojekt Holding Guinee S.A., Guinea	1.628	(1.628)	-
Energoprojekt (Malaysia) Sdn. Bhd., Kuala Lumpur	19.574	(19.574)	-
Total	2.195.031	(715.065)	1.479.966
Share in affiliated companies and joint ventures:			
Necco Nigerian Engenering and Construction CO LTD, Kano, Nigeria	1.063	(1.063)	-
Total	1.063	(1.063)	0
Share in other companies and other available for sale securities:			
Banks and financial organizations and other legal entities:			
Dunav osiguranje Plc.	5.814	(3.691)	2.123
Alta banka Plc. Belgrade (former Jubmes banka)	120.176	(102.532)	17.644
Agrobanka Plc. Belgrade - in bankruptcy	7	(7)	-
Beogradska industrija piva,slada i bezalkoholnih pića Plc. Belgrade - in bankruptcy	1	(1)	-
Total	125.998	(106.231)	19.767
TOTAL	2.322.092	(822.359)	1.499.733

Share investments are long-term investments in shares and stocks of subsidiaries and affiliates, joint ventures, banks and insurance companies (securities available for sale), as well as in other companies.

Share investments in subsidiaries, affiliates and joint ventures are disclosed in compliance with the method for disclosing investments at cost. Company recognizes revenues in the amount received from the distribution of retained earnings of the investment user incurred after the acquisition date.

Increase in share investments in Energoprojekt Visokogradnja capital, compared to December 31, of the previous year in the amount of RSD 1.654 thousand, came as result of the payoff of the difference in the share price to the minority shareholders of the company in question, with the corresponding default interest and court proceeding costs (on the basis of the decision of the Commercial Court of Appeal, out-of-court settlement, etc.).

Impairment of share investment in Energoprojekt Visokogradnja in the amount of RSD 641,633 thousand was performed on December 31, 2014 in compliance with IAS 36 – Impairment of Assets, based on the Report prepared by the Scientific and Research Centre of the Faculty of Economics of the University of Belgrade on equity valuation of Energoprojekt Visokogradnja for implementation of IAS/IFRS as at December 31, 2014.

Impairment of share investment in subsidiaries and affiliated companies abroad (Energoprojekt (Malaysia) Sdn. Bhd., Kuala Lumpur; Energoprojekt Holding Guinee S.A., Guinea; I.N.E.C. Engineering Company Limited, UK, and Necco Nigerian Engineering and Construction CO LTD, Kano, Nigeria) was performed in 2004 in compliance with the initial implementation of IAS provisions.

Share investment in Energoprojekt (Malaysia) Sdn. Bhd., Kuala Lumpur and Necco Nigerian Engineering and Construction CO LTD, Kano, Nigeria were completely impaired because in addition to the fact that these Companies have no assets, they do not perform any business activities for a number of years now. The process of their dissolution in compliance with the local legislation has not been concluded yet.

Share in other companies and other available for sale securities are measured at market (fair) value, if it is possible to define it.

The change in the position share in other companies and other available for sale securities was recorded due to the adjustment of the value of shares in Company's portfolio of shares (Dunav osiguranje Plc. and Alta banka Plc.), with their fair value in the secondary securities' market as at the financial statements date (which are presented in the account for impairment of equity investments and profit and loss from securities available for sale).

The Company has made equity investments in the following banks with listed shares in the Belgrade Stock Exchange and their fair value was determined based on their current market value as at 31/03/2021:

- Dunav osiguranje Plc: 527 shares, with the market value as at the balance sheet day of RSD 4,028.00 per share, and
- Alta banka Plc. Belgrade (former Jubmes banka Plc.): 4,056 shares, with the market value as at balance sheet day of RSD 4,350.00 per share.

The Company has share in capital in legal entities, as follows:

- Beogradska berza Plc.: 5 shares with market value of RSD 20,000.00 each, in total RSD 100,000.00
- Poljoprivredna banka Agrobanka Plc. Belgrade – in bankruptcy: 15 shares with market value of RSD 500.00 each, in total RSD 7,500.00, which was made worthless by inventory as at December 31, 2016;
- Beogradska industrija piva, slada i bezalkoholnih pića Plc. Belgrade – in bankruptcy: 47 shares with market value of RSD 29.78 each, in total RSD 1,400.00, which was made worthless by inventory as at December 31, 2016; and

- Pinki - Zemun Plc.: 3 shares with market value of RSD 52.00 each, in total RSD 156.00.

Maximum exposure to credit risk as at the financial statements date is the fair value of debt securities classified as available-for-sale.

Financial assets available for sale are presented in RSD.

20.2. Long-Term Financial Investments

Structure of long-term financial investments	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Long-term investments in parent companies and subsidiaries	2.726.071	2.283.590
<i>Impairment</i>	<i>(7.193)</i>	<i>(7.193)</i>
<i>Total</i>	<i>2.718.878</i>	<i>2.276.397</i>
Other long-term financial investments:		
Housing loans granted to employees	192	908
<i>Impairment</i>		
<i>Total</i>	<i>192</i>	<i>908</i>
TOTAL	<i>2.719.070</i>	<i>2.277.305</i>

Long-term financial investments in parent companies and subsidiaries in the amount of RSD 2,726,071 thousand entirely refer to granted long-term loans in RSD (from the funds of the issue of corporate bonds – (Note 30), granted in order to repay loans to commercial banks) with maturity date December 30, 2025 (quarterly calculation and payment of interest) to the following subsidiaries:

- Energoprojekt Visokogradnja: RSD 713,810 thousand, pursuant to long-term Loan Agreement no. 204 from 2020,
- Energoprojekt Niskogradnja: RSD 1.007,786 thousand, pursuant to long-term Loan Agreement no. 205 from 2020,
- Energoprojekt Oprema: RSD 513,203 thousand, pursuant to long-term Loan Agreement no. 206 from 2020 and RSD 442.481 thousand, pursuant to several Agreements from the first quarter of 2021,
- Energoprojekt Hidroinženjering: RSD 48,791 thousand, pursuant to long-term Loan Agreement no. 207 from 2020

As an instrument of collection security, the Company possesses 4 (four) solo, blank signed bills of exchange from Energoprojekt Visokogradnja, Energoprojekt Niskogradnja and Energoprojekt Oprema, with the authority to fill in and collect the bills of exchange in the the amount of the total debt, while it has 2 (two) solo, blank signed bills of exchange from Energoprojekt Hidroinženjering, with the authority to fill in and collect the bills the exchange in the amount of the total debt.

The increase in long-term investments in parent and subsidiary legal entities in the amount of RSD 442,481 thousand came as a result of the increase in long-term loans granted to Energoprojekt Oprema.

The impairment of long-term investments in parent and subsidiary legal entities in the amount of RSD 7,193 thousand refers to the effects of the application of IFRS 9 – Financial Instruments, calculated as of 31/12/2020 (Note 6).

The long-term housing loans granted to employees in the amount of RSD 192 that are presented among other long-term financial investments refer to two interest-free housing credits granted to employees, which were granted on June 10, 1992 for the repayment period of 38.5 years. In compliance with the terms and provisions of the loan agreements and in compliance with the provisions of the Law on Amendments and Addenda to the Law on Housing, the Company performs revalorisation of loan instalments twice a year based on the trends in consumer prices in the Republic of Serbia for the given accounting period. A portion of the long-term financial investments made on this basis with maturity dates up to one year that is being regularly repaid/collected amounts to RSD 13 thousand (Note 25).

21. INVENTORIES

Structure of inventories	In RSD thousand	
	31/03/2021	31/12/2020
Fixed assets for sale	40.597	40.597
Advances paid for inventories and services:		
a) Advances paid for inventories and services to parent companies and subsidiaries		
b) Advances paid for material, spare parts and inventory	190	166
c) Advances paid for services	2.100	1.213
<i>Total</i>	<i>2.290</i>	<i>1.379</i>
<i>Impairment</i>		
TOTAL	42.887	41.976

Fixed assets for sale in the amount of RSD 40,597 thousand, refer to the rest of unsold properties within Object K1G in Rakovica, in Belgrade.

Pursuant to Decision made on 146th meeting of Executive Board of the Company, Conclusion on part of debt recognition and proceedings expenses no. I.Iv 122/19 dated on May 17, 2019 and Agreement on selling of real estate by direct deal, pursuant to the agreement of parties no. I.Iv 122/19 dated on May 17, 2019, the Company has recorded **fixed assets for selling** in its books in the amount of RSD 81,453 thousand.

The following table contains the list of **properties for sell**.

No	Name	Address	Number	Space (sq. m.)	Cost	Calculated Absolute Wrights Transfer Tax	Selling Value	In RSD thousand		
								Income/Loss from selling in previous period	Income/Loss from selling in reported period	Present Value
1	Apartment 2.0	Petra Konjovića 14	Lamella 1, II floor, No.15	51	6.072	157				6.229
2	Apartment 2.5	Petra Konjovića 14	Lamella 1, III floor, No.16	78	9.234	241				9.475
3	Apartment 2.0	Petra Konjovića 14	Lamella 1, III floor, No.17	46	5.417	142	6.179	620		
4	Apartment 2.0	Petra Konjovića 14	Lamella 1, III floor, No.20	50	5.856	154	6.768		758	
5	Apartment 2.0	Petra Konjovića 14	Lamella 1, IV floor, No.26	45	5.350	139	6.100	611		
6	Apartment 3.0	Petra Konjovića 14a	Lamella 2, I floor, No.4	80	9.384	247	11.170		1.540	
7	Apartment 2.0	Petra Konjovića 14a	Lamella 2, III floor, No.17	60	7.105	185				7.290
8	Garsonjera	Petra Konjovića 14b	Lamella 3, Groundfloor, No.2	29	3.421	89	3.901	391		
9	Office	Petra Konjovića 14b	Lamella 3, Groundfloor, No.L5	46	5.442	126				5.568
10	Studio	Petra Konjovića 14b	Lamella 3, II floor, No.13	33	3.948	102	4.634	584		
11	Apartment 2.5	Petra Konjovića 14b	Lamella 3, II floor, No.14	77	9.083	238				9.321
12	Apartment	Petra Konjovića 14b	Lamella 3, Attic, No.15	54	6.361	167	7.255	727		
13	Garage parking place	Petra Konjovića 14a	Lamella 2, Basement 2, No.7	12	531	12	273		-270	
14	Garage parking place	Petra Konjovića 14a	Lamella 2, Basement 2, No.8	12	531	12				543
15	Garage parking place	Petra Konjovića 14a	Lamella 2, Basement 2, No.9	12	531	12				543
16	Garage parking place	Petra Konjovića 14a	Lamella 2, Basement 2, No.10	12	531	12				543
17	Garage parking place	Petra Konjovića 14a	Lamella 2, Basement 2, No.11	12	531	12				543
18	Garage parking place	Petra Konjovića 14a	Lamella 2, Basement 2, No.12	12	531	12	588		45	
19	Garage parking place	Petra Konjovića 14a	Lamella 2, Basement 2, No.13	12	531	12	588		45	
20	Garage parking place	Petra Konjovića 14a	Lamella 2, Basement 2, No.16	12	531	11				542
21	Garage parking place	Petra Konjovića 14a	Lamella 2, Basement 2, No.17	12	531	11	588		45	
	Total			757	81.453	2.093	48.044	2.933	2.163	40.597

The Company actively realizes the selling plans, which are expected to be realized in total within one year period.

Advances paid for material, spare parts and inventory amounting RSD 190 thousand entirely refer to advance payments to suppliers for purchase of fuel.

Advance payments paid for services in the amount of RSD 2,100 thousand primarily pertain to advance payments to Moore Stephens Auditing and Accountancy in the amount of RSD 1,340 thousand (as first two installments for financial statements auditing for 2020) and Belgrade Stock Exchange Plc. in the amount of RSD 637 thousand (mainly as annual fee for organized share trading in 2021, in the amount of RSD 620 thousand).

22. RECEIVABLES FROM SALES

Structure of receivables from sales	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Local buyers - parent company and subsidiaries	1.003.737	939.279
Local buyers - other related companies		
Local buyers (externally)	4.413	1.425
<i>Impairment</i>	(81.401)	(81.401)
TOTAL	926.749	859.303

Local buyers – parent companies and subsidiaries refer to the receivables based on service agreements and lease contracts. According to agreement on Energoprojekt Group services to other subsidiaries (Note 7.1), the Company has been presented signed blank solo promissory notes to be filled out by beneficiary as collateral, except from Energoprojekt Entel.

Structure of local buyers – parent companies and subsidiaries is presented in the following Table.

Structure of local buyers - parent company and subsidiaries	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
<i>Trade receivables domestic - subsidiaries:</i>		
Energoprojekt Visokogradnja Plc.	852.315	820.339
Energoprojekt Niskogradnja Plc.	118.722	91.899
Energoprojekt Entel Plc.	4.039	3.852
Energoprojekt Sunnyville Ltd.	241	415
Energoprojekt Hidroinženjering Plc.	1.385	1.332
Energoprojekt Industrija Plc.	2.921	571
Energoprojekt Urbanizam i arhitektura Plc.	6.076	4.953
Energoprojekt Energodata Plc.	14.669	14.438
Energoprojekt Oprema Plc.	2.500	1.480
Energoprojekt Park 11 Ltd.	869	
Total	1.003.737	939.279
<i>Trade receivables domestic (externally)</i>	4.413	1.425
Total	4.413	1.425
<i>Impairment (Energoprojekt Visokogradnja Plc.)</i>	<i>(81.401)</i>	<i>(81.401)</i>
TOTAL	926.749	859.303

Increased **receivables from local buyers – parent company and subsidiaries** comparing to December 31 of the previous year in the amount of RSD 64,458 thousand mainly refer to increased receivables according to holding service agreement in the amount of RSD 60,135 thousand (mainly due to increases in Energoprojekt Niskogradnja, Energoprojekt Visokogradnja, Energoprojekt Energodata, Energoprojekt

Urbanizam i Arhitektura and Energoprojekt Oprema) and increased receivables based on rents and DMS solution rights of use in the amount of RSD 4,323 (predominantly in Energoprojekt Visokogradnja). The impairment of receivables in the amount of RSD 81,401 thousand entirely relates to the effects of the application of IFRS 9 – Financial Instruments calculated as of 31/12/2020 (Note 6) on receivables from the subsidiary legal entity Energoprojekt Visokogradnja.

As for **receivables from local trade (externally)**, the Company has been presented payment instruments from Jerry Catering Service Ltd. (3 signed blank solo promissory notes to be filled out by beneficiary as collateral) and the company 5. Univerzitetске igre Beograd 2020 (5th University Games Belgrade 2020 LLC) (2 blank solo signed bills of exchange, with the authority to fill in and collect the bills of exchange), whereas the company has no collaterals from other domestic buyers (externally).

Receivables from sale and other receivables from sale bear no interest.

Aging receivables structure based on sales is presented in the following Table.

Aging receivables structure based on sales	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
<i>Related legal entities:</i>		
a) Current	30.436	153
b) Up to 30 days	21.396	9.947
c) 30 - 60 days	21.396	9.870
d) 60 - 90 days	10.594	20.293
e) 90 - 365 days	919.915	899.016
Total - related legal entities	1.003.737	939.279
<i>Local buyers:</i>		
a) Current	2.814	771
b) Up to 30 days	667	654
c) 30 - 60 days	682	
d) 60 - 90 days	250	
e) 90 - 365 days		
f) 365 days +		
Total - local buyers	4.413	1.425
TOTAL GROSS	1.008.150	940.704
Impairment - receivables based on sales	(81.401)	(81.401)
TOTAL RECEIVABLES BASED ON SALES - NET	926.749	859.303

23. RECEIVABLES FROM SPECIAL TRANSACTIONS

Structure of receivables from special transactions	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Receivables from special transactions from parent companies and subsidiaries	7.541	11.574
Receivables from special transactions from other related companies	6.431	6.431
Receivables from special transactions from other companies	94.033	1
<i>Impairment</i>		
TOTAL	108.005	18.006

Detailed information on receivables from special transactions, as changes in value adjustment are presented in the following Table.

Structure of receivables from special transactions	<i>u 000 dinara</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
<i>Receivables from special transactions from related legal entities - gross:</i>		
Energoprojekt Visokogradnja Plc.	290	2.788
Energoprojekt Niskogradnja Plc.	4.639	3.967
Energoprojekt Hidroinzenjering Plc.	16	253
Energoprojekt Entel Plc.	0	43
Energoprojekt Energodata Plc.	0	82
Energoprojekt Industrija Plc.	459	479
Energoprojekt Urbanizam i arhitektura Plc.	285	267
Energoprojekt Oprema Plc.	0	1.863
Zambia Engineering and Contracting Company Limited, Zambia	1.490	1.475
I.N.E.C.Engineering Company Limited, UK	362	357
<i>Total - gross</i>	7.541	11.574
<i>Impairment of Rec. from spec. trans. from related legal entities</i>		
Total Rec. from spec. trans. from related legal entities - net	7.541	11.574
<i>Receivables from special transactions from other related legal entities - gross:</i>		
Enjub d.o.o.	6.431	6.431
<i>Impairment of rec. from spec. trans. (other related legal entities)</i>		
Total rec. from spec. trans. (other related legal entities) - net	6.431	6.431
<i>Receivables from special transactions from other legal entities - gross:</i>		
Unique Union Organization	1	1
Trinity Capital	94.032	
<i>Total - gross receivables from other legal entities</i>	94.033	1
<i>Impairment of rec. from spec. trans. from other legal entities</i>		
Total rec. from special transactions (other legal entities) - net	94.033	1
<i>Total Receivables from special transactions - gross</i>	108.005	18.006
<i>Impairment Receivables from special transactions</i>	0	0
Total Receivables from special transactions - NET	108.005	18.006

Receivables from special transactions from parent companies and subsidiaries in the amount of RSD 7,541 thousand are mainly recalculated expenses on the basis of receivables for reimbursement of costs of the issue of long-term corporate bonds, from which funds for long-term loans to subsidiaries were approved in the amount of RSD 3,659 thousand (from Energoprojekt Niskogradnja), pre-invoiced costs of airline tickets in the amount of RSD 2,097 thousand (predominantly from Energoprojekt Niskogradnja: 922 thousand RSD, Energoprojekt Industrija: RSD 459 thousand and Zambia Engineering and Contracting Company Limited, Zambia: RSD 333 thousand) and recalculated expenses for taxes and contributions for the General Manager of Zambia Engineering and Contracting Company Limited, Zambia: RSD 1,157 thousand.

Decreased receivables from specific transactions from parent companies and subsidiaries comparing to December 31 of the previous year in the amount of RSD 4,033 thousand mainly came, on the one hand, as the result of decreased receivables for the reimbursement of costs of long-term corporate bonds: RSD 4,661 thousand (from Energoprojekt Visokogradnja, Energoprojekt Oprema and Energoprojekt Hidroinženjering), and on the other hand, increases in receivables for pre-invoiced airline ticket costs in the amount of RSD 863 thousand (predominantly from Energoprojekt Niskogradnja in the amount of 672 thousand RSD).

Receivables from special transactions from other associated legal entities in the amount of RSD 6,431 thousand, refer to court and administrative fees recalculated taksi, recalculated expenses of net income and taxes, as well as tax duties for General Managers and recalculated expenses for legal services from previous years, to the company Enjub. The Company has no collateral instruments regarding mentioned receivables.

Receivables from special transactions from other legal entities in the amount of RSD 94,033 thousand predominantly refer to receivables from the company Trinity Capital d.o.o. in the amount of RSD 94,032 thousand for pre-invoiced costs for Block 26 (property taxes, fees for the use of construction land, preparation of a part of the urban project for construction of residential and commercial buildings in Block 26, and other various payments in previous years) under Annex II of the Agreement on joint construction of the building in Block 26, New Belgrade (Note 7).

Aging receivables structure based on specific transactions is presented in the following Table.

Aging structure of receivables from special transactions	<i>in RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
<i>Receivables from special transactions from parent companies and subsidiaries</i>		
a) Current	177	8.902
b) Up to 30 days	358	593
c) 30 - 60 days	4.307	27
d) 60 - 90 days	588	104
e) 90 - 365 days	258	200
f) 365 days +	1.853	1.748
Total	7.541	11.574
<i>Receivables from special transactions from other related legal entities</i>		
a) Current		
b) Up to 30 days		
c) 30 - 60 days		
d) 60 - 90 days		57
e) 90 - 365 days	407	846
f) 365 days +	6.024	5.528
Total	6.431	6.431
<i>Receivables from special transactions from other legal entities</i>		
a) Current	94.033	1
b) Up to 30 days		
c) 30 - 60 days		
d) 60 - 90 days		
e) 90 - 365 days		
f) 365 days +		
Total	94.033	1
TOTAL	108.005	18.006

24. OTHER RECEIVABLES

Structure of other receivables	In RSD thousand	
	31/03/2021	31/12/2020
Interest and dividend receivables:		
a) Interest and dividend receivable from parent companies and subsidiaries	281.636	1.293
b) Interest and dividend receivable from related companies	86.376	85.252
c) Dividend receivables - other legal entities		-
<i>Total</i>	<i>368.012</i>	<i>86.545</i>
Receivables from employees	3	1
Receivables for overpaid profit tax		
Receivables for overpaid taxes and contributions		
Receivables for fringe benefits' returns	588	532
Ostala kratkoročna potraživanja		
<i>Impairment</i>		
TOTAL	369.646	87.078

Structure of interest and dividend receivables in the amount of RSD 281,636 thousand is presented in the following Table.

Structure of interest and dividend receivables	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
<i>Interest receivables from parent companies and subsidiaries:</i>		
Energoprojekt Visokogradnja a.d.	3.734	
Energoprojekt Niskogradnja a.d.	9.567	
Energoprojekt Energodata a.d.	1.108	
Energoprojekt Urbanizam i Arhitektura a.d.	95	
Energoprojekt Oprema a.d.	5.645	
Energoprojekt Sunnyville d.o.o.	850	1.293
<i>Total</i>	<i>20.999</i>	<i>1.293</i>
<i>Dividend receivables from parent companies and subsidiaries:</i>		
Energoprojekt Park 11 d.o.o.	260.637	
<i>Total</i>	<i>260.637</i>	<i>0</i>
<i>Interest receivables from other related legal entities:</i>		
Enjub d.o.o.	86.376	85.252
<i>Total interest and dividend receivables from parent companies and subsidiaries</i>	<i>281.636</i>	<i>1.293</i>
<i>Total interest and dividend receivables from other related companies</i>	<i>86.376</i>	<i>85.252</i>
TOTAL	368.012	86.545

Increased **interest receivables from parent companies and subsidiaries** compared to December 31 of the previous year in the amount of RSD 19,706 thousand mainly refers to the interest calculated for the loans granted from the emission of long-term corporate bonds for the first quarter of 2021.

Increased **interest receivables from other related companies** (Enjub Ltd.) in the amount of RSD 1,124 thousand has been recorded based on the interest calculated for the loans granted for the reporting period.

Receivables from state authorities and organizations in the amount of RSD 1,043 thousand refer to receivables from the Government of the Republic of Serbia in accordance with the Decree on Determining the Program of Direct Grants of the Government of the Republic of Serbia (Note 7.2). The receivable in question was closed by a payment of funds to the designated account of the Company in April of the reporting year.

Receivables for reimbursement of wage taxes in the amount of RSD 588 thousand refer to receivables for sick leave over 30 days and maternity leave.

Aging receivables structure of other receivables is presented in the following Table.

Aging structure of other receivables	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
<i>Other receivables from parent companies and subsidiaries:</i>		
a) Current	281.636	1.293
b) Up to 30 days		
c) 30 - 60 days		
d) 60 - 90 days		
e) 90 - 365 days		
f) 365 days +		
Total	281.636	1.293
<i>Other receivables from other related companies:</i>		
a) Current	86.376	85.252
b) Up to 30 days		
c) 30 - 60 days		
d) 60 - 90 days		
e) 90 - 365 days		
f) 365 days +		
Total	86.376	85.252
<i>Other receivables - other:</i>		
a) Current	1.258	139
b) Up to 30 days		
c) 30 - 60 days		1
d) 60 - 90 days		
e) 90 - 365 days	358	382
f) 365 days +	18	11
Total	1.634	533
TOTAL	369.646	87.078

25. SHORT-TERM FINANCIAL INVESTMENTS

Structure of short-term financial investments	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Short-term loans and investments - parent companies and subsidiaries	163.664	176.166
Short-term loans and investments - other related companies	76.513	76.513
Portion of other long-term financial investments with maturity date up to one year		
a) Portion of long-term financial investments in parent companies and subsidiaries with maturity date up to one year	1.485.700	1.485.701
b) Portion of other long-term financial investments with maturity date up to one year	13	64
<i>Total</i>	<i>1.485.713</i>	<i>1.485.765</i>
<i>Impairment</i>	<i>(4.737)</i>	<i>(4.737)</i>
TOTAL	<i>1.721.153</i>	<i>1.733.707</i>

Structure of impairment of short-term financial investments	<i>u 000 dinara</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Impairment of short-term loans and financial investments - parent companies and subsidiaries	(545)	(545)
Impairment of portion of long-term financial investments in parent companies and subsidiaries with maturity up to one year	(4.192)	(4.192)
UKUPNO	<i>(4.737)</i>	<i>(4.737)</i>

Short-term loans and investments – subsidiaries and other affiliated companies pertain to the loans approved with maturity dates up to 12 months (with interest rate calculated according to „arms' length“ principle for subsidiaries, for 2021, and for other related legal entities with interest rate of 3M Euribor + 6,5 % annually), as presented in the following Table.

Energoprojekt Holding Plc.

No.	Borrower and Agreement No.	Original Currency	Loan amount in original currency in thousand	Remaining Receivables from Loan in original currency in thousand	Remaining Receivables from Loan RSD thousand	Maturity date	Interest rate
1 EP Energodata Plc.							
	Loan Rescheduling Agreement no. 24	RSD	3.226	3.226	3.226	31/12/2021	interest is calculated in accordance with the "out of reach" principle for 2021
	Loan Agreement no. 49/21	RSD	6.500	6.500	6.500	31/12/2021	interest is calculated in accordance with the "out of reach" principle for 2021
	Loan Agreement no. 59	RSD	4.000	4.000	4.000	31/12/2021	interest is calculated in accordance with the "out of reach" principle for 2021
2 EP Urbanizam i arhitektura Plc.							
	Loan Rescheduling Agreement no. 22	EUR	142	142	16.694	31/12/2021	interest is calculated in accordance with the "out of reach" principle for 2021
3 EP Oprema Plc.							
	Loan Rescheduling Agreement no. 23	EUR	35	35	4.148	31/12/2021	interest is calculated in accordance with the "out of reach" principle for 2021
4 EP Sunnyville Ltd.							
	Annex no. 3 of Loan Rescheduling Agreement no. 375	EUR	4.868	1.098	129.096	31/12/2021	interest is calculated in accordance with the "out of reach" principle for 2021
Total for subsidiaries		EUR	5.045	1.275	163.664		
		RSD	13.726	13.726			
1 Enjub Ltd.							
	Annex no. 13 of Loan Agreement no. 367	EUR	137	137	16.167	31/12/2021	3M Euribor + 6,5% annually
	Annex no 9 of Loan Rescheduling Agreement no. 115	EUR	1.198	513	60.346	31/12/2021	3M Euribor + 6,5% annually
Total for other related entities		EUR	1.335	650	76.513		

Decreased short-term loans and investments item - parent companies and subsidiaries, in the amount of RSD 12,502 thousand, came as result of netto effect of:

- decreased loan return of Energoprojekt Sunnyville in the amount of RSD 23,000 thousand, on the one hand, and losses based on FX clause effects, in the amount of RSD 2 thousand, on the other hand,
- increased short-term loans granted to Energoprojekt Energodata in the amount of RSD 10,500 thousand.

Impairment of short-term investments in parent companies and subsidiaries in the amount of RSD 545 thousand refers to the effects of the application of IFRS 9 – Financial Instruments, which are calculated as of 31/12/2020 (Note 6) on financial investments given to Energoprojekt Urbanizam i Arhitektura: RSD 53 thousand, Energoprojekt Oprema: RSD 13 thousand and Energoprojekt Sunnyville: RSD 479 thousand.

The Company has 2 (two) signed blank solo bills of exchange, with the authority to fill in and collect the bills of exchange in the amount of the given loan, to be used as collateral for the collection of payments pursuant to the loan agreements concluded with the subsidiaries.

The Company has one blank „non protested“ bill of exchange and mortgage over real estate property of Enjub Ltd. in Belgrade (Note 38), to be used as collateral for the collection of payments pursuant to the loan agreements concluded with the other related legal entities.

The portion of the long-term financial investments in parent and subsidiary legal entities with maturity up to one year in the amount of RSD 1,485,700 thousand refers to approved long-term loans and interest on long-term loans with maturity up to one year (31/12/2021), as shown in the following tables (separately for the principal and the interest).

No.	Borrower and Agreement No.	Original Currency	Loan amount in original currency in thousand	Remaining Receivables from Loan in original currency in thousand	Remaining Receivables from Loan in RSD thousand
1 EP Energodata a.d.					
	Loan Rescheduling Agreement no. 21	EUR	787	787	92.500
	Agreement on assignment of claims and regulation of mutual relationships no. 117	EUR	500	500	58.790
2 EP Oprema a.d.					
	Loan Rescheduling Agreement no. 20	EUR	5.504	5.004	588.323
	Loan Agreement no. 125	EUR	935	935	109.938
	Loan Agreement no. 177	EUR	532	532	62.529
3 EP Visokogradnja a.d.					
	Loan Rescheduling Agreement no. 18	EUR	4.551	4.551	535.140
TOTAL (principal)		EUR	12.809	12.309	1.447.220

No.	Borrower and Agreement No.	Original Currency	Interest amount in original currency in thousand	Remaining Receivables from Interest in original currency in thousand	Remaining Receivables from Interest in RSD thousand
1 EP Energodata a.d.					
	Loan Rescheduling Agreement no. 21	EUR	22	22	2.655
	Agreement on assignment of claims and regulation of mutual relationships no. 117	EUR	8	8	904
2 EP Oprema a.d.					
	Loan Rescheduling Agreement no. 20	EUR	150	150	17.669
	Loan Agreement no. 125	EUR	13	13	1.571
	Loan Agreement no. 177	EUR	3	3	323
3 EP Visokogradnja a.d.					
	Loan Rescheduling Agreement no. 18	EUR	131	131	15.358
TOTAL (interest)		EUR	327	327	38.480
TOTAL (principal and interest)		EUR	13.136	12.636	1.485.700

The impairment of a portion of the long-term financial investments in parent companies and subsidiaries with maturity of up to one year in the amount of RSD 4,192 thousand refers to the effects of the application of IFRS 9 – Financial Instruments calculated as of 31/12/2020 (Note 6) on the portion of the long-term financial investments with maturity up to one year given to Energoprojekt Visokogradnja in the amount of RSD 1,734 thousand and Energoprojekt Oprema in the total amount of RSD 2,458 thousand.

The portion of other long-term financial investments with maturity of up to one year in the amount of RSD 13 thousand relate to the long-term housing loans granted to employees with maturity of up to one year (Note 20.2).

26. CASH AND CASH EQUIVALENTS

Structure of cash and cash equivalents	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Current (business) account	213.746	19.796
Petty Cash		
Foreign currency account	89.030	47.789
Foreign currency petty cash		
<i>Other cash:</i>		
a) Short-term deposits		420.000
b) Other cash	13	13
<i>Total</i>	<i>13</i>	<i>420.013</i>
Cash with limited use or reduced value		
TOTAL	302.789	487.598

Within the Company's **the current (business) accounts and foreign currency accounts**, cash held with business banks locally and abroad (with OTP Bank, Banca Intesa, Unicredit Bank, Addiko Bank, Alta Bank, Vojvodjanska Bank - OTP Group, Credit Agricole banka, Erste bank, Komercijalna bank, Eurobank Srbija, Sberbank, NLB Bank, AIK Bank, Poštanska Štedionica Bank, API Bank, Direktna Bank and Trade Bank of Iraq).

Other cash in the amount of RSD 13 thousand refer to cash on special purpose account for visa credit cards.

27. VAT AND PREPAYMENTS AND ACCRUED EXPENSES AND DEFERRED INCOME**27.1. Accrued Expenses and Defferred Income**

Structure of prepayments and accrued income	In RSD thousand	
	31/03/2021	31/12/2020
<i>Prepayments:</i>		
a) Prepaid expenses - parent companies and subsidiaries	517	1.565
b) Prepaid subscriptions for expert and professional publications	412	94
c) Prepaid insurance premiums	657	668
<i>Total</i>	<i>1.586</i>	<i>2.327</i>
<i>Receivables for accrued non-invoiced income:</i>		
a) Receivables for accrued non-invoiced income - parent company and subsidiaries	0	480
b) Receivables for accrued non-invoiced income - other legal entities	373.144	373.171
<i>Total</i>	<i>373.144</i>	<i>373.651</i>
<i>Other prepayments and accrued expenses:</i>		
a) Prepaid value added tax	644	4.564
b) Other prepayments and deferred income	18.079	12.016
<i>Total</i>	<i>18.723</i>	<i>16.580</i>
<i>Impairment of Rec. for accr. non-inv. income - other legal entities</i>	<i>(41.465)</i>	<i>(41.465)</i>
TOTAL	351.988	351.093

Prepaid expenses - parent companies and subsidiaries in the amount of RSD 517 thousand, entirely refer to Energoprojekt Energodata, based on advanced payment of licence fees.

Prepaid insurance premiums for property and personal insurance in the amount of 657 RSD thousand refer to Sava Neživotno Osiguranje in the amount of RSD 566 thousand and Wiener Stadtische Osiguranje in the amount of RSD 91 thousand.

Receivables for accrued non-invoiced income – other legal entities in the amount of RSD 373,144 thousand refer to the realization of the Agreement on Construction of the Republic of Serbia Embassy Building in Abuja, Federal Republic of Nigeria, a turnkey project, on the cadastral lot no. 313, registered in the Real Estate Registry, Cadastral Zone A00, in the amount of RSD 372,753 thousand and calculated income for 2019, based on lease, in the amount of RSD 150 thousand.

The impairment of receivables for uninvoiced income from other legal entities in the amount of RSD 41,465 thousand entirely refers to the effects of the application of IFRS 9 – Financial Instruments calculated as of 31/12/2020 (Note 6) on receivable for uninvoiced income from the Republic of Serbia of the basis of the construction of the embassy building in Abuja, Nigeria.

Prepaid value added tax (VAT) in the amount of RSD 644 thousand includes added value tax from prepared invoices for the reporting period; the right to deduction of the previous tax can be exercised in the following calculation period, since the invoices arrived after the tax return for March 2021.

Other prepayments and deferred income in the amount of RSD 18,079 thousand relate mainly to the pre-calculated property tax for Q2, Q3 and Q4 of 2021, in the amount of RSD 5,737 thousand and for developing of the location in Block 26, Block 45 object C and Block 70 object C, in the amount of RSD 10,409 thousand (the mentioned payment will be balanced in forthcoming period).

28. CAPITAL

In RSD thousand

DESCRIPTION	Share capital	Other share capital	Issuing premium	Purchased own shares	Reserves	Revaluation reserves	Unrealized gains/losses on securities	Retained earnings	Loss	total
Balance as at January 1, 2020	5.574.959	27.178	1.526.164	(49.827)	214.881	784.634	(17.316)	896.233	(28.262)	8.928.644
Net profit for the year								263.278		263.278
Other comprehensive result:										
a) Changes in fair value of financial assets available for sale							(8.218)			(8.218)
b) Revaluation										
c) Other - levelling of present value, IAS 12 et al.										
Total - other comprehensive result							(8.218)			(8.218)
Total comprehensive result for 2020							(8.218)	263.278		255.060
Corrections										
Increase in share capital										
Profit distribution								(28.262)	28.262	
Other (transfer from other items to retained earnings)		(27.178)			(134.881)			162.059		
Balance as at December 31, 2020	5.574.959		1.526.164	(49.827)	80.000	784.634	(25.534)	1.293.308		9.183.704
Net profit / loss for year								665.366		665.366
Other comprehensive result:										
a) Changes in fair value of financial assets available for sale							(2.155)			(2.155)
b) Revaluation										
c) Other - levelling of present value, IAS 12 et al.										
Total - other comprehensive result							(2.155)			(2.155)
Total comprehensive result as at March 31, 2021							(2.155)	665.366		663.211
Corrections										
Increase in share capital										
Profit distribution										
Other - own shares										
Balance as at March 31, 2021	5.574.959		1.526.164	(49.827)	80.000	784.634	(27.689)	1.958.674		9.846.915

28.1. Equity Capital

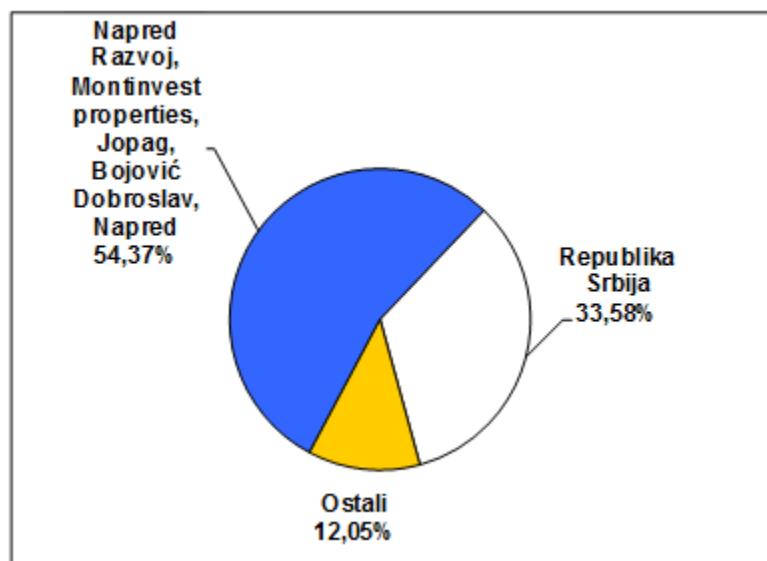
According to the Central Securities, Depository and Clearing House Register, the Company's present ownership structure as at March 31, 2021 is as follows:

	No. of shares	% of total issue
Shares owned by physical persons	729,547	6.67%
Shares owned by legal persons	9,839,775	90.01%
- Republic of Serbia	3,671,205	33.58%
- Other legal entities	6,168,570	56.43%
Aggregate (custody) account	361,970	3.31%
Total no. of shares	10,931,292	100%

No. of shareholders with equity investments	No. of persons			No. of shares			% of total issue		
	domestic	foreign	total	domestic	foreign	total	domestic	foreign	total
Up to 5%	3,567	163	3,730	1,329,257	44,402	1,373,659	12.16%	0.41%	12.57%
5% to 10%	1	1	2	564,699	560,731	1,125,430	5.17%	5.13%	10.30%
More than 10% to 25%	0	0	0	0	0	0	0.00%	0.00%	0.00%
More than 25% to 33%	0	0	0	0	0	0	0.00%	0.00%	0.00%
More than 33% to 50%	2	0	2	8,432,203	0	8,432,203	77.14%	0.00%	77.14%
More than 50% to 66%	0	0	0	0	0	0	0.00%	0.00%	0.00%
More than 66% to 75%	0	0	0	0	0	0	0.00%	0.00%	0.00%
More than 75%	0	0	0	0	0	0	0.00%	0.00%	0.00%
Total no.	3,570	164	3,734	10,326,159	605,133	10,931,292	94.46%	5.54%	100.00%

Order of top 10 shareholders as per the no. of shares/votes:

Name	No. of shares	% of total issue
Napred Razvoj Plc Novi Beograd	4,760,998	43.55%
Republic of Serbia	3,671,205	33.58%
Montinvest Properties l.l.c.	564,699	5.17%
Jopag AG	560,731	5.13%
Tezoro broker PLC – summery account	259,089	2.37%
Energoprojekt Holding PLC	97,700	0.89%
Tezoro broker PLC	81,150	0.74%
Bojović Dobrosav	47,004	0.43%
Vojvođanska banka PLC	41,907	0.38%
Grujić Sava	31,301	0.29%



Structure of equity capital is presented in the following Table.

Structure of equity capital	In RSD thousand	
	31/03/2021	31/12/2020
<i>Share capital:</i>		
a) Share capital in parent companies, subsidiaries and other related companies		
b) Share capital (externally)	5.574.959	5.574.959
Total	5.574.959	5.574.959
Issuing premiums	1.526.164	1.526.164
TOTAL	7.101.123	7.101.123

Share capital consists of 10,931,292 ordinary shares with nominal value of RSD 510.00 (RSD 5,574,959 thousand) and nominal book value of RSD 900.80.

Share capital - ordinary shares include founding shares and closely held (management) shares issued during operations which carry rights to a share of the profit and a part of the estate in case of bankruptcy, in accordance with the memorandum of association and the share issue resolution.

The company's shares are A-listed on the Belgrade Stock Exchange.

Issuing premium of RSD 1,526,164 is positive difference between the achieved selling price per share and the nominal value of such shares, which is the result of the conversion of shares of the Energoprojekt Group subsidiaries into Company shares at the par value of 1:1 in 2006, in the amount of RSD 1,363,471 thousand, based on repurchase and sale of own shares of the Company in the period from 2006 to 2011 in the amount of RSD 237,014 thousand, and based on repurchase of own shares at a value above the nominal value in 2017 in the amount of RSD 74,321 thousand, reduced for anterior issuing premium sum (Note 28.2).

28.2. Repurchase of own shares

Structure of repurchased own shares	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Repurchased own shares	49.827	49.827
TOTAL	49.827	49.827

Pursuant to Decision on Acquiring own shares on regulated market, made by Supervisory Board, on February 13, 2017, being active on Belgrade Stock exchange the Company has acquired 97,700 own shares (representing 0.89376% of total shares with the right to vote), with nominal value of RSD 49,827 thousand.

28.3. Reserves

Structure of reserves	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Other (special purpose) reserves	80.000	80.000
TOTAL	80.000	80.000

By the Decision of Shareholders General Meeting from 2017, **the special purpose reserves** dedicated to acquiring of own shares for distribution to employees of the Company or related company, or for members of the Executive Board and Supervisory Board preming were formed, pursuant to art.282, parr.4, line 2) of the Company Law, in the amount of RSD 80,000 thousand.

28.4. Revaluation Reserves from Revaluation of Intangibles, Property, Plant and Equipment

Structure of revaluation reserves from revaluation of intangibles, property, plant and equipment	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Revaluation reserves based on revaluation of property - Energoprojekt Office Building	784.634	784.634
TOTAL	784.634	784.634

The following was disclosed in the Revaluation reserves from revaluation of property - Energoprojekt building position, in the amount of RSD 784.634 thousand:

- Effects of posting of the fair value of the Energoprojekt building as at December 31, 2018 in the amount of RSD 824,556 thousand;
- Levelling of the present value per m² of the Energoprojekt building in the amount of RSD 98,543 thousand; and
- Posting of 15% profit tax (negative aspect of revaluation reserves) for the amount of deferred tax on the basis of revaluation reserves, in compliance with IAS 12 - Income Taxes, in the amount of RSD 138,465 thousand.

28.5. Unrealized Losses from Securities and Other Components of Other Comprehensive Result (debit balance under account class 33, excl. 330)

Structure of unrealized losses from securities and other components of other comprehensive results (debit balances under account class 33, excl. 330)	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Unrealized losses on securities available for sale	27.689	25.534
TOTAL	27.689	25.534

Changes in the position of **Unrealized losses on securities available for sale**, comparing last years' period, in the amount of RSD 2,155 thousand relate to adjustments of value of securities in Company portfolio (Dunav Plc. and Alta Bank Plc. Belgrade), with their fair value in the secondary securities market as at the financial statements date (Note 20.1).

28.6. Retained Earnings

Structure of retained earnings	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
<i>Retained earnings from previous years</i>		
a) Balance as at January 1 of reported period	1.293.308	896.233
b) Correction of profit based on income tax		
c) Profit distribution		(28.262)
d) Transfer from other capital items		162.059
<i>Total</i>	1.293.308	1.030.030
Retained earnings from current year	665.366	263.278
TOTAL	1.958.674	1.293.308

The retained earnings of the current year in the amount of RSD 665,336 thousand refer to the achieved net result of the company in the reporting period.

29. LONG-TERM PROVISIONS

Long-term provisions are recognized in the following cases:

- Where the Company has a (legal or actual) liability incurred as a result of a past event;
- Where it is probable that the resource containing economic value will necessarily be deployed to settle a liability; and
- Where the liability amount can be measured reliably.

Structure of long-term provisions is presented in the following Table.

In RSD thousand

Structure of long-term provisions	Provision for wages and other employee benefits	TOTAL
Balance as at January 1, 2020	3.262	3.262
Additional provisions	1.049	1.049
Used during the year	(826)	(826)
Cancelling of unused amounts		
Balance as at December 31, 2020	3.485	3.485
Additional provisions		
Used during the year	(738)	(738)
Cancelling of unused amounts		
Balance as at March 31, 2021	2.747	2.747

Provisions for wages and other employee benefits (provisions for non-due retirement bonuses) are disclosed based on actuarial calculation.

30. LONG-TERM LIABILITIES

Structure of longterm liabilities	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Liabilities to other related legal entities		730.472
Liabilities for securities issued for a period longer than one year	3.300.000	3.300.000
Other long-term liabilities	33.659	37.928
TOTAL	3.333.659	4.068.400

The structure of the long-term liabilities to other related legal entities is given in the table below.

Structure of longterm credits and loans from other local related entities	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
<i>Napred Razvoj Plc.</i>		
Long-term loan		726.175
Long-term liability for interest on loan with deferred payment		4.297
TOTAL	0	730.472

The amount of the initial liabilities to other related legal entities in the amount of RSD 730,472 thousand (EUR 6,213 thousand) was transferred to: portion of the long-term loans and credits to other related domestic legal entities with maturity up to one year – for the principal: EUR 6,176 thousand (Note 31), and liabilities on the basis of interest and financing costs in the country – other related entities: EUR 37 thousand (Note 34).

Liabilities for issued long-term securities in the period longer than one year in the amount of RSD 3,300,000 thousand entirely refer to long-term corporate bonds issued on 30/12/2020: 330,000 bonds with nominal value of RSD 10,000.00 per bond (based on the Decision of the General Meeting of the Company on the issuance of corporate bonds of the Company through a public offering dated on 23/07/2020, and the decision of the Supervisory Board of the Company on the issuance of the first issue of the corporate bonds dated 25/11/2020), with the maturity date of 30/12/2025 and quarterly calculation and payment of interest. A part of the funds from the issue of the long-term corporate bonds was used to grant long-term loans to subsidiaries in order to repay loans to commercial banks.

Other long-term liabilities in the amount of RSD 33,658 entirely relate to:

- received long-term advance payment from Jerry Catering Service Ltd. Belgrade in the amount of RSD 25,877 thousand (EUR 235 thousand), pursuant to Annex no. 1 of the Long-term rental Agreement no. 123 (for 15 years period) for a part of the office area, covering 935.56 sq.m. surface, located within „Samački hotel“ Complex, in Batajnički drum No24, in Zemun (portion of those liabilities for the advanced payment received, up to one year, was recorded at item – Advanced Payments Received from Other Local Legal Entities – Note 32), and

- long-term liabilities on the basis of taxes and contributions for salaries for the period March - May (in accordance with the Decree on Fiscal Benefits and Direct Benefits to Private Sector Companies and Financial Assistance to Citizens to Mitigate the Economic Consequences of COVID-19) and August (in accordance with the Conclusion of the Government of the Republic of Serbia) of the reporting year in the total amount of 7,781 thousand RSD, the payment of which was deferred in accordance with the Decree on the procedure and manner of deferral of payment of due taxes and contributions in order to mitigate the economic consequences caused by the disease COVID-19, and which will be fully paid by 10/01/2023 (portion of liabilities for taxes and contributions for salaries up to one year in the amount of RSD 9,337 thousand was recorded in the item - portion of long-term liabilities in the country with maturity up to one year – Note 31).

31. SHORT-TERM FINANCIAL LIABILITIES

Structure of short-term financial liabilities	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
a) Portion of long-term loans and credits with maturity date up to one year	726.175	
b) Portion of other long-term liabilities with maturity date up to one year	9.337	8.559
b) Other short-term financial liabilities		118
Total	735.512	8.677
TOTAL	735.512	8.677

The portion of the long-term loans and credits with maturity up to one year in the amount of RSD 726,175 thousand (EUR 6,176 thousand) refer to liabilities to Napred Razvoj Plc. on the basis of a long-term loan (principal), which will be due on 30/03/2022 (with the possibility of premature repayment) (Note 30).

The portion the other long-term liabilities with maturity up to one year in the amount of RSD 9,337 thousand entirely refers to liabilities for taxes and contributions for salaries from 2020, which will be due on 30/03/2022, according to the Decree on the procedure and manner of deferral of payment of due taxes and contributions in order to mitigate the economic consequences caused by the disease COVID-19 (Note 30).

32. RECEIVED ADVANCES, DEPOSITS AND BONDS

Structure of received advances, deposits and bonds	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Advance payments from parent companies and subsidiaries	14.258	15.411
Advance payments from other local legal entities	8.173	8.434
Deposits received from other local legal entities	1.977	
TOTAL	24.408	23.845

Advance payments from parent companies and subsidiaries in the amount of RSD 14,258 thousand relate to advances received from subsidiaries pursuant to Agreement on Introducing of Electronic Document System - Business Connect.

Advance payments from other local legal entities in the amount of RSD 8,173 thousand, mainly refer to advance received from Jerry Catering Service Ltd. Belgrade, in the amount of RSD 7,721 thousand, related to Annex no.1 of the Agreement no.123/1583 (dated on April 4th, 2017) for the longterm lease (15 years) of the part of business premisses covering 935.56 m² situated in “Samacki Hotel” building complex, in Batajnicki drum no.24, Zemun (portion of advance payment received for more than a year was recorded on item – Other long-term liabilities – Note 30).

Deposits received from other domestic legal entities in the amount of RSD 1,977 thousand refer to deposits received from the company 5. Univerzitetske igre Beograd 2020 d.o.o (5th University Games Belgrade 2020 LLC) on the basis of office space rental in the business building of Energoprojekt.

33. OPERATING LIABILITIES

Structure of operating liabilities	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Suppliers:		
Suppliers - parent company and subsidiaries, local	9.426	3.024
Suppliers - other related local legal entities		6.580
Suppliers, local	7.682	5.598
Suppliers, abroad	10.568	851
<i>Total</i>	<i>27.676</i>	<i>16.053</i>
Other operating liabilities		12.572
TOTAL	27.676	28.625

Total amount of liabilities to suppliers per currencies are presented in the following Table.

Structure of liabilities to suppliers per currencies	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
RSD	16.993	9.023
EUR	450	7.030
USD	10.233	
TOTAL	27.676	16.053

Geographic distribution of suppliers is as follows:

Geographic distribution of suppliers	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Local suppliers (subsidiaries, other related legal entities and other legal entities)	17.108	15.202
Suppliers abroad (subsidiaries):		
Evropa		
<i>Total</i>	<i>-</i>	<i>-</i>
Suppliers abroad (other legal entities):		
Europe	335	851
Asia	10.233	
<i>Total</i>	<i>10.568</i>	<i>851</i>
<i>Impairment</i>		
TOTAL	27.676	16.053

The key suppliers are shown in the following Table, according to the balance of liabilities at the balance sheet date of the Company.

Structure of suppliers	In RSD thousand	
	31/03/2021	31/12/2020
<i>Domestic suppliers and suppliers abroad - subsidiaries and other related legal entities:</i>		
Energoprojekt Visokogradnja a.d.	5.409	393
Energoprojekt Industrija a.d.	1.883	1.436
Energoprojekt Niskogradnja a.d.	1.052	500
Energoprojekt Energodata a.d.	614	245
Energoprojekt Urbanizam i arhitektura a.d.	450	450
Energoprojekt Entel a.d.	18	
Napred razvoj a.d.		6.580
Total	9.426	9.604
<i>Domestic suppliers (external):</i>		
Javni beležnik Jasna Bojadžijevska	1.156	
JP Elektroprivreda Srbije, Beograd	975	993
AVB Team d.o.o.	949	670
JP "Beogradske elektrane", Beograd	904	859
Sava neživotno osiguranje a.d.o.	561	1.121
Zavištin Semis & Partneri AOD	461	
Mond Elektro d.o.o.	347	23
Algotech d.o.o.	335	168
Other	1.994	1.764
Total	7.682	5.598
<i>Suppliers abroad (external):</i>		
Providence LTD	10.233	
International Air Transport Association (IATA)	335	851
Other		
Total	10.568	851
TOTAL	27.676	16.053

Pursuant to the provisions of agreement, the Company has provided 8 blank single „non protested“ bills of exchange to the supplier PUC Elektroprivreda Srbije as payment collaterals (for period 2020-2021). From supplier Pan Computers Ltd. the Company obtained 3 solo blank bills of exchange as payment collaterals.

Suppliers are exclusive of interest and with value date ranging from 5 to 30 days.

Company Management is of the opinion that the disclosed amounts of liabilities from operations reflect the fair value of such liabilities as at the balance sheet date.

Aging suppliers' liabilities structure is presented in the following Table.

Agging suppliers' liabilities structure	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
<i>Related legal entities:</i>		
a) Current	4.026	8.214
b) Up to 30 days	3.041	921
c) 30 - 60 days	287	
d) 60 - 90 days	742	19
e) 90 - 365 days	940	60
f) 365 days +	390	390
Total	9.426	9.604
<i>Dommestic suppliers:</i>		
a) Current	5.964	4.006
b) Up to 30 days	1.687	444
c) 30 - 60 days	31	19
d) 60 - 90 days		7
e) 90 - 365 days		1.122
f) 365 days +		
Total	7.682	5.598
<i>Suppliers abroad:</i>		
a) Current	10.568	851
b) Up to 30 days		
c) 30 - 60 days		
d) 60 - 90 days		
e) 90 - 365 days		
f) 365 days +		
Total	10.568	851
TOTAL	27.676	16.053

34. OTHER SHORT-TERM LIABILITIES

Structure of other short-term liabilities	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
a) Liabilities from special transactions - parent companies and subsidiaries	28.526	
b) Liabilities from special transactions - other legal entities		8.415
<i>Total</i>	<i>28.526</i>	<i>8.415</i>
Liabilities for wages, fringe benefits and compensations	13.104	13.939
<i>Other liabilities:</i>		
a) Liabilities for interest and financing costs	17.188	17.188
b) Liabilities for dividends	20.356	20.366
c) Liabilities to employees	168	475
d) Liabilities to General Manager, or to management and Supervisory Board members	697	638
e) Liabilities to physical persons on contractual obligations	221	225
f) Other various liabilities	32.282	32.290
<i>Total</i>	<i>70.912</i>	<i>71.182</i>
TOTAL	<i>112.542</i>	<i>93.536</i>

Liabilities from special transactions – parent and subsidiary legal entities in the amount of RSD 28,526 thousand entirely refer to the liability of the company to Energoprojekt Visokogradnja, Energoprojekt Niskogradnja and Energoprojekt Oprema based on the concluded Protocol on the Distribution of Funds from the Collection of Receivables under the Settlement Agreement between the Company and the Central African Republic (CAR).

Liabilities for wages, fringe benefits and compensations in the amount of RSD 13,104 thousand refer to liabilities (net amounts, taxes and compensations) for wages for the month of march of the reporting year.

Liabilities for interest and financing costs in the amount of RSD 17,188 thousand entirely refer to deferred liabilities for interest based on loan from Napred Ravoj Plc. for the period of March - June 2020 (based on the Decision of the National Bank of Serbia on Temporary Measures to Preserve the Stability of the Financial System, which established a moratorium on repayment of loan obligations), which will become due on 31/03/2022 (Note 30).

Liabilities for dividends in the amount of RSD 20,356 thousand, mainly refer to the liabilities based on Resolution of the shareholders' annual meeting in 2018 on undistributed profit distribution for dividends in the amount of RSD 4,461 thousand and for dividends' payment from previous years in the amount of RSD 15,895 thousand, which have not yet been paid to date due to unsolved property ownership relations (probate proceedings etc.) and unopened shareholders' accounts.

Other various liabilities in the amount of RSD 32,282 thousand dominantly refer to liabilities to shareholders, based on forced acquisition of Energoprojekt Entels' shares, in the amount of RSD 31,987 thousand. Corporative agent M&V Investments has made, on 15/09/2019, the reclamation of funds of the Company which were deposited for realization of forced acquisition process of Energoprojekt Entels' shares, for those shareholders who did not have the relevant data, so that the

payment could not be realized. The Company clears those liabilities pursuant to the shareholders' request.

Company Management is of the opinion that the disclosed value of short-term liabilities reflects their fair value at the balance sheet date.

35. LIABILITIES FOR VALUE ADDED TAX, LIABILITIES FOR OTHER TAXES, CONTRIBUTIONS AND FEES PAYABLE AND ACCRUED EXPENSES AND DEFERRED INCOME

35.1. Liabilities for Value Added Tax

Liabilities for value added tax	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Liabilities for value added tax	3.668	1.170
TOTAL	3.668	1.170

Liabilities for VAT refer to the difference between the calculated tax and the pre-tax. This obligation was settled within the legal deadline, in April 2021.

35.2. Liabilities for Other Taxes, Contributions and Fees Payable

Liabilities for other taxes, contributions and fees payable	<i>In RSD thousand</i>	
	<i>31/03/2021</i>	<i>31/12/2020</i>
Liabilities for the tax based on result		
Liabilities for other taxes, contributions and fees payable:		
a) Liabilities for property tax	5.239	
b) Other liabilities for taxes, contributions and fees payable	526	494
<i>Total</i>	<i>5.765</i>	<i>494</i>
TOTAL	5.765	494

Liabilities for the property tax in the amount of RSD 5,239 thousand refer to liabilities for Q2-Q4 2021, which will be paid in total in due time, till 15/11/2021.

Other liabilities for taxes, contributions and fees payable in the amount of RSD 526 thousand predominantly refer to tax and contribution liabilities for Supervisory Board member fees and contributions for service contracts: RSD 492 thousand. The other liabilities for taxes, contributions and fees payable were fully settled in April 2021.

35.3. Accrued Expenses and Deferred Income

Accrued expenses and deferred income	In RSD thousand	
	31/03/2021	31/12/2020
<i>Precalculated expenses:</i>		
a) Precalculated expenses - parent company, subsidiaries and other related companies	24.305	24.305
b) Precalculated expenses - other legal entities	52	84
<i>Total</i>	<i>24.357</i>	<i>24.389</i>
Other accruals	118	818
TOTAL	24.475	25.207

Precalculated expenses – parent company, subsidiaries and other related companies in the amount of RSD 24,305 thousand entirely refer to the liability owed to Energoprojekt Oprema company for calculated expenses for the period till June 30, 2015, based on the Agreement on Construction of the Embassy of the Republic of Serbia in Abuja, Federal Republic of Nigeria, a turnkey project, in the cadastre lot no. 313, registered in the Real Estate Cadastre of the Cadastre Zone A00.

Precalculated expenses – other legal entities in the amount of RSD 52 thousand, refer to liabilities based on precalculated expenses, mainly for technical support services for March 2021 in the amount of RSD 44 thousand.

Other accruals in the amount of RSD 118 thousand refer to accrued liabilities for VAT.

36. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities	In RSD thousand	
	31/03/2021	31/12/2020
Deferred tax assets	20.220	20.220
Deferred tax liabilities	161.105	161.105
Net effect of deferred tax assets (liabilities)	(140.885)	(140.885)

Deferred tax assets are the income tax amounts recoverable in future periods based on *deductible temporary differences*.

A deductible temporary difference is generated in cases where a company's balance sheet contains already disclosed expense on certain bases, which will be recognized from the tax aspect in the following periods. Deferred tax assets are verified on December 31 and are recognized only if it is considered probable that the deferred tax assets will probably be used to reduce a taxable income in the future period.

The amount of deferred tax assets is calculated by multiplying the amount of deductible temporary difference at the end of the year by the Company's corporate income tax rate (15%).

Deferred tax liabilities disclosed as at December 31 refer to *taxable temporary differences* between the book value of assets subject to depreciation and their tax base. Due to different provisions used in the Company to define accounting depreciation (in compliance with the IAS/IFRS and other provisions) and provisions that define tax depreciation (in compliance with the Law on Corporate Income Tax), the Company shall pay higher amount of income tax in the future period than it would pay if the actually disclosed accounting depreciation would be acknowledged by tax legislation. For this reason, the Company recognizes the deferred tax liability, which represents income tax payable once that the Company “recovers” the accounting value of the assets.

The amount of deferred tax liabilities is calculated by multiplying the amount of taxable temporary difference at the end of the year by the Company’s income tax rate (15%).

37. OFF-BALANCE SHEET ASSETS AND LIABILITIES

In compliance with the relevant statutory provisions (Rules on Content and Form of Financial Statements Forms for Companies, Cooperatives and Entrepreneurs), disclosed off-balance sheet items in its financial statements. Items disclosed under off-balance sheet assets and liabilities, presented in the following table, are neither assets nor liabilities of the Company, but are primarily presented for information purposes.

Structure of off-balance sheet assets and liabilities is presented in the following Table.

Structure of off-balance sheet assets and liabilities	In RSD thousand	
	31/03/2021	31/12/2020
Provided sureties, guarantees and other rights	10.847.067	11.018.898
Provided mortgages and other rights		
Received securities and guarantees	2.940	5.526
Received mortgages and other rights	76.513	76.513
Other off-balance sheet asset/liabilities	30.442	2.930.945
TOTAL	10.956.962	14.031.882

Provided sureties, guarantees and other rights amounting to RSD 10,847,067 thousand refer to the following:

- Guarantees issued for credits and guarantees for subsidiaries amounting to RSD 4,281,449 thousand,
- Corporate guarantees in the amount of RSD 6,562,678 thousand, namely to:
 - Energoprojekt Niskogradnja in the amount of RSD 6,562,678 thousand, for projects: Vinča Landfill – Serbia, in the amount of RSD 5,558,407 thousand, and Banco Pichincha - Peru in the amount of RSD 1,004,271 thousand, and
- Guarantee issued by Erste Bank n favor of IATA (International Air Transport Association) for liabilities referring to air-tickets, in the amount of RSD 2,940 thousand, which expires on 23/10/2021 and is renewed annually.

To provide guarantees, sureties and corporate guarantees, the Company concluded agreements with subsidiary companies based on which the Company is the guarantor and based on which it received respective collaterals from the subsidiaries involved (Company's bills of exchange).

Received securities and guarantees in the amount of RSD 2,940 thousand refer to the securities received from Energoprojekt Niskogradnja, Energoprojekt Visokogradnja, Energoprojekt Hidroinženjering, Energoprojekt Energodata and Energoprojekt Industrija for obtaining a guarantee from Erste Bank in favor of IATA (International Air Transport Association) for the orderly settlement of the liabilities based on airline tickets.

Received mortgages and other rights amounting to RSD 76,513 thousand pertain to the mortgages on real estate properties of Enjub Ltd., arising from the loan agreements approved to Enjub Ltd. (Note 38).

Other off-balance sheet assets/liabilities amounting to RSD 30,442 thousand refers to:

- Dividends receivables from Enjub Ltd., which were directly written-off in the previous accounting period in the amount of RSD 30,442 thousand, and
- Unused construction facilities in Budva that were directly written-off in the inventory count as at December 31, 2014 and presented in the off-balance records without any value.

38. MORTGAGES REGISTERED IN FAVOUR AND/OR AGAINST THE COMPANY

Mortgages registered against the Company are as follows:

- Mortgage against the property – Energoprojekt Office Building, on the basis of banking arrangements with:
 - Erste Bank Plc. Novi Sad in the amount of EUR 27,000,000.00 under Annex no. 1 of the Multi-Purpose Framework Limit Agreement no. OLC003/20 (mortgage borrower Energoprojekt Holding and debtors: Energoprojekt Visokogradnja, Energoprojekt Niskogradnja, Energoprojekt Oprema, Energoprojekt Hidroinženjering, Energoprojekt Industrija and Energoprojekt Energodata);
 - Unicredit Bank Serbia Plc. Belgrade in the amount of EUR 436,190.46 under Annex no. 1 of the Revolving Line Agreement for issuing bank guarantees no. RL 0028/20 (mortgage borrower Energoprojekt Holding and debtors: debtors: Energoprojekt Visokogradnja, Energoprojekt Niskogradnja, Energoprojekt Oprema);
 - Unicredit Bank Serbia Plc. Belgrade in the amount of EUR 3,688,287.47 under Annex no. 1 of the Short-term Loan Agreement no. RL 0029/20 (mortgage borrower Energoprojekt Holding and debtors: Energoprojekt Visokogradnja, Energoprojekt Niskogradnja and Energoprojekt Oprema);
 - OTP Bank Serbia Plc. in the amount of EUR 9,949,000.00 under the Framework Agreement on the Issuance of Bank Guarantees, Letters of Credit and Binding Letters of Intent no. OUG 2818/21 (mortgage borrower Energoprojekt Holding and debtors: Energoprojekt Visokogradnja, Energoprojekt Niskogradnja, Energoprojekt Oprema and Energoprojekt Hidroinženjering); and
 - OTP Bank Serbia Plc. in the amount of EUR 3,218,000.00 under the Framework Agreement on the Issuance of Bank Guarantees, Letters of Credit and Binding Letters of Intent no. OUG

2820/21 (debtor Energoprojekt Hidroinženjering, mortgage borrower Energoprojekt Holding and joint debtors: Energoprojekt Visokogradnja, Energoprojekt Niskogradnja and Energoprojekt Oprema),

based on which a request was submitted on 30/03/2021 to the Republic Geodetic Authority – Real Estate Cadastre Service of New Belgrade, for the registration of an executive out-of-court first order mortgage on the Energoprojekt business building, in favor of the creditors in question, based on the Pledge Statement of Energoprojekt Holding Plc., which was certified before the competent authority in accordance with the Mortgage Law.

- Mortgage against the investment property - Stara Pazova Complex Samački hotel
 - OTP Bank Serbia Plc. on the basis of the Framework Agreement on the Issuance of Bank Guarantees, Letters of Credit and Binding Letters of Intent no. OUG 2819/21 in the amount of EUR 14,623,000.00 (mortgage debtor Energoprojekt Holding and debtors: Energoprojekt Visokogradnja, Energoprojekt Niskogradnja, Energoprojekt Oprema and Energoprojekt Hidroinženjering), based on which a request was submitted on 30/03/2021 to the Republic Geodetic Authority – Real Estate Cadastre Service New Belgrade, for registration of an executive out-of-court mortgage on the building Samački hotel and the accompanying facilities, based on the Pledge Statement of Energoprojekt Holding Plc., which was certified before the competent authority in accordance with the Mortgage Law.

Mortgages registered in favour of the Company are as follows:

- As collateral to secure the repayment of loan pursuant to the Annex no.13 of the Loan Agreement no. 367, in the amount of RSD 16,167 thousand (EUR 137 thousand), granted by the Company to Enjub Ltd, extrajudicial mortgage with lien statement, for the entire loan amount including related interest was registered, for apartments in 91A Jurija Gagarina Street, on the second and third floors, Cadastre lot no. 5089/9, Cadastral Municipality of New Belgrade, registered in the Real Estate Registry folio no. 4550, Cadastral Municipality New Belgrade, in favour of the Company, and
- As collateral to secure the repayment of the loan pursuant to the Annex no. 9 of the Agreement on Rescheduling of Approved Loan pursuant to the Loan Agreement no. 115, approved to Enjub Ltd. in the amount of RSD 60,346 thousand (EUR 513 thousand), pursuant to Decision no.952-02-1973/2012 extrajudicial mortgage of the I class with lien statement, for the entire loan amount including related interest was registered, for real estate properties (apartments and business premises) in 93, 93A and 91A Jurija Gagarina Street (the mortgage is inscript for the amount of RSD 1,198 thousand, since the one referred to the portion of returned loan in 2019, in the amount of EUR 685 thousand, has not been written off).

39. COMMITMENT AND CONTINGENCIES

Contingent liabilities that can potentially result in an outflow of economic benefits of the Company can primarily arise from the lawsuits. Contingent **liabilities arising from lawsuits** are primarily reflected in the potential completion of lawsuits against the Company, yet no liability or provision was recorded in the balance sheet.

Additional details on lawsuits in which the Company is involved as the defendant are presented in the following Table, together with contingent liability, including the principal only, defined as at balance sheet day.

Plaintiff	Basis for legal action	Contingent liability in RSD thousand	Final prediction
Marko Martinoli, Activist Ltd. Activeast Ltd.	Compulsory acquisition of shares of Energoprojekt Entel Plc.	176.745	Ungrounded related to Energoprojekt Holding Plc.
Nikola Malbaša, Marko Martinoli and other small shareholders of Energoprojekt Industrija Plc.	Compulsory acquisition of shares of Energoprojekt Industrija Plc.	280.427	Ungrounded related to Energoprojekt Holding Plc.
Dekada Export-Import KFT Budapest	Establishment of nullity of contract on assignment of claims of Company from Vivand BT and optional selling agreement for real estate	Undefined	Uncertain
Edmond Gašpar, Gojko Babić, Petar Rajačić	Compulsory acquisition of shares of Energoprojekt Industrija Plc.	9.111	Ungrounded related to Energoprojekt Holding Plc.
Zoran Petrović	Cancellation of termination of Contract of Employment	Undefined	Uncertain
Zoran Petrović	Compensation for damages	900	Uncertain
Aco Investments Holding Ltd. Cyprus	Fulfilment of Contract	1.830.912	Ungrounded
Proinvestments Plc.	Payment of difference in the share price of Energoprojekt Visokogradnja Plc.	3,234	Uncertain
Radmila Urošević, Dragan Mandić, and Marko Đurović	Payment of share price difference of Energoprojekt Visokogradnja Plc. Shares from forced purchase	1000	Uncertain
Zoran Lekić and others	Payment of share price difference of Energoprojekt Visokogradnja Plc. Shares	1748	Finished
Jelena Dmitrović and others	Payment of difference in the share price of Energoprojekt Visokogradnja Plc.	983	Uncertain
Vladimir Milovanović	Debt	38.278	Uncertain
Dimitraki Zipovski	Debt	10.000	Uncertain
Jovan Nikčević	Debt	8.706	Uncertain

Details on lawsuits in which the Company is involved as the defendant – Table, continued:

Plaintiff	Basis for legal action	Contingent liability in RSD thousand	Final prediction
Svetlana Stevović	Payoff of share price difference of Energoprojekt Visokogradnja Plc.	655	Uncertain
Vesna Prodanović	Debt	9.000	Uncertain
Ranko Ljubojević	Expropriation	32.370	
Alco Investments Holding LTD. Kipar	Compensation for damages	1.763.775	Ungrounded
Dragan Opanković	Purchase of shares of Energoprojekt Industrija Plc.	1.809	Uncertain

In the case of the court case with Proinvestment Plc. the principal and the interest were paid along with the court fees, while the potential remaining payment of the attorney's fees ranges from RSD 30,000 to RSD 92,000.

In the case of the court case with Ranko Ljubojević, the principal and the interest were paid along with the court case fees, and a revision was filed as an extraordinary legal remedy.

In addition to the above listed court cases in which the Company is the defendant, there is a lawsuit with the New Company Ltd. branch IN Hotel, in which the plaintiff requests the GP Napred Razvoj Plc. to determine the ownership right over the hotel building constructed on a lot for which the Company was registered as a holder of rights in addition to the GP Napred Razvoj Plc. In this lawsuit, the Company is a passive co-litigant, and thus there are no potential commitments for the Company, but it had to be included in the action due to the formal reasons.

Assets potentially generated, which could arise from inflow of economic benefit of the Company, could mainly emerge as a result of lawsuits where the Company is plaintiff.

Contingent assets arising from lawsuits leads to the potential for completion of lawsuits in favour of the Company, yet no receivables was recorded in the balance sheet and no economic benefit has been recorded in any other manner (such as, for example, by reducing value of an unjustified advance payment, etc.).

Additional details on lawsuits in which the Company acts as the plaintiff are presented in the following Table.

Defendant	Grounds for legal action	Contingency amount in RSD thousand	Final prediction
Republic of Serbia, EPS Serbia, Epsturs Ltd. And Republic of Montenegro	Determining of the ideal ownership share in „Park Hotel“ in Budva	Value not defined	Grounded Sewcond instance proceeding interrupted because of bankruptcy of Epsturs Ltd.
Securities Commission	Annulment of the Commission's temporary decision whereby to the company is denied right to vote in Energoprojekt Oprema Plc.	No value	Uncertain
Securities Commission	Annulment of the Commission's temporary decision whereby to the company is denied right to vote in Energoprojekt Industrija Plc.	No value	Uncertain
Securities Commission	Annulment of the Commission's final decision whereby to the company is denied right to vote in Energoprojekt Oprema Plc.	No value	Uncertain
Securities Commission	Annulment of the Commission's final decision whereby to the company is denied right to vote in Energoprojekt Industrija Plc.	No value	Uncertain
Securities Commission	Annulment of the Commission's final decision, whereby it was interrupted proceedings to decide on the request for publication of the takeover bid Energoprojekt Entel Plc.	No value	Uncertain
Ringier Axel Springer Ltd.	Determination of nullity of the contract and return of paid advance	18.000	Uncertain
Energoprojekt Oprema Plc., Jadran Ltd. and Viacom VS Ltd.	Nullity of the contract establishing	82,306	Uncertain

In addition to the presented legal actions in which the Company in involved as the plaintiff, there is a legal proceeding against the City of Belgrade and BG Hall Ltd. for debt from work carried out by Energoprojekt Visokogradnja on the facility "Arena", which was contracted by the Energoprojekt Holding Corporations. According to the above litigation a final judgment has obtained to BG Hall Ltd., while the claim against the City of Belgrade. The Company has declared against this decision Audit. After the revision accepted, the procedure is legally valid in a small portion of claim, regarding BG Hall Ltd. and in respect the rest of the claim, there is a first instance lawsuit against BG Hall Ltd. and City of Belgrade.

40. POST BALANCE SHEET EVENTS

After the balance sheet date, there were no events that could have any significant effect on the credibility of the financial statements.

In Belgrade,
May 10, 2021

2. BUSINESS REPORT

- Authentic overview of Company's growth and business results, financial position and information of significance for its assets valuation;
 - Description of Company's anticipated growth in the following period, changes in its business policies and main risks and threats to which its business is exposed;
 - Major events after the end of the reporting year;
 - Major transactions with related parties;
 - Corporate activities in research and development.
-

Authentic overview of Company's growth and business results, financial position and information of significance for its assets valuation

An authentic overview of the Energoprojekt Holding Plc. (parent Company) and Energoprojekt Group growth and business results, financial position and information of significance for the valuation of corporate assets is presented and explained in detail within the "Notes to the Financial Statements for Q1 2021" (see Chapter 1 of the said Statements).

Plans for 2021 include contracting of new business deals for the Energoprojekt Group in the country and abroad in the total amount of EUR 230 million, namely: EUR 114.2 million (49,7%) in the country, and abroad in the total amount of EUR 115.8 million (50,3%). During the first quarter of 2021 contracts for new business deals worth total of EUR 32.2 million were concluded: EUR 6.7 million (21%) in the country, and EUR 25,5 million (79%) abroad.

As at the last day of the reporting period, business deals worth approximately EUR 297 million remained to be completed over the following periods (in Serbia: EUR 96 million; abroad EUR 201 million).

Description of Company's anticipated growth in the following period, changes in its business policies and main risks and threats to which its business is exposed

Starting from the strategic determination to achieve lasting and sustainable development of the Energoprojekt Group oriented towards continuous profitability growth, conducting business in its traditional markets (in the country and abroad), economically viable employment of resources and global macroeconomic trends, the following business tasks were planned to be achieved in 2021:

Priority tasks:

- Contracting of new business and providing conditions for continued working activities within Energoprojekt Group;
- Providing liquidity – activities aimed to collect receivables and optimize credit-loans liabilities of Energoprojekt Group, as well as refinancing of short-term sources by emission of corporate bonds;
- Providing conditions to realize business activities of the companies within Energoprojekt Group;

Other business-related tasks:

- Health protection of the employes;
- Realization of all business activities, followed by suitable completing of contracts and relevant contract issues, with an imperative goal of reaching satisfactory profit level on every single project;
- Adapting new market activities and creating conditions for new contract deals, followed by maximum engagement of present capacities;
- Applying rational concept of business, with high-quality planning and supervising, maintaining technology and organizational development;
- Using all the resources and assets of the companies in business activities;
- Location development, joining concessions and private investments;
- Reinforcement of business cooperation by project and functional cooperation, with constant consolidation of corporative functions;
- Group development will be scheduled and perceived through possible structural changes and market adjustments;
- Transparency of business operations and public presentation of Energoprojekt, by means of supplying relevant information through the Stock Exchange and regular communication with investors, partners and experts, in the country and abroad.

The most significant threats to which the Company is exposed include: continuing and deepening of the global and Eurozone economic crisis; competition in the form of foreign companies from the countries with huge populations and cheap workforce; competition in the form of the foreign companies with easier access to cheaper financial resources; institutional changes in the domestic and selected foreign markets; dependency on the political stability of the markets in which Energoprojekt realizes its projects and so on.

It is necessary to establish a system for timely risks' identification and management for the business operations of the Energoprojekt in the country and in the foreign markets as one of the principal functions of the Company's internal audit. In the following period, efforts on risk management development strategy will be intensive and according to the plans, in compliance with the established annual plan of the Energoprojekt Holding Plc. internal audit for 2021.

Significant events after the end of the reporting business year

Aside of the above mentioned incorrective events occurred after the reported period, there were no significant business events from the balance date to the date of publication of the said statements, which would exert any impact on the authenticity of the disclosed financial statements.

Relevant business news on significant events are being regularly published on the Energoprojekt web site (at: <http://www.energoprojekt.rs>) and on the web site of the Belgrade Stock Exchange (in Serbian and in English), as a part of the Company's obligations related to the Prime Listing of its shares on the Belgrade Stock Exchange.

Significant business transactions with the related parties

Receivables from the related parties arise primarily from the sale of services and are mature and collectible within 15 days from invoicing date.

Liabilities from the related parties arise primarily from purchasing transactions and are mature and collectible within 5 to 30 days from purchasing date. Liabilities do not include interest rates.

Payment securities for liabilities to related legal entities were not provided by the Company.

Company's research and development activities

Activities on further development and implementation of an adequate business and information system are underway, adjusted to actual volume and growth plans, as well as activities related to implementation of integrated Document Management System (DMS).

3. STATEMENT BY PERSONS RESPONSIBLE FOR PREPARATION OF REPORT

To the best of our knowledge, the Quarterly Financial Statements for the first quarter of 2021 were prepared in compliance with the relevant International Financial Reporting Standards and they present authentic and objective information about assets, liabilities, financial position and operations, profit and losses, cash flows and changes in equity of the Public Company, including those of the Companies included in the Statements.

In compliance with the Law on Capital Market (RS Official Gazette, No. 31/2011, 112/2015, 108/2016, 9/2020 and 153/2020) we hereby declare that the financial statements in question have not been audited.

Energoprojekt Holding a.d.

Executive Director for Finance, Accounting and Planning

3a: 

Siniša Tekić, B.Sc. Ecc



Energoprojekt Holding a.d.

Chief Executive Officer


Stojan Čolakov, M.Sc.C.E

4. DECISION OF COMPETENT CORPORATE BODY TO ADOPT THE Q1 2021 QUARTERLY REPORT *

Note *:

- Q1 2021 Quarterly Report of the Energoprojekt Holding Plc. was approved and adopted on May 13, 2021, in the 386th meeting of the Executive Board of the Issuer.

In Belgrade, May 2021

Energoprojekt Holding a.d.

Executive Director for Finance, Accounting and Planning

^{3a:} 

Siniša Tekić, B.Sc. Ecc



Energoprojekt Holding a.d.

Chief Executive Officer


Stojan Čolakov, M.Sc.C.E