



**FINANCIAL STATEMENTS OF**  
**KDD – CENTRAL SECURITIES CLEARING CORPORATION (KDD)**

**for the year ended December 31, 2016**  
**in compliance with Slovene Accounting Standards**

Ljubljana, February 2017



Boris Tomaž Šnuderl  
President and CEO

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Deputy President and COO



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## Balance sheet as at December 31, 2016

(EUR)	2016	2015
<b>ASSETS OF KDD, GUARANTEE FUND, CLEARING AND SETTLEMENT</b>	<b>16.289.286</b>	<b>16.942.625</b>
<b>ASSETS OF KDD</b>	<b>13.658.655</b>	<b>13.094.338</b>
<b>A. Long-term assets</b>	<b>5.647.239</b>	<b>5.995.966</b>
<b>I. Intangible assets, long-term deferred costs and accrued revenue</b>	<b>801.986</b>	<b>640.502</b>
1. Concessions, patents, licences, trademarks and similar rights	28.959	141.410
4. Long-term referred development costs	767.449	494.600
5. Other long-term deferred costs and accrued revenue	5.578	4.492
<b>II. Property, plant and equipment</b>	<b>2.610.770</b>	<b>2.694.135</b>
1. Land and buildings	1.598.399	1.747.544
b) Buildings	1.598.399	1.747.544
3. Other plant and equipment	1.012.371	946.590
<b>IV. Long-term investments</b>	<b>2.020.519</b>	<b>2.506.232</b>
1. Long-term investments, excluding loans	1.974.917	2.442.559
c) Other shares and interests	1.032.085	1.200.243
d) Other long-term investments	942.832	1.242.316
2. Long-term loans	45.602	63.672
b) Long-term loans to others	45.602	63.672
<b>VI. Deferred tax assets</b>	<b>213.964</b>	<b>155.098</b>
<b>B. Current assets</b>	<b>7.796.483</b>	<b>6.869.067</b>
<b>III. Short-term investments</b>	<b>5.508.128</b>	<b>5.123.444</b>
1. Short-term investments, excluding loans	310.000	530.731
c) Other short-term investments	310.000	530.731
2. Short-term loans	5.198.128	4.592.713
b) Short-term loans to others	5.198.128	4.592.713
<b>IV. Short-term operating receivables</b>	<b>1.512.999</b>	<b>1.252.035</b>
2. Short-term operating trade receivables	1.507.000	1.186.371
3. Short-term operating receivables due from others	5.999	65.664
<b>V. Cash</b>	<b>775.357</b>	<b>493.588</b>
<b>C. Short-term deferred costs and accrued revenue</b>	<b>214.933</b>	<b>229.305</b>
<b>ASSETS OF GUARANTEE FUND, CLEARING AND SETTLEMENT</b>	<b>2.630.631</b>	<b>3.848.287</b>
<b>B. Current assets</b>	<b>2.630.582</b>	<b>3.848.287</b>
<b>III. Short-term investments</b>	<b>0</b>	<b>1.213.958</b>
2. Short-term loans	0	1.213.958
b) Short-term loans to others	0	1.213.958
<b>IV. Short-term operating receivables</b>	<b>1.654.416</b>	<b>685.696</b>
3. Short-term operating receivables due from others	1.654.416	685.696
<b>V. Cash</b>	<b>976.167</b>	<b>1.948.633</b>
<b>C. Short-term deferred costs and accrued revenue</b>	<b>49</b>	<b>0</b>
<b>OFF BALANCE SHEET ASSETS</b>	<b>6.965.864</b>	<b>762.405</b>

(EUR)	2016	2015
<b>EQUITY AND LIABILITIES OF KDD, GUARANTEE FUND, CLEARING AND SETTLEMENT</b>	<b>16.289.286</b>	<b>16.942.625</b>
<b>EQUITY AND LIABILITIES OF KDD</b>	<b>13.658.655</b>	<b>13.094.338</b>
<b>A. Equity</b>	<b>12.302.789</b>	<b>11.820.069</b>
<b>I. Called-up capital</b>	<b>1.084.961</b>	<b>1.084.961</b>
1. Share capital	1.084.961	1.084.961
<b>II. Capital surplus</b>	<b>820.687</b>	<b>820.687</b>
<b>III. Revenue reserves</b>	<b>6.980.646</b>	<b>6.214.288</b>
1. Legal reserves	151.335	151.335
2. Reserves for own shares	310.447	285.447
3. Own shares	-310.447	-285.447
4. Statutory reserves	503.872	503.872
5. Other revenue reserves	6.325.439	5.559.081
<b>IV. Fair value reserves</b>	<b>5.763</b>	<b>51.759</b>
<b>V. Retained earnings</b>	<b>2.644.374</b>	<b>2.504.785</b>
<b>VI. Net profit for the period</b>	<b>766.358</b>	<b>1.143.589</b>
<b>B. Provisions, long-term accrued costs and deferred revenue</b>	<b>910.117</b>	<b>917.500</b>
1. Provisions for pensions and similar liabilities	788.132	683.905
2. Other provisions	121.985	233.595
<b>D. Short-term liabilities</b>	<b>386.941</b>	<b>303.124</b>
<b>II. Short-term financial liabilities</b>	<b>1.218</b>	<b>112</b>
2. Short-term financial liabilities to banks	1.218	112
<b>III. Short-term operating liabilities</b>	<b>385.723</b>	<b>303.012</b>
2. Short-term trade payables	182.280	110.890
4. Short-term operating liabilities from advances	16.475	136.000
5. Other short-term operating liabilities	186.968	56.122
<b>E. Short-term accrued costs and deferred revenue</b>	<b>58.808</b>	<b>53.645</b>
<b>LIABILITIES OF GUARANTEE FUND, CLEARING AND SETTLEMENT</b>	<b>2.630.631</b>	<b>3.848.287</b>
<b>C. Long-term liabilities</b>	<b>764.588</b>	<b>1.092.538</b>
<b>I. Long-term financial liabilities</b>	<b>764.588</b>	<b>1.092.538</b>
4. Other long-term financial liabilities	764.588	1.092.538
<b>D. Short-term liabilities</b>	<b>1.866.044</b>	<b>2.755.749</b>
<b>II. Short-term financial liabilities</b>	<b>175.288</b>	<b>121.664</b>
4. Other short-term financial liabilities	175.288	121.664
<b>III. Short-term operating liabilities</b>	<b>1.690.755</b>	<b>2.634.085</b>
5. Other short-term operating liabilities	1.690.755	2.634.085
<b>OFF BALANCE SHEET LIABILITIES</b>	<b>6.965.864</b>	<b>762.405</b>

## Statement of comprehensive income for the year ended December 31, 2016

(EUR)	2016	2015
1. Net sales	8.121.259	7.113.578
a) Revenue from domestic sales	7.908.389	6.937.911
b) Revenue from foreign sales	212.870	175.668
3. Capitalised own products and own services	245.480	201.561
4. Other operating revenue (including revaluation operating revenue)	94.453	243.113
5. Costs of goods, materials and services	2.372.887	1.937.492
a) Costs of materials used	139.208	107.441
b) Costs of services	2.233.679	1.830.051
6. Labour costs	3.959.573	3.660.965
a) Payroll costs	3.173.710	2.900.799
b) Social security costs	520.604	483.915
<i>Pension insurance costs</i>	<i>295.398</i>	<i>269.918</i>
c) Other labour costs	265.259	276.250
7. Write-downs in value	565.818	568.826
a) Depreciation	488.542	474.633
b) Revaluation operating expenses associated with intangible assets and property, plant and equipment	2.190	436
c) Revaluation operating expenses associated with operating current assets	75.086	93.757
8. Other operating expenses	35.010	66.223
<b>Operating profit</b>	<b>1.527.904</b>	<b>1.324.746</b>
9. Financial revenue from shares and interests	62.822	58.146
c) Financial revenue from shares and interests in other companies	55.318	58.032
d) Financial revenue from other investments	7.504	113
10. Financial revenue from loans	61.044	107.354
b) Financial revenue from loans to others	61.044	107.354
11. Financial revenue from operating receivables	6.089	7.603
b) Financial revenue from the operating receivables due from others	6.089	7.603
12. Financial expenses due to impairment and write-offs of investments	153.042	170.531
14. Financial expenses for operating liabilities	31.551	26.063
b) Financial expenses for trade payables and bills payable	0	54
c) Financial expenses for other operating liabilities	31.551	26.009
<b>Profit from ordinary activities</b>	<b>1.473.267</b>	<b>1.301.256</b>
15. Other revenue	384.430	55.510
16. Other expenses	36.504	830
<b>Total profit of KDD</b>	<b>1.821.193</b>	<b>1.355.935</b>
Revenue of Guarantee fund	1.319	259
Expenses of Guarantee fund	1.319	259
<b>Profit of Guarantee Fund</b>	<b>0</b>	<b>0</b>
17. Income tax	320.503	231.879
18. Deferred taxes	-57.026	-19.534
<b>19. Net profit for the period</b>	<b>1.557.716</b>	<b>1.143.589</b>
21. Changes in fair value reserves	-45.996	171.037
<b>24. Total comprehensive income</b>	<b>1.511.721</b>	<b>1.314.626</b>

## Cash flow statement of KDD for the year ended December 31, 2016

(EUR)	2016	2015
<b>A. Cash flows from operating activities</b>		
<b>a) Net profit</b>	<b>1.557.716</b>	<b>1.143.589</b>
Profit before tax	1.821.193	1.355.935
Income taxes and other taxes not included in operating expenses	-263.477	-212.346
<b>b) Adjustments for</b>	<b>519.461</b>	<b>466.744</b>
Depreciation (+)	488.096	461.136
Revaluation operating expenses (+)	2.190	577
Financial revenue excluding financial revenue from operating receivables (-)	-123.866	-165.500
Financial expenses exclud. financial expenses from operating liabilities (+)	153.042	170.531
<b>c) Changes in net operating assets in the operating balance sheet items (including accruals and deferrals, provisions and deferred tax assets and liabilities)</b>	<b>-319.439</b>	<b>-220.627</b>
Opening less closing operating receivables	-260.988	-44.158
Opening less closing deferred costs and accrued revenue	-666	-21.271
Opening less closing deferred tax assets	-57.026	-19.534
Closing less opening operating liabilities	64.638	9.877
Closing less opening accrued costs and deferred revenue and provisions	-65.398	-145.541
<b>d) Net cash from operating activities (a+b+c)</b>	<b>1.757.739</b>	<b>1.389.706</b>
<b>B. Cash flows from investing activities</b>		
<b>a) Cash receipts from investing activities</b>	<b>7.351.228</b>	<b>7.033.392</b>
Interest and dividends received from investing activities	130.338	167.159
Cash receipts from disposal of investments	7.220.891	6.866.233
<i>Cash receipts from disposal of long-term investments</i>	<i>575.891</i>	<i>174.233</i>
<i>Cash receipts from disposal of short-term investments</i>	<i>6.645.000</i>	<i>6.692.000</i>
<b>b) Cash disbursements from investing activities</b>	<b>-7.798.199</b>	<b>-7.564.992</b>
Cash disbursements to acquire intangible assets	-301.132	-375.202
Cash disbursements to acquire property, plant and equipment	-247.009	-222.725
Cash disbursements to acquire investments	-7.250.058	-6.967.064
<i>Cash disbursements to acquire long-term investments</i>	<i>0</i>	<i>-542.064</i>
<i>Cash disbursements to acquire short-term investments</i>	<i>-7.250.058</i>	<i>-6.425.000</i>
<b>c) Net cash from investing activities (a+b)</b>	<b>-446.970</b>	<b>-531.600</b>
<b>C. Cash flows from financing activities</b>		
<b>a) Cash receipts from financing activities</b>	<b>0</b>	<b>129.000</b>
Cash proceeds from paid-in capital	0	129.000
<b>b) Cash disbursement from financing activities</b>	<b>-1.029.000</b>	<b>-1.131.750</b>
Cash repayments of equity	-25.000	0
Dividends and other profit shares paid	-1.004.000	-1.131.750
<b>c) Net cash from financing activities (a+b)</b>	<b>-1.029.000</b>	<b>-1.002.750</b>
<b>D. Closing balance of cash</b>	<b>775.357</b>	<b>493.588</b>
x) Net cash for the period (Ac+Bc+Cc)	281.768	-144.643
+		
y) Opening balance of cash	493.588	638.232



## Cash flow statement of Guarantee fund, clearing and settlement for the year ended December 31, 2016

(EUR)	2016	2015
<b>A. Cash flows from operating activities</b>		
<b>a) Cash receipts from settlement</b>	<b>140.745.798</b>	<b>175.416.614</b>
Payments of liquidity reserves	46.365.402	47.783.868
Cash receipts from settlement	94.380.396	127.632.746
<b>b) Cash disbursement from settlement</b>	<b>-142.657.896</b>	<b>-175.634.804</b>
Cash disbursement from settlement	-142.657.896	-175.634.804
<b>c) Net cash from operating activities</b>	<b>-1.912.098</b>	<b>-218.190</b>
<b>B. Cash flows from investing activities</b>		
<b>a) Cash receipts from investing activities</b>	<b>1.787.689</b>	<b>1.424.182</b>
Interests and dividends received from investing activities	662	0
Cash receipts from disposal of short-term investments	1.787.026	1.424.182
<b>b) Cash disbursements from investing activities</b>	<b>-573.068</b>	<b>-1.160.780</b>
Cash disbursements to acquire short-term investments	-573.068	-1.160.780
<b>c) Net cash from investing activities</b>	<b>1.214.620</b>	<b>263.401</b>
<b>C. Cash flows from financing activities</b>		
<b>a) Cash receipts from financing activities</b>	<b>1.538.328</b>	<b>2.227.562</b>
Cash proceeds from increase of financial liabilities	<b>1.538.328</b>	<b>2.227.562</b>
<i>Cash proceeds from increase of long-term liabilities</i>	<i>113.392</i>	<i>116.490</i>
<i>Cash proceeds from increase of short-term liabilities</i>	<i>1.424.936</i>	<i>2.111.072</i>
<b>b) Cash disbursements from financing activities</b>	<b>-1.813.316</b>	<b>-2.490.963</b>
Interest paid on financing activities	-662	0
Cash repayments from increase of financial liabilities	-1.812.654	-2.490.963
<i>Cash repayments from increase of long-term liabilities</i>	<i>-441.342</i>	<i>0</i>
<i>Cash repayments from increase of short-term liabilities</i>	<i>-1.371.312</i>	<i>-2.490.963</i>
<b>c) Net cash from financing activities</b>	<b>-274.988</b>	<b>-263.401</b>
<b>D. Closing balance of cash</b>	<b>976.167</b>	<b>1.948.633</b>
x) Net cash for the period	-972.466	-218.190
+		
y) Opening balance of cash	1.948.633	2.166.824

## Statement of changes in equity for the year ended December 31, 2016

(EUR)	Share capital	Capital surplus	Legal reserves	Reserves for own shares		Own shares	Statutory reserves	Other revenue reserves	Fair value reserves	Retained earnings	Net profit for the period	Total
	I/1	II	III/1	III/2	III/3	III/4	III/5	IV	V/1	VII/1	VIII	
<b>A.1 31. 12. 2015</b>	<b>1.084.961</b>	<b>820.687</b>	<b>151.335</b>	<b>285.447</b>	<b>-285.447</b>	<b>503.872</b>	<b>5.559.081</b>	<b>51.759</b>	<b>2.504.785</b>	<b>1.143.589</b>	<b>11.820.069</b>	
<b>B.1 Transactions with owners</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-25.000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-1.004.000</b>	<b>0</b>	<b>-1.029.000</b>	
d) Purchase of own shares	0	0	0	0	-25.000	0	0	0	0	0	-25.000	
g) Dividends	0	0	0	0	0	0	0	0	-1.004.000	0	-1.004.000	
<b>B.2 Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-45.996</b>	<b>0</b>	<b>1.557.716</b>	<b>1.511.721</b>	
a) Net profit for the period	0	0	0	0	0	0	0	0	0	1.557.716	1.557.716	
d) Changes in revaluation surplus from investments	0	0	0	0	0	0	0	9.990	0	0	9.990	
e) Other comprehensive income/loss	0	0	0	0	0	0	0	-55.985	0	0	-55.985	
<b>B.3 Changes in equity</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>25.000</b>	<b>0</b>	<b>0</b>	<b>766.358</b>	<b>0</b>	<b>1.143.589</b>	<b>-1.934.947</b>	<b>0</b>	
a) Allocation of net profit for the previous year	0	0	0	0	0	0	0	0	1.143.589	-1.143.589	0	
b) Allocation of net profit based on the decision of management	0	0	0	0	0	0	766.358	0	0	-766.358	0	
d) Formation of reserves for own shares	0	0	0	25.000	0	0	0	0	0	-25.000	0	
<b>C. 31. 12. 2016</b>	<b>1.084.961</b>	<b>820.687</b>	<b>151.335</b>	<b>310.447</b>	<b>-310.447</b>	<b>503.872</b>	<b>6.325.439</b>	<b>5.763</b>	<b>2.644.374</b>	<b>766.358</b>	<b>12.302.789</b>	
Retained earnings + Net profit for the period									2.644.374	766.358	3.410.732	
Long-term referred development costs											-767.449	
<b>Accumulated profit appropriated by the annual general meeting of shareholders</b>											<b>2.643.283</b>	

## Statement of changes in equity for the year ended December 31, 2015

(EUR)	Share capital	Capital surplus	Legal reserves	Reserves for own shares	Own shares	Statutory reserves	Other revenue reserves	Fair value reserves	Retained earnings	Net profit for the period	Total
	I/1	II	III/1	III/2	III/3	III/4	III/5	IV	V/1	VII/1	VIII
<b>A.1 31. 12. 2014</b>	<b>1.084.961</b>	<b>792.433</b>	<b>151.335</b>	<b>386.193</b>	<b>-386.193</b>	<b>503.872</b>	<b>5.559.081</b>	<b>-120.220</b>	<b>1.877.125</b>	<b>1.659.606</b>	<b>11.508.193</b>
<b>B.1 Transactions with owners</b>	<b>0</b>	<b>28.254</b>	<b>0</b>	<b>0</b>	<b>100.746</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-1.131.750</b>	<b>0</b>	<b>-1.002.750</b>
e) Disposal or cancellation of own shares	0	28.254	0	0	100.746	0	0	0	0	0	129.000
g) Dividends	0	0	0	0	0	0	0	0	-1.131.750	0	-1.131.750
<b>B.2 Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>171.037</b>	<b>0</b>	<b>1.143.589</b>	<b>1.314.626</b>
a) Net profit for the period	0	0	0	0	0	0	0	0	0	1.143.589	1.143.589
d) Changes in revaluation surplus from investments	0	0	0	0	0	0	0	124.335	0	0	124.335
e) Other comprehensive income/loss	0	0	0	0	0	0	0	46.702	0	0	46.702
<b>B.3 Changes in equity</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-100.746</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>942</b>	<b>1.759.410</b>	<b>-1.659.606</b>	<b>0</b>
a) Allocation of net profit for the previous year	0	0	0	0	0	0	0	0	1.659.606	-1.659.606	0
e) Decrease in reserves for own shares and reallocation to other components of equity	0	0	0	-100.746	0	0	0	0	100.746	0	0
g) Other reallocation of components of equity	0	0	0	0	0	0	0	942	-942	0	0
<b>C. 31. 12. 2015</b>	<b>1.084.961</b>	<b>820.687</b>	<b>151.335</b>	<b>285.447</b>	<b>-285.447</b>	<b>503.872</b>	<b>5.559.081</b>	<b>51.759</b>	<b>2.504.785</b>	<b>1.143.589</b>	<b>11.820.069</b>
Retained earnings + Net profit for the period Long-term referred development costs									2.504.785	1.143.589	3.648.374 -494.600
<b>Accumulated profit appropriated by the annual general meeting of shareholders</b>											<b>3.153.775</b>

