

JOINT-STOCK COMPANY BELGRADE NIKOLA TESLA AIRPORT



**THE QUARTERLY REPORT FOR THE THIRD QUARTER,
WHICH CONTAINS DATA FOR THE FIRST NINE MONTHS OF
BUSINESS 2014**

In accordance with Article 53 of the Capital Market Act (Official Gazette of RS No. 31/2011) and in accordance with the Regulations on the content, form and manner of publication of annual, semi-annual and quarterly reports of public companies (Official Gazette of RS No. 14/2012) published by the Commission for Securities.

2014

YEAR



Content of the report:

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 - Income Sheet
 - Cash Flow Statement
 - Statement on changes in capital
 - Notes to the financial statements

2. Report on company operations I-IX 2014

3. Statement by responsible persons



JSC BELGRADE NIKOLA TESLA AIRPORT
11180 BELGRADE 59
Register no. 07036540
TIN 100000539

FINANCIAL STATEMENTS FOR I-IX 2014

1. BALANCE SHEET ON 30/09/2014
2. INCOME SHEET FOR I-IX 2014
3. CASH FLOW STATEMENT FOR I-IX 2014
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Belgrade, October 31, 2014

BALANCE SHEET on 30/09/2014

in thousand RSD

Group of accounts, account	POSITION	ADP	Note no.	A m o u n t	
				Current year	Previous year
1	2	3	4	5	6
	ASSETS				
	A. NON-CURR. ACT. PROPER. (002+003+004+005+009)	001		21,783,410	21,573,986
00	I. NON-PAID UP SUBSCRIBED CAPITAL	002			
012	II. GOODWILL	003			
01 without 012	III. INTANGIBLE INVESTMENTS	004	17	20,756	9,278
	IV. REAL ESTATES, PLANTS , EQUIPMENT AND BIOLOGICAL AGENCIES (006+007+008)	005	17	21,595,394	21,404,994
020,022,023,026, 027(part), 028(part), 029	1. Property, plants and equipment	006	17	21,574,164	21,383,764
024, 027(part), 028 (part)	2. Investment property	007	17	20,964	20,964
021, 025, 027(part), 028(part)	3. Biological agencies	008	17	266	266
	V. LONG-TERM FINANCIAL INVESTMENTS (010+011)	009		167,260	159,714
030 to 032, 039(part)	1. Share in capital	010	18	3	3
033 to 038, 039 (part), minus 037	2. Other long-term financial investments	011	18a	167,257	159,711
	B. TURNOVER PROPERTY (013+014+015)	012		3,835,354	2,602,694
10 to 13, 15	I. STOCKS	013	19	247,711	140,585
14	II. NON-CURRENT ASSETS INTENDED FOR SALE AND ASSETS OF OPERATION DISCONTINUED	014		-	-
	III. SHORT-TERM RECEIVABLES, INVESTMENTS AND CASH (016+017+018+019+020)	015		3,587,643	2,462,109
20, 21 and 22 except 223	1. Receivables	016	20	1,261,098	881,414
223	2. Receivables of amount paid above income-tax	017		-	91,772
23 minus 237	3. Short-term financial investments	018	21	128,381	538,172
24	4. Cash and cash equivalents	019	22	2,178,181	896,778
27 and 28 except 288	5. VAT and prepayments and accrued income	020	23	19,983	53,973
288	V. DEFERRED TAX LIABILITIES	021		-	-
	G. BUSINESS PROPERTY (001+012 +021)	022		25,618,764	24,176,680
29	D. LOSS ABOVE CAPITAL AMOUNT	023			
	DJ. TOTAL ASSETS (022+023)	024		25,618,764	24,176,680
88	E. OFF-BALANCE ASSETS	025	35	502,049	566,762
	OBLIGATIONS				
	A. CAPITAL (102+103+104+105+106-107+108-109-110)	101		23,368,438	22,116,270
30	I. CORE CAPITAL	102	24	20,573,610	20,573,610
31	II. NON-PAID UP SUBSCRIBED CAPITAL	103		-	-
32	III. RESERVES	104	25	1,534,430	1,529,339
330 and 331	IV. REVALUATION RESERVES	105		-	-
332	V. NON-REALISED INCOMES FROM SECURITIES	106		-	-
333	VI. NON-REALISED LOSSES FROM SECURITIES	107	26	-	-
34	VII. NON-DISTRIBUTED PROFIT	108	27	1,260,398	13,321
35	VIII. LOSS	109		-	-
037 and 237	IX . REPURCHASED OWN SHARES	110		-	-
	B. LONG-TERM RESERVES AND LIABILITIES (112+113+116)	111		1,821,111	1,624,547
40	I. LONG-TERM RESERVES	112	28	159,786	176,654
41	II. LONG-TERM LIABILITIES (114+115)	113		972,839	938,388
414,415	1. Long-term loans	114	29	972,839	938,388
41 without 414 and 415	2. Other long-term liabilities	115	30	-	-
	III. SHORT-TERM LIABILITIES (117+118+119+120+121+122)	116		688,486	509,505
42 except 427	1. Short term liabilities	117	31	37,613	125,368
427	2. Liabilities from assets intended for sale and assets of operation discontinued	118		-	-
43 and 44	3. Business liabilities	119	32	329,519	319,537
45 and 46	4. Other short-term liabilities	120	33	56,568	2,640
47, 48 except 481 and 49 except 498	5. Liabilities from VAT and other public revenues and accrued costs and deferred revenues	121	34	252,674	61,960
481	6. Liabilities from profit-tax	122		12,112	-
498	V DEFERRED TAX LIABILITIES	123	36	429,215	435,863
	G. TOTAL OBLIGATIONS (101+111+123)	124		25,618,764	24,176,680
89	D. OFF-BALANCE SHEET LIABILITES	125	35	502,049	566,762

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INCOME SHEET in period from 01/01/2014 to 30/09/2014

in thousand RSD

Group of account s, account	POSITION	ADP	Note no.	A m o u n t			
				Current period		Previous period	
				Quarter (01.07-30.09.2014)	Cumulative (01.01-30.09.2014)	Quarter (01.07-30.09.2013)	Cumulative (01.01-30.09.2013)
1	2	3	4	6	7	6	7
	A. REVENUES AND EXPENDITURES FOR REGULAR BUSINESS						
	I. OPERATING REVENUES (202+203+204-205+206)	201		2,528,111	6,212,814	2,096,657	4,949,968
80 and 61	1. Revenues from sale of goods	202	5	2,305,701	5,673,696	1,922,295	4,523,828
62	2. Revenue from consumption of own products	203					
630	3. Increase in value of inventories	204					
631	4. Decrease in value of inventories	205					
64 and 65	5. Other operating revenues	206	5a	222,410	539,118	174,362	426,140
	II. OPERATING EXPENDITURES (208 to 212)	207		1,127,181	3,528,947	1,195,603	3,454,480
50	1. Purchase value of sold goods	208	6	153,059	531,320	224,082	458,178
51	2. Costs of materials	209	7	112,041	361,583	85,166	276,732
52	3. Costs of salaries, salary compensations, and other persons	210	8	353,744	1,099,301	280,300	883,185
54	4. Costs of amortization and reservations	211	9	197,408	562,632	187,767	549,738
53 and 55	5. Other operating expenditures	212	10	310,929	974,111	418,288	1,286,647
	III. BUSINESS REVENUE (201-207)	213		1,400,930	2,683,867	901,054	1,495,488
	IV. BUSINESS LOSS (207-201)	214					
66	V. FINANCIAL REVENUES	215	11	95,808	188,223	18,959	117,283
56	VI. FINANCIAL EXPENDITURES	216	12	45,262	99,797	23,882	108,876
67 and 68	VII. OTHER REVENUES	217	13	2,986	47,402	11,289	23,877
57 and 58	VIII. OTHER EXPENDITURES	218	14	587,740	1,415,065	548,655	1,128,863
	IX. PROFIT FROM REGULAR OPERATING BEFORE TAX (213-214+215-216+217-218)	219	15	866,722	1,404,630	358,765	398,920
	X. LOSS FROM REGULAR OPERATING BEFORE TAX (214-213-215+216-217+218)	220		-	-		
69 - 59	XI. NET PROFIT OF OPERATIONS DISCONTINUED	221					
59 - 69	XII. NET LOSS OF OPERATIONS DISCONTINUED	222					
	B. PROFIT BEFORE TAX(219-220+221-222)	223		866,722	1,404,630	358,765	398,920
	V. LOSS BEFORE TAX(220-219+222-221)	224		-	-	-	-
	G. PROFIT TAX						
721	1. Period tax expenditure	225	15	89,375	150,880	39,140	50,177
722	2. Deferred period tax expenditure	226					
722	3. Deferred period tax revenue	227	15 and 36	1,178	6,648	2,394	9,201
723	D. Paid-up personal receiving to employer	228					
	D. NET PROFIT (223-224-225-226+227-228)	229	27	778,625	1,260,398	322,019	357,944
	E. NET LOSS (224-223+225+226-227+228)	230					
	Z. NET PROFIT FOR MINORITY INVESTORS	231					
	Z. NET PROFIT FOR OWNERS OF PARENT LEGAL ENTITY	232					
	I. PROFIT PER SHARE						
	1. Basic profit per share	233	16				
	2. Diluted profit per share	234					
	TOTAL REVENUES (201+215+217)			2,626,905	6,448,439	2,126,905	5,091,128
	TOTAL EXPENDITURES (207+216+218)			1,760,183	5,043,809	1,768,140	4,692,208

In Belgrade, 31/10/2014

CASH FLOW STATEMENT in period from 01/01/2014 till 30/09/2014

POSITION	ADP	Amount (in RSD thousand)	
		(01.01-30.09.2014)	(01.01-30.09.2013)
1	2	3	3
A. CASH FLOWS FROM BUSINESS ACTIVITY			
I. Cash inflow from business activities (1 to 3)	301	5,288,112	4,428,976
1. Sale and received advance payments	302	4,635,779	3,921,727
2. Interests received from business activity	303	32,464	6,497
3. Other inflows from regular operations	304	619,869	500,752
II. Cash outflow from business activities (1 to 5)	305	3,523,106	3,425,378
1. Payments for suppliers and given advance payments	306	2,086,195	2,332,430
2. Salaries, salary compensations and other personal expenses	307	1,034,307	838,630
3. Paid interest	308	28,886	36,091
4. Income-tax	309	46,997	48,951
5. Payment from other public revenues	310	326,721	169,276
III. Net cash inflow from business activities (I - II)	311	1,765,006	1,003,598
IV. Net cash outflow from business activities (II - I)	312	0	0
B. CASH FLOW FROM INVESTMENT ACTIVITIES			
I. Cash inflow from investment activity (1 to 5)	313	468,631	990,628
1. Sale of shares and portions (net inflows)	314	0	0
2. Sale of intangible investments, properties, plants, equipment and biological agencies	315		524
3. Other financial investments (net inflows)	316	424,541	932,947
4. Interests received from investment activities	317	44,090	57,157
5. Dividends received	318	0	0
II. Cash outflows from investment activities (1 to 3)	319	914,361	822,328
1. Purchase of shares and portions (net outflows)	320	0	0
2. Purchase of intangible investments, properties, plants, equipment and biological agencies	321	914,361	822,328
3. Other financial investments (net outflows)	322		
III. Cash net inflow from investment activities (I - II)	323		168,300
IV. Cash net outflow from investment activities (II - I)	324	445,730	0
V. CASH FLOWS FROM FINANCING ACTIVITIES			
I. Cash inflow from financing activities (1 to 3)	325	0	0
1. Core capital increase	326	0	0
2. Long-term and short-term loans (net inflows)	327		
3. Other long-term and short-term liabilities	328		
II. Cash outflow from financing activities (1 to 4)	329	96,814	259,478
1. Redemption of own shares and portions	330		
2. Long-term and short-term loans and other liabilities (net outflows)	331	59,948	62,462
3. Financial leasing	332	30,030	64,896
4. Paid-up dividends	333	6,836	132,120
III. Cash net inflow from financing activities (I - II)	334	0	0
IV. Cash net outflow from financing activities (II - I)	335	96,814	259,478
G. OVERALL CASH INFLOW (301+313+325)	336	5,756,743	5,419,604
D. OVERALL CASH OUTFLOW ((305+319+329)	337	4,534,281	4,507,184
Đ. NET CASH INFLOW ((336-337)	338	1,222,462	912,420
E. NET CASH OUTFLOW (337-336)	339		0
Ž. CASH AT THE BEGINNING OF ACCOUNTING PERIOD	340	896,778	214,383
Z. POSITIVE EXCHANGE RATE DIFFERENCES FROM CASH CONVERSION	341	67,440	9,377
I. I. NEGATIVE EXCHANGE RATE DIFFERENCES FROM CASH CONVERSION	342	8,499	9,660
J. CASH AT THE END OF ACCOUNTING PERIOD (339+340+341-342)	343	2,178,181	1,126,520

in thousand RSD

STATEMENT ON CHANGES IN CAPITAL in the period from 01/01 till 30/09/2014

No.	Description	1	2	3	4	5	6	7	8	9	10	11	12	Total (2+3+4+5+6+7+ 8-9+10-11-12)
		Core capital (30 without 309)	Other capital (309)	Non-paid subscribed capital (31)	Issue premium (320)	Reserves (321 and 322) (330 and 331)	Non-realised profits from securities (332)	Non-realised losses from securities (333)	Non- distributed profit (34)	Loss below capital amount (35)	Repurchased own shares and portions (037 and 237)			
1	Balance on 01/01 of the previous year of 2013	20,573,610	0	0	0	1,297,787	0	291	727,657	0	0	0	0	22,598,763
2	Correction of materially significant errors and changes of accounting policies in previous year-increase	0	0	0	0	0	0	0	0	0	0	0	0	0
3	Correction of materially significant errors and changes of accounting policies in previous year-decrease	0	0	0	0	0	0	0	0	0	0	0	0	0
4	Correction of material balance off	20,573,610	0	0	0	1,297,787	0	291	727,657	0	0	0	0	22,598,763
5	Total increase in the previous year	0	0	0	0	231,552	0	0	16,205	0	0	0	0	247,757
6	Total decrease in the previous year	0	0	0	0	0	0	291	727,657	0	0	0	0	727,366
7	Balance on 31/12 of the previous year of 2013 (4+5-6)	20,573,610	0	0	0	1,529,339	0	0	16,205	0	0	0	0	22,119,154
8	Correction of mat. sign. errors and changes of acc. policies in current year-increase	0	0	0	0	0	0	0	0	0	0	0	0	0
9	Correction of mat sign. errors and changes of acc. policies in current year-decrease	0	0	0	0	0	0	0	2,884	0	0	0	0	2,884
10	Balance on January 1st of the current year of 2014 (7+8-9)	20,573,610	0	0	0	1,529,339	0	0	13,321	0	0	0	0	22,116,270
11	Total increase in the current year	0	0	0	0	5,091	0	0	1,260,398	0	0	0	0	1,265,489
12	Total decrease in the current year	0	0	0	0	0	0	0	13,321	0	0	0	0	13,321
13	Balance on 30/09 of the current year of 2014 (10+11-12)	20,573,610	0	0	0	1,534,430	0	0	1,260,398	0	0	0	0	23,368,438

In Belgrade, 31/10/2014

JSC BELGRADE NIKOLA TESLA AIRPORT
11180 BELGRADE 59
Register no. 07036540
TIN 10000539

NOTES FOR FINANCIAL STATEMENT
FOR I-IX 2014

Belgrade, 31.10.2014

1. FOUNDING AND OPERATION OF THE COMPANY

1.1. General data of the company

The Joint Stock Company Airport Nikola Tesla Belgrade (hereinafter: the Company) has been established for provision of airport services (aircraft landing, take-off, taxing and parking and aircraft, passenger and cargo handling). Apart from the basic activity, Airport Nikola Tesla JSC Belgrade, as side activities, provides other services at airport complex, satisfying the needs of service users, domestic and foreign air carriers.

Whilst operation of the Airport dates back to March 25, 1928, at the location on Bežanijska kosa, operation on the current location (Surčin) started in 1962.

By a Decision of the Government of Republic of Serbia from 1992, the Airport was re-registered as Javno preduzeće (public company) Aerodrom „Beograd” and in 2006, also by a decision of the Government it got the name JP Aerodrom „Nikola Tesla”.

The Government of Republic of Serbia on 17/06/2010 made the Decision no. 023-4432/2010, on change of legal form of JP Aerodrom "Nikola Tesla" Beograd from a public company into closed joint stock company. The change of legal form is registered with the Registers Agency on 22/06/2010 by the Rescript no.BD 68460/2010.

After the change of legal form the company continued its business under the full name Akcionarsko društvo Aerodrom "Nikola Tesla"Beograd.

By the Rescript of the Registers Agency no: BD 7651/2011 dated on 24/01/2011, Akcionarsko društvo Aerodrom Nikola Tesla Beograd was registered as an open joint stock company.

Head-office	Belgrade 59, 11180- Surčin
Register number	07036540
Tax identification number	100000539
Activity code and name	5223-Air-traffic services

According to the classification criteria from the Law on accounting and audit AD Aerodrom "Nikola Tesla" Beograd is classified as a large legal person.

1.2. Number of employees and contracted persons

Number of permanent employees and otherwise engaged persons on the day 30.09.2014 and the average for the period I-IX 2014:

Ser. No.	Way of engagement	2014		2013	
		30.09.2014	Average I-IX	30.09.2013	Average I-IX
1	Permanent employees	474	479	470	465
2	Temporary and casual jobs	202	187	-	-
3	Youth cooperatives	417	429	359	346
4	OZB Komerc d.o.o	607	630	644	634
	TOTAL	1,700	1,725	1,473	1,445

1.3. Management structure

The Company has established two-tier management system. The Bodies of the Company are the Assembly, the Supervisory Board and the Executive Board.

The Assembly comprises of the company Shareholders entitled to participate in Assembly work. The Shareholder, in possession of 10% of ordinary shares (34,289 shares) is entitled to participate in Assembly work.

The Supervisory Board has 7 members assigned by the Assembly of the Company. The Supervisory Board may form different experts committees with at least three members, whereof one is a member of the Supervisory Board.

The Executive Board has 4 executive directors including the General Director. The Executive directors are assigned by the Supervisory Board of the Company.

1.4. Ownership

After change of legal form into a closed joint stock company, the Central depository and clearing house registered on 07/07/2010, 34,289,350 shares, 100% in ownership of Republic of Serbia.

The Government of Republic Serbia, on 09/12/2010 made the Decision no. 023-9103/2010-1, by which citizens of Republic of Serbia, the employees and former employees of the Company have acquired the right to 16.85% of ownership of the Company. After transfer of the right to free of charge shares to citizens, employees and former employees, Republic of Serbia owns 28,511,988 ordinary shares, which represents 83.15% of the total share capital of the Company.

By the Decision on admission of shares to Prime Listing 04/4 no. 478/11 dated on 28/01/2011, the shares of the Company are accepted on 'A' Listing of the Belgrade Exchange Market. Stock trade on the Belgrade Exchange Market commenced on 07/02/2011.

On 25/01/2011, based on data of the central depositing and clearing house, the Company had 4,822,137 shareholders and on 31/12/2013 it had 2,913,010 shareholders. The biggest shareholders on 31/12/2013 are Republic of Serbia (83.06%). On 30.09.2014 (01.10.2014), the largest portion of shares is still with the Republic of Serbia (83.15%), then domestic and foreign natural persons (10.16%), domestic and foreign legal entities (3.34%) and custody persons (3.35%).

2. BASIS FOR COMPOSITION AND PRESENTATION OF FINANCIAL STATEMENTS

2.1. Basis for composition and presentation of financial statements

The financial statements for the period I-IX 2014 have been prepared in a manner and in accordance with the legislation which was used in the preparation of annual financial statements for 2013 and is fully specified in Note 2 to the Financial Statements for 2013. The financial statements for the period I-IX 2014 are approved at the meeting of the Supervisory Board on 13.11.2014.

3. PREVIEW OF IMPORTANT ACCOUNTING POLICIES

Significant accounting policies applied on the financial statements, being the subject of these Notes, are primarily based on the Rulebook on accounting and accounting policies of the Company. If certain accounting aspects are not clearly set out in the Rulebook, applied accounting policies are based on applicative legal, professional and internal regulations.

3.1 Incomes and outcomes

Incomes are disclosed according to invoice value, decreased by discounts given, acknowledged complaints and VAT.

Incomes are recognized in a moment when service is provided or goods are delivered, i.e. when all risks of performed operations are transferred to buyer. For services that are provided for longer period, incomes are recognized in proportion with operation performance.

Outcomes are recognized concurrently with recognition of incomes for which the outcomes arose (concept of causality of incomes and outcomes). Costs of current maintenance of fixed assets are covered from current incomes.

3.2. Costs of borrowings

Costs of borrowings refer to interests and other costs arising in connection with resource borrowing. According to the relevant provisions of IAS 23, the costs of borrowing that can be directly ascribed to acquisition, assets build-up to be enabled for usage, are included in purchase value or cost value of such assets. Other costs of borrowing are recognized as outcomes of period from which they originate.

3.3. Conversion of foreign exchange amount

Incomes and outcomes according to exchange rate differences and effects of currency clause are registered in balance sheet of the relevant period.

Incomes and outcomes from exchange rate differences are established according to two bases as follows:

- during the year on the basis of realised (paid) receivables and liabilities in foreign currency at official middle exchange rate of the National Bank of Serbia, on the date of operation change, as realised positive or negative exchange rate differences or realised effects of currency clause, and
- on the date of balance draw up, as a result of application of exchange rates on balance positions (receivables and liabilities on balance date), disclosed in foreign currency, as non-realised positive or negative exchange rate differences or non-realised effects of currency clause at official middle exchange rate of the National Bank of Serbia, on the date of operation change as follows:

Description	30.09.2014	31.12.2013
Middle exchange rate of NBS	Value in RSD	
EUR	118.8509	114.6421
USD	93.6202	83.1282
CHF	98.4680	93.5472
GBP	152.2168	136.9679

For liabilities, for which the type of exchange rate is defined by contract (liabilities for long-term loans from EIB and liabilities for financial leasing from Hypo Leasing), the conversion into dinars is performed at an agreed exchange rate, effective on the date of the transaction.

The indicated outstanding liabilities were also converted per contracted Euro rate, on the balance date, as follows:

Description	30.09.2014	31.12.2013
Contracted exchange rate	Value in RSD	
EUR - for EIB loan	119.2075	114.9860
EUR - for Hypo leasing	120.6337	116.3617

In the period I-IX 2014 total positive net effect on business result of the Company is achieved in the amount of RSD 55,467 thousand, based on realised and non-realised exchange rate differences and currency clause, as follows:

- Based on realised exchange rate differences, positive net effect in the amount of RSD 77,571 thousand, and
- Based on non-realised exchange rate differences, negative net effect in the amount of RSD 22,103 thousand.

3.4. Real estates, plants, equipment, biological and intangible investments

Initial valuing of real estates, plants, equipment, biological resources and intangible investments is performed upon purchase value. Resource built-up in own setting is recognized upon cost price providing they do not exceed market value. Purchase value consists of invoice value of obtained resources increased by all costs incurred up to their utilization. (IAS 16 Properties, plants and equipment).

After initial recognition, properties, plants and equipment are registered at cost of revaluing reserves, which represents their fair value at the date of revaluing, decreased for total amount of correction value against amortization and total amount of correction value against loss from depreciation (IAS 36 Property value depreciation).

3.5. Amortisation of properties, plants, equipment and intangible investments

Amortisation is calculated for each resource individually according to estimated value of the resource at the beginning of the year, i.e. according to purchase value of the resources activated during the year, by application of proportional method. Calculating of amortization begins on the next day after putting resources into operation.

Amortization rate is based on projected economic service life of properties, plants and equipment and intangible investments.

In the period I-IX 2014 the same amortization rates were applied as in 2013.

Description	30.09.2014
Building facilities	%
Water and electricity facilities	1,50-6.67
Roads, airports and parking lots	2,00-11,11
Equipment	%
New specific equipment	5,00-20.00
Equipment for road traffic	6,67-33.33
Equipment for PTT and TV	11,11
Equipment for air traffic	6,67-20.00
Measuring and control devices and specific devices	5,00-50,00
Laboratory equipment, teaching aids and medical devices	14,29
Electronic, calculating machines and computers	11,11-33.33
Furniture and equipment for general purposes	10,00-50.00
Equipment under financial leasing	6,67-25,00
Intangible assets	%
Software and licenses	10,00-50,00

3.6. Investment property

Initial valuing of investment real estate is carried out per purchase value. After initial recognition, valuing of investment real estate is carried out per value in accordance with IAS 40- investment real estates, at the end of each year.

Profit or loss incurred due to change of fair value of investment real estate to lower or higher position is disclosed at cost of other outcomes or in favour of other incomes in accounting period. Such assessment does not affect basis for calculating of amortization according to tax regulations.

3.7. Stocks

Stocks are disclosed per purchase value, i.e. cost value or net sale value, depending on the fact which one is lower.

Net sale value is price for sale of stocks in nominal operation conditions after price decrease by sale costs.

Calculation of stock output is determined by the method of average weighed purchase price.

3.8. Taxes and contributions

Current taxes

Income tax represents amount calculated and paid in accordance with taxing regulations of Republic of Serbia. Final amount of income-tax duty is determined by application of 10% rate on tax basis determined in tax balance of the Company. Tax basis disclosed in tax balance includes income disclosed in official balance sheet which is corrected for fixed differences defined by taxing regulations of Republic of Serbia. Profit tax rate applied after January 1, 2013 is 15%.

According to the Law on Corporate Income Tax, based on the explanations of the Ministry of Finance on the connection between income tax payers legal entities with Serbia, br.430-00-40/2014-04, dated 03.02.2014, the Company conducts a significant number of transactions with related parties. Study on transfer pricing was done in 2013 and it was delivered to the Tax Administration in delivering the tax balance sheet for 2013. Results of the study were to enter taxable income for 2013, for which, the first time this year, the legal limit for submission is on 29 June 2014. The effect of transfer pricing has increased income tax liabilities of the Company and thereby diminish the realized net profit for RSD 2,884 thousand, compared to the originally reported results in approved financial statements for 2013. Given that the above changes are not materially significant, the Company decided that the same is recorded by adjusting the opening balance of 2014 (reduction of profit and an increase in liabilities for income taxes for RSD 2,884 thousand), which is disclosed in Note No.27.

Deferred tax

Deferred tax effects arise as a consequence of difference between basis for amortization calculation according to accounting and tax regulations. Also, this difference accrues on basis of existence of equipment with purchase value in the moment of purchase lower than average gross salary in RS, on basis of non-used tax loan for investments in real estate, plants and equipment and in other cases when there is time difference between tax liability arising and tax payment due date. Deferred tax liabilities are recognized for all chargeable temporary differences, while deferred tax resources are recognized in extent in which it is possible for chargeable profits to be available for usage of deducting temporary differences.

Deferred tax resources and liabilities are calculated at the tax rate whose use is expected in the period when the asset is realized or the liability settled. On 30.09.2014, deferred tax resources and liabilities are calculated at the rate of 15% (December 31, 2013: 15%).

Deferred income taxes are charged or credited in the income statement, except when it relates to items that are directly credited or charged to capital, and in this circumstance the deferred tax is also recognized within the capital.

Taxes and contributions independent of results

Taxes and contributions independent of results include real estate and other taxes and contributions in line with republic, tax and general regulations. These taxes and contributions are disclosed within other business expenditures.

3.9. Benefits for employees

Taxes and contributions for salaries and reimbursements

In line with regulations applicative in Republic of Serbia, the Company pays contributions to state funds which provide social security of employees. Such obligations include contributions for employees at cost of employer in amounts calculated at rates proscribed by relevant regulations. The company is, also obliged to suspend contributions from gross salaries of employees and pay that, in name of employees, to those funds. Contributions at cost of employer and contributions at cost of employees are booked as expenditures of related period.

Restructuring

Process of restructuring of the Company has started in 2004 and it has been finished in 2009.

Reserving for terminal wages and jubilee bonuses in line with IAS-19

Based on Art.66 of the Collective Bargaining Agreement (26/03/2012) the Company was obliged to pay to the employees:

- Terminal wage for retirement in amount of 4 average month salaries at the employer's in the very month before payment of terminal wage (Art.67), and
- Jubilee Award for total time spent in employment with the Employer in the amount of the average monthly salary without taxes and contributions paid by the employer for the month preceding the month in which the employee is entitled to jubilee award (Article 72) as follows:
 - 10 years – one average monthly salary;
 - 20 years – two average monthly salaries;
 - 30 years - three average monthly salaries;
 - 35 years for women and for men- four average monthly salaries.

Due to obligations under the Collective Agreement at the end of every business year the Company makes assessment of reserving for terminal wages and jubilee bonuses in line with IAS-19-Reimbursements for employees. Changes in reserves are given in Note 28.

3.10. Liabilities for loans and financial leasing

The Company has obligations per loans with payment linked with exchange rate of EUR. The loans are agreed with fix interest rates (Note 29).

Obligations per interests for long-term loans with due date in current and subsequent years are not disclosed in balance sheet, but in Note 29, there is list of interests in detail, per due dates.

The Company declared leased equipment in balance sheet at current value of minimal leasing instalments at the beginning of leasing period, according to the provisions of IAS 17- Leasing. Corresponding liabilities toward lessors are registered in balance sheet as liabilities per financial leasing.

Expenditures of interests per financial leasing are registered in balance sheet on corresponding expenditure invoices, after fulfilment of obligations on related basis. All future instalments of financial leasing will not be declared in balance sheet, but in the Note 30 it is disclosed amount of liabilities for interest per financial leasing.

3.11. Information on business segments

The Company performs business activity as single business segment, provision of airport services. Accordingly, information relating to sales income per products and services, geographical information on income from sales, represent disclosure at company level (Note 5).

3.12. Financial instruments and aims of financial risk management

Financial instruments represent financial resources and financial obligations independent of their duration.

Financial resources and obligations are registered in balance sheet of the Company, from the moment of contractual binding to instrument.

Financial resources are no more recognized from the moment when the Company loses control over contracted rights on those instruments, which occurs when beneficial interest on instrument is realized, expired, abandoned or assigned. Financial obligation is no more recognized when the Company fulfils its obligation or when contractual obligation is annulled or expired.

Due to market risks, affecting on changes on financial resources and obligations, management of the Company regularly and thoroughly follow movements, which can create risks, and take measures necessary for risk management.

Risks arising in operating with financial resources and obligations are:
-market risk, -credit risk, -liquidity risk, -cash flow risk.

In purpose of simpler recognition of risks that follow financial instruments and risk management, the Company has categorized financial instruments as follows:

A: Financial resources

1. Long-term financial investments, as follows:
 - Long-term time deposits
 - Participation in capital of the banks which are mostly in liquidation process and, in compliance with regulations and applied accounting standards correction of their value is performed in the entirety.
 - Share in capital of foreign legal persons, for which correction of the value was carried out in line with the contract
 - Long-term housing loans given to employees are disclosed at fair value by discounting with application of market interest rate.
2. Receivables, disclosed in nominal value-decreased by the correction of value, which is carried out based on estimation of possibility to recover them, as follows:
 - Receivables from buyers
 - Short-term financial investments
 - Other receivables (no claims for overpaid tax).
3. Cash and cash equivalents (cash on current accounts and cash account)

B: Financial obligations

- Long-term loans
- Financial leasing
- Other long-term liabilities
- Part of long-term loans with due date in next year (current maturities)
- Part of long-term leasing with due date in next year (current maturities)
- Part of other long-term liabilities with due date in next year (current maturities)
- Short term liabilities (without received advancements, liabilities for gross salaries, liabilities for VAT and income tax.)

Within these categories there are categories defined in details, where monitoring of movements is organized and necessary actions are taken in order to avoid or diminish risks. Summaries of financial instruments, per structure and risks related to management thereof, are given in the Note 37, concurrently for the current and the previous year.

1. SUMMARY OF IMPORTANT ACCOUNTING EVALUATIONS

4.1. Amortisation and amortisation rate

Revision of useful duration is made at the end of business year and correction of amortisation rate is based on that estimation. Considering that this correction does not represent change of accounting policy, there is no backward correction.

4.2. Correction of values of uncollectible receivables

Value correction is booked at cost of income statement for all receivables and investments not collected within period of 60 days after due date and assessed by management as uncollectible. The Company carried out value correction, charging result of the current period, of individual uncollected receivables from domestic and foreign buyers, goods, services and interests, which were older than 60 days on 30/09/2014 and which were estimated as uncollectible by Management, in total amount of RSD 1,367,660 thousand (RSD 1,363,928 thousand for services and RSD 3,732 thousand for default interest). The Summary of receivables older than 60 days is given in Notes 20 and 37 (within the explanation of credit risk).

Collecting of previously corrected receivables is booked in favour of incomes. During the analysed period corrected receivables for goods, services and default interests from previous years are collected in the amount RSD 32,427 thousand (for services RSD 32,144 thousand and for interest RSD 240 thousand) and recorded as revenues of the current period. Uncollected receivables are written off according to court decision, pursuant to settlement agreement between contractual parties or according to decision of the relevant body of the Company. The list of changes in correction of value is given in Note No. 22a.

4.3 Litigations

During measurement and recognition of reserving and establishing level of exposure to potential obligation referring to current litigation the management of the Company makes certain assessments. The assessments are necessary for establishment of possibility of negative outcome and determination of amount necessary for payment against final court decision (verdict, court settlement and similar). Due to uncertainty of assessment procedure, real expenses may differ from expenses determined during assessment. Due to that fact the assessments are corrected when the Company reached new information, mainly with support of internal professional sectors or external advisers. On 30/09/2014 the company made new reserving in the amount of RSD 6,000 thousand. In I-IX 2014 reserving were cancelled in the amount of RSD 622 thousand and payment of reserved funds in the amount of RSD 16,178 thousand, so that new balance of reserved funds for litigations is RSD 51,136 thousand. The list of reserving changes for litigations in the current year compared with the previous year is presented in Note 28.

4.4. Fair value

Fair value of financial instruments without active trade is determined by application of appropriate estimation methods. Management of the Company makes assessment of risks and in cases when it is estimated that property value from business books will not be realised, it makes correction of value.

4.5 Reconciliation of receivables and indebtedness

The Company makes reconciliation of its receivables and obligation annually, with balance on 31/10 of the current year, or several times during the year for certain clients, if there is a need.

5. BUSINESS REVENUES - ADP 202	I-IX 2014	I-IX 2013
	u thousand RSD	u thousand RSD
<i>Revenues from sale of goods and ser. in domestic market</i>		
Revenues from sale of goods in domestic market	2,900	2,165
Passenger service	765,265	548,138
Security fee	284,815	167,643
Landing	118,508	61,108
Aircraft handling *	128,165	75,451
Infrastructure	70,296	40,378
Air-bridges	0	23
Lighting	35,176	19,762
Aircraft abode tax	4,351	1,991
Aircraft de-icing services	11,011	624
Commercial usage of apron *	44,232	55,003
Usage of the CUTE system	4,487	24,803
Service on special request *	16,883	7,451
Renting of advertisement space	18,670	28,495
Public services	98,461	101,047
Cargo-custom services	81,121	71,251
DCS services*	0	45
Lost and found services *	0	0
Income from the use of parking	20,250	20,250
Other services *	22,446	18,347
	1,727,037	1,243,975
<i>Revenues from sale of goods and ser. in foreign market</i>		
Revenues from sale of goods-kerosene (re-export) *	554,586	472,674
Passenger service	1,245,188	1,086,356
Security fee	281,656	251,076
Landing	490,683	383,619
Aircraft handling *	591,249	457,174
Infrastructure	326,850	237,842
Air-bridges	138,013	87,806
Lighting	51,810	37,270
Aircraft abode tax	23,653	16,619
Aircraft de-icing services	12,580	38,014
Commercial usage of apron *	71,701	63,989
Usage of the CUTE system	22,681	19,913
Service on special request *	19	0
Renting of advertisement space	2,089	1,863
Public services	22,369	22,404
Cargo-custom services	34,581	33,985
DCS services*	26,476	24,112
Lost and found services *	15,526	13,325
Other services *	34,949	31,812
	3,946,659	3,279,853
Total sale revenues	5,673,696	4,523,828

*revenues from services of Ground Handling Department

Revenues earned by the foreign companies registered in the Republic of Serbia as a "branch" are shown in Note 5 as income from sales of goods and services in foreign markets.

5. BUSINESS REVENUES - ASP 202 (continued)		
a) Revenues from sale of goods and serv. per g. regions	I-IX 2014	I-IX 2013
	u 000 din.	u 000 din.
Serbia	1,448,654	989,055
Germany (Lufthansa+Germanwings+Eurojet and European)	501,678	529,561*
Montenegro (Montenegro+other M buyers)	491,499	429,681*
Austria (Austrian Airlines + Branch AA+Niki)	486,560	235,005
Switzerland	280,009	248,516
Russia	246,430	187,828
Turkey (Turkish+Pegasus+Mondial)	532,223	489,015
France	522	22,346
Italy (Alitalia+Air one)	122,439	110,642
Abu Dhabi (Branch Etihad Air+Etihad Air)	88,901	26,302
Hungary (Wizz air+Cityline)	463,239	356,233*
Romania	21,828	25,907
Tunisia	44,343	43,575
England (Easyjet)	118,376	21,989
Norway	52,924	64,327
Poland (Polskie linie)	53,619	31,835
Dubai	174,268	189,096
Qatar	44,388	32,876
Slovenia (Adria Airways+Solin air)	16,938	44,853*
Other	484,858	445,186
	5,673,696	4,523,828
b) Revenues from sales of goods and services per	I-IX 2014	I-IX 2013
	u 000 din.	u 000 din.
Air Serbia-Serbia	1,334,087	853,077
Deutsche Lufthansa-Germany	428,521	458,445
Montenegro Airlines-Montenegro	488,947	428,766
Austrian Airlines Branch-Austria	206,551	229,338
Swis Air- Switzerland	280,009	248,516
Turkish Airlines-Turkey	356,676	285,652
Aeroflot-Russia	246,430	187,828
Adria Airways-Slovenia	3,366	25,548
Alitalia-Italy	122,439	110,642
Air France-France	522	22,346
Germanwings-Germany	40,647	41,431
Norwegian-Norway	52,924	64,327
Easyjet-England	118,376	0
Wizz Air+branch (Hungary)	460,654	356,187
Tarom-Romania	21,828	25,907
Pegasus-Turkey	73,809	131,755
Tunis Air-Tunisia	44,343	43,575
Fly Dubai-Dubai	174,268	189,096
Iran Air-Iran	142,872	0
Qatar Airways-Qatar	44,388	32,875
Etihad Airways PJSC+branch-Abu Dhabi	88,901	26,358
NIS AD-Serbia	26,823	40,228
JAT Tehnika-Serbia	34,743	23,214
Parking servis-Serbia	21,391	21,233
Alma Quatro*Air Media -Serbia	10,976	13,221
Dufry doo Beograd	20,635	38,082
Mondial Bodrum-for consulting services	34,581	33,985
Other domestic customers	278,382	254,920
Other foreign customers	515,607	337,276
	5,673,696	4,523,828

5 a. OTHER BUSINESS REVENUES - ADP 206	I-IX 2014	I-IX 2013
	in thousand RSD	in thousand RSD
Revenues from prevention from insurance companies	0	0
Revenues from lease to domestic legal persons	533,117	415,385
Revenues from lease to foreign legal persons	6,001	10,755
	539,118	426,140

5a. OTHER BUSINESS REVENUES - ADP 206 -continued		
Rental income per customer	I-IX 2014	I-IX 2013
	in thousand RSD	in thousand RSD
Dufry doo Beograd	439,822	329,319
Air Serbia Ground Service	6,423	6,577
Aviogenex	5,530	5,353
Air Serbia ad	4,462	4,319
Other domestic customer	76,880	73,998
Foreign customers	6,001	6,574
	539,118	426,140

6. PURCHASE VALUE OF SOLD GOODS - ADP 208	I-IX 2014	I-IX 2013
	in thousand RSD	in thousand RSD
Purchase value of sold retail goods	475	487
Purchase value of sold kerosene - re-export	530,845	457,691
	531,320	458,178

The increase in costs of the cost of kerosene is solely the result of a significant increase in the volume of demand and increased amounts of kerosene jet fuel sold to airlines (Aerofuels and Iran Air) in the reporting period compared to the same period last year.

7. COSTS OF MATERIALS - ADP 209	I-IX 2014	I-IX 2013
	in thousand RSD	in thousand RSD
Costs of materials (basic materials, tools and fixtures, Industrial and occupational clothing and footwear)	82,974	56,834
Costs of other materials (spare parts and and office supplies)	68,357	40,915
Costs of fuel	67,661	64,987
Costs of heating oil	13,746	23,936
Costs of electric power	128,845	90,060
	361,583	276,732

The increase in costs of production material was due to the increased volume of the cost of basic materials, tools and inventory-fixed assets under gross salaries and expenses of official and working clothes and shoes. The increase in costs of overhead material is a result of the increased volume of the cost of spare parts and office supplies. The increase in costs of electricity in I-IX 2014 compared to the same period of the previous year is caused solely due to the growth of the realized average price of 1 kWh of electricity by about 42%.

8. COSTS OF SALARIES, REIMBURSEMENTS AND OTHER PERSONAL EARNINGS - ADP 210	I-IX 2014	I-IX 2013
	in thousand RSD	in thousand RSD
Gross salaries and salary reimbursements - employees	524,913	495,299
Gross salaries and salary reimbursements - management	23,242	23,604
Taxes and contributions at the cost of employer	98,107	92,882
Costs of reimbursement per service contract and royalties	104	1,528
Costs of reimburs. for youth organizations and other temp.	408,947	220,734
Costs of reimburs. for natural persons -cont.on add.work	395	580
Costs of reimbursements for members of BoD, SB and SA	6,296	7,148
Transport of employees	27,676	29,345
Costs of business trips	4,587	6,495
Terminal wages and jubilee bonuses	667	2,462
Other personal expenditures	4,367	3,108
	1,099,301	883,185

Average balance of full-time employees in I-IX 2014 was 479 (in the same period last year 465 employees), average engagement through youth organizations in I-IX 2014 was 429, (in the same period last year 346), average engagement under the contract for temporary and occasional jobs in the period I-IX 2014 was 187 (in the same period last year there was no engagement on that basis).

9. COSTS OF AMORTIZATION AND RESERVING - ADP 211	I-IX 2014	I-IX 2013
	in thousand RSD	in thousand RSD
Costs of amortization	556,632	538,138
Costs of reserving for reimbursements and other benefits	-	-
Costs of reserving for litigations	6,000	11,600
	562,632	549,738

10. OTHER BUSINESS EXPENDITURES - ADP 212	I-IX 2014	I-IX 2013
	in thousand RSD	in thousand RSD
Costs of services of OZB Komerc	521,266	831,667
Costs of forwarding, transport, PTT and services of IS for passenger and baggage check-in	41,907	61,145
Costs of maintenance services	113,786	89,738
Costs of leasing	28,099	21,506
Costs of advertising and promotion	16,298	31,023
Costs of research	-	-
Costs of water, drainage and public services	21,206	25,275
Costs of other production services	38,685	32,562
Costs of occupational health JAT / Air Serbia	7,932	9,348
Costs of facility cleaning services	40,832	40,601
Costs of other non-production services	48,502	42,342
Costs of representation	2,206	4,186
Costs of insurance	17,180	22,470
Costs of payment system	4,464	4,232
Membership fees	4,320	2,866
Property tax and other reimbursements	55,551	56,378
Other intangible costs	11,877	11,308
	974,111	1,286,647

In the period I-IX 2014 on provision of services by OZB Commerce Ltd. Belgrade were engaged an average of 630 employees (in the period I-IX 2013 were engaged in an average 775 employees).

11. FINANCIAL REVENUES - ADP 215	I-IX 2014	I-IX 2013
	in RSD thousand	in RSD thousand
Revenues from interest	73,074	54,698
Revenues from realised exchange rate differences	99,308	58,031
Revenues from non-realised exchange rate differences	8,002	2,090
Revenues from effects of contracted currency clause-realised	93	891
Reven. from effects of contracted currency clause-non-realised	7,746	1,573
	188,223	117,283

12. FINANCIAL EXPENDITURES - ADP 216	I-IX 2014	I-IX 2013
	in RSD thousand	in RSD thousand
Expenditures from interest	40,116	41,992
Negative exchange rate differences-realised	21,349	56,673
Negative exchange rate differences - non-realised	37,851	9,350
Expend. from effects of contracted curr. clause-non-realised	481	328
Expend. from effects of contracted curr. clause-non-realised	-	532
	99,797	108,875

13. OTHER REVENUES - ADP 217	I-IX 2014	I-IX 2013
	in 000 RSD	in 000 RSD
Revenues from sale of equipment and material	1,494	1,207
Revenues from charged, corrected receivables from buyers	32,428	10,193
Revenues from charged, corr.receivev.from Gold bank in bankru	-	1,335
Revenues from cancell.of reserving for litigations and emp.ber	623	5,059
Revenues from indemnity from legal and natural persons	9,283	3,448
Revenues from charged litigation costs	2,125	-
Revenues from previous years	430	-
Positive effects of announced revaluation	2	-
Revenues from charged corr.receivables for housing loans	181	2,327
Revenues from cancel.of I.V.hous.loan due to transfer to v.corr.	828	-
Other unmentioned revenues	8	308
	47,402	23,877

14. OTHER EXPENDITURES - ADP 218	I-IX 2014	I-IX 2013
	in RSD thousand	in RSD thousand
Loss from sale of equipment	413	323
Expenditures from direct write-off of receivables	-	45
Expenses for humanitarian, religious and scientific purposes	24,825	15,238
Other non-mentioned expenditures	20,629	6,454
Cancel. of receivable for hous. loans due to transfer to v.corr.	1,538	-
Costs from value corr.of receivables for services and interest	1,367,660	1,106,793
	1,415,065	1,128,853

Management in the period I-IX 2014, after the evaluation of collectability of receivables, made the decision to correct the accounts receivables for goods, services and default interest in the amount of 1,367,660 thousand (1,363,928 for services and 3,732 penalty interest) where the major part value correction in the amount of 1,262,261 thousand (1,261,558 service and 703 penalty interest), refers to the airline company Air Serbia ad Belgrade, than 68,558 thousand to JAT Tehnika, 28,600 thousand (28,289 for services and 311 for default interest) to AVIOGENEX and 8,242 thousand (5,524 services and 2,718 penalty interest) to other customers. (For the period I-IX of 2013 was corrected 1,106,793 thousand, of which the value correction for former Jat Airways refers to 1,106,037 thousand).

15. PROFIT TAX - ADP 225, 226 and 227				
a) Components of profit tax				
			I-IX 2014	I-IX 2013
			in 000 RSD	in 000 RSD
Period tax expenditure ADP 225			150,880	50,177
Deferred period tax expenditure ADP 226				-
Deferred period tax revenue ADP 227			6,648	9,201
			144,232	40,976
b) Reconciliation of profit tax and product of result from operation before tax and prescribed tax rate				
			I-IX 2014	I-IX 2013
			in 000 RSD	in 000 RSD
Profit before tax			1,404,630	398,920
Profit tax calculated at rate of 15% for 2013 and 2014			210,694	59,838
Tax effect of expenditures not acknowledged in tax balance			14,500	15,053
Tax credit for investment in fixed assets of the current period			-	(24,714)
Tax credit for investment in fixed assets of the previous years			(74,314)	-
Other			-	-
Period tax expenditure ADP 225			150,880	50,177
c) Realized, non-utilized and non-recognized tax credit (TC)				
				in thousand RSD
	Year of expiry	Amount of transfer.	Utilized	Outstanding
Year of origination of tax credit		2013	2014	30.06.2014
2004	2014	121,717	74,314	47,403
2005	2015	106,634	-	106,634
2006	2016	159,464	-	159,464
2007	2017	33,154	-	33,154
2008	2018	57,663	-	57,663
2012	2022	156,179	-	156,179
2013	2023	188,815	-	188,815
2014		-	-	-
Balance of tax credit (TC)		823,626	74,314	749,312
16. PROFIT PER SHARE - ADP 233				
			I-IX 2014	I-IX 2013
			in 000 RSD	in 000 RSD
Net profit for owners in RSD thousand			1,260,398	357,944
Aver. weighted number of shares			34,289,350	34,289,350
Basic profit per share in RSD			36.76	10.44

Napomene uz finansijske izveštaje na dan 30.09.2014.

AD Aerodrom Nikola Tesla Beograd

17. PROPERTIES, PLANTS, EQUIPMENT AND INTANGIBLE PROPERTY -ADP 004,006,007,008										in thousand RSD	
DESCRIPTION	Land	Constructing facilities	Equipment	Current investm. and advancement	Total ADP 006	Investment property ADP 007	Livestock unit ADP 008	Intangible investments ADP 004			
Purchase value											
Initial balance 01/01/2014	9,034,813	10,403,525	3,416,780	1,252,526	24,107,644	20,964	266	37,235			
Correction of initial balance based on assess:	-	-	-	-	-	-	-	-			
Balance after correction 01/01/2014	9,034,813	10,403,525	3,416,780	1,252,526	24,107,644	20,964	266	37,235			
Purchase during the year	-	-	-	740,377	740,377	-	-	27,633			
Transfer from current investments	-	-	233,989	(233,988)	1	-	-	(12,731)			
Alienation, disbursement and sale	-	(316)	(7,029)	-	(7,345)	-	-	-			
Other- advances	-	-	-	3,705	3,705	-	-	-			
Final balance 30/09/2014	9,034,813	10,403,209	3,643,740	1,762,620	24,844,382	20,964	266	52,137			
Value correction											
Initial balance 01/01/2014	-	1,559,862	1,151,327	12,691	2,723,880	-	-	27,957			
Correction of initial balance based on assess:	-	-	-	-	-	-	-	-			
Balance after correction 01/01/2014	-	1,559,862	1,151,327	12,691	2,723,880	-	-	27,957			
Amortization in current year	-	292,318	260,890	-	553,208	-	-	3,424			
Alienation, disbursement and sale	-	(194)	(6,676)	-	(6,870)	-	-	-			
Other	-	-	-	-	-	-	-	-			
Final balance 30/09/2014	-	1,851,986	1,405,541	12,691	3,270,218	-	-	31,381			
Net current value 30/09/2014	9,034,813	8,551,223	2,238,199	1,749,929	21,574,164	20,964	266	20,756			
Net current value 31/12/2013	9,034,813	8,843,663	2,265,453	1,239,835	21,383,764	20,964	266	9,278			

Investments in progress and advances on 30.09.2014 in amount of RSD 1,749,929 thousand, mainly relate to ongoing investments in amount of RSD 1,726,213 thousand as follows: reconstruction and expansion of finger halls A and C (Phase 1 and Phase 2) in the amount of RSD 901,401 thousand, reconstruction of apron C in the amount of RSD 318,467 thousand, rehabilitation taxiway A in the amount of RSD 96,488 thousand and taxiway E in the amount of 108,054 thousand, construction of transformer station T1 in the amount of 84,911 thousand, renovation and construction of the system room with technical block in the amount of 46,919 thousand, the construction of new route of heating pipeline 43,527 thousand, construction of reservoirs for water supply of sprinkler installation in the amount of 18,113 thousand for fire and smoke curtains 21,929 thousand, information system 35,412 thousand and other investments in the amount of 50,992 thousand, as well as advance payments for property, plant and equipment amounting to RSD 23,716 thousand.

18. PARTICIPATION IN CAPITAL - ADP 010	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
<i>Participation in capital of banks in bankruptcy</i>		
Privredna banka ad Beograd	392	392
<i>Minus: Val.corr.participation in capital banks in bankruptcy</i>	(392)	(392)
	-	-
<i>Participation in capital of banks in liquidation</i>		
Union banka AD Beograd- in liquidation	667	667
Beogradska banka AD Beograd- in liquidation	18,988	18,988
Beobanka AD Beograd- in liquidation	38	38
	19,693	19,693
Minus: Val.corr.participation in capital of banks in liquidation	(19,693)	(19,693)
	-	-
<i>Participation in capital of foreign legal entities</i>		
Mondijal-Bodrum -Turkey	358,598	358,598
Societe International de Telecom. Aeronautiques Swisse (SITA)	3	3
Minus: Val.corr.participation in capital of Modijal Bodrum-Turkey	(358,598)	(358,598)
	3	3
	3	3

Because of the bankruptcy proceedings against the Commercial Bank ad Belgrade, the Company has estimated that on 31.12.2013, there has been impairment of securities - Equity investments Commerce Bank Belgrade, which has made the elimination of accumulated unrealized losses on these securities available for sale in the income statement in 2013.

18.a. OTHER LONG-TERM FINANS.INVEST-ADP 011	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Telecommunications Aeronautiques Swisse (SITA)	5,614	4,985
Long-term time deposits	-	-
Long-term loans given to employees	336,191	337,550
Receivables from sold social flats	1,250	1,321
Receivables for repurchase of solidarity flats	3,155	3,475
	346,210	347,331
Current maturities of long-term investments in Societe International de Telecommunications Aeronautiques Swisse (SITA)	(498)	(442)
Current maturities of long-term time deposits	-	-
Current maturities of long-term loans given to employees	(9,946)	(17,851)
Balancing of long-term loans given to employees to fair values	(168,509)	(169,327)
	167,257	159,711

Long term loans to employees are stated as on 30.09.2014 in the amount of RSD 340,596 thousand (including current maturities amounting to 9,946 thousand and the effects of fair value in the amount of RSD 168,509 thousand) relate to loans granted to employees for meeting the housing needs for the period of 20-40 years.

19. STOCKS AND GIVEN LOANS - ADP 013	30.09.2014	31.12.2013
	thousand RSD	thousand RSD
Basic materials	103,506	90,011
Spare parts	14,933	5,898
Tools and small inventory	8,989	2,586
Goods in warehouse -kerosene	18,094	33,639
Goods in retail trade	120	43
Given advancements	102,131	8,470
Correction of values of stock materials and spare parts	(62)	(62)
	247,711	140,585

20. RECEIVABLES, ADP 016	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Receivables from buyers in the country	6,275,709	4,714,148
Receivables from buyers abroad	580,465	423,705
Receivables from buyer in the country for default interest	39,791	36,718
Receivables from banks for time and a vista funds	2,821	6,758
Receivables from employees	1,723	1,836
Other receivables	4,641	6,301
Total gross receivables	6,905,150	5,189,466
Value corr. of receivables from buyers in the country from prev. years	(4,224,359)	(2,343,699)
Value correction of receivables from buyers in the country current period	(1,362,698)	(1,911,915)
Value corr. of receivables from foreign buyers from previous years	(14,653)	(9,171)
Exchange rate differences for value corr. foreign buyers prev. years		29
Value corr. of receiv. from foreign buyers from current period	(1,231)	(5,703)
Value corr. of receivables from buyers for default interests prev.years	(34,926)	(18,496)
Value corr. of receivables from buyers for default interests current per	(3,732)	(16,670)
Correction of values of other receivables	(2,453)	(2,427)
Total correction of values- impairment	(5,644,052)	(4,308,052)
Net receivables (receivables corrected by correction of value)	1,261,098	881,414

Receivables as of 30/09/2014 in the amount of RSD 6,905,150 thousand include receivables from domestic and foreign customers for goods, services, default interest and other receivables, of which the largest amount relates to receivables from the company Air Serbia ad Belgrade; receivables for services and default interest in the amount of RSD 5,811,964 thousand.

Balanace of the total correction of values of receivables as of 30/09/2014 in the amount of RSD 5,644,052 thousand relates to:

- o Correction of value from previous years in the amount of RSD 4,276,391 thousand, of which 4,042,427 thousand refer to Air Serbia ad Belgrade,
- o Correction of value from the current year in the amount of RSD 1,367,660 thousand, of which RSD 1,262,261 thousand, refers to Air Serbia ad Belgrade.

21. SHORT-TERM FINANCIAL INVESTMENTS ADP 018	30.09.2014	31.12.2013
	thousand RSD	thousand RSD
Short-term loans given to employees	24,452	37,200
Short-term time deposits	93,620	483,005
Current maturities of long-term time deposits	-	-
Current maturities of long-term loans given to employees	9,946	17,851
Current Maturities of long-term investment in SITA Swisse (SITA)	498	442
Total short-term investments - gross	128,516	538,498
Balancing of loans given to employees to fair values	(135)	(326)
Net short term invest (corrected for value correction)	128,381	538,172

<i>Display of short-term time deposits from banks</i>	30.09.2014	31.12.2013
	thousand RSD	thousand RSD
Hypo Alpe Adria banka a.d, Belgrade	93,620	133,005
UniCreditbank a.d., Beograd	-	150,000
Piraeus banka a.d. Beograd	-	200,000
	93,620	483,005

Short-term deposits as of 30.09.2014 shown in the amount of RSD 93,620 thousand, relate to foreign currency deposits with the interest rate of 2.96% for the period of term up to six months.

22. CASH AND CASH EQUIVALENTS - ADP 019	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Current account - RSD	298,260	33,288
Current account - foreign currency	1,877,408	859,667
Treasury	9	218
Other funds	2,504	3,605
Total cash - balance	2,178,181	896,778

In October 2014 is performed depositing of foreign currency deposits as follows: 13,500,000.00 Eur to six months (at Commercial Bank 3,000,000.00 with interest rate of 2%, Piraeus Bank 3,000,000.00 with interest rate of 2%, Aik bank 2,500,000.00 with interest rate of 2.10% and Hypo Alpe Adria Bank 5,000,000.00 with interest rate of 2.75%) and 2,500,000.00 USD to six months in Hypo Alpe Adria Bank with interest rates of 2.9%.

22a CHANGES ON VALUE CORRECTION until 30.09.2014		RSD thousand				
	Cash and cash equivalents (Note 22)	Long-term financial investments (Note 18)	Stock materials and spare parts (Note 19)	Receivables from buyers (Note 20)	Short-term financial investments (Note 21)	Total
Initial balance 01/01/2013	58,012	177,079	100	2,393,116	539	2,628,846
Correction at cost of current period	-	-	-	1,934,288	-	1,934,288
Devaluation of long-term financial investments and securities	-	-	-	-	-	-
Charged, corrected receivables	(1,335)	(2,245)	-	(18,221)	(362)	(22,163)
Value reconciliation	-	(2,195)	-	-	161	(2,034)
Writ-off	(56,643)	(3,312)	-	(978)	(12)	(60,945)
Exchange rate differences	(34)	-	-	29	-	(5)
Other	-	-	(38)	(182)	-	(220)
Final balance 31/12/2013	-	169,327	62	4,308,052	326	4,477,767
Correction at cost of current period	-	-	-	1,367,660	-	1,367,660
Devaluation of long-term financial investments and securities	-	-	-	-	-	-
Charged, corrected receivables	-	(2)	-	(32,427)	(190)	(32,619)
Value reconciliation	-	-	-	-	-	-
Writ-off	-	-	-	-	-	-
Exchange rate differences	-	-	-	742	-	742
Other	-	(816)	-	25	(1)	(792)
Final balance 30/09/2014	-	168,509	62	5,644,052	135	5,812,758

23. VAT AND PREPAYMENTS AND ACCRUED INCOME ADP 020	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Deferred VAT + overpaid VAT	940	22,149
Costs of insurance paid in advance	8,935	12,622
Other costs paid in advance referring to future period	8,564	11,503
Accrued income relating to the current period	0	5,243
Accrued expensed	1,544	2,456
	19,983	53,973

24. SHARE CAPITAL - ADP 102			
<i>Share capital 01/25/2011</i>	Value in RSD thousand	Number of shares	% of participation
Republic of Serbia	17,107,193	28,511,988	83.15%
Employee and ex-employee of the Company	574,004	956,673	2.79%
Citizens of Republic of Serbia	2,892,413	4,820,689	14.06%
	20,573,610	34,289,350	100.00%
<i>Share capital 31/12/2013</i>	Value in RSD thousand	Number of shares	% of participation
Republic of Serbia	17,089,007	28,481,679	83.06%
Domestic natural persons	2,177,793	3,629,655	10.59%
Domestic legal entities	132,967	221,612	0.65%
Foreign natural persons	8,789	14,648	0.04%
Foreign legal entities	513,208	855,346	2.49%
Custody entities	651,846	1,086,410	3.17%
	20,573,610	34,289,350	100.00%
<i>Share capital 30.09.2014</i>	Value in RSD thousand	Number of shares	% of participation
Republic of Serbia	17,106,315	28,510,525	83.15%
Domestic and foreign natural persons	2,089,548	3,482,580	10.16%
Domestic and foreign legal entities	688,009	1,146,682	3.34%
Custody entities	689,738	1,149,563	3.35%
	20,573,610	34,289,350	100.00%

25. RESERVES ADP 104	30.09.2014	31.12.2013
	thousand RSD	thousand RSD
Legal reserves	0	0
Statutory reserves	1,534,430	1,529,339
	1,534,430	1,529,339

26. NON-REALISED LOSSES FROM SECURITIES ADP 107	30.09.2014	31.12.2013
	in 000 RSD	in 000 RSD
Initial balance on 01/01	0	291
Increase due to decrease of fair value (shares in PBB)	0	0
Decrease due to increase of fair value	0	-291
	-	-

27. NON-DISTRIBUTED PROFIT - ADP 108	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Initial balance on 01.01.	16,205	727,657
<i>Initial balance correction</i>	<i>(2,884)</i>	<i>0</i>
Corrected initial balance on 01.01.	13,321	727,657
Part of the profit distrib.to the Establisher (dividend), under Decision of the Shreholders Assembly on profit distribution for 2013(Decision No. 21-14/1 of 30.06.2014.)	(6,836)	(363,997)
Part of the profit distrib.to OTHER SHAREHOLDERS (dividend), Decision of Sharehold.Assembly on profit distribution for 2012(Decision No. 21-13/1 of 27.06.2013)	(1,394)	(74,221)
Part of the profit distribution reserves of the Company, Decision of the Shareholders assembly on profit distribution for 2013 (Decision No. 21-14/1 of 30.06.2014)	(5,091)	(231,551)
Part of the profit distributed for particip. Of employees, under Decision of Shareholders Assembly on profit distribution for 2013 (Decision No. 21-14/1 of	-	(57,888)
Profit from current operations	1,260,398	16,205
Total profit balance at eh end of analized period	1,260,398	16,205

28. LONG-TERM RESERVES ADP 112				30.09.2014	31.12.2013
				in 000 RSD.	in 000 RSD.
Reserves for reimbursement for employees				46,180	48,501
Reserves for jubilee bonuses				62,471	66,217
Reserves for litigations				51,135	61,936
				159,786	176,654
					in 000 RSD.
Changes on reserves	Terminal wages	Jubilee bonuses	Litigations	Total	
Balance on 01/01/2013	39,167	55,842	116,699	211,708	
Reserves during the year	10,660	15,544	2,080	28,284	
Cancellation during the year			(47,502)	-47,502	
Pay off during the year	(1,326)	(5,169)	(9,341)	(15,836)	
Balance on 31/12/2013	48,501	66,217	61,936	176,654	
Balance on 01/01/2014	48,501	66,217	61,936	176,654	
Reserves during the current year	0		6,000	6,000	
Cancellation during the year	-	(1)	(623)	(624)	
Pay off during the year	(2,321)	(3,745)	(16,178)	(22,244)	
Balance on 30/09/2014	46,180	62,471	51,135	159,786	

29. LONG-TERM LOANS ADP 114				30.09.2014	31.12.2013
				in 000 RSD.	in 000 RSD.
In the country				0	0
Abroad				1,010,452	1,033,947
Current maturities				(37,613)	(95,559)
				972,839	938,388

	Principal		Non-booked interests	
	30.09.2014	31.12.2013	30.09.2014	31.12.2013
<i>Receivables from long-term loans</i>	in 000 RSD.	in 000 RSD.	in 000 RSD.	in 000 RSD.
up to one year	37,613	95,559	17,259	44,969
from one year up to two years	99,067	95,559	42,152	40,659
from two years up to three	99,067	95,559	37,683	36,349
from three years up to four	99,067	95,559	33,215	32,038
from four years up to five	99,067	95,559	28,746	27,728
from five years up to ten years	472,264	455,539	71,168	68,647
over ten years	104,307	100,613	11,138	10,744
	1,010,452	1,033,947	241,361	261,134

	Annual interest rate	Maturity date	Outstanding amount on 30.09.2014 (EUR)	30.09.2014	31.12.2013 in thousand RSD
a) Long-term loans in the country					
Piraeus banka a.d. Beograd	4.50%	26.05.2013.g.	0	0	0
b) Long-term loans abroad					
European Investment Bank	4,07-5,16%	2025.g.	8,476,411	1,010,452	1,033,947
Total long-term loans (a+b)			8,476,411	1,010,452	1,033,947
Current maturities of long-term loans:					
a) in the country					
			0	-	-
b) abroad					
				(37,613)	(95,559)
Total curr.receiv.of long-term loans (a+b):				(37,613)	(95,559)
				972,839	938,388

Long-term borrowings are stated as at 30.09.2014 in the amount of RSD 1,010,452 thousand (€ 8,476,411), refer to the remaining obligations under the Agreement on funding the Emergency Road Repair concluded 13.12.2001 between the EIB and the Republic of Serbia. By the aforementioned agreement, the Company was granted a loan in the amount of 13,000,000 euros for investment and renovation of airport infrastructure. The loan was granted with repayment period up to 2025, with an interest rate of 5.16% for the first tranche of 3,000,000.00 Euros, 4.85% for the second tranche of EUR 3,000,000.00 and 4.07% for the third tranche of 7,000,000.00 euros. Repayment of the first tranche of the loan shall be made in 31 equal semi-annual installments starting from 05.12.2007, the second tranche is repayable in 30 equal semi-annual installments starting from 20.02.2009 and the third installment began to be repaid from 20.06.2010 in 32 equal semi-annual installments.

30. OTHER LONG-T.LIABIL - ADP 115	30.09.2014	31.12.2013
	thous. RSD	thous. RSD
Liabilities from financial leasing	0	29,809
	-	-
	0	29,809
Curr.maturities of other long-term liabilities	-	(29,809)
	-	-

<i>Liabilities from financial leasing</i>	Sum of minimal leasing installments		Current value of minimal leasing installments	
	30.09.2014	31.12.2013	30.09.2014	31.12.2013
<i>Due on</i>	in 000 RSD.	in 000 RSD.	in 000 RSD.	in 000 RSD.
up to one year		30,056	0	29,809
from one to three years	-	-	-	-
	0	30,056	0	29,809
Future costs of financing - interest	-	(247)		
Current value of min. leasing installments	0	29,809	0	29,809
Current maturities of financial leasing				(29,809)
			0	0

Liabilities from financial leasing are fully settled, so that on 30.09.2014 they amount to RSD. 0.00 and are related to procurement of special airport equipment.

31. SHORT-TERM FINANCIAL LIABILITIES - ADP 117	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
<i>Current maturity</i>		
Long-term loans	37,613	95,559
Other long-term liabilities	-	29,809
	37,613	125,368

32. BUSINESS LIABILITIES - ADP 119	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Received advance payments	53,477	36,769
Suppliers in country	194,429	152,855
Suppliers abroad	67,790	127,078
Other operating liabilities	13,823	2,835
	329,519	319,537

33. OTHER BUSINESS LIABILITIES - ADP 120	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Liabilities for salaries	43,396	239
Liabilities for interests		-
Liabilities for dividend-net	1,394	
Liabilities for participation in profit-net	3	3
Other short-term liabilities	11,775	2,398
	56,568	2,640

34. LIABILITIES FOR VAT, OTHER PUBL. EXPENDITURES AND ACCRUED COSTS AND DEFERRED REVENUES ADP 121	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Liabilities for VAT	55,369	6,691
Liabilities for customs and other duties	1,133	860
Calculated costs	176,043	37,743
Calculated revenues of future periods	13,002	14,920
Other accrued costs and deferred revenues	-	941
Taxes, contributions and other duties	7,127	805
	252,674	61,960

Accrued expenditures in the amount of RSD 176,043 thousand related to accrued expenditures for services performed and not invoiced by suppliers during the first IX months of 2014. Invoices for above services received after the balance date (X 2014) will be recorded through accounts payables.

35. OFF-BALANCE REGISTER ADP 125	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Blank promissory notes received -nos	1,420	1,313
Given promissory notes local-nos	73	182
Received guarantees in RSD	243,047	199,056
Received guarantees-foreign currency	253,884	362,592
Given guarantees- RSD	4,500	4,500
Given guarantees- foreign currency	0	0
Solidarity funds from employee salaries	617	612
Total off-balance assets and liabilities	502,049	566,762

36. DEFERRED TAX LIABILITIES-ADP 123	30.09.2014	31.12.2013
	in 000 RSD	
Current accounting value of fixed property on balance date	10,829,238	11,139,624
Current value of fixed property for taxing purposes on balance date	7,967,048	8,233,112
Difference between accounting and tax current value of fixed property	2,862,190	2,906,512
PERMANENT DIFFERENCE - for equipment below average gross value on balance date	759	759
Temporary difference on balance date	2,861,431	2,905,753
Deferred tax liability on balance date (15% of temporary differences)	429,215	435,863
Deferred tax liability (15% of security)	0	-0
Balance of the account 498000 before booking	435,863	439,429
Difference for accounting on deferrered tax liabilities	-6,648	-3,566
Difference for the booking on deferred tax resources	0	0
Deferred tax liabilities, booked on result increase/decrease	-6,648	-3,566
Deferred tax resources based on estimation of utilization of tax loan-result increase	0	0
Deferred tax resources based on reserves for terminal wages-result increase	0	0
Deferred tax resources based on unpaid taxes	0	0
	6,648	3,566
Balance of deferred tax liabilities after set off with tax resources	429,215	435,863

Deferred tax liabilities relate to temporary differences between the bases on which property, plant and equipment and investment property are recognized in the income tax and the carrying amount of these assets in the financial statements of the Company (pursuant to the applicable income tax rate of 15% to the amount of determined difference)

37 FINANCIAL INSTRUMENTS AND AIMS OF FINANCIAL RISK MANAGEMENT	30.09.2014			31.12.2013		
	total	correction of value	net amount	total	correction of value	net amount
Categories of financial instruments						
Financial resources						
1 Long-term financial investments	714,452	(547,192)	167,260	707,724	(548,010)	159,714
-Long-term time deposits	5,116	-	5,116	4,543	-	4,543
-Participation in bank capital	20,085	(20,085)	0	20,085	(20,085)	0
-Participation in capital of foreign legal entities	358,601	(358,598)	3	358,601	(358,598)	3
-Long-term housing loans given to employees	330,650	(168,509)	162,141	324,495	(169,327)	155,168
2 Receivables disclosed at nominal value	7,033,666	(5,644,187)	1,389,479	5,727,964	(4,308,378)	1,419,586
-Receivables from buyers	6,856,174	(5,602,941)	1,253,233	5,137,853	(4,270,459)	867,394
-Short-term financial investments	128,516	(135)	128,381	538,498	(326)	538,172
-Other receivables	42,612	(38,658)	3,954	43,476	(35,166)	8,310
	6,364	(2,453)	3,911	8,137	(2,427)	5,710
3 Cash and cash equivalents	2,178,181	-	2,178,181	896,778	-	896,778
	9,926,299	(6,191,379)	3,734,920	7,332,466	(4,856,388)	2,476,078
Financial obligations						
1 -Long-term loans	972,839	0	972,839	938,388	0	938,388
2 -Financial leasing- long-term part	-	-	0	-	-	0
3 Other long-t.liab.for Direction for constr. Land	0	0	0	0	0	0
4 -Current maturities of long-t. loans	37,613	-	37,613	95,559	-	95,559
5 -Current maturities of long-t. financial leasing	0	0	0	29,809	0	29,809
6 -Current maturities of other long-t. liabilities	-	-	0	-	-	0
7 -Short-term liabilities	276,043	-	276,043	282,768	-	282,768
	1,286,495	-	1,286,495	1,346,524	-	1,346,524

Basic financial instruments of the Company are cash and cash equivalents, receivables, financial investments, arising directly from the Company's business operations, as well as long-term loans, the obligations towards suppliers or other liabilities primarily intended to finance current operations. In the normal course of business, the Company is exposed to financial risks (market risk, credit risk and liquidity risk)

Aims of financial risk management

I MARKET RISK

In analysis of market impact on financial instrument, the Company observes risk of exchange rate change (currency risk), interest rate change risk and risk of price change.

a) Currency risk (foreign currency risk)

The Company is exposed to foreign currency risk through cash and cash equivalents, receivables, liabilities from long-term loans, financial leasing liabilities and liabilities to foreign suppliers.

Accounting values of financial resources and obligations in RSD thousand, disclosed in foreign currency on date of reporting in the Company are the following:

					in 000 RSD	
	Total assets				Total liabilities	
	30.09.2014		31.12.2013		30.09.2014	31.12.2013
	gross	net	gross	net		
EUR	2,360,555	2,176,028	1,287,382	1,102,884	1,029,689	1,153,759
USD	417,660	417,660	351,849	351,849	48,553	37,075
CHF	309	309	296	296	0	0
GBP	8	8	9	9	0	0
RSD countervalue of assets and liabilities in currency - total	2,778,532	2,594,005	1,639,536	1,455,038	1,078,242	1,190,834
Value of assets and liabilities in RSD	7,147,767	1,140,915	5,692,930	1,021,040	208,253	155,690
Total	9,926,299	3,734,920	7,332,466	2,476,078	1,286,495	1,346,524

The analysis of the currency structure of financial assets and liabilities on 30.09.2014 compared to the balance on 31.12.2013 shows that the funds contracted with foreign currency exceeds the contracted financial obligations in foreign currencies. Financial liabilities contracted in currencies are generally long-term nature, from which it results that the Company does not operate with a high currency risk.

The Company is sensitive mainly to changes in the exchange rate of the euro (EUR) and the American dollar (USD).

The following table presents a sensitivity analysis of the Company to increase and decrease the dinar exchange rate of 10%, compared to the observed foreign currency. The sensitivity analysis includes only outstanding receivables and payables expressed in foreign currencies and shows their change of 10% at the end of the reporting period in the foreign currency exchange rates. A

positive number in the table indicates the increase in the results of the current period when Dinar strengthens against the currency in question. In the case of depreciation of the Dinar by 10% compared to the foreign currency impact on the results of the current period would be negative.

in 000 RSD									
30.09.2014									
	EUR effect		USD effect		CHF effect		GBP effect		
Changes	10.00%	-10.00%	10.00%	-10.00%	10.00%	-10.00%	10.00%	-10.00%	
Profit /	133,087		36,911		31		1		
loss		-133,087		-36,911		-31		-1	
in 000 RSD									
31.12.2013									
	EUR effect		USD effect		CHF effect		GBP effect		
Changes	10.00%	-10.00%	10.00%	-10.00%	10.00%	-10.00%	10.00%	-10.00%	
Profit /	13,362		31,477		30		1		
loss		-13,362		-31,477		-30		-1	

b) Risk of interest rate change

The Company is exposed to interest rate risk on assets and liabilities with floating interest rate.

Risk of interest rate change does not represent significant risk for the Company, as categories of financial instruments with contracted interest, are mainly defined by fixed interest rate.

Variable interest rate is agreed for financial leasing. Change of interest rates would not materially significantly affect incomes and expenditures of the Company or money flows as obligations contracted with variable interest rate is insignificant are fully settled during the business year. (Note No.30)

Financial instruments classified by categories of interest and non-interest resources are disclosed in the following summary:

Fin.resources-net	30.09.2014			31.12.2013			in 000 RSD
	total	corr. of value	net amount	total	corr. of value	net amount	
no interest							
Participation in capital of other legal entities	378,686	(378,683)	3	378,686	(378,683)	3	
receivables from buyers	6,856,174	(5,602,941)	1,253,233	5,137,853	(4,270,459)	867,394	
other receivables	48,976	(41,111)	7,865	51,613	(37,593)	14,020	
short-term financial investments	24,452	0	24,452	37,200	0	37,200	
cash and cash equivalents	2,178,181	-	2,178,181	896,778	-	896,778	
No interest-total	9,486,469	(6,022,735)	3,463,734	6,502,130	(4,686,735)	1,815,395	
fixed interest rate							
Long-term financial investments	335,766	(168,509)	167,257	329,038	(169,327)	159,711	
short-term financial investments	104,064	(135)	103,929	501,298	(326)	500,972	
Fixed-total	439,830	(168,644)	271,186	830,336	(169,653)	660,683	
	9,926,299	(6,191,379)	3,734,920	7,332,466	(4,856,388)	2,476,078	
Financial obligations							
No interest							
Operating liabilities	276,043	0	276,043	282,768	0	282,768	
No interest-total	276,043	0	276,043	282,768	0	282,768	
Fixed interest rate							
Long term loans	972,839	0	972,839	938,388	0	938,388	
Curr.matur. Long term oblig.	37,613	0	37,613	95,559	0	95,559	
Fixed-total	1,010,452	0	1,010,452	1,033,947	0	1,033,947	
Variable interest rate							
Other long t. liabilities	0	0	0	0	0	0	
Curr.matur. Long term oblig.	0	0	0	29,809	0	29,809	
Variable-total	0	0	0	29,809	0	29,809	
	1,286,495	0	1,286,495	1,346,524	0	1,346,524	

a) Risk of price change

The Company estimates that there is no risk of price change, because financial instruments of the Company are not subject to price change on the market.

The Company in very little extent deals with securities, subject to price change in exchange market. Furthermore, the Company has no turnover of goods subject to price change. The greatest item in traffic of goods is kerosene traffic with transit goods treatment.

II CREDIT RISK

The Company estimates that of all the risks to which financial instruments may be exposed to, the largest is credit risk which is the risk that counterparties will not be able to settle its debts in full and on time, which would result in a financial loss for the Company.

Company has huge receivables of domestic and foreign buyers on 30.09.2014 (**6.856.174** thousand RSD), so the credit risk permanently exists. In order to decrease this risk the Company regularly monitors charging, analyses charging value realised in due period, charging after due date and uncollected receivables.

Higher percentage of individual share in total receivables can represent higher credit risk especially if the buyer has unstable liquidity and if due to that reason contracted payment term exceeds.

Receivables from domestic buyers for goods and services on 30.09.2014 in the amount of **6,275,709** thousand RSD, participate with **91.53%** in total receivables from buyers for goods and services and mostly refer to receivables from Air Serbia a.d., which amount to 5,777,335 thousand RSD, which makes 92.06% of total uncollected receivables from domestic buyers. Considerable participation in uncollected receivables from domestic buyers has also Jat Tehnika with 3.36% or 211.124 thousand RSD, which together makes 95.42% of totally uncollected receivables from domestic buyers.

Receivables from foreign buyers for goods and services in the amount of **580,465** thousand RSD, which makes **8.47%** of total receivables from buyers for goods and services.

Increase in balance of receivables from domestic buyers on 30/09/2014 by 33.12% in comparison to the balance on 31/12/2013, indicates increase in credit risk, as most of the increase of receivables refer to one buyer (Air Serbia a.d., increase of receivables by 35.08%).

Due receivables from domestic and foreign buyers for goods and services due over 60 days on 30.09.2014 amount to RSD **5,627,075** thousand (and on 31.12.2013 it was 4,329,215 thousand RSD) from which is corrected **99.57%** or RSD **5,602,941** thousand, and receivables in the amount of RSD 24,134 thousand or 0.43% are not corrected, as for the same is estimated certainty of collection. The amount of RSD 4,239,012 thousand is corrected at the cost of the result of the Company in earlier years and RSD 1,363,929 thousand at the cost of the result of the Company in current 2014. The greatest participation in due corrected receivables for goods and services, in the amount of RSD 5,270,059 thousand or 94.06% is that of Air Serbia a.d.

Part of the receivables for goods and services, corrected in the previous years (at the cost of the result of previous years), and insignificantly collected in 2014 in the amount of 32,187 thousand RSD was recorded in favour of the result for the company for 2014. Stated refer to collected corrected receivables from Air Serbia a.d. in the amount of RSD 3,030 thousand, to collected corrected receivables from JAT Tehnika in the amount of RSD 23,726 thousand, RSD 4,432 thousand from Air Serbia-Catering and RSD 999 thousand for corrected receivables from other buyers.

Summary of receivables and value corrections from current and earlier years, per buyers of goods and services, (for accounts 202 and 203), on 30/09/2014 concurrently with balance on 31/12/2013, with account of corrected receivables in the period from 01/01/ to 30/09/2014 is given in the following table.

Summary of receivables and value corrections per buyers, for accounts 202 and 203, on 30.09.2014 concurrently with balance on 31/12/2013, with account of corrected receivables in the period from 01/01/ to 30/09/2014

No.	Buyer's name	30.09.2014			31.12.2013		Charging of disputable receivables in period I-IX 2014			
		Receivables per buyers in 000 RSD	% Share in total receiv.	Value correction in RSD thousand from prev. years	Value correction in RSD thousand from current period	tot. corr. value		Receivables per buyers in 000 RSD	% Share in total receiv.	Value correction in 000 RSD
1	Air Serbia	5,777,335	84.26	4,008,501	1,261,558	5,270,059	4,277,027	83.25	4,011,530	3,030
2	Jat Tehnika d.o.o.	211,124	3.08	125,120	68,558	193,678	195,022	3.80	148,846	23,726
3	International CG	41,452	0.60	41,452	0	41,452	41,452	0.81	41,452	0
4	Air-Serbia Katering d.o.o.	24,985	0.36	24,741	0	24,741	29,428	0.57	29,173	4,432
5	AvioGenex d.o.o.	31,712	0.46	34	28,289	28,323	22,290	0.43	34	0
6	Montenegro Airlines	0	0.00	0	0	0	35,962	0.70	0	0
7	Wizz Air+Branch	123,953	1.81	0	0	0	75,744	1.47	0	0
8	Fly Dubai	19,355	0.28	0	0	0	35,885	0.70	0	0
9	Deutsche Lufthansa	76,663	1.12	22	0	22	50,449	0.98	22	0
10	Branch of Austrian Airlines	27,390	0.40	0	0	0	25,442	0.50	0	0
11	Swiss Air	49,416	0.72	0	0	0	25,186	0.49	0	0
12	Turkish Airlines	38,800	0.57	0	0	0	47,018	0.92	0	0
13	Spanair	25	0.00	19	0	19	24	0.00	19	0
14	Other domestic and fore. buyers	433,964	6.33	38,382	5,524	43,906	276,924	5.39	39,383	999
I	TOTAL (ACCOUNT 202+203)	6,856,174	100.00	4,238,271	1,363,929	5,602,200	5,137,853	100.00	4,270,459	32,187
15	Rating of correction of for buyers	0		741	0	741	0	0	0	0
II	Balance on balance sheet date	6,856,174		4,239,012	1,363,929	5,602,941	5,137,853		4,270,459	32,187
No.	Revision of balance of receivables from dom. and fore. buyers	Amount in RSD thousand on 30/09/2014	% share in tot. receiv. from buyers	Value corr. from prev. period in RSD thousand	Value corr. for (I-IX) 2014 in RSD thousand	Tot. val. corr. 30/09/2014 in RSD thousand	Amount in RSD thousand on 31/12/2013	Index	% portion of balance of dom. buyers within total receivables from buyers in domestic market on 30.09.2014	
1	2	3	4	5	6	7 (5+6)	8	9/(3/8)	JAT Airways	92.06
1	Kupci sa domaćeg tržišta	6,275,709	91.53	4,224,359	1,362,698	5,587,057	4,714,148	133.12	Jat Tehnika	3.36
2	Kupci sa ino tržišta	580,465	8.47	14,653	1,231	15,884	423,705	137.00	Amount	95.42
I	Ukupno stanje potraživanja od kupaca za robu i usluge (1+2)	6,856,174	100.00	4,239,012	1,363,929	5,602,941	5,137,853	133.44	Other dom. buyers	4.58
									Total dom. buy	100.00

Age distribution of receivables from buyers for goods and services is given in the following table.

Age pattern of receivables	30.09.2014	share	31.12.2013	share
	in 000 RSD		in 000 RSD	
Undue receivables from buyers	679,099	9.90%	542,208	10.55%
Due receivables, up to 60 days	550,001	8.02%	266,430	5.19%
Due, corrected receivables over 60 days	5,602,941	81.72%	4,270,459	83.12%
Due, non-corrected receivables over 60 days	24,134	0.35%	58,756	1.14%
Total receivables-gross	6,856,174	100.00%	5,137,853	100.00%
Total receivables - net (gross minus correction)	1,253,233		867,394	

Summary of overdue receivables not older than 60 days on 30.09.2014 and on 31.12.2013:

	30.09.2014	share	31.12.2013	share
	u 000 din		u 000 din	
Air Serbia	422,617	76.84%	208,232	78.16%
Fly Dubai	5,231	0.95%	17,072	6.41%
JAT Tehnika	7,127	1.30%	8,204	3.08%
Montenegro	0	0.00%	2,028	0.76%
Alitalia	5,643	1.03%	3	0.00%
Norwegian	4,126	0.75%	789	0.30%
Deutsche Lufthansa	15,796	2.87%	1,893	0.71%
Wizz Air	11,820	2.15%	0	0.00%
Germanwings	1,593	0.29%	2,048	0.77%
Others	76,049	13.83%	26,161	9.82%
Due receivables up to 60 days, on 30.09.2014	550,001	100.00%	266,430	100.00%

Summary of overdue receivables over 60 days that have not been corrected at the cost of the Company's results, based on assessment of recoverability, which is done according to the Regulations on Accounting and the accounting policies of the Company:

	30.09.2014	share	31.12.2013	share
	u 000 din		u 000 din	
Pegasus Airlines	1,566	6.49%	0	0.00%
JAT-Tehnika	0	0.00%	34,229	58.26%
Sita	4,961	20.56%	0	0.00%
Aviogeneks	0	0.00%	19,883	33.84%
Others	17,607	72.96%	4,644	7.90%
Due, non-corrected receivables over 60 days (assessment of recoverability)	24,134	100.00%	58,756	100.00%

On the day 30.09.2014.godine, the Company has not devalued receivables over 60 days in the amount of RSD 24,134 thousand.

Age pattern of receivables from Air Serbia due on 30.09.2014 and 31.12.2013				
Description	Receivables for services, default interest excluded 30.09.2014	Default interest receivables 30.09.2014	Total receivables, default interest included 30.09.2014	Total receivables, default interest included 31.12.2013
1	2	3	4 (2+3)	5
RECEIVABLES from Air Serbia on the balance date	5,777,335	34,629	5,811,964	4,310,952
Undue receivables from Air Serbia	84,659	0	84,659	57,265
Receivables from Air Serbia, due up to 60 days	422,617	0	422,617	208,232
Receivables from Air Serbia, due over 60 days	5,270,059	34,629	5,304,688	4,045,455
Receivables from Air Serbia, due over 60 days-corrected in the current year	1,261,558	703	1,262,261	1,927,331
Receivables from Air Serbia, due over 60 days-corrected in previous years	4,008,501	33,926	4,042,427	2,118,124
Total corrected receivables from Air Serbia due over 60 days	5,270,059	34,629	5,304,688	4,045,455
Total non-corrected receiv. from Air Serbia due over 60 days - agreement with Air Serbia	0	0	0	0

Total receivables from Air Serbia on 30.09.2014 amount to RSD 5,811,964 thousand, of which receivables for goods and services RSD 5,777,335 thousand, and for default interest RSD 34,629 thousand.

Of the total amount of overdue receivables older than 60 days from Air Serbia in the amount of RSD 5,304,688 thousand on 30.09.2014:

- RSD 4,042,427 thousand relates to unpaid corrected receivables for services and default interest from previous years, and
- RSD 1,262,261 thousand relates to the corrected unpaid receivables for services and default interests, at the cost of the result of the analyzed period 2014, referring to current receivables over 60 days, which were estimated as uncertain to be collected.

III - LIQUIDITY RISK AND CASH FLOWS

Liquidity is the ability of the Company to meet its obligations on their maturities. The ultimate responsibility for liquidity risk management is on the management of the Company, which established a proper system of managing the short-term, medium-term and long-term financing of the Company and liquidity management. By continuous monitoring of projected and actual cash flows, the Company maintains adequate cash reserves, and also maintains an adequate ratio of maturities of assets and liabilities.

Maturity of financial resources	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Up to 30 days	3,449,750	1,443,265
1 - 3 months	117,910	802,701
3-12 months	0	70,398
1 - 5 years	167,260	31,241
over 5 years	0	128,473
	3,734,920	2,476,078

Maturity of financial liability	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Up to 30 days	276,043	289,142
1 - 3 months	37,613	23,513
3-12 months	0	95,481
1 - 5 years	396,269	382,236
over 5 years	576,570	556,152
	1,286,495	1,346,524

Maturity of receivables for interests (loans and fin.leas.)	30.09.2014	31.12.2013
	in 000 RSD.	in 000 RSD.
Up to 30 days	0	81
1 - 3 months	17,259	17,966
1-12 months	0	27,169
1 - 5 years	141,796	136,774
over 5 years	82,306	79,391
	241,361	261,381

In the Table of liquidity risk and cash flow risk, there are presented cash flows, i.e. time of expected inflow and outflow of resources. The total financial resources in net amount are higher than total obligations and also based on due dates liquidity is not endangered because short-term obligations are much less than short-term liquid resources. Within the structure of short-term resources the most important value is of receivables from domestic and foreign customers, cash and cash equivalents and short-term investments that are after the cash first by degree of liquidity.

Financial liabilities of long-term character in the amount of RSD 972,839 thousand which participate with 75.62% in the total financial liabilities of the Company in full refer to long-term loan from the EIB. Long-term financial liabilities due within 1 to 5 years and over 5 years are higher than financial resources in that period. It is expected that the Company will be able to obtain financing from its future current business, which will be sufficient, in addition to the settlement of current liabilities, to cover agreed – future long-term borrowings and interest.

Currently estimated liquidity should be viewed with caution, because the analysis was done only on the basis of balance on 30.09.2014 and not on the basis of future total turnover, which can disrupt the existing balance of liquid assets, if in future business the relationship between the supply of services to customers changes.

In addition to the above, there is a risk of compromising liquidity, and if in the future does not improve the collection of receivables from customers who mainly participate in the balance of due receivables.

In order that the Company could manage the risks of the financial instruments it is necessary that it properly manages the capital risk too.

Capital risk management

The aim of capital risk management is provision of such a structure of capital that will secure safety in operating, liquidity and solvency. Apart from own capital, consisting of core capital, reserves and non-distributed profit, the Company also utilizes resources of other persons in the form of long-term loans and financial leasing. The Company invests free resources from current accounts in the form of short-term deposits.

Indebtedness indicators of the Company with balance at the end of the period I-VI 2014 and at the end of 2013 are the following:

		30.09.2014	31.12.2013
		in 000 RSD.	in 000 RSD.
1	Indebtedness (ADP 113 + ADP 117)	1,010,452	1,063,756
2	Cash and cash equivalents (ADP 019)	2,178,181	896,778
I	GROSS INDEBTEDNESS (1-2)	-1,167,729	166,978
3	Ratio of indebtedness against capital (I/5)	-0.0498	0.0076
4	Short-term financial investments (ADP 018)	128,381	538,172
II	NET INDEBTEDNESS (I-5)	(1,296,110)	(371,194)
5	Capital (ADP 101)	23,465,673	22,116,270
6	Ratio of indebtedness against capital (II/5)	-0.0552	-0.0168

1. Indebtedness includes long-term obligations per loans, other long-term obligations and obligations per financial leasing, as well as short-term maturities based on long-term obligations.
2. The liquid assets I (first) degree in addition to cash and cash equivalents may include short-term investments, that the Company may without the risk, in the shortest possible time, convert into the cash;
3. Capital includes share capital, reserves of the Company and non-distributed profit.

In Belgrade, 31.10.2014

Person responsible for drafting of financial statements

Zorka Latinović

Legal representative

**JOINT STOCK COMPANY AIRPORT NIKOLA TESLA
BELGRADE**

**BUSINESS REPORT FOR THE THIRD QUARTER OF 2014
AND FOR PERIOD
I – IX 2014**

BELGRADE, OCTOBER 2014

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1. GENERAL DATA OF THE COMPANY

1	Business name	JOINT STOCK COMPANY AIRPORT NIKOLA TESLA BELGRADE
	Head office and address	11180 Belgrade 59
	Register number	07036540
	TIN	100000539
2	web site and e-mail address	www.beg.aero ; kabinet@beg.aero
3	Number and date of the Rescript on Company registration	Number of registration: BD 4874/2005 Date of registration: 06/15/2005
4	Activity (code and description)	5223-Air-traffic services
5	Number of employees	474 employees on 30/09/2014
6	Core capital value	RSD 20,573,610,000 on 30/09/2014
7	Name, head office of auditor who revised the last financial statement	Deloitte d.o.o, No. 8 Terazije St, Belgrade
8	Number of issued shares, ISIN number and CFI code	Number of ordinary shares 34,289,350 (on 30/09/2014) CFI code ESVUFR ISIN number RSANTBE11090
9	Organised exchange market on which the shares are exchanged	Beogradska berza ad Beograd, No. 1 Omladinskih brigada St, 11070 Novi Beograd

Ten leading shareholders on 01/10/2014

No.	Name of shareholder	Number of shares	% of participation
1)	REPUBLIC OF SERBIA	28.510.525	83,15
2)	KJK FUND II SICAV SIF	441.137	1,29
3)	RAIFFEISEN BANK AD BEOGRAD-CUSTODY ACCOUNT	393.969	1,15
4)	EAST CAPITAL (LUX) - BALKAN FUND	183.881	0,54
5)	SOCIETE GENERALE BANKA SRBIJA – CUSTODY ACCOUNT	126.066	0,37
6)	UNICREDIT BANK SRBIJA A.D. – CUSTODY ACCOUNT	122.624	0,36
7)	DANSKE INVEST TRANS – BALKAN FUND	110.054	0,32
8)	UNICREDIT BANK SRBIJA AD – CUSTODY ACCOUNT	80.000	0,23
9)	POLUNIN DISCOVERY FUNDS	70.516	0,21
10)	SOCIETE GENERALE BANKA SRBIJA – CUSTODY ACCOUNT	67.349	0,20

2. MANAGEMENT DATA:

Management members on the date 30.09.2014:

The Supervisory Board:		
No.	Name, surname and place of residence	Education, permanent employment (business name of the company and work position)
1	Snežana Paunović, Peć	Economist, President of Municipal Assembly Dečani
2	Darko Glišić, Ub	Geodetic Engineer, President of Ub Municipality
3	Jovan Vorkapić, Belgrade	Bechelor of Laws, Director of the Directorate for Property of the Republic of Serbia
4	Aleksandar Marković, Belgrade	Bachelor of Economy, member of the Assembly of the City of Belgrade
5	Goran Mirković, Belgrade	Economist, Senior Associate for completion of documentation and coordination of monitoring the implementation of the contracts
6	Petar Jarić, Belgrade	Bachelor of Economy, Director of „JP poslovni prostor Zemun“
7	Dragoslav Stanković, Doljevac	Economist, Jugoistok, Niš

The Executive Board:		
No.	Name, surname and place of residence	Education, permanent employment (business name of the company and work position)
1	Saša Vlaisavljević, Belgrade	BSc.Traffic engineer, JSC Belgrade Nikola Tesla Airport, Chairman of the Executive Board, Acting Director General
2	Violeta Jovanović, Belgrade	MA of economy, JSC Airport Nikola Tesla Belgrade, Executive Director
3	Dejan Milovanović, Prokuplje	Specialist, Vocational Engineer of Agriculture, JSC Airport Nikola Tesla Belgrade, Executive Director
4	Zoran Stojković, Belgrade	Bechelor of Laws, JSC Airport Nikola Tesla Belgrade, Executive Director

Data on number of shares owned by management members are in the book of shareholders, as an official document issued by the Central Securities Depository and Clearing House.

JSC Belgrade "Nikola Tesla" Airport, as member of Chamber of Economy of Serbia, has accepted *the Corporate management Codex*, issued in the Official Gazette of Republic of Serbia, no 99/2012, as well as on the web site of the Company www.beg.aero

3. AIR TRAFFIC TURNOVER

In the period I-IX 2014 it was achieved total air traffic turnover, as follows:

- **44,878 air movements,**
- **3,590,231 passengers and**
- **8,447 tons of cargo and mail.**

In the period VII-IX 2014 it was achieved total air traffic turnover, as follows:

- **17,566 air movements,**
- **1,601,667 passengers and**
- **2,935 tons of cargo and mail.**

3.1. AIR MOVEMENT TURNOVER

Achieved number of air movements per air traffic type in the period I-IX 2014 shown in the table

Number of air movements per air traffic type

Air traffic type	Achieveme I-IX 2013	Plan I-IX 2014	Achievemen I-IX 2014	Index	Index	Share I-IX 2013	Share I-IX 2014
1	2	3	4	5(4/2)	6(4/3)	7	8
Domestic air traffic	68	72	75	110	104	0.19	0.17
International air traffic-domestic carriers	15,734	26,921	23,953	152	89	44.61	53.37
International air traffic-foreign carriers	19,472	21,381	20,850	107	98	55.20	46.46
TOTAL:	35,274	48,374	44,878	127	93	100.00	100.00

The data from the table indicate that the achieved number of air movements in the period I-IX 2014 is 44,878 and that it is higher by 27% in comparison to the same period in 2013 and by 7% lower than in the Plan for the period I-IX 2014. The planned number of air movements is established based on the scheduled official flight time table.

Domestic carriers in international traffic have dominant participation in total air traffic, within carrier pattern in I-IX 2014, with participation of 53.37%; there are foreign carriers in international air traffic with 46.46% and finally domestic carriers in domestic air traffic with participation of 0.17%.

Considering achievement in the period I-IX 2014 in relation to the same period in 2013 there is a high increase in participation of the domestic air carriers in international air traffic from 44.61% to 53.37% and fall of foreign carriers in the international air traffic from 55.20% to 46.46%.

In international air traffic of domestic carriers in the period I-IX 2014 total turnover of 23,953 air movements was achieved, which is by 52% more than in the same period of the previous year and by 11% lower in comparison to the Plan for I-IX 2014.

Domestic carriers in international air traffic are: Air Serbia and others.

In the period I-IX 2014, Air Serbia has achieved in international traffic 22,807 air movements, which is by 59% more than in the same period in previous year and by 10% less than the Plan for the analyzed period.

Air Serbia with 95.22% of participation in international air traffic of domestic carriers has a dominant role.

Other domestic carriers in international air traffic (Avio Služba, Princ Aviation, Pelikan Airways, Perfekta, Verano Motors, Neonukleon and others) with achieved 1,146 air movements, in the period I-IX 2014, they participated with 4,78% in total international air traffic of domestic carriers, which is 15% lower in comparison to achievement in the same period of the previous year and 22% lower in comparison to the Plan for the analysed period.

Number of air movements of foreign carriers in international traffic

Carriers	Achievem. I-IX 2013	Plan I-IX 2014	Achievem. I-IX 2014	Index	Index	Share I-IX 2013	Share I-IX 2014
1	2	3	4	5(4/2)	6(4/3)	7	8
Montenegro Airlines	2,319	2,299	2,335	101	102	11.91	11.20
Lufthansa	2,625	2,660	2,257	86	85	13.48	10.82
Wizz Air	2,374	2,632	2,206	93	84	12.19	10.58
Austrian Airlines	1,772	1,775	1,675	95	94	9.10	8.03
Turkish Airlines	978	1,515	1,374	140	91	5.02	6.59
Swiss International	1,087	1,121	1,237	114	110	5.58	5.93
Aeroflot	851	1,091	1,091	128	100	4.37	5.23
Alitalia	510	622	808	158	130	2.62	3.88
Easy Jet	140	226	658	470	291	0.72	3.16
Etihad Airways	216	546	546	253	100	1.11	2.62
B & H Airlines	4	306	448	11,200	146	0.02	2.15
LOT	288	348	446	155	128	1.48	2.14
Tarom	380	444	390	103	88	1.95	1.87
Aegean Airlines	2	0	390	19,500	0	0.01	1.87
Solinair	743	753	381	51	51	3.82	1.83
Qatar Airways	234	250	312	133	125	1.20	1.50
Pegasus Airlines	422	438	298	71	68	2.17	1.43
Flydubai	280	278	258	92	93	1.44	1.24
Cityline Hungary	388	370	218	56	59	1.99	1.05
Tunis Air	222	202	218	98	108	1.14	1.05
Germanwings	220	216	208	95	96	1.13	1.00
Norwegian Air	274	246	204	74	83	1.41	0.98
Raf Avia	0	0	188	0	0	0.00	0.90
Belavia	10	156	160	1,600	103	0.05	0.77
ČSA	146	148	154	105	104	0.75	0.74
Aircairo Company	62	114	134	216	118	0.32	0.64
Darwin Airlines	0	0	132	0	0	0.00	0.63
Onur Air	0	0	132	0	0	0.00	0.63
Croatia Airlines	79	79	114	144	144	0.41	0.55
Freebird Airlines	94	94	112	119	119	0.48	0.54
Nesma Airlines	68	68	102	150	150	0.35	0.49
Vueling Airlines	0	0	84	0	0	0.00	0.40
Tap Portugal	0	0	58	0	0	0.00	0.28
Adria Airways	404	405	52	13	13	2.07	0.25
Olympic Air	412	390	44	11	11	2.12	0.21
Gazprom	20	0	10	50	0	0.10	0.05
Sky Work	60	0	0	0	0	0.31	0.00
Air France	120	0	0	0	0	0.62	0.00
Niki Luftfahrt	56	0	0	0	0	0.29	0.00
Sky Airlines	10	0	0	0	0	0.05	0.00
Atlas Jet	48	48	0	0	0	0.25	0.00
Air One	8	0	0	0	0	0.04	0.00
Nouvelair Tunisie	4	0	0	0	0	0.02	0.00
Air Baltic	2	0	0	0	0	0.01	0.00
Others	1,540	1,541	1,416	92	92	7.91	6.79
TOTAL:	19,472	21,381	20,850	107	98	100.00	100.00

In the period I-IX 2014 there were 36 foreign carriers and 1 domestic carriers and in the same period of the previous year there were 39 foreign and 2 domestic carriers.

In international air traffic of foreign carriers in the period I-IX 2014 it was achieved 20,850 air movements, which is 7% higher score in comparison with the previous year and 2% lower as compared with the Plan for the analysed period of 2014.

The new foreign which started to operate in the period I-IX 2014 compared to the same period of previous year are: Raf Avia (Bratislava, Braunschweig, Budapest, Sofia), Onur Air (Antalya and Bodrum), Tap Portugal (Lisbon), Darwin Airlines (Geneva) and Vueling Airlines (Barcelona).

Foreign carriers which did not operate in the period I-IX 2014 compared to the same period of previous year are: Air France, Air One, Air Baltik, Sky Airlines, Sky Work, Atlas Jet, Niki Luftfahrt and Nouvel Air Tuisie.

In foreign carrier pattern in the period I-IX 2014 the most significant role have the following carriers: Montenegro Airlines with participation of 11.20%, Lufthansa with 10.82% and Wizz Air with 10.58%. These three companies achieved 32.60% of international traffic of foreign carriers.

With participation form 8.03% to 3.16% in this air traffic type there are: Austrian Airlines, Turkish Airlines, Swiss International, Aeroflot, Alitalia and Easy Jet which together achieved 32.82% of the total international air traffic of foreign carriers.

Cargo traffic of express mail in the period I-IX 2014 was performed by four foreign carriers: Cityline Hungary, Solinair, CSA and Raf Avia.

Low cost carriers in the same period were: Wizz Air, Pegasus Airlines, Flydubai, Norwegian Air, Germanwings and Easy Jet.

Considering single participation of carriers (domestic and foreign) in international air traffic, achieved in the period I-IX 2014, Air Serbia has the greatest share of 50.90%.

III Quarter

Achieved number of air movements per air traffic type in the third quarter of 2014 is shown in the table.

Number of air movements per air traffic type

Air traffic type	Achievem VII-IX 2013	Plan VII-IX 2014	Achievem VII-IX 2014	Index		Share VII-IX 2013	Share VII-IX 2014
				5(4/2)	6(4/3)		
1	2	3	4			7	8
Domestic air traffic	23	23	22	96	96	0.16	0.13
International air traffic-domestic carriers	7,174	12,024	9,769	136	81	48.36	55.61
International air traffic-foreign carriers	7,638	7,986	7,775	102	97	51.49	44.26
TOTAL:	14,835	20,033	17,566	118	88	100.00	100.00

The data from the table indicate that the achieved number of air movements in the third quarter of 2014 is 17,566 and that it is higher by 18% in comparison to the same period in 2013 and by 11% lower than in the Plan for the period VII-IX 2014.

Domestic carriers have dominant participation in total air traffic, within carrier pattern in the third quarter of 2014 with participation of 55.61%; then there are foreign carriers with 44.26% and at the end, domestic carriers in domestic air traffic with participation of 0.13%.

In international air traffic of domestic carriers in the third quarter of 2014 there were achieved 9,769 air movements, which is 36% higher score in comparison with the previous year and 19% lower as compared with the Plan for the third quarter of 2014.

In the third quarter of 2014, Air Serbia achieved 9,269 air movements, which is 39% higher than in the same period of the previous year and 19% lower related to the Plan for the third quarter of 2014. It participated in international air traffic of domestic carriers with share of 94.88%.

In international air traffic of foreign carriers in the third quarter of 2014 there were achieved 7,775 air movements, which is 2% higher compared to the third quarter last year and 3% lower than the Plan for III quarter 2014.

Foreign carriers that operated in the III quarter of 2014, and did not operate in the III quarter of 2013 are: B&H Airlines, Raf Avia, Darwin Airlines, Onur Air, Vueling Airlines and Tap Portugal.

Considering single participation of carriers (domestic and foreign) in international air traffic, achieved in the period VII-IX 2014, Air Serbia has the greatest share of 52.83%.

3.2. PASSENGER TURNOVER

In period I-IX 2014 total passenger turnover of 3,590,231 pax was achieved, which is 31% more than in the same period of 2013 and 2% more than in the Plan for the period I-IX 2014.

Passenger turnover per air traffic type

Air traffic type	Achievem I-IX 2013	Plan I-IX 2014	Achievem I-IX 2014	Index	Index	Share I-IX 2013	Share I-IX 2014
1	2	3	4	5(4/2)	6(4/3)	7	8
Domestic air traffic	102	102	83	81	81	0.00	0.00
International air traffic-domestic carriers	1,088,916	1,702,564	1,806,359	166	106	39.88	50.32
International air traffic-foreign carriers	1,641,482	1,810,882	1,783,789	109	99	60.12	49.68
TOTAL:	2,730,500	3,513,548	3,590,231	131	102	100.00	100.00

The greatest participation in passenger turnover per air traffic types in the period I-IX of 2014 is 50.32% of domestic carriers in international air traffic, then there are foreign carriers in international air traffic with 49.68%.

The number of the passengers transported by domestic carriers in international air traffic is 66% higher in the period I-IX of 2014 in comparison with the same period of the previous year and 6% higher compared to the Plan for I-IX 2014.

The number of passengers transported by foreign carriers in international air traffic in the period I-IX 2014 is 9% higher than the achievement in the same period of 2013 and 1% lower in comparison to the Plan for the same period of 2014.

Passenger turnover in international air traffic per carriers with the highest number of passengers

Ser. No.	Carriers	Achievement I-IX 2013	Achievement I-IX 2014	Index	Share I-IX 2013	Share I-IX 2014
<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>	<i>5(4/3)</i>	<i>6</i>	<i>7</i>
1	Air Serbia	1,084,873	1,804,039	166.29	39.73	50.25
2	Wizz Air	351,505	326,960	93.02	12.87	9.11
3	Lufthansa	230,874	213,092	92.30	8.46	5.94
4	Montenegro Airlines	202,706	203,176	100.23	7.42	5.66
5	Swiss International	144,125	157,430	109.23	5.28	4.39
6	Others	716,315	885,451	123.61	26.23	24.66
	TOTAL:	2,730,398	3,590,148	131	100.00	100.00

In total number of transported passengers in international air traffic in the period I-IX of 2014, Air Serbia has the greatest share with 50.25%, then there are: Wizz Air with participation of 9.11%, Lufthansa with 5.94%, Montenegro Airlines with 5.66% and Swiss International with 4.39%.

Passenger turnover of Air Serbia in international air traffic per destinations with highest number of passengers

Ser.No.	Destinations	Achievement I-IX 2013	Achievement I-IX 2014	Index
<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>	<i>5(4/3)</i>
1	Paris	83,670	120,685	144.24
2	Zurich	55,811	106,917	191.57
3	Moscow	74,595	102,378	137.25
4	Podgorica	68,340	90,574	132.53
5	Tivat	75,226	89,920	119.53
6	Athens	24,498	84,759	345.98
	Other	702,733	1,208,806	172.01
	TOTAL:	1,084,873	1,804,039	166.29

In the period I-IX 2014 Air Serbia operated to total of 68 destinations while in the same period previous year it had 62 destinations.

III Quarter

Planned and achieved passenger turnover in the III quarter of 2014, as well a comparative data on achieved turnover in the same period of 2013 are shown in the table below.

Passenger turnover per air traffic type

Air traffic type	Achievem. VII-IX 2013	Plan VII-IX 2014	Achievem. VII-IX 2014	Index		Share VII-IX 2013	Share VII-IX 2014
				5(4/2)	6(4/3)		
1	2	3	4			7	8
Domestic air traffic	57	57	34	60	60	0.00	0.00
International air traffic-domestic carriers	523,013	817,775	840,365	161	103	42.75	52.47
International air traffic-foreign carriers	700,387	772,666	761,268	109	99	57.25	47.53
TOTAL:	1,223,457	1,590,498	1,601,667	131	101	100.00	100.00

Based on the shown data, we can conclude that turnover of 1,601,667 pax in the period VII-IX of 2014 is 31% higher than the achievement in the same period of 2013, which is 1% higher than in the Plan for the same period of 2014.

The greatest participation in achieved passenger turnover per air traffic types in the period VII-IX of 2014 is 52.47% of domestic carriers in international air traffic, then there are foreign carriers in international air traffic with 47.53%.

The number of the passengers transported by domestic carriers in international air traffic in III quarter of 2014 is 61% higher in comparison with the achievement in the same period of the previous year and also 3% higher in comparison to the Plan for VII-IX 2014.

The number of the passengers transported by foreign carriers in international air traffic in VII-IX 2014 is 9% higher than in the same period of the previous year and 1% lower than in the Plan for the same period 2014.

3.3. CARGO TURNOVER

In the period I-IX 2014, achieved cargo turnover was 8,447 tons, which is 24% more than in the same period of the previous year and 21% more than in the Plan for the analysed period of 2014.

Cargo and mail turnover in tons

Type of Air traffic	Achievem. I-IX 2013	Plan I-IX 2014	Achievem. I-IX 2014	Index		Share I-IX 2013	Share I-IX 2014
				5(4/2)	6(4/3)		
1	2	3	4			7	8
Domestic air traffic	0	0	0	0	0	0.00	0.00
International air traffic-domestic carriers	1,264	1,267	1,986	157	157	18.55	23.51
International air traffic-foreign carriers	5,550	5,689	6,461	116	114	81.45	76.49
TOTAL:	6,814	6,956	8,447	124	121	100.00	100.00

In domestic air traffic, cargo turnover was not performed in the period I-IX 2014 nor in the same period of the previous year.

In international air traffic of domestic carriers cargo turnover in the period I-IX 2014 was 57% higher as compared with the same period of the previous year and the same percentage higher in comparison to the Plan for the analysed period of 2014.

In international air traffic of foreign carriers cargo turnover in the period I-IX 2014 was 16% higher as compared with the achieved turnover in same period of the previous year and 14% higher in comparison to the Plan for the same period 2014.

III Quarter

In the III quarter of 2014, achieved cargo turnover was 2,935 tons, which is 18% more than in the same period of the previous year and 12% more than in the Plan for the III quarter of 2014.

Cargo and mail turnover in tons

Air traffic type	Achievem. VII-IX 2013	Plan VII-IX 2014	Achievem. VII-IX 2014	Index		Share VII-IX 2013	Share VII-IX 2014
				5(4/2)	6(4/3)		
1	2	3	4			7	8
Domestic air traffic	0	0	0	0	0	0.00	0.00
International air traffic-domestic carriers	437	438	700	160	160	17.63	23.85
International air traffic-foreign carriers	2,042	2,179	2,235	109	103	82.37	76.15
TOTAL:	2,479	2,617	2,935	118	112	100.00	100.00

In international air traffic of domestic carriers cargo turnover in the period VII-IX 2014 was 60% higher as compared with the achieved turnover in the same period of the previous year and the same percentage higher in comparison to the Plan for the same period 2014.

In international air traffic of foreign carriers cargo turnover in the period VII-IX 2014 was 9% higher as compared with the achieved turnover in same period of the previous year and 3% percentage higher in comparison to the Plan VII-IX 2014.

PHYSICAL VOLUME OF TRAFFIC

Ser. No.	Type of traffic	Achievement I-IX 2013		Plan I-IX 2014		Achievement I-IX 2014		Index	
			Share		Share		Share		
1	2	3		4		5		6(5/3)	7(5/4)
I	Domestic traffic								
	Air movements	68	0	72	0	75	0	110	104
	Passengers	102	0	102	0	83	0	81	81
	Air goods and mail (tons)	0	0	0	0	0	0	0	0
II	International traffic-domestic carriers								
	Air movements	15,734	45	26,921	56	23,953	54	152	89
	Passengers	1,088,916	40	1,702,564	48	1,806,359	50	166	106
	Air goods and mail (tons)	1,264	19	1,267	18	1,986	24	157	157
III	International traffic-foreign carriers								
	Air movements	19,472	55	21,381	44	20,850	46	107	98
	Passengers	1,641,482	60	1,810,882	52	1,783,789	50	109	99
	Air goods and mail, air + truck(tons)	5,550	81	5,689	82	6,461	76	116	114
I+II+III	Total								
	Air movements	35,274	100	48,374	100	44,878	100	127	93
	Passengers	2,730,500	100	3,513,548	100	3,590,231	100	131	102
	Air goods and mail, air + truck(tons)	6,814	100	6,956	100	8,447	100	124	121

4. REVENUES AND EXPENDITURES

The Company performs its business activity as single business segment. Accordingly, revenues and expenditures are disclosed at company level.

4.1. REVENUES

In the period I-IX 2014 JSC Airport Nikola Tesla achieved the total revenue in amount of RSD 6,448,439,083.00. Thus achieved total revenue is 27% higher in comparison to the achieved revenues in the same period of the previous year and 4% higher in comparison to revenues set by Rebalancing Plan for the same period 2014.

The pattern of the achieved revenues for I-IX 2014 is shown in the table **Revenue pattern per service types**.

In the pattern of achieved revenues in the period I-IX of 2014 **Business revenues** have the greatest participation of 96% of the total revenues with RSD 6,212,814,646.00. Thus achieved business revenues are 26% higher than the achieved business revenues for the same period of the previous year and 2% higher than the planned figures set by Rebalancing Plan for the period I-IX 2014.

Within business revenues RSD 1,978,754,710.00 refers to provision of **air services** (landing, handling, lighting, infrastructure, aircraft abode, air bridges) in the period I-IX 2014, which is 31% of totally achieved revenues. These revenues are 39% higher than the same in the same period of the previous year and 13% higher than the planned figures for the period I-IX 2014.

Revenues from **passenger service and security fees** were achieved in the amount of RSD 2,576,923,817.00 for I-IX 2014, which is 40% of the total achieved revenues and as compared with the revenues from passenger service in the same period of the previous year, these revenues are 26% higher and 5% lower than the planned figures for the same period 2014.

In the period I-IX 2014 the revenues from **service rendering in cargo-customs warehouse** were achieved in the amount of RSD 103,489,731.00 and they are 11% higher than the revenues on this basis in the same period in 2013 and by 1% more than the planned figures for the same period in 2014.

In the period I-IX 2014 the revenues from **other services** are 5% lower than in the same period of the previous year, 14% lower than the planned figures for I-IX 2014 and were achieved in the amount of RSD of 457,041,584.00. The greatest participation in these revenues refers to: revenues from public utility services, revenues from CUTE system, revenues for commercial usage of apron, services on special request and revenues from catering services. This group of revenues also include revenues from consulting services rendered to Mondial.

The revenues from sales of goods mainly refer to the revenues from the sale of kerosene. In the period I-IX 2014 it was sold 6,140 tons of kerosene, while in the same period of the previous year it was sold 5,201 tons of kerosene. Achieved revenues from sale of kerosene and goods for the period I-IX 2014 amounts to RSD 557,486,429 and are higher by 17% in comparison to the same period of 2013 and by 2% higher in comparison to the planned figures for the period I-IX 2014.

The main reason for increase of revenues from kerosene sale in the period I-IX 2014 in comparison to the same period of the previous year is the presence of new company Iran Air with considerable sale of kerosene of 1,379 tons, while Aeroflot increased supply from 478 tons to 890 tons. Among important customers of kerosene is also Montenegro Airlines with 1,447 tons of kerosene and FlyDubai with 1,402 tons.

In the period I-IX 2014 revenues from renting of **business facilities** are achieved in the amount of RSD 539,118,375.00, which is 27% higher than in the same period of 2013 and 23% higher than the planned figures for the same period 2014. The greatest portion of these revenues refers to renting of business facilities to Dufry Company.

Financial revenues (group 66) in the period I-IX 2014 are disclosed in amount of RSD 188,222,736.00 and are higher by 60% in comparison to the same period of the previous year.

In the pattern of financial revenues for I-IX 2014 the greatest part refers to realised exchange rate differences in amount of RSD 99,400,677.00 and interest in amount of RSD 73,074,152.00.

Other revenues (group 67 and 68) in the period I-IX 2014 were achieved in the amount of RSD 47,401,700.00 and are 99% higher in comparison to the same period in 2013.

The reason of thus disclosed increase of these revenues is that in the period I-IX 2014 collected written-off receivables are significantly higher and in previous years were put on the position of value correction. The largest share refers to JAT Tehnika in the amount of RSD 23,954,647.00 (for services RSD 23,726,523 and for default interest RSD 228,124), Air Serbia Catering in the amount of RSD 4,432,551.00 and Air Serbia in the amount of RSD 3,029,327.00. Also in the period I-IX 2014 is also achieved revenue of compensation damages from legal entities – foreign (SITA) in the amount of RSD 4,836,243 which was not present in the same period last year and increase of revenues is achieved from cancellation of long-term reservings due to completed litigations.

Major buyers, from the point of participation in revenues from sale in I-IX 2014 are: Air Serbia, Deutsch Lufthansa and Montenegro Airlines.

III Quarter

In the period VII-IX 2014 JSC Airport Nikola Tesla achieved the total revenue in amount of RSD 2,626,904,711.00. Thus achieved total revenue is 24% higher in comparison to the achieved revenues in the same period of the previous year and 10% higher in comparison to the planned figures for that period 2014.

In the pattern of achieved revenues for the period VII-IX 2014 **business revenues** had greatest share with RSD 2,528,111,005.00 and they are 21% higher than in the same period of the previous year and 7% higher than in the Rebalancing Plan for the same period of 2014.

Within business revenues, RSD 807,693,284.00 refers to revenues achieved by rendering **air services** in the period VII-IX 2014. These revenues are 38% higher than the same in the same period of the previous year and 11% higher than the planned figures for VII-IX 2014.

Revenues from **passenger service and security fees** were achieved in the amount of RSD 1,130,218,155.00 for VII-IX 2014 and these revenues are 25% higher than the same figure in 2013 and 8% lower than the planned figures for the same period 2014.

In the period VII-IX 2014 the revenues from **service rendering in cargo-customs warehouse** were achieved in the amount of RSD 37,764,988.00 and they are 15% higher than the revenues on this basis in the same period in 2013 and by 2% lower than the planned figures for the same period in 2014.

In the period VII-IX 2014 the revenues from **other services** are 2% lower than in the same period of the previous year, 6% lower than the planned figures for VII-IX 2014 and were achieved in the amount of RSD 166,509,912.00. The largest share in these revenues have: revenues from utility services and revenues from the services of CUTE system.

The revenues from sales of goods mainly refer to the revenues from the sale of kerosene. In the period VII-IX 2014 it was sold 1,736 tons of kerosene, while in the same period of the previous year it was sold 2,550 tons (companies that ceased to not takeover supplies are Turkish Airlines, Aeroflot and Pegasus Airlines). Achieved revenues from sale of kerosene and goods for the period VII-IX 2014 is lower by 30% in comparison to the same period of 2013 and higher by 360% in comparison to the planned figures for the period VII-IX 2014.

In the period VII-IX 2014 revenues from renting of **business facilities** are achieved in the amount of RSD 222,410,403.00, which is 28% higher than in the same period of 2013 and 52% higher than the planned figures for the same period. The greatest portion of these revenues refers to renting of business facilities to Dufry Company.

Financial revenues (group 66) in the period VII-IX 2014 are disclosed in amount of RSD 95,807,973.00 and are higher by 405% in comparison to the same period of the previous year as realised exchange rate differences in the period VII-IX 2014 are significantly higher than those in the same period of the last year. In the pattern of financial revenues for VII-IX 2014 the greatest part refers to realised exchange rate differences in the amount of RSD 72,680,851.

Other revenues (group 67 and 68) in the period VII-IX 2014 were achieved in the amount of RSD 2,985,732.00 and they are considerably lower in comparison to the same period in 2013. The reason of thus disclosed decrease of these revenues is that in the period VII-IX 2014 collected receivables are considerably lower than in the same period previous year, from which the largest share refers to Jat Tehnika and in the previous years they were placed on value correction.

REVENUE PATTERN

S.No.	Type of service	Description	Realization I-IX 2013	Rebalancing Plan I-IX 2014	Realization I-IX 2014	INDEX	
1	2	3	4	5	6	7 (6/4)	8 (6/5)
	Air services domestic carriers						
	612000+612300	Landing	61,108,273	111,392,843	110,607,031	194	106
	612010+612310	Lighting	19,761,903	36,437,206	35,176,679	178	97
	612030+612330	Handling	75,451,317	135,632,671	128,164,968	170	95
	612040	Infrastructure	40,377,922	46,887,466	70,296,466	174	153
	612050	Air-bridges	23,162	19,481	0	0	0
	612020+612320	Aircraft abode tax	1,990,692	2,383,096	4,361,427	219	183
I	Total air services (domestic carriers):		198,713,268	331,622,742	366,496,381	179	108
	Air services foreign carriers						
	613010+613011	Landing	383,619,660	445,545,792	490,683,105	128	110
	613020+613021	Handling	467,173,641	632,071,833	691,249,347	129	111
	613030+613031	Lighting	37,269,917	48,633,693	51,809,094	139	107
	613040	Infrastructure	237,841,606	276,224,260	326,860,010	137	118
	613060	Air-bridges	87,805,976	101,116,355	138,012,963	157	136
	613000+613001	Aircraft abode tax	16,619,209	20,333,006	23,653,319	142	116
II	Total air services (foreign carriers):		1,220,329,910	1,423,024,940	1,622,268,329	133	114
I+II	Total air services		1,419,043,178	1,755,447,682	1,978,764,710	139	113
	Passenger service						
	612400 - domestic carriers - domestic traffic	Passenger service domestic carr/ traff	12,092	46,491	13,960	115	30
	612412 - transfer passengers - international traffic	Transfer passengers - inter. Traffic	548,126,082	822,626,609	629,977,090	115	77
	612410 - domestic carriers - international traffic	Passenger service d. Carr/intl traff	0	0	135,273,930	0	0
	613200 (foreign carriers)	Passeng. Service intl carr	1,086,366,091	1,317,827,621	1,236,922,942	114	94
	613212 -transfer passengers - inter. Traffic	Transfer pax - inter. traffic	0	0	9,266,092	0	0
	612420+612430+613230	security fees	418,719,440	676,788,408	666,470,804	135	98
III	Total passenger service		2,063,213,704	2,717,289,029	2,676,923,817	128	96
I+II+III	Total air services and passenger service		3,472,266,882	4,472,736,711	4,655,678,527	131	102
	CCW services						
	612600+612610	CCW services dom. market	71,261,630	77,776,023	81,120,884	114	104
	613300 +613310 (foreign)	CCW services foreign market	22,403,672	24,324,775	22,368,848	100	92
IV	Total CCW services		93,665,302	102,100,798	103,489,731	111	101
V	Total services in air traffic (I to IV):		3,565,911,984	4,674,837,609	4,869,168,258	131	102
	Other services						
1	612100+612380+613100	DCS services	24,157,331	24,228,690	26,476,111	110	109
2	612110+612170+612180+613891+613892+613893+613895	Workorder	27,363,774	28,919,292	39,583,007	145	137
3	612130+612131+613072+612370+613071	VIPsaloon	4,648,973	5,435,832	3,425,112	74	63
4	612140+612390+613090	CUTE (dom + foreign)	88,792,457	90,449,226	78,188,038	86	84
5	613080+612380	Lost and found services	13,325,027	14,060,482	15,526,365	117	110
6	6126+613120+613400+613401	Public services	102,909,959	111,013,687	100,549,853	98	91
7	612820+612821+613170	Catering services business class	26,725,087	28,055,791	34,244,950	128	122
8	612670+613610	Advertising space	28,495,049	29,416,151	18,688,574	66	64
9	612863	Commercial usage of apron	55,003,057	58,390,006	44,231,565	80	76
10	612160+613110	Aircraft de-icing service	38,837,790	62,378,210	23,591,322	61	38
11	Other non-mentioned services-dom+foreign		73,017,715	76,926,419	74,556,688	102	97
VI	Other services (1 to 11):		483,076,218	529,273,736	467,041,684	96	86
VII	Total 61-Revenues from sale of services (V+VI)		4,048,988,202	5,104,111,246	5,116,209,842	126	100
	Revenues from sale of goods:						
VIII	60 Revenues from sale of kerosene + goods		474,839,264	548,467,622	557,486,429	117	102
IX	Total (60+61) REVENUES FROM SALE (VII+VIII)		4,523,827,466	5,652,578,767	5,673,696,271	125	100
X	64 i 65 - Renting of business facilities		426,140,260	439,764,886	539,110,376	127	123
XI	BUSINESS REVENUES (IX+X)		4,949,967,706	6,092,343,653	6,212,814,646	126	102
XII	66-FINANCIAL REVENUES						
1	interests		117,283,631	71,656,687	188,222,736	160	263
2	exchange rate differences -realised		54,698,130	71,658,587	73,074,152	134	102
3	exchange rate differences -non-realised		58,922,582	0	99,400,677	169	0
			3,662,919	0	15,747,907	436	0
XIII	67 and 68 OTHER REVENUES		23,876,896	51,626,292	47,401,700	199	92
XIV	Total revenues (XI+XII+XIII)		5,091,128,232	6,216,628,532	6,448,439,083	127	104

4.2. EXPENDITURES

In the period I-IX 2014 **total expenditures** were achieved in the amount of RSD 5,043,809,223.00. Thus achieved expenditures are 7% higher than the expenditures achieved in the same period of the previous year and 8% lower than the figures in the Rebalancing Plan for I-IX 2014.

The purchase value of sold goods (group 50) almost completely refers to the purchase value of the sold kerosene. For **purchase value of sold kerosene** it was spent RSD 530,844,508.00 or 16% more than in the same period of the previous year and 1% more in comparison to the Rebalancing Plan for I-IX 2014. Regarding the fact that the kerosene is registered both on revenues and expenditures, the real revenue of the Company is realised price difference, which amounted for the period I-IX 2014 RSD 23,663,891.00. Average difference participation in sale value of kerosene for the period I-IX 2014 is 4.27%, while in the same period of the previous year it was 3.17%.

The costs of materials (group 51) participates in total expenditures with 7% and mostly refer to: costs of power supply, costs for spare parts for investment maintenance of the means of labour, spent basis material and costs of gasoline and diesel fuel.

Within total expenditures the most part refer to **costs of salaries, reimbursements and other personal earnings** (group 52) which for the period I-IX 2014 amount to RSD 1,099,301,450.00 and it is 24% more than in the same period of the previous year, primarily because a number of increase of salaries and increase of the number of employees. The costs of salaries of employees (gross II - Chambers excluded) of Airport Nikola Tesla Belgrade amount to RSD 646,261,596.00, whereas the costs for persons engaged through Youth organizations amount to RSD 260,546,888.00 (youth organizations: Fan, Beograd, Knez, Medijator and Europa). Apart from salaries in the group 52 there are also included reimbursements per contracts (service contracts), reimbursements per temporary and occasional jobs in the amount of RSD 408,947,457, extra work contract, part-time work contracts, reimbursements for the members of the Supervisory board and members of the Assembly of Shareholders and other personal expenditures (transport, business trip wages, costs of business trips and joint assistance and jubilee awards).

Costs of **amortization and reserves** (group 54) for the period I-IX 2014 amount RSD 562,631,918.00; RSD 556,631,918.00 thereof refer to amortization and RSD 6,000,000.00 refer to reserves for litigations.

The most of the **costs of production services** (group 53) and **intangible costs** (group 55) refers to the **costs of services** of OZB Komerc RSD 521,265,536.00. Adding this amount to total costs for salaries, reimbursements and other personal earnings of employees (group 52) we come to the amount of RSD 1,620,566,986.00, which makes 32.13% of total expenditures of the period I-IX 2014.

Pattern of **the costs of production services** includes:

- **the costs of transport services**, where the most part refers to the costs of services of OZB Komerc for Ground-handling department in the amount of RSD 171,592,395.00, the costs of monthly IT support for passenger and baggage check-in, the costs of mobile phones, cost for fixed phones, costs of information and passenger check-in and others.

- **the costs of maintenance services** are higher by 27% in I-IX 2014 in comparison to the same period of the previous year, mainly refer to costs of maintenance services on fixed assets.

- **the costs of other services** mostly referring to the services of OZB Komerc for Security department in the amount of RSD 210,714,772.00, then the costs of Dufry's services, water, drainage and others.

- **costs of leasing** mainly refer to leasing of licences and network and server infrastructure in the amount of 17,850,484.00. Costs of leasing in I-IX 2014 are 31% higher in comparison to the same period of the previous year, first of all due to increase of the leasing of licences.

- **costs of advertising** in the period I-IX 2014 are 47% lower than in the same period of the previous year.

Pattern of **the intangible costs** includes:

- **costs of non-production services** where most part refer to: the costs of services of OZB Komerc for the Technical maintenance, Investment, Commercial, Financial and Legal departments in the amount of RSD 138,958,369.00, then the cleaning services, the services of newly-incorporated company – agricultural operative, costs of occupational health-JAT and others.

Besides the costs of non-production services the pattern of intangible costs include:

The representational costs
The costs of insurance premiums
The costs of payment operations
The costs of membership fees
Taxing costs and
Other intangible costs

In the period I-IX 2014 the realised costs of salaries, reimbursements and other earnings (group 52), the services of OZB Komerc and amortization in total amount of RSD 2,177,198,904.00 make 43.17% of total expenditures and 33.76% of total revenues in I-IX 2014 of Airport Nikola Tesla Belgrade is needed to cover them.

Financial expenditures (group 56) in the period I-IX 2014 are disclosed in the amount of RSD 99,796,8906.00 and are 8% lower than in the same period of the previous year.

The achieved expenditures realised from interest participate with 40.20% in the pattern of total financial expenditure and amount to RSD 40,115,612.00 and are 4% lower than in the same period of the previous year. The mentioned expenditures from interest refer to the interests for long-term liabilities per loans (EIB – reconstruction of the Terminal) and default interest in the country.

In the pattern of financial expenditures, non-realised negative exchange rate differences in the period I-IX 2014 are achieved in the amount of RSD 37,851,368.00 (and mostly refer to: non-realised negative exchange rate differences for loans - EIB) and they are included in that pattern of total financial expenditures with 37.93%, while in the same period of 2013 they amounted to RSD 9,882.143.00.

Realised exchange rate differences in the period I-IX 2014 are achieved in the amount of RSD 21,829,926.00 (and mostly refer to: realised negative exchange rate differences – liabilities/ suppliers) and they are included in that pattern of total financial expenditures with 21.87%, while in the same period of 2013 they amounted to RSD 57,000,734.00.

Other expenditures (group 57, 58 and 59) in the period I-IX 2014 are achieved in the amount of RSD 1,415,064,748.00 and are higher 25% than the same in the same period of the previous year. Value correction of domestic and foreign buyers on 30.09.2014 amount to RSD 1,367,660,384.00 and most part thereof refer to value correction of Air Serbia in the amount of RSD 1,262,261,237.00.

Within other expenditures as larger costs there are costs of donations and union costs.

Main suppliers, from the point of turnover in the period I-IX 2014 are: OZB Komerc, Morava IN, Okta and Sibex export-import.

III Quarter

In the period VII-IX 2014 **total expenditures** were achieved in the amount of RSD 1,760,183,616.00. Thus achieved expenditures are at the same level of expenditures achieved in the same period of the previous year and 23% lower than the figures in the Rebalancing Plan for VII-IX 2014.

The purchase value of sold goods (group 50) almost completely refers to the purchase value of the sold kerosene. For **purchase value of sold kerosene** it was spent RSD 152,898,691.00 or 32% less than in the same period of the previous year and 356% more in comparison to the Rebalancing Plan for VII-IX 2014. Regarding the fact that the kerosene is also registered both on revenues and expenditures, the real revenue of the Company is realised price difference, which amounted for the period VII-IX 2014 to RSD 9,288,426,00. Average participation of price difference in sale value of kerosene for the period VII-IX 2014 is 5.73% while in the same period last year it was 4.50%.

The costs of materials (group 51) participates in total expenditures with 6% and mostly refer to: costs of electrical power, spent spare parts for investment maintenance of fixed assets, spent basic material etc. Achieved costs of materials in the period VII-IX 2014 are 32% higher than in the same period of the previous year.

Within total expenditures the most part refer to **costs of salaries, reimbursements and other personal earnings** (group 52) which amount RSD 353,744,986.00 for the period VII-IX 2014 and it is 26% higher than in the same period of the previous year, primarily due to increase of employee salaries and number of employees. The costs of salaries of employees (gross II Chambers excluded) of Aerodrom "Nikola Tesla" Beograd amount to RSD 205,261,140.00, whereas the costs for persons engaged through Youth organizations amount RSD 84,445,479.00 (youth organizations: Fan, Beograd, Knez, Medijator and Europa). Apart from salaries in the group 52 there are also included reimbursements per contracts (service contracts), reimbursements per temporary and occasional jobs, part-time work contracts, reimbursements for the members of the Supervisory board and members of the Assembly of Shareholders and other personal expenditures (transport, business trip wages, costs of business trips and joint assistance).

Costs of **amortization and reserves** (group 54) for the period VII-IX 2014 amount RSD 197,407,707.00, RSD 193,407,707.00 thereof refer to amortization and RSD 4,000,000.00 refer to reserves for litigations.

The most of the **costs of production services** (group 53) and **intangible costs** (group 55) refers to **the costs of services** of OZB Komerc RSD 164,880,284.00. Adding this amount to total costs for salaries, reimbursements and other personal earnings of employees (group 52) we come to the amount of RSD 518,625,270.00, which makes 29.46% of total expenditures of the period.

Pattern of **the costs of production services** includes:

- **the costs of transport services**, where the most part refers to the costs of services of OZB Komerc for Ground-handling department in the amount of RSD 54,688,342.00, then ITT monthly support for passenger and baggage check-in, the costs of mobile phones, the costs of fixed phones and others.
- **the costs of maintenance services** are higher by 46% in the period VII-IX 2014 in comparison to the same period of the previous year and mainly refer to costs of maintenance services for fixed assets.
- **the costs of other services** mostly referring to the services of OZB Komerc for Security department in the amount of RSD 67,114,330.00, then costs of services provided by Dufry, the costs of water, drainage, the and others.
- **costs of leasing** and mainly refer to leasing of licences. Costs of leasing are 19% higher in the period VII-IX 2014 in comparison to the same period of 2013, primarily due to leasing of licences which were not present in the same period of previous year.

- **costs of advertising** in the period VII-IX 2014 are 98% lower than in the same period of the previous year, because the costs of sponsorship and advertising in electronic media in the period VII-IX 2014 are not present compared to the same period of the previous year.

Pattern of **the intangible costs** includes:

- **costs of non-production services** where most part refer to: - the costs of services of OZB Komerc for the Technical maintenance, Investment, Commercial, Financial and Legal departments in the amount of RSD 43,077,612.00, then cleaning services, the services of newly-incorporated company – agricultural operative, costs of occupational health-JAT services and others.

Besides the costs of non-production services the pattern of intangible costs also include:

The representational costs
The costs of insurance premiums
The costs of payment operations
The costs of membership fees
Taxing costs and
Other intangible costs

In the period VII-IX 2014 the realised costs of salaries, reimbursements and other earnings (group 52), the services of OZB Komerc and amortization in total amount of RSD 712,032,977.00 make 40.45% of total expenditures and 27.11% of total revenues in VII-IX 2014 of Airport Nikola Tesla Belgrade is needed to cover them.

Financial expenditures (group 56) in the period VII-IX 2014 are disclosed in the amount of RSD 45,262,081.00 and are 90% higher than in the same period of the previous year.

In the pattern of total financial expenditures non-realized negative exchange rate differences are realized in the amount of RSD 27,764,303 (mainly refer to: negative exchange rate differences for liabilities under loans – EIB) and participate with 61.34% in the pattern of total financial expenditures.

Realized interest expenditures participate with 25.77% in the pattern of total financial expenditures and amount to RSD 11,664,312.00 and are lower compared to the same period of the previous year. Mentioned interest expenditures refer to interest on long-term liabilities under loans (EIB – reconstruction of the Terminal).

Realised negative exchange rate differences are achieved in the amount of RSD 5,833,466.00 (and mostly refer to: realized negative exchange rate differences for liabilities / suppliers) and are included with 12.89% in the pattern of total financial expenditures.

Other expenditures (group 57, 58 and 59) in the period VII-IX 2014 are achieved in the amount of RSD 587,739,810.00 and are 7% higher than the same in the same period of the previous year, the largest part refer to value correction of domestic buyers. Value correction of domestic and foreign buyers for the period VII-IX 2014 amount to RSD 579,123,076.00 and most part thereof refer to value correction of Air Serbia in the amount of RSD 178,589,120.00.

EXPENDITURE PATTERN

Account	Account name	Realization I-IX 2013	Rebalancing plan I-IX 2014	Realization I-IX 2014	INDEX	
					6 (5/3)	7 (5/4)
1	2	3	4	5	6 (5/3)	7 (5/4)
50	PURCHASE VALUE OF SOLD GOODS	458,178,525	525,825,000	531,319,534	116	101
501	PURCHASE VALUE OF SOLD GOODS	458,178,525	525,825,000	531,319,534	116	101
51	COSTS OF MATERIAL	276,731,659	406,979,203	361,583,490	131	89
511	COSTS OF MATERIALS FOR PRODUCTION	56,833,999	106,324,537	82,974,279	146	78
512	COSTS OF OVERHEADS	40,914,543	63,520,098	68,356,953	167	108
513	COSTS OF FUEL AND ENERGY	178,983,117	237,134,568	210,252,258	117	89
62	SALARIES, REIMBURSEMENTS	883,185,417	1,126,780,818	1,099,301,450	124	98
520	SALARIES AND REIMBURSEMENTS-GROSS	518,903,017	556,548,994	548,154,728	106	98
521	TAXES AND CONTRIBUTIONS AT THE COST OF EMPLOYER	92,881,862	99,622,904	98,106,868	106	98
522	REIMBURSEMENT FOR SERVICE CONTRACTS	1,528,059	1,172,422	104,213	7	9
524	COSTS OF REIMBUR. PER TEMPORARY AND OCCASIONAL JOBS-GROSS	220,733,734	412,234,700	408,947,457	185	99
525	REIMBURSEMENT FOR NATURAL PERSONS-GROSS	579,910	508,250	395,306	68	78
526	REIMBURSEMENT MEMBERS OF BoD, SuperV.B, Assembly-GROSS	7,148,363	7,645,484	6,296,013	88	82
529	OTHER PERSONAL EXPENDITURES	41,410,471	48,048,063	37,296,865	90	78
63	COSTS OF PRODUCTION SERVICES	884,889,787	733,556,726	642,288,543	73	88
531	COSTS OF TRANSPORTATION SERVICES	303,820,142	251,776,892	213,499,173	70	85
532	COSTS OF MAINTENANCE SERVICES	89,737,804	146,367,959	113,786,058	127	78
533	COSTS OF LEASE	21,506,267	24,148,367	28,098,626	131	116
535	COSTS OF ADVERTISING	31,023,251	21,798,000	16,298,276	53	75
536	COSTS OF MARKET RESEARCH	0	0	0	0	0
539	COSTS OF OTHER SERVICES	438,802,323	289,465,507	270,606,410	62	93
64	COSTS OF AMORTIZATION AND RESERVES	549,737,891	576,892,414	562,631,918	102	98
540	COSTS OF AMORTISATION	538,138,421	575,392,414	556,631,918	103	97
549	COSTS OF RESERVING FOR LITIGATIONS	11,599,470	1,500,000	6,000,000	52	400
65	INTANGIBLE COSTS	401,766,743	370,461,011	331,822,633	83	90
550	COSTS OF NON-PRODUCTION SERVICES	300,317,613	265,452,591	236,224,649	79	89
551	COSTS OF REPRESENTATION	4,185,377	5,892,293	2,206,108	53	37
552	INSURANCE PREMIUMS	22,470,106	18,953,192	17,180,424	76	91
553	COSTS OF PAYMENT SYSTEM	4,231,706	4,729,986	4,464,118	105	94
554	COSTS OF MEMBERSHIPS	2,865,482	4,007,186	4,319,690	151	108
555	COSTS OF TAXES	56,378,267	59,176,403	55,550,840	99	94
559	OTHER INTANGIBLE COSTS	11,308,191	12,239,360	11,876,805	105	97
66	FINANCIAL EXPENDITURES	108,875,320	52,460,074	99,796,906	92	190
562	INTEREST EXPENDITURES	41,992,443	39,235,318	40,115,612	96	102
563	NEGATIVE EXCHANGE RATE DIFFERENCES	66,023,278	13,001,409	59,200,272	90	455
564	EXPENDITURE OF EXCHANGE CLAUSE RISK	859,599	213,347	481,022	56	225
67	OTHER EXPENDITURES	22,059,665	41,749,463	45,866,756	208	110
570	LOSS FROM EXPENDITURES	322,841	357,737	412,917	128	115
575	CONTRACTED PROTECTION FROM RISK	1,510	1,303	1,086	72	83
576	DIRECT WRITE-OFF OF RECEIVABLES	45,000	38,843	0	0	0
579	OTHER NON-MENTIONED EXPENDITURES	21,690,314	41,351,580	45,452,754	210	110
68	EXPENDITURES FROM PROPERTY DEVALORIZATION	1,106,793,292	1,666,153,206	1,369,197,992	124	82
585	IMPAIRMENT OF RECEIVABLES AND SHORT-TERM FIN. INVESTMENTS	1,106,793,292	1,666,153,206	1,369,197,992	124	82
69	EXPENDITURES OF PREVIOUS YEARS	0	0	0	0	0
591	EXPENDITURES OF PREVIOUS YEARS	0	0	0	0	0
TOTAL EXPENDITURES		4,692,208,297	6,499,837,914	5,043,809,223	107	92

4.3. SALARIES

In the period I-IX 2014 the total sum paid for salaries amounted RSD 548,154,728.00 (gross I), which is 6% higher than in the same period of 2013 and 2% less than Rebalancing plan for the period I-IX of 2014. The reason of salary increase in the period I-IX 2014 in comparison to the same period 2013 is increase in number of employees.

Summary of paid salaries (gross I) in the period I-IX of the current year is given in the table per months:

SALARIES GROSS I

Month	Achievement I-IX 2013	Rebalancing Plan I-IX 2014	Achievement I-IX 2014	Index	
				5 (4/2)	6 (4/3)
1	2	3	4		
January	55,655,824	59,499,367	58,763,373	105.58	98.76
January-Christmas bonus	11,657,998	12,218,472	0	0.00	0.00
February	53,560,252	57,499,367	58,526,830	109.27	101.79
February-Christmas bonus	0	0	12,094,150	0.00	0.00
March	52,204,941	57,824,335	56,646,423	108.51	97.96
April	54,366,755	61,324,335	59,635,426	109.69	97.25
April-Eastern bonus	11,657,998	12,218,472	12,119,827	103.96	99.19
May	58,728,207	61,324,335	59,190,994	100.79	96.52
June	53,653,003	57,824,335	57,154,146	106.53	98.84
July	56,067,605	58,574,335	57,930,899	103.32	98.90
August	54,602,871	58,574,335	56,995,822	104.38	97.31
August – school acces.	1,843,122	1,843,122	1,845,934	100.15	100.15
September	54,904,441	57,824,335	57,250,902	104.27	99.01
Total salaries	493,743,899	530,269,079	522,094,817	105.74	98.46
Total bonus	25,159,118	26,280,066	26,059,911	103.58	99.16
Total salaries+ bonus	518,903,018	556,549,145	548,154,728	105.64	98.49

We can see in the table that in the period I-IX 2014 there were paid out salaries to employees according to individual work contracts as well as single payments, as Christmas and Eastern bonuses, to each employee, in the same amount of RSD 18,000.00 net and school accessories for employees' children.

In the period I-IX of the current year average gross salary with the Christmas and Eastern bonuses and school accessories in the Company amounted RSD 128,984.00 and is 3% higher than the same for the previous year. Average net salary with the Christmas and Eastern bonuses and school accessory in the Company amounted RSD 91,538.00. Course of average gross I salary in the Company is shown in the following tables:

AVERAGE SALARY GROSS I

Month	I-IX 2013	I-IX 2014	index
January	144,864	124,059	85.64
February	115,567	148,081	128.13
March	113,122	119,572	105.70
April	143,898	151,679	105.41
May	128,135	124,949	97.51
June	117,536	120,733	102.72
July	123,332	123,675	100.28
August	124,483	125,411	100.75
September	119,016	122,696	103.09
Average	125,550	128,984	102.73

AVERAGE SALARY NET

Month	I-IX 2013	I-IX 2014	index
January	102,586	88,078	85.86
February	82,050	104,935	127.89
March	80,337	84,935	105.72
April	101,920	107,448	105.42
May	90,870	88,707	97.62
June	83,490	85,751	102.71
July	87,550	87,821	100.31
August	88,356	89,030	100.76
September	84,518	87,133	103.09
Average I-IX 2014	89,075	91,538	102.76

4.4. FINANCIAL RESULT

In the period I-IX 2014 **net profit** of the company was disclosed in the amount of RSD 1,260,397,688.00.

FINANCIAL RESULT							RSD
No.	Position	Realization	Rebalancing plan	Realization	Index		
		I-IX 2013	I-IX 2014	I-IX 2014	I-IX 2014		
1	2	3	4	5	6 (5/3)	7 (5/4)	
1	Business revenues	4,949,967,706	6,092,343,653	6,212,814,646	126	102	
2	Business expenditures	3,454,480,021	3,739,485,171	3,528,947,569	102	94	
3	Business profit (1-2)	1,495,487,685	2,352,858,482	2,683,867,077	179	114	
4	Financial revenues	117,283,631	71,658,587	188,222,736	160	263	
5	Financial expenditures	108,875,320	52,450,074	99,796,906	92	190	
6	Financial profit (4-5)	8,408,311	19,208,513	88,425,830	1,052	460	
6a	Financial loss (5-4)						
7	Other revenues	23,876,896	51,626,292	47,401,700	199	92	
8	Other expenditures	1,128,852,957	1,707,902,669	1,415,064,748	125	83	
9	Other profit (7-8)						
9a	Other loss (8-7)	1,104,976,061	1,656,276,377	1,367,663,048	124	0	
10	Total revenues (1+4+7)	5,091,128,233	6,215,628,532	6,448,439,083	127	104	
11	Total expenditures (2+5+8)	4,692,208,298	5,499,837,914	5,043,809,223	107	92	
12	Total gross profit (10-11)	398,919,935	715,790,618	1,404,629,859	352	196	
12a	Total gross loss (11-10)						
13	Period tax expenditure	50,176,704		150,880,552	301		
14	Deferred period tax expenditure	0		0	0		
15	Deferred period tax revenue	9,201,255		6,648,380	72		
16	Paid-up personal receiving to employer (interim dividend)	0		0	0		
17	Net profit	357,944,486		1,260,397,688	352		

It is important to point out that the financial result (gross profit and net profit) of Airport Nikola Tesla Belgrade for the first nine-months period of 2014 is disclosed in lower amount due to inability to collect receivables from Air Serbia.

Due to uncollected receivables from Air Serbia the amount of RSD 1,262,261,237.00 is disclosed on operational costs as correction of value of uncollected receivables from Air Serbia older than 60 days, gross profit of the Company is decreased by the same amount and net profit is accordingly decreased, while for 2013 value correction was RSD 1,106,037,359.00.

Provided that the receivables were regularly collected from Air Serbia gross profit of JSC Airport Nikola Tesla for I-IX 2014 would be RSD 2,666,891,097.00 and for the same period last year it would be 1,504,957,294.00.

5. DESCRIPTION OF ALL INPORTANT BUSINESS OCCURRANCES FROM THE PERIOD I-IX 2014

Management bodies

Ordinary 55th session of the Supervisory Board of JSC Belgrade Nikola Tesla was held on 31.07.2014 in the small conference room of Belgrade Lounge, Belgrade – Surčin, on the complex of Belgrade Nikola Tesla Belgrade, with beginning at 16:00 hours.

At that session of the Supervisory Board, JSC Belgrade Nikola Tesla Airport, based on the Resolution of the Government of RS 24 Number: 119-8309/2014 dated 07/28/2014, has resolved the Executive Director in the Executive Committee who is both member and Chairman of the Executive Board of the JSC Belgrade Nikola Tesla Airport, Velimir Radosavljevic from Belgrade.

Also at the same sesstion of the Supervisory Board, JSC Belgrade Nikola Tesla Airport, based on the Resolution of the Government of RS 24 Number: 119-8309/2014 dated 28/07/2014, has appointed for Exacutive Director of JSC Belgrade Nikola Tesla, Saša Vlaisavljević from Belgrade.

Ordinary 56th session of the Supervisory Board of JSC Belgrade Nikola Tesla was held on 07.08.2014 in the small conference room of Belgrade Lounge, Belgrade – Surčin, on the complex of Belgrade Nikola Tesla Belgrade, with beginning at 16:00 hours.

At that session of the Supervisory Board, JSC Belgrade Nikola Tesla Airport, based on the Resolution of the Government of RS 24 Number: 119-8578/2014-1 dated 05/08/2014, has appointed for acting Director General, Chairman of the Executive Board of JSC Belgrade Nikola Tesla Airport, Saša Vlaisavljević from Belgrade.

Works

Works on rehabilitation of Taxiway "A"(TWY A km0 +724 - km 3+000) and connection "E"

In this period were carried out all anticipated works on the rehabilitation of taxiway "A" (TWY A km 0 +724 - km 3 +000) and connection "E".

By this rehabilitation a new layer of asphalt on the surface of 60,700 m2 is made, repair of the basic track of taxiway according to ICAO recommendations - making of stabilized green area of 8,000 m2 along the edge of the pavement, as well as the rehabilitation of the existing lighting system of taxiway A and connection E - replacing 240 bases with lights. The total value of works is RSD 108,053,798.83. The contractor, consortium of "GP Planum" ad Belgrade - Zemun, "Minelinženjering Eving" doo Beograd, has completed all works on 25.05.2014 and CAD has inspected them on 26.05.2014 and after that taxiway was put into operation.

Replacement of lights SSO PAPI 12

JSC Belgrade Nikola Tesla Airport on 01/09/2014 with ELGRA VISION Ltd. Belgrade concluded the Agreement on Public Procurement 17-7/2014 for the execution of works on replacement of SSO PAPI 12 lights. Contracted value of works is RSD 5.975.600.00 VAT excluded. The contractor has been introduced into the business by signing a contract. The contractual deadline for completion is 75 days.

Works on replacement of SSO PAPI 12 lights were completed entirely on 18/02/2014. Instead of the old PAPI lights ALSTOM TO 737 that were in use for more than twenty years, the new PAPI lights ERNI type EL-219-PAPI are built in. New lights have better optics and are easier to adjust the angle of radiation.

Light pointer of approach angle of PAPI lights are very important assistance to the pilot in the final stages of landing on the runway. Functional correctness and precision setting of PAPI lights is essential to the safety of the aircraft during landing.

Completed Activities of Winter Maintenance

On 01 April 2014 are completed all activities of the Airport Winter Maintenance for the winter season 2013/ 2014. In Stock remained 105 tons of urea and about 45,000 lit of runway anti-icing liquid that will be used for the next winter season. Activities have started to overhaul winter machinery and prepare them for the next season.

Procedure was carried out and signed contract for the supply of special socket for cleaning of runway maneuvering areas and other surfaces for movement of aircraft so that the runway sweeper Overassen RS 400 will be engaged throughout the year.

Contract No. 17-79/2014 is signed with the company Europlast on 08/04/2014, socket is delivered by middle of July, and installation of equipment is expected after obtaining of permit for stay and movement at boarder crossing for authorized service provider from Norway.

Maintenance of company fleet

Maintenance of Airport company fleet is conducted according to planned schedule of service intervals for routine maintenance and the corresponding requirements for corrective maintenance.

Execution of contract for procurement and installation of Visual Docking Guidance System- VDGS

JSC Belgrade Nikola Tesla Airport concluded on 06.01.2014 concluded contract for procurement No. 17-3/2014 with the renowned Swedish company FMT for the supply of goods, "Visual Docking Guidance System- VDGS" in the amount of € 339,699.00. The contract provides for procurement of 11 devices for aircraft visual docking guidance for parking positions C1 - C6 and A1 -A5 , as well as software that will connect all the devices to Airport Dispatch Centre. Using these devices in aircraft parking will completely eliminate the human factor as a possible cause of error and increase the accuracy and reliability of the guidance.

Until 07.05.2014, were set up all devices, calibrated, tested and successively released into operation after obtaining the approval of the Directorate of Civil Aviation.

In the third quarter of this year by the Civil Aviation Directorate of the Republic of Serbia airport has received the Decision approving the use of VDGS system for precise introduction and stopping of the aircraft for parking positions C1 and C2. The above two positions are the last two of a total of 11 positions (A1-A5, C1-C6), on which VDGS system is set to in the previous period. Contract no. 17-3/2014 for the purchase of VDGS system was signed on 06.01.2014 with Company "FMT Aircraft Gate Support System AB" in the amount of 339,699.00 Euros and includes the purchase, initial setup and maintenance of information systems. The information system is operational and in use at the airport, and after the completion of implementation of the interface with the information system AODB, FMS, FIDS, as additional functionality that allows monitoring of availability of parking positions in real-time, implementation of the project will be completed and conditions will be met for payment of the of the last amount stipulated by the contract for the purchase and initial setup of information system.

Rehabilitation and modernization of air bridges C1-C5

Between 06.03.2014 and 07.04.2014 a tender for the rehabilitation and modernization of air bridges C1 and C5 was published. The Committee has carried out opening of tenders, reviewed them, and prepared an expert report. Signing of the contract is in progress. Contract was signed and filed on 08.08.2014 under No. 17-143/2014. Subject of the contract is replacement of the system for vertical movement, PC, PLC, safety systems and sensors to increase safety and security of the old air bridges. The total contract value amounts to 393,000.00 euros without VAT (45,418,224.00 RSD at the official middle exchange rate valid on the day when tender opening started). Parts for passenger boarding bridges were received in 3 ship containers and a portion by air via DHL. The first ship container arrived at the airport and was unloaded on 23.10.2014, the second on 29.10.2014, the third container on 03.11.2014 as well as shipment by DHL. Execution of works is planned for the period from 01.11.2014. to 15.02.2015 depending on weather conditions.

Development of reports with calculation of PCN and PCI numbers on the maneuvering areas and aprons

In this period are completed works on collection of data for development of the Study with calculation of PCN and PCI numbers on the maneuvering areas and aprons.

In order to **determine the relative capacity of the pavement** expressed through Pavement Construction Number (PCN), deflections in the subject areas were measured by deflectometer with falling weight type Heavy Weight deflectometer (HWD). Deflections were measured in all the maneuvering areas and aprons, in the center of the concrete slabs and at the points of joints, a total of 230 measuring points. On Friday, 31.10.2014 we'll get a report (study) for PCN for the following maneuver areas: PSS, TWYA, TWYB, TWYC, TWYE and TWYD.

In order to **determine the condition of the pavement surface** in accordance with the methodology (Pavement Condition Index - PCI) the visual inspection of pavement is done. PCI recording was made on a representative sample determined by the Purchaser and included 170 000 m2 of maneuvering areas and aprons. Analysis of the results, calculation of the PCI number and drafting of the report will be obtained in the second half of November 2014.

The total value of works is 1,889,960.00 RSD. Contractor is "Centralna Putna Laboratorija" d.o.o from Novi Sad.

During this period of year, there were no large investments in DTO. All other activities were based on regular preventive and corrective maintenance of equipment and installation.

Flat plate baggage carousels

In this period two flat plate baggage carousels were installed and put into operation in the hall for baggage claim, all as per contract No.17-79/2013 with the Chinese company CIMC TIANDA. Total value of contract was EUR 149,800.00. Takeover of equipment, testing and commissioning was done until 23.06.2014.

First phase of reconstruction and extension of waiting rooms and finger halls A and C

From the Ministry of Construction and Urban Planning is obtained on 13.02.2014 Decision approving the use of executed works on the first phase of reconstruction and extension of A and C waiting rooms and finger halls. The procedure of takeover of executed works started.

The second phase of reconstruction and extension of the waiting rooms and finger halls A and C

Airport Nikola Tesla Belgrade concluded Contract on 17.09.2013 with the consortium, which is a leading member of the company Morava In Krusevac, on Public Procurement No. 17-49 / 2013 for the works on the second phase of reconstruction of the waiting room and hallway fingerskih A and C. The contract value of the works is RSD 227 744 401, 55. Also, with the consortium, which is a leading member of the company Morava In Krusevac, is concluded public procurement contract number 17-133 / 2014 for the construction of additional works on the reconstruction and extension of the waiting room and hallway fingerskih A and C (Phase II). The agreed value of the additional works is RSD 2,334,191.20. The contractor has been introduced into business on 07.10.2013.

The second phase of extension and adaptation of terminal area includes works on the expansion and modernization of the waiting rooms and finger hall C. Technical documentation envisage upgrading of a new space between the gate C4 and the gate C5, area of 311.32 m², and the reconstruction of the existing surface area of 2304.12 m². Due to the increased volume of traffic a new gate C7 is formed for dispatch of passengers to open parking positions.

Expansion of the waiting rooms and finger hall C increases terminal capacity and quality of services provided to passengers. This provides additional space for commercial facilities and creates conditions for additional non-airline revenues.

Work on the second phase of the reconstruction and upgrading of the waiting rooms and finger halls A and C have been completed. Auditors of Civil Aviation Directorate of the Republic of Serbia have inspected the works performed and issued decision approving the use of aggregate waiting rooms C 3-4 and C 5-7, as well as gates C3, C4, C5, C6 and C7. Start of inspection of the works by the inspectors of the Department for Emergency Situations, Ministry of Internal Affairs is scheduled for 23.07.2014. A request for technical examination of the works performed is submitted to Ministry of Transport, Construction and Urban Planning. By completion of the works on the second phase of reconstruction and upgrading of the waiting rooms and finger halls A and C, a conceptual architectural arrangement of finger hall C has also been completed.

Waiting rooms A4a - A4b for dispatch of passengers to open positions

JSC Belgrade Nikola Tesla Airport has on 17.09.2013 with Company Morava from Krusevac, concluded the Agreement on Public Procurement No.17-5/2014 for works on adaptation of waiting rooms A4a - A4b for dispatch of passengers to open positions. Contracted value of works is RSD 27,879,931.60. The contractor has been introduced into business on 16/01/2014. The contractual deadline for completion is 28 days.

Due to the increased number of passengers, investment projects (the second phase of reconstruction of the waiting rooms and finger halls A and C and replacement of air bridges A1-A5) and the planned timetable of the company 'Air Serbia', for the smooth flow of traffic during peak hours it was necessary to provide additional gates.

In the first half of 2014 works were completed on adaptation of the waiting rooms A4a and A4b, area of 450 m², which is used for dispatch of passengers to open parking positions. It is anticipated that the passengers on the first floor level of Terminal 2 pass existing customs and passport control. After crossing the restricted area, passengers are directed by signs to waiting rooms A4a A4b. After the X-ray control and boarding control at the exits of the waiting rooms, passengers are transported by bus to the aircraft parked at remote positions.

Works on adaptation of waiting rooms for exit to open positions A4a - A4b are executed according to the solution with technical description and the bill of quantities of a certified designer. The works include:

- Architecture and construction and finishing works on refurbishment and modernization of the interior
- Repair, replacement and maintenance of all installations (strong and weak electricity, water and sewage, ventilation, air conditioning)
- Reconditioning of elevator and escalators

The work was carried out within the agreed timeframe. The final value of the works is RSD 26,709,882.50. Auditors of Civil Aviation Directorate of the Republic of Serbia have inspected the works performed and issued Decision approving the use of waiting room for exit to open positions A4a - A4b.

Expansion of the apron C - fence and additional works

JSC Belgrade „Nikola Tesla“ Airport on 04.03.2014 concluded public procurement contract with the consortium, which leading member is the company Planum from Belgrade, No. 17-4/2013 for execution of additional works on expansion of apron C. Contracted value of works is RSD 11,691,002.80. The contractor has been introduced into business on 25.03.2014. The contractual deadline for completion is 30 days.

Additional works on expansion of apron C include surplus works based on contract and work on setting up a fence around extended part of apron C. The contract envisages setting up a new fence, length of 296 m, in order to meet the requirements for securing of airport complex. The fence of the airport complex, in addition to security (intrusion prevention) and technological functions (preventing the passage of animals that can endanger aircraft movement), formally represents the state border line.

The work was carried out within the agreed timeframe. Auditors Civil Aviation Directorate of the Republic of Serbia have inspected the works performed and issued Decision approving the use of part of the permanent fence installed along apron C (C7 - C10). A request for technical examination of the works performed on the expansion of apron C is submitted to Ministry of Transport, Construction and Urban Planning.

The construction of the new route of heat pipeline

JSC Airport Nikola Tesla Belgrade on 04.09.2013, with the consortium, which is a leading member of the firm Konvar from Belgrade, concluded Contract on Public Procurement No. 17-45 / 2013 for the construction of the new route of heating pipeline. Contract value of the works is RSD 44,201,880.75. The contractor has been introduced into business on 23.09.2013. The contractual deadline for completion is 110 days. On 05.12.2013 Annex I to the Contract was concluded stipulating that works will continue after the end of the heating season.

The works include the construction of new pipelines route and reconstruction of the part of existing pipeline. Length of new primary branches of heating pipeline is 750 m in diameter Φ 300 mm. Relocation of the primary route of pipeline passing beneath a concrete apron, has for the main objective prevention of adverse events that may occur due to a broken pipe, which would result in the suspension of traffic due to the intervention. In addition, it is envisaged to expand the capacity of district heating network, which creates the possibility of a subsequent connection of new facilities to be constructed during the planning period. The construction of new pipelines will reduce heat losses in the network, as well as the loss of hot water, which will lead to less consumption of water, fuel oil and electricity (and thus will reduce the pollution of the environment).

Work on the construction of new pipelines route have been completed. Start of inspection of the works by the inspectors of the Department for Emergency Situations, Ministry of Internal Affairs is scheduled for 23.07.2014. A request for technical inspection of the construction work on the new route pipeline is submitted to Ministry of Transport, Construction and Urban Planning.

Transformer station Terminal 1

From the Ministry of Construction and Urban Planning is obtained on 24.03.2014 Decision approving the use of executed works on construction of transformer station Terminal 1.

The digitization of radio networks

JSC Belgrade "Nikola Tesla" Airport passed on 10.06.2014 a Decision on the award of public procurement contract in open procedure "Digitalization of radio networks" to Tenderer Telegroup d.o.o. Contracted value amounts to RSD 15,945,344.80. The above investment is aimed to digitization of radio network at the airport complex and provides for a gradual transition from analogue to digital radio communications. The digitization of radio network increases spectral efficiency, which leads to a doubling of traffic capacity and improves the quality of the digital audio signal. The digitization of radio networks will be realized on the basis of Project on expansion and improvement of the radio communication network. Republic Agency for Telecommunications (RATEL) gave approval to the project, and accordingly, issued a permit to obtain additional frequency by witch radio-communication channel of Airport Fire Service would be separated from radio channels of other services, and thus the communication traffic would be conducted without interference.

The access control system and safety of computer-communication network

JSC Belgrade "Nikola Tesla" Airport on 05.06.2014 concluded public procurement contract in open procedure "Access control system and safety of computer-communication network" with Company SAGA d.o.o. Contracted value amounts to RSD 28,301,632.76. The system is installed, implemented and put into operation 01.07.2014. With this investment are purchased modern hardware platforms and software packages that include systems from unauthorized access and access control systems to computer network of Airport "Nikola Tesla". The above systems provide the necessary methods for protection and detection of unauthorized intrusions to computer network, as well as the ability for simplified user access to various information systems without compromising the safety of computer - communication network.

Information system AODB, FMS, FIDS

In the third quarter of this year the activities were continued on the project of implementation of Information systems AODB, FMS, FIDS (contract 17-127/2012 with Company SITA), additional training was conducted for users of the system and carried out the preparation for the test period and the start of operational work of the system planned for the fourth quarter, that is in November of this year.

Platform for de-icing and anti-icing of aircraft

The documentation required for the issuance of building permits for construction of the platform for de-icing and anti-icing of aircraft is prepared. Documentation is submitted to the Ministry of Civil Engineering, Transport and Infrastructure.

Extension of finger hall C

The documentation required for the issuance of location permit for the construction of new waiting rooms and gates, that is extension of finger hall C, is prepared.

Strategy of development of Belgrade "Nikola Tesla" Airport

The material proposed is aimed at determining the strategic goals of the company.

Study of investment for the creation of a new space for business users

The documentation required for contracting the designing / construction of new premises for business users of the national air carrier is prepared.

Obtaining the approval of the competent state institutions on executed works

- The second phase of reconstruction of the waiting rooms and finger halls A and C. From the Ministry of Internal Affairs, the Department of Emergency Situations is obtained on, 08.08.2014 Decision which determines that measures for fire protection are implemented on executed works on the second phase of reconstruction of the waiting rooms and finger halls A and C.
- Construction of a new route of heating pipeline. From the Ministry of the Interior, Department of Emergency Situations, on 08.08.2014 is obtained Decision which determines that measures for fire protection are implemented on the executed works on the new route heating pipeline.

6. DESCRIPTION OF SIGNIFICANT RISKS AND UNCERTAINTIES FOR THE REMAINING THREE MONTHS OF THE YEAR

FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT OBJECTIVES

Due to the existence of market risks that affect the financial instruments, the Company's management meticulously monitors developments leading to the risk and take the necessary measures for risk management.

MARKET RISK

a) Currency risk

Analyzing the financial assets and liabilities on 30.09.2014, it can be concluded that the Company operates with a low currency risk. The reason for this is that large part of receivables is contracted with currency clause.

b) Risk of interest rate change

The risk of changes in interest rates on the Company does not represent a significant risk. The categories of financial instruments that have contracted interest are mainly defined with a fixed interest rate. That is why the interest rate change would not considerably affect Company's revenues and expenditures.

CREDIT RISK

The Company estimates that the greatest of the risks affecting financial instruments is credit risk. The Company has huge receivables of domestic and foreign buyers and the credit risk permanently exists. In order to decrease this risk the Company regularly monitors realisation of payment. It analyses charging value realised in due period, delay in payments and uncollected receivables.

Receivables from buyers relate to a large number of customers, of which the largest portion relates to receivables from Air Serbia.

LIQUIDITY RISK AND CASH FLOW

Management of liquidity risk demands special attention of the Management of the Company. Therefore the Management has established business policy mostly based on financing from own resources. Borrowed funds are generally of long-term nature. That there is no liquidity risk is supported by the fact that the Company has available funds to be deposited with banks in the form of short-term investments mainly intended to finance future investments.

7. INFORMATION ON SIGNIFICANT TRANSACTIONS BETWEEN RELATED PARTIES IN THE PERIOD I-IX OF THE CURRENT FINANCIAL YEAR

According to the Ministry of Finance, related parties of JSC Airport Nikola Tesla Belgrade are all legal entities in which equity, that is managing bodies, the Republic of Serbia has a share of at least 25%.

Belgrad, 31.10. 2014

Acting Director General

Saša Vlasisavljević

Executive Director

Zoran Stojković

Executive Director

Dejan Milovanović

Poslovni kabinet

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TRANSLATION

STATEMENT

Hereby we state that, according to our best knowledge, the quarterly report for the third quarter, which contains data for the first nine months of the business 2014 is drafted in line with appropriate international standards of financial reporting and that it shows true and impartial data on property, obligations, financial position and operating, profits and losses, cash flows and changes on the capital of the Company.

Signed by:

Acting General Director

Saša Vlajsavljević

Executive Director

Zoran Stojković

Executive Director

Dejan Milovanović

Head of Accounting Sector

Zorka Latinović