

REPORT

ON THE BANK OPERATION IN THE SECOND QUARTER OF 2012

Belgrade, July 2012

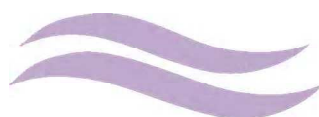




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1. PRESENTATION OF BASIC OPERATION INDICATORS IN THE PERIOD BETWEEN 31.12.2011 AND 30.06.2012

1.1. Bank's Operation Indicators

DESCRIPTION	(In 000 RSD)				
	30.06.12	31.05.12	30.04.12	31.03.12	31.12.11
BALANCE SHEET ASSETS	302.669.760	303.307.771	295.641.292	288.778.797	275.488.718
<i>Increase (in %)</i>	9,87%	10,10%	7,32%	4,82%	7,7%
CLIENTS' LOANS AND DEPOSITS	178.256.043	181.715.231	173.914.850	166.847.320	155.719.207
<i>Increase (in %)</i>	14,47%	16,69%	11,68%	7,15%	3,4%
<i>Share of NPL in loans (in %)</i>	11,04%	10,83%	10,77%	10,66%	10,7%
Retail loans and deposits*	54.129.216	53.509.257	51.177.179	50.898.047	48.555.491
Legal entities' loans and deposits	124.126.827	128.205.974	122.737.671	115.949.274	107.163.716
CALLABLE DEPOSITS AND LOANS (without FX r.r.)	-	1.100.000	1.600.000	11.000.000	11.500.000
TOTAL RESERVE REQUIREMENT	60.266.666	56.768.224	54.344.248	55.928.880	52.753.142
CLIENT DEPOSITS	226.090.169	228.926.734	221.544.333	217.173.310	206.123.280
<i>Increase (in %)</i>	9,69%	11,06%	7,48%	5,36%	3,5%
Retail client deposits	161.360.068	161.793.470	155.815.183	153.340.688	143.061.647
Legal entities' deposits	64.730.102	67.133.264	65.729.150	63.832.623	63.061.633
PROFIT FROM REGULAR OPERATION	2.274.424	1.853.348	1.617.548	1.149.533	3.952.066
<i>Increase / decrease (in %***)</i>	13,33%	10,24%	31,43%	28,42%	41,6%
PROFITABILITY PARAMETERS:					
ROA – profit** / average balance sheet assets	1,55%	1,53%	1,69%	1,61%	1,53%
ROE – profit** / average total capital	10,01%	9,82%	10,74%	10,21%	9,21%
ROE – profit** / average share capital	15,98%	15,63%	17,05%	16,16%	13,89%
INCOME BASED PROFIT	5.060.711	4.112.360	3.395.171	2.528.418	9.853.368
<i>Increase (in %***)</i>	9,77%	11,06%	18,77%	18,77%	32,5%
FEE AND COMMISSION BASED PROFIT	2.126.915	1.731.154	1.358.198	1.000.793	4.423.399
<i>Increase / decrease (in %***)</i>	0,71%	0,01%	-1,29%	-0,90%	13,6
NUMBER OF EMPLOYEES	3.005	2.999	2.994	3.023	3.022
<i>Increase / decrease (in %)</i>	-0,56%	-0,76%	-0,93%	0,03%	-2,5
Assets per employee in 000 RSD	100.722	101.136	98.745	95.527	91.161
Assets per employee in 000 EUR	870	867	882	858	871
OPERATING EXPENSES	4.665.388	3.880.102	3.068.831	2.345.543	8.995.578
<i>Increase (in %***)</i>	11,76%	11,94%	10,85%	13,13%	6,30%
CIR = OPEX / net interests and fees	64,91%	66,40%	64,56%	66,50%	63,0%
CAPITAL ADEQUACY	15,50	15,55%	16,11%	16,11%	17,25%
FX RISK INDICATOR	0,42	1,50	3,60	0,92%	1,68%
LIQUIDITY INDICATOR	2,76	2,46	2,19	3,14	2,91
OPERATING CASH FLOWS (In 000 RSD)	2.210.258	1.833.698	1.464.383	1.269.762	6.136.179

* Retail loans and deposits also include the loans to micro economic entities – active companies registered with the Businesses Registers Agency (APR) of the Republic of Serbia and other companies duly registered with the competent authority, in private ownership which, according to the latest official report have realized total annual revenues of € 500/th., converted at the NBS mid-exchange rate as at the date of the Report preparation, where the Bank exposure, including the exposure in the case of related persons and the application filed, is equal or less than € 100/th;

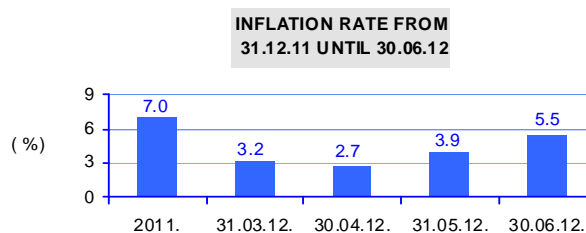
**Profit before tax,

*** in % against the same period of the preceding year.

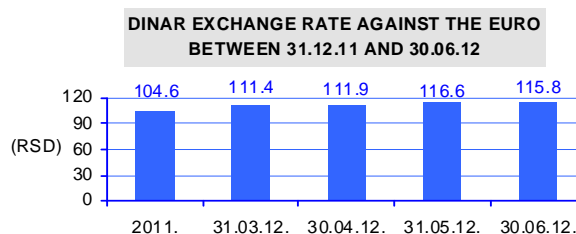


2. MACROECONOMIC CONDITIONS FOR DOING BUSINESS IN THE PERIOD BETWEEN 31.12.11 AND 30.06.2012

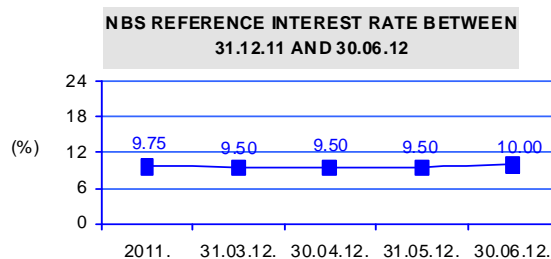
Year-over-year rate of inflation (consumer retail price rise) registered increase in the first semester of 2012. Year-over-year inflation in June (5.5%) approached the upper limit of the permitted departure from the target for this month, determined by the NBS Memorandum on Setting Inflation Targets (5.7%).



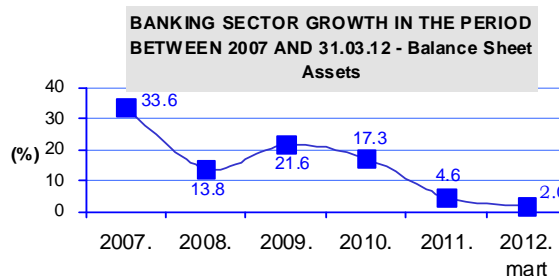
In the first half of this year, despite the significant intervention by the NBS by the sale of EUROS on the Interbank FX Market (€1,288.8 million), the dinar depreciation initiated at the close of the preceding year continued. The dinar was continuously losing value, and at the close of June 2012 the depreciation rate of the dinar against the EURO was 10.7% from the beginning of the year.



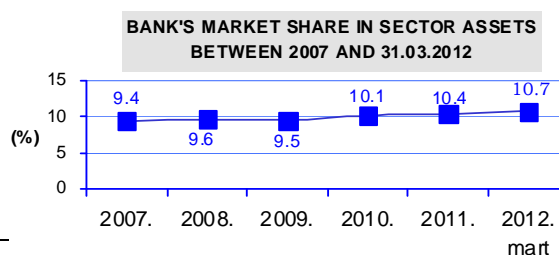
In order to mitigate the inflationary pressures, particularly pronounced in the second quarter, the NBS raised the reference rate by 0.50 percentage points on 07 June 2012. Apart from mitigating the inflationary expectations, the fixed rate (10.0%) needs to contribute to macroeconomic stabilization.



The banking sector in the Republic of Serbia registered a significantly smaller growth in 2012 (2,0%) relative to the five-year average of previous years (18.2%).



During 2012, the Bank slightly increased the share in total balance sheet assets of the banking sector. In the period under review, the Bank increased the market share in the banking sector's assets by 1.3 percentage points.





3. BASIC INDICATORS OF THE BANK OPERATION IN THE PERIOD BETWEEN 31.12.2011 AND 30.06.2012

OPIS	30.06.12.	31.05.12.	30.04.12.	31.03.12.	31.12.11.
	(IN 000 RSD)				
BALANCE SHEET ASSETS	302.669.760	303.307.771	295.641.292	288.778.797	275.488.718
<i>Increase (in %)</i>	9,87%	10,10%	7,32%	4,82%	7,7%
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<i>Increase (in %)</i>	14,47%	16,69%	11,68%	7,15%	3,4%
<i>NPL share in loans (in %)</i>	11,04%	10,83%	10,77%	10,66%	10,7%
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CALLABLE LOANS AND DEPOSITS (without FX r.r.)	-	1.100.000	1.600.000	11.000.000	11.500.000
TOTAL RESERVE REQUIREMENT	60.266.666	56.768.224	54.344.248	55.928.880	52.753.142
CLIENT DEPOSITS	226.090.169	228.926.734	221.544.333	217.173.310	206.123.280
<i>Increase (in %)</i>	9,69%	11,06%	7,48%	5,36%	3,5%
Retail client deposits	161.360.068	161.793.470	155.815.183	153.340.688	143.061.647
Legal entities' deposits	64.730.102	67.133.264	65.729.150	63.832.623	63.061.633

As at 30.06.2012, the Bank's balance sheet assets equaled 302,669.8 million dinars, and increased by 27,181.0 million dinars or by 9.9% against the end of the preceding year.

Off-balance sheet assets went up by 5.7% in 2012 and at the close of the first semester of 2012 amounted to 194,030.4 million dinars.

In the first half of 2012, the Bank registered a growth in client loans of 22,536.8 million dinars, or of 14.5%, maintaining a relatively low level of non-performing loans in total loans (as at 30.06.2012 – 11.04%), and registered a growth in client deposits of 9.7%, which has enabled the rise of the Bank's market share in the banking sector.

DESCRIPTION	30.06.12	31.05.12	30.04.12	31.03.12	31.12.11
NUMBER OF EMPLOYEES	3.005	2.999	2.994	3.023	3.022
Assets per employee in 000 RSD	100.722	101.136	98.745	95.527	91.161
Assets per employee in 000 EUR	870	867	882	858	871



4. BALANCE SHEET AS AT 30.06.2012

4.1. Bank assets as at 30 June 2012

(In 000 RSD)

NO.	BALANCE SHEET ITEM DESCRIPTION	30.06.2012	31.12.2011	INDEXES	% SHARE AS AT 30.06.2012
1	2	3	4	5=(3:4)	6
	ASSETS				
1.	Cash and cash equivalents	20.826.668	17.228.970	120,88	6,88
2.	Callable deposits and loans	43.003.040	55.260.711	77,82	14,21
3.	Interest, fee and sale receivables	1.619.984	1.187.573	136,41	0,54
4.	Loans and deposits	178.256.043	155.719.207	114,47	58,89
5.	securities (excluding own securities)	37.390.047	25.637.972	145,84	12,35
6.	Stakes	5.881.850	5.823.583	101,00	1,94
7.	Other placements	3.540.485	2.187.533	161,85	1,17
8.	Intangible investments	562.448	555.415	101,27	0,19
9.	Fixed assets and investment real property	7.439.645	7.530.271	98,80	2,46
10.	Non-current assets intended for sale	101.040	101.040	100,00	0,03
11.	Deferred tax assets	29.870	-	-	0,01
12.	Other assets	4.018.640	4.256.444	94,41	1,33
	TOTAL ASSETS (from 1 to 12)	302.669.760	275.488.718	109,87	100,00

At the close of the first half of 2012, the Bank's balance sheet assets increased by 27,181.0 million dinars or by 9.9%. The amount of client loans rose by 22,536.8 million dinars, or by 14.5%. As at 30 June 2012, total placements to clients were at the level of 178,256.0 million dinars, which accounts for 58.9% of total balance sheet assets.

During the first half of 2012, the cash and cash equivalents item registered a growth of 20.9% due to the growth of assets in the giro account (larger allocation of the dinar portion of the FX reserve requirement).

Apart from loans and deposits, a significant increase in the reporting period of the year in course was recorded in the securities item – the growth equal to 11,752.1 million dinars or 45.8%.

The callable deposit and loan item registered a fall of 12,257.7 million dinars, or 22.2% , mainly resulting from the withdrawal of assets from the NBS repo placements.



4.2. Bank liabilities as at 30 June 2012

		(In 000 RSD)			
NO.	BALANCE SHEET ITEM DESCRIPTION	30.06.2012	31.12.2011	INDEXES	% SHARE AS AT 30.06.2012
1	2	3	4	5= (3:4)	6
I	LIABILITIES				
1.	Transaction deposits	29,681,314	31,456,575	94.36	9.81
2.	Other deposits	196,408,855	174,666,705	112.45	64.89
3.	Loan received	2,525,916	1,603,761	157.50	0.83
4.	Securities related liability	-	-	-	-
5.	Interest and fee related liability	193,963	205,079	94.58	0.06
6.	Provisions	1,659,952	2,135,436	77.73	0.55
7.	Tax related liability	51,350	39,737	129.22	0.02
8.	Liability from profit	88,040	172,197	51.13	0.03
9.	liability – for discontinued assets	-	-	-	0.00
10.	Deferred tax liability	46,906	17,036	275.33	0.02
11.	Other liabilities	25,754,236	20,916,626	123.13	8.51
12	TOTAL LIABILITIES (from 1 to 11)	256,410,532	231,213,152	110.90	84.72
	CAPITAL				
13.	Share capital and issue premium	28,462,553	28,462,553	100.00	9.40
14.	Reserves from profit	14,785,440	11,635,440	127.07	4.89
15.	Revaluation reserves	760,666	689,620	110.30	0.25
16.	Unrealized losses based on securities available for sale	-77,483	-63,940	121.18	-0.03
17.	Profit	2,328,052	3,551,893	65.54	0.77
18	TOTAL CAPITAL (from 13 to 17)	46,259,228	44,275,566	104.48	15.28
19	TOTAL LIABILITIES (12+18)	302,669,760	275,488,718	109.87	100.00
II	COMMISSION TRANSACTIONS AND OFF-BALANCE SHEET ITEMS	194,030,418	183,524,897	105.72	

At the close of the first semester of 2012, liabilities totaled 256,410.5 million dinars and accounted for 84.7% of total liabilities (on 31.12.2011: 83.9%). At the same time, total capital worth 46,259.2 million dinars had a share of 15.3% in total liabilities (on 31.12.2011: 16,1%).

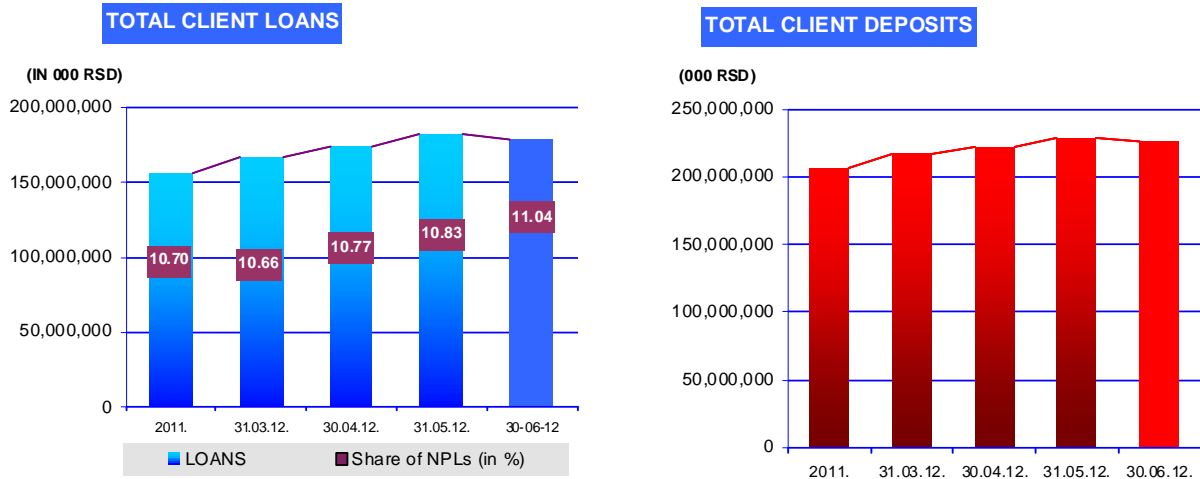
Total liabilities increased against the end of the preceding year by 25,197.4 million dinars or by 10.9%, while total capital rose by 1,983.7 million dinars or 4.5%.

Besides other deposits that rose in the reporting period by 21,742.2 million dinars or by 12.4%, a significant increase relative to the close of the preceding year (4,837.6 million dinars or 23.1%) was registered in the other liabilities balance sheet item. Among other liabilities, the largest share was that of liabilities in foreign currency – credit lines (13.230,5 million dinars) and the subordinated loan (5.791,0 million dinars) which was disbursed at the end of the preceding year for the purpose of increasing the regulatory capital.



In the structure of balance sheet liabilities, client deposits (transaction and other deposits) amounted to 226,090.2 million dinars, which accounts for 74.7% of total balance sheet liabilities, showing an increase against the beginning of the year of 19,966.9 million dinars or 9.7%.

4.3. Client Loans and Client Deposits as at 30 June 2012



The most significant assets category, loans and deposits, registered an absolute increase of 22,536.8 million dinars (+14.5%), as well as the increase of the share in total assets from 56.5% to the level of 58.9%. The rate of credit growth is above the rate of the dinar depreciation, which indicates that in the first half of this year the Bank achieved a real growth in loans and deposits.

At the end of the first half of 2012, Bank deposits totaled 226,090.2 million dinars, and represented 74.7% of total Bank liabilities (December 2011: 74.8%). Relative to the end of the preceding year, total Bank deposits rose by 19,966.9 million dinars (9.7%), of which other deposits increased by 21,742.2 million dinars or by 12.4%, while transaction deposits dropped by 1,775.3 million dinars or by 5.6%. The mentioned growth of other deposits (about 74%) mainly resulted from the dinar depreciation.

The growth of other deposits in the first semester of 2012 was primarily the result on increased FX savings of retail clients (18,448.5 million RSD).

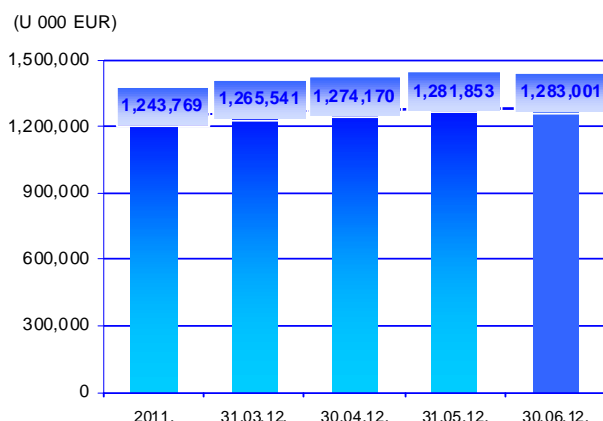
(IN 000 RSD)				
NO.	DESCRIPTION	BALANCE AS AT 30.06.2012	BALANCE AS AT 31.12.2011	Index (2:3)*100
	1	2	3	4
I	LOANS TO CLIENTS (I + II + III)	178.256.043	155.719.207	114,47
1.	Corporate	114.391.169	98.486.288	116,15
2.	Retail	54.129.216	48.555.491	111,48
3.	Banks and financial organizations	9.735.658	8.677.427	112,20
II	CLIENTS' DEPOSITS (I + II + III)	226.090.169	206.123.280	109,69
1.	Corporate	56.783.272	56.243.065	100,96
2.	Retail	161.360.068	143.061.647	112,79
3.	Banks and financial organizations	7.946.830	6.818.567	116,55

NOTE: Deposits include transaction deposits.

Total loans to Bank clients as at 30 June 2012 were at the level of 178,256.0 million dinars, and registered a rise against the end of the preceding year of 22,536.9 million dinars or by 14.5%. The level of loans and deposits at the end of the first half of 2012 was significantly influenced by placements to corporate clients which at the close of this period reached a figure of 114,391.2 million dinars.



FX SAVINGS IN THE PERIOD BETWEEN 31.12.11 AND 30.06.2012



Enjoying reputation as a safe and stable banks on the Serbian market, in the period under review the Bank managed to increase FX saving deposits by EUR 39.2 million or by 3.2%.

In spite of the serious economic crisis, FX savings rose in the first half of 2012 and reached a figure of EUR 1,283.0 million.

The trust on the part of savers has enabled the Bank to keep the No. 1 position in the banking sector of Serbia in terms of the volume of raised FX savings, image and recognizability.

4.4. Commission deals and off-balance sheet items in 2012

(In 000 RSD)

NO.	DESCRIPTION	BALANCE AS AT 30.06.12	BALANCE AS AT 31.12.2011	Index (2:3)*100
	1	2	3	4
I	DEALS IN THE NAME AND FOR ACCOUNT (commission deals)	4.811.805	4.332.764	111,1
II	CONTINGENT LIABILITIES	37.937.704	32.402.457	117,1
1.	Payable guarantees	8.156.912	7.145.564	114,2
2.	Performance bonds	8.172.667	6.812.395	120,0
3.	Bill guarantees and bill acceptance	68.647	77.853	88,2
4.	Unused assumed liabilities	19.973.613	16.324.350	122,4
5.	Other recoverable off-balance sheet items	431.154	1.328.990	32,4
6.	Uncovered letters of credit	1.134.710	713.306	159,1
III	CLASSIFIABLE OFF-BALANCE SHEET ITEMS	151.280.909	146.789.676	103,1
1.	FX savings bonds	8.148.089	7.843.967	103,9
2.	Securities in custody	135.290.688	127.962.425	105,7
3.	Other off-balance sheet items	7.842.132	10.983.284	71,4
	TOTAL (I +II+III)	194.030.418	183.524.897	105,7

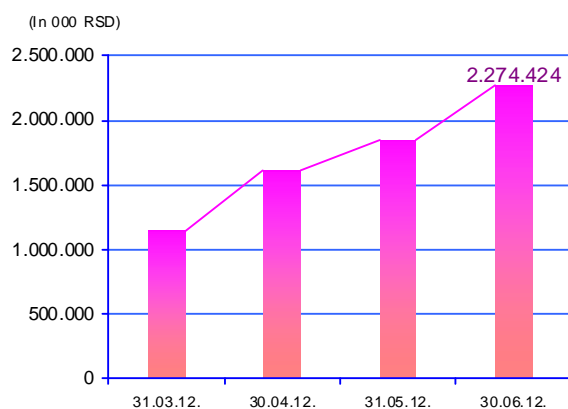
As at 30 June 2012, contingent off-balance sheet liabilities totaled 37,937.7 million dinars – increase by 5,535.2 million dinars or by 17.1% against the end of the preceding year, resulting mainly from the increase in issued guarantees and in assumed irrevocable liabilities.



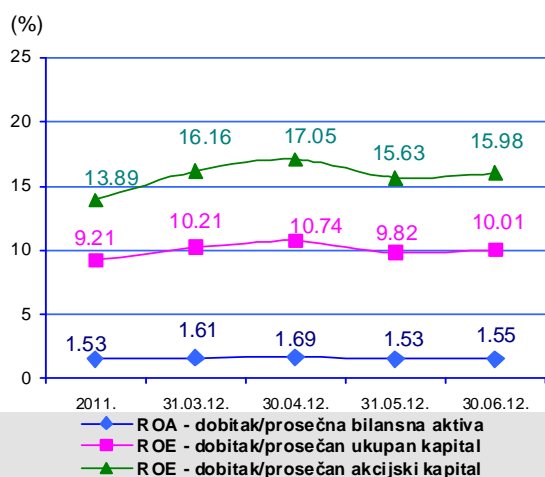
DESCRIPTION	30.06.12	31.05.12	30.04.12	31.03.12	31.12.11
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<i>Increase / decrease (in %*)</i>	13,33%	10,24%	31,43%	28,42%	41,6%
PROFITABILITY INDICATORS:					
ROA - profit / average balance sheet assets	1,55%	1,53%	1,69%	1,61%	1,53%
ROE - profit / average total capital	10,01%	9,82%	10,74%	10,21%	9,21%
ROE - profit / average share capital	15,98%	15,63%	17,05%	16,16%	13,89%
INTEREST BASED PROFIT	5.060.711	4.112.360	3.395.171	2.528.418	9.853.368
<i>Increase (in %*)</i>	9,77%	11,06%	18,77%	18,77%	32,5%
FEE AND COMMISSION BASED PROFIT	2.126.915	1.731.154	1.358.198	1.000.793	4.423.399
<i>Increase / decrease (in %*)</i>	0,71%	0,01%	-1,29%	-0,90%	13,6

* in % against the same period of the preceding year

PROFIT FROM REGULAR OPERATION



PROFITABILITY INDICATOR



In spite of the negative impact of the global financial crisis, the Bank achieved in the first half of this year against the same period of 2011 a significant growth of profitability (13.3%). The Bank's profit realized between 01 January and 30 June of 2012 is 2,274.4 million dinars, and represents the increase of 267.6 million dinars against the same period of last year. Such a significant increase of the profit in the first semester of 2012 provided a return on total capital of 10.01%, or a return on share capital of 15.98%.

The major contributor to the profit growth in the first half of 2012 was net increase of interest income (9,8%) and other revenues mainly generated by leasing the real property for business purposes and by selling the securities available for sale.

The keeping of almost the same number of employees and simultaneous increase of the volume of operation improved the ratio of assets and the number of Bank staff. In the first semester of 2012, assets per employee in the Bank rose from 91.2 million dinars at the end of 2011 to 100.7 million dinars as at 30 June 2012.

Due to the increase of the basic operating cost segment, the Cost Income Ratio (CIR) rose from 63.0% at 2011-end to 64.9% as at 30 June 2012 (growth of 1.9 percentage points).



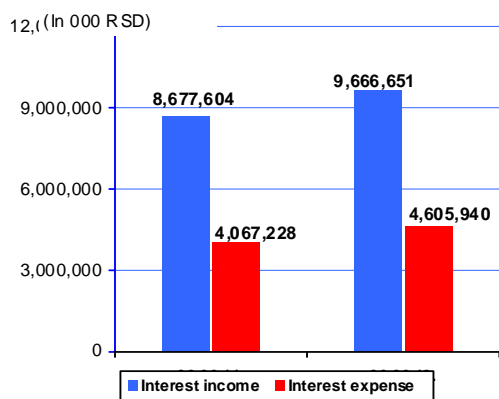
5. INCOME STATEMENT FOR THE PERIOD FROM 01.01 TO 30.06.2012

(In 000 RSD)

NO.	DESCRIPTION OF INCOME STATEMENT ITEM	30.06.2012	30.06.2011	INDEXES (3:4)
	2	3	4	5
	INCOME AND EXPENSES OF REGULAR COURSE OF BUSINESS			
1.1.	Interest income	9.666.651	8.677.604	111,40
1.2.	Interest expense	4.605.940	4.067.228	113,25
1.	Interest profit	5.060.711	4.610.376	109,77
2.1.	Fee and commission income	2.473.767	2.382.595	103,83
2.2.	Fee and commission expense	346.852	270.714	128,12
2.	Fee and provision profit	2.126.915	2.111.881	100,71
3.	Net profit / loss under sale of securities at fair value through income statement	-1.104	-4.064	27,17
4.	Net profit / loss under sale of securities that are available for sale	82.069	1.254	6.544,58
5.	Net profit / loss under sale of stakes (participations)	-	-	-
6.	Net profit / loss under sale of other placements	-	-	-!
7.	Net profit / loss from exchange differentials and change in the value of property and liabilities	42.032	-103.318	-40,68
8.	Income from dividends and stakes (participations)	1.306	7.081	18,44
9.	Other operating income	119.918	95.166	126,01
10.	Net income / expense under indirect write-off of placements and provisions	-287.262	-530.566	54,14
11.	Costs of wages, wage compensations and other personal expenses	2.014.605	1.826.729	110,28
12.	Depreciation costs	369.461	313.603	117,81
13.	Operating and other business expenses	2.486.095	2.040.651	121,83
14.	RESULT OF THE PERIOD – PROFIT BEFORE TAX (from 1 to 13)	2.274.424	2.006.826	113,33
15.	Profit tax	-	-	-
16.	Profit from created deferred tax assets and decrease of deferred tax liabilities	-	-	-
17.	Loss from decrease of deferred tax assets and creation of deferred tax liabilities	-	-	-
18.	PROFIT (from 14 to 17)	2.274.424	2.006.826	113,33



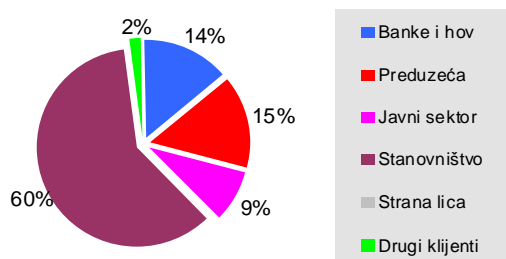
5.1. Interest income and expense



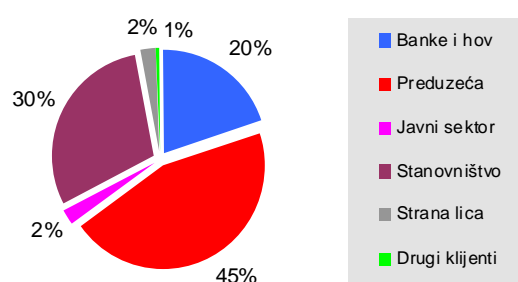
Interest income for the first half of 2012 was 5,060.7 million dinars, and represents an increase of 9.8% against the same period of last year.

Relative to the same period of last year, lending interest income rose by 989.0 million dinars or by 11.4%, while deposit interest expenses went up by 538.7 million dinars or by 13.2%.

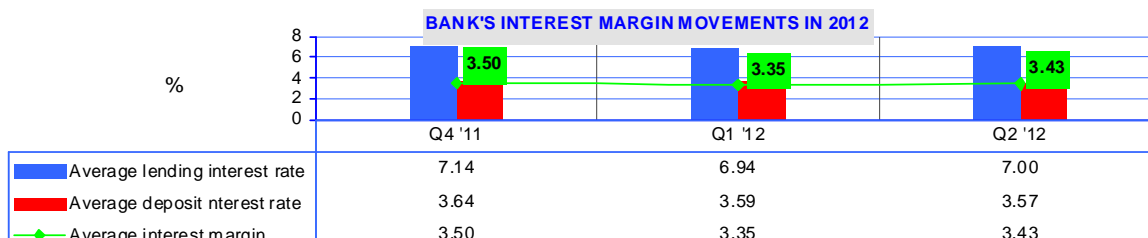
INTEREST EXPENSES PER SECTORS AS AT 30.06.2012



INTEREST INCOME PER SECTORS AS AT 30.06.2012



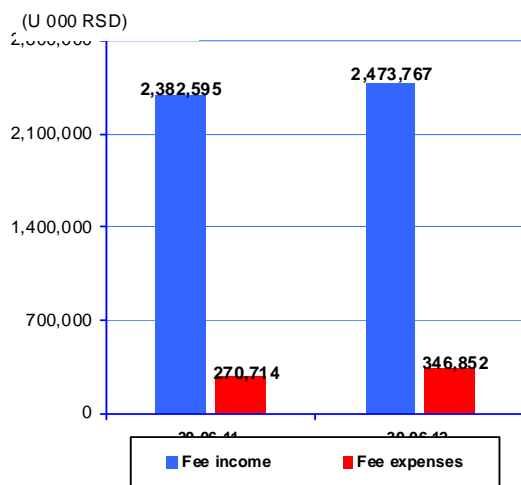
Within interest income, the largest share pertains to interest income based on approved corporate loans (4,318.1 million dinars or 44.7%), while in total interest expenses the largest share relates to interest on retail client deposits (2,794.9 million dinars or 60.7%), which mostly relates FX saving deposits of retail clients.



Average lending rate in the second quarter of 2012 was 7.0%, and average deposit rate 3.57%, so that the Bank's average interest margin was 3.43% in the second quarter of 2012.



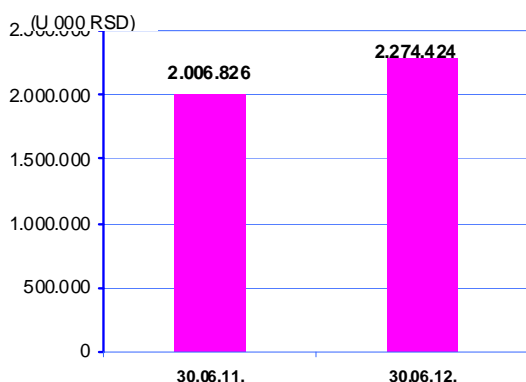
5.2. Fee income and expenses



Fee and commission income in the first semester of 2012 was 2,126.9 million dinars and was insignificantly higher against the same period of the last year (0,7%).

If compared with the same period of 2011, income from fees and commissions for banking services increased by 91.2 million dinars or by 3.8%, whereas fee and commission expenses were larger by 76.1 million dinars or by 28.1%.

5.3. Realized operating profit



In spite of adverse and unforeseeable macroeconomic conditions for doing business and recession in international and domestic economy, in the period between 01 January and 30 June 2012 the Bank realized operating profit of 2,274.4 million dinars, which represents an increase of 13.3% against the same period of the preceding year.

Such an increase in realized operating profit enabled the Bank to achieve in the first half of 2012 a return on total capital of 10.01%, or a return on share capital of 15.98%.



OPERATING INDICATORS PRESCRIBED BY THE LAW ON BANKS

NO.	DESCRIPTION	PRESCRIBED	30.06.12	31.03.12	31.12.11
1.	Capital adequacy ratio (net capital / credit risk + operating risks + open FX position)	MIN. 12%	15.50	16.11%	17.25%
2.	Investment indicators in entities that are not in the financial sector and in fixed assets	MAX. 60%	27.27	27.93%	27.98%
3.	Large Bank exposure indicator	MAX. 400%	166.19	190.13%	109.51%
4.	FX risk indicator	MAX. 20%	0.42	0.92%	1.68%
5.	Liquidity indicator	MIN. 1%	2.76	3.14%	2.91%

Description of operations with entities related with the Bank

As at 30 June 2012, the entities related with the Bank are:

1. Komercijalna banka a.d. Budva, Montenegro,
2. Komercijalna banka a.d. Banja Luka, Bosnia an Herzegovina,
3. Kombank Invest a.d. Beograd
4. three legal entities and a considerable number of individuals, according to the provisions of Article 2 of the Law on Banks in the section specifying the concept of "parties related with a bank".

Total exposure to entities related with the Bank as at 30 June 2012 was 710,885 thousand dinars, which figure represented 2.60% relative to the capital of 27,309,917 thousand dinars (maximum value of total placements to all parties related with the Bank is 20% of capital according to the Law on Banks).

The bulk of the exposure to persons related with the Bank as at 30 June 2012, the amount of RSD 681,587 thousand or 2.50% of the Bank's capital, relates to placements to natural persons (individuals) who are related with the Bank.

In accordance with Article 37 of the Law on Banks, the persons related with the Bank were not approved the conditions more favorable than those approved to other persons who are not related with the Bank or who are not the Bank employees.



6. BASIC DATA ABOUT THE 2012 BUSINESS PLAN IMPLEMENTATION

Implementation of the 2012 Strategy and Business Plan for the first semester of 2012 was taking place in significantly changed macroeconomic conditions for doing business, the most prominent of which were:

- contrary to the projections, a year-over-year drop in GDP of 1.3 % was registered in the first quarter of 2012,
- the dinar movements were contrary to the projections and expectations (planned dinar/EUR exchange rate: EUR 1 = 105,88 dinars, and realized: EUR 1 = 115.82 dinars),
- Inflation rate (year-over-year rate 5.5% - June 2012 / June 2011) continued to rise and almost reached the upper limit of the permitted departure for June of this year (5.7%),

In addition, operation of the banks in the first half of 2012 was under the strong impact of the Euro-related crisis in the Euro zone, the freeze of the arrangement with the IMF, restraint on the part of foreign investors to invest in Serbia, smaller credit demand, increase of the credit risk because of the recession and unemployment in the enterprise sector, full implementation of Basel II standards, and the Law on Consumer Protection.

6.1. Planned and Achieved Balance Sheet Values in the First Half of 2012

Total balance sheet assets of the Bank at the close of the first half of 2012 amounted to 302,669.8 million dinars and were against the planned value for the same period of 2012 larger by 23,683.8 million dinars, or 8.5%. Significant dissensions between the realized and planned figures were registered on the item of callable deposits and credits and placements in securities, while dissensions in other items are the consequence of the dinar exchange rate movements which were contrary to the projections and expectations (planned dinar/EUR exchange rate: EUR 1 = 105,88 dinars, and realized: EUR 1 = 115.82 dinars).

Registered growth of balance sheet assets enabled the Bank to increase its market share from 10.4% in 2011 to 10.7% at the end of the first quarter of this year, which is above the planned market share (10.4%).

Realized and planned assets and liabilities items in the balance sheet as at 30 June 2012 had the following values:

		(in 000 RSD)		
1	ASSETS ITEM 2	PLAN 30.06.2012	Realized 30.06.2012	Plan realization in u % 5=4/3
ASSETS				
1.	Cash and cash equivalents and callable deposits and loans	16.101.485	20.826.668	129,35
2.	Loans and deposits (2.1+2.2+2.3)	159.523.103	178.256.043	111,74
2.1.	Corporate clients	103.146.644	114.391.169	110,90
2.2.	Retail clients	49.537.746	54.129.216	109,27
2.3.	Banks	6.838.714	9.735.658	142,36
3.	Other assets	103.361.409	103.587.049	100,22
4.3	TOTAL ASSETS (1+2+3)	278.985.997	302.669.760	108,49
LIABILITIES				
1.	Deposits	204.004.843	226.090.169	110,83
1.1.	Corporate clients	52.902.736	56.783.272	107,34
1.2.	Retail clients	144.793.824	161.360.068	111,44
1.3.	Banks and financial organizations	6.308.284	7.946.830	125,97
2.	Other obligations	28.500.725	30.320.363	106,38
3.	Total obligations (1+2)	232.505.568	256.410.532	110,28
4.	Total capital	46.480.429	46.259.228	99,52
5.	TOTAL LIABILITIES (3+4)	278.985.997	302.669.760	108,49



6.2. Planned and Realized Values of Income Statement for the Period Between 01.01-30.06.2012

(in 000 RSD)

	ITEM	PLAN 01.01-30.06.12	REALIZED 01.01-30.06.12	Plan realization in %
1	2	3	4	5=4/3
1.1.	Interest income	9.472.500	9.666.651	102,05
1.2.	Interest expense	-4.394.000	-4.605.940	104,82
1.	Interest based profit (1.1.-1.2)	5.078.500	5.060.711	99,65
2.1.	Fee and commission income	2.698.646	2.473.767	91,67
2.2.	Fee and commission expense	-312.000	-346.852	111,17
2.	Fee and commission based profit (2.1. -2.2.)	2.386.646	2.126.915	89,12
3.	Net of exchange differentials and value changes (FX clause)	50.000	42.033	84,07
4.	Other operating income	97.500	204.069	209,30
5.	Net expenses/income based on indirect write-off of placements and provisions	-584.500	-287.262	49,15
6.	Operating and other business expenses	-4.845.000	-4.872.042	100,56
7.	PROFIT FROM ORDINARY OPERATION	2.183.146	2.274.424	104,18

KOMERCIJALNA BANKA AD BEOGRAD



BALANCE SHEET

on 30.06.2012.

(in RSD thousand)

POSITION	ADP code	Amount	
		Current year amount	Previous year amount
1	2	3	4
ASSETS			
Cash and cash equivalents	001	20.826.668	17.228.970
Revocable deposits and loans	002	43.003.040	55.260.711
Revocables from interest, compensations, sale, change of derivatives fair value and other receivables	003	1.619.984	1.187.573
Loans, advances and deposits of clients	004	178.256.043	155.719.207
Securities (without own shares)	005	37.390.047	25.637.972
Shares (participation)	006	5.881.850	5.823.503
Other investments	007	3.540.485	2.187.533
Intangible assets	008	562.448	555.415
Fixed assets and invested immovables	009	7.439.645	7.530.271
Permanent assets for sale and assets of businesses to be ceased	010	101.040	101.040
Deferred tax assets	011	29.870	-
Other assets	012	4.018.640	4.256.443
Losses above equity	013	-	-
TOTAL ASSETS (from 001 to 013)	014	302.669.760	275.488.718
LIABILITIES			
Transaction deposits	101	29.681.314	31.456.575
Other deposits	102	196.408.855	174.666.705
Received loans	103	2.525.916	1.603.761
Liabilities for issued securities	104	-	-
Liabilities for interest, compensations and change of derivatives fair value	105	193.963	205.079
Provisions	106	1.659.952	2.135.436
Liabilities for tax	107	51.350	39.737
Liabilities for profit	108	88.040	172.197
Liabilities from assets for sale and assets of businesses to be ceased	109	-	-
Deferred tax liabilities	110	46.906	17.036
Other liabilities	111	25.754.236	20.916.626
TOTAL LIABILITIES (from 101 to 111)	112	256.410.532	231.213.152
EQUITY			
Equity	113	28.462.553	28.462.553
Reserves from profit	114	14.795.440	11.635.440
Revaluation reserves	115	760.666	689.620
Unrealized losses from securities for sale	116	77.483	63.940
Profit	117	2.328.052	3.551.893
Loss up to equity	118	-	-
TOTAL EQUITY (from 113 to 115+117-116-118)	119	46.259.228	44.275.566
TOTAL LIABILITIES (112+119)	120	302.669.760	275.488.718
OFF-BALANCE SHEET ITEMS (from 122 to 126)			
OFF-BALANCE SHEET ITEMS (from 122 to 126)	121	194.030.418	183.524.897
Transactions for and on behalf of third parties	122	4.811.805	4.332.764
Future obligation acceptance	123	40.444.696	36.215.842
Received warranties for liabilities	124	-	-
Derivatives	125	-	261.602
Other off-balance sheet items	126	148.773.917	142.714.689



PROFIT AND LOSS ACCOUNT

from 01.01.2012. to 30.06.2012.

(in RSD thousand)

POSITION	ADP code	Amount			
		Current year		Previous year	
		01.04.-30.06.	01.01.-30.06.	01.04.-30.06.	01.01.-30.06.
1	2	3*	4**	5	6
OPERATING INCOME AND EXPENSES					
Interest income	201	4.971.660	9.666.651	4.524.409	8.677.604
Interest expenses	202	2.439.367	4.605.940	2.042.884	4.067.228
Interest profit (201-202)	203	2.532.293	5.060.711	2.481.525	4.610.376
Interest losses (202-201)	204	-	-	-	-
Fees and compensations income	205	1.310.879	2.473.767	1.252.737	2.382.595
Fees and compensations expense	206	184.757	346.852	150.721	270.714
Fees and compensations profit (205-206)	207	1.126.122	2.126.915	1.102.016	2.111.881
Fees and compensations loss (206-205)	208	-	-	-	-
Net profit from sale of securities per fair value in Profit and loss account	209	607	-	-	-
Net loss from sale of securities per fair value in Profit and loss account	210	-	1.104	4.195	4.064
Net profit from sale of securities	211	3.923	82.069	-	1.254
Net loss from sale of securities	212	-	-	-	-
Net profit from sale of securities held to maturity	213	-	-	-	-
Net losses from sale of securities held to maturity	214	-	-	-	-
Net profit from sale of participation shares (participations)	215	-	-	-	-
Net losses from sale of participation shares (participations)	216	-	-	-	-
Net profit from sale of other investment	217	-	-	-	-
Net losses on sale of other investment	218	-	-	-	-
Net income from exchange rate changes	219	-	-	313.874	1.859.460
Net expenses from exchange rate changes	220	3.908.342	10.004.069	-	-
Income from dividends and participation	221	962	1.306	6.927	7.061
Other operating income	222	66.570	119.918	69.077	95.166
Net income from indirect write-off of advances and provisioning	223	-	-	-	-
Net expenses on indirect write-off of advances and provisioning	224	112.096	287.262	444.158	530.566
Salaries, Wages, and other personal indemnities	225	1.020.030	2.014.605	920.912	1.826.729
Depreciation costs	226	185.011	369.461	158.769	313.603
Other operating expenses	227	1.303.546	2.486.095	1.025.033	2.040.651
Income from change in value of assets and liabilities	228	5.874.360	13.137.349	6.977.215	7.854.953
Expenses on change in value of assets and liabilities	229	1.950.921	3.091.248	7.285.870	9.817.732
PROFIT FROM REGULAR OPERATIONS (203-204+207-208+209-210+211 - 212+213-214+215-216+217-218+219-220+221 +222+223-224-225-226- 227+228-229)	230	1.124.891	2.274.424	1.111.697	2.006.826
LOSSES FROM REGULAR OPERATIONS (204-203+208-207+210-209+212- 211 +214-213+216-215+218-217+220-219-221 -222+224-223+225+226+227- 228+229)	231	-	-	-	-
NET PROFIT OF BUSINESSES TO BE CEASED	232	-	-	-	-
NET LOSS OF BUSINESSES TO BE CEASED	233	-	-	-	-
RESULT FOR THE PERIOD - PROFIT BEFORE TAX (230-231+232-233)	234	1.124.891	2.274.424	1.111.697	2.006.826
RESULT FOR THE PERIOD - LOSSES BEFORE TAX (231-230+233-232)	235	-	-	-	-
Tax on profit	236	-	-	-	-
Profit from created deferred tax assets and decrease of deferred tax liabilities	237	-	-	-	-
Loss from decrease of deferred tax assets and creation of deferred tax liabilities	238	-	-	-	-
PROFIT (234-235-236+237-238)	239	1.124.891	2.274.424	1.111.697	2.006.826
LOSSES (235-234+236+238-237)	240	-	-	-	-
Earnings per share (in dinars)	241	-	-	-	-
Basic earnings per share (in dinars)	242	-	-	-	-
Diluted earnings per share (in dinars)	243	-	-	-	-

Column 3. za: 1. квартал 01.01.-31.03.; 2. квартал 01.04.-30.06.; 3. квартал 01.07.-30.09.
 Column 4. za: 1. квартал 01.01.-31.03.; 2. квартал 01.01.-30.06.; 3. квартал 01.01.-30.09.



CASH FLOW STATEMENT

from 01.01.2012. to 30.06.2012.

(in RSD thousand)

POSITION	ADP code	Amount	
		01.01. 30.06.2012.	01.01. 30.06.2011.
1	2	3*	4
A. CASH FLOWS FROM OPERATING ACTIVITIES			
I. Cash inflows from operating activities (from 302 to 305)	301	10.598.719	10.390.519
1. Inflows from interest	302	8.017.026	7.945.741
2. Inflows from allowances	303	2.477.758	2.389.453
3. Inflows from other operating income	304	102.629	48.244
4. Inflows from dividends and participation in profit	305	1.306	7.081
II. Cash outflows from operating activities (from 307 to 311)	306	8.388.461	7.307.097
5. Outflows from interest	307	3.366.196	3.243.057
6. Outflows from allowances	308	353.542	277.627
7. Outflows from gross salaries, wages and other personal indemnities	309	1.857.129	1.654.765
8. Outflows from taxes, contributions and other obligations from income	310	404.607	352.589
9. Outflows from other operating expenses	311	2.400.907	1.779.059
III. Net cash inflow from operating activities prior to increase or decrease in advances and deposits (301 minus 306)	312	2.210.258	3.083.422
IV. Net cash outflow from operating activities prior to increase or decrease in advances and deposits (306 minus 301)	313	-	-
V. Decrease in advances and increase in deposits withdrawn (from 315 to 317)	314	17.860.621	-
10. Decrease in loans and advances to banks and clients	315	168.147	-
11. Decrease in securities per fair value in profit and loss account, tradeable advances and short-term securities held to maturity	316	-	-
12. Increase in banks and clients deposits	317	17.692.474	-
VI. Increase in advances and decrease in deposits withdrawn (from 319 to 321)	318	570.993	12.274.601
13. Increase in loans and advances to banks and clients	319	-	5.572.647
14. Increase in securities per fair value in profit and loss account, tradeable advances and short-term securities held to maturity	320	570.993	2.567.719
15. Decrease in deposits from banks and clients	321	-	4.134.235
VII. Net cash inflow from operating activities before tax on profit (312 minus 313 plus 314 minus 318)	322	19.499.886	-
VIII. Net cash outflow from operating activities before tax on profit (313 plus 318 minus 312 minus 314)	323	-	9.191.179
16. Profit tax paid	324	377.690	176.195
17. Dividends paid	325	252.665	288.853
IX. Net cash inflow from operating activities (322 minus 323 minus 324 minus 325)	326	18.869.531	-
X. Net cash outflow from operating activities (323 minus 322 plus 324 plus 325)	327	-	9.656.227
B. CASH FLOWS FROM INVESTING ACTIVITIES			
I. Cash inflows from investing activities (from 329 to 333)	328	1.144.055	19.668
1. Inflows from long-term investment in securities	329	1.138.804	8.951
2. Inflows from sale of shares (participation)	330	-	-
3. Inflows from sale of intangible and fixed assets	331	5.251	10.717
4. Inflows from sale of investment immovables	332	-	-
5. Other inflows from investing activities	333	-	-
II. Cash outflows from investing activities (from 335 to 339)	334	11.582.012	286.493
6. Outflows from investment in long-term securities	335	11.262.382	-
7. Outflows from purchase of shares (participation)	336	751	1.846
8. Outflows from purchase of sale of intangible and fixed assets	337	318.879	284.647
9. Outflows from purchase investment immovables	338	-	-
10. Other outflows from investing activities	339	-	-
III. Net cash inflow from investing activities (328 minus 334)	340	-	-
IV. Net cash outflow from investing activities (334 minus 328)	341	10.437.957	266.825
V. CASH FLOWS FROM FINANCING ACTIVITIES			
I. Cash inflows from financing activities (from 343 to 348)	342	5.170.193	2.660.899
1. Inflows from capital increase	343	-	-
2. Net cash inflows from subordinated obligations	344	558.970	-
3. Net cash inflows from loans received	345	4.611.223	2.660.899
4. Net inflows from securities	346	-	-
5. Net inflows from sale of own shares	347	-	-
6. Other inflows from financing activities	348	-	-
II. Cash outflows from financing activities (from 350 to 354)	349	-	-
7. Outflows from purchase of own shares	350	-	-
8. Net outflows from subordinated obligations	351	-	-
9. Net cash outflows from loans received	352	-	-
10. Net outflows from securities	353	-	-
11. Other outflows from financing activities	354	-	-
III. Net cash inflow from financing activities (342 minus 349)	355	5.170.193	2.660.899
IV. Net cash outflow from financing activities (349 minus 342)	356	-	-
G. TOTAL NET CASH INFLOWS (301 plus 314 plus 328 plus 342)	357	34.773.588	13.071.086
D. TOTAL NET CASH OUTFLOWS(306 plus 318 plus 324 plus 325 plus 334 plus 349)	358	21.171.821	20.333.239
DJ. NET INCREASE IN CASH (357 minus 358)	359	13.601.767	-
E. NET DECREASE IN CASH (358 minus 357)	360	-	7.262.153
X. CASH AT THE BEGINNING OF THE YEAR (Note: ___) (361, col. 3 = 001, col. 6)	361	17.228.970	20.724.645
Z. PROFIT ON EXCHANGE	362	7.664.355	5.479.578
I. LOSS ON EXCHANGE	363	17.668.424	3.620.117
J. CASH AT END-PERIOD (Note: ___) 359 minus 360 plus 361 plus 362 minus 363) (364, col. 3 = 001, col. 5 and 364, col. 4 = 001, col. 6) (364, col. 4 = 361, col. 3)	364	20.826.668	15.321.953

Column 3, for: 1. quartal 01.01.-31.03., 2. quartal 01.01.-30.06.; 3. quartal 01.01.-30.09.



CAPITAL CHANGES STATEMENT

from to

(in RSD thousand)

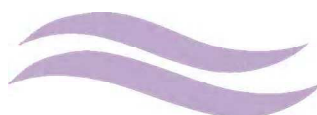
DESCRIPTION	2	3	4	5	6	7	8	9	10	11	12	13
	ADP Share capital (acc. 800)	ADP Other capital (acc. 801)	ADP Subscribed share capital unpaid (acc. 803)	ADP Share Premium (acc. 802)	ADP Reserves from profit and other reserves (group of accounts 81)	ADP Revaluation reserves (group of accounts 82, except for acc.823)	ADP Profit (group of accounts 83)	ADP Losses up to equity (acc. 840, 841)	ADP Own shares (acc.128)	ADP Unrealized losses on securities for sale (acc.823)	Total (col. 2-3- 4+5+7+8-9- 10-11)	Losses above equity(acc. 842)
State at 1 January, of the previous 2011. year	401 13,881,010 414		427	440 14,581,543 453	9,235,440 466	663,008 479	2,709,309 492	505	518 15,882 531	41,054,428 544		
Correction of material important mistakes and changes of accounting policies in the prior year - increase	402	415	428	441 454	467	480	493	506	519 532	545		
Correction of material important mistakes and changes of accounting policies in the prior year - decrease	403	416	429	442 455	468	481	494	507	520 533	546		
Corrected opening balance as at 1 January of the previous 2011 year (no.1+2-3)	404 13,881,010 417		430	443 14,581,543 456	9,235,440 469	663,008 482	2,709,309 495	508	521 15,882 534	41,054,428 547		
Total increase in the previous year	405	418	431	444 457	2,400,000 470	82,249 483	3,986,545 496	509	522 49,855 535	6,400,939 548		
Total decrease in the previous year	406	419	432	445 458	471	55,637 484	3,125,961 497	510	523 1,797 536	3,179,801 549		
State at 31 December of the previous 2011 year (no. 4+5-6)	407 13,881,010 420		433	446 14,581,543 459	11,635,440 472	669,620 485	3,351,893 498	511	524 63,940 537	44,275,566 550		
Correction of material important mistakes and changes of accounting policies in the current year - increase	408	421	434	447 460	473	486	499	512	525 538	551		
Correction of material important mistakes and changes of accounting policies in the current year - decrease	409	422	435	448 461	474	487	600	513	526 539	562		
Corrected opening balance as at 1 January of the current 2012 year (no. 7+8-9)	410 13,881,010 423		436	449 14,581,543 462	11,635,440 475	669,620 488	3,351,893 501	514	527 63,940 540	44,275,566 553		
Total increase in the current year	411	424	437	450 463	3,150,000 476	71,046 489	2,274,424 502	515	528 17,151 541	5,478,319 554		
Total decrease in the current year	412	425	438	451 464	477	490	3,498,265 503	516	529 3,608 542	3,494,657 555		
State at 31 December of the current 2012 year (no.10+11-12)	413 13,881,010 426		439	452 14,581,543 465	14,785,440 478	750,666 491	2,328,052 504	517	530 77,483 543	46,269,228 556		



NOTES

TO FINANCIAL STATEMENTS FOR THE SECOND QUARTER OF 2012

Belgrade, July 2012



1. INCORPORATION AND OPERATION OF THE BANK

Komercijalna banka AD Beograd (hereinafter: "the Bank") was incorporated on 01 December 1970, and transformed into a joint-stock company on 06 May 1992.

As at 30 June 2012, the largest holdings in the Bank's voting shares are those of:

1. Republic of Serbia
2. EBRD, London, and
3. ARTIO INT. EQUITY FUND, New York

The Bank has three subsidiaries with the following percentage holdings in their respective ownership:

- 100% - Komercijalna banka AD Budva, Montenegro
- 100% - KomBank INVEST AD, Serbia
- 99,99 % - Komercijalna banka AD Banja Luka, Bosnia and Herzegovina.

The Financial Statements and the Notes thereto represent the data of the Bank as an individual parent legal entity.

The Bank activities involve lending, deposit and guarantee related operations, and payment transactions in the country and abroad in compliance with the Law on Banks. The Bank is bound to operate upon the principles of liquidity, safety and profitability.

As of 30 June 2012, the Bank consisted of the Head Office in Belgrade located in Svetog Save Street, No. 14, 24 branches and 226 sub-branches.

As at 30 June 2012, the Bank employed 3,005 persons, and on 31 December 2011 the number of employees was 3,022. Tax ID number of the Bank is 100001931.

2. BASES FOR FINANCIAL STATEMENTS PREPARATION AND PRESENTATION

2.1. Statement of Compliance

The Bank keeps records and prepares the financial statements in accordance with applicable Law on Accounting and Audit of the Republic of Serbia (RS Official Gazette, numbers 46/2006, 111/2009), The Law on Banks (RS Official Gazette, numbers 107/2005, 91/2010) and other relevant by-laws of the National Bank of Serbia, as well as other applicable legal regulations in the Republic of Serbia.

Pursuant to the Law on Accounting and Audit, legal entities and entrepreneurs in the Republic of Serbia prepare and present the financial statements in accordance with legal, professional and internal regulations. Professional regulations involve the applicable Framework for preparation and presentation of financial statements („Framework“), International Accounting Standards („IAS“), International Financial Reporting Standards („IFRS“) and interpretations that are an integral part of the standards, or the text of applicable IAS and IFRS which does not include the bases for conclusions, illustrative examples, guidelines, comments, contrary opinions, worked-out examples and other supplementary material.

At preparing and presenting interim financial statements for the January-June 2012 period, the Bank was using the same accounting policies and calculation methods as used when preparing the Annual Financial Statements for 2011.

The enclosed financial statements are prepared in the format prescribed by the Instruction on the manner in which public companies and certain companies related with them present information to the Securities Commission in conformance with the Law on Capital Market (RS Official Gazette, number 31/2011). The prescribed set of quarterly financial statements includes: Balance Sheet, Income Statement, Cash Flow Statement, Statement of Changes in Capital, and Notes to Financial Statements.

2.2. Assessment Rules

Financial statements are prepared based upon the historical value principle, save for the following items:

- financial instruments at fair value through income statement, which are valued at fair value;
- financial instruments available for sale, which are valued at fair value
- derivatives, which are valued at fair value, and
- building structures, which are valued at revalorized value.

2.3. Functional and Reporting Currency

Financial statements of the Bank are shown in thousands of dinars (RSD). The dinar is the official reporting currency in the Republic of Serbia and functional currency of the Bank.

3. BALANCE SHEET AND INCOME STATEMENT STRUCTURE, OVERVIEW OF SIGNIFICANT ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND ASSUMPTIONS

BALANCE SHEET

The structure of the Bank's total balance sheet assets and liabilities, and the participation of certain categories are as follows:

ASSETS	30.06.2012		in thousand RSD 31.12.2011	
	Amount	%	Amount	%
Cash and cash equivalents	20.826.668	6,88	17.228.970	6,25
Callable deposits and loans	43.003.040	14,21	55.260.711	20,06
Receivables based on interest, fees, sales, change in fair value, derivatives and other receivables	1.619.984	0,54	1.187.573	0,43
Loans and deposits	178.256.043	58,89	155.719.207	56,52
Securities (without treasury shares)	37.390.047	12,35	25.637.972	9,31
Stakes (participations)	5.881.850	1,94	5.823.583	2,11
Other placements	3.540.485	1,17	2.187.533	0,79
Intangible investments	562.448	0,19	555.415	0,20
Fixed assets and investment immovables	7.439.645	2,46	7.530.271	2,73
Non-current assets intended for sale and assets of discontinued operations	101.040	0,03	101.040	0,04
Deferred tax assets	29.870	0,01	-	-
Other assets	4.018.640	1,33	4.256.443	1,55
TOTAL ASSETS	302.669.760	100,00	275.488.718	100,00

In thousands RSD

LIABILITIES	30.06.2012		31.12.2011	
	Amount	%	Amount	%
Transaction deposits	29.681.314	9,81	31.456.575	11,42
Other deposits	196.408.855	64,89	174.666.705	63,40
Loans received	2.525.916	0,83	1.603.761	0,58
Obligations based on interest, fees, and change in derivatives' value	193.963	0,06	205.079	0,07
Provisions	1.659.952	0,55	2.135.436	0,78
Tax obligations	51.350	0,02	39.737	0,01
Obligations from profit	88.040	0,03	172.197	0,06
Deferred tax obligations	46.906	0,02	17.036	0,01
Other obligations	25.754.236	8,51	20.916.626	7,59
Capital	46.259.228	15,28	44.275.566	16,07
TOTAL LIABILITIES	302.669.760	100,00	275.488.718	100,00

INCOME STATEMENT

Income and expense structure and their share in the corresponding 2012 Income Statement categories are as follows:

In thousands RSD

INCOME	30.06.2012	30.06.2011
	Total	Total
Interest income	9.666.651	8.677.604
Fee and commission income	2.473.767	2.382.595
Net profit based on sale of securities through Income Statement	-	-
Net profit based on sale of securities available for sale	82.069	1.254
Net income base don exchange differentials	-	1.859.460
Income from dividends and participations	1.306	7.081
Other operating income	119.918	95.166
Income based on change in the value of property and obligations	13.137.349	7.854.953

In thousands RSD

EXPENSES	30.06.2012	30.06.2011
	Total	Total
Interest expense	4.605.940	4.067.228
Fee and commission expense	346.852	270.714
Net loss based on sale of securities at fair value through Income Statement	1.104	4.064
Net expense based on exchange differentials	10.004.069	-
Net expenses based on indirect write-off of placements and provisions	287.262	530.566
Costs of wages, wage compensation and other personal expenses	2.014.605	1.826.729
Depreciation costs	369.461	313.603
Operating and other operating expenses	2.486.095	2.040.651
Expenses based on change in the value of property and obligations	3.091.248	9.817.732

Result of the period (profit)	2.274.424	2.006.826
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CASH FLOW STATEMENT

In thousands RSD

Item	30.06.2012	30.06.2011
	Total	Total
Cash inflows from operating activities	10.598.719	10.390.519
Inflow from interest	8.017.026	7.945.741
Inflow from fees	2.477.758	2.389.453
Inflow from other operating income	102.629	48.244
Inflow from dividends and share in the profit	1.306	7.081
Cash outflows from operating activities	8.388.461	7.307.097
Outflow based on interest	3.366.196	3.243.057
Outflow based on fees	353.542	277.627
Outflow based on gross wages, wage compensation and other personal expenses	1.857.129	1.654.765
Outflow based on taxes, contributions and other charges against income	404.607	352.589
Outflows based on other operating costs	2.406.987	1.779.059
Net cash inflow from operating activities before increase or decrease in placements and deposits	2.210.258	3.083.422
Decrease of placements and increase of taken deposits	17.860.621	-
Increase of bank and client deposits	17.692.474	-
Decrease of loans and placements to banks and clients	168.147	-

	30.06.2012	30.06.2011
Item	Total	Total
Increase of placements and decrease of taken deposits	570.993	12.274.601
Increase of loans and placements to banks and clients	-	5.572.647
Increase of securities at fair value through Income Statement, trading placements and short-term securities held to maturity	570.993	2.567.719
Decrease of deposits from banks and clients	-	4.134.235
Net cash inflow from operating activities before profit tax	19.499.886	-
Net cash outflow from operating activities before profit tax	-	9.191.179
Paid profit tax	377.690	176.195
Paid dividends	252.665	288.853
Net cash inflow from operating activities	18.869.531	-
Net cash outflow from operating activities	-	9.656.227
Cash inflows from investment activities	1.144.055	19.668
Inflow from long-term investment in securities	1.138.804	8.951
Inflow from sale of intangible investments and fixed assets	5.251	10.717
Cash outflows from investment activities	11.582.012	286.493
Outflow based on investment in long-term securities	11.262.382	-
Outflow for purchase of intangible investments and fixed assets	318.879	284.647
Outflow for purchase of stakes (participations)	751	1.846
Net cash outflows from investment activities	10.437.957	266.825
Cash inflows from financing activities	5.170.193	2.660.899
Net cash inflows based on subordinated obligations	558.970	-
Net cash inflows based on borrowed loans	4.611.223	2.660.899
Net cash inflow from financing activities	5.170.193	2.660.899
Total net cash inflow	34.773.588	13.071.086
Total cash outflow	21.171.821	20.333.239
Net cash increase	13.601.767	-
Net cash decrease	-	7.262.153
Cash at the beginning of the year	17.228.970	20.724.645
Positive exchange rate differentials	7.664.355	5.479.578
Negative exchange rate differentials	17.668.424	3.620.117
Cash at the period-end	20.826.668	15.321.953

INCOME STATEMENT

3.1. Interest Income and Expenses

Interest income and expenses, including default interest and other income and other expenses relating to interest-bearing assets, and/or interest-bearing liabilities, were calculated according to accrual concept and the conditions from the obligation relationship which are defined by the agreement between the Bank and the client.

Interest income also includes income based on financial risk protection instruments, mainly by pegging the annuities to the exchange rate of the dinar against the EUR, another foreign currency or to the retail price rise index, and are calculated at the close of each month during the repayment and on the date on which the annuity is due for payment.

Net interest income in the period between January and June 2012 totaled 5,060,711 thousand dinars and was larger by 450,335 thousand dinars or by 9.77% against the same quarter of the preceding year.

3.2. Fees and Commissions Income and Expenses

Income and expenses based on fees and commissions are recognized according to accrual concept.

Income from fees for banking services and expenses based on fees and commissions are established at the time when they are due for collection or when paid. They are recognized in the Income Statement at the time when they are incurred and/or when due for collection. Income from fees for guarantee approval and other contingent liabilities is accrued in accordance with the period of duration and recognized in the Income Statement proportionally to the duration period.

Net income from fees in the period between January and June 2012 amounts to 2,126,915 thousand dinars and is larger against the same period of 2011 by 0.71% or 15,034 thousand dinars.

3.3. Income and Expenses Based on Securities

Realized and unrealized gains and losses based on the change in the market value of trading securities are recognized through the income statement.

Gains and losses based on the change in amortized value of the securities held to maturity are recognized as income or expense.

Unrealized gains and losses based on securities available for sale are recognized within the revaluation reserves included in the Bank's capital. At the time of sale or permanent decrease in the value of such securities, corresponding amounts of the previously formed revaluation reserves are shown in the Income Statement as gains or losses based on investment in securities.

In the 2012 period under review, net gain from the sale of securities of 82,069 thousand dinars fully relates to the sale of the Republic of Serbia securities, namely: the securities issued in foreign currency – 79,580 thousand dinars, and to the securities issued in dinars – 2,489 thousand dinars.

Gains/losses based on contracted currency clause and changes in the exchange rate of the securities available for sale, and interest income under the securities available for sale are shown within the Income Statement.

Dividends received on the basis of investment in the shares of other legal entities are shown as income from dividend at the time of their collection.

Impairments for assessed risk values per all types of securities are recognized in the Bank's Income Statement.

3.4. Restatement of FX Amounts – Income and Expenses from Exchange Rate Differentials

Business transactions in foreign currency were restated in the dinars at mid-exchange rate fixed on the inter-bank FX market, applicable on the transaction date.

Assets and liabilities shown in foreign currency as at the balance sheet date were restated in the dinars at mid-exchange rate fixed on the inter-bank FX market, applicable on that date.

Net positive or negative exchange rate differentials occurring on the occasion of business transactions in foreign currency and at restating the balance sheet items shown in foreign currency, were posted to or against the income statement as gains or losses based on exchange rate differentials.

Net expenses based on exchange rate differentials in the reporting January-June 2012 period amounted to 10,004,069 thousand dinars, while in the same period of 2011 the Bank recorded a net positive effect of exchange rate differentials at the level of 1,859,460 thousand dinars. This is a direct consequence of the dinar exchange rate movements against the basket of currencies between the two reporting periods under review.

Assumed contingent liabilities in foreign currency were restated in the dinars at mid-exchange rate fixed on the inter-bank FX market applicable as at the balance sheet date.

3.5. Other Operating Income

In total other types of income worth 119,918 thousand dinars other operating revenues had the largest share of 65.34%. The percentage share of these revenues in other types of operating income was 78.81% in the same reporting period of 2011.

3.6. Net Expenses Based on Indirect Write-Off of Placements and Provisions

The Bank classifies its financial assets into the following categories: financial assets at fair value whose effects of the changes in the fair value are shown in the Income Statement, loans and receivables, financial assets available for sale, and assets held to maturity. The qualification depends on the purpose for which the financial assets have been acquired. Management classifies its financial placements at the time of initial recognition.

The Bank's financial assets are appraised as at the balance sheet date so as to establish whether objective proofs of impairment exist. If proofs of impairment exist, a recoverable amount of placement is determined. In order to manage the credit risk adequately and efficiently, the Bank has prescribed by its internal acts special policies and procedures for identifying the bad assets and for managing such assets.

The Bank's management makes estimates of the recoverability of receivables and/or allowance for placements on the basis of individual assessment of risky receivables. Risky receivables are all receivables with delays in repayment. The Bank assesses the recoverable amount of receivables and placements by taking at the same time into account the regularity of payments, debtor's financial standing and the quality of the collateral, as well as the contracted cash flow and historical loss related data.

For assessed impairment amount the Bank makes allowance against the expenses of the period in which the impairment occurred. If in later periods the Bank management finds that conditions have changed and that impairment is no longer in place, the allowance made earlier is abolished in favor of income. Abolishment of the

allowance cannot result in a carrying value of the asset which would be larger than the value such asset would have had if it had not been impaired earlier.

Net expenses based on indirect write-off of placements and provisions amounted to 287,262 thousand dinars and were smaller by 243,304 thousand dinars against the same period of 2011.

3.7. Costs of Wages, Wage Compensations and other Personal Expenses

Costs of wages, wage compensations and other personal expenses of 2,014,605 thousand dinars were by 187,876 thousand dinars or 10.28% larger against the same period of the last year, mainly due to the rise of the cost of labor by 7.5% in October 2011 and the rise of average exchange rate of the dinar against EUR for the wages contracted with the currency clause.

3.8. Depreciation Costs

Depreciation costs equal to 369.461 thousand dinars were larger against the January-June 2011 period by 55,858 thousand dinars or 17.8 %, mainly due to the newly purchased fixed assets and intangible investments during the previous and this year.

3.9. Operating Costs and other Operating Costs

Operating costs and other operating costs shown in the amount of 2,486,095 thousand dinars were above those in the same period of the preceding year by 445,444 thousand dinars or 21.83%.

Other operating costs mainly relate to a part of the costs resulting from the lost court lawsuit based on the judgment of the Economic Court of Belgrade. The costs equaled 186,107 thousand dinars (the difference between the adjudged amount and the amount of the provisions for court costs; more details about the court lawsuit in point 3.17.)

The increase in operating costs is mainly the result of the Bank's development and adjustment with the contemporaneous technological standards which relate to the following undertaken activities:

- replacement of VISA and MASTER card with "chipped cards (increase in the cost of material – chipped plastic)
- introduction of a reserve location of the Data centre (electronic communication and current maintenance costs)
- introduction of the new functionality in ATMs and installation of PIN GUARD protection (costs of current ATM maintenance)
- increase of retail client deposits (deposit insurance costs).

3.10. Income and Expenses Based on Changed Value of Property and Obligations

Loans and deposits in dinars for which the protection against risk has been contracted by pegging the exchange rate of the dinar against the EUR, another foreign currency or the retail price rise index, were revalued in accordance with the concrete agreement for each loan. The difference between the nominal value of outstanding loan principal or unpaid deposits and the revalorized amount is shown within the receivables based on placements or obligations based on deposits. The effects of this revaluation are recorded within income and expenses based on changed value of property and obligations.

In the period between January and June 2012, income from changed value of property and obligations totaled 13,137,349 thousand dinars, and expenses on this basis were at the level of 3,091,248 thousand dinars, which makes a net income of 10,046,101 thousand dinars. The shown net income unlike net expense of the preceding period (equal to 1,962,779 thousand dinars) was under direct influence of the movements of the dinar exchange rate for placements and obligations contracted with the currency clause (EUR, USD and CHF) as a form of protection against the risk.

BALANCE SHEET

ASSETS

In the Bank assets, loans and deposits had a dominant share of 58.89% (2011: 56.52%), followed by callable deposits and loans with a share of 14.21% (2011: 20.06%), cash and cash equivalents with a share of 6.88% (2011: 6.25%), and securities (without treasury securities) with a share of 12.35% (2011: 9.31%).

3.11. Cash and Cash Equivalents

In the cash flow balance sheet, cash and cash equivalents involve the cash, assets in accounts with other banks and checks sent for collection.

As at 30 June 2012, cash and cash equivalents totaled 20,826,668 thousand dinars and accounted for 6.88% of total Bank assets (6.25 % on 31 December 2011.) Against 31 December 2011, this item is larger by 3,597,698 thousand dinars or 20.9% and mostly resulted from the increase of assets in the dinar account because of the raised reserve requirement in dinars. The raising of the reserve requirement was particularly influenced by the NBS decision which refers to the period between 18 June and 17 July 2012.

3.12. Callable Deposits and Loans

As at 30 June 2012, callable deposits and loans at the level of 43,003,040 thousand dinars and the percentage share of 14.21% in total assets registered a drop against 2011 by 12,257,671 thousand dinars or by 22.2%. Net drop is the result of the decrease of placements based on repo transactions in dinars by 11,500,000 thousand dinars and the decrease in allocated reserve requirement assets with the NBS in foreign exchange by 757,671 thousand dinars.

3.13. Loans and Deposits

Loans are shown in the balance sheet at the level of approved placements, less repaid principal and less the allowance based on the assessment of the concretely identified risks for certain placements and risks that are empirically included in the loan portfolio. In assessing the mentioned risks, the management applies the methodology which is based on full application of IAS 39.

Loans in dinars, for which the protection against risk has been contracted by pegging the exchange rate of the dinar against the EUR, another foreign currency or the retail price rise index, were revalued in accordance with the concrete agreement for each loan. The difference between the nominal value of outstanding principal and the revalued amount is shown within the receivables based on placements. The effects of this revaluation are recorded within income and expense based on changed value of property and obligations.

Net positive or negative exchange rate differentials resulting from business transactions in foreign currency and from restating the balance sheet items in foreign currency, were accounted for to or against the income statement as gains or losses based on exchange rate differentials.

Loans approved and deposits in the amount of 178,256,043 thousand dinars and with a share of 58.89% in total assets in 2012 were larger against 2011 by 22,536,836 thousand dinars or 14.50%. The most significant loan increase was registered in the enterprise segment – by 16.10%.

3.14. Securities without Treasury Shares

Placements in securities without treasury shares in the amount of 37,390,047 thousand dinars or with a share of 12.35% against total assets, registered a growth against 2011 by 11,752,075 thousand dinars or 45.80% as a result of larger placements in bonds and treasury bills of the Republic of Serbia in foreign currency.

3.15. Other Placements, Intangible Investments, Fixed Assets and Investment Immovables, Non-Current Assets Intended for Sale and Other Assets

All of the mentioned items account for only 5.18% of total assets, of which the largest percentage relates to fixed assets and investment immovables in the amount of 2.46%, other assets 1.33% and other placements 1.17%. Other assets in the amount of 4,018.640 thousand dinars registered a drop against 2011 by 237,803 thousand dinars mainly due to the impact of the decrease of receivables based on purchase-sale of foreign exchange on the foreign exchange market relative to the growth of other categories of other placements.

LIABILITIES

In the period January - June 2012, no major changes took place in the structure of liabilities against 31 December 2011. In the structure of assets, deposits and capital continued their dominant share with the total percentage of 89.98% (2011: 90.89%) of total liabilities. Other items accounted for 10.02% of total liabilities. The largest portion of this item related to other obligations in the amount of 8.51%.

3.16. Deposits

Deposits are shown at the level of deposited amounts which can be increased by calculated interest, which depends on the obligation relationship between the depositor and the Bank. The Bank used to contract deposit interest rates depending on the deposit amount.

FX deposits are shown in the dinar according to mid-exchange rate of currencies applicable as at the balance sheet date.

In the balance sheet, deposits are shown as transaction and other deposits.

The most significant share in the structure of liabilities was that of other deposits in the amount of 196,408,855 thousand dinars which represented 64.89% of total liabilities (2011: 63.40%), followed by transaction deposits in the amount of 29,681,314 thousand dinars with a share of 9.81% (2011:11.42%) and capital in the amount of 46,259,228 thousand dinars and a share of 15.28% (2011:16.07%).

If compared with 2011, the Bank maintained the share of transaction deposits at approximately the same level. In the structure of transaction deposits, deposits in local currency continued to be dominant with the share of

61.14%, while the remaining 38.86% relates to deposits in foreign currency. In other deposits, dominant was the share of deposits in foreign currency – 84.60%, while the share of dinar deposits was 15.40%.

3.17. Provisions

The Bank's provisions of 1,659,592 thousand dinars include the provisions for: coverage of obligations (court lawsuits), long-term employee wages, and provisions for losses under off-balance sheet assets. In the period under review, the provisions dropped against 2011 by the amount of 475,484 thousand dinars. The drop principally refers to the utilization of the provisions for court litigations, i.e. for the covering the loss based on the lost court lawsuit involving the client Inex Interexport ad in bankruptcy.

3.18. Capital

The Bank's capital comprises the original founding capital, shares of later issues, reserves from the profit, revaluation reserves, unrealized losses based on securities available for sale, accumulated result, and the current period result.

The Bank's capital was formed from cash invested assets of the Bank founders. The founder cannot withdraw the assets invested in the Bank's capital.

As at 30 June 2012, the Bank's capital consists of:

In thousands RSD	2012	2011
Share capital	13.881.010	13.881.010
Issue premium	14.581.543	14.581.543
Capital	28.462.553	28.462.553
Reserves from the profit	14.785.440	11.635.440
Revaluation reserves	760.666	689.620
Unrealized losses based on securities available for sale	(77.483)	(63.940)
Reserves	15.468.623	12.261.120
Accumulated profit	2.328.052	3.551.893
Balance	46.259.228	44.275.566

In conformance with the Bank's founding acts, the Bank's capital consists of the share capital and Bank reserves.

The share capital was formed by initial investments made by the shareholders and later issues of new shares. The shareholders have the right to manage the Bank, as well as the right to participate in the profit distribution.

Based on the Decision of the Securities Commission of 17 March 2011, the Bank replaced the shares of the nominal value of 10,000.00 dinars with the shares of a nominal value of 1,000.00 dinars.

The shares were replaced in order to increase the liquidity of the securities and also make them more easily accessible to a broader circle of small investors.

The Bank is bound to maintain the minimum capital adequacy ratio of 12% established by the National Bank of Serbia, in accord with the Basel Convention applicable to all banks. The capital adequacy ratio of the Bank as at 30 June 2012, calculated on the basis of the financial statements, is 15.50 % by application of the known decisions of the National Bank of Serbia for 2012.

Moreover, the Bank is bound to maintain the pecuniary portion of the capital at the level of EUR 10.000 thousand. As at 30 June 2012, the pecuniary portion of the capital was above the prescribed level.

The structure of the share capital – ordinary shares as at 30 June 2012 was as follows:

Shareholder Name	% share
Republic of Serbia	42,60
EBRD, LONDON	25,00
ARTIO INT. EQUITY FUND, New York	4,77
Jugobanka AD Beograd in bankruptcy	3,69
Evropa osiguranje AD Beograd in bankruptcy	2,86
INVEJ DOO, Beograd	2,64
Kompanija Dunav, Beograd	1,97
Other	16,47
	<u>100,00</u>

By the Resolution of the Bank's Meeting, number 6390/1-3 of 25 April 2012, the 2011 profit was distributed. By the said distribution, the amount of 3,150,000 thousand dinars was allocated to reserves, which contributed to the increase of the reserves between the two periods under review.

The Shareholder Meeting of Komercijalna Banka AD Beograd adopted at its extraordinary session held on 04 April 2012 the Resolution on the 25th issue of shares – preference shares convertible into the Bank's ordinary shares by public offer without the obligation of publishing a prospectus to qualified investor – the Republic of Serbia, for the purpose of the original capital increase.

The issue was not realized until the date of submission of these Notes because the shareholder, the Republic of Serbia, has neither subscribed nor paid up the shares, which is envisaged by the Law on the Republic of Serbia 2012 Budget.

4. RECEIVABLES FROM AND OBLIGATIONS TO SUBSIDIARIES

4. A. Balance as at 30 June 2012

RECEIVABLES

Sbsidiary	Plac. & loans	Interest & fees	Other assets	Allowances	Net BS exposure.	Off-balance	Total
1. Kom. banka AD Budva	5.695	899	1.040	-	7.634	-	7.634
2. Kom.banka AD Banja Luka	3.018	-	1.518	-	4.536	926.562	931.098
3. Kombank INVEST	-	-	-	-	-	200	200
TOTAL:	8.713	899	2.558	-	12.170	926.762	938.932

OBLIGATIONS

Subsidiary	Deposits & loans	Interest & fee	Other oblig.	Total
1. Kom. banka AD Budva	150.309	-	1.617	151.926
2. Kom.banka AD Banja Luka	294.403	-	67	294.470
3. Kombank INVEST	14.795	31	-	14.826
TOTAL:	459.507	31	1.684	461.222

INCOME AND EXPENSES for the period from 01.01 - 30.06.2012

Subsidiary	Interest income	Fee and commission income	Interest expense	Fee and commission expense	Net income / expense
1. Kom. banka AD Budva	123	603	-	(492)	234
2. Kom.banka AD Banja Luka	992	534	(290)	(281)	955
3. Kombank INVEST	-	72	(939)	-	(867)
TOTAL:	1.115	1.209	(1.229)	(773)	322

On the grounds of the transactions with the subsidiaries, Komercijalna banka ad Beograd registered net negative exchange rate differentials in the amount of 30,817 thousand dinars.

4. B. Balance as at 31 December 2011

RECEIVABLES

Subsidiary	Placem. & loans	Interest and fees	Allowances	Net BS exposure	Off-balance	Total
1. Kom. banka AD Budva	5.061	780	-	5.841	-	5.841
2. Kom.banka AD Banja Luka	2.727	-	-	2.727	837.127	839.854
3. Kombank INVEST	6	-	-	6	194	200
TOTAL:	7.794	780	-	8.574	837.321	845.895

OBLIGATIONS

Subsidiary	Deposits and loans	Interest and fees	Other oblig.	Total
1. Kom. banka AD Budva	185.081	-	1.461	186.542
2. Kom.banka AD Banja Luka	3.802	-	-	3.802
3. Kombank INVEST	16.683	43	-	16.726
TOTAL:	205.566	43	1.461	207.070

INCOME AND EXPENSES for the period 01.01 - 30.06.2011

Subsidiary	Interest income	Fee and commission income	Interest expense	Fee and commission expense	Net income / expense
1. Kom. banka AD Budva	154	244	(2.618)	(109)	(2.329)
2. Kom.banka AD Banja Luka	86	463	(26.481)	(103)	(26.035)
3. Kombank INVEST	-	134	(1.125)	-	(991)
TOTAL:	240	841	(30.224)	(212)	(29.355)

On the grounds of the transactions with the subsidiaries, Komercijalna banka ad Beograd registered net positive exchange rate differentials in the amount of 200,177 thousand dinars.

5. EVENTS AFTER THE BALANCE SHEET AS AT 30 JUNE 2012

There has not been significant events between the balance sheet on 30.06.2012 and the date when Notes has been completed

6. EXCHANGE RATES

The exchange rates set at the inter-bank meeting of the foreign exchange market, applied to restatement of the balance sheet items into the dinar (RSD), were the following for some major currencies on 30 June 2012 and on 31 December 2011:

Currencies	Official NBS exchange rate	
	2012.	2011.
USD	92,1476	80,8662
EUR	115,8203	104,6409
CHF	96,3724	85,9121

Done in Belgrade,
on 31 July 2012

Persons responsible
for financial statements preparation





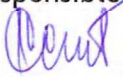
KOMERCIJALNA BANKA AD BEOGRAD


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Business Registers Agency: 10156/2005
Account number: 908-20501-70
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STATEMENT

In our opinion, quarterly financial statements for the period 01/01/2012 to 30/06/2012 present fairly, in all material respects, the financial position of Komercijalna banka AD Beograd, its assets, liabilities, gains and losses as well as results of its operations, and have been prepared in accordance with the Law on Accounting and Audit, Law on Banks and other relevant by-laws of the National Bank of Serbia as well as the IAS and IFRS, as published by January 1, 2009, which were translated and published in the Official Gazette, in October 2010, pursuant to the decision by the Finance Minister.

Persons responsible for the preparation of financial statements


Snežana Pejčić
Director of the
Accounting Division


Savo Petrović
Executive Director for
Finance and Accounting

