



**INTERIM FINANCIAL REPORT OF
SID BANK AND SID BANK GROUP
JANUARY 1st - JUNE 30th, 2014**

Edition: August 29th, 2014



Contents

- STATEMENT OF MANAGEMENT’S RESPONSIBILITY 3**
- 1 BASIC INFORMATION 4**
- 2 NOTES TO SEPARATE AND CONSOLIDATED FINANCIAL STATEMENTS 5**
- 3 FINANCIAL HIGHLIGHTS AND PERFORMANCE INDICATORS 7**
- 4 INCOME STATEMENT..... 9**
- 5 INCOME STATEMENT – BY QUARTERS 10**
 - 5.1 Income statement of SID Bank – by quarters..... 10**
 - 5.2 Income statement of SID Bank Group – by quarters..... 11**
- 6 STATEMENT OF COMPREHENSIVE INCOME 12**
- 7 STATEMENT OF COMPREHENSIVE INCOME – BY QUARTERS 12**
 - 7.1 Statement of comprehensive income of SID Bank – by quarters 12**
 - 7.2 Statement of comprehensive income of SID Bank Group – by quarters 13**
- 8 STATEMENT OF FINANCIAL POSITION 14**
- 9 STATEMENT OF CHANGES IN EQUITY 15**
 - 9.1 Statement of changes in equity of SID Bank 15**
 - 9.2 Statement of changes in equity of SID Bank Group..... 16**
- 10 STATEMENT OF CASH FLOWS..... 17**



STATEMENT OF MANAGEMENT'S RESPONSIBILITY

The Management Board hereby confirms its responsibility for the preparation of the financial statements of SID Bank and SID Bank Group for six months, ended June 30th, 2014.


The Management Board is responsible for the preparation and presentation of these interim financial report in accordance with the IAS 34 "Interim Financial Reporting".

The management's responsibilities are:

- to employ relevant accounting policies, and to ensure that they are consistently applied,
- to make use of reasonable and prudent accounting estimates and judgements,
- to appropriately disclose and clarify any material deviations from the accounting standards applied, to ensure that the financial statements are compiled on a going-concern basis for SID Bank and the SID Bank Group and the IAS 34 "Interim Financial Reporting".

Management board of SID - Slovenska izvozna in razvojna banka, d.d., Ljubljana


Jožef Bradeško
Member


Sibil Svilan M.Sc.
President



1 BASIC INFORMATION

Company ID

Company name	SID - Slovenska izvozna in razvojna banka, d. d., Ljubljana
Address	Ulica Josipine Turnograjske 6, 1000 Ljubljana
ID Number	5665493
Tax Number	82155135
VAT Identification Number	SI82155135
Account number	0100 0000 3800 058
BIC (SWIFT)	SIDRSI22
Telephone	+386 1 200 75 00
Telefax	+386 1 200 75 75
E-mail	info@sid.si
Website	http://www.sid.si

SID Bank Group

SID Bank Group is consisted of the following companies:

	Relationship	Ownership share of SID Bank in percent
SID banka, d. d., Ljubljana	Parent company	-
SID – Prva kreditna zavarovalnica, d.d., Ljubljana	Subsidiary company	100
Pro Kolekt, družba za izterjavo, d. o. o., Ljubljana	Subsidiary company	100
Prvi Faktor, faktoring družba, d. o. o., Ljubljana	Joint venture	50
Centre for International Cooperation and Development, Ljubljana	Co-foundation	



2 NOTES TO SEPARATE AND CONSOLIDATED FINANCIAL STATEMENTS

Separate and consolidated financial statements for the period from January to June 2014 are unaudited.

Statement of compliance

The financial statements of SID Bank (separate statements) and SID Bank Group (consolidated statements) are compiled in accordance with the International Standards of Financial Reporting and their notes, as adopted by the European Union, also taking into account the Companies Act and the regulations of the Bank of Slovenia.

Interim financial statements are prepared in a condensed form and include significant notes as requested in accordance with IAS 34 "Interim Financial Reporting". They need to be read in context with Annual Report of SID Bank and SID Bank Group for 2013.

Accounting policies

The accounting policies applied are presented in detail in the Annual Report of SID Bank and SID Bank Group for 2013.

The most important accounting policies, which serve as the measurement basis used for the compilation of financial statements of SID Bank and SID Bank Group and are relevant to the understanding of separate and consolidated financial statements have been consistently applied in both reporting periods, with the exception of the adoption of new standards and amendments which came into force on January 1st 2014.

The newly adopted standards and amendments: IFRS 10 Consolidated Financial Statements , IFRS 11 Joint Arrangements, IFRS 12 Disclosure of Interests in Other Entities, a revised version of IAS 27 Separate Financial Statements, which has been amended for the issuance of IFRS 10 but retains the current guidance for separate financial statements and the revised version of IAS 28 Investments in Associates and Joint Ventures, which has been amended for conforming changes based on the issuance of IFRS 10 and IFRS 11 ; amendments to IFRS 10 Consolidated Financial Statements , IFRS 11 Joint Arrangements and IFRS 12 Disclosure of Interests in Other Entities – Transition Guidance ; amendments to IFRS 10 Consolidated Financial Statements , IFRS 11 Joint Arrangements and IFRS 12 Disclosure of Interests in Other Entities - Investment Entities; amendments to IAS 39 – Novation of derivatives and Continuation of Hedge Accounting ; amendments to IAS 36 - Disclosure of the recoverable amount for non-financial assets; amendments to IAS 32 - Offsetting Financial Assets and Financial Liabilities.

Consolidation

Consolidated financial statements include the following companies:

- By the method of full consolidation SID banka and SID – Prva kreditna zavarovalnica
- By the equity method Prvi Faktor Group.

Due to immateriality for the true and fair representation of financial statements of SID Bank Group SID Bank excluded from consolidation Pro Kolekt Group and Centre for International Cooperation and Development.



Significant events in the First Half of the Year

In January, SID Bank and NLB Bank (owners of the Prvi faktor Group) signed the shareholders' agreement with FIMBank allowing the latter to purchase a 40% stake in Prvi faktor Group with the possibility to increase the share to 60%, thereby reducing SID Bank's stake in the Prvi faktor Group to 30%. In accordance with the agreement the FIMBank joined the Prvi faktor company, Ljubljana on 30 June 2014. The procedure was not completed until that date.

Due to the poor financial standing of the Prvi faktor Group in January 2014, SID Bank assumed the risk for a part of their portfolio, totalling EUR 12.2 million.

Ernest Ribič and Matej Špragar, directors of the company Prvi faktor, Ljubljana, were discharged at the General Meeting of Prvi faktor, Ljubljana, and Tomaž Kačar, the director of the company Prvi faktor Zagreb, was appointed as acting director.

In February 2014, SID Bank was awarded a credit rating by Standard & Poor's Rating Services, namely the long-term credit rating, of A- with stable future prospects and a short-term credit rating of A-2. SID Bank's rating is at the same level as the credit rating of the Republic of Slovenia. That same month Moody's Investors Service credit rating agency published the rating for SID Bank, which remains Ba1, while the future prospects of the credit rating changed from negative to stable.

Due to a change in future prospects of the Republic of Slovenia's credit rating from stable to negative as of 27 June 2014, Standard & Poor's credit rating agency as of 1 July 2014 consequently changed the future prospects of the credit rating of SID Bank, d.d., Ljubljana from stable to negative.

In April, SID Bank conducted an early partial redemption of own issued bonds with the symbol SEDABI 3 04/21/15, namely with the possibility of payment in cash or replacement with SID Bank's new bond. For this purpose SID Bank issued a new 3-year bond in the amount of EUR 96.8 million with an annual 2.25% coupon interest rate. All offers have been accepted for the purchase of the bond, namely for payment in cash of the total nominal value of EUR 53.1 million and for the replacement of the new bond with a total nominal value of EUR 95.2 million. With both transactions, the offered redemption price totalled 101.50 percent of the nominal amount of the bond. The amount of the existing bond SEDABI 3 04/21/15 fell below EUR 500 million following the transaction, which further reduced SID Bank's refinancing risk for 2015.

The balance of the loan portfolio of SID Bank on 30 June 2014 totals EUR 2,425.9 million and, compared to the balance at the end of 2013, is down by 12.1%, reflecting changes in the situation in the banking market after the rehabilitation or liquidation of some banks. The main reason for a decrease in the loan portfolio is early repayment of bank loans in the amount of EUR 146.7 million and early repayment of loans to non-banks in the amount of EUR 41.5 million.

In the field of direct lending to companies with the help of EU funds or funds of the Republic of Slovenia an annex to the agreement with the Ministry of Economic Development and Technology was signed which extended deadlines for the implementation of the Development-incentive program of SID Bank for microfinancing operations of small and medium-sized enterprises 2013-2014 and for financing municipalities infrastructure and environmental projects. SID Bank may approve loans up to 30 June 2015. In June 2014, SID Bank also approved the extension of deadlines for spending the first loan fund by one year as well as the related deadlines because of the expiry of the deadline for the approval of loans under the credit line of the Development-incentive program of SID Bank to fund the operations of technological development projects 2011-2013.

3 FINANCIAL HIGHLIGHTS AND PERFORMANCE INDICATORS

Income Statement Summary

(in EUR thousand)	SID Bank		SID Bank Group	
	1-6/2014	1-6/2013	1-6/2014	1-6/2013
Net interest income	22,763	27,469	23,023	27,849
Net non-interest income	4,570	17,913	6,974	19,956
Operating costs	(5,025)	(4,429)	(6,931)	(6,318)
Impairment and Provisions	(18,112)	(37,115)	(19,053)	(38,911)
Profit on ordinary activities	4,196	3,838	4,013	2,576
Net profit for the financial period	3,483	3,427	3,223	2,108

Statement of Financial Position Summary

(in EUR thousand)	SID Bank		SID Bank Group	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Total assets	3,669,324	3,787,565	3,729,166	3,844,997
Loans to banks	2,580,401	2,614,504	2,596,202	2,626,986
Loans to non-bank customers	573,716	601,136	573,716	601,136
Financial liabilities	3,300,704	3,432,422	3,301,913	3,433,948
Total equity	353,400	345,793	372,329	362,790

Selected indicators¹

(in percent)	SID Bank			SID Bank Group		
	1-6/2014	1-12/2013	1-6/2013	1-6/2014	1-12/2013	1-6/2013
Profitability						
Interest margin	1.21	1.31	1.32	1.19	1.31	1.33
Financial intermediation margin ²	1.45	1.90	2.18	1.55	2.01	2.29
Return on assets before tax	0.22	0.14	0.18	0.21	0.15	0.12
Return on equity before tax	2.37	1.66	2.23	2.20	1.65	1.43
Return on equity after tax	1.96	1.41	1.99	1.77	1.23	1.17
Operating cost						
Operating costs/ average assets	0.27	0.23	0.21	0.36	0.33	0.30
Operating costs/net income	18.38	12.23	9.76	23.11	16.42	13.22
Capital						
Capital adequacy ratio ³	27.2	16.4	15.5	25.4	16.1	15.0
Quality assets of the statement of financial position and contingent liabilities						
Impairments of financial assets measured at amortised cost and provisions for contingent liabilities/classified on-balance-sheet items and classified off-balance-sheet items ³	7.22	6.45	6.28	7.72	6.92	6.61

¹ The selected indicators relating to the quarterly period are converted on annual level.

² The computations of financial intermediation margin for SID Bank Group do not consider income from PKZ insurance business.

³ The computations of capital adequacy and the ratio of impairments and classified items for SID Bank Group considered the assets of SID Bank and 50 percent of assets of the Prvi Faktor Group (banking group of SID Bank).



	SID Bank			SID Bank Group		
	30.06.2014	31.12.2013	30.06.2013	30.06.2014	31.12.2013	30.06.2013
Number of employees	140	139	125	369	369	351

	SID Bank		
	30.06.2014	31.12.2013	30.06.2013
International credit rating			
Standard & Poor's	A-	Ba1	Ba1
Moody's	Ba1	Ba1	Ba1
Shares			
Number of shareholders	1	1	1
Number of shares	3,121,741	3,121,741	3,121,741
Nominal value per share (in EUR)	96.10	96.10	96.10
Book value per share (in EUR)	113.88	111.43	110.35

4 INCOME STATEMENT

In EUR thousand	SID Bank		SID Bank Group	
	1-6/2014	1-6/2013	1-6/2014	1-6/2013
Interest income	51,391	62,301	51,659	62,692
Interest expenses	(28,628)	(34,832)	(28,636)	(34,843)
Net interest income	22,763	27,469	23,023	27,849
Dividend income	0	1,422	0	0
Fee and commission income	2,172	2,093	2,172	2,093
Fee and commission expenses	(293)	(304)	(299)	(310)
Fee and commission net income	1,879	1,789	1,873	1,783
Realised gains on financial assets and liabilities not measured at fair value through profit and loss	(1,285)	13,280	(1,285)	13,281
Gains and losses on financial assets and liabilities held for trading	8	16	8	16
Losses on financial assets and liabilities designated at fair value through profit or loss	3,424	(368)	3,424	(368)
Fair value adjustments in hedge accounting	(267)	731	(267)	731
Exchange differences	(4)	11	(3)	11
Other operating net income	815	1,032	3,781	4,664
Administration costs	(4,719)	(4,134)	(6,442)	(5,843)
Depreciation	(306)	(295)	(489)	(475)
Provisions	(5,345)	3,473	(6,092)	2,064
Impairment	(12,767)	(40,588)	(12,961)	(40,975)
Share of the profit or loss of associates and joint ventures accounted for using the equity method	0	0	(557)	(162)
Profit on ordinary activities	4,196	3,838	4,013	2,576
Tax expense (income) related to profit from continuing operations	(713)	(411)	(790)	(468)
Net profit for the financial period	3,483	3,427	3,223	2,108
Basic earnings per share⁴	1.12	1.10	1.04	0.68

⁴ Basic earnings per share are equal to the revised earnings per share because the SID Bank has no dilutive instruments.

5 INCOME STATEMENT – BY QUARTERS

5.1 Income statement of SID Bank – by quarters

In EUR thousand	SID Bank			
	2014		2013	
	Q2	Q1	Q2	Q1
Interest income	25,849	25,542	31,221	31,080
Interest expenses	(14,173)	(14,455)	(17,935)	(16,897)
Net interest income	11,676	11,087	13,286	14,183
Dividend income	0	0	0	1,422
Fee and commission income	1,455	717	1,291	802
Fee and commission expenses	(159)	(134)	(148)	(156)
Fee and commission net income	1,296	583	1,143	646
Realised gains and losses on financial assets and liabilities not measured at fair value through profit and loss	(1,598)	313	13,199	81
Gains and losses on financial assets and liabilities held for trading	4	4	7	9
Gains and losses on financial assets and liabilities designated at fair value through profit or loss	316	3,108	189	(557)
Fair value adjustments in hedge accounting	(192)	(75)	367	364
Exchange differences	1	(5)	9	2
Other operating net income	367	448	486	546
Administration costs	(2,011)	(2,708)	(1,899)	(2,235)
Depreciation	(153)	(153)	(148)	(147)
Provisions	5,343	(10,688)	913	2,560
Impairment	(16,108)	3,341	(32,101)	(8,487)
Profit or loss on ordinary activities	(1,059)	5,255	(4,549)	8,387
Tax expense (income) related to profit from continuing operations	180	(893)	773	(1,184)
Net profit or loss for the financial period	(879)	4,362	(3,776)	7,203

5.2 Income statement of SID Bank Group – by quarters

In EUR thousand	SID Bank Group			
	2014		2013	
	Q2	Q1	Q2	Q1
Interest income	25,969	25,690	31,412	31,280
Interest expenses	(14,177)	(14,459)	(17,940)	(16,903)
Net interest income	11,792	11,231	13,472	14,377
Dividend income	0	0	0	0
Fee and commission income	1,455	717	1,291	802
Fee and commission expenses	(162)	(137)	(151)	(159)
Fee and commission net income	1,293	580	1,140	643
Realised gains on financial assets and liabilities not measured at fair value through profit and loss	(1,598)	313	13,199	82
Gains and losses on financial assets and liabilities held for trading	4	4	7	9
Gains and losses on financial assets and liabilities designated at fair value through profit or loss	315	3,109	189	(557)
Fair value adjustments in hedge accounting	(192)	(75)	367	364
Exchange differences	2	(5)	9	2
Other operating net income	2,307	1,474	1,927	2,737
Administration costs	(2,878)	(3,564)	(2,809)	(3,034)
Depreciation	(245)	(244)	(239)	(236)
Provisions	4,428	(10,520)	(77)	2,141
Impairment	(16,273)	3,312	(32,246)	(8,729)
Share of the profit or loss of associates and joint ventures accounted for using the equity method	(380)	(177)	(195)	33
Profit or loss on ordinary activities	(1,425)	5,438	(5,256)	7,832
Tax expense (income) related to profit from continuing operations	177	(967)	863	(1,331)
Net profit or loss for the financial period	(1,248)	4,471	(4,393)	6,501

6 STATEMENT OF COMPREHENSIVE INCOME

In EUR thousand	SID Bank		SID Bank Group	
	1-6/2014	1-6/2013	1-6/2014	1-6/2013
Net profit for the financial period after tax	3,483	3,427	3,223	2,108
Other comprehensive income after tax	4,125	(1,189)	4,482	(1,422)
Items that may be reclassified subsequently to profit or loss	4,125	(1,189)	4,482	(1,422)
Available for sale financial assets	4,970	(1,400)	5,400	(1,675)
Valuation gains taken to equity	5,711	(1,142)	6,141	(1,416)
Transferred to profit or loss	(741)	(258)	(741)	(259)
Income tax in connection with items that may be reclassified subsequently to profit or loss	(845)	211	(918)	253
Total comprehensive income for the financial period after tax	7,608	2,238	7,705	686

7 STATEMENT OF COMPREHENSIVE INCOME – BY QUARTERS

7.1 Statement of comprehensive income of SID Bank – by quarters

In EUR thousand	SID Bank			
	2014		2013	
	Q2	Q1	Q2	Q1
Net profit for the financial period after tax	(879)	4,362	(3,776)	7,203
Other comprehensive income after tax	264	3,861	538	(1,727)
Items that may be reclassified subsequently to profit or loss	264	3,861	538	(1,727)
Available for sale financial assets	318	4,652	631	(2,031)
Valuation gains taken to equity	746	4,965	808	(1,950)
Transferred to profit or loss	(428)	(313)	(177)	(81)
Income tax in connection with items that may be reclassified subsequently to profit or loss	(54)	(791)	(92)	303
Total comprehensive income for the financial period after tax	(615)	8,223	(3,238)	5,476



7.2 Statement of comprehensive income of SID Bank Group – by quarters

In EUR thousand	SID Bank Group			
	2014		2013	
	Q2	Q1	Q2	Q1
Net profit for the financial period after tax	(1,248)	4,471	(4,393)	6,501
Other comprehensive income after tax	380	4,102	552	(1,974)
Items that may be reclassified subsequently to profit or loss	380	4,102	552	(1,974)
Available for sale financial assets	458	4,942	646	(2,321)
Valuation gains taken to equity	886	5,255	823	(2,239)
Transferred to profit or loss	(428)	(313)	(177)	(82)
Income tax in connection with items that may be reclassified subsequently to profit or loss	(78)	(840)	(94)	347
Total comprehensive income for the financial period after tax	(868)	8,573	(3,841)	4,527

8 STATEMENT OF FINANCIAL POSITION

In EUR thousand	SID Bank		SID Bank Group	
	30.06.2014	31.12.2013	30.06.2014	31.12.2013
Cash and cash balances with the central banks	54,083	177,416	54,083	177,416
Available-for-sale financial assets	421,796	344,433	440,813	364,941
Loans	3,154,883	3,216,262	3,170,680	3,228,741
– Loans to banks	2,580,401	2,614,504	2,596,202	2,626,986
– Loans to non - bank customers	573,716	601,136	573,716	601,136
– Other financial assets	766	622	762	619
Derivatives – hedge accounting	23,670	36,095	23,670	36,095
Property, plant and equipment	3,198	3,324	6,384	6,643
Intangible assets	668	677	1,255	1,258
Investments in subsidiaries, associates and joint ventures	8,831	8,831	1,695	419
Tax assets	792	307	1,010	338
– Current tax assets	0	0	218	0
– Deferred tax assets	792	307	792	338
Other assets	1,403	220	29,576	29,146
TOTAL ASSETS	3,669,324	3,787,565	3,729,166	3,844,997
Deposits from central banks	207,988	207,742	207,988	207,742
Financial liabilities held for trading	9	17	9	17
Financial liabilities measured at amortised cost	3,092,707	3,224,663	3,093,916	3,226,189
– Deposits from banks	22,127	40,497	22,127	40,497
– Deposits from non-bank customers	6	6	5	6
– Loans and advances from banks	1,523,917	1,574,979	1,524,674	1,575,925
– Loans and advances from non-bank customers	467,599	472,965	467,600	472,965
– Debt securities	1,074,951	1,134,713	1,074,951	1,134,713
– Other financial liabilities	4,107	1,503	4,559	2,083
Derivatives held for hedging	0	129	0	129
Provisions	13,576	8,246	46,415	38,832
Tax liabilities	1,457	785	1,499	1,014
– Current tax liabilities	127	785	127	1,014
– Deferred tax liabilities	1,330	0	1,372	0
Other liabilities	187	190	7,010	8,284
TOTAL LIABILITIES	3,315,924	3,441,772	3,356,837	3,482,207
Share capital	300,000	300,000	300,000	300,000
Share premium	1,139	1,139	1,139	1,139
Revaluation reserve	5,831	1,706	6,129	1,648
Reserves from profit	41,961	41,961	58,107	58,621
Treasury shares	(1,324)	(1,324)	(1,324)	(1,324)
Retained earnings (including income from the reporting period)	5,793	2,311	8,278	2,706
TOTAL EQUITY	353,400	345,793	372,329	362,790
TOTAL LIABILITIES AND EQUITY	3,669,324	3,787,565	3,729,166	3,844,997

9 STATEMENT OF CHANGES IN EQUITY

9.1 Statement of changes in equity of SID Bank

For the period January 1st, 2014 to June 30th, 2014

In EUR thousand	Share capital	Share premium	Revaluation reserves	Reserves from profit	Retained earnings (including income from the reporting period)	Treasury shares	Total equity
Balance as at January 1st, 2014	300,000	1,139	1,706	41,961	2,311	(1,324)	345,793
Comprehensive income for the financial period after tax	0	0	4,125	0	3,482	0	7,607
Balance as at June 30th, 2014	300,000	1,139	5,831	41,961	5,793	(1,324)	353,400

For the period January 1st, 2013 to June 30th, 2013

In EUR thousand	Share capital	Share premium	Revaluation reserves	Reserves from profit	Retained earnings (including income from the reporting period)	Treasury shares	Total equity
Balance as at January 1st, 2013	300,000	1,139	1,003	37,012	2,394	(1,324)	340,224
Comprehensive income for the financial period after tax	0	0	(1,189)	0	3,427	0	2,238
Balance as at June 30th, 2013	300,000	1,139	(186)	37,012	5,821	(1,324)	342,462

9.2 Statement of changes in equity of SID Bank Group

For the period January 1st, 2014 to June 30th, 2014

In EUR thousand	Share capital	Share premium	Revaluation reserves	Reserves from profit	Retained earnings (including income from the reporting period)	Treasury shares	Total equity
Balance as at January 1st, 2014	300,000	1,139	1,648	58,621	2,706	(1,324)	362,790
Comprehensive income for the financial period after tax	0	0	4,482	0	3,223	0	7,705
Transfer of net profit to reserves from profit	0	0	0	(515)	515	0	0
Other	0	0	0	0	1,834	0	1,834
Balance as at June 30th, 2014	300,000	1,139	6,129	58,107	8,278	(1,324)	372,329

For the period January 1st, 2013 to June 30th, 2013

In EUR thousand	Share capital	Share premium	Revaluation reserves	Reserves from profit	Retained earnings (including income from the reporting period)	Treasury shares	Total equity
Balance as at January 1st, 2013	300,000	1,139	897	52,028	4,891	(1,324)	357,631
Comprehensive income for the financial period after tax	0	0	(1,422)	0	2,108	0	686
Transfer of net profit to reserves from profit	0	0	0	735	(735)	0	0
Balance as at June 30th, 2013	300,000	1,139	(525)	52,763	6,264	(1,324)	358,317

10 STATEMENT OF CASH FLOWS⁵

In EUR thousand	SID Bank		SID Bank Group	
	30.06.2014	30.06.2013	30.06.2014	30.06.2013
A. CASH FLOWS FROM OPERATING ACTIVITIES				
a) Total profit before tax	4,196	3,837	4,013	2,576
Amortisation and depreciation	306	295	489	475
Impairments/(reversal of impairment) of available-for-sale financial assets	(40)	(5)	(40)	(5)
Impairments /(reversal of impairment) of loans	12,807	40,590	12,807	40,590
Impairments of property, plant and equipment, investment property, intangible assets and other assets	0	3	194	390
Share of the profit or loss of associates and joint ventures accounted for using the equity method	0	0	557	162
Net (gains)/losses from exchange differences	4	(11)	3	(11)
Other (gains) from investing activities	0	(1,422)	0	0
Other adjustments in pre-tax profit or loss	5,602	(4,218)	6,351	(2,811)
Cash flows from operating activities before changes in operating assets and liabilities	22,875	39,069	24,374	41,366
b) (Increases)/decreases in operating assets	(43,640)	105,441	(42,031)	100,468
c) Increases/(decreases) in operating liabilities	(131,230)	(98,671)	(131,311)	(91,195)
d) Cash flow from operating activities (a+b+c)	(151,995)	45,839	(148,968)	50,639
e) Income taxes (paid)/refunded	(526)	(28)	(977)	364
f) Net cash flow from operating activities (d+e)	(152,521)	45,811	(149,945)	51,003
B. CASH FLOWS FROM INVESTING ACTIVITIES				
a) Inflows from investing activities	0	1,422	0	0
b) Outflows from investing activities	(171)	(176)	(227)	(206)
c) Net cash from investing activities (a+b)	(171)	1,246	(227)	(206)
D. Effect of foreign exchange differences on cash and cash equivalents	1	(135)	1	(135)
E. Net increase in cash and cash equivalents (Af+Bc)	(152,692)	47,057	(150,172)	50,797
F. Cash and cash equivalents at beginning of the year	206,842	317,641	218,654	327,441
G. Cash and cash equivalents at end of period (D+E+F)	54,151	364,563	68,483	378,103

⁵ Condensed statement of cash flows.