



Deloitte Kosova sh.p.k
Rr. Bedri Pejani no.3
10030 Prishtinë 3
Republic of Kosova

Tel: +381 38 245 582/3
Fax: +381 38 245 584
www.deloitte.com

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Limak Kosovo International Airport JSC:

We have audited the accompanying financial statements of Limak Kosovo International Airport JSC ("the Company"), which comprise the statement of financial position as at December 31, 2011, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Deloitte refers to one or more of Deloitte Touché Tohmatsu Limited, a UK private company limited by guarantee, and its network of member firms, each of which is a legally separate and independent entity. Please see <http://www.deloitte.com/about> for a detailed description of the legal structure of Deloitte Touché Tohmatsu Limited and its member firms.

Member of Deloitte Touché Tohmatsu Limited

Deloitte

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2011, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Other matter

The financial statements of the Company for the period from inception on June 28, 2010 to December 31, 2010 are not audited and accordingly we do not express an opinion on those statements.

Deloitte Kosova P.r.k.

February 27, 2012

Pristina, Kosovo

LIMAK KOSOVO INTERNATIONAL AIRPORT JSC

Statement of Financial Position as at December 31, 2011

(all amounts in EURO)

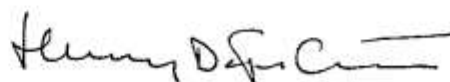
	Note	December 31, 2011	December 31, 2010 (unaudited)
Assets			
Non-current assets			
Property and equipment, net	4	433,322	23,855
Intangible assets, net	5	2,000,000	-
Construction works in progress	6	24,274,180	-
Deferred tax assets		-	10,534
Total non-current assets		26,707,502	34,389
Current assets			
Inventory		292,532	-
Accounts receivable, net	7	3,063,077	-
Other assets	8	8,646,445	41,480
Cash and cash equivalents	9	3,575,477	11,446
Total current assets		15,577,531	52,926
Total assets		42,285,033	87,315
Equity			
Share capital	14	1,000,000	100,000
Retained earnings/(Accumulated deficit)		9,003,643	(113,489)
Total equity		10,003,643	(13,489)
Liabilities			
Non-current liabilities			
Borrowings	10	25,300,000	-
Due to related parties	12	2,000,000	-
Total non-current liabilities		27,300,000	-
Current liabilities			
Borrowings	10	106,711	75,000
Accounts payable	11	3,165,264	25,804
Due to related parties	12	950,844	-
Income tax liabilities	18	298,046	-
Other liabilities	13	460,525	-
Total current liabilities		4,981,390	100,804
Total liabilities and equity		42,285,033	87,315

The accompanying notes form an integral part of these financial statements.

These financial statements have been approved by the management of Limak Kosovo International Airport JSC on February 24, 2012 and signed on their behalf by:



Mertol GENC
Chief Executive Officer



Alpay DOĞUTEPE
Chief Financial Officer

LIMAK KOSOVO INTERNATIONAL AIRPORT JSC
Statement of Comprehensive Income for the year ended December 31, 2011
(all amounts in EURO)

	Note	Year ended December 31, 2011	Period from June 28, 2010 to December 31, 2010 (unaudited)
Revenue	15	22,830,264	-
Cost of Sales	16	<u>(10,472,324)</u>	<u>-</u>
Gross Profit		12,357,940	-
Marketing, selling and distribution expenses		(57,493)	(2,940)
General administrative expenses	16	<u>(2,652,547)</u>	<u>(121,015)</u>
Operating Profit		9,647,900	(123,955)
Financial income (expenses), net	17	<u>62,136</u>	<u>(68)</u>
Profit before income tax		9,710,036	(124,023)
Income tax	18	<u>(592,904)</u>	<u>10,534</u>
Net profit (loss) for the year		9,117,132	(113,489)
Other comprehensive income (loss)		<u>-</u>	<u>-</u>
Total comprehensive income (loss)		9,117,132	(113,489)

LIMAK KOSOVO INTERNATIONAL AIRPORT JSC**Statement of Changes in Equity as at December 31, 2011***(all amounts are expressed in EURO)*

	Share capital	Retained earnings /(Accumulated deficit)	Total
As at inception date June 28, 2010 (unaudited)	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Total comprehensive loss (unaudited)	<u>-</u>	<u>(113,489)</u>	<u>(113,489)</u>
As at December 31, 2010 (unaudited)	<u>100,000</u>	<u>(113,489)</u>	<u>(13,489)</u>
Increase of share capital	900,000	-	900,000
Total comprehensive income	<u>-</u>	<u>9,117,132</u>	<u>9,117,132</u>
As at December 31, 2011	<u><u>1,000,000</u></u>	<u><u>9,003,643</u></u>	<u><u>10,003,643</u></u>

LIMAK KOSOVO INTERNATIONAL AIRPORT JSC
Statement of Cash Flows for the year ended December 31, 2011
(all amounts in EURO)

	Note	Year ended December 31, 2011	Period from June 28, 2010 to December 31, 2010 (unaudited)
Operating activities			
Profit / (loss) before tax		9,710,036	(124,023)
<i>Adjustments for:</i>			
Depreciation and amortization	4, 5	2,031,448	2,650
Interest expense		5,154	-
Interest income		(74,543)	-
Bad debt expense	7	148,948	-
		<u>11,821,043</u>	<u>(121,373)</u>
Working capital changes:			
Increase in accounts receivable		(3,212,024)	-
Increase in other assets		(8,604,965)	(41,480)
Increase in inventory		(292,532)	-
Increase in accounts payables		3,139,460	25,804
Increase in due to related parties		2,878,120	-
Increase in other liabilities		460,525	-
Cash flows generated from operations		<u>6,189,627</u>	<u>(137,049)</u>
Current income tax paid		(284,324)	-
Interest received		74,543	-
Interest paid		67,570	-
Cash flow from / (used) in operating activities		<u>6,047,416</u>	<u>(137,049)</u>
Investing activities			
Payments for construction in progress		(28,274,180)	-
Acquisition of property and equipment		(440,915)	(26,505)
Cash flow used in investing activities		<u>(28,715,096)</u>	<u>(26,505)</u>
Financing activities			
Borrowings received		25,331,711	75,000
Proceed from increase of paid up capital		900,000	100,000
Cash flows from financing activities		<u>26,231,711</u>	<u>175,000</u>
Net increase in cash and cash equivalents		<u>3,564,031</u>	<u>11,446</u>
Cash and cash equivalents at January 1 / June 28		<u>11,446</u>	<u>-</u>
Cash and cash equivalents at December 31	9	<u>3,575,477</u>	<u>11,446</u>

The accompanying notes form an integral part of these financial statements.

