

Unaudited annual accounts

30 June 2014

For the year beginning 1 July 2013 and ending 30 June 2014

Coal Energy S.A.

Société anonyme

46A, Avenue J. F. Kennedy
L-1855 Luxembourg
Luxembourg
R.C.S. Luxembourg: B 154144
Share capital: USD 450,111.20

Coal Energy S.A.
Index to the Unaudited annual accounts
For the year beginning 1 July 2013 and ending 30 June 2014

Contents

Unaudited annual accounts

Balance Sheet as at 30 June 2014
Profit and Loss Account for the year ended 30 June 2014

Notes to the unaudited annual accounts

| | |
|---------|--|
| Note 1 | General information |
| Note 2 | Summary of significant accounting policies |
| Note 3 | Fixed financial assets |
| Note 4 | Debtors |
| Note 5 | Prepayments and accrued income |
| Note 6 | Capital and reserves |
| Note 7 | Non subordinated debts |
| Note 8 | Other external charges |
| Note 9 | Other operating charges |
| Note 10 | Taxation |
| Note 11 | Off balance sheet commitments and transactions |
| Note 12 | Related party transactions |
| Note 13 | Emoluments granted |
| Note 14 | Advances and loans granted |
| Note 15 | Subsequent events |

RCSL Nr. : B154144

Matricule : 2010 2213 956

eCDF entry date : 03/10/2014

BALANCE SHEETFinancial year from ⁰¹ 01/07/2013 to ⁰² 30/06/2014 (in ⁰³ USD)

Coal Energy S.A.
 46A, Avenue J.F. Kennedy
 L-1855 Luxembourg

ASSETS

| | Reference(s) | Current year | Previous year |
|--|--------------|---------------------------|---------------------------|
| A. Subscribed capital unpaid | 1101 _____ | 101 _____ | 102 _____ |
| I. Subscribed capital not called | 1103 _____ | 103 _____ | 104 _____ |
| II. Subscribed capital called but unpaid | 1105 _____ | 105 _____ | 106 _____ |
| B. Formation expenses | 1107 _____ | 107 _____ | 108 _____ |
| C. Fixed assets | 1109 _____ | 109 <u>106.964.361,82</u> | 110 <u>106.806.905,28</u> |
| I. Intangible fixed assets | 1111 _____ | 111 _____ | 112 _____ |
| 1. Research and development costs | 1113 _____ | 113 _____ | 114 _____ |
| 2. Concessions, patents, licences, trade marks and similar rights and assets, if they were | 1115 _____ | 115 _____ | 116 _____ |
| a) acquired for valuable consideration and need not be shown under C.I.3 | 1117 _____ | 117 _____ | 118 _____ |
| b) created by the undertaking itself | 1119 _____ | 119 _____ | 120 _____ |
| 3. Goodwill, to the extent that it was acquired for valuable consideration | 1121 _____ | 121 _____ | 122 _____ |
| 4. Payments on account and intangible fixed assets under development | 1123 _____ | 123 _____ | 124 _____ |
| II. Tangible fixed assets | 1125 _____ | 125 _____ | 126 _____ |
| 1. Land and buildings | 1127 _____ | 127 _____ | 128 _____ |
| 2. Plant and machinery | 1129 _____ | 129 _____ | 130 _____ |

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B154144

Matricule : 2010 2213 956

| | Reference(s) | Current year | Previous year |
|---|--------------------|---------------------------|---------------------------|
| 3. Other fixtures and fittings, tools and equipment | 1131 | 131 | 132 |
| 4. Payments on account and tangible fixed assets under development | 1133 | 133 | 134 |
| III. Financial fixed assets | 1135 <u>note 3</u> | 135 <u>106.964.361,82</u> | 136 <u>106.806.905,28</u> |
| 1. Shares in affiliated undertakings | 1137 | 137 <u>72.006.905,28</u> | 138 <u>72.006.905,28</u> |
| 2. Amounts owed by affiliated undertakings | 1139 | 139 <u>34.957.456,54</u> | 140 <u>34.800.000,00</u> |
| 3. Shares in undertakings with which the company is linked by virtue of participating interests | 1141 | 141 | 142 |
| 4. Amounts owed by undertakings with which the company is linked by virtue of participating interests | 1143 | 143 | 144 |
| 5. Securities held as fixed assets | 1145 | 145 | 146 |
| 6. Loans and claims held as fixed assets | 1147 | 147 | 148 |
| 7. Own shares or own corporate units | 1149 | 149 | 150 |
| D. Current assets | 1151 | 151 <u>153.520,07</u> | 152 <u>1.287.944,31</u> |
| I. Inventories | 1153 | 153 | 154 |
| 1. Raw materials and consumables | 1155 | 155 | 156 |
| 2. Work and contracts in progress | 1157 | 157 | 158 |
| 3. Finished goods and merchandise | 1159 | 159 | 160 |
| 4. Payments on account | 1161 | 161 | 162 |
| II. Debtors | 1163 <u>note 4</u> | 163 <u>72.217,73</u> | 164 <u>544.713,22</u> |
| 1. Trade receivables | 1165 | 165 | 166 |
| a) becoming due and payable within one year | 1167 | 167 | 168 |
| b) becoming due and payable after more than one year | 1169 | 169 | 170 |
| 2. Amounts owed by affiliated undertakings | 1171 | 171 <u>59.114,49</u> | 172 <u>538.565,99</u> |
| a) becoming due and payable within one year | 1173 | 173 <u>59.114,49</u> | 174 <u>538.565,99</u> |
| b) becoming due and payable after more than one year | 1175 | 175 | 176 |
| 3. Amounts owed by undertakings with which the company is linked by virtue of participating interests | 1177 | 177 | 178 |
| a) becoming due and payable within one year | 1179 | 179 | 180 |
| b) becoming due and payable after more than one year | 1181 | 181 | 182 |
| 4. Other receivables | 1183 | 183 <u>13.103,24</u> | 184 <u>6.147,23</u> |
| a) becoming due and payable within one year | 1185 | 185 <u>13.103,24</u> | 186 <u>6.147,23</u> |

The notes in the annex form an integral part of the annual accounts

RCSL Nr. : B154144

Matricule : 2010 2213 956

| | Reference(s) | Current year | Previous year |
|--|-------------------|--------------------------|--------------------------|
| b) becoming due and payable after more than one year | 1187 _____ | 187 _____ | 188 _____ |
| III. Transferable securities | 1189 _____ | 189 _____ | 190 _____ |
| 1. Shares in affiliated undertakings and in undertakings with which the company is linked by virtue of participating interests | 1191 _____ | 191 _____ | 192 _____ |
| 2. Own shares or own corporate units | 1193 _____ | 193 _____ | 194 _____ |
| 3. Other transferable securities | 1195 _____ | 195 _____ | 196 _____ |
| IV. Cash at bank, cash in postal cheque accounts, cheques and cash in hand | 1197 _____ | 197 _____ 81.302,34 | 198 _____ 743.231,09 |
| E. Prepayments | 1199 _____ note 5 | 199 _____ 3.214,90 | 200 _____ 2.797,80 |
| TOTAL (ASSETS) | | 201 _____ 107.121.096,79 | 202 _____ 108.097.647,39 |

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B154144

Matricule : 2010 2213 956

LIABILITIES

| | Reference(s) | Current year | Previous year |
|---|--------------------|--------------------------|--------------------------|
| A. Capital and reserves | 1301 <u>note 6</u> | 301 <u>71.854.245,49</u> | 302 <u>72.711.311,16</u> |
| I. Subscribed capital | 1303 _____ | 303 <u>450.111,20</u> | 304 <u>450.111,20</u> |
| II. Share premium and similar premiums | 1305 _____ | 305 <u>80.540.783,11</u> | 306 <u>80.540.783,11</u> |
| III. Revaluation reserves | 1307 _____ | 307 _____ | 308 _____ |
| IV. Reserves | 1309 _____ | 309 _____ | 310 _____ |
| 1. Legal reserve | 1311 _____ | 311 _____ | 312 _____ |
| 2. Reserve for own shares or own corporate units | 1313 _____ | 313 _____ | 314 _____ |
| 3. Reserves provided for by the articles of association | 1315 _____ | 315 _____ | 316 _____ |
| 4. Other reserves | 1317 _____ | 317 _____ | 318 _____ |
| V. Profit or loss brought forward | 1319 _____ | 319 <u>-8.279.583,15</u> | 320 <u>-5.973.534,01</u> |
| VI. Profit or loss for the financial year | 1321 _____ | 321 <u>-857.065,67</u> | 322 <u>-2.306.049,14</u> |
| VII. Interim dividends | 1323 _____ | 323 _____ | 324 _____ |
| VIII. Capital investment subsidies | 1325 _____ | 325 _____ | 326 _____ |
| IX. Temporarily not taxable capital gains | 1327 _____ | 327 _____ | 328 _____ |
| B. Subordinated debts | 1329 _____ | 329 _____ | 330 _____ |
| C. Provisions | 1331 _____ | 331 _____ | 332 _____ |
| 1. Provisions for pensions and similar obligations | 1333 _____ | 333 _____ | 334 _____ |
| 2. Provisions for taxation | 1335 _____ | 335 _____ | 336 _____ |
| 3. Other provisions | 1337 _____ | 337 _____ | 338 _____ |
| D. Non subordinated debts | 1339 <u>note 7</u> | 339 <u>35.266.851,30</u> | 340 <u>35.386.336,23</u> |
| 1. Debenture loans | 1341 _____ | 341 _____ | 342 _____ |
| a) Convertible loans | 1343 _____ | 343 _____ | 344 _____ |
| i) becoming due and payable within one year | 1345 _____ | 345 _____ | 346 _____ |
| ii) becoming due and payable after more than one year | 1347 _____ | 347 _____ | 348 _____ |
| b) Non convertible loans | 1349 _____ | 349 _____ | 350 _____ |
| i) becoming due and payable within one year | 1351 _____ | 351 _____ | 352 _____ |
| ii) becoming due and payable after more than one year | 1353 _____ | 353 _____ | 354 _____ |
| 2. Amounts owed to credit institutions | 1355 _____ | 355 <u>35.060.038,61</u> | 356 <u>35.060.083,33</u> |
| a) becoming due and payable within one year | 1357 _____ | 357 <u>60.038,61</u> | 358 <u>60.083,33</u> |
| b) becoming due and payable after more than one year | 1359 _____ | 359 <u>35.000.000,00</u> | 360 <u>35.000.000,00</u> |

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B154144

Matricule: 2010 2213 956

| | Reference(s) | Current year | Previous year |
|---|--------------|---------------------------|---------------------------|
| 3. Payments received on account of orders as far as they are not deducted distinctly from inventories | 1361 _____ | 361 _____ | 362 _____ |
| a) becoming due and payable within one year | 1363 _____ | 363 _____ | 364 _____ |
| b) becoming due and payable after more than one year | 1365 _____ | 365 _____ | 366 _____ |
| 4. Trade creditors | 1367 _____ | 367 <u>147.327,70</u> | 368 <u>273.532,49</u> |
| a) becoming due and payable within one year | 1369 _____ | 369 <u>147.327,70</u> | 370 <u>273.532,49</u> |
| b) becoming due and payable after more than one year | 1371 _____ | 371 _____ | 372 _____ |
| 5. Bills of exchange payable | 1373 _____ | 373 _____ | 374 _____ |
| a) becoming due and payable within one year | 1375 _____ | 375 _____ | 376 _____ |
| b) becoming due and payable after more than one year | 1377 _____ | 377 _____ | 378 _____ |
| 6. Amounts owed to affiliated undertakings | 1379 _____ | 379 _____ | 380 _____ |
| a) becoming due and payable within one year | 1381 _____ | 381 _____ | 382 _____ |
| b) becoming due and payable after more than one year | 1383 _____ | 383 _____ | 384 _____ |
| 7. Amounts owed to undertakings with which the company is linked by virtue of participating interests | 1385 _____ | 385 _____ | 386 _____ |
| a) becoming due and payable within one year | 1387 _____ | 387 _____ | 388 _____ |
| b) becoming due and payable after more than one year | 1389 _____ | 389 _____ | 390 _____ |
| 8. Tax and social security debts | 1391 _____ | 391 <u>45.646,91</u> | 392 <u>39.571,54</u> |
| a) Tax debts | 1393 _____ | 393 <u>45.646,91</u> | 394 <u>39.571,54</u> |
| b) Social security debts | 1395 _____ | 395 _____ | 396 _____ |
| 9. Other creditors | 1397 _____ | 397 <u>13.838,08</u> | 398 <u>13.148,87</u> |
| a) becoming due and payable within one year | 1399 _____ | 399 _____ | 400 _____ |
| b) becoming due and payable after more than one year | 1401 _____ | 401 <u>13.838,08</u> | 402 <u>13.148,87</u> |
| E. Deferred income | 1403 _____ | 403 _____ | 404 _____ |
| TOTAL (LIABILITIES) | | 405 <u>107.121.096,79</u> | 406 <u>108.097.647,39</u> |

Viktor Vyshnevetsky, Director A

Arthur David Johnson, Director A

Roman Kovalkov, Director A

G.B.A.D. Cousin – Manager B

J. Mudde – Manager B

Oleksandr Rezyk, Director A

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B154144

Matricule: 2010 2213 956

eCDF entry date: 03/10/2014

PROFIT AND LOSS ACCOUNTFinancial year from ⁰¹ 01/07/2013 to ⁰² 30/06/2014 (in ⁰³ USD)

Coal Energy S.A.

46A, Avenue J.F. Kennedy
L-1855 Luxembourg**A. CHARGES**

| | Reference(s) | Current year | Previous year |
|---|--------------------|-------------------------|-------------------------|
| 1. Use of merchandise, raw materials and consumable materials | 1601 _____ | 601 _____ | 602 _____ |
| 2. Other external charges | 1603 <u>note 8</u> | 603 <u>345.770,02</u> | 604 <u>656.783,99</u> |
| 3. Staff costs | 1605 _____ | 605 _____ | 606 _____ |
| a) Salaries and wages | 1607 _____ | 607 _____ | 608 _____ |
| b) Social security on salaries and wages | 1609 _____ | 609 _____ | 610 _____ |
| c) Supplementary pension costs | 1611 _____ | 611 _____ | 612 _____ |
| d) Other social costs | 1613 _____ | 613 _____ | 614 _____ |
| 4. Value adjustments | 1615 _____ | 615 _____ | 616 _____ |
| a) on formation expenses and on tangible and intangible fixed assets | 1617 _____ | 617 _____ | 618 _____ |
| b) on current assets | 1619 _____ | 619 _____ | 620 _____ |
| 5. Other operating charges | 1621 <u>note 9</u> | 621 <u>49.872,04</u> | 622 <u>43.210,08</u> |
| 6. Value adjustments and fair value adjustments on financial fixed assets | 1623 _____ | 623 _____ | 624 _____ |
| 7. Value adjustments and fair value adjustments on financial current assets. Loss on disposal of transferable securities | 1625 _____ | 625 _____ | 626 _____ |
| 8. Interest and other financial charges | 1627 _____ | 627 <u>2.583.848,24</u> | 628 <u>2.191.841,53</u> |
| a) concerning affiliated undertakings | 1629 _____ | 629 _____ | 630 _____ |
| b) other interest and similar financial charges | 1631 _____ | 631 <u>2.583.848,24</u> | 632 <u>2.191.841,53</u> |
| 9. Extraordinary charges | 1633 _____ | 633 _____ | 634 _____ |

The notes in the annex form an integral part of the annual accounts

RCSL Nr. : B154144

Matricule : 2010 2213 956

| | Reference(s) | Current year | Previous year |
|---|---------------------|-------------------------|-------------------------|
| 10. Income tax | 1635 <u>note 10</u> | 635 <u>6.422,04</u> | 636 <u>2.079,63</u> |
| 11. Other taxes not included in the previous caption | 1637 _____ | 637 <u>5.378,46</u> | 638 <u>20.263,38</u> |
| 12. Profit for the financial year | 1639 _____ | 639 <u>0,00</u> | 640 <u>0,00</u> |
| TOTAL CHARGES | | 641 <u>2.991.290,80</u> | 642 <u>2.914.178,61</u> |

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B154144

Matricule: 2010 2213 956

B. INCOME

| | Reference(s) | Current year | Previous year |
|---|--------------|-------------------------|-------------------------|
| 1. Net turnover | 1701 _____ | 701 _____ | 702 _____ |
| 2. Change in inventories of finished goods and of work and contracts in progress | 1703 _____ | 703 _____ | 704 _____ |
| 3. Fixed assets under development | 1705 _____ | 705 _____ | 706 _____ |
| 4. Reversal of value adjustments | 1707 _____ | 707 _____ | 708 _____ |
| a) on formation expenses and on tangible and intangible fixed assets | 1709 _____ | 709 _____ | 710 _____ |
| b) on current assets | 1711 _____ | 711 _____ | 712 _____ |
| 5. Other operating income | 1713 _____ | 713 _____ | 714 _____ |
| 6. Income from financial fixed assets | 1715 _____ | 715 _____ | 716 _____ |
| a) derived from affiliated undertakings | 1717 _____ | 717 _____ | 718 _____ |
| b) other income from participating interests | 1719 _____ | 719 _____ | 720 _____ |
| 7. Income from financial current assets | 1721 _____ | 721 _____ | 722 _____ |
| a) derived from affiliated undertakings | 1723 _____ | 723 _____ | 724 _____ |
| b) other income from financial current assets | 1725 _____ | 725 _____ | 726 _____ |
| 8. Other interest and other financial income | 1727 _____ | 727 <u>2.134.225,13</u> | 728 <u>608.129,47</u> |
| a) derived from affiliated undertakings | 1729 _____ | 729 <u>2.129.190,12</u> | 730 <u>602.453,67</u> |
| b) other interest and similar financial income | 1731 _____ | 731 <u>5.035,01</u> | 732 <u>5.675,80</u> |
| 9. Extraordinary income | 1733 _____ | 733 _____ | 734 _____ |
| 12. Loss for the financial year | 1735 _____ | 735 <u>857.065,67</u> | 736 <u>2.306.049,14</u> |
| TOTAL INCOME | | 737 <u>2.991.290,80</u> | 738 <u>2.914.178,61</u> |

Viktor Vyshnevetsky, Director A

Arthur David Johnson, Director A

Roman Kovalkov, Director A

G.B.A.D. Cousin– Manager B

J. Mudde – Manager B

Oleksandr Reznik, Director A

The notes in the annex form an integral part of the annual accounts

Coal Energy S.A.

Notes to the unaudited annual accounts

For the year beginning 1 July 2013 and ending 30 June 2014

(expressed in US Dollar)

1 General information

Coal Energy S.A. (hereafter the "Company") was incorporated on 17 June 2010 and organised under the laws of Luxembourg as a Société anonyme for an unlimited period.

The registered office of the Company is established in Luxembourg, 46A, Avenue J. F. Kennedy, L-1855 Luxembourg and the Company number with the Registre de Commerce is B 154144. The financial year of the Company starts on 1 July 2013 and ends on 30 June 2014.

The purpose of the Company is the holding of participations, in any form whatsoever, in Luxembourg and foreign companies and any other form of investment, the acquisition by purchase, subscription or in any other manner as well as the transfer by sale, exchange or otherwise of securities of any kind and the administration, control and development of its portfolio.

The Company may further guarantee, grant loans or otherwise assist the companies in which it holds a direct or indirect interest or which form part of the same group of companies as the Company.

The Company also prepares consolidated financial statements, which are published according to the Luxembourg legal requirements.

2 Summary of significant accounting policies

Basis of preparation

The annual accounts of the Company are prepared in accordance with Luxembourg legal and regulatory requirements.

Accounting policies and valuation rules follow the historical cost convention and are, besides the ones laid down by the law, determined and applied by the Board of Directors.

Financial assets

Shares in affiliated undertakings and participating interests are valued at purchase price including the expenses incidental thereto.

Loans to affiliated undertakings, participating interests and other loans are valued at nominal value including the expenses incidental thereto.

In case of a durable depreciation in value according to the opinion of the Board of Directors, value adjustments are made in respect of fixed assets, so that they are valued at the lower figure to be attributed to them at the balance sheet date. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

Debtors

Debtors are valued at their nominal value. They are subject to value adjustments where their recovery is compromised. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

Prepayments and accrued income

This asset item includes expenditure incurred during the financial period but relating to a subsequent financial period.

Provisions

Provisions are intended to cover losses or debts of which the nature is clearly defined and which, at the date of the balance sheet, are either likely to be incurred or certain to be incurred but uncertain as to their amount or as to the date on which they will arise.

Provisions may also be created in order to cover charges which have their origin in the financial period under review or in a previous financial period, the nature of which is clearly defined and which at the date of the balance sheet are either likely to be incurred or certain to be incurred but uncertain as to their amount or as to the date on which they will arise.

Accruals and deferred income

This liability item includes income received during the financial period but relating to a subsequent financial period.

Value adjustments

Value adjustments are deducted directly from the related asset.

Foreign currency translation

The Company maintains its accounts in US Dollar ("USD"). Transactions expressed in currencies other than USD are translated into USD at the exchange rate effective at the time of the transaction.

Formation expenses and fixed assets expressed in currencies other than USD are translated into USD at the exchange rate effective at the time of the transaction. At the balance sheet date, these assets remain translated at historical exchange rates.

Cash at bank and all items subject to fair value valuation are translated at the exchange rate effective at the balance sheet date. Exchange losses and gains are recorded in the profit and loss account of the period.

Other assets and liabilities are translated separately respectively at the lower or at the higher of the value converted at the historical exchange rate or the value determined on the basis of the exchange rates effective at the balance sheet date. The unrealised exchange losses are recorded in the profit and loss account. The realised exchange gains are recorded in the profit and loss account at the moment of their realisation. Consequently, only realised exchange gains and losses and unrealised exchange losses are reflected in the profit and loss account.

Where there is an economic link between an asset and a liability, these are valued in total according to the method described above and only the net unrealised loss is recorded in the profit and loss account.

Coal Energy S.A.

Notes to the unaudited annual accounts

For the year beginning 1 July 2013 and ending 30 June 2014

(expressed in US Dollar)

3 Fixed financial assets

| Fixed financial assets held at cost less impairment - movements gross book value | Gross book value - opening balance | Additions | Disposals | Transfers | Gross book value - closing balance |
|--|------------------------------------|------------|--------------|-----------|------------------------------------|
| Shares in affiliated undertakings | 72,006,905.28 | - | - | - | 72,006,905.28 |
| Loans to affiliated undertakings | 34,800,000.00 | 540,373.46 | (382,916.92) | - | 34,957,456.54 |
| Total | 75,006,905.28 | 540,373.46 | (382,916.92) | - | 106,964,361.82 |

| Fixed financial assets held at cost less impairment - movements value adjustments | Value adjustments - opening balance | Additions | Disposals | Transfers | Value adjustments - closing balance |
|---|-------------------------------------|-----------|-----------|-----------|-------------------------------------|
| Shares in affiliated undertakings | - | - | - | - | - |
| Loans to affiliated undertakings | - | - | - | - | - |
| Total | - | - | - | - | - |

| Fixed financial assets held at cost less impairment - movements net book value | Net book value - opening balance | Additions | Disposals | Transfers | Net book value - closing balance |
|--|----------------------------------|------------|--------------|-----------|----------------------------------|
| Shares in affiliated undertakings | 72,006,905.28 | - | - | - | 72,006,905.28 |
| Loans to affiliated undertakings | 34,800,000.00 | 540,373.46 | (382,916.92) | - | 34,957,456.54 |
| Total | 106,806,905.28 | 540,373.46 | (382,916.92) | - | 106,964,361.82 |

Undertakings in which the Company holds at least 20% in their share capital or in which it is a general partner are as follows:

| Name | Registered Office | Ownership % | Net Value | Date of last non approved accounts | Net equity in last non approved accounts | Net result in last non approved accounts |
|-----------------------------|-------------------|-------------|---------------|------------------------------------|--|--|
| Nertera Investments Limited | Cyprus | 100% | 72,006,905.28 | 31-Dec-13 | 84,243,968.00 | 4,247,850.00 |
| | | | | | 84,243,968.00 | 4,247,850.00 |

| Loans to affiliated undertakings | Counterparty | Currency | Amount | Amount USD | Interest rate | Maturity date |
|----------------------------------|-----------------------------|----------|---------------|---------------|------------------|---------------|
| | Nertera Investments Limited | USD | 2,217,083.08 | 2,217,083.08 | 4.50% | 14 Nov 2021 |
| | Nertera Investments Limited | USD | 32,740,373.46 | 32,740,373.46 | Libor 6m + 5.85% | Jun 2020 |
| Total | | | | 34,957,456.54 | | |

4 Debtors

| Debtors | Within one year | More than one year | 30 Jun 2014 | 30 Jun 2013 |
|---|-----------------|--------------------|-------------|-------------|
| Amounts owed by affiliated undertakings | 59,114.49 | - | 59,114.49 | 538,565.99 |
| Other debtors | 13,103.24 | - | 13,103.24 | 6,147.23 |
| Total | 72,217.73 | - | 72,217.73 | 544,713.22 |

| Accrued interest receivable from affiliated undertakings | Counterparty | Currency | Amount USD | Interest rate | Maturity date |
|--|---|----------|------------|------------------|---------------|
| | Accruals loan interest to Nertera Investments Limited | USD | 53,138.09 | 4.50% | N/A |
| | Accruals loan interest to Nertera Investments Limited | USD | 5,976.40 | Libor 6m + 5.85% | N/A |
| Total | | | 59,114.49 | | |

| Other debtors | Due within one year | 30 Jun 2014 | 30 Jun 2013 |
|-------------------------------|---------------------|-------------|-------------|
| Corporate income tax advances | | 13,103.24 | 6,147.23 |
| Total | | 13,103.24 | 6,147.23 |

Coal Energy S.A.

Notes to the unaudited annual accounts

For the year beginning 1 July 2013 and ending 30 June 2014

(expressed in US Dollar)

5 Prepayments and accrued income

| Prepayments and accrued income | 30 Jun 2014 | 30 Jun 2013 |
|--------------------------------|-----------------|-----------------|
| Advance TMF Luxembourg S.A. | 3,214.90 | 2,797.80 |
| Total | 3,214.90 | 2,797.80 |

6 Capital and reserves

| Movements in capital and reserves | Balance as at 30 June 2013 | Allocation of preceding year result | Other movements | Net result for current year | Balance as at 30 Jun 2014 |
|---|----------------------------|-------------------------------------|-----------------|-----------------------------|---------------------------|
| Subscribed capital | 450,111.20 | - | - | - | 450,111.20 |
| Share premium and similar premiums | 80,540,783.11 | - | - | - | 80,540,783.11 |
| Profit or (loss) brought forward | (5,973,534.01) | (2,306,049.14) | - | - | (8,279,583.15) |
| Profit or (loss) for the financial year | (2,306,049.14) | 2,306,049.14 | - | (857,065.67) | (857,065.67) |
| Total | 72,711,311.16 | - | - | (857,065.67) | 71,854,245.49 |

The subscribed capital amounts to USD 450,111.20 and is divided into 45,011,120 shares with a nominal value of USD 0.01 fully paid up at 30 June 2014.

The Company shares were admitted to trading on Warsaw Stock Exchange on 4 August 2011. The offer price for one share was established at PLN 20.00 and the final number of the offer shares was 11,252,780.

Legal reserve

Luxembourg companies are required to allocate to a legal reserve a minimum of 5% of the annual net income, until this reserve equals 10% of the subscribed share capital. This reserve may not be distributed.

7 Non subordinated debts

| Creditors by category | Within one year | More than one year | More than five years | 30 Jun 2014 | 30 Jun 2013 |
|---------------------------------------|-------------------|----------------------|----------------------|----------------------|----------------------|
| Amounts owed to credit institutions | 60,038.61 | 35,000,000.00 | - | 35,060,038.61 | 35,060,083.33 |
| Trade creditors | 147,327.70 | - | - | 147,327.70 | 273,532.49 |
| Creditors for tax and social security | 45,646.91 | - | - | 45,646.91 | 39,571.54 |
| Other creditors | - | 13,838.08 | - | 13,838.08 | 13,148.87 |
| Total | 253,013.22 | 35,013,838.08 | - | 35,266,851.30 | 35,386,336.23 |

| Amounts owed to credit institutions | Within one year | More than one year | More than 5 years | 30 Jun 2014 | 30 Jun 2013 |
|---|------------------|----------------------|-------------------|----------------------|----------------------|
| Accrued interest - European Bank for Reconstruction and Development | 60,038.61 | - | - | 60,038.61 | 60,083.33 |
| Loan - European Bank for Reconstruction and Development | - | 35,000,000.00 | - | 35,000,000.00 | 35,000,000.00 |
| Total | 60,038.61 | 35,000,000.00 | - | 35,060,038.61 | 35,060,083.33 |

| Amounts owed to credit institutions | Due after more than one year | Currency | 30 Jun 2014 | Interest rate |
|---|------------------------------|----------|----------------------|------------------|
| Loan - European Bank for Reconstruction and Development | | USD | 35,000,000.00 | 6m LIBOR + 5.85% |
| Total | | | 35,000,000.00 | |

Other creditors

| Other creditors | Within one year | More than one year | More than five years | 30 Jun 2014 | 30 Jun 2013 |
|-------------------------|-----------------|--------------------|----------------------|------------------|------------------|
| Kyriaki Petrou Savvidou | - | 1.30 | - | 1.30 | 1.30 |
| M.Vishnevetskaya | - | 6,439.18 | - | 6,439.18 | 6,118.45 |
| V.Vishnevetskiyy | - | 7,397.60 | - | 7,397.60 | 7,029.12 |
| Total | - | 13,838.08 | - | 13,838.08 | 13,148.87 |

Coal Energy S.A.**Notes to the unaudited annual accounts****For the year beginning 1 July 2013 and ending 30 June 2014***(expressed in US Dollar)***8 Other external charges**

| Other external charges | 30 Jun 2014 | 30 Jun 2013 |
|---|--------------------|--------------------|
| Bank account charges | 2,830.76 | 5,437.98 |
| Legal fees notary | 148.02 | 26.10 |
| Legal fees | 13,542.34 | 32,050.79 |
| Auditing fees | 101,699.84 | 158,215.80 |
| Tax consulting and compliance fees | 2,710.73 | 1,960.32 |
| Other professional fees | 125,068.32 | 321,387.26 |
| Other professional fees office disbursements | 7,004.99 | 7,802.32 |
| Other professional fees responsibility fees | 3,507.71 | 3,273.96 |
| Other professional fees domiciliation fees | 1,612.83 | 1,505.70 |
| Other professional fees admin and accounting TMF | 32,838.21 | 34,596.42 |
| Other professional fees corporate secretarial TMF | 38,271.42 | 46,083.52 |
| Other professional fees consultancy fees | - | 27,327.00 |
| Other professional expenses agency fees | 1,964.46 | 1,864.89 |
| Other commissions and professional fees | 14,570.39 | 15,251.93 |
| Total | 345,770.02 | 656,783.99 |

9 Other operating charges

| Other operating charges | 30 Jun 2014 | 30 Jun 2013 |
|--------------------------------|--------------------|--------------------|
| Director's fees | 25,000.00 | 18,750.00 |
| Non-deductible VAT | 24,047.07 | 23,066.20 |
| Registration duties | 824.97 | 1,393.88 |
| Total | 49,872.04 | 43,210.08 |

10 Taxation

The Company is subject to normal taxation under Luxembourg tax regulations.

The tax position until 2013 has not been assessed by the Luxembourg tax authorities. The issuance of a final tax assessment could result in additional tax payable/ receivable.

11 Off balance sheet commitments and transactions

On 14 March 2014 the Company entered into a surety agreement with OTP Bank to act as a guarantor for securing obligations of "Donantratsit" LLC under factoring agreement Nr FT 14-090/100-3 in an amount not exceeding UAH 39,200,000.00

12 Related party transactions

There were no transactions with related parties.

13 Emoluments granted to the members of the managing and supervisory bodies and commitments in respect of retirement pensions for former members of those bodies

Remuneration granted to the members of the managing and supervisory bodies acting in that capacity and any commitments arising or contracted in respect of retirement pensions for former members of those bodies for the financial year are broken down:

| Remuneration members of managing and supervisory bodies | 30 Jun 2014 | 30 Jun 2013 |
|--|--------------------|--------------------|
| Managing bodies | 25,000.00 | 18,750.00 |
| Total | 25,000.00 | 18,750.00 |

14 Advances and loans granted to the members of the managing and supervisory bodies

There are no advances, loans or commitments given on their behalf by way of guarantee of any kind granted to the members of the management and supervisory bodies during the financial year (2013: nil).

15 Subsequent events

Over 2014, due to the escalation of the military unrests in the region of the Company's assets and headquarters, the Company's further development has remained uncertain, as well as the audit procedure for the annual accounts as at 30 June 2014 has been postponed until further notice.

Viktor Vyshnevetsky, Director A

Arthur David Johnson, Director A

Roman Kovalkov, Director A

G.B.A.D. Cousin, Director B

Oleksandr Reznik, Director A

J. Mudde, Director B