



Sunce Koncern d.d.

Trpinjska 9  
10000 Zagreb, Hrvatska

# **Sunce koncern d.d.**

## **Financial Results**

**for the period January - March 2019**

**consolidated (unaudited)**

Zagreb, 30<sup>th</sup> April 2019.

|  |           |
|--|-----------|
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## **1. GENERAL INFORMATION**

### **Name**

The Company name is SUNCE KONCERN d.d. za turizam i ugostiteljstvo, company registration number (MBS): 080502040, personal identification number (OIB): 06916431329. The Company's short name is SUNCE KONCERN d.d.

### **Registered office and legal form**

SUNCE KONCERN d.d is joint stock company with registered office in Zagreb, Trpinjska 9, Republic of Croatia, telephone number: + 385 1 3844 044.

### **Share capital and company shares**

The Company's share capital amounts to HRK 539.385.000,00 and is divided into 5.393.850 ordinary registered shares, each in the nominal amount of HRK 100,0. The Company's shares are recorded in a book-entry form in the accounts of book-entry securities in the computer system of the Central Depository and Clearing Company Inc. in accordance with special regulations under the ticker SUKC-R-A and ISIN HRSUKCRA0001.

### **Members of Management Board:**

- Tonči Boras, President of the Management Board
- Kristijan Gagulić, Member of the Management Board
- Ivan Potkrajčić, Member of the Management Board

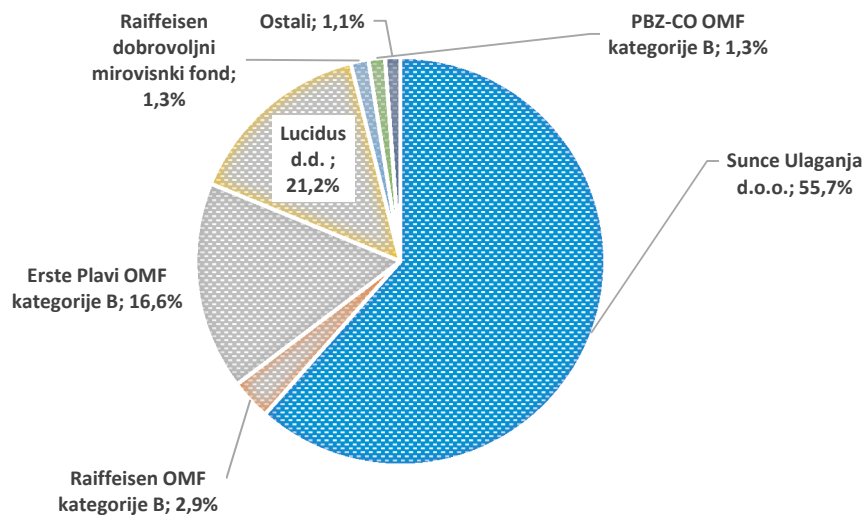
### **Supervisory Board:**

- Jako Andabak, Chairman of the Supervisory Board
- Sanja Gagulić, Deputy Chairman of the Supervisory Board
- Ružica Andabak, Member of the Supervisory Board
- Ana Volk, Member of the Supervisory Board
- Ivan Augustin, Member of the Supervisory Board

### **Audit Committee:**

- Ivan Augustin, President of the Audit Committee
- Sanja Gagulić, Member of the Audit Committee
- Ružica Andabak, Member of the Audit Committee

### **Major Shareholders of the Group:**



Source: Central Depository & Clearing Company Inc

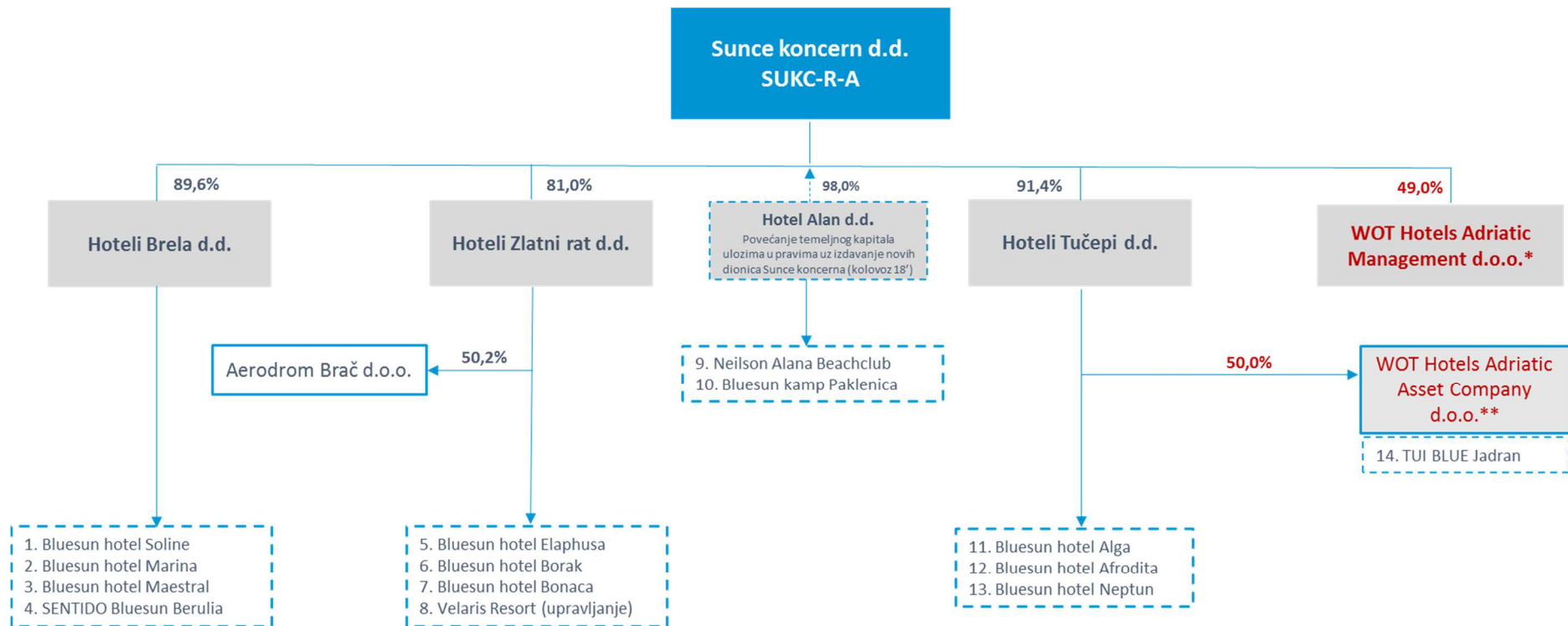
**Subsidiaries included in the Group and other holdings:**

| <b>Members of the Group:</b>          | <b>HQ:</b>     | <b>Business:</b>                  | <b>Ownership:</b>  |
|---------------------------------------|----------------|-----------------------------------|--------------------|
| Sunce Koncern d.d.                    | Zagreb         | Parent company                    | -                  |
| Hoteli Zlatni Rat d.d.                | Bol            | Hotels                            | 80,99%             |
| Hoteli Brela d.d.                     | Brela          | Hotels                            | 89,58%             |
| Hoteli Tučepi d.d.                    | Tučepi         | Hotels                            | 91,41%             |
| Hotel Alan d.d.                       | Starigrad      | Hotels                            | 97,96%             |
| Aerodrom Brač d.o.o.                  | Supetar        | Airport                           | 50,18%             |
| Sunce Vital d.o.o.                    | Zagreb         | Healthcare                        | 100,00%            |
| Zlatni rat Poljoprivreda d.o.o.*      | Bol            | Agriculture                       | 80,99%             |
| Zlatni rat Servisi d.o.o.*            | Bol            | Maintenance                       | 80,99%             |
| Zlatni rat Tenis centar d.o.o.*       | Bol            | Tennis operator                   | 80,99%             |
| Plaža Zlatni Rat d.o.o.*              | Bol            | Beach operator                    | 80,99%             |
| Eko - promet d.o.o.*                  | Bol            | Transport                         | 38,28%             |
| Brač 500 Plus d.o.o.                  | Bol            | Cable management                  | 56,24%             |
| Brela Jakiruša d.o.o.                 | Brela          | Preparation of food and beverages | 89,58%             |
|                                       |                |                                   |                    |
| <b>Društvo:**</b>                     | <b>Mjesto:</b> | <b>Priroda poslovanja:</b>        | <b>Vlasništvo:</b> |
| WOT Hotels Adriatic Management d.o.o. | Tučepi         | Holding company                   | 49,00%             |
| WOT Hotels Adriatic Asset d.o.o.      | Tučepi         | Hotels                            | 50,00%             |
| Praona d.o.o.                         | Makarska       | Industrial Laundry                | 42,00%             |

\* Subscribed companies do not have recorded assets and liabilities (are not active in business), and applications have been submitted to the Tax Registry for deletion from the court register

\*\* Subject companies are not subject to consolidation but are accounted for according to accounting standards according to the equity method

## Organisational structure of the Group:



Sunce koncern d.d. kao matično društvo čine i dodatnih članice, čiji rezultat ne utječe materijalno na poslovanje Grupe

\* Management društvo osnovano sa TUI AG, gdje TUI AG drži 51% udjela (26.09.2018)

\*\* Do 19.09.2018. godine ime tvrtke Punta Zlatarac Tučepi d.o.o.

| Key Financial Indicators - Sunce Konzern d.d. |           |           |           |           |
|---|-----------|-----------|-----------|-----------|
| HRK ths                                       |           |           |           |           |
| Financial performance                         | Q1 2019   | Q1 2018   | △         | 2019/2018 |
| Revenues                                      | 2.724     | 4.205     | -1.480,9  | -35,2%    |
| EBITDA <sup>1</sup>                           | -28.076   | -25.199   | -2.877,6  | 11,4%     |
| EBITDA margin %                               | -1030,6%  | -599,2%   | -431,4%   | 72,0%     |
| EBIT  | -41.788   | -36.556   | -5.231,8  | 14,3%     |
| Net result                                    | -43.450   | -35.744   | -7.706,6  | 21,6%     |
| Financijski positiom                          | 31.3.2019 | 31.3.2018 | △         | 2018/2017 |
| Total assets                                  | 1.387.282 | 1.387.683 | -401,3    | 0,0%      |
| Tangible assets                               | 1.149.723 | 1.109.620 | 40.102,8  | 3,6%      |
| Equity  | 756.667   | 799.598   | -42.930,6 | -5,4%     |
| Total debt                                    | 506.476   | 503.957   | 2.519,5   | 0,5%      |
| Net debt <sup>2</sup>                         | 505.481   | 458.877   | 46.604,0  | 10,2%     |
| Ratios  |           |           |           |           |
| Equity / Total assets                         | 54,5%     | 57,6%     | 10698,8%  | 18567,5%  |
| Debt / Equity                                 | 66,9%     | 63,0%     | -5,9%     | -9,3%     |

1) EBITDA (eng. earnings before interest, taxes, depreciation and amortization) is calculated according to the formula: operating income - operating expenses + depreciation + value adjustments

2) Net debt: long-term and short-term liabilities to banks and other financial institutions + liabilities for loans, deposits and similar - cash in the bank - long-term and short-term securities investments - short-term loans, deposits, etc.

In the first quarter of 2019, the Group recorded HRK 2,724 million (first quarter 2018: HRK 4,205 million) of operating income (a decrease of 35% compared to the same prior year), and HRK 30,801 million (the same quarter of 2018: 29,404 million HRK) of operating expenses without depreciation, the increase in expenditures represents a growth of 5% over the same period of the previous year.

Most of the operating expenses relates to staff costs of HRK 17,872 thousand and other operating expenses of HRK 4,408 thousand.

In the quarterly period ended March 31, 2019, financial income amounted to HRK 1,623 thousand (a decrease of 69% over the same period last year when financial income amounted to HRK 5,300 thousand), while financial expenses amounted to 3,285 thousand (a decrease of 27% compared to the same period last year when financial expenditures amounted to HRK 4,487 thousand). Financial expenses decreased due to the refinancing of the Group's existing financial debt.

In the quarterly period ended March 31, 2019, the Group recorded net loss in the amount of HRK 43,450 thousand.

At January 1, 2019 The Group adopted a new standard - IFRS 16 "Leases".

## Annex 1

## ISSUER'S GENERAL DATA

Reporting period:

01.01.2019

to

31.03.19

Year:

2019

Quarter:

1.

## Quarterly financial statements

Registration number (MB):

01869647

Issuer's home  
Member State code:

HR

Entity's registration  
number (MBS):

080502040

Personal identification  
number (OIB):

06916431329

LEI:

7478000070X8LWJUBX45

Institution  
code:

5510

Name of the issuer: Sunce koncern d.d.

Postcode and town:

10000

Zagreb

Street and house number:

Trpinjska 9

E-mail address:

racunovodstvo@bluesunhotels.com

Web address:

www.bluesunhotels.com

Number of employees  
(end of the reporting

1179

Consolidated report:

KD

(KN-not consolidated/KD-consolidated)

Audited:

RN

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

Hoteli Tučepi d.d.

Tučepi, Dračevica 35

Hoteli Brela d.d.

Brela, trg Gospe od Karmela 1

Hoteli Zlatni Rat d.d.

Bol, Bračka cesta 31

Hotel Alan d.d.

Starigrad, trg Franje Tuđmana 14

Sunce Vital d.o.o.

Zagreb, Braće Domany 6

Bookkeeping firm:

No

(Yes/No)

(name of the bookkeeping firm)

Contact person:

Ivan Franić

(only name and surname of the contact person)

Telephone:

01/6442-240

E-mail address:

ivan.franic@bluesunhotels.com

Audit firm:

Ernst &amp; Young d.o.o., Zagreb

(name of the audit firm)

Certified auditor:

Zvonimir Madunić

(name and surname)



**BALANCE SHEET**  
balance as at 31.03.2019

in HRK

Submitter: Sunce Koncern d.d.

| Item   | ADP code   | Last day of the preceding business year | At the reporting date of the current period |
|--|------------|---|---|
| 1  | 2          | 3                                       | 4   |
| <b>A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID</b>  | <b>001</b> |   |   |
| <b>B) FIXED ASSETS (ADP 003+010+020+031+036)</b>   | <b>002</b> | 1.251.799.861                           | 1.291.779.032                               |
| <b>I INTANGIBLE ASSETS (ADP 004 to 009)</b>  | <b>003</b> | 1.027.702                               | 915.754                                     |
| 1 Research and development   | 004        |   |   |
| 2 Concessions, patents, licences, trademarks, software and other rights                      | 005        | 948.872                                 | 842.609                                     |
| 3 Goodwill   | 006        |   |   |
| 4 Advances for the purchase of intangible assets   | 007        |   |   |
| 5 Intangible assets in preparation   | 008        | 23.875                                  | 23.875                                      |
| 6 Other intangible assets  | 009        | 54.955                                  | 49.270                                      |
| <b>II TANGIBLE ASSETS (ADP 011 to 019)</b>   | <b>010</b> | 1.109.619.750                           | 1.149.722.561                               |
| 1 Land   | 011        | 111.620.874                             | 111.620.874                                 |
| 2 Buildings  | 012        | 872.374.732                             | 882.312.509                                 |
| 3 Plant and equipment  | 013        | 91.072.982                              | 92.579.243                                  |
| 4 Tools, working inventory and transportation assets   | 014        | 3.454.719                               | 3.254.941                                   |
| 5 Biological assets  | 015        |   |   |
| 6 Advances for the purchase of tangible assets   | 016        |   |   |
| 7 Tangible assets in preparation   | 017        | 30.793.623                              | 33.919.886                                  |
| 8 Other tangible assets  | 018        | 302.820                                 | 26.035.109                                  |
| 9 Investment property  | 019        |   |   |
| <b>III FIXED FINANCIAL ASSETS (ADP 021 to 030)</b>   | <b>020</b> | 133.203.117                             | 133.203.117                                 |
| 1 Investments in holdings (shares) of undertakings within the group                          | 021        |   |   |
| 2 Investments in other securities of undertakings within the group                           | 022        |   |   |
| 3 Loans, deposits, etc. to undertakings within the group                                     | 023        | 31.714.650                              | 31.714.650                                  |
| 4. Investments in holdings (shares) of companies linked by virtue of participating interests | 024        | 101.478.666                             | 101.478.666                                 |
| 5 Investment in other securities of companies linked by virtue of participating interests    | 025        |   |   |
| 6 Loans, deposits etc. to companies linked by virtue of participating interests              | 026        |   |   |
| 7 Investments in securities  | 027        |   |   |
| 8 Loans, deposits, etc. given  | 028        |   |   |
| 9 Other investments accounted for using the equity method                                    | 029        | 9.800                                   | 9.800                                       |
| 10 Other fixed financial assets  | 030        |   |   |
| <b>IV RECEIVABLES (ADP 032 to 035)</b>   | <b>031</b> | 2.422.716                               | 2.411.025                                   |
| 1 Receivables from undertakings within the group   | 032        |   |   |
| 2 Receivables from companies linked by virtue of participating interests                     | 033        |   |   |
| 3 Customer receivables   | 034        |   |   |
| 4 Other receivables  | 035        | 2.422.716                               | 2.411.025                                   |
| <b>V DEFERRED TAX ASSETS</b>   | <b>036</b> | 5.526.575                               | 5.526.575                                   |
| <b>C) CURRENT ASSETS (ADP 038+046+053+063)</b>   | <b>037</b> | 135.882.912                             | 95.502.473                                  |
| <b>I INVENTORIES (ADP 039 to 045)</b>  | <b>038</b> | 3.734.538                               | 5.662.787                                   |
| 1 Raw materials and consumables  | 039        | 3.349.944                               | 4.542.225                                   |
| 2 Work in progress   | 040        |   |   |
| 3 Finished goods   | 041        |   |   |
| 4 Merchandise  | 042        | 185.351                                 | 193.467                                     |
| 5 Advances for inventories   | 043        | 199.242                                 | 927.095                                     |
| 6 Fixed assets held for sale   | 044        |   |   |
| 7 Biological assets  | 045        |   |   |
| <b>II RECEIVABLES (ADP 047 to 052)</b>   | <b>046</b> | 42.623.446                              | 44.361.685                                  |
| 1 Receivables from undertakings within the group   | 047        | 9.174.606                               | 10.222.409                                  |
| 2 Receivables from companies linked by virtue of participating interests                     | 048        |   |   |
| 3 Customer receivables   | 049        | 20.802.864                              | 13.238.674                                  |
| 4 Receivables from employees and members of the undertaking                                  | 050        | 45.287                                  | 67.920                                      |
| 5 Receivables from government and other institutions   | 051        | 4.807.159                               | 9.018.115                                   |
| 6 Other receivables  | 052        | 7.793.530                               | 11.814.567                                  |
| <b>III CURRENT FINANCIAL ASSETS (ADP 054 to 062)</b>   | <b>053</b> | 44.445.418                              | 44.482.937                                  |
| 1 Investments in holdings (shares) of undertakings within the group                          | 054        |   |   |
| 2 Investments in other securities of undertakings within the group                           | 055        |   |   |
| 3 Loans, deposits, etc. to undertakings within the group                                     | 056        | 44.427.085                              | 44.469.604                                  |
| 4 Investments in holdings (shares) of companies linked by virtue of participating interests  | 057        |   |   |
| 5 Investment in other securities of companies linked by virtue of participating interests    | 058        |   |   |
| 6 Loans, deposits etc. to companies linked by virtue of participating interests              | 059        |   |   |
| 7 Investments in securities  | 060        |   |   |
| 8 Loans, deposits, etc. given  | 061        | 18.333                                  | 13.333                                      |
| 9 Other financial assets   | 062        |   |   |
| <b>IV CASH AT BANK AND IN HAND</b>   | <b>063</b> | 45.079.510                              | 995.064                                     |
| <b>D) PREPAID EXPENSES AND ACCRUED INCOME</b>  | <b>064</b> |   |   |
| <b>E) TOTAL ASSETS (ADP 001+002+037+064)</b>   | <b>065</b> | 1.387.682.772                           | 1.387.281.505                               |
| <b>OFF-BALANCE SHEET ITEMS</b>   | <b>066</b> |   |   |

| <b>LIABILITIES</b>  |            |                      |                      |
|---|------------|----------------------|----------------------|
| <b>A) CAPITAL AND RESERVES (ADP 068 to</b>  | <b>067</b> | <b>799.597.910</b>   | <b>756.667.281</b>   |
| I INITIAL (SUBSCRIBED) CAPITAL  | 068        | 539.385.000          | 539.385.000          |
| II CAPITAL RESERVES   | 069        | 83.266.272           | 83.266.272           |
| III RESERVES FROM PROFIT (ADP 071+072-073+074+075)  | 070        | 7.247.507            | 7.247.507            |
| 1 Legal reserves  | 071        | 655.925              | 655.925              |
| 2 Reserves for treasury shares  | 072        |                      |                      |
| 3 Treasury shares and holdings (deductible item)  | 073        |                      |                      |
| 4 Statutory reserves  | 074        |                      |                      |
| 5 Other reserves  | 075        | 6.591.582            | 6.591.582            |
| IV REVALUATION RESERVES   | 076        | 3.056.059            | 3.056.059            |
| V FAIR VALUE RESERVES (ADP 078 to 080)  | 077        | 0                    | 0                    |
| 1 Fair value of financial assets available for sale   | 078        |                      |                      |
| 2 Cash flow hedge - effective portion   | 079        |                      |                      |
| 3 Hedge of a net investment in a foreign operation - effective                                  | 080        |                      |                      |
| VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083)  | 081        | 55.819.891           | 81.996.096           |
| 1 Retained profit   | 082        | 55.819.891           | 81.996.096           |
| 2 Loss brought forward  | 083        |                      |                      |
| VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086)  | 084        | 26.176.205           | -43.450.387          |
| 1 Profit for the business year  | 085        | 26.176.205           |                      |
| 2 Loss for the business year  | 086        |                      | 43.450.387           |
| VIII MINORITY (NON-CONTROLLING) INTEREST  | 087        | 84.646.976           | 85.166.734           |
| <b>B) PROVISIONS (ADP 089 to 094)</b>   | <b>088</b> | <b>2.002.567</b>     | <b>1.990.855</b>     |
| 1 Provisions for pensions, termination benefits and similar obligations                         | 089        | 1.396.153            | 1.384.441            |
| 2 Provisions for tax liabilities  | 090        |                      |                      |
| 3 Provisions for ongoing legal cases  | 091        |                      |                      |
| 4 Provisions for renewal of natural resources   | 092        |                      |                      |
| 5 Provisions for warranty obligations   | 093        |                      |                      |
| 6 Other provisions  | 094        | 606.414              | 606.414              |
| <b>C) LONG-TERM LIABILITIES (ADP 096 to 106)</b>  | <b>095</b> | <b>453.680.970</b>   | <b>479.954.243</b>   |
| 1 Liabilities to undertakings within the group  | 096        |                      |                      |
| 2 Liabilities for loans, deposits, etc. of undertakings within the group                        | 097        |                      |                      |
| 3 Liabilities to companies linked by virtue of participating                                    | 098        |                      |                      |
| 4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests | 099        |                      |                      |
| 5 Liabilities for loans, deposits etc.  | 100        |                      |                      |
| 6 Liabilities to banks and other financial institutions   | 101        | 449.257.211          | 449.628.403          |
| 7 Liabilities for advance payments  | 102        | 3.345.717            | 3.506.496            |
| 8 Liabilities to suppliers  | 103        |                      |                      |
| 9 Liabilities for securities  | 104        |                      |                      |
| 10 Other long-term liabilities  | 105        |                      | 25.741.302           |
| 11 Deferred tax liability   | 106        | 1.078.042            | 1.078.042            |
| <b>D) SHORT-TERM LIABILITIES (ADP 108 to 121)</b>   | <b>107</b> | <b>132.401.325</b>   | <b>148.669.126</b>   |
| 1 Liabilities to undertakings within the group  | 108        | 2.932.535            | 2.322.101            |
| 2 Liabilities for loans, deposits, etc. of undertakings within the group                        | 109        |                      |                      |
| 3 Liabilities to companies linked by virtue of participating                                    | 110        |                      |                      |
| 4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests | 111        |                      |                      |
| 5 Liabilities for loans, deposits etc.  | 112        |                      |                      |
| 6 Liabilities to banks and other financial institutions   | 113        | 54.699.700           | 61.755.597           |
| 7 Liabilities for advance payments  | 114        | 2.266.207            | 18.844.805           |
| 8 Liabilities to suppliers  | 115        | 38.488.382           | 40.610.830           |
| 9 Liabilities for securities  | 116        |                      |                      |
| 10 Liabilities to employees   | 117        | 6.627.120            | 4.715.551            |
| 11 Taxes, contributions and similar liabilities   | 118        | 7.837.393            | 5.360.866            |
| 12 Liabilities arising from the share in the result   | 119        |                      |                      |
| 13 Liabilities arising from fixed assets held for sale  | 120        |                      |                      |
| 14 Other short-term liabilities   | 121        | 19.549.988           | 15.059.376           |
| <b>E) ACCRUALS AND DEFERRED INCOME</b>  | <b>122</b> |                      |                      |
| <b>F) TOTAL – LIABILITIES (ADP 067+088+095+107+122)</b>   | <b>123</b> | <b>1.387.682.772</b> | <b>1.387.281.505</b> |
| <b>G) OFF-BALANCE SHEET ITEMS</b>   | <b>124</b> |                      |                      |

**STATEMENT OF PROFIT OR LOSS**  
for the period 01.01.2019. to 31.03.2019.

in HRK

Submitter: Sunce Koncern d.d.

| Item  | ADP code   | Same period of the previous year |                    | Current period     |                    |
|---|------------|----------------------------------|--------------------|--------------------|--------------------|
|   |            | Cumulative                       | Quarter            | Cumulative         | Quarter            |
| 1   | 2          | 3                                | 4                  | 5                  | 6                  |
| <b>I OPERATING INCOME (ADP 126 to 130)</b>  | <b>125</b> | <b>4.205.192</b>                 | <b>4.205.192</b>   | <b>2.724.297</b>   | <b>2.724.297</b>   |
| 1 Income from sales with undertakings within the group  | 126        | 2.031.582                        | 2.031.582          | 798.699            | 798.699            |
| 2 Income from sales (outside group)   | 127        |                                  |                    |                    |                    |
| 3 Income from the use of own products, goods and services   | 128        |                                  |                    |                    |                    |
| 4 Other operating income with undertakings within the group   | 129        |                                  |                    |                    |                    |
| 5 Other operating income (outside the group)  | 130        | 2.173.609                        | 2.173.609          | 1.925.598          | 1.925.598          |
| <b>II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153)</b>  | <b>131</b> | <b>40.761.529</b>                | <b>40.761.529</b>  | <b>44.512.468</b>  | <b>44.512.468</b>  |
| 1 Changes in inventories of work in progress and finished goods   | 132        |                                  |                    |                    |                    |
| 2 Material costs (ADP 134 to 136)   | 133        | 9.759.667                        | 9.759.667          | 8.520.476          | 8.520.476          |
| a) Costs of raw materials and consumables   | 134        | 1.870.734                        | 1.870.734          | 1.743.653          | 1.743.653          |
| b) Costs of goods sold  | 135        | 547.944                          | 547.944            | 450.000            | 450.000            |
| c) Other external costs   | 136        | 7.340.989                        | 7.340.989          | 6.326.823          | 6.326.823          |
| 3 Staff costs (ADP 138 to 140)  | 137        | 15.715.537                       | 15.715.537         | 17.872.142         | 17.872.142         |
| a) Net salaries and wages   | 138        | 8.213.855                        | 8.213.855          | 9.692.894          | 9.692.894          |
| b) Tax and contributions from salary costs  | 139        | 4.801.076                        | 4.801.076          | 5.316.511          | 5.316.511          |
| c) Contributions on salaries  | 140        | 2.700.605                        | 2.700.605          | 2.862.737          | 2.862.737          |
| 4 Depreciation  | 141        | 11.357.593                       | 11.357.593         | 13.711.844         | 13.711.844         |
| 5 Other costs   | 142        |                                  |                    |                    |                    |
| 6 Value adjustments (ADP 144+145)   | 143        | 0                                | 0                  | 0                  | 0                  |
| a) fixed assets other than financial assets   | 144        |                                  |                    |                    |                    |
| b) current assets other than financial assets   | 145        |                                  |                    |                    |                    |
| 7 Provisions (ADP 147 to 152)   | 146        | 0                                | 0                  | 0                  | 0                  |
| a) Provisions for pensions, termination benefits and similar  | 147        |                                  |                    |                    |                    |
| b) Provisions for tax liabilities   | 148        |                                  |                    |                    |                    |
| c) Provisions for ongoing legal cases   | 149        |                                  |                    |                    |                    |
| d) Provisions for renewal of natural resources  | 150        |                                  |                    |                    |                    |
| e) Provisions for warranty obligations  | 151        |                                  |                    |                    |                    |
| f) Other provisions   | 152        |                                  |                    |                    |                    |
| 8 Other operating expenses  | 153        | 3.928.732                        | 3.928.732          | 4.408.006          | 4.408.006          |
| <b>III FINANCIAL INCOME (ADP 155 to 164)</b>  | <b>154</b> | <b>5.299.501</b>                 | <b>5.299.501</b>   | <b>1.623.043</b>   | <b>1.623.043</b>   |
| 1 Income from investments in holdings (shares) of undertakings within the group   | 155        |                                  |                    |                    |                    |
| 2 Income from investments in holdings (shares) of companies linked by virtue of participating interests                         | 156        |                                  |                    |                    |                    |
| 3 Income from other long-term financial investment and loans granted to undertakings within the group                           | 157        |                                  |                    |                    |                    |
| 4 Other interest income from operations with undertakings within the group  | 158        | 1.380.300                        | 1.380.300          | 851.299            | 851.299            |
| 5 Exchange rate differences and other financial income from operations with undertakings within the group                       | 159        |                                  |                    |                    |                    |
| 6 Income from other long-term financial investments and loans   | 160        |                                  |                    |                    |                    |
| 7 Other interest income   | 161        |                                  |                    |                    |                    |
| 8 Exchange rate differences and other financial income  | 162        | 3.919.201                        | 3.919.201          | 206.487            | 206.487            |
| 9 Unrealised gains (income) from financial assets   | 163        |                                  |                    |                    |                    |
| 10 Other financial income   | 164        |                                  |                    | 565.257            | 565.257            |
| <b>IV FINANCIAL EXPENSES (ADP 166 to 172)</b>   | <b>165</b> | <b>4.486.971</b>                 | <b>4.486.971</b>   | <b>3.285.259</b>   | <b>3.285.259</b>   |
| 1 Interest expenses and similar expenses with undertakings within the group   | 166        |                                  |                    |                    |                    |
| 2 Exchange rate differences and other expenses from operations with undertakings within the group                               | 167        |                                  |                    |                    |                    |
| 3 Interest expenses and similar expenses  | 168        | 4.265.551                        | 4.265.551          | 2.352.367          | 2.352.367          |
| 4 Exchange rate differences and other expenses  | 169        |                                  |                    |                    |                    |
| 5 Unrealised losses (expenses) from financial assets  | 170        |                                  |                    |                    |                    |
| 6 Value adjustments of financial assets (net)   | 171        |                                  |                    |                    |                    |
| 7 Other financial expenses  | 172        | 221.420                          | 221.420            | 932.892            | 932.892            |
| <b>V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS</b>  | <b>173</b> |                                  |                    |                    |                    |
| <b>VI SHARE IN PROFIT FROM JOINT VENTURES</b>   | <b>174</b> |                                  |                    |                    |                    |
| <b>VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST</b>  | <b>175</b> |                                  |                    |                    |                    |
| <b>VIII SHARE IN LOSS OF JOINT VENTURES</b>   | <b>176</b> |                                  |                    |                    |                    |
| <b>IX TOTAL INCOME (ADP 125+154+173+174)</b>  | <b>177</b> | <b>9.504.693</b>                 | <b>9.504.693</b>   | <b>4.347.340</b>   | <b>4.347.340</b>   |
| <b>X TOTAL EXPENDITURE (ADP 131+165+175+176)</b>  | <b>178</b> | <b>45.248.501</b>                | <b>45.248.501</b>  | <b>47.797.727</b>  | <b>47.797.727</b>  |
| <b>XI PRE-TAX PROFIT OR LOSS (ADP 177-178)</b>  | <b>179</b> | <b>-35.743.808</b>               | <b>-35.743.808</b> | <b>-43.450.387</b> | <b>-43.450.387</b> |
| 1 Pre-tax profit (ADP 177-178)  | 180        | 0                                | 0                  | 0                  | 0                  |
| 2 Pre-tax loss (ADP 178-177)  | 181        | -35.743.808                      | -35.743.808        | -43.450.387        | -43.450.387        |
| <b>XII INCOME TAX</b>   | <b>182</b> |                                  |                    |                    |                    |
| <b>XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182)</b>   | <b>183</b> | <b>-35.743.808</b>               | <b>-35.743.808</b> | <b>-43.450.387</b> | <b>-43.450.387</b> |
| 1 Profit for the period (ADP 179-182)   | 184        | 0                                | 0                  | 0                  | 0                  |
| 2 Loss for the period (ADP 182-179)   | 185        | -35.743.808                      | -35.743.808        | -43.450.387        | -43.450.387        |
| <b>DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)</b>              |            |                                  |                    |                    |                    |
| <b>XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 187-188)</b>  | <b>186</b> | <b>0</b>                         | <b>0</b>           | <b>0</b>           | <b>0</b>           |
| 1 Pre-tax profit from discontinued operations   | 187        |                                  |                    |                    |                    |
| 2 Pre-tax loss on discontinued operations   | 188        |                                  |                    |                    |                    |
| <b>XV INCOME TAX OF DISCONTINUED OPERATIONS</b>   | <b>189</b> |                                  |                    |                    |                    |
| 1 Discontinued operations profit for the period (ADP 186-189)   | 190        |                                  |                    |                    |                    |
| 2 Discontinued operations loss for the period (ADP 189-186)   | 191        |                                  |                    |                    |                    |
| <b>TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)</b>                     |            |                                  |                    |                    |                    |
| <b>XVI PRE-TAX PROFIT OR LOSS (ADP 179+186)</b>   | <b>192</b> |                                  |                    |                    |                    |
| 1 Pre-tax profit (ADP 192)  | 193        |                                  |                    |                    |                    |
| 2 Pre-tax loss (ADP 192)  | 194        |                                  |                    |                    |                    |
| <b>XVII INCOME TAX (ADP 182+189)</b>  | <b>195</b> |                                  |                    |                    |                    |
| <b>XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 192-195)</b>  | <b>196</b> |                                  |                    |                    |                    |
| 1 Profit for the period (ADP 192-195)   | 197        |                                  |                    |                    |                    |
| 2 Loss for the period (ADP 195-192)   | 198        |                                  |                    |                    |                    |
| <b>APPENDIX to the P&amp;L (to be filled in by undertakings that draw up consolidated annual financial statements)</b>          |            |                                  |                    |                    |                    |
| <b>XIX PROFIT OR LOSS FOR THE PERIOD (ADP 200+201)</b>  | <b>199</b> | <b>-35.743.808</b>               | <b>-35.743.808</b> | <b>-43.450.387</b> | <b>-43.450.387</b> |
| 1 Attributable to owners of the parent  | 200        | -30.704.739                      | -30.704.739        | -37.889.652        | -37.889.652        |
| 2 Attributable to minority (non-controlling) interest   | 201        | -5.039.069                       | -5.039.069         | -5.560.735         | -5.560.735         |
| <b>STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)</b>                                |            |                                  |                    |                    |                    |
| <b>I PROFIT OR LOSS FOR THE PERIOD</b>  | <b>202</b> | <b>-35.743.808</b>               | <b>-35.743.808</b> | <b>-43.450.387</b> | <b>-43.450.387</b> |
| <b>II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 204 to 211)</b>   | <b>203</b> | <b>0</b>                         | <b>0</b>           | <b>0</b>           | <b>0</b>           |
| 1 Exchange rate differences from translation of foreign operations  | 204        |                                  |                    |                    |                    |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets   | 205        |                                  |                    |                    |                    |
| 3 Profit or loss arising from subsequent measurement of financial assets available for sale                                     | 206        |                                  |                    |                    |                    |
| 4 Profit or loss arising from effective cash flow hedging   | 207        |                                  |                    |                    |                    |
| 5 Profit or loss arising from effective hedge of a net investment in a foreign operation  | 208        |                                  |                    |                    |                    |
| 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests                             | 209        |                                  |                    |                    |                    |
| 7 Actuarial gains/losses on the defined benefit obligation  | 210        |                                  |                    |                    |                    |
| 8 Other changes in equity unrelated to owners   | 211        |                                  |                    |                    |                    |
| <b>III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>   | <b>212</b> |                                  |                    |                    |                    |
| <b>IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212)</b>  | <b>213</b> | <b>0</b>                         | <b>0</b>           | <b>0</b>           | <b>0</b>           |
| <b>V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213)</b>  | <b>214</b> | <b>-35.743.808</b>               | <b>-35.743.808</b> | <b>-43.450.387</b> | <b>-43.450.387</b> |
| <b>APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)</b> |            |                                  |                    |                    |                    |
| <b>VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 216+217)</b>   | <b>215</b> | <b>-35.743.808</b>               | <b>-35.743.808</b> | <b>-43.450.387</b> | <b>-43.450.387</b> |
| 1 Attributable to owners of the parent  | 216        | -30.704.739                      | -30.704.739        | -37.889.652        | -37.889.652        |
| 2 Attributable to minority (non-controlling) interest   | 217        | -5.039.069                       | -5.039.069         | -5.560.735         | -5.560.735         |

**STATEMENT OF CASH FLOWS - indirect method**  
for the period 01.01.2019. to 31.03.2019.

in HRK

Submitter: Sunce Koncern d.d.

| Item  | ADP code   | Same period of the previous year | Current period     |
|---|------------|----------------------------------|--------------------|
| 1   | 2          | 3                                | 4                  |
| <b>Cash flow from operating activities</b>  |            |                                  |                    |
| 1 Pre-tax profit  | 001        | -35.743.808                      | -43.450.387        |
| 2 Adjustments (ADP 003 to 010):   | 002        | 14.242.844                       | 16.223.123         |
| a) Depreciation   | 003        | 11.357.593                       | 13.711.844         |
| b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets                        | 004        |                                  |                    |
| c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets            | 005        |                                  |                    |
| d) Interest and dividend income   | 006        | -1.380.300                       | -851.299           |
| e) Interest expenses  | 007        | 4.265.551                        | 2.352.367          |
| f) Provisions   | 008        |                                  |                    |
| g) Exchange rate differences (unrealised)   | 009        |                                  |                    |
| h) Other adjustments for non-cash transactions and unrealised gains and losses                                    | 010        |                                  | 1.010.211          |
| <b>I Cash flow increase or decrease before changes in working capital (ADP 001+002)</b>                           | <b>011</b> | <b>-21.500.964</b>               | <b>-27.227.264</b> |
| 3 Changes in the working capital (ADP 013 to 016)   | 012        | 5.548.759                        | 12.282.793         |
| a) Increase or decrease in short-term liabilities   | 013        | 5.373.307                        | 14.979.735         |
| b) Increase or decrease in short-term receivables   | 014        | -10.804.476                      | 2.056.918          |
| c) Increase or decrease in inventories  | 015        | 2.542.158                        | -1.928.249         |
| d) Other increase or decrease in working capital  | 016        | 8.437.770                        | -2.825.611         |
| <b>II Cash from operations (ADP 011+012)</b>  | <b>017</b> | <b>-15.952.205</b>               | <b>-14.944.471</b> |
| 4 Interest paid   | 018        |                                  |                    |
| 5 Income tax paid   | 019        |                                  | -1.183.570         |
| <b>A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)</b>  | <b>020</b> | <b>-15.952.205</b>               | <b>-16.128.041</b> |
| <b>Cash flow from investment activities</b>   |            |                                  |                    |
| 1 Cash receipts from sales of fixed tangible and intangible assets  | 021        |                                  |                    |
| 2 Cash receipts from sales of financial instruments   | 022        |                                  |                    |
| 3 Interest received   | 023        | 98.574                           |                    |
| 4 Dividends received  | 024        |                                  |                    |
| 5 Cash receipts from repayment of loans and deposits  | 025        | 2.610.529                        | 5.000              |
| 6 Other cash receipts from investment activities  | 026        |                                  |                    |
| <b>III Total cash receipts from investment activities (ADP 021 to 026)</b>  | <b>027</b> | <b>2.709.103</b>                 | <b>5.000</b>       |
| 1 Cash payments for the purchase of fixed tangible and intangible assets  | 028        | -19.185.140                      | -27.961.405        |
| 2 Cash payments for the acquisition of financial instruments  | 029        |                                  |                    |
| 3 Cash payments for loans and deposits for the period   | 030        |                                  |                    |
| 4 Acquisition of a subsidiary, net of cash acquired   | 031        |                                  |                    |
| 5 Other cash payments from investment activities  | 032        | -50.588.342                      |                    |
| <b>IV Total cash payments from investment activities (ADP 028 to 032)</b>   | <b>033</b> | <b>-69.773.482</b>               | <b>-27.961.405</b> |
| <b>B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)</b>   | <b>034</b> | <b>-67.064.379</b>               | <b>-27.956.405</b> |
| <b>Cash flow from financing activities</b>  |            |                                  |                    |
| 1 Cash receipts from the increase in initial (subscribed) capital   | 035        |                                  |                    |
| 2 Cash receipts from the issue of equity financial instruments and debt financial instruments                     | 036        |                                  |                    |
| 3 Cash receipts from credit principals, loans and other borrowings  | 037        | 75.098.859                       |                    |
| 4 Other cash receipts from financing activities   | 038        |                                  |                    |
| <b>V Total cash receipts from financing activities (ADP 035 to 038)</b>   | <b>039</b> | <b>75.098.859</b>                | <b>0</b>           |
| 1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments | 040        | -16.601.626                      |                    |
| 2 Cash payments for dividends   | 041        |                                  |                    |
| 3 Cash payments for finance lease   | 042        | -27.507                          |                    |
| 4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital                | 043        |                                  |                    |
| 5 Other cash payments from financing activities   | 044        |                                  |                    |
| <b>VI Total cash payments from financing activities (ADP 040 to 044)</b>  | <b>045</b> | <b>-16.629.133</b>               | <b>0</b>           |
| <b>C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)</b>  | <b>046</b> | <b>58.469.726</b>                | <b>0</b>           |
| 1 Unrealised exchange rate differences in respect of cash and cash equivalents                                    | 047        |                                  |                    |
| <b>D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)</b>  | <b>048</b> | <b>-24.546.858</b>               | <b>-44.084.446</b> |
| <b>E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>  | <b>049</b> | <b>27.049.996</b>                | <b>45.079.510</b>  |
| <b>F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)</b>   | <b>050</b> | <b>2.503.138</b>                 | <b>995.064</b>     |

| STATEMENT OF CHANGES IN EQUITY  |          |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   |  |             | in HRK                              |                            |
|---|----------|--------------------------------------|------------------|----------------|------------------------------|--|--------------------|----------------|----------------------|---|-------------------------------------|--|--|-----------------------------------|--|-------------|-------------------------------------|----------------------------|
| for the period from 1.1.2019 to 31.3.2019   |          |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   |  |             |                                     |                            |
| Item  | ADP code | Attributable to owners of the parent |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   |  |             | Minority (non-controlling) interest | Total capital and reserves |
|   |          | Initial (subscribed) capital         | Capital reserves | Legal reserves | Reserves for treasury shares | Treasury shares and holdings (deductible item) | Statutory reserves | Other reserves | Revaluation reserves | Fair value of financial assets available for sale | Cash flow hedge - effective portion | Hedge of a net investment in a foreign operation - effective portion | Retained profit / loss brought forward | Profit/loss for the business year | Total attributable to owners of the parent |             |                                     |                            |
| 1   | 2        | 3                                    | 4                | 5              | 6                            | 7  | 8                  | 9              | 10                   | 11  | 12                                  | 13   | 14                                     | 15                                | 16 (3 to 6 - 7 + 8 to 15)                  | 17          | 18 (16+17)                          |                            |
| <b>Previous period</b>  |          |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   |  |             |                                     |                            |
| 1 Balance on the first day of the previous business year  | 01       | 488.706.200                          | 24.420.000       | 655.925        |                              |  |                    | 6.814.852      | 3.032.241            |   |                                     |  |  | 138.692.239                       | 662.321.457                                | 80.252.749  | 742.574.206                         |                            |
| 2 Changes in accounting policies  | 02       |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   | 0  |             | 0                                   |                            |
| 3 Correction of errors  | 03       |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   | 0  |             | 0                                   |                            |
| 4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)  | 04       | 488.706.200                          | 24.420.000       | 655.925        | 0                            | 0  | 0                  | 6.814.852      | 3.032.241            | 0   | 0                                   | 0  | 0                                      | 138.692.239                       | 662.321.457                                | 80.252.749  | 742.574.206                         |                            |
| 5 Profit/loss of the period   | 05       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 0                    | 0   | 0                                   | 0  | 0                                      | 0                                 | 26.176.205                                 | 26.176.205  | 30.020.349                          |                            |
| 6 Exchange rate differences from translation of foreign operations  | 06       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 0                    | 0   | 0                                   | 0  | 0                                      | 0                                 | 0  | 0           | 0                                   |                            |
| 7 Changes in revaluation reserves of fixed tangible and intangible assets   | 07       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 23.818               | 0   | 0                                   | 0  | 0                                      | 0                                 | 23.818                                     | 495         | 24.313                              |                            |
| 8 Profit or loss arising from subsequent measurement of financial assets available for sale   | 08       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 0                    | 0   | 0                                   | 0  | 0                                      | 0                                 | 0  | 0           | 0                                   |                            |
| 9 Profit or loss arising from effective cash flow hedge   | 09       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 0                    | 0   | 0                                   | 0  | 0                                      | 0                                 | 0  | 0           | 0                                   |                            |
| 10 Profit or loss arising from effective hedge of a net investment in a foreign operation   | 10       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 0                    | 0   | 0                                   | 0  | 0                                      | 0                                 | 0  | 0           | 0                                   |                            |
| 11 Share in other comprehensive income/loss of companies linked by virtue of participating interests  | 11       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 0                    | 0   | 0                                   | 0  | 0                                      | 0                                 | 0  | 0           | 0                                   |                            |
| 12 Actuarial gains/losses on the defined benefit obligation   | 12       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 0                    | 0   | 0                                   | 0  | 0                                      | 0                                 | 0  | 0           | 0                                   |                            |
| 13 Other changes in equity unrelated to owners  | 13       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 0                    | 0   | 0                                   | 0  | 0                                      | 0                                 | 0  | 0           | 0                                   |                            |
| 14 Tax on transactions recognised directly in equity  | 14       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 0                    | 0   | 0                                   | 0  | 0                                      | 0                                 | 0  | 0           | 0                                   |                            |
| 15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure) | 15       | 50.678.800                           | 71.035.136       |                |                              |  |                    |                |                      |   |                                     |  |  |                                   | 121.713.936                                |             | 121.713.936                         |                            |
| 16 Increase in initial (subscribed) capital arising from the reinvestment of profit   | 16       |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   | 0  |             | 0                                   |                            |
| 17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure  | 17       |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   | 0  |             | 0                                   |                            |
| 18 Redemption of treasury shares/holdings   | 18       |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   | 0  |             | 0                                   |                            |
| 19 Payment of share in profit/dividend  | 19       |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   | 0  |             | 0                                   |                            |
| 20 Other distribution to owners   | 20       |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  | -95.284.483                       | -95.284.483                                | 549.589     | -94.734.894                         |                            |
| 21 Transfer to reserves according to the annual schedule  | 21       |                                      | -12.188.864      |                |                              |  |                    |                |                      |   |                                     |  |  | 12.412.135                        | 0  |             | 0                                   |                            |
| 22 Increase in reserves arising from the pre-bankruptcy settlement procedure  | 22       |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   | 0  |             | 0                                   |                            |
| 23 Balance on the last day of the previous business year reporting period (04 to 22)  | 23       | 539.385.000                          | 83.266.272       | 655.925        | 0                            | 0  | 0                  | 6.591.581      | 3.056.059            | 0   | 0                                   | 0  | 0                                      | 55.819.891                        | 26.176.205                                 | 714.950.933 | 84.646.977                          |                            |
| <b>APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)</b>         |          |                                      |                  |                |                              |  |                    |                |                      |   |                                     |  |  |                                   |  |             |                                     |                            |
| I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)  | 24       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 23.818               | 0   | 0                                   | 0  | 0                                      | 0                                 | 23.818                                     | 495         | 24.313                              |                            |
| II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+24)   | 25       | 0                                    | 0                | 0              | 0                            | 0  | 0                  | 0              | 23.818               | 0   | 0                                   | 0  | 0                                      | 0                                 | 26.200.023                                 | 3.844.639   | 30.044.662                          |                            |
| III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 22)  | 26       | 50.678.800                           | 58.846.272       | 0              | 0                            | 0  | 0                  | -223.271       | 0                    | 0   | 0                                   | 0  | 0                                      | -82.872.348                       | 26.429.453                                 | 549.589     | 26.979.042                          |                            |

| Current period  |    |             |            |         |   |   |   |           |           |   |   |   |             |             |             |             |             |
|---|----|-------------|------------|---------|---|---|---|-----------|-----------|---|---|---|-------------|-------------|-------------|-------------|-------------|
| 1 Balance on the first day of the current business year   | 27 | 539.385.000 | 83.266.272 | 655.925 | 0 | 0 | 0 | 6.591.581 | 3.056.059 | 0 | 0 | 0 | 55.819.891  | 26.176.205  | 714.950.933 | 84.646.977  | 799.597.910 |
| 2 Changes in accounting policies  | 28 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 3 Correction of errors  | 29 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 4 Balance on the first day of the current business year (restated) (ADP 27 to 29)   | 30 | 539.385.000 | 83.266.272 | 655.925 | 0 | 0 | 0 | 6.591.581 | 3.056.059 | 0 | 0 | 0 | 55.819.891  | 26.176.205  | 714.950.933 | 84.646.977  | 799.597.910 |
| 5 Profit/loss of the period   | 31 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | -37.889.651 | -37.889.651 | -5.040.978  | -42.930.629 |             |
| 6 Exchange rate differences from translation of foreign operations  | 32 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 0           | 0           | 0           | 0           |             |
| 7 Changes in revaluation reserves of fixed tangible and intangible assets   | 33 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 0           | 0           | 0           | 0           |             |
| 8 Profit or loss arising from subsequent measurement of financial assets available for sale   | 34 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 0           | 0           | 0           | 0           |             |
| 9 Profit or loss arising from effective cash flow hedge   | 35 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 0           | 0           | 0           | 0           |             |
| 10 Profit or loss arising from effective hedge of a net investment in a foreign operation   | 36 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 0           | 0           | 0           | 0           |             |
| 11 Share in other comprehensive income/loss of companies linked by virtue of participating interests  | 37 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 0           | 0           | 0           | 0           |             |
| 12 Actuarial gains/losses on the defined benefit obligation   | 38 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 0           | 0           | 0           | 0           |             |
| 13 Other changes in equity unrelated to owners  | 39 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 14 Tax on transactions recognised directly in equity  | 40 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 0           | 0           | 0           | 0           |             |
| 15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure) | 41 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 16 Increase in initial (subscribed) capital arising from the reinvestment of profit   | 42 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure  | 43 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 18 Redemption of treasury shares/holdings   | 44 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 19 Payment of share in profit/dividend  | 45 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 20 Other distribution to owners   | 46 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 21 Transfer to reserves according to the annual schedule  | 47 |             |            |         |   |   |   |           |           |   |   |   | 26.176.205  | -26.176.205 | 0           |             | 0           |
| 22 Increase in reserves arising from the pre-bankruptcy settlement procedure  | 48 |             |            |         |   |   |   |           |           |   |   |   |             |             | 0           |             | 0           |
| 23 Balance on the last day of the current business year reporting period (ADP 30 to 48)   | 49 | 539.385.000 | 83.266.272 | 655.925 | 0 | 0 | 0 | 6.591.581 | 3.056.059 | 0 | 0 | 0 | 81.996.096  | -37.889.651 | 677.061.282 | 79.605.999  | 756.667.281 |
| <b>APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)</b>         |    |             |            |         |   |   |   |           |           |   |   |   |             |             |             |             |             |
| I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADP 32 to 40)  | 50 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 0           | 0           | 0           | 0           | 0           |
| II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 31-50)  | 51 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | -37.889.651 | -37.889.651 | -5.040.978  | -42.930.629 |             |
| III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 41 to 48)   | 52 | 0           | 0          | 0       | 0 | 0 | 0 | 0         | 0         | 0 | 0 | 0 | 26.176.205  | -26.176.205 | 0           | 0           | 0           |

Pursuant to the Capital Market Act (OG 88/08, 146/08, 74/09, 54/13, 159/13, 18/15, 110/15), we make the following statement to the best of our knowledge:

### **Statement by the persons responsible for the preparation of the report**

A shortened set of quarterly financial statements of the issuer, prepared using the applicable financial reporting standards, provide a complete and fair view of the assets and liabilities, losses and gains, financial position and operations of the issuer and the companies included in the consolidation as a whole.

The interim business report contains a true presentation of the development and results of the business and the position of the issuer and the company included in the consolidation, with a description of the most significant risks and uncertainties that the issuer and the company are exposed as a whole.

President of the Board

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Tonči Boras

Board member

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Kristijan Gagulić

Član Uprave

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Board member