

**UNCONSOLIDATED UNAUDITED
QUARTERLY REPORT,
FOR THE PERIOD
1 January 2024 – 31 December 2024**

Zagreb, February 2025

This document is a translation of the original Croatian version and is intended to be used for informational purposes only. While every effort has been made to ensure the accuracy and completeness of the translation, please note that the Croatian original is binding.

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I. UNAUDITED FINANCIAL STATEMENTS

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ISSUER'S GENERAL DATA		
Reporting period:	1.1.2024	to 31.12.2024
Year:	2024	
Quarter:	4	
Quarterly financial statements		
Registration number (MB):	03276147	Issuer's home Member State: HR
Entity's registration number:	080051022	
Personal identification number (OIB):	26187994862	LEI: 74780000M0GHQ1VXJU20
Institution code:	199	
Name of the issuer:	CROATIA osiguranje d.d.	
Postcode and town:	10 000	ZAGREB
Street and house number:	Vatroslava Jagića 33	
E-mail address:	info@crosig.hr	
Web address:	www.crosig.hr	
Number of employees (end of the reporting period):	2319	
Consolidated report:	KN	(KN-not consolidated/KD-consolidate)
Audited:	RN	(RN-not audited/RD-audited)
Names of subsidiaries (according to IFRS):	Registered office:	MB:
Bookkeeping firm:	No	(Yes/No) (name of the bookkeeping firm)
Contact person:	Jelena Matijević	
	(only name and surname of the contact person)	
Telephone:	072 00 1884	
E-mail address:	izdavatelji@crosig.hr	
Audit firm:		
	(name of the audit firm)	
Certified auditor:		
	(name and surname)	

STATEMENT OF COMPREHENSIVE INCOME
(STATEMENT OF PROFIT OR LOSS)
For the period: 1.1.2024 - 31.12.2024

													in EUR		
Item number	Sum elements	Identifier	Item	Cumulative						Quarter					
				Previous accounting period			Current accounting period			Previous accounting period			Current accounting period		
				Life	Non-life	Total	Life	Non-life	Total	Life	Non-life	Total	Life	Non-life	Total
001	002 + 003 + 004	I	Income from insurance contracts	6.442.425	388.941.716	395.384.141	7.741.832	441.095.168	448.837.000	1.817.645	103.801.341	105.618.986	2.368.957	122.640.383	125.009.340
002		1	General measurement model	6.011.724	3.428.781	9.440.505	7.619.410	2.784.538	10.403.948	1.694.819	906.429	2.601.248	2.337.975	646.416	2.984.391
003		2	Variable fee approach	430.701	0	430.701	122.422	0	122.422	122.826	0	122.826	30.982	0	30.982
004		3	Premium allocation approach	0	385.512.935	385.512.935	0	438.310.630	438.310.630	0	102.894.912	102.894.912	0	121.993.967	121.993.967
005	006+007+...+012	II	Expenditure from insurance contracts	-2.565.385	-373.366.005	-375.931.390	-3.057.096	-405.586.555	-408.643.651	-982.774	-84.573.912	-85.556.686	-952.749	-110.098.492	-111.051.241
006		1	Claims incurred	-1.198.185	-256.516.442	-257.714.627	-839.846	-262.324.172	-263.164.018	-298.006	-53.704.406	-54.002.412	-187.586	-68.520.262	-68.707.848
007		2	Commissions	-304.955	-39.607.432	-39.912.387	-518.063	-44.371.583	-44.889.646	-91.701	-10.929.908	-11.021.609	-149.533	-13.070.741	-13.220.274
008		3	Other expenses related to the sale of insurance	0	-38.509.840	-38.509.840	0	-45.060.070	-45.060.070	0	-10.416.592	-10.416.592	0	-13.595.895	-13.595.895
009		4	Other insurance service expenses	-2.059.534	-58.223.236	-60.282.770	-1.881.348	-61.122.252	-63.003.600	-444.901	-14.323.300	-14.768.201	-538.760	-17.909.804	-18.448.564
010		5	Depreciation of insurance acquisition costs	0	0	0	0	0	0	0	0	0	0	0	
011		6	Losses and reversal of losses on onerous contracts	1.745.892	401.603	2.147.495	87.135	-452.517	-365.382	5.255	884.849	890.104	65.571	-1.266.018	-1.200.447
012		7	Change in liabilities for claims incurred	-748.603	19.089.342	18.340.739	95.026	7.744.039	7.839.065	-153.421	3.915.445	3.762.024	-142.441	4.264.228	4.121.787
013	014 + 015	III	Net result of (passive) reinsurance contracts	-674	-7.676.594	-7.677.268	1	-14.808.698	-14.808.697	-1	-5.782.989	-5.782.990	0	-6.511.321	-6.511.321
014		1	Income from (passive) reinsurance contracts	0	40.881.723	40.881.723	0	46.874.406	46.874.406	0	7.491.880	7.491.880	0	10.134.765	10.134.765
015		2	Expenditure from (passive) reinsurance contracts	-674	-48.558.317	-48.558.991	1	-61.683.104	-61.683.103	-1	-13.274.869	-13.274.870	0	-16.646.086	-16.646.086
016	001 + 005 + 013	IV	Result from insurance contracts	3.876.366	7.899.117	11.775.483	4.684.737	20.699.915	25.384.652	834.870	13.444.440	14.279.310	1.416.208	6.030.570	7.446.778
017	018 + 023 + 024 + 025 + 026 + 027 + 031 + 032 + 033 + 034	V	Net investment result	13.280.875	38.933.160	52.214.035	10.367.434	48.341.922	58.709.356	3.058.760	9.360.151	12.418.911	445.239	8.453.384	8.898.623
018	019 + 020 + 021 + 022	1	Net result from investment in land and buildings	0	4.691.458	4.691.458	0	4.329.127	4.329.127	0	1.905.206	1.905.206	0	1.325.132	1.325.132
019		1.1.	Rental gains/losses (net)	0	3.759.221	3.759.221	0	3.564.743	3.564.743	0	1.005.410	1.005.410	0	560.748	560.748
020		1.2.	Realised gains/losses (net) from property not for own use	0	36.808	36.808	0	-1.478	-1.478	0	4.367	4.367	0	-1.478	-1.478
021		1.3.	Unrealised gains/losses (net) from property not for own use	0	895.429	895.429	0	765.862	765.862	0	895.429	895.429	0	765.862	765.862
022		1.4.	Depreciation of land and buildings not occupied by an undertaking for its own activities	0	0	0	0	0	0	0	0	0	0	0	
023		2	Interest revenue calculated using the effective interest rate method	9.858.820	17.365.397	27.224.217	8.641.465	17.117.357	25.758.822	2.378.087	5.770.499	8.148.586	2.004.352	4.495.408	6.499.760
024		3	Other interest income	116.984	998.340	1.115.324	0	99.389	99.389	19.318	190.725	210.043	0	19.972	19.972
025		4	Dividend income	1.002.071	13.669.878	14.671.949	1.379.824	22.214.728	23.594.552	153.089	417.114	570.203	213.861	777.664	991.525
026		5	Unrealised gains/losses (net) from financial assets at fair value through profit or loss	1.270.672	2.606.391	3.877.063	1.397.169	1.858.015	3.255.184	508.062	640.441	1.148.503	-318.675	-823.979	-1.142.654
027	028 + 029 + 030	6	Realised gains/losses	653.913	692.816	1.346.729	-1.869.134	252.730	-1.616.404	498.360	469.582	967.942	-1.888.240	-1.476.553	-3.364.793
028		6.1.	Realised gains/losses (net) from financial assets at fair value through profit or loss	504.429	553.321	1.057.750	762.398	3.960.618	4.723.016	498.360	534.382	1.032.742	265.865	982.572	1.248.437
029		6.2.	Realised gains/losses (net) from financial assets at fair value through other comprehensive income	149.484	139.495	288.979	-2.631.532	-3.707.888	-6.339.420	0	-64.800	-64.800	-2.154.105	-2.459.125	-4.613.230
030		6.3.	Other realised gains/losses (net)	0	0	0	0	0	0	0	0	0	0	0	
031		7	Net impairment / reversal of impairment of investments	370.422	1.648.720	2.019.142	43.474	2.308.461	2.351.935	59.134	1.226.879	1.286.013	-61.224	2.129.228	2.068.004
032		8	Net exchange rate differences	-159.257	-804.843	-964.100	372.437	1.158.739	1.531.176	-229.504	-823.003	-1.052.507	451.675	1.335.720	1.787.395
033		9	Other income from investments	267.525	33.203	300.728	521.495	1.208.739	1.730.234	-303.625	11.321	-292.304	80.890	1.119.923	1.200.813
034		10	Other expenditure from investments	-100.275	-1.968.200	-2.068.475	-119.296	-2.205.363	-2.324.659	-24.161	-448.613	-472.774	-37.400	-449.131	-486.531

STATEMENT OF COMPREHENSIVE INCOME
(STATEMENT OF PROFIT OR LOSS)
For the period: 1.1.2024 - 31.12.2024

in EUR															
Item number	Sum elements	Identifier	Item	Cumulative						Quarter					
				Previous accounting period			Current accounting period			Previous accounting period			Current accounting period		
				Life	Non-life	Total	Life	Non-life	Total	Life	Non-life	Total	Life	Non-life	Total
035	036 + 037 + 038	VI	Net financial expenditure from insurance and (passive) reinsurance contracts	-1.150.771	-2.899.132	-4.049.903	-2.305.271	-4.089.666	-6.394.937	110.645	-338.494	-227.849	-443.881	-1.003.058	-1.446.939
036		1	Net financial income/expenditure from insurance contracts	-1.150.772	-3.572.631	-4.723.403	-2.305.271	-4.828.977	-7.134.248	110.645	-348.945	-238.300	-443.881	-1.122.776	-1.566.657
037		2	Net financial income/expenditure from (passive) reinsurance contracts	1	673.499	673.500	0	739.311	739.311	0	10.451	10.451	0	119.718	119.718
038		3	Change of liability for investment contracts	0	0	0	0	0	0	0	0	0	0	0	0
039		VII	Other income	16.346	6.085.190	6.101.536	5.943	14.244.130	14.250.073	6.156	1.389.532	1.395.688	4.783	9.901.435	9.906.218
040		VIII	Other operating expenses	-187.160	-9.282.656	-9.469.816	-169.855	-18.860.414	-19.030.269	-44.702	-1.497.442	-1.542.144	-12.807	-8.309.060	-8.321.867
041		IX	Other financial expenses	-35.670	-1.382.005	-1.417.675	-30.323	-1.389.755	-1.420.078	-8.888	-448.468	-457.356	-7.936	-454.560	-462.496
042		X	Share of profit of companies consolidated using equity method, net of tax	0	0	0	0	0	0	0	0	0	0	0	0
043	001+005+013+016+017+035+039+040+041+042	XI	Profit or loss of the accounting period before tax (+/-)	15.799.986	39.353.674	55.153.660	12.552.665	58.946.132	71.498.797	3.956.841	21.909.719	25.866.560	1.401.606	14.618.711	16.020.317
044	045 + 046	XII	Tax on profit or loss	-2.748.560	-5.525.300	-8.273.860	-1.996.001	-3.930.022	-5.926.023	-723.289	-4.761.733	-5.485.022	-124.531	267.817	143.286
045		1	Current tax expense	-253.135	-17.747.082	-18.000.217	-2.031.891	-2.432.470	-4.464.361	1.772.136	-16.975.095	-15.202.959	-160.421	1.773.572	1.613.151
046		2	Deferred tax expense/ income	-2.495.425	12.221.782	9.726.357	35.890	-1.497.552	-1.461.662	-2.495.425	12.213.362	9.717.937	35.890	-1.505.755	-1.469.865
047	043+ 044	XIII	Profit or loss of the accounting period after tax (+/-)	13.051.426	33.828.374	46.879.800	10.556.664	55.016.110	65.572.774	3.233.552	17.147.986	20.381.538	1.277.075	14.886.528	16.163.603
048		1	Attributable to owners of the parent	0	0	0	0	0	0	0	0	0	0	0	0
049		2	Attributable to non-controlling interest	0	0	0	0	0	0	0	0	0	0	0	0
050	051 + 056	XIV	Other comprehensive income	-16.631.780	12.289.417	-4.342.363	-616.795	43.856.247	43.239.452	-8.095.406	11.825.619	3.730.213	62.025	8.319.428	8.381.453
051	052 + 053 + 054 + 055	1	Items that will not be reclassified to statement of profit or loss	889.652	18.094.689	18.984.341	2.087.267	42.226.308	44.313.575	219.095	10.228.929	10.448.024	574.312	7.940.957	8.515.269
052		1.1.	Net change in fair value of equity securities (OCI)	1.084.941	22.203.434	23.288.375	2.545.447	48.257.260	50.802.707	267.188	12.611.044	12.878.232	700.380	6.445.856	7.146.236
053		1.2.	Actuarial gains/losses on defined benefit pension plans	0	0	0	0	0	0	0	0	0	0	0	0
054		1.3.	Other	0	-136.740	-136.740	0	3.238.238	3.238.238	0	-136.740	-136.740	0	3.238.238	3.238.238
055		1.4.	Tax	-195.289	-3.972.005	-4.167.294	-458.180	-9.269.190	-9.727.370	-48.093	-2.245.375	-2.293.468	-126.068	-1.743.137	-1.869.205
056	057 + 058 + ... + 063	2	Items that are, or may be, reclassified to statement of profit or loss	-17.521.432	-5.805.272	-23.326.704	-2.704.062	1.629.939	-1.074.123	-8.314.501	1.596.690	-6.717.811	-512.287	378.471	-133.816
057		2.1.	Net change in fair value of debt securities (OCI)	5.479.653	12.860.238	18.339.891	5.847.932	8.990.928	14.838.860	6.099.586	14.641.189	20.740.775	2.567.142	2.510.520	5.077.662
058		2.2.	Exchange rate differences from translation of foreign operations	0	0	0	0	0	0	0	0	0	0	0	0
059		2.3.	Effects of hedging instruments	0	0	0	0	0	0	0	0	0	0	0	0
060		2.4.	Net financial income/expenditure from insurance contracts	-26.847.263	-21.085.808	-47.933.071	-9.145.568	-7.547.120	-16.692.688	-16.239.221	-13.534.608	-29.773.829	-3.191.882	-2.378.305	-5.570.187
061		2.5.	Net financial income/expenditure from (passive) reinsurance contracts	10	1.151.777	1.151.787	0	548.152	548.152	0	850.522	850.522	0	329.942	329.942
062		2.6.	Other	0	0	0	0	0	0	0	0	0	0	0	
063		2.7.	Tax	3.846.168	1.268.521	5.114.689	593.574	-362.021	231.553	1.825.134	-360.413	1.464.721	112.453	-83.686	28.767
064	047+ 050	XV	Total comprehensive income	-3.580.354	46.117.791	42.537.437	9.939.869	98.872.357	108.812.226	-4.861.854	28.973.605	24.111.751	1.339.100	23.205.956	24.545.056
065		1	Attributable to owners of the parent	0	0	0	0	0	0	0	0	0	0	0	0
066		2	Attributable to non-controlling interest	0	0	0	0	0	0	0	0	0	0	0	0
067		XVI	Reclassification adjustments	0	0	0	0	0	0	0	0	0	0	0	0

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

As at: 31.12.2024

in EUR

Item number	Sum elements	Identifier	Item	Last day of the preceding business year			At the reporting date of the current period		
				Life	Non-life	Total	Life	Non-life	Total
001	002+003	I	INTANGIBLE ASSETS	0	15.767.439	15.767.439	0	14.907.112	14.907.112
002		1	Goodwill	0	0	0	0	0	0
003		2	Other intangible assets	0	15.767.439	15.767.439	0	14.907.112	14.907.112
004	005+006+007	II	TANGIBLE ASSETS	1.874	62.695.828	62.697.702	1.874	61.542.730	61.544.604
005		1	Land and buildings occupied by an undertaking for its own activities	0	25.693.150	25.693.150	0	23.930.245	23.930.245
006		2	Equipment	1.865	3.252.574	3.254.439	1.865	2.912.594	2.914.459
007		3	Other tangible assets and inventories	9	33.750.104	33.750.113	9	34.699.891	34.699.900
008	009+010+014	III	INVESTMENTS	414.536.145	911.326.804	1.325.862.949	359.032.108	955.185.980	1.314.218.088
009		A	Investments in land and buildings not occupied by an undertaking for its own activities	0	67.925.833	67.925.833	0	34.914.492	34.914.492
010	011+012+013	B	Investments in subsidiaries, associates and joint ventures	0	54.530.904	54.530.904	0	111.010.290	111.010.290
011		1	Shares and holdings in subsidiaries	0	50.814.665	50.814.665	0	107.294.051	107.294.051
012		2	Shares and holdings in associates	0	0	0	0	0	0
013		3	Shares and holdings in joint ventures	0	3.716.239	3.716.239	0	3.716.239	3.716.239
014	015+020+025	C	Financial assets	414.536.145	788.870.067	1.203.406.212	359.032.108	809.261.198	1.168.293.306
015	016 + 017 + 018 + 019	1	Financial assets at amortised cost	154.503.708	240.561.618	395.065.326	123.310.340	256.795.197	380.105.537
016		1.1	Debt financial instruments	149.614.053	135.454.920	285.068.973	105.793.328	123.443.252	229.236.580
017		1.2	Deposits with credit institutions	2.305.593	51.209.284	53.514.877	15.935.471	56.370.628	72.306.099
018		1.3	Loans	2.584.062	40.568.705	43.152.767	1.581.541	65.675.598	67.257.139
019		1.4	Other	0	13.328.709	13.328.709	0	11.305.719	11.305.719
020	021 + 022 + 023 + 024	2	Financial assets at fair value through other comprehensive income	200.697.053	472.000.910	672.697.963	202.181.919	492.823.908	695.005.827
021		2.1	Equity financial instruments	13.239.174	125.573.254	138.812.428	18.497.994	173.198.059	191.696.053
022		2.2	Debt financial instruments	187.457.879	346.427.656	533.885.535	183.683.925	319.625.849	503.309.774
023		2.3	Units in investment funds	0	0	0	0	0	0
024		2.4	Other	0	0	0	0	0	0
025	026 + 027 + ... + 030	3	Financial assets at fair value through profit and loss account	59.335.384	76.307.539	135.642.923	33.539.849	59.642.093	93.181.942
026		3.1	Equity financial instruments	0	387.390	387.390	0	502.273	502.273
027		3.2	Debt financial instruments	0	10.963.850	10.963.850	0	0	0
028		3.3	Units in investment funds	59.238.385	64.567.129	123.805.514	33.393.758	58.615.068	92.008.826
029		3.4	Derivative financial instruments	96.999	389.170	486.169	0	20.843	20.843
030		3.5	Other	0	0	0	146.091	503.909	650.000
031	032 + 036 + 040	IV	ASSETS FROM INSURANCE CONTRACTS	0	16.997.313	16.997.313	30.830	14.998.944	15.029.774
032	034+035+036	1	General measurement model	0	13.311.689	13.311.689	30.830	12.612.714	12.643.544
033		1.1.	- Assets for remaining coverage	0	-1.477.798	-1.477.798	30.830	-1.262.308	-1.231.478
034		1.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
035		1.3.	- Assets from claims incurred	0	14.789.487	14.789.487	0	13.875.022	13.875.022
036	037+038+039	2	Variable fee approach	0	0	0	0	0	0
037		2.1.	- Assets for remaining coverage	0	0	0	0	0	0
038		2.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
039		2.3.	- Assets from claims incurred	0	0	0	0	0	0
040	041 + 042 + 043	3	Premium allocation approach	0	3.685.624	3.685.624	0	2.386.230	2.386.230
041		3.1.	- Assets for remaining coverage	0	6.049.909	6.049.909	0	4.370.994	4.370.994
042		3.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
043		3.3.	- Assets from claims incurred	0	-2.364.285	-2.364.285	0	-1.984.764	-1.984.764
044		V	ASSETS FROM REINSURANCE CONTRACTS	0	49.916.652	49.916.652	1	53.497.827	53.497.828
045	046 + 047	VI	DEFERRED AND CURRENT TAX ASSETS	458.066	8.121.850	8.579.916	552.495	10.578.327	11.130.822
046		1	Deferred tax assets	458.066	8.121.850	8.579.916	552.495	6.190.729	6.743.224
047		2	Current tax assets	0	0	0	0	4.387.598	4.387.598
048		VII	OTHER ASSETS	136.525	31.467.371	31.603.896	226.222	30.830.225	31.056.447
049	050 + 051 + 052	1	CASH AT BANK AND IN HAND	75.348	1.587.146	1.662.494	209.548	1.014.661	1.224.209
050		1.1	Funds in the business account	0	1.587.146	1.587.146	0	1.014.661	1.014.661
051		1.2	Funds in the account of assets covering liabilities from life insurance contracts	75.348	0	75.348	209.548	0	209.548
052		1.3	Cash in hand	0	0	0	0	0	0
053		2	Fixed assets held for sale and discontinued operations	0	0	0	0	0	0
054		3	Other	61.177	29.880.225	29.941.402	16.674	29.815.564	29.832.238
055	001+004+008+031+04	VIII	TOTAL ASSETS	415.132.610	1.096.293.257	1.511.425.867	359.843.530	1.141.541.145	1.501.384.675
056		IX	OFF-BALANCE SHEET ITEMS	11.945.389	67.272.777	79.218.166	1.399.439	43.333.601	44.733.040

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

As at: 31.12.2024

in EUR

Item number	Sum elements	Identifier	Item	Last day of the preceding business year			At the reporting date of the current period		
				Life	Non-life	Total	Life	Non-life	Total
057	058+061+062+066+067+071+07	X	CAPITAL AND RESERVES	65.307.009	599.127.674	664.434.683	62.023.654	596.349.352	658.373.006
058	059+060	1	Subscribed capital	5.881.322	72.414.820	78.296.142	5.881.322	72.414.820	78.296.142
059		1.1	<i>Paid in capital - ordinary shares</i>	5.881.322	72.414.820	78.296.142	5.881.322	72.414.820	78.296.142
060		1.2	<i>Paid in capital - preference shares</i>	0	0	0	0	0	0
061		2	Premium on shares issued (capital reserves)	0	90.448.275	90.448.275	0	90.448.275	90.448.275
062	063+064+065	3	Revaluation reserves	-3.824.142	50.745.483	46.921.341	2.877.628	97.322.332	100.199.960
063		3.1	<i>Land and buildings</i>	0	5.831.786	5.831.786	0	6.673.633	6.673.633
064		3.2	<i>Financial assets</i>	-3.824.142	44.913.697	41.089.555	2.877.628	90.648.699	93.526.327
065		3.3	<i>Other revaluation reserves</i>	0	0	0	0	0	0
066		4	Financial reserves from insurance contracts	18.486.074	12.866.232	31.352.306	10.986.709	7.123.609	18.110.318
067	068+069+070	5	Reserves	11.317.518	41.961.359	53.278.877	11.317.678	41.965.240	53.282.918
068		5.1	<i>Legal reserves</i>	293.906	3.698.235	3.992.141	294.066	3.702.116	3.996.182
069		5.2	<i>Statutory reserve</i>	1.003.040	18.455.600	19.458.640	1.003.040	18.455.600	19.458.640
070		5.3	<i>Other reserves</i>	10.020.572	19.807.524	29.828.096	10.020.572	19.807.524	29.828.096
071	072+073	6	Retained profit or loss brought forward	20.394.811	296.863.131	317.257.942	20.403.653	232.058.966	252.462.619
072		6.1	<i>Retained profit</i>	20.394.811	296.863.131	317.257.942	20.403.653	232.058.966	252.462.619
073		6.2	<i>Loss brought forward (-)</i>	0	0	0	0	0	0
074	075+076	7	Profit or loss for the current accounting period	13.051.426	33.828.374	46.879.800	10.556.664	55.016.110	65.572.774
075		7.1	<i>Profit for the current accounting period</i>	13.051.426	33.828.374	46.879.800	10.556.664	55.016.110	65.572.774
076		7.2	<i>Loss for the current accounting period (-)</i>	0	0	0	0	0	0
077		XI	SUBORDINATE LIABILITIES	0	0	0	0	0	0
078		XII	MINORITY INTEREST	0	0	0	0	0	0
079	080+084+088	XIII	LIABILITIES FROM INSURANCE CONTRACTS	342.823.644	389.298.289	732.121.933	289.080.613	424.258.545	713.339.158
080	081+082+083	1	General measurement model	324.771.568	8.396.725	333.168.293	284.797.271	8.397.337	293.194.608
081		1.1.	- Liabilities for remaining coverage	313.539.221	8.048.781	321.588.002	274.382.306	8.154.302	282.536.608
082		1.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
083		1.3.	- Liabilities for claims incurred	11.232.347	347.944	11.580.291	10.414.965	243.035	10.658.000
084	085+086+087	2	Variable fee approach	18.052.076	0	18.052.076	4.283.342	0	4.283.342
085		2.1.	- Liabilities for remaining coverage	15.141.549	0	15.141.549	2.357.008	0	2.357.008
086		2.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
087		2.3.	- Liabilities for claims incurred	2.910.527	0	2.910.527	1.926.334	0	1.926.334
088	089+090+091	3	Premium allocation approach	0	380.901.564	380.901.564	0	415.861.208	415.861.208
089		3.1.	- Liabilities for remaining coverage	0	90.040.730	90.040.730	0	102.584.921	102.584.921
090		3.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
091		3.3.	- Liabilities for claims incurred	0	290.860.834	290.860.834	0	313.276.287	313.276.287
092		XIV	LIABILITIES FROM REINSURANCE	0	1.910.081	1.910.081	0	6.191.184	6.191.184
093		XV	LIABILITY FOR INVESTMENT CONTRACTS	0	0	0	0	0	0
094	095+096	XVI	OTHER PROVISIONS	393.671	6.701.443	7.095.114	367.392	5.378.348	5.745.740
095		1	Provisions for pensions and similar obligations	393.671	6.373.814	6.767.485	367.392	5.050.720	5.418.112
096		2	Other provisions	0	327.629	327.629	0	327.628	327.628
097	098+099	XVII	DEFERRED AND CURRENT TAX	3.159.934	24.632.839	27.792.773	3.043.391	23.089.920	26.133.311
098		1	Deferred tax liability	3.159.934	13.694.907	16.854.841	3.043.391	22.932.237	25.975.628
099		2	Current tax liability	0	10.937.932	10.937.932	0	157.683	157.683
100	101+102+...+105	XVIII	FINANCIAL LIABILITIES	18.872	37.130.100	37.148.972	218.046	39.411.577	39.629.623
101		1	Loan liabilities	0	0	0	0	0	0
102		2	Liabilities for issued financial instruments	0	0	0	0	0	0
103		3	Liabilities for derivative financial instruments	18.872	72.193	91.065	216.246	600.864	817.110
104		4	Liability for unpaid dividend	0	208.602	208.602	0	212.811	212.811
105		5	Other financial liabilities	0	36.849.305	36.849.305	1.800	38.597.902	38.599.702
106	107+108+109	XIX	OTHER LIABILITIES	3.429.480	37.492.831	40.922.311	5.110.434	46.862.219	51.972.653
107		1	Liabilities for disposal and discontinued operations	0	0	0	0	0	0
108		2	Accruals and deferred income	2.414.266	13.285.156	15.699.422	2.393.708	20.943.503	23.337.211
109		3	Other liabilities	1.015.214	24.207.675	25.222.889	2.716.726	25.918.716	28.635.442
110	057+077+078+079+092+093+094+097+100+106	XX	TOTAL LIABILITIES	415.132.610	1.096.293.257	1.511.425.867	359.843.530	1.141.541.145	1.501.384.675
111		XXI	OFF-BALANCE SHEET ITEMS	11.945.389	67.272.777	79.218.166	1.399.439	43.333.601	44.733.040

STATEMENT OF CHANGES IN EQUITY

For the period: 1.1.2024 - 31.12.2024

in EUR

Item number	Item	Attributable to owners of the parent								Attributable to non-controlling interests*	Total capital and reserves
		Paid in capital (ordinary and preference shares)	Premium on shares issued	Revaluation reserves	Financial reserves from insurance contracts	Capital reserves (legal, statutory, other)	Retained profit or loss brought forward	Profit/loss for the year	Total capital and reserves		
I.	Balance as at 1 January of the previous year	78.216.975	90.448.275	17.423.136	69.717.721	53.359.689	267.939.527	45.625.867	622.731.190	0	622.731.190
1.	Change in accounting policies	0	0	-3.333.388	0	0	2.489.732	0	-843.656	0	-843.656
2.	Correction of errors from prior periods	0	0	0	0	0	0	0	0	0	0
II.	Balance as at 1 January of the previous year (restated)	78.216.975	90.448.275	14.089.748	69.717.721	53.359.689	270.429.259	45.625.867	621.887.534	0	621.887.534
III.	Comprehensive income or loss for the previous year	0	0	34.023.052	-38.365.415	0	0	46.879.800	42.537.437	0	42.537.437
1.	Profit or loss for the period	0	0	0	0	0	0	46.879.800	46.879.800	0	46.879.800
2.	Other comprehensive income or loss for the previous year	0	0	34.023.052	-38.365.415	0	0	0	-4.342.363	0	-4.342.363
2.1.	Unrealised gains or losses on tangible assets (land and buildings)	0	0	-112.126	0	0	0	0	-112.126	0	-112.126
2.2.	Unrealised gains or losses on financial assets at fair value through other comprehensive income	0	0	34.372.141	0	0	0	0	34.372.141	0	34.372.141
2.3.	Realised gains or losses on financial assets at fair value through other comprehensive income	0	0	-236.963	0	0	0	0	-236.963	0	-236.963
2.4.	Net financial income/expenditure from insurance contracts	0	0	0	-39.309.880	0	0	0	-39.309.880	0	-39.309.880
2.5.	Net financial income/expenditure from (passive) reinsurance contracts	0	0	0	944.465	0	0	0	944.465	0	944.465
2.6.	Other changes in equity unrelated to owners	0	0	0	0	0	0	0	0	0	0
IV.	Transactions with owners (previous period)	79.167	0	-1.191.459	0	-80.812	46.828.683	-45.625.867	9.712	0	9.712
1.	Increase/decrease in subscribed capital	79.167	0	0	0	-80.812	0	0	-1.645	0	-1.645
2.	Other contributions by owners	0	0	0	0	0	0	0	0	0	0
3.	Payment of share in profit/dividend	0	0	0	0	0	0	0	0	0	0
4.	Other distribution to owners	0	0	-1.191.459	0	0	46.828.683	-45.625.867	11.357	0	11.357
V.	Balance on the last day of the previous year reporting period	78.296.142	90.448.275	46.921.341	31.352.306	53.278.877	317.257.942	46.879.800	664.434.683	0	664.434.683
VI.	Balance as at 1 January of the current year	78.296.142	90.448.275	46.921.341	31.352.306	53.278.877	317.257.942	46.879.800	664.434.683	0	664.434.683
1.	Change in accounting policies	0	0	0	0	0	0	0	0	0	0
2.	Correction of errors from prior periods	0	0	0	0	0	0	0	0	0	0
VII.	Balance as at 1 January of the current year (restated)	78.296.142	90.448.275	46.921.341	31.352.306	53.278.877	317.257.942	46.879.800	664.434.683	0	664.434.683
VIII.	Comprehensive income or loss for the year	0	0	56.481.440	-13.241.988	0	0	65.572.774	108.812.226	0	108.812.226
1.	Profit or loss for the period	0	0	0	0	0	0	65.572.774	65.572.774	0	65.572.774
2.	Other comprehensive income or loss for the year	0	0	56.481.440	-13.241.988	0	0	0	43.239.452	0	43.239.452
2.1.	Unrealised gains or losses on tangible assets (land and buildings)	0	0	2.655.355	0	0	0	0	2.655.355	0	2.655.355
2.2.	Unrealised gains or losses on financial assets at fair value through other comprehensive income	0	0	48.627.762	0	0	0	0	48.627.762	0	48.627.762
2.3.	Realised gains or losses on financial assets at fair value through other comprehensive income	0	0	5.198.323	0	0	0	0	5.198.323	0	5.198.323
2.4.	Net financial income/expenditure from insurance contracts	0	0	0	-13.691.473	0	0	0	-13.691.473	0	-13.691.473
2.5.	Net financial income/expenditure from (passive) reinsurance contracts	0	0	0	449.485	0	0	0	449.485	0	449.485
2.6.	Other changes in equity unrelated to owners	0	0	0	0	0	0	0	0	0	0
IX.	Transactions with owners (current period)	0	0	-3.202.821	0	4.041	-64.795.323	-46.879.800	-114.873.903	0	-114.873.903
1.	Increase/decrease in subscribed capital	0	0	0	0	0	0	0	0	0	0
2.	Other contributions by owners	0	0	0	0	0	0	0	0	0	0
3.	Payment of share in profit/dividend	0	0	0	0	0	-81.049.412	-33.824.493	-114.873.905	0	-114.873.905
4.	Other transactions with owners	0	0	-3.202.821	0	4.041	16.254.089	-13.055.307	2	0	2
X.	Balance on the last day of the current year reporting period	78.296.142	90.448.275	100.199.960	18.110.318	53.282.918	252.462.619	65.572.774	658.373.006	0	658.373.006

STATEMENT OF CASH FLOWS – indirect method

For the period: 1.1.2024 - 31.12.2024

in EUR

Item number	Sum elements	Identifier	Item	Current business period	Same period of the previous year
001	002+018+035 + 036 + 037	I	CASH FLOW FROM OPERATING ACTIVITIES	172.450.322	-93.246.235
002	003+004	1	Cash flow before changes in operating assets and liabilities	24.509.703	15.263.969
003		1.1	Profit/loss of the accounting period	65.572.774	46.879.800
004	005+006+.....+017	1.2	Adjustments:	-41.063.071	-31.615.831
005		1.2.1	Depreciation of property and equipment	5.105.615	5.047.212
006		1.2.2	Amortization of intangible assets	3.849.908	3.849.838
007		1.2.3	Loss from impairment of intangible assets	466.974	0
008		1.2.4	Other financial cost	0	0
009		1.2.5	Impairment and gains/losses on fair valuation	-7.007.876	-5.674.537
010		1.2.6	Interest expenses	1.420.078	1.417.675
011		1.2.7	Interest income	-25.858.211	-28.339.541
012		1.2.8	Profit from the sale of branch	0	0
013		1.2.9	Share in profit of associates	0	0
014		1.2.10	Equity-settled share-based payment transactions	0	0
015		1.2.11	Cost of income tax	5.926.023	8.273.860
016		1.2.12	Profit/loss from the sale of tangible assets (including land and buildings)	-1.219.197	-459.815
017		1.2.13	Other adjustments	-23.746.385	-15.730.523
018	019+020+.....+034	2	Increase/decrease in operating assets and liabilities	120.529.905	-140.677.445
019		2.1	Increase/decrease in financial assets at fair value through other comprehensive income	43.580.486	17.688.109
020		2.2	Increase/decrease in financial assets at fair value through statement of profit or loss	47.328.335	-101.378.844
021		2.3	Increase/decrease in financial assets at amortised cost	13.988.463	-28.517.561
022		2.4	Increase/decrease in assets/liabilities from insurance contracts	-33.507.924	-13.350.992
023		2.5	Increase/decrease in assets/liabilities from reinsurance contracts	1.248.080	-7.611.328
024		2.6	Increase/decrease in tax assets	-2.550.905	52.058
025		2.7	Increase/decrease in receivables	0	0
026		2.8	Increase/decrease in investments in real estate	33.547.262	1.468.406
027		2.9	Increase/decrease in property for own use	0	0
028		2.10	Increase/decrease in other assets	4.038.774	1.469.828
029		2.11	Increase/decrease in liabilities from investment contracts	0	0
030		2.12	Increase/decrease in other provisions	-1.349.373	209.695
031		2.13	Increase/decrease in tax liabilities	2.548.426	-599.497
032		2.14	Increase/decrease in financial liabilities	607.938	-10.417.085
033		2.15	Increase/decrease in other liabilities	3.412.553	-1.552.892
034		2.16	Increase/decrease in accruals and deferred income	7.637.790	1.862.658
035		3	Income tax paid	-19.629.729	-7.831.350
036		4	Interest received	24.456.177	25.659.143
037		5	Dividend received	22.584.266	14.339.448
038	039+040+.....+045	II	CASH FLOW FROM INVESTING ACTIVITIES	-53.420.757	-7.754.172
039		1	Cash receipts from the sale of tangible assets	6.904.317	908.789
040		2	Cash payments for the purchase of tangible assets	-2.172.906	-1.783.126
041		3	Cash receipts from the sale of intangible assets	39.459	0
042		4	Cash payments for the purchase of intangible assets	-3.496.013	-4.379.835
043		5	Cash receipts from the sale of branches, associates and joint ventures	0	0
044		6	Cash payments for the purchase of branches, associates and joint ventures	0	0
045		7	Cash receipts and payments based on other investing activities	-54.695.614	-2.500.000
046	047+048+.....+057	III	CASH FLOW FROM FINANCING ACTIVITIES	-117.936.675	-3.491.366
047		1	Cash receipts resulting from the increase of initial capital	0	0
048		2	Cash receipts from issuing redeemable preference shares	0	0
049		3	Cash receipts from short-term and long-term loans received	0	0
050		4	Cash receipts from sales of own shares	0	0
051		5	Cash receipts from exercise of share options	0	0
052		6	Cash payments relating to redeemable preference shares	0	0
053		7	Cash payments for the repayment of short-term and long-term loans received	0	0
054		8	Cash payments for the redemption of own shares	0	0
055		9	Cash payments for interest	0	0
056		10	Cash payments for dividend	-114.873.905	-130.068
057		11	Cash payments for rental obligations	-3.062.770	-3.361.298
058	001+038+046	IV	NET CASH FLOW	1.092.890	-104.491.773
059		V	EFFECT OF EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS	-1.531.175	-12.099
060	058+059	VI	NET INCREASE/DECREASE OF CASH AND CASH EQUIVALENTS	-438.285	-104.503.872
061		1	Cash and cash equivalents at the beginning of period	1.662.494	106.166.366
062	060+061	2	Cash and cash equivalents at the end of period	1.224.209	1.662.494

II. QUARTERLY MANAGEMENT REPORT

In accordance with the statutory deadlines, we submit unaudited reports of the Company at the end of the fourth quarter of 2024. The audit of the financial statements for 2024 is ongoing and the information provided may vary from the final annual audited report.

In the period observed, total income from insurance contracts amounted to EUR 448.8m and increased by 13.5 percent compared to the same period of the previous year. The total non-life insurance income amounted to EUR 441.1m and increased by 13.4 percent. Total life insurance income increased by 20.2 percent and amounted to EUR 7.7m.

Total expenditure from insurance contracts amounted to EUR 408.6m in the period observed and increased by 8.7 percent compared to the same period of the previous year. The total non-life insurance expenditure amounted to EUR 405.6m and increased by 8.6 percent. Total life insurance expenditure increased by 19.2 percent and amounted to EUR 3.1m.

Total net result from insurance contracts amounted to EUR 25.4m and has increased compared to the same period of the previous year when it amounted to EUR 11.8m, while the total net profit of the Company amounted to EUR 65.6m and increased by 39.9 percent compared to the same period of the previous year, which was affected by weather disasters which significantly reduced profit in the same period of the previous year.

Total assets of the Company as at 31 December 2024 amounted to EUR 1.5 billion, which represents a decrease of 0.7 percent compared to 31 December 2023.

Liabilities from insurance contracts as at 31 December 2024 amounted to EUR 713.3m, representing a decrease of 2.6 percent compared to 31 December 2023.

Unaudited unconsolidated financial statements at the end of the fourth quarter of the 2024 will be available on the web sites of CROATIA osiguranje d.d., Zagreb Stock Exchange and Officially appointed mechanism for the central storage of regulated information.

Significant business events in the reporting period

Continued growth of revenues and profit at the end of another year of record results, the Company's strategic focus on investments in the areas of health and digitalization

The digital business segment in the 2024 continues to grow. Realized premium from total digital business increased by 30 percent compared to the same period last year, while the number of clients using the Moja Croatia mobile application increased by 16 percent. Croatia's digital brand LAQO achieved premium growth of 29 percent compared to 2023. Koreqt, an advanced digital platform for comparing and selecting products and services which Croatia launched in February 2024, continues to achieve positive results. Compared to the previous quarter, the number of active products increased by 30 percent, and the number of clicks to partners increased by 11 percent quarterly. In 2024, a new functionality was introduced within the Moja Croatia mobile application that allows clients to independently and easily book appointments for a systematic examination and review all services covered by their policy, as well as insight into services already used. On its fourth birthday, Croatia's digital brand LAQO launched an advanced digital assistant based on artificial intelligence, which is the first in Croatia who can calculate the price of an insurance policy for users via the WhatsApp application in just a few seconds. Croatia was the first on the market to introduce artificial intelligence in the assessment of damage to motor vehicles, and a web-based claim application system for property insurance was introduced, with which the entire process from application to settlement can be carried out within 24 hours. The digitalization of the claims process will also be in focus in 2025.

Investments in private healthcare of the highest standards continue, with over EUR 20m have been invested over the last four years. Croatia Poliklinika further strengthened its market position with the acquisition of the Poliklinika Marin Med in Dubrovnik in May and the MEDrOS polyclinic in Osijek in October 2024. Top medical teams and medical services and the most modern technology are available to all residents throughout Croatia in polyclinics in nine cities: Zagreb, Split, Rijeka, Osijek, Varaždin, Zadar, Pula, Koprivnica and Dubrovnik. Revenue increase of 54 percent compared to the same period of the previous year marked 2024 and includes revenues from the Poliklinika Marin Med in Dubrovnik and MEDrOS in Osijek. The team of top doctors and medical staff has increased by 40 percent compared to the same period last year, and the positive trend of patient satisfaction has continued, among which 95 percent are those who emphasize the kindness and commitment of the Croatia Poliklinika staff.

Croatia's Spektar benefits package continues with excellent results. Until the end of 2024, more than 93,000 households with over 121,000 members are included in Spektar packages. In this way, in Spektar is included the majority of clients who have exercised the right to use the package, and the prerequisites for the planned expansion of the program in 2025 have been created.

In November 2024, the Fitch agency has assigned a long-term financial strength rating of A- with a stable outlook to Croatia osiguranje. Croatia osiguranje thus became the first insurance company in Croatia to receive an external rating from one of the world's most famous rating agencies. The high Fitch rating came in the year in which Croatia osiguranje marked the 140th anniversary of its founding, as well as 10 years of operations as part of the Adris Group. Croatia osiguranje was awarded with two more important awards in 2024 - the Golden Kuna for the most successful insurance company and the Charter of the Republic of Croatia for its contributions to the development of the Croatian economy.

In November 2024, the documentary film "Croatia is Hrvatska" premiered, concluding the celebration of the 140th anniversary of the company's founding. The central event of the anniversary was the multimedia pavilion "Croatia 2074 - a look into the future", in which leading Croatian scientists, experts and creatives gave their thoughts on the future of Croatia and Europe. The pavilion was visited by more than 12,000 visitors during the month, including a many school and university groups from all over Croatia.

Employee volunteering campaigns "Dan za više" continued. In the first half of the year employees raised funds for Krijesnica - an association for helping children and families facing malignant diseases, and in the second half of the year more than 60 doses of blood were collected through a voluntary blood donation campaign. At the beginning of December 2024, Croatia employees also collected aid for 150 families in which lives more than 400 children which are supported by foundation Mali zmaj.

Cooperation with higher education institutions, the most intensive of which are those with the Faculty of Electrical Engineering and Computing and the Faculty of Economics in Zagreb, continued in 2024 through the development of specialist studies, guest lectures by Croatia osiguranje experts, support for student initiatives and initiatives aimed at raising financial literacy.

On 19 January 2024, the Management Board and the Supervisory Board proposed to the General Assembly the payment of a dividend in the total amount of EUR 65,000,265.19, or EUR 151.27 per share (ordinary and preference). On 5 March 2024, the General Assembly passed a decision on the payment of the dividend, and the dividend was paid on 18 March 2024. Additionally, on 8 April 2024, the Management Board and the Supervisory Board proposed to the General Assembly an additional dividend payment from retained earnings in the total amount of EUR 16,049,146.52 or EUR 37.35 per share (ordinary and preference) and the payment of dividends from the net profit realized in 2023 in the total amount of EUR 33,954,693.37 or EUR 79.02 per share (ordinary and preference). On 11 June 2024, the General Assembly passed a decision on the payment of the dividend, and the dividend was paid on 8 August 2024. Croatia osiguranje d.d. in the past years operated successfully, with a growing level of profit and high capital adequacy rates, both at the Company and the Group.

Member of the Management Board, Vančo Balen, left the Company on 30 April 2024, as the last day of his mandate, on personal request, for private reasons.

Supervisory Board of the CROATIA osiguranje d.d. at the session held on 11 October 2024, following a prior decision of the Croatian Financial Services Supervisory Agency (HANFA), made a decision on the appointment of Vesna Sanjković, to perform the function of a member of the Management Board of the CROATIA osiguranje d.d., for a period from 11 October 2024 to 31 December 2026.

Geopolitical and macroeconomic situation, conflicts and challenges

The year 2024 was marked by political changes in some of the world's largest economies, as well as the consequences these changes had on the geopolitical situation in the world. Foremost, it refers to the US presidential elections, which resulted in a great dominance of the Republican Party led by Donald Trump as the new US president. The tightening of economic cooperation between other countries and the imposition of tariffs on almost all trade partners of the USA were announced.

It also remains to be seen how the new US president's term will affect the current conflicts in Ukraine and the Middle East, conflicts that have been causing global instability for years. The Company complies with all sanction regulations regarding these conflicts and has no direct business with Russia and Ukraine in the insurance and reinsurance business.

Inflation declined throughout 2024, which was one of the main reasons why central banks (primarily the FED and the ECB) decided to cut interest rates in the second half of the year. However, Trump's announcement of tariffs increased market volatility and halted the decline in inflation. In the last months of 2024, the US economy recorded stable inflation, but still above the target level of 2%. Therefore, the head of the US central bank, Jerome Powell, announced that the pace of interest rate cuts in 2025 would not be the same as in the second half of 2024 (the FED cut interest rates three times in the second half of 2024 - a total of 1 p.p. during that period). Therefore, at the first FED meeting in January, as expected, interest rate cuts did not continue, and the state of the US labor market and inflation will determine whether (and at what pace) the reduction will continue in 2025.

On the other hand, the European Central Bank's policy is to reduce interest rates more aggressively (from mid-2024 to January 2025, the ECB reduced key interest rates five times - a total of 1.25 p.p. to 1.6 p.p. depending on the type of rate). Although inflation in the Eurozone is also higher than the desired level (in the last months of 2024, a gradual increase in inflation to 2.5% was recorded), the ECB is not giving up on its plan to continue reducing interest rates for the time being. In the Republic of Croatia, inflation accelerated again in late 2024 compared to previous months, reaching levels above 4%. This put the Republic of Croatia at the top of the Eurozone according to the inflation criterion. Wage growth (more significantly expressed in the public sector), private consumption, as well as investments from EU funds, are expected to continue to support price and GDP growth in Croatia.

The US stock market continued to grow in 2025, driven by optimism about the actions of the newly elected US president, while European stocks recorded a slight decline at the end of 2024 due to the announced US tariffs on European products. The negative developments in the European stock market were also influenced by political instability in the largest European economies – France and Germany, which also negatively affected the European bond market.

The Croatian bond market recorded an increase in value in 2024, primarily due to the increase in credit ratings by all three major credit agencies (to an above-average credit quality level of A-), which led Croatia to outrival some larger European countries in terms of credit rating and further strengthened the increasingly stable credit perception that Croatian bonds enjoy among foreign investors. This was also reflected in Croatian stocks, which grew strongly in 2024 (a 30% increase in the Crobex index). The growth continued at the beginning of 2025, with Slovenian stocks joining in - the ADRIAprime index (a combination of blue-chip Croatian and Slovenian stocks) which only in January recorded a 10.6% increase in value.

As for the Company's operations, according to the latest results of the ORSA process, the Company is resilient to various stressful circumstances, thanks to its high capitalization, i.e. solvency. The Company's SCR ratio as of 31.12.2024. according to the quarterly calculation that does not include foreseeable dividends amounts to a high 286%, and even in stressful circumstances the Company would probably continue to operate in accordance with regulatory requirements.

Significant events after the end of the reporting date

There were no events after the end of the reporting period.

Company branch

As at 31 December 2024 the Company has one registered branch (Branch Ljubljana). In its legal transactions, the branch operates as CROATIA osiguranje d.d. branch Ljubljana, in the Croatian language, and as CROATIA ZAVAROVANJE d.d. branch Ljubljana, in the Slovenian language.

In accordance with the Company's decision, for the purpose of more efficient operations, the Company is in the process of closing the Ljubljana branch. The Company will continue to operate in Slovenia with cross-border distribution of insurance based on the freedom to provide services in accordance with legal regulations, which means that CROATIA osiguranje d.d. continues to provide insurance services in registered types of insurance based on the freedom to provide services to all current and future corporate clients in Slovenia.

Purchase of treasury shares

The Company does not own treasury shares, and the General Assembly did not authorise the Company to acquire treasury shares.

Expected development in the future

In 2024, the insurance market grew by double-digit percentages, driven by stronger price corrections. In 2025, more modest market growth is expected, with the primary focus on digital insurance contracting, expanding the product spectrum, and increasing the penetration of certain product types.

The increase in the minimum salary of 15%, as well as significant salary corrections in the public sector, are increasing inflationary pressures. In the last 3 months, inflation in the Republic of Croatia has accelerated again and is one of the highest in the EU (~5% in January 2025). Inflation will potentially break the previous macroeconomic forecasts for 2025, which were around 3.5%.

Given the current negative sentiment among citizens caused by inflation, which is primarily reflected in the boycott of food purchases, insurers, but also other industries, will have to balance more carefully between increasing internal efficiency and continuing the current pricing policy.

Climate change continues to have a significant impact on the development of the insurance and reinsurance market. January was once again the warmest January on record globally, despite a strengthening La Nina event that was expected to bring a slight drop in temperatures. We are also witnessing historic fires in California, estimated to result in more than USD20 billion in damage, with the recovery process likely to take years. All of this will continue to increase reinsurance prices in the

long term, with the possibility that some risks in some geographic locations will no longer be reinsurable at all.

Life insurance is affected by the drop-in interest rates due to the upgrade of the credit rating of the Republic of Croatia and the interest rates cuts by the ECB. According to this, 2025 is expected to be at similar levels as 2024.

Research and development activities

The Company continuously monitors environmental events and invests in market research, directs and supports the activities of affiliated companies that are in the function of organic growth and recognition of business opportunities and realization of new acquisitions. Given the increase in global uncertainty and risk, the Company will consider potential new business opportunities much more strictly.

Description of the most significant risks and uncertainties

In relation to the most significant risks and uncertainties which were described in the audited financial statements for the year 2023, in the period observed there were no significant changes in relation to the risks to which the Company is exposed in the course of its business, except as described in the chapter *Significant business events in the reporting period*.

Zagreb, 24 February 2025

Member of the Management Board

Luka Babić

Member of the Management Board

Robert Vučković

President of the Management Board

Davor Tomašković

Member of the Management Board

Vesna Sanjković

III. NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD I-XII 2024

1. GENERAL INFORMATION OF THE COMPANY

CROATIA osiguranje d.d., Zagreb, Vatroslava Jagića 33 (the 'Company') is registered in the Court Register of the Commercial Court in Zagreb, Republic of Croatia, under the Company's Court Reg. No. ("MBS") 080051022 and PIN ("OIB") 26187994862. The Company's principal activity is non-life and life insurance business and reinsurance business in the non-life insurance group.

The Company, within the scope of its business, also performs the following tasks:

- activities of offering the investment fund shares and activities of offering pension programs of voluntary pension funds and pension insurance companies in accordance with the provisions of the law governing the offering of shares of investment funds and the offer of pension programs,
- insurance distribution activities for other insurance companies,
- activities that are directly or indirectly related to insurance activities,
- credit intermediation operations in accordance with the regulations governing credit intermediaries.

Since 2004, the Company's shares have been listed at Official Market of the Zagreb Stock Exchange, Zagreb.

The Company is majorly owned by ADRIS GRUPA d.d., Rovinj and is included in the consolidated financial statements of ADRIS GRUPA d.d. which are available on the website of ADRIS GRUPA d.d.

The average number of employees of the Company during the current period is 2,327.

Supervisory Board and Management Board

According to the Company Act, Insurance Act and the Articles of Association of the Company the Company's bodies are: the General Assembly, the Supervisory Board and the Management Board. Obligations and responsibilities of the members of these bodies are determined by the mentioned acts.

Members of the Supervisory Board are:

Roberto Škopac	President
Dr.sc. Željko Lovrinčević	Vice President
Vitomir Palinec	Member
Hrvoje Patajac	Member
Dr. sc. Zoran Barac	Member
Pero Kovačić	Member
Dr. sc. Hrvoje Šimović	Member

Members of the Management Board are:

Davor Tomašković	President
Robert Vučković	Member
Luka Babić	Member
Vesna Sanjković	Member since 11 October 2024
Vančo Balen	Member until 30 April 2024

Basis for preparation of financial statements

Financial statements are prepared in accordance with the Capital Market Act (Official Gazette 65/18, 17/20, 83/21, 151/22 and 85/24), International Accounting Standard 34 – *Interim Financial Reporting*, the Rules of Zagreb Stock Exchange and the Ordinance on the contents and structure of issuers interim reports and on the form and manner of their submission to the Croatian Financial Services Supervisory Agency, which is issued by the Croatian Financial Services Supervisory Agency.

Quarterly financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements as at 31 December 2023. The annual financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union. The Annual Financial Report for 2023, for the purpose of understanding the information published in the notes to the financial statements prepared at the end of the fourth quarter of the 2024, is available on the company's official website, the official website of the Zagreb Stock Exchange and the Croatian Financial Services Supervisory Agency's Official Register.

Financial statements are prepared by using the accrual principle, which is the underlying accounting assumption. Economic events are recognized when they occurred and are reported in financial statements for the period in which they occurred by using the underlying accounting principle of going concern.

Financial statements at the end of the fourth quarter of the 2024 have not been audited.

Presentation currency

Company's financial statements are prepared in the euros as the functional and presentation currency.

Use of estimates and judgements

Preparation of financial statements in conformity with IFRS requires the Management Board to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, and information available at the date of preparation of financial statements, the results

of which form the basis of making the judgements about carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Changes of accounting estimates are recognised from the period in which an estimate is revised and in future periods, if the change also affects them.

Accounting policies

Accounting policies and measurement methods which are used in the preparation of financial statements for the reporting period are the same as those which are used for preparation of the audited financial statements for the year 2023.

Related party transactions

In the current reporting period, there were usual related party transactions of goods and services. Additionally, in May 2024, the Company granted a loan to a related company of Adris Grupa in the amount of EUR 25 million under usual market conditions, and the loan is secured by collateral. Also, at the end of year 2024, the Company sold real estate (mostly classified as Investments in land and buildings not occupied by an undertaking for its own activities) to CROATIA nekretnine d.o.o. in the total amount of EUR 46.1 million under usual market conditions.

Seasonality of business activities

Company's operations are not seasonal.

Segment reporting

The Company's reporting segments comprise the life insurance segment and the non-life insurance segment. The description of segments as well as allocation of costs between segment of life insurance and non-life insurance, capital and reserves and assets described in the annual financial statements for 2023, have not changed. There were no significant intersegmental revenues and expenses in the period observed.

Fair value

Fair value is the amount that should be received for an asset sold or paid to settle a liability in an arm's length transaction between market participants at the value measurement date. Fair value is based on quoted market prices, where available. If market prices are not available, fair value is estimated by using discounted cash flow models or other appropriate pricing techniques. Changes in assumptions on which the estimates are based, including discount rates and estimated future cash flows, significantly affect the estimates. Therefore, at this point the estimated fair value cannot be certainly achieved from the sale of a financial instrument.

The fair value of investments at amortised cost is presented below:

	31 December 2024			31 December 2023		
	Net book value	Fair value	Difference	Net book value	Fair value	Difference
	in EUR	in EUR	in EUR	in EUR	in EUR	in EUR
Debt securities	229,236,580	217,624,087	(11,612,493)	285,068,974	268,391,533	(16,677,441)
Loans	78,562,858	76,755,600	(1,807,258)	56,481,476	54,403,270	(2,078,206)
Deposits	72,306,099	72,306,099	-	53,514,876	53,514,876	-
	380,105,537	366,685,786	(13,419,751)	395,065,326	376,309,679	(18,755,647)

Methods of assessment or assumptions in determining fair value

For measuring the fair value, the Company takes into account the IFRS fair value hierarchy rules that reflect the significance of inputs used in the assessment process. Each instrument is assessed individually and in detail. The levels of the fair value hierarchy are determined on the basis of the lowest level and the input data that are important for determining the fair value of the instrument.

The table below analyses financial instruments carried at fair value using the valuation method. Different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1),
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices or interest rates information) or indirectly (that is, derived from prices or interest rates) (Level 2),
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

The Company's assets measured at fair value as at 31 December 2024 are presented as follows:

	Level 1 in EUR	Level 2 in EUR	Level 3 in EUR	Total in EUR
<i>Property for own use</i>	-	-	23,930,245	23,930,245
<i>Investment property</i>	-	-	34,914,492	34,914,492
Equity securities	160,879,017	-	30,817,036	191,696,053
Debt securities	394,818,759	108,491,015	-	503,309,774
<i>Financial assets at fair value through other comprehensive income</i>	555,697,776	108,491,015	30,817,036	695,005,827
Equity securities	502,273	-	-	502,273
Investment funds	2,510,154	89,498,672	-	92,008,826
Derivative financial instruments	-	20,843	-	20,843
Other	-	650,000	-	650,000
<i>Financial assets at fair value through profit or loss</i>	3,012,427	90,169,515	-	93,181,942
Total assets at fair value	558,710,203	198,660,530	89,661,773	847,032,506

The Company's assets measured at fair value as at 31 December 2023 are presented as follows:

	Level 1 in EUR	Level 2 in EUR	Level 3 in EUR	Total in EUR
<i>Property for own use</i>	-	-	25,693,150	25,693,150
<i>Investment property</i>	-	-	67,925,833	67,925,833
Equity securities	109,827,535	-	28,984,893	138,812,428
Debt securities	406,802,867	127,082,668	-	533,885,535
<i>Financial assets at fair value through other comprehensive income</i>	516,630,402	127,082,668	28,984,893	672,697,963
Equity securities	387,390	-	-	387,390
Debt securities	10,963,850	-	-	10,963,850
Investment funds	46,856,047	76,949,467	-	123,805,514
Derivative financial instruments	-	486,169	-	486,169
<i>Financial assets at fair value through profit or loss</i>	58,207,287	77,435,636	-	135,642,923
Total assets at fair value	574,837,689	204,518,304	122,603,876	901,959,869

The Company has adopted IFRS 13, pursuant to which it is required to disclose the fair value hierarchy of financial assets that are not measured at fair value as well as a description of valuation techniques and inputs used.

Financial liabilities, which are not valued at fair value through profit and loss account, are recorded at amortised cost. The Management Board believes that, due to fact that interest rate of these instruments is in line with market rates, the carrying value of these instruments is not significantly different from their fair value.

The fair value of deposits, loans and financial liabilities are estimated on the basis of inputs that are not commercially available rates, and are therefore classified as Level 3, or by using publicly available rates published by the Croatian national bank (for the Company's loans) and would therefore be classified as Level 2 in the fair value hierarchy. Investments with available market prices and classified in the portfolio of investments in debt securities valued at amortised cost are classified as Level 1.

The fair values of cash and cash equivalents and other receivables, i.e. other assets do not differ significantly from their carrying amounts due to the short-term nature of these financial instruments. Fair value is determined based on Level 2 inputs for cash and cash equivalents and based on Level 3 inputs for other receivables i.e. other assets.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2. The fair value of financial instruments that are classified as Level 3 is determined by using discontinued cash flow techniques or other valuation techniques by using relevant observable market data, information about current business and estimation of issuer's future business of the financial asset in question. There was no significant increase or decrease in the value of the parameters that would affect the change in the fair value of financial assets classified in Level 3 fair value.

There have been no significant reclassifications of financial assets at fair value through profit or loss from Level 1 and Level 2 to Level 3 and vice versa in statement of financial position.

The fair value of investment property is derived primarily by applying a sales comparison and income approach, and sometimes lacking information on market parameters by applying the cost method, depending on a particular property.

The fair value of the property for own use was carried out primarily by applying the income method.

The most significant inputs in the valuations were prices or rental income per square meter, generated based on comparable properties in the immediate vicinity and then adjusted by differences in key characteristics.

Intangible assets

In the period observed, intangible assets decreased by EUR 860 thousand, and this represents the net effect of increasing intangible assets due to additional investments in the observed period and reduction of intangible assets due to amortization.

Investments in land and buildings not occupied by an undertaking for its own activities

In the period observed, investments in land and buildings not occupied by an undertaking for its own activities decreased by EUR 33 million, which mostly represents the net effect of the increase due to additional investments in the period observed and the decrease due to the allocation of a part of real estate to the related company CROATIA nekretnine d.o.o. in the amount of EUR 39.4 million.

Investments in subsidiaries, associates and joint ventures

In the period observed, investments in subsidiaries increased by EUR 56.5 million, mostly due to additional investments in the companies CO Zdravlje d.o.o. (EUR 8.5 million), KOREQT d.o.o. (EUR 4.2 million) and CROATIA nekretnine d.o.o. (EUR 42 million).

Financial assets and financial liabilities

The Company's structure of financial assets as at 31 December 2024 and 31 December 2023 was as follows:

31 December 2024

	Financial assets at amortised cost	Financial assets at fair value through other comprehensive income	Financial assets at fair value through profit and loss account	Total
	in EUR	in EUR	in EUR	in EUR
Shares				
Shares, listed	-	191,467,461	502,273	191,969,734
Shares, not listed	-	228,592	-	228,592
	-	191,696,053	502,273	192,198,326
Debt securities				
Government bonds	226,391,079	370,019,524	-	596,410,603
Corporate bonds	2,845,501	118,428,850	-	121,274,351
Treasury bills	-	14,861,400	-	14,861,400
	229,236,580	503,309,774	-	732,546,354
Derivative financial instruments				
Currency option	-	-	20,843	20,843
	-	-	20,843	20,843
Investment funds				
Open-ended investment funds	-	-	89,752,422	89,752,422
Open-ended investment funds - assets for coverage of unit-linked products	-	-	2,256,404	2,256,404
	-	-	92,008,826	92,008,826
Loans and receivables				
Deposits with credit institutions	72,306,099	-	650,000	72,956,099
Loans	78,562,858	-	-	78,562,858
	150,868,957	-	650,000	151,518,957
	380,105,537	695,005,827	93,181,942	1,168,293,306

31 December 2023

	Financial assets at amortised cost	Financial assets at fair value through other comprehensive income	Financial assets at fair value through profit and loss account	Total
	in EUR	in EUR	in EUR	in EUR
Shares				
Shares, listed	-	138,599,716	387,390	138,987,106
Shares, not listed	-	212,712	-	212,712
	-	138,812,428	387,390	139,199,818
Debt securities				
Government bonds	282,207,468	439,163,288	1,340,131	722,710,887
Corporate bonds	2,861,505	79,864,197	9,623,719	92,349,421
Treasury bills	-	14,858,050	-	14,858,050
	285,068,973	533,885,535	10,963,850	829,918,358
Derivative financial instruments				
Foreign currency swap	-	-	23,786	23,786
Foreign currency forward contracts	-	-	462,383	462,383
	-	-	486,169	486,169
Investment funds				
Open-ended investment funds	-	-	108,768,680	108,768,680
Open-ended investment funds - assets for coverage of unit-linked products	-	-	15,036,834	15,036,834
	-	-	123,805,514	123,805,514
Loans and receivables				
Deposits with credit institutions	53,514,877	-	-	53,514,877
Loans	56,481,476	-	-	56,481,476
	109,996,353	-	-	109,996,353
	395,065,326	672,697,963	135,642,923	1,203,406,212

The structure of financial liabilities as at 31 December 2024 and 31 December 2023 was as follows:

	31 December 2024	31 December 2023
	in EUR	in EUR
Lease liabilities	36,951,203	35,206,805
Derivative financial instruments	817,110	91,065
Preference shares	1,627,500	1,627,500
Liability for unpaid dividend	212,811	208,602
Other financial liabilities	20,999	15,000
	39,629,623	37,148,972

Share capital and shares

The Company's share capital with a nominal value of EUR 79,924 thousand as at 31 December 2024 is divided among 429,697 shares with a nominal value of EUR 186,00. The shares are marked as follows:

Number of shares	Nominal amount (in 000 EUR):
307,598 ordinary shares I, emission with ticker CROS-R-A/CROS	57,213
113,349 ordinary shares II, emission with ticker CROS-R-A/CROS	21,083
TOTAL OF ORDINARY SHARES	78,296
8,750 preference shares I, emission with ticker CROS-P-A/CROS2	1,628
TOTAL OF PREFERENCE SHARES	1,628
TOTAL OF ORDINARY AND PREFERENCE SHARES	79,924

Each share, ordinary and preference, provides the right to 1 (one) vote at the Company's General Assembly. Due to the guaranteed dividend payment, preference shares are classified as financial liabilities. All shares are paid in full, issued in dematerialized form, are transferable and are managed at the central depository of the Central Depository & Clearing Company.

Based on the provisions of the Act on the introduction of the euro as the official currency in the Republic of Croatia and the provisions of the Companies Act, the Company proposed at the General assembly a decision on the adjustment of the share capital and the nominal amount of the Company's shares in such a way as to increase the amount of the nominal value of the share from 185.81 EUR, calculated by conversion into euros using a fixed conversion rate with rounding to the nearest cent, to the amount of EUR 186.00. The aforementioned increase in the nominal amount of the share is carried out in order to round the nominal amount of the shares to a whole number, as prescribed by Article 163, paragraph 4 of the Companies Act.

With the purpose of aligning the share capital with the provisions of the Companies Act, the share capital is increased by the amount of EUR 80,812.35, whereby the total share capital of the Company after recalculation and adjustment amounts to EUR 79,923,642.00. This adjustment was made on 5 October 2023 after changes in the court register.

Liabilities

The structure of Company's liabilities as at 31 December 2024 and 31 December 2023 was as follows:

	31 December 2024			
	No later than 1 year	1-5 years	More than 5 years	Total
	in EUR	in EUR	in EUR	in EUR
Other provisions	372,101	4,550,924	822,715	5,745,740
Financial liabilities	3,134,379	6,292,358	30,202,886	39,629,623
Other liabilities	47,031,394	4,025,268	915,991	51,972,653
Total	50,537,874	14,868,550	31,941,592	97,348,016

	31 December 2023			
	No later than 1 year	1-5 years	More than 5 years	Total
	in EUR	in EUR	in EUR	in EUR
Other provisions	789,396	5,462,272	843,446	7,095,114
Financial liabilities	2,741,207	7,197,814	27,209,951	37,148,972
Other liabilities	37,182,794	2,368,115	1,371,402	40,922,311
Total	40,713,397	15,028,201	29,424,799	85,166,397

Deferred taxes

The movement of deferred tax assets is shown in the note below:

	in EUR									
	Impairment of investments in subsidiaries and associates	Financial assets at fair value through profit or loss	Financial asset available for sale	Financial assets at fair value through other comprehensive income	Impairment of loans and deposits	Impairment of investment at amortised cost	Fair valuation losses on investment property	Impact of IFRS 17 application	Other	TOTAL
31 December 2022	81,221	355,297	1,458,807	-	2,135,172	-	3,442,380	2,692,172	2,178,586	12,343,635
Impact of the first application of IFRS 9	-	-	(1,458,807)	1,605,491	(2,135,172)	2,316,789	-	-	-	328,301
Utilised deferred tax assets through profit or loss	(72,991)	(138,703)	-	(1,205,611)	-	(138,197)	(519,284)	(2,692,172)	(1,006,666)	(5,773,624)
Deferred tax assets recognised in profit or loss	69,237	442,216	-	49,185	-	40,826	77,704	-	1,002,436	1,681,604
31 December 2023	77,467	658,810	-	449,065	-	2,219,418	3,000,800	-	2,174,356	8,579,916
Utilised deferred tax assets through profit or loss	(7,792)	(464,544)	-	(178,593)	-	(203,009)	(2,474,825)	-	(1,410,672)	(4,739,435)
Deferred tax assets recognised in profit or loss	-	442,675	-	53,853	-	205,660	619,834	-	1,580,721	2,902,743
31 December 2024	69,675	636,941	-	324,325	-	2,222,069	1,145,809	-	2,344,405	6,743,224

The movement of deferred tax liabilities is shown in the note below:

	in EUR					
	Land and buildings occupied by an undertaking for its own activities	Financial asset available for sale	Financial assets at fair value through other comprehensive income	Impact of IFRS 17 application	Financial reserves from insurance contracts	Total
31 December 2022	1,369,528	2,459,554	-	12,341,370	15,293,873	31,464,325
Impact of the first application of IFRS 9	-	(2,459,554)	2,606,237	-	-	146,683
Reclassification	-	-	-	9,035	-	9,035
Utilised deferred tax assets through profit or loss	(64,767)	-	(1,403,203)	(12,350,405)	-	(13,818,375)
Changes through other comprehensive income	(24,613)	-	7,493,088	-	(8,415,302)	(946,827)
31 December 2023	1,280,148	-	8,696,122	-	6,878,571	16,854,841
Utilization of deferred tax liability through profit and loss account	(398,087)	-	23,057	-	-	(375,030)
Changes through other comprehensive income	582,883	-	11,815,482	-	(2,902,548)	9,495,817
31 December 2024	1,464,944	-	20,534,661	-	3,976,023	25,975,628

Commitments

As at 31 December 2024, the Company's contractual obligations for future investments amount to EUR 26m based on binding bids for investments in alternative investment funds.

MANAGEMENT BOARD STATEMENT

Pursuant to article 20 of the Articles of Association of the Company from 31 May 2023 and article 468 of the Capital Market Law (Official Gazette 65/18, 17/20, 83/21, 151/22 and 85/24), the Management Board provides this

STATEMENT

That to the best of our knowledge:

- the set of quarterly unaudited unconsolidated financial statements of the issuer for the period 1 January – 31 December 2024 prepared by using applicable financial reporting standards, gives a true and fair view of assets and liabilities, the financial position and profit or loss of the issuer,
- the management report presents an objective view of the development and business results and position of the issuer with description of significant risks and uncertainties to which the issuer is exposed.

Zagreb, 24 February 2025

Member of the Management Board

Luka Babić

Member of the Management Board

Robert Vučković

President of the Management Board

Davor Tomašković

Member of the Management Board

Vesna Sanjković