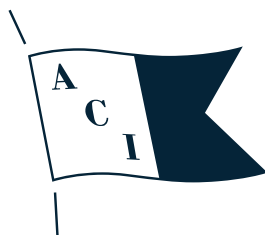
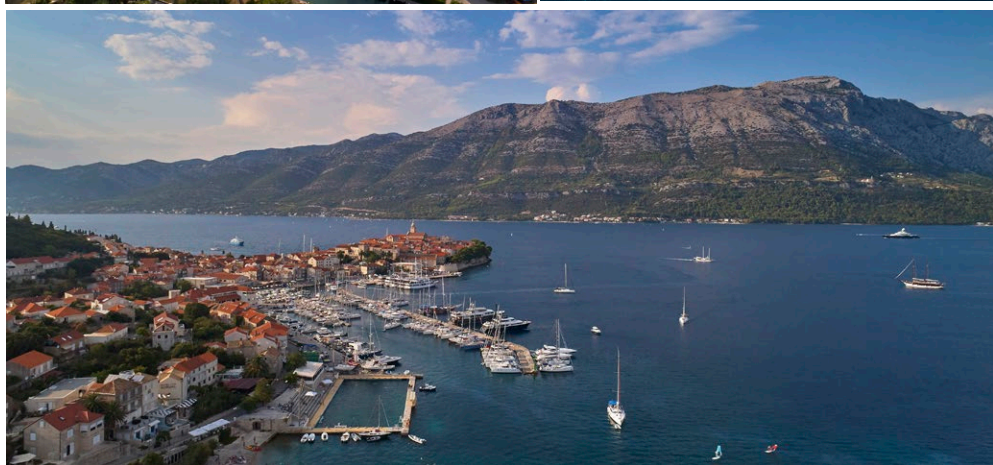


Address: Rudolfa Strohala 2
Ordinary shares: ISIN HRACI0RA0000
Economic activity: R 9329
Market: Regular market
LEI:7478000090X86WBQ6C10
Home member state: Croatia



ADRIATIC CROATIA INTERNATIONAL CLUB, za djelatnost marina d.d.



INTERIM FINANCIAL REPORT

**FOR PERIOD JANUARY – JUNE
2021 (UNAUDITED)**

SUMMARY

1. MANAGEMENT REPORT FOR THE PERIOD ENDED 30 JUNE 2021

**2. CONDENSED FINANCIAL STATEMENTS FOR THE PERIOD ENDED
30 JUNE 2021 (UNAUDITED)**

3. MANAGEMENT BOARD STATEMENT

MANAGEMENT REPORT FOR THE PERIOD ENDED 30 JUNE 21 (unaudited)

Key performance indicators

Description of the most important risks and uncertainties

Significant events in the reporting period

Sales revenue trends

Profitability trends

Financial performance indicators

Market capitalization

Ownership structure

Future development of the Company

COMMENT FROM THE PRESIDENT OF THE MANAGEMENT BOARD



Compared to the same period last year, we can say that the start of the season was much more dynamic, looking primarily at the realized physical and financial indicators of the daily berth.

Vaccination, defined rules of movement and protective measures, on the one hand, and the need or desire to travel, on the other, have formed the basis for the optimism with which we look at the coming season through the quarter ahead.

Most of the preparatory work for the season has been done; some of the big investments will continue after the summer, and there are plans for activities that will expand the range of services ACI provides. Korčula, Vodice, Skradin and Opatija are marinas where big investments were realised before the start of the season, while the completion of works on Korčula, and the investing activities in Trogir, Žut and Piškera, as well as Milna and Rab, are planned for the period following the season.

In conclusion, providing the appropriate measures are adhered to, we believe in significant improvement of this season's financial results, which will form the basis for additional investments and the expansion of the Company's activities.

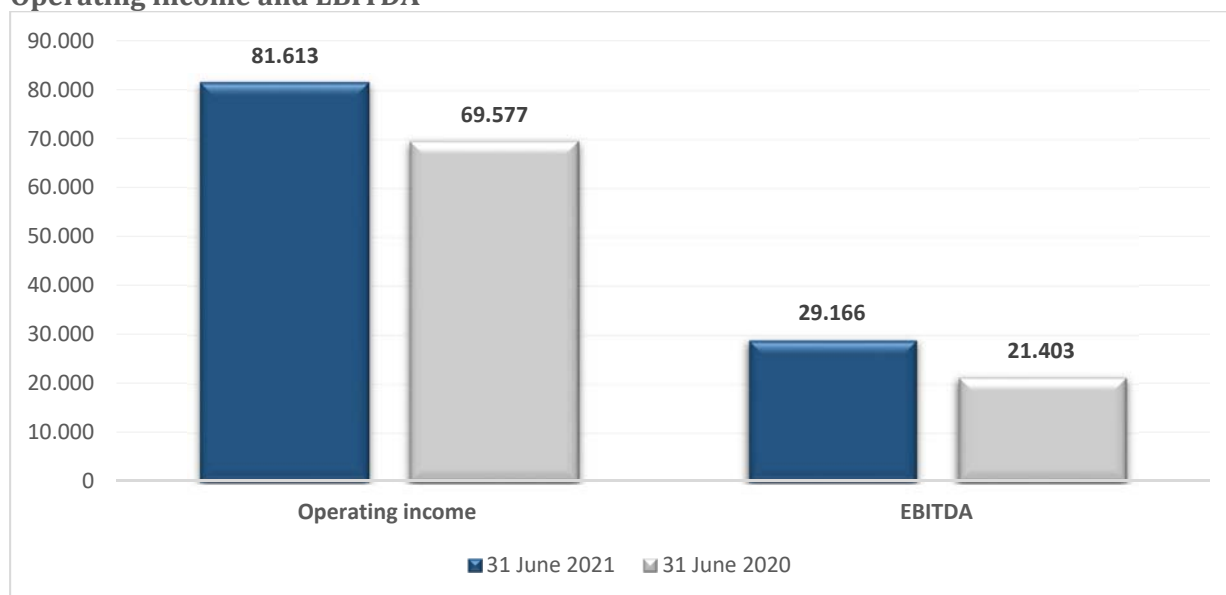


KEY PERFORMANCE INDICATORS

in thousands of HRK, unaudited	30 June 2021	30 June 2020
Net loss	(4,640)	(13,489)
Operating income	81,613	69,577
EBITDA	29,166	21,403
Net profit margin	(6%)	(19%)
EBITDA margin	35%	29%
Debt ratio	29%	30%
CAPEX *	19,796	28,530
Boats days	674,023	662,075
Number of employees as at 30 June	370	345

* Right-of-use assets - lease and advance payments for tangible assets are not included

Operating income and EBITDA



DESCRIPTION OF THE MOST IMPORTANT RISKS AND UNCERTAINTIES

The uncertainty that marked the beginning of 2020 continues in 2021 as well, and these are the circumstances in which we are preparing for the season. As it was during the last year, the activities of the Company are focused on maintaining the health of employees, clients, business partners and visitors of our marinas, as well as on concerns about the short-, medium- and long-term consequences that the Company's business will face as a result of this crisis. All the decisions that the Management Board has been taking are in accordance with the instructions, recommendations and decisions issued by the Civil Protection Committee of the Republic of Croatia and other competent institutions, and are in keeping with the measures adopted by the Government of the Republic of Croatia in order to mitigate the negative impact of the epidemic on the economy of the Republic of Croatia.

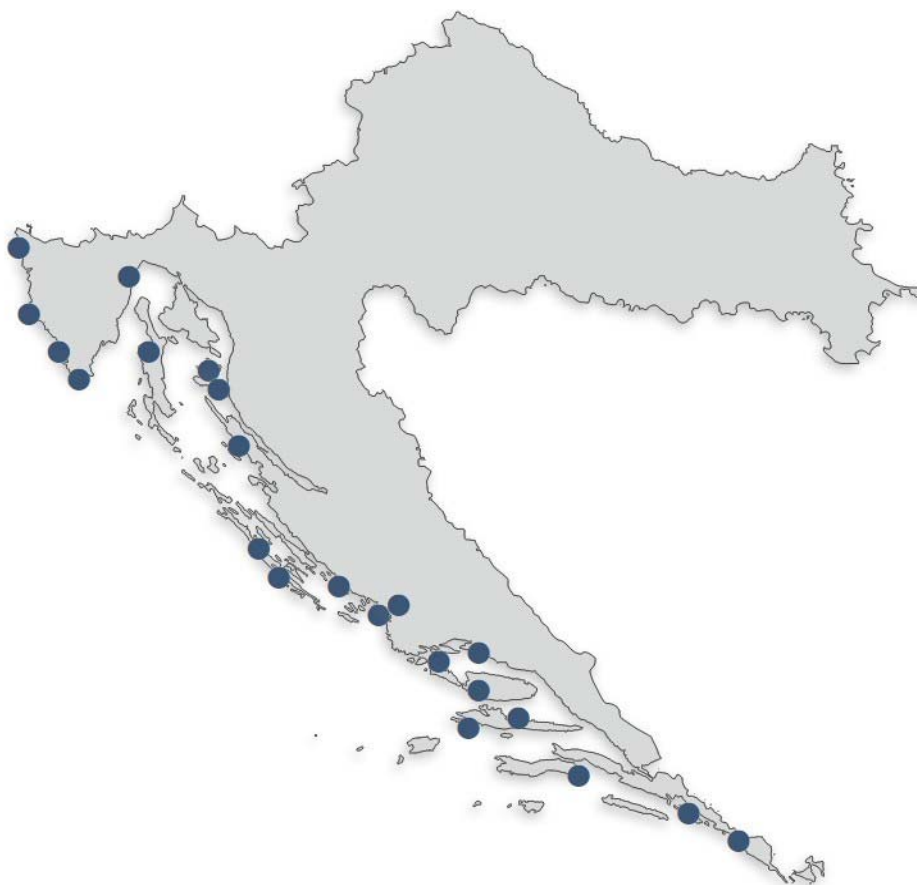
In cooperation with the Association of Marinas of the Croatian Chamber of Economy, Ministry of Tourism and Sport and County Institutes of Public Health ACI has actively become involved in the vaccination of tourist workers, and it is estimated that 70% of its employees have been vaccinated. ACI has also set up testing points for tourists and visitors in individual marinas within the system, primarily the ACI marinas on the Central and Southern Adriatic, since they are the largest charter bases within the system, where crew shifts and a considerable number of visitors are anticipated.

The Company's credit risk is relatively low in these circumstances as well (in principle, according to the annual and monthly connection agreements, the services are paid in advance). Also, even in the case of installment payments, the Company's credit risk was reduced by implementing collection control measures as well as by obtaining collateral. Exposure to market interest rate risk is primarily related to cash deposits and cash and cash equivalents, but the Company monitors the movement of interest rates on the market and acts accordingly in accordance with the favorable outcome for the Company.

DESCRIPTION OF THE MOST IMPORTANT RISKS AND UNCERTAINTIES (continued)

The business of ACI marinas is heavily influenced by concession contracts, on the basis of which all ACI concessions (except Marina Veljko Barbieri and the anchorages) expire in 2030. The restricted concessions periods are a factor that has the greatest impact on Company's potential for development. Therefore, activities were undertaken with a view to extending concessions for all marinas within the system.

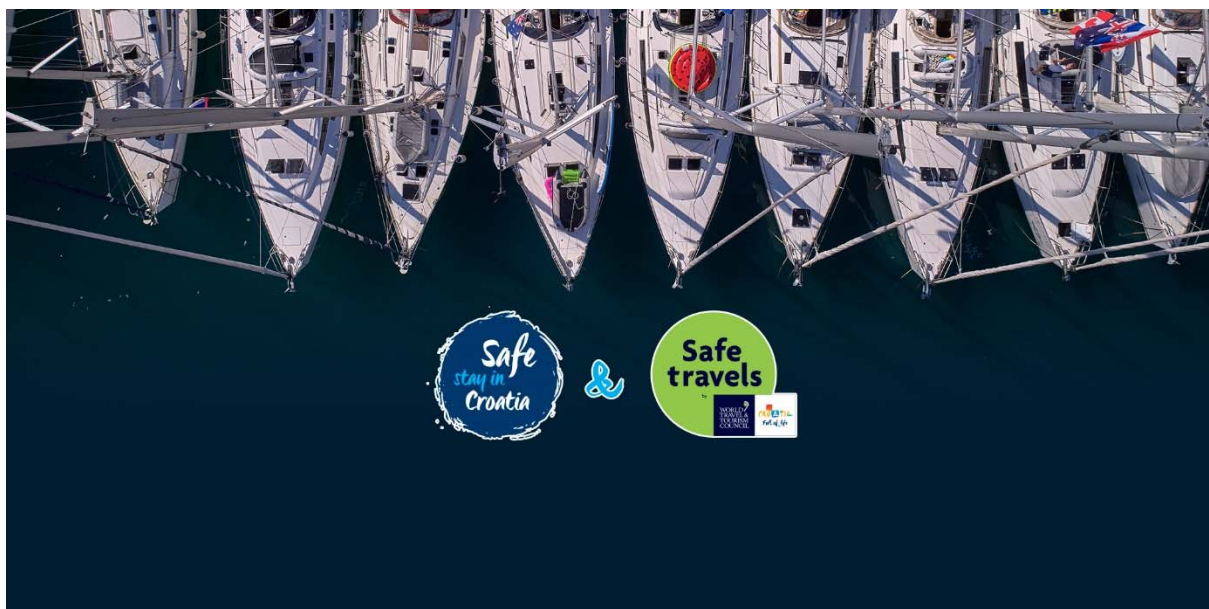
Consequently, in late 2020, the Company received a written response from the relevant ministry confirming and supporting our request for extending the concession contract periods, and stating that, following the collection of all documentation needed, it agreed to propose to the Government of the Republic of Croatia to grant the request.



SIGNIFICANT EVENTS IN THE REPORTING PERIOD

The ongoing pandemic marked the business in the first quarter of 2021, and the Company continued with a number of benefits for business partners and clients, offering discounts and favourable terms in the debtors' collection schedule. The benefits in the business partners section – i.e., users of business premises in marinas – refer to a lease reduction, while in the section of business relations with users of berths in marinas – charter companies – they refer to renegotiating the debtors' collection schedule.

The accelerated pace of vaccination, the relaxation of epidemiological measures and the opening of borders created the preconditions for the gradual normalisation of operations in the second quarter of 2021. There is significant increase in the number of boaters on short-stay moorings, raising hopes for a successful season, which will reach its peak in July and August.

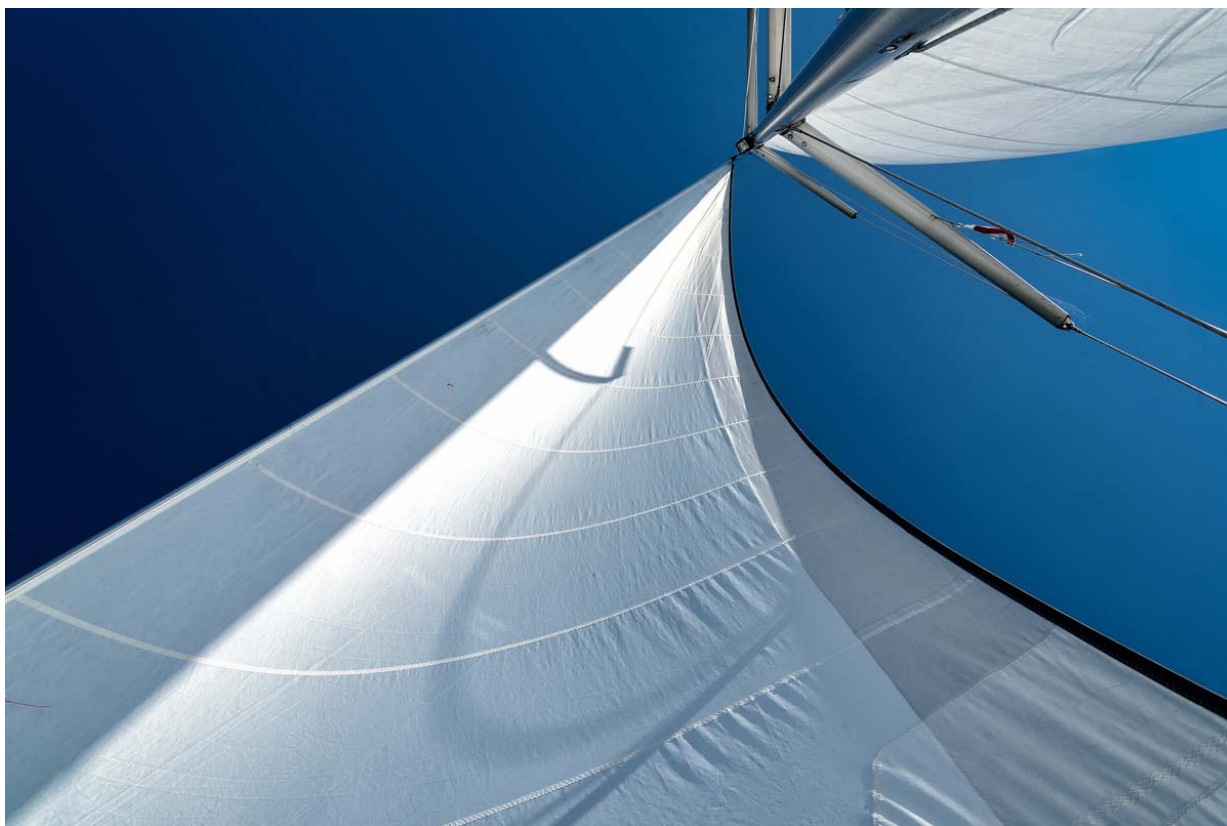


In accordance with the previously made commitments and initiated investments, the Company invested a total of HRK 19.8 million in the reporting period (in 2020, HRK 28.5 million). More important investments are related to works on the reconstruction of the breakwater in Marina Korčula (HRK 14.5 million), works on the improvement of offices and charter premises and anchoring systems and piers in Marina Vodice (HRK 1.9 million), underwater inspection works, works on the improvement and maintenance of anchoring systems and piers in Marina Skradin (HRK 1.1 million), and other investments with the aim of improving and raising standards and quality in our marinas.

SIGNIFICANT EVENTS IN THE REPORTING PERIOD **(continued)**

In February 2021 the Company concluded a Joint Venture Agreement with Gitone Kvarner d.o.o., for which purpose the company ACI – Gitone d.o.o. was founded, in which ACI has a 50% stake. The Joint Venture has submitted a tender for the award of the concession on the construction and commercial use of the nautical tourism port of Porto Baroš in Rijeka. At the session held in May 2021, the Government adopted the Decision to award the concession to ACI – Gitone d.o.o. for a period of 30 years from the date of signing the concession contract. The signing of the contract will be preceded by obtaining location permits, for which a period of 2 years is specified in the Decision. In the said period, the newly established Company will intensively engage in all the activities needed to obtain the documentation that is necessary to start the construction.

In addition to expanding the marina portfolio, ACI spent the past, somewhat quieter, period to develop the idea of an additional service that would be complementary to the services Company currently offers. It is a project related to the segment of air transport, by which ACI would provide its clients with commercial services of transporting passengers by seaplanes. Since this is a specific activity that represents a significant shift from the main activity of the Company, the planned activities were authorised by the General Assembly of ACI d.d. at the meeting held in June 2021.



SIGNIFICANT EVENTS IN THE REPORTING PERIOD

(continued)

This year as well, ACI has been actively involved in the Nautička patrola ('Boating Patrol') project of the Jutarnji List newspaper, which will visit 35 marinas on the Adriatic for the fifth consequent year. The poll held among the users of berthing services will help create the top list of Croatian marinas and determine the recipient of the 2021 Golden Anchor. According to the itinerary and planned progression of the voyage, the awards ceremony is scheduled in September.



Since the Company places significant emphasis on ecology and the preservation of natural resources, in June 2021, large-scale underwater clean-up operations were also organised in the marinas in Šimuni and Dubrovnik. An additional proof of the care and attention paid to the preservation of the environment at the Company level are the Blue Flags, which have also been awarded in 2021 to all ACI marinas that are open all year round.

Additional recognition for investment in Marina Rovinj also arrived from the Croatian Chamber of Civil Engineering. In June 2021, the Croatian Chamber of Civil Engineers awarded its Kolos Construction Awards, and the project that stood out among the winners was the reconstruction and construction of ACI marina Rovinj, currently the marina with the highest standard of luxury on the Adriatic.



In the crisis caused by the epidemic, the Company has recognized the importance of technology and the availability of information and is continuously working to improve and modernize business records and exchange information with our customers and the general public. During 2020, the Company's website was redesigned, which still offers all the necessary information primarily for our boaters but also all stakeholders of the Company. In order to optimize business processes, Company plans to improve the software solution that would upgrade a number of new functionalities.

Company also monitors and publishes in a timely manner all measures in force that can directly or indirectly affect our boaters and other marina visitors.

SALES REVENUE TRENDS

Physical indicators in boat days (January – June)

Type of berth	2021	2020	Difference	Index
Annual berth	603,959	604,160	(202)	100
Monthly berth	46,693	45,291	1,402	103
Daily berth	23,371	12,624	10,747	185
Total	674,023	662,075	11,948	102

The Company recorded an increase in physical indicators of 12 thousand boat days, which makes 2% more boat days compared to the comparable period, primarily due to the increase of physical indicators of the daily berthing services, which recorded an increase of 11 thousand boat days. The number of boat days in monthly berthing services increased by 3%, while the number of boat days in annual berthing services was at the level of the comparable period.

Physical indicators in metre days (January – June)

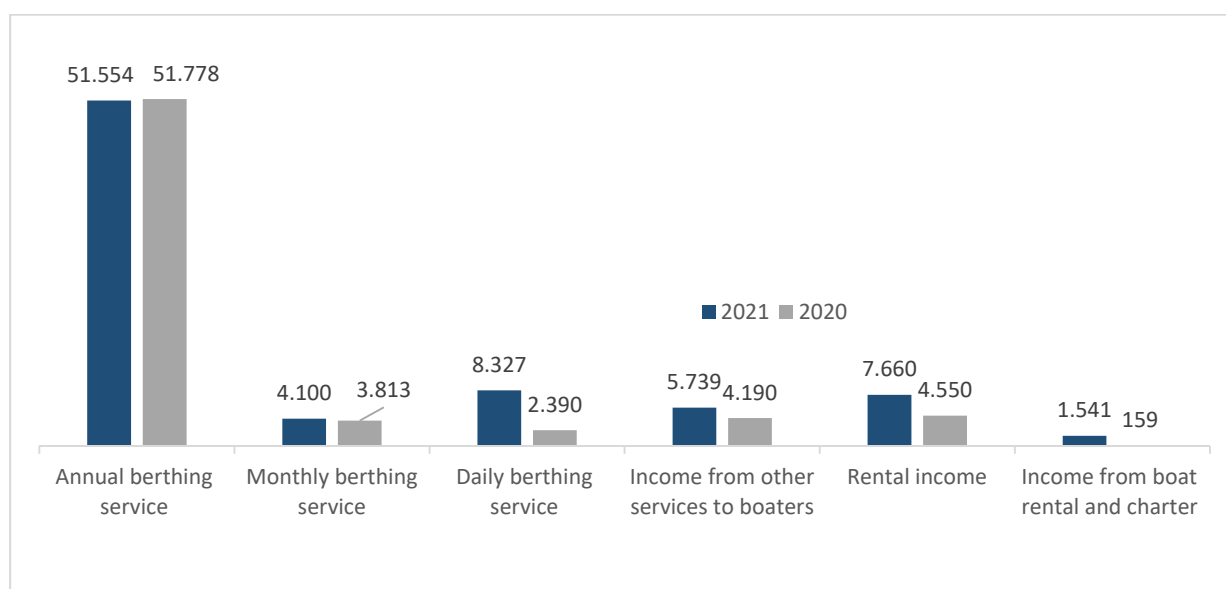
Type of berth	2021	2020	Difference	Index
Annual berth	6.965.246	6.927.820	37.426	101
Monthly berth	512.103	497.248	14.855	103
Daily berth	293.423	150.964	142.459	194
Total	7.770.772	7.576.032	194.740	103

Physical indicators in metre days show a similar trend to those in boat days; there was also an increase of 3% at the level of the entire system. Based on the physical indicators presented, it follows that the average length of boats berthed in ACI marinas is 11.53 metres (2020: 11.38). As at 30 June 2021, 3,318 boats were moored in marinas on annual berths, which is 21 more boats compared to the same date in the comparable period, when there were 3,297.

SALES REVENUE TRENDS (continued)

Sales revenue by structure (January - June)

In thousands of HRK, unaudited	2021	2020	Difference	Index
Annual berthing service	51,554	51,778	(224)	100
Monthly berthing service	4,100	3,813	287	108
Daily berthing service	8,327	2,390	5,937	348
Income from other services to boaters	5,739	4,190	1,549	137
Rental income	7,660	4,550	3,110	168
Income from boat rental and charter	1,541	159	1,382	969
Total	78,921	66,880	12,041	118



During the first half of 2021, the Company recorded an increase in sales revenue, which rose by HRK 12 million, i.e., 18% compared to the same period last year.

Significant growth in revenue was achieved in the daily berthing service, which recorded a threefold increase compared to the comparable period. The increase in income from daily berthing services amounts to HRK 5.9 million. This is the result of a greater number of visitors to ACI marinas in the second quarter of 2021 due to the fact that the Company made it possible for boaters to stay safely in its marinas by adhering to all the recommendations given by experts and by vaccinating marina employees.

SALES REVENUE TRENDS (continued)

Along with the increased income from the daily berthing service, there was also a rise in income from other boating services, which rose by HRK 1.5 million compared to the comparable period, which represents an increase of 37%.

By easing the measures that had been made available by the Company during the previous year to its business partners with businesses within the marinas in order to overcome the crisis situation, a significant increase in rental income was realised, in the amount of HRK 3.1 million, i.e., 68%.

In comparison to the comparable period, which was marked primarily by the travel ban between countries, in 2021, there has been a significant increase in the services provided in relation to the charter of the ClubSwan fleet of vessels, which is evident in the generated revenue.

By 30 June 2021, HRK 1.5 million had been generated, compared to HRK 0.2 million in the comparable period.



Income from annual berthing services was generated at the level of the comparable period, bearing in mind that the boat owners using the annual berth service were granted a total of HRK 3.8 million in reduced rates, which represents an increase in reduced rates of HRK 2.9 million compared to the first half of 2020. The most significant increase was recorded in marinas Rovinj (HRK 1.1 million), Split (HRK 572 thousand), Dubrovnik (HRK 559 thousand) and Trogir (HRK 409 thousand).

SALES REVENUE TRENDS (continued)

Sales revenue by business unit (January - June)

In thousands of HRK, unaudited	2021	2020	Difference	Index
Umag	4,550	4,272	278	107
Rovinj	4,214	2,239	1,975	188
Pula	2,266	2,100	166	108
Pomer	3,915	3,405	510	115
Opatija	6,461	5,908	553	109
Cres	6,011	5,542	469	108
Supetarska Draga	2,453	2,029	424	121
Rab	374	206	168	182
Šimuni	2,267	2,108	159	108
Žut	33	108	(75)	31
Piškera	405	99	306	409
Jezera	3,640	3,169	471	115
Vodice	5,112	5,283	(171)	97
Skradin	3,842	2,548	1,294	151
Trogir	3,812	3,591	221	106
Split	9,813	7,745	2,068	127
Milna	2,271	1,640	631	138
Vrboska	1,238	1,060	178	117
Palmižana	1,331	252	1,079	528
Korčula	1,070	929	141	115
Dubrovnik	9,987	10,117	(130)	99
Veljko Barbieri	2,324	2,368	(44)	98
ACI Sail	1,541	159	1,382	969
General administrative and technical services	(9)	3	(12)	-
Total	78,921	66,880	12,041	118

In the first half of 2021 most of the business units marked the increase in sales revenue. Significant increase of sails revenue mark marinas Split, Rovinj, Skradin and Palmižana while the significant decrease of sails revenue mark marinas Vodice, Dubrovnik, Žut and Veljko Barbieri.

PROFITABILITY TRENDS

Operating expense structure (January - June)

In thousands of HRK, unaudited	2021	2020	Difference	Index
Cost of materials and services	(18,794)	(18,113)	(681)	104
Personnel costs	(26,709)	(23,563)	(3,146)	113
Depreciation, amortisation and impairment	(33,197)	(34,059)	862	97
Other operating expenses	(6,954)	(6,477)	(477)	107
Other gains/(losses) - net	10	(21)	31	-
Total	(85,644)	(82,233)	(3,411)	104

The Company's operating expenses for the first half of 2021 are increased by HRK 3.4 million or 4% compared to the previous year.

A significant increase in costs was recorded in personnel costs, which increased by HRK 3.1 million primarily due to adjustments in coefficients of marina employees in accordance with the Collective Agreement, as well as the different dynamics of employees using their annual leave compared to previous periods., but also the increase in the number of employees compared to the comparable period. Thus, as at 30 June 2021, there were 370 employees within the system, compared to 345 as at 30 June 2020.



PROFITABILITY TRENDS (continued)

Overview of results (January - June)

In thousands of HRK, unaudited	2021	2020	Difference	Index
Operating revenue	81,613	69,577	12,036	117
Operating expense	(85,644)	(82,233)	(3,411)	104
Net loss	(4,640)	(13,489)	(8,849)	34
EBITDA	29,166	21,403	7,763	136

Operating income increased by HRK 12 million, or 17%, compared to the comparative period due to an increase in sales revenue, while other operating income was generated at the level of the previous year. At the same time, operating expenses recorded an increase of HRK 3.4 million, or 4%, compared to the comparable period, which is shown in greater detail in the structure of operating expenses.

In the first half of 2021, there was a negative gross financial result in the amount of HRK 4.6 million. EBITDA amounts to HRK 29.2 million, which represents an increase of HRK 7,763 million compared to the comparable period.



FINANCIAL PERFORMANCE INDICATORS

Financial performance indicators	30 June 2021	30 June 2020
In thousands of HRK, unaudited		
Operating revenue	81,613	69,577
Total assets	680,429	707,255
EBITDA	29,166	21,403
Net loss for the period	(4,640)	(13,489)
ROA	(0.68%)	(1.91%)
ROE	(0.96%)	(2.74%)
EBITDA margin	35%	29%
Net profit margin	(6%)	(19%)
Current ratio	1.75	1.71
Cash ratio	0.97	0.85
Financial stability	0.85	0.86
Debt ratio	29%	30%
Total assets - to - capital ratio	1.41	1.44

Based on the main financial performance indicators stated for the first six months of 2021, and due to positive business trends compared to the results achieved in the comparable period, an increase is shown in the achieved indicators primarily in the net profit margin, EBITDA margin, as well as the return on assets and return on equity indicators.

MARKET CAPITALISATION

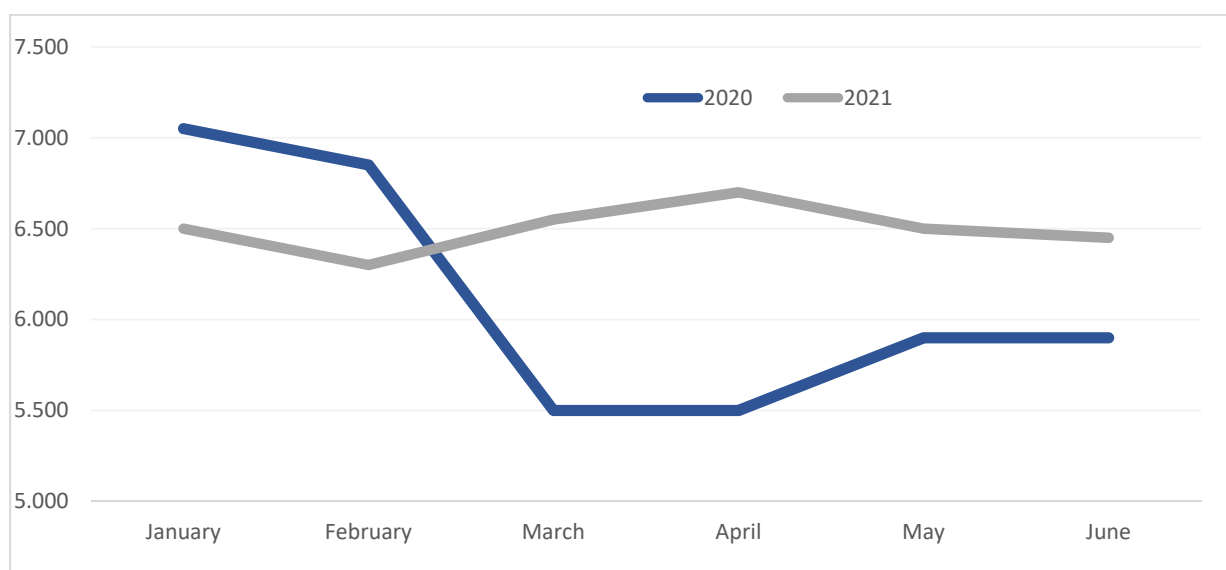
The ordinary shares of ACI d.d. are listed on the Zagreb Stock Exchange under the stock symbol ACI.

As at 30 June 2021, based on the data by Codex sortium d.o.o. ACI has a total of 690 stockholders.

The nominal value of the share is HRK 3,600.00, whereas the last average transaction share price was HRK 6,450.00.

The Company's market capitalisation as at 30 June 2021 was HRK 716,3 milion.

Trends of the average share price



Information on share buyback

In reporting period, the Company did not buy back its own shares since the Company does not have a share repurchase program or a shareholder program.

OWNERSHIP STRUCTURE



Below is the ownership structure, showing the top 10 shareholders with the largest shareholding. The Republic of Croatia is the majority shareholder with 78.58% of Company equity share.

Ownership structure as at 30 June 2021

	NUMBER OF SHAREHOLDERS	TOTAL NUMBER OF SHARES	NOMINAL VALUE (in HRK)	SHARE CAPITAL (%)
REPUBLIC OF CROATIA (Shareholder proxy on 85.615 shares is the Ministry of Physical Planning, Construction and State Assets)	1	87,275	314,190,000	78.58%
OTP Bank d.d. (AZ OMF – B category)	1	9,297	33,469,200	8.37%
ADDIKO BANK d.d. (PBZ CO OMF – B category)	1	3,352	12,067,200	3.02%
RAIFFEISENBANK AUSTRIA d.d. (aggregate custodial account for DP)	1	1,269	4,568,400	1.14%
ZAGREBAČKA BANKA d.d. (AZ PROFIT Open Voluntary Pension Fund)	1	1,243	4,474,800	1.12%
BAHOVEC d.o.o.	1	650	2,340,000	0.59%
CROATIAN HEALTH INSURANCE FUND (Shareholder proxy is the Ministry of Physical Planning, Construction and State Assets)	1	362	1,303,200	0.33%
LUŽAIĆ ŽELJKO	1	296	1,065,600	0.27%
OTP Bank d.d. (AZ Mandatory Pension Fund – A category)	1	215	774,000	0.19%
BIUK SLAVKO	1	184	662,400	0.17%
MINORITY SHAREHOLDERS	680	6,917	24,901,200	6.23%
Total	690	111,060	399,816,000	100%

FUTURE DEVELOPMENT OF THE COMPANY

In thousands of HRK	Plan 2021	30 June 2021 Realised
Operating revenue	211,088	81,613
Net profit/ (loss)	18,352	(4,640)
EBITDA	87,706	29,166

In the first half of 2021, the Company recorded 39% of the total planned operating revenues, and, respecting all the restrictions, it is preparing for the summer season and the arrival of a greater number of visitors.

As regards major infrastructure projects, work is under way on the reconstruction of the breakwater on the island of Korčula, with a total value of HRK 24.6 million, whose completion is expected for the end of the year. Due to the developing complexity and need for an ever-expanding scope of data and information in the system, the Company will also embark on the realisation of significant improvements related to IT systems, with a total value of HRK 4.8 million, which should be realised in the next few years.

Part of the planned investments have been temporarily postponed, and, in addition to the pandemic and its placing under control, the decision on the issue of the extension of concession periods, which is crucial for future strategic investments, will certainly have a significant impact on this. The Government's Decision on awarding the concession for the port of nautical tourism of Porto Baroš will also significantly affect the Company's further strategic orientation and planned future investments, as will the project of setting up an airline business offering commercial services of transporting passengers by seaplanes.



**ADRIATIC CROATIA INTERNATIONAL CLUB,
za djelatnost marina d.d.**

**CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30
JUNE 2021 (unaudited)**

In HRK '000, unaudited	January - June 2021	January - June 2020	April - June 2021	April - June 2020
Sales revenue	78,921	66.880	46.852	33.400
Other operating revenue	2,692	2.697	1.698	1.041
Total operating income	81,613	69.577	48.550	34.441
Cost of materials and services	(18,794)	(18.113)	(10.703)	(8.210)
Personnel costs	(26,709)	(23.563)	(14.802)	(13.290)
Depreciation, amortisation and impairment	(33,197)	(34.059)	(16.502)	(17.059)
Other operating expences	(6,954)	(6.477)	(3.358)	(3.063)
Other gains/(losses) - net	10	(21)	2	(2)
Total operating expense	(85,644)	(82.233)	(45.363)	(41.624)
Operating profit/(loss)	(4,031)	(12.656)	3.187	(7.183)
Financial income	1,659	3.329	1.107	1.462
Financial expences	(2,268)	(4.162)	(1.521)	(1.736)
Net - Financial expences	(609)	(833)	(414)	(274)
Profit/(loss) before tax	(4,640)	(13.489)	2.773	(7.457)
Tax expense	-	-	-	-
Net profit/(loss) for the period	(4,640)	(13.489)	2.773	(7.457)
Total comprehensive profit/(loss) for the period	(4,640)	(13.489)	2.773	(7.457)
Basic earnings per share to the Company's shareholders (in HRK)	(41.78)	(121.46)	24.97	(67.14)

In HRK '000, unaudited	NOTE NO	30 June 2021	31 December 2020
ASSETS			
Non – current assets			
Intangible assets		1,733	1,435
Right-of-use- assets		19,945	21,604
Property, plant and equipment		392,387	401,790
Investment property		63,241	67,552
Investments calculated using the cost method	6	500	-
Deferred tax assets		732	733
		478,538	493,114
Current assets			
Inventory		660	562
Trade receivables		5,841	7,067
Contract asset		24,761	14,621
Corporation tax receivbles		3,550	3,549
Other receivables		5,457	3,462
Deposits		50,064	62,858
Financial assets at fair value trough profit or loss		94	94
Cash and cash equivalents		111,464	78,978
		201,891	171,191
Total assets		680,429	664,305
CAPITAL AND LIABILITIES			
Capital and liabilities			
Issued share capital		399,815	399,815
Legal reserves		19,991	19,991
Retained earnings		66,703	66,505
Net (loss)/profit for the period / year		(4,640)	198
Total capital		481,869	486,509
LIABILITIES			
Long – term liabilities			
Loan liabilities		63,873	69,617
Lease liabilities		16,009	18,061
Provisions		2,835	2,835
Other long-term liabilities		446	485
		83,163	90,998
Short – term liabilities			
Loan liabilities		10,932	11,022
Provisions		707	1,270
Contract liabilities		20,300	1,413
Lease liabilities		3,718	3,838
Trade payables		6,028	6,613
Income tax liability		0	0
Deferred revenue		46,812	40,670
Other short term liabilities		26,900	11,972
		115,397	86,798
Total liabilities		198,560	177,796
Total capital and liabilities		680,429	664,305

In HRK '000, unaudited

	30 June 2021	30 June 2020
Cash flow from operating activities		
Cash receipts from sales of goods and services	111,584	81,201
Cash receipts form insurance for indemnity	305	24
Other cash receipts	45	1,245
Total cash receipts	111,934	82,470
Cash expenditures to suppliers	(23,249)	(27,401)
Cash expenditures for employees	(27,225)	(26,583)
Cash expenditures for insurance for damages	(31)	(27)
Cash expenditures for interest	(665)	(806)
Cash expenditures for taxes	(13,476)	(11,033)
Other cash expenditures	(1,357)	(1,338)
Total cash expenditures	(66,003)	(67,188)
Net cash flow from operating activities	45,931	15,282
Cash flow from investing activities		
Cash receipts form sales of property, plant and equipment, and intangible assets	17	349
Cash receipts form inerest	330	524
Cash receipts from short-and-long-term deposits	22,534	57,608
Total cash receipts	22,881	58,481
Cash expenditures for the purchase of property, plant and equipment and intangible assets	(17,712)	(31,563)
Cash expenditures for short-and-long-term deposits	(10,000)	(22,704)
Cash expenditures for Joint Venture	(500)	-
Total cash expenditures	(28,212)	(54,267)
Net cash flow from investing activities	(5,331)	4,214
Cash flow from financing activities		
Dividend paymants	(19)	(4)
Principal loan repayment cash expenditures	(5,351)	(2,703)
Lease payment cash expenditures	(2,447)	(2,439)
Total cash expenditures	(7,817)	(5,146)
Net cash flow from financing activities	(7,817)	(5,146)
Net increase in cash and cash equivalents	32,784	14,350
Cash and cash equivalent at the beginning of period	78,978	83,432
Unrealised foreign exchange gains and losses	(297)	273
Cash and cash equivalents at the end of period	111,465	98,055

In HRK '000, unaudited	Share Capital	Legal and other Reserves	Retained Earnings	Total
Balance as at 1 January 2020	399,816	19,991	85,610	505,417
Total comprehensive loss for the period	-	-	(13,489)	(13,489)
Balance as at 30 June 2020	399,816	19,991	72,121	491,928
Balance as at 1 January 2021	399,815	19,991	66,703	486,509
Total comprehensive loss for the period	-	-	(4,640)	(4,640)
Balance as at 30 June 2021	399,815	19,991	62,063	481,869

NOTE 1 - GENERAL

Condensed financial statements for period ended 30 June 2021 were approved by the Management Board in Rijeka, on 23 July 2021.

Condensed financial statements are unaudited.

The core business of the Company is the organisation and providing berthing services to boats in marinas along the Croatian coast, and other activities related to chartering, construction and repair of boats, as well as other activities, according to the decision of the Commercial Court in Rijeka. The Company was granted concessions by the Government of the Republic of Croatia to use the maritime domain, on the basis of which 22 marinas were built on this domain.

As at 30 June 2021, the Company employed 370 employees (30 June 2020: 345).

COMPANY BODIES

Supervisory Board		Term of office in year 2021
Dražen Ivanušec	President	from 16 July 2019
Dobrica Rončević	Vice President	from 16 November 2020 to 16 February 2021; from 08. March 2021 to 08 June 2021, from 28 June 2021
Tomislav Ninić	Member	from 16 November 2020 to 16 February 2021; from 08. March 2021 to 08 June 2021, from 28 June 2021
Marijeta Hladilo	Member	from 16 November 2020 to 16 February 2021; from 08. March 2021 to 08 June 2021, from 28 June 2021
Audit Committee		
Marijeta Hladilo	President	from 16 November 2020 to 16 February 2021; from 08. March 2021 to 08 June 2021, from 28 June 2021
Davor Vašiček	Vice President	from 16 November 2020 to 16 February 2021; from 08. March 2021 to 08 June 2021, from 28 June 2021
Denis Buterin	Member	from 16 November 2020 to 16 February 2021; from 08. March 2021 to 08 June 2021, from 28 June 2021
Management Board		
Kristijan Pavić	President	from 12 August 2017
Juraj Bukša, Ph.D.	Member	from 14 October 2017

NOTE 2 - BASIS ON WHICH FINANCIAL STATEMENTS WERE PREPARED

2.1. BASIS FOR REPORT

The condensed financial statements of the Company for the period ended 30 June 2021 have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting.

The condensed financial statements do not include all the information and disclosures required for the annual financial statements and should be read in conjunction with the Company's financial statements as at 31 December 2020.

2.2. SIGNIFICANT ACCOUNTING POLICIES

The condensed financial statements have been prepared on the basis of the same accounting policies, presentation and calculation methods used in the preparation of the Company's annual financial statements as at 31 December 2020.

NOTE 3 – BUSINESS SEGMENT REPORTING

The Company beholds business as a whole, i.e., as one segment. In addition, it beholds and evaluates its performance on a geographical basis, type and market in which revenue is generated. Revenue analysed as part of business segments include operating and financial revenue.

Total revenue shown geographically

In HRK '000, unaudited	January – June 2021	January – June 2020	April – June 2021	April – June 2020
Umag	4,615	4,332	2,628	2,139
Rovinj	4,387	2,266	2,766	958
Pula	2,317	2,121	1,291	1,054
Pomer	3,982	3,453	2,248	1,732
Opatija	6,639	6,028	3,695	3,074
Cres	6,050	5,582	3,453	2,949
Supetarska Draga	2,493	2,074	1,463	1,066
Rab	383	231	350	139
Šimuni	2,402	2,135	1,341	1,126
Žut	33	112	12	82
Piškera	461	138	419	92
Jezera	3,663	3,190	2,104	1,615
Vodice	5,142	5,447	2,932	2,888
Skradin	3,855	2,563	2,451	1,402
Trogir	4,162	3,635	2,362	1,757
Split	10,252	8,241	5,908	3,897
Milna	2,352	1,689	1,507	888
Vrboska	1,244	1,065	732	553
Palmižana	1,400	381	1,362	247
Korčula	1,147	975	706	567
Dubrovnik	10,195	10,356	5,878	4,855
Veljko Barbieri	2,364	2,397	1,285	1,190
ACI Sail	1,783	833	1,515	37
General administrative and technical services	1,951	3,661	1,249	1,596
Total	83,272	72,906	49,657	35,903

NOTE 3 - BUSINESS SEGMENT REPORTING (continued)

Sales revenue

In HRK '000, unaudited	January – June 2021	January – June 2020	April– June 2021	April– June 2020
Annual berthing service income	51,554	51,778	26,158	25,268
Monthly berthing service income	4,100	3,813	2,764	2,451
Daily berthing service income	8,327	2,390	8,114	2,253
Income from other berthing services	5,739	4,190	4,308	2,616
Rental income	7,660	4,550	4,236	775
Income from boat rental and charter	1,541	159	1,272	37
Other operating income	2,692	2,697	1,698	1,041
Financial income	1,659	3,329	1,107	1,462
Total	83,272	72,906	49,657	35,903

Total revenues per market in which they are generated

The Company operates in two main territorial areas, i.e., markets, by which total revenue is shown, while all non-current assets are related to the Croatian market.

In HRK '000, unaudited	Total revenue		Non – current tangible and intangible assets	
	January - June 2021	January - June 2020	30.6.2021	30.6.2020
Domestic market	36,516	34,414	568,871	508,434
Foreign market	46,756	38,492	-	-
Total	83,272	72,906	568,871	508,434

NOTE 4 – BASIC EARNINGS PER SHARE

Basic earnings per share

	30 June 2021	30 June 2020
Net loss (In HRK '000)	(4,640)	(13,489)
Number of ordinary shares	111,060	111,060
Basic earnings per share (in HRK)	(41.78)	(121.46)

Basic earnings per share are calculated by dividing the Company's net profit /(loss) by the number of ordinary shares.

NOTE 5 – NON-CURRENT TANGIBLE AND INTANGIBLE ASSETS

In the first six months of 2021, the Company invested HRK 19.8 million (2020: HRK 28.5 million) in the acquisition of property, plant and equipment and HRK 530 thousand in intangible assets (2020: HRK 50 thousand).

In the first six months of 2021, the Company generated revenue from the sale of non-current assets in the amount of HRK 17 thousand (2020: HRK 349 thousand).

NOTE 6 – INVESTMENTS CALCULATED USING THE COST METHOD

The net book value of investments calculated using the cost method includes:

In HRK '000, unaudited	30 June 2021	30 June 2020
Joint Venture: ACI - GITONE d.o.o. /i/	500	-
Total	500	-

/i/ the Company concluded a Joint Venture Agreement with Gitone Kvarner d.o.o., form Zagreb, and has a 50% share. All decisions of Management Board are to be approved from both owners, so the investment is classified as Joint Venture. The Company was founded for submitting a tender for the award of the concession on the construction and commercial use of the nautical tourism port of Porto Baroš in Rijeka.

As at 30 June 2021 the Compay has HRK 400 thousands open receivables to ACI - GITONE d.o.o. (30 June 2020: 0).

NOTE 7 - PROVISIONS

In HRK '000, unaudited	Years-of- service awards	Unused annual leave	Severance pay	Provisions for lawsuits	Total
Balance as at 31 December 2020	988	595	674	1,849	4.106
Additions	-	-	194	78	272
Utilised	(144)	(348)	(168)	(116)	(776)
Reversed	-	-	-	(60)	(60)
Balance as at 30 June 2021	844	247	700	1,751	3,542
Long-term part	822	-	498	1,515	2,835
Short-term part	22	247	202	236	707

NOTE 8 - RELATED PARTY TRANSACTIONS

Relations with related parties refer to legal entities of special interest to the Republic of Croatia, which are majority state-owned. Companies controlled by Republic of Croatia that had significant transactions with the Company: Hrvatska elektroprivreda d.d., INA – industrija nafte d.d., Državne nekretnine d.d., Narodne novine d.d., Plovput d.o.o., HP – Hrvatska pošta d.d., Croatia airlines d.d., Hrvatske šume d.o.o., Hrvatske vode, Hrvatska poštanska banka d.d., i Financijska agencija (FINA).

In HRK '000, unaudited	30 June 2021	31 December 2020
RECEVABLES		
Trade recevables		
Other related parties	483	127
LIABILITIES		
Trade liabilities		
Other related parties	328	654
In HRK '000, unaudited	January - June 2021	January - June 2020
REVENUES		
Sales revenues		
Other related parties	741	463
EXPENSES		
Cost of material and services		
Other related parties	3.125	2.864

NOTE 9 - EVENTS AFTER THE REPORTING DATE

After 30 June 2021, there were no events with significant effect on financial statements for period ended as at 30 June 2021, or they are not of such importance to the Company's operations that they would require disclosure in the Notes to the financial statements.

Unaudited condensed financial statements for the period ended 30 June 2021 are approved by Management of the Company in Rijeka, on July 23, 2021.

Pursuant to Articles 462 to 468 of the Capital Market Act (Official Gazette 65/18 and 17/20), the President and Member of the Management Board of Adriatic Croatia International Club, za djelatnost marina d.d., Rudolfa Strohala 2, Rijeka, give

MANAGEMENT BOARD STATEMENT

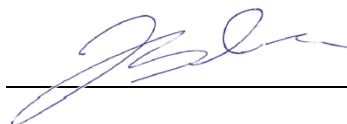
To the best of our knowledge:

- ◆ Unaudited condensed financial statements for the period ended 30 June 2021 have been prepared in accordance with International Financial Reporting Standards (IFRS) and the valid Croatian Accounting Act and give a complete and true view of the assets and liabilities, losses and gains, financial position and operations of the issuer;
- ◆ Unaudited management report for the period ended 30 June contains a true and fair view of the development and results of operations and position of ACI d.d., with a description of the most significant risks and uncertainties to which the company is exposed.



Kristijan Pavić

President of the Management Board



Juraj Bukša Ph.D.

Member of the Management Board



Annex 1**ISSUER'S GENERAL DATA**

Reporting period:

1.1.2021

to

30.6.2021

Year:

2021

Quarter:

2.

Quarterly financial statements

Registration number (MB):

03267628

Issuer's home Member

State code:

HR

Entity's registration
number (MBS):

040002541

Personal identification
number (OIB):

17195049659

LEI:

7478000090X86WBQ6C10

Institution
code:

1181

Name of the issuer: **Adriatic Croatia International Club, za djelatnost marina, d.d.**

Postcode and town:

51000

Rijeka

Street and house number:

Rudolfa Strohala 2

E-mail address:

ida.bajc@aci-club.hr

Web address:

www.aci-marinas.com

Number of employees
(end of the reporting

370

Consolidated report:

(KN-not consolidated/KD-consolidated)

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:

Ida Bajc

(only name and surname of the contact person)

Telephone:

051/257-288

E-mail address:

ida.bajc@aci-club.hr

Audit firm:

(name of the audit firm)

Certified auditor:

(name and surname)

BALANCE SHEET
balance as at 30.06.2021

in HRK

Submitter: <u>Adriatic Croatia International Club, za djelatnost marina, d.d.</u>			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID	001	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	493.114.069	478.537.497
I INTANGIBLE ASSETS (ADP 004 to 009)	003	23.038.826	21.677.665
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	22.287.326	20.719.144
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	751.500	958.521
6 Other intangible assets	009	0	0
II TANGIBLE ASSETS (ADP 011 to 019)	010	469.342.695	455.627.996
1 Land	011	22.913.378	22.913.379
2 Buildings	012	277.013.983	259.905.049
3 Plant and equipment	013	46.555.621	45.276.436
4 Tools, working inventory and transportation assets	014	37.185.723	33.873.482
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	2.753.598	1.850.474
7 Tangible assets in preparation	017	14.148.120	27.500.404
8 Other tangible assets	018	1.466.780	1.317.268
9 Investment property	019	67.305.492	62.991.504
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	0	500.000
1 Investments in holdings (shares) of undertakings within the group	021	0	0
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	0	500.000
5 Investment in other securities of companies linked by virtue of participating interests	025	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	0	0
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	0	0
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
IV RECEIVABLES (ADP 032 to 035)	031	0	0
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	732.548	731.836
C) CURRENT ASSETS (ADP 038+046+053+063)	037	169.710.110	200.314.948
I INVENTORIES (ADP 039 to 045)	038	562.152	659.855
1 Raw materials and consumables	039	34.392	34.392
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	527.760	625.463
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	27.217.637	38.032.010
1 Receivables from undertakings within the group	047	0	0
2 Receivables from companies linked by virtue of participating interests	048	0	400.000
3 Customer receivables	049	7.067.354	5.440.662
4 Receivables from employees and members of the undertaking	050	93.760	758.369
5 Receivables from government and other institutions	051	4.008.024	4.245.659
6 Other receivables	052	16.048.499	27.187.320
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	62.951.824	50.158.514
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	0
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	94.295	94.295
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	0	0
8 Loans, deposits, etc. given	061	62.857.529	50.064.219
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	78.978.497	111.464.569
D) PREPAID EXPENSES AND ACCRUED INCOME	064	1.481.599	1.576.530
E) TOTAL ASSETS (ADP 001+002+037+064)	065	664.305.778	680.428.975
OFF-BALANCE SHEET ITEMS	066	0	0

BALANCE SHEET
balance as at 30.06.2021

in HRK

Submitter: <u>Adriatic Croatia International Club, za djelatnost marina, d.d.</u>			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to	067	486.509.678	481.869.231
I INITIAL (SUBSCRIBED) CAPITAL	068	399.816.000	399.816.000
II CAPITAL RESERVES	069	0	0
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	19.990.800	19.990.800
1 Legal reserves	071	19.990.800	19.990.800
2 Reserves for treasury shares	072	0	0
3 Treasury shares and holdings (deductible item)	073	0	0
4 Statutory reserves	074	0	0
5 Other reserves	075	0	0
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	0	0
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	66.504.686	66.702.878
1 Retained profit	084	66.504.686	66.702.878
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	198.192	-4.640.447
1 Profit for the business year	087	198.192	0
2 Loss for the business year	088	0	4.640.447
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
B) PROVISIONS (ADP 091 to 096)	090	2.835.417	2.834.917
1 Provisions for pensions, termination benefits and similar obligations	091	498.265	498.265
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	1.515.000	1.514.500
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	822.152	822.152
C) LONG-TERM LIABILITIES (ADP 098 to 108)	097	88.162.311	80.327.341
1 Liabilities to undertakings within the group	098	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	099	0	0
3 Liabilities to companies linked by virtue of participating interests	100	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	101	0	0
5 Liabilities for loans, deposits etc.	102	0	0
6 Liabilities to banks and other financial institutions	103	69.617.136	63.872.712
7 Liabilities for advance payments	104	0	0
8 Liabilities to suppliers	105	0	0
9 Liabilities for securities	106	0	0
10 Other long-term liabilities	107	18.545.175	16.454.629
11 Deferred tax liability	108	0	0
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	44.135.727	58.304.660
1 Liabilities to undertakings within the group	110	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	111	0	0
3 Liabilities to companies linked by virtue of participating interests	112	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	113	0	0
5 Liabilities for loans, deposits etc.	114	0	0
6 Liabilities to banks and other financial institutions	115	10.710.328	10.645.451
7 Liabilities for advance payments	116	0	0
8 Liabilities to suppliers	117	6.613.039	6.027.542
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	2.942.883	3.219.184
11 Taxes, contributions and similar liabilities	120	9.586.984	15.249.807
12 Liabilities arising from the share in the result	121	537.186	517.771
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	13.745.307	22.644.905
E) ACCRUALS AND DEFERRED INCOME	124	42.662.645	57.092.326
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	664.305.778	680.428.475
G) OFF-BALANCE SHEET ITEMS	126	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2021 to 30.06.2021

in HRK

Submitter: Adriatic Croatia International Club, za djelatnost marina, d.d.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 002 to 006)	001	69.577.280	34.441.111	81.613.235	48.549.975
1 Income from sales with undertakings within the group	002	0	0	0	0
2 Income from sales (outside group)	003	66.880.770	33.400.552	78.920.750	46.851.518
3 Income from the use of own products, goods and services	004	0	0	0	0
4 Other operating income with undertakings within the group	005	0	0	0	0
5 Other operating income (outside the group)	006	2.696.510	1.040.559	2.692.485	1.698.457
II OPERATING EXPENSES (ADP 08+009+013+017+018+019+022+029)	007	82.217.737	41.624.426	85.645.147	45.363.742
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	18.112.530	8.209.321	18.793.916	10.702.701
a) Costs of raw materials and consumables	010	4.361.011	1.846.583	4.725.923	2.657.637
b) Costs of goods sold	011	27.065	25.363	53.288	51.347
c) Other external costs	012	13.724.454	6.337.375	14.014.705	7.993.717
3 Staff costs (ADP 014 to 016)	013	22.611.417	12.856.942	25.208.147	13.850.891
a) Net salaries and wages	014	14.008.923	7.819.058	15.726.495	8.569.412
b) Tax and contributions from salary costs	015	5.445.191	3.242.973	5.971.415	3.350.666
c) Contributions on salaries	016	3.157.303	1.794.911	3.510.237	1.930.813
4 Depreciation	017	34.060.313	17.059.931	33.197.523	16.502.456
5 Other costs	018	4.888.092	2.427.142	5.691.183	3.271.237
6 Value adjustments (ADP 020+021)	019	1.042.958	295.170	1.459.077	649.226
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	1.042.958	295.170	1.459.077	649.226
7 Provisions (ADP 023 to 028)	022	96.214	44.153	272.386	229.326
a) Provisions for pensions, termination benefits and similar obligations	023	0	0	193.560	193.560
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	96.214	44.153	78.826	35.766
d) Provisions for renewal of natural resources	026	0	0	0	0
e) Provisions for warranty obligations	027	0	0	0	0
f) Other provisions	028	0	0	0	0
8 Other operating expenses	029	1.406.213	731.767	1.022.915	157.905
III FINANCIAL INCOME (ADP 031 to 040)	030	3.432.268	1.546.680	1.658.946	1.106.884
1 Income from investments in holdings (shares) of undertakings within the group	031	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	032	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	033	0	0	0	0
4 Other interest income from operations with undertakings within the group	034	0	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	035	0	0	0	0
6 Income from other long-term financial investments and loans	036	0	0	0	0
7 Other interest income	037	235.039	93.378	240.695	118.990
8 Exchange rate differences and other financial income	038	3.197.229	1.453.302	1.418.251	987.894
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	0	0	0	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	4.281.269	1.820.434	2.267.481	1.521.004
1 Interest expenses and similar expenses with undertakings within the group	042	0	0	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	043	0	0	0	0
3 Interest expenses and similar expenses	044	784.842	384.769	763.624	389.550
4 Exchange rate differences and other expenses	045	3.496.427	1.435.665	1.498.915	1.128.983
5 Unrealised losses (expenses) from financial assets	046	0	0	0	0
6 Value adjustments of financial assets (net)	047	0	0	0	0
7 Other financial expenses	048	0	0	4.942	2.471
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	049	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	050	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	051	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	052	0	0	0	0
IX TOTAL INCOME (ADP 001+030+049 +050)	053	73.009.548	35.987.791	83.272.181	49.656.859
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	86.499.006	43.444.860	87.912.628	46.884.746
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	-13.489.458	-7.457.069	-4.640.447	2.772.113
1 Pre-tax profit (ADP 053-054)	056	0	0	0	2.772.113
2 Pre-tax loss (ADP 054-053)	057	-13.489.458	-7.457.069	-4.640.447	0
XII INCOME TAX	058	0	0	0	0
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	-13.489.458	-7.457.069	-4.640.447	2.772.113
1 Profit for the period (ADP 055-059)	060	0	0	0	2.772.113
2 Loss for the period (ADP 059-055)	061	-13.489.458	-7.457.069	-4.640.447	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2021 to 30.06.2021

in HRK

Submitter: Adriatic Croatia International Club, za djelatnost marina, d.d.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)	062	0	0	0	0
1 Pre-tax profit from discontinued operations	063	0	0	0	0
2 Pre-tax loss on discontinued operations	064	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	065	0	0	0	0
1 Discontinued operations profit for the period (ADP 062-065)	066				
2 Discontinued operations loss for the period (ADP 065-062)	067				
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 055-+062)	068				
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
XVII INCOME TAX (ADP 058+065)	071				
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)	072				
1 Profit for the period (ADP 068-071)	073				
2 Loss for the period (ADP 071-068)	074				
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)	075	0	0	0	0
1 Attributable to owners of the parent	076	0	0	0	0
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	-13.489.458	-7.457.069	-4.640.447	2.772.113
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)	079	0	0	0	0
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	0	0	0	0
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	0	0	0	0
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	083	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	084	0	0	0	0
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
IV Items that may be reclassified to profit or loss (ADP 088 to 095)	087	0	0	0	0
1 Exchange rate differences from translation of foreign operations	088	0	0	0	0
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	089	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	090	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	091	0	0	0	0
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087-086 - 096)	097	0	0	0	0
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	-13.489.458	-7.457.069	-4.640.447	2.772.113
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)	099	0	0	0	0
1 Attributable to owners of the parent	100	0	0	0	0
2 Attributable to minority (non-controlling) interest	101	0	0	0	0

STATEMENT OF CASH FLOWS - direct method
for the period 01.01.2021 to 30.06.2021

in HRK

Submitter: Adriatic Croatia International Club, za djelatnost marina, d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Cash receipts from customers	001	81.200.833	111.584.459
2 Cash receipts from royalties, fees, commissions and other revenue	002	0	0
3 Cash receipts from insurance premiums	003	23.799	305.194
4 Cash receipts from tax refund	004	5.853	0
5 Other cash receipts from operating activities	005	1.239.941	44.874
I Total cash receipts from operating activities (ADP 001 to 005)	006	82.470.426	111.934.527
1 Cash payments to suppliers	007	-27.400.581	-23.248.762
2 Cash payments to employees	008	-26.582.865	-27.225.337
3 Cash payments for insurance premiums	009	-27.143	-31.012
4 Interest paid	010	-805.712	-665.327
5 Income tax paid	011	-2.376.109	0
6 Other cash payments from operating activities	012	-9.995.830	-14.833.072
II Total cash payments from operating activities (ADP 007 to 012)	013	-67.188.240	-66.003.510
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 006 + 013)	014	15.282.186	45.931.017
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	015	348.876	17.133
2 Cash receipts from sales of financial instruments	016	0	0
3 Interest received	017	524.349	330.170
4 Dividends received	018	0	0
5 Cash receipts from the repayment of loans and deposits	019	0	0
6 Other cash receipts from investment activities	020	57.607.783	22.533.843
III Total cash receipts from investment activities (ADP 015 to 020)	021	58.481.008	22.881.146
1 Cash payments for the purchase of fixed tangible and intangible assets	022	-31.562.937	-17.711.562
2 Cash payments for the acquisition of financial instruments	023	0	0
3 Cash payments for loans and deposits	024	0	0
4 Acquisition of a subsidiary, net of cash acquired	025	0	0
5 Other cash payments from investment activities	026	-22.704.324	-10.500.000
IV Total cash payments from investment activities (ADP 022 to 026)	027	-54.267.261	-28.211.562
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 021 + 027)	028	4.213.747	-5.330.416
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	029	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	030	0	0
3 Cash receipts from credit principals, loans and other borrowings	031	0	0
4 Other cash receipts from financing activities	032	0	0
V Total cash receipts from financing activities (ADP 029 to 032)	033	0	0
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	034	-2.703.279	-5.350.531
2 Cash payments for dividends	035	-3.878	-19.416
3 Cash payments for finance lease	036	0	0
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	037	0	0
5 Other cash payments from financing activities	038	-2.438.353	-2.447.132
VI Total cash payments from financing activities (ADP 034 to 038)	039	-5.145.510	-7.817.079
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 033 + 039)	040	-5.145.510	-7.817.079
1 Unrealised exchange rate differences in respect of cash and cash equivalents	041	272.816	-297.450
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 014 + 028 + 040 + 041)	042	14.623.239	32.486.072
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	043	83.431.670	78.978.497
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (042+043)	044	98.054.909	111.464.569

for the period from 1.1.2021 to 30.6.2021

in HRK

[illegible]

NOTES TO FINANCIAL STATEMENTS - TFI
(drawn up for quarterly reporting periods)

Name of the issuer: **Adriatic Croatia International Club, za djelatnost marina, d.d.**

Personal identification number (OIB): **17195049659**
Reporting period: **01.01.2021-30.06.2021**

Notes to financial statements for quarterly periods include:

a) explanation of business events relevant to understanding changes in the statement of financial position and financial performance for the reporting semi-annual period of the issuer with respect to the last business year; information is provided regarding these events and relevant information published in the last annual financial statement is updated (items 15 to 15C IAS 34 - Interim financial reporting)

b) information on the access to the latest annual financial statements, for the purpose of understanding information published in the notes to financial statements drawn up for the semi-annual reporting period **www.aci-marinas.com**

c) a statement explaining that the same accounting policies are applied while drawing up financial statements for the semi-annual reporting period as in the latest annual financial statements or, in the case where the accounting policies have changed, a description of the nature and effect of the changes (item 16.A (a) IAS 34 - Interim financial reporting) **The condensed financial statements of the Company for the period ended 30 June 2021 have been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting. The condensed financial statements do not include all the information and disclosures required for the annual financial statements and should be read in conjunction with the Company's financial statements as at 31 December 2020.**

d) a description of the financial performance in the case of the issuer whose business is seasonal (items 37 and 38 IAS 34 - Interim financial reporting) **The core business of the Company is the organisation and providing berthing services to boats in marinas along the Croatian coast, and other activities related to chartering, construction and repair of boats, as well as other activities, according to the decision of the Commercial Court in Rijeka. The Company was granted concessions by the Government of the Republic of Croatia to use the maritime domain, on the basis of which 22 marinas were built on this domain. Daily berthing revenue are realised primarily in third quartal during summer month's July and August, while the annual berthing revenue is evenly distributed throughout the yea.**

e) other comments prescribed by IAS 34 - Interim financial reporting

f) in the notes to quarterly periods financial statements, in addition to the information stated above, information in respect of the following matters shall be disclosed:

1. undertaking's name, registered office (address), legal form, country of establishment, entity's registration number and, if applicable, the indication whether the undertaking is undergoing liquidation, bankruptcy proceedings, shortened termination proceedings or extraordinary administration **Adriatic Croatia International Club, za djelatnost marina d.d. (ACI d.d.), RH, Registration number: 040002541, OIB: 17195049659**

2. adopted accounting policies (only an indication of whether there has been a change from the previous period) **The condensed financial statements have been prepared on the basis of the same accounting policies, presentation and calculation methods used in the preparation of the Company's annual financial statements as at 31 December 2020. Accounting policies applied are presented as part of Annual report for year 2020, chapter 2.**

3. the total amount of any financial commitments, guarantees or contingencies that are not included in the balance sheet, and an indication of the nature and form of any valuable security which has been provided; any commitments concerning pensions of the undertaking within the group or company linked by virtue of participating interest shall be disclosed separately **During the first half of the year there were no such obligations or commitments.**

4. the amount and nature of individual items of income or expenditure which are of exceptional size or incidence **Both income and expenditures are presented in detail in the interim financial report for period January - June 2021 in Sales revenue trends and profitability trends.**

5. amounts owed by the undertaking and falling due after more than five years, as well as the total debts of the undertaking covered by valuable security furnished by the undertaking, specifying the type and form of security **Company has one long term investment loan with contracted quarterly payments ending 30 June 2028. Total Balance as at 30 June 2021 amounts 74.8 million HRK. The loan was secured by a promissory note issued to the total amount of the loan.**

6. average number of employees during the financial year **During the first six months 2021, Company had on average 347 employees.**

7. where, in accordance with the regulations, the undertaking capitalised on the cost of salaries in part or in full, information on the amount of the total cost of employees during the year broken down into the amount directly debiting the costs of the period and the amount capitalised on the value of the assets during the period, showing separately the total amount of net salaries and the amount of taxes, contributions from salaries and contributions on salaries. **During first six months 2021, Company did not capitalize cost of salaries.**

8. where a provision for deferred tax is recognised in the balance sheet, the deferred tax balances at the end of the financial year, and the movement in those balances during the financial year. **The provision for deferred tax as at 30 June 2021 is 732 thousand HRK, and were no changes to balance as at 31 December 2020**

9. the name and registered office of each of the undertakings in which the undertaking, either itself or through a person acting in their own name but on the undertaking's behalf, holds a participating interest, showing the proportion of the capital held, the amount of capital and reserves, and the profit or loss for the latest financial year of the undertaking concerned for which financial statements have been adopted; the information concerning capital and reserves and the profit or loss may be omitted where the undertaking concerned does not publish its balance sheet and is not controlled by another undertaking **The Company concluded a Joint Venture Agreement with Gibone Kvarner d.o.o. from Zagreb, and has a 99% share. All decisions of Management Bord are to be approved from both owners, so the investment is classified as Joint Venture. The Company was founded for submitting a tender for the award of the concession on the construction and commercial use of the nautical tourism port of Porto Barak in Rijeka.**

10. the number and the nominal value or, in the absence of a nominal value, the accounting par value of the shares subscribed during the financial year within the limits of the authorised capital. **Companies share capital consists of 111.060 shares with nominal value of HRK 3,600.**

11. the existence of any participation certificates, convertible debentures, warrants, options or similar securities or rights, with an indication of their number and the rights they confer. **During the reporting period no such instruments were used.**

12. the name, registered office and legal form of each of the undertakings of which the undertaking is a member having unlimited liability. **Company does not prepare consolidated financial statements.**

13. the name and registered office of the undertaking which draws up the consolidated financial statements of the largest group of undertakings of which the undertaking forms part as a controlled group member. **Company does not prepare consolidated financial statements.**

14. the name and registered office of the undertaking which draws up the consolidated financial statements of the smallest group of undertakings of which the undertaking forms part as a controlled group member and which is also included in the group of undertakings referred to in point 13. **Company does not prepare consolidated financial statements.**

15. the place where copies of the consolidated financial statements referred to in points 13 and 14 may be obtained, provided that they are available. **Company does not publish consolidated financial statements**

16. the nature and business purpose of the undertaking's arrangements that are not included in the balance sheet and the financial impact on the undertaking of those arrangements, provided that the risks or benefits arising from such arrangements are material and in so far as the disclosure of such risks or benefits is necessary for the purposes of assessing the financial position of the undertaking. **During the reporting period no such arrangements were made.**

17. the nature and the financial effect of material events arising after the balance sheet date which are not reflected in the profit and loss account or balance sheet. **After 30 June 2021, there were no events with significant effect on financial statements for period ended as at 30 June 2021, or they are not of such importance to the Company's operations that they would require disclosure in the Notes to the financial statements.**

BALANCE SHEET AS AT 30 June 2021

MSFI Item	NOTE	in 000 HRK	GFI - POD	ADP CODE	in 000 HRK
ASSETS					
Property, Plant and Equipment	392.387	Tangible assets	ADP 010 (ADP 011 do 019)	455.628	
Investment property	63.241				
Intangible Assets	1.733	Intangible assets	ADP 003 (ADP 004 do 009)	21.678	
Right-of-Use Assets	19.945				
Customer receivables	5.841	Receivables	ADP 046 (ADP 047 do 052)	38.032	
Contract Assets	24.761	Prepaid expenses and Accrued income	ADP 064	1.577	
Other receivables	9.007				
LIABILITIES					
Lease liabilities	16.009	Other long-term Liabilities	ADP 107	16.455	
Other long-term Liabilities	446				
Loan Liabilities	10.932	Liabilities towards banks and other financial institutions	ADP 115	10.645	
		Other short-term Liabilities - Interest	ADP 123	287	
Contract Liabilities	20.300	Other short-term Liabilities - Contract liabilities	ADP 123	20.300	
Short-term lease liabilities	3.718	Other short-term Liabilities - Lease liabilities	ADP 123	1.995	
		Taxes, contributions and similar liabilities - concession	ADP 118	1.723	
Short- term Provisions	707	Accruals and deferred income - Provisions	ADP 124	707	

STATEMENT OF PROFIT OR LOSS for the period 01 January to 30 June 2021

MSFI Item	NOTE	in 000 HRK	GFI - POD	ADP CODE	in 000 HRK
Personnel costs	26.709	Staff costs	ADP 013 (ADP 14 do 18)	25.208	
		Provisions for severance pay and other similar provisio	ADP 023	233	
		Other expenses - staff costs	ADP 018	1.268	
		Value adjustments - b)current assets other than financi	ADP 021	1.459	
Other operating expenses	6.954	Other expenses -without staff costs	ADP 018	4.384	
		Other operating expenses - without other gains/losses	ADP 029	1.032	
		Provisions for ongoing legal cases	ADP 025	79	
Other gains/losses - net	-10	Other operating expenses -other gains/losses - net	ADP 029	-10	

STATEMENT OF CASH FLOWS - direct method for the period 01 January to 30 June 2021

Item in Report	NOTE	in 000 HRK	GFI - POD	ADP CODE	in 000 HRK
Taxes payable - without income tax paid	13.476	Other cash receipts and payments	ADP 012	14.833	
Other cash expenditures	1.357				