

**INTERIM FINANCIAL REPORT  
FOR THE FIRST QUARTER OF 2022**

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# ARENA

HOSPITALITY GROUP

**28 APRIL 2022**

A MEMBER OF PPHE HOTEL GROUP



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# ARENA

HOSPITALITY GROUP

A MEMBER OF PPHE HOTEL GROUP

artotel

PARK  
PLAZA

ARENA  
HOTELS &  
APARTMENTS

ARENA  
CAMPSITES

## **INTERIM PERFORMANCE REPORT FOR THE PERIOD JANUARY – MARCH 2022**

### **Overview**

We are hereby presenting our results for the first three months of 2022. The report presents the consolidated performance of Arena Hospitality Group d.d ('AHG' or the 'Company') and its subsidiaries (the 'Group') in all countries of operation including Croatia, Germany, Hungary, Serbia and Austria, and unconsolidated performance in Croatia.

We experienced a gradual and encouraging improvement in demand during the first quarter when compared to the same period last year, as the travel restrictions eased across Europe. In 2021, the trading environment in the first quarter was subdued as countries across Europe were still in various degrees of lockdown aimed at reducing the number of COVID-19 infections and most of our properties in all our operating regions were closed. In 2022 however, we report an improved performance across all our three regions, particularly in our CEE region where our recently acquired hotel in Nassfeld, Austria performed with solid occupancy of 66% and this has contributed the most to overall growth of Group consolidated revenues.

As the tourism sector recovers from the impact of the pandemic, with leisure business returning stronger than corporate and groups, the recent events in Ukraine have predominantly created uncertainty in the supply chain. We have not experienced any cancellations due to this event and our current booking pace has remained strong and is ahead of last year's booking pace.

### **Highlights**

- Total consolidated revenue to date of HRK 43.7 million, representing 408% growth year on year indicating a continuation of recovery trends in all our operating regions.
- Croatian operations performed with total revenue to date of HRK 12.8 million showing 151% growth year on year and slightly surpassing 2019 total revenue.
- Solid Q1 performance in Germany, with 322% growth year on year increasing our occupancy in March by 50% over February results. We expect to reach occupancies of 50% in Q2 2022.
- Consolidated cash position of HRK 247.0 million improving liquidity and supporting growth.
- The extensive repositioning of the luxury Grand Hotel Brioni Pula is nearing its final stage and the hotel is planned to open in May 2022.
- Development works on the Group's much awaited iconic luxury hotel in Zagreb city centre are progressing on schedule with the hotel expected to open prior to December 2022.

### **CONSOLIDATED RESULTS**

Reported revenue increased significantly to HRK 43.7 million (first three months of 2021: HRK 8.6 million). Accommodation revenue experienced a strong growth to HRK 28.2 million compared to last year (first three months of 2021: HRK 5.2 million) as a result of both, improved occupancy by 660 bps and higher average daily rates by 72.8% which amounted to HRK 688.0.

EBITDA was negative amounting to HRK 32.9 million (2021: HRK negative 32.8 million), mainly due to lower amount of government grants received compared to last year.

## CROATIA

The first quarter of the year is one of low business activity with majority of our properties closed during the winter season with the exception of Park Plaza Belvedere Medulin and Arena Grand Kažela Campsite. First quarter revenue performance shows a strong growth in comparison to last year and reached pre-pandemic levels.

Total revenues significantly increased by 151.0% to HRK 12.8 million (2021: HRK 5.1 million). The increase in accommodation revenue by 192.9% is the result of a 104% increase in rooms sold. Average daily rate increased by 42.2% and amounted to HRK 473.5 (2021: HRK 333.1) while occupancy decreased by 503.0 bps to 10.1%.

EBITDA was negative amounting to HRK 29.5 million (2021: HRK 20.9 million).

Despite the strong increase in revenues, EBITDA loss increased mainly as a result of lack of government grants (in Q1 of 2021 we received HRK 6.2 million), together with increased intercompany charges from our Management and central service segment. These charges are mostly fixed in the amount over the year and do not depend on level of activities.

## GERMANY

Generally, market conditions in Germany have improved as the quarter progressed, resulting in positive booking trends. Nuremberg city held its first international fair during the quarter since start of pandemic which had positive effect on average room rates, however occupancy is still trailing when compared to pre-pandemic levels. It is encouraging to see the return of fairs and events in Nuremberg and there is a similar return of international fair planned in Cologne.

For this region the total revenues during the period increased significantly by 320.7% to HRK 12.2 million (2021: HRK 2.9 million). Accommodation revenues increased by 313.0% to HRK 9.5 million (2021: HRK 2.3 million) driven by a 30.8% increase in average daily rate to HRK 680.6 (2021: HRK 520.3) and an increase in occupancy of 1,479.3 bps to 21.8% (2021: 7.0%).

EBITDA was negative, but improved to HRK 0.3 million (2021: negative HRK 7.1 million) mostly due to the increase in business activity but also due to the increase in government's grants for both payroll costs as well as operating expenses. Total grants received for first quarter amounted to HRK 7.5 million.

The German government extended the company support scheme of Q1/2022 also for Q2/2022 to compensate for losses due to the COVID prevention measures. As of April, due to increased business activity, we will no longer be entitled to the government support schemes for payroll.

As of 2 April, the German government has eased nearly all COVID measures.

## CEE REGION (Hungary, Serbia, Austria)

Our CEE operating region, which currently consists of Hungary, Serbia and Austria, reported an increase in business activities in the first quarter primarily as the result of the integration of the Arena Franz Ferdinand hotel in Nassfeld, Austria. This hotel had a solid performance reaching occupancy of 66%. With the skiing season coming to an end, the hotel closed on March 27 for a renovation programme. The Group is intending to reopen the hotel in June for the summer season.

Total revenues significantly increased to HRK 17.4 million representing 40% of Group's total revenue for first quarter. Average daily rate amounted to HRK 1,085.5 while occupancy was 47.9%.

On a like-for-like basis (excluding Arena Franz Ferdinand hotel from 2022), revenues increased from HRK 0.1 million to HRK 1.0 million, mostly as a result of the improved performance of our hotel in Belgrade compared to last year.

EBITDA was positive, amounting to HRK 4.5 million. The Government's grants in Austria amounted to HRK 0.6 million.

Like-for-like EBITDA remained negative (HRK 0.4 million compared to HRK 1.6 in last year), with positive impact coming from Budapest where due to renovation in progress, all operating expenses are treated as pre-opening expenses with no impact to EBITDA.

Our hotel in Budapest remains closed, with the lobby and basement currently being refurbished. These works are expected to be completed in the second quarter of 2022.

Our hotel in Belgrade stayed opened throughout the year with the occupancy of 18.5% in the first three months.

## Development

The Group plans to invest a further HRK 22 million to extend the wellness facilities, create an outdoor swimming pool and upgrade the bedrooms and public areas. The reconstruction started in April after the end of the winter season. The first phase of works should be completed by June, before the opening for the summer season, while the second phase will be completed after the end of the summer season.

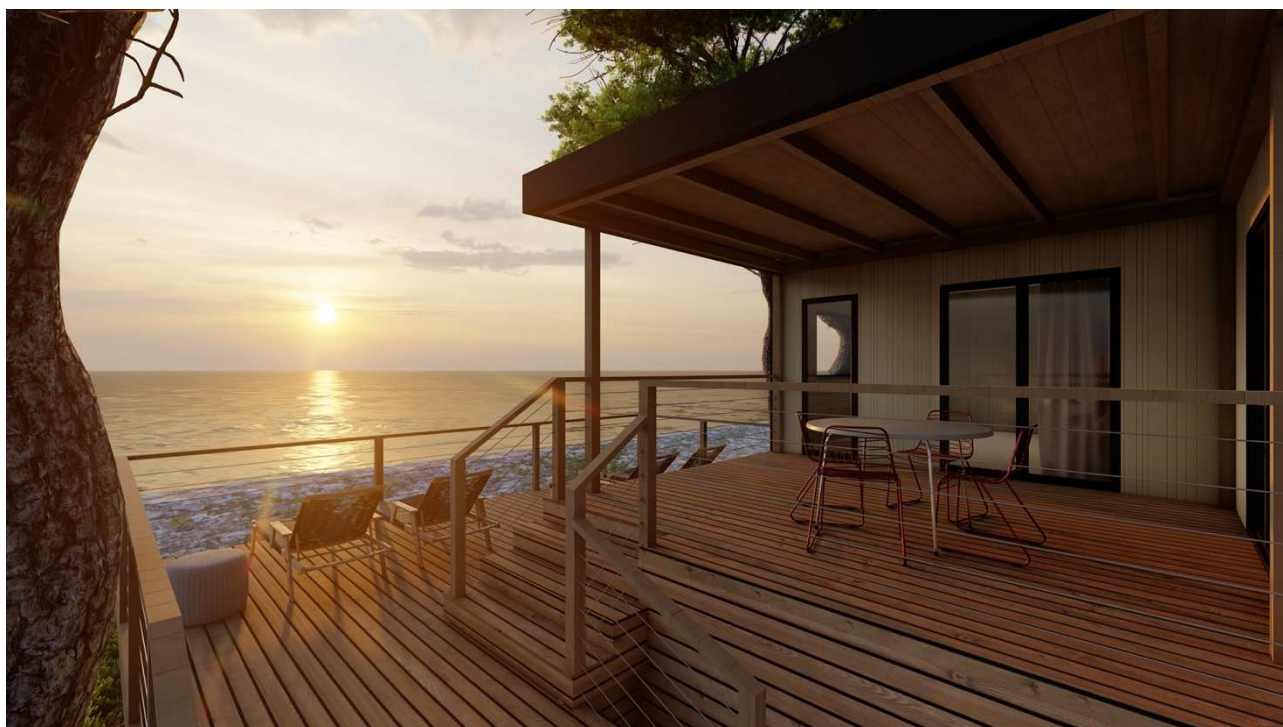
### art'otel budapest

The Group started refurbishment works in the fourth quarter of 2021 and is planning to invest HRK 24 million in phase one of the hotel's repositioning programme including an extensive redesign and renovation of the ground floor and basement public areas including the reception area, lobby, restaurant & bar, conference center and wellness facility. The works are expected to be completed in the second quarter of 2022. The phase two works will involve refurbishment of hotel's 165 bedrooms.

### ARENA STOJA CAMPSITE PHASE ONE

We are investing HRK 38 million as part of the phase one development of the Arena Stoja campsite, creating a designed zone with upscale mobile homes of 45 – 58 square metres each, including new infrastructure and green zones.

New Camping Villa in Arena Stoja Campsite



## Conversion project in Zagreb

art'otel Zagreb - reception



Development of this upper upscale lifestyle hotel in Zagreb city centre commenced in autumn 2021. This project involves the conversion of an iconic building in a prime location in the historic heart of the city. Once opened, this 118-room hotel will include a destination restaurant and bar, wellness and spa facilities, fitness centre, event space and parking. The hotel will also feature the first and only roof top swimming pool and bar in Zagreb offering guests striking views of the city.

The project is progressing on schedule, with the hotel expected to open prior to December 2022.

## Grand Brioni Pula

The Group is pleased to update that the development and repositioning of its luxury Grand Hotel Brioni in Pula is reaching the final phase preparing for the opening in May 2022.

## DOING BUSINESS RESPONSIBLY

The Supervisory Board of the Company established the Sustainability Committee with the purpose of further strengthening the Company in creation and implementation of the strategy on sustainable business practice in the future.

The Group has traditionally supported local community activities, such as Daffodil Day with a donation. The funds raised are intended for psycho-social support programs, including oncologists, psychologists, psychotherapists, pharmacists and physiotherapists.

On Saturday, March 26th 2022, the Croatian League Against Cancer and the Club of Women Treated for Breast Cancer GEA - Pula traditionally marked the 26th Daffodil Day in Pula with aim to raise awareness of the importance of preventive breast examinations. Breast cancer is still the most common form of malignant disease in women in Croatia. An average of 130 women get diagnosed in Istrian County every year. Realizing the seriousness of breast cancer and its consequences, Arena Hospitality Group has shown long-term support the Club of Women Treated for Breast Cancer GEA - Pula through the financial support of various commendable projects of the Club.

## CURRENT TRADING AND OUTLOOK

Trading since 31 March 2022 is in line with our expectations across our three operating regions. In Croatia we will continue with reopening our properties and preparing for the 2022 summer season. All properties will be opened as per a similar schedule as prior to the pandemic. With travel restrictions eased, we expect to reach a pre-pandemic level of occupancy in our properties. The repositioned Grand Hotel Brioni is expected to generate a significantly uplifted average room rate and excellent guest reviews, further strengthening our profile as a leading operator of high quality properties.

Across the Group, the current impact of the conflict in Ukraine on our business performance is minimal and the share of Russian and Ukrainian customers is approximately 2% of Group's total number of guests.

In Germany we expect that occupancy will continue to grow, building on the positive trend seen in the first quarter. This will be supported by new and rescheduled (international) trade fairs and events.

In Austria, we are planning to reopen our property in June, following a successful first winter season. Our hotel in Budapest is expected to reopen in June. Both hotels will have been renovated prior to reopening.

We will continue to progress our committed investment projects in Croatia, prepare for investments in our German operations and explore new expansion opportunities in Croatia and Central and Eastern Europe.

While we continue to recover from the pandemic, we are encouraged by the demand and activity seen across all of our operating regions. Whilst we remain cautious, we are optimistic about the future growth prospects of travel and tourism and our ability to capture and respond positively to market demand.



RELI SLONIM, PRESIDENT OF THE MANAGEMENT BOARD



## **SIGNIFICANT EVENTS DURING THE THREE MONTHS OF 2022**

Entered into new **long term financing agreement** on 30<sup>th</sup> March 2022 through the subsidiary Ulika d.o.o. with Erste & Steiermärkische bank d.d. for the development of premium lifestyle art'otel in Zagreb, amounting to a total of 12.6 million euros, with a fixed interest rate of 2.20% and maturing in 2034.

## **EVENTS AFTER THE BALANCE SHEET DATE**

There were no significant events after the Balance sheet date.

## OPERATING REVIEW OF THE COMPANY AND ITS SUBSIDIARIES (THE "GROUP")

The following table sets out the Group's consolidated results of operations for the first three months of 2022.

### CONSOLIDATED KEY PERFORMANCE INDICATORS

	Reported			Like-for-like <sup>1</sup>		
	Three months ended 31 March 2022	Three months ended 31 March 2021	Variance %	Three months ended 31 March 2022	Three months ended 31 March 2021	Variance %
Total revenue (HRK million)	43.7	8.6	408.1	27.3	8.6	217.4
Accommodation revenue (HRK million)	28.2	5.2	442.3	18.4	5.2	253.8
EBITDAR (HRK million)	(28.8)	(28.7)	0.3	(33.7)	(28.7)	17.4
EBITDA (HRK million)	(32.9)	(32.8)	0.3	(37.8)	(32.8)	15.2
Profit/(loss) before tax (HRK million)	(78.3)	(66.2)	18.3	(81.6)	(66.2)	23.3
Rooms available <sup>2</sup>	256,262	135,329	89.4	243,832	135,329	80.2
Occupancy % <sup>2</sup>	16.2	9.6	660.0 <sup>4</sup>	13.6	9.6	397.5 <sup>4</sup>
Average daily rate (HRK) <sup>3</sup>	688.0	398.1	72.8	554.3	398.1	39.2
RevPAR (HRK)	104.1	38.3	171.8	75.5	38.3	97.0

<sup>1</sup> Like-for-like comparison figures for 2022 exclude performance of Arena franz Ferdinand, Nassfeld, Austria.

<sup>2</sup> Rooms available and the occupancy calculation are based on operating days.

<sup>3</sup> Average daily rate represents total room revenues divided by the total number of paid units occupied by guests.

<sup>4</sup> In Basis Points (bps).

Total revenues increased by 408.1% to HRK 43.7 million (2021: HRK 8.6 million). Accommodation revenue increased by 442.3% to HRK 28.2 million (2021: HRK 5.2 million) whereby occupancy increased by 660.0 bps to 16.2% and the average daily rate increased by 72.8% to HRK 688.0 (2021: HRK 398.1).

EBITDA loss remained similar as last year (2022: negative HRK 32.9 million, 2021: negative HRK 32.8 million) mainly due to lower amount of government grants received compared to last year.

The Group continued to utilise government support in our German and Austrian operations. Total Government's support for payroll costs amounted to HRK 1.5 million (2021: HRK 14.5 million) while support for operating expenses amounted to HRK 7.0 million for the period January – March 2022 (2021: nil).

Moreover, the Group is focussed on preserving its liquidity and sustainability by further optimising its costs. Importantly, the Group's cash position is liquid, and has a cash position of HRK 247.0 million, which is providing an additional safety net in the currently uncertain and unpredictable environment.

## CROATIAN PORTFOLIO PERFORMANCE

The following table sets out the results for the Group's operations in Croatia for the first three months of 2022:

### KEY PERFORMANCE INDICATORS

	Three months ended 31 March 2022	Three months ended 31 March 2021	Variance %
Total revenue (HRK million)	12.8	5.1	151.0
Accommodation revenue (HRK million)	8.2	2.8	192.9
EBITDAR (HRK million)	(25.6)	(16.9)	51.5
EBITDA (HRK million)	(29.5)	(20.9)	41.1
Rooms available <sup>1</sup>	171,742	56,219	205.5
Occupancy % <sup>1</sup>	10.1	15.1	(503.0) <sup>2</sup>
Average daily rate (HRK) <sup>3</sup>	473.5	333.1	42.2
RevPAR (HRK)	47.9	50.4	(5.0)
FTE <sup>4</sup>	397.4	350.0	13.5

<sup>1</sup> Rooms available and occupancy are based on operating days.

<sup>2</sup> In Basis Points (bps)

<sup>3</sup> Average daily rate represents total accommodation revenues divided by the total number of paid units occupied by guests.

<sup>4</sup> The FTE number is an estimate based on the total hours paid for all employees divided by the hours paid for an average full time employee to arrive at a total for Full Time Equivalent Employees.

During the observed period our operations in Croatia were mostly closed, apart from Park Plaza Belvedere, and campsite Arena Grand Kažela, while Park Plaza Histria was opened just for few days at the end of March.

Despite that most of our properties were closed during the winter season, first quarter performance continues with strong in comparison to last year and reaching the total revenue of the first quarter of 2019. Beginning of April most of our hotels, camps and resorts reopened again just ahead of Easter.

Total revenues increased by 151% to HRK 12.8 million (2021: HRK 5.1 million). Accommodation revenues increased by 192.9% as a result of an increase in average daily rate of 42.2% to HRK 473.5 (2021: HRK 333.1) since occupancy decreased by 503.0 bps to 10.1% (2021: 15.1%). This translated into a RevPAR of HRK 47.9, which represents a decrease of 5% over last year (2021: HRK 50.4).

EBITDA decreased by 41.1% to HRK 29.5 million (2021: negative HRK 20.9 million), mainly as a result of lack of government grants and increased intercompany charges from our Management and central service segment.

## GERMAN PORTFOLIO PERFORMANCE

The following table sets out the Group's results of operations in Germany for the first three months of 2022:

### KEY PERFORMANCE INDICATORS

	Reported / in HRK			Reported / in EUR		
	Three months ended 31 March 2022	Three months ended 31 March 2021	Variance %	Three months ended 31 March 2022	Three months ended 31 March 2021	Variance %
Total revenue (millions)	12.2	2.9	320.7	1.6	0.4	300.0
Accommodation revenue (millions)	9.5	2.3	313.0	1.3	0.3	333.3
EBITDAR (millions)	(0.3)	(7.0)	95.7	0.0	(0.9)	(100.0)
EBITDA (millions)	(0.3)	(7.1)	95.7	0.0	(0.9)	(100.0)
Rooms available <sup>1</sup>	64,260	64,260	0.0	64,260	64,260	0.0
Occupancy % <sup>1</sup>	21.8	7.0	1,479.3 <sup>2</sup>	21.8	7.0	1,479.3 <sup>2</sup>
Average daily rate <sup>3</sup>	680.6	520.3	30.8	90.2	68.7	31.3
RevPAR	148.5	36.5	306.4	19.7	4.8	310.4
FTE <sup>4</sup>	80.5	78.3	2.8	80.5	78.3	2.8

<sup>1</sup> Rooms available and occupancy are based on operating days.

<sup>2</sup> In Basis Points (bps)

<sup>3</sup> Average daily rate represents total accommodation revenues divided by the total number of paid units occupied by guests.

<sup>4</sup> The FTE number is an estimate based on the total hours paid for all employees divided by the hours paid for an average full time employee to arrive at a total for Full Time Equivalent Employees.

We have operated all our hotels and we achieved occupancy levels in our hotels of 22%.

Total reported revenue significantly increased by 320.7% to HRK 12.2 million (2021: HRK 2.9 million). Accommodation revenue increased by 313.0% to HRK 9.5 million (2021: HRK 2.3 million) whereby average daily rate increased by 30.8% to HRK 680.6 and occupancy increased by 1,479.3 bps to 21.8% (2021: 7.0%). This resulted in RevPAR significantly increased by 306.4% to HRK 148.5 (2021: HRK 36.5).

Reported EBITDA was negative, amounting to HRK 0.3 million (2021: negative HRK 7.1 million).

The German government extended the company support scheme of Q1/2022 also for Q2/2022 to compensate for losses due to the Corona prevention measures.

These Government measures reduced the payroll expenses by HRK 0.5 million and operating expenses by HRK 7.0 million during January - March period.

Post period end, the German government eased nearly all COVID measures from 2 April.

## OTHER CEE PORTFOLIO PERFORMANCE

The following table sets out the Group's results of operations in Hungary, Serbia and Austria for the first three months of 2022:

### KEY PERFORMANCE INDICATORS

	Reported			Like-for-like <sup>1</sup>		
	Three months ended 31 March 2022	Three months ended 31 March 2021	Variance %	Three months ended 31 March 2022	Three months ended 31 March 2021	Variance %
Total revenue (millions)	17.4	0.1	n/a	1.0	0.1	900.0
Accommodation revenue (millions)	10.5	0.0	n/a	0.7	0.0	n/a
EBITDAR (millions)	4.5	(1.5)	n/a	(0.4)	(1.5)	(73.3)
EBITDA (millions)	4.5	(1.6)	n/a	(0.4)	(1.6)	(75.0)
Rooms available <sup>2</sup>	20,260	14,850	36.4	7,830	14,850	(47.3)
Occupancy % <sup>2</sup>	47.9	0.0	n/a	18.5	0.0	n/a
Average daily rate <sup>4</sup>	1,085.5	0.0	n/a	424.1	0.0	n/a
RevPAR	297.9	0.1	n/a	89.4	0.1	n/a
FTE <sup>5</sup>	95.9	23.1	315.2	46.9	23.1	103.0

<sup>1</sup> Like-for-like comparison figures for 2022 exclude performance of Arena franz Ferdinand, Nassfeld, Austria.

<sup>2</sup> Rooms available and occupancy are based on operating days.

<sup>3</sup> In Basis Points (bps)

<sup>4</sup> Average daily rate represents total accommodation revenues divided by the total number of paid units occupied by guests.

<sup>5</sup> The FTE number is an estimate based on the total hours paid for all employees divided by the hours paid for an average full time employee to arrive at a total for Full Time Equivalent Employees.

This operating region consisting of operations in Hungary, Serbia and Austria performed very good results for first three months contributing with 40% in Group's total revenues. Those results are due to very solid business activity in our newly acquired winter resort in Nassfeld, Austria which had 66% of occupancy in first quarter.

Our hotel in Hungary remained closed due to refurbishment works which are expected to complete in the second quarter of 2022.

Trading at our hotel in Serbia was slow with the occupancy of 18.5%.

Total reported revenue amounts to HRK 17.4 million (2021: HRK 0.1 million). Accommodation revenue increased to HRK 10.5 million (2021: 0.0 million) whereby average daily rate amounted to HRK 1,085.5 and occupancy was 47.9% (2021: 0.0%). This resulted in RevPAR of HRK 297.9 (2021: HRK 0.1).

Reported EBITDA was positive, amounting to HRK 4.5 million (2021: negative HRK 1.6 million) mostly due to good results as well as received Government's grants for payroll costs in Austria. These Government measures reduced the payroll expenses by HRK 0.6 million during January – March period.

## MANAGEMENT AND CENTRAL SERVICES PERFORMANCE

The following table sets out the Group's results of management and central services operations for the first three months of 2022:

	Three months ended 31 March 2022	Three months ended 31 March 2021	Variance %
Total revenue before elimination (HRK million)	17.3	10.6	63.2
Elimination of intra group revenue (HRK million)	(15.9)	(10.0)	59.0
Total reported revenue (HRK million)	1.4	0.6	133.3
EBITDA (HRK million)	(7.5)	(3.3)	127.3
FTE <sup>1</sup>	248.9	237.9	4.6

<sup>1</sup>The FTE number is an estimate based on the total hours paid for all employees divided by the hours paid for an average full time employee to arrive at a total for Full Time Equivalent Employees.

Arena Hospitality Management d.o.o., a subsidiary of the Company, entered into management agreements for all the properties owned, partially owned, leased or managed by the Group in Croatia, Germany, Hungary, Serbia and Austria. Arena Hospitality Management d.o.o. provides management services to all these properties and generates management fee revenues. Hotel management revenue related to properties within the Group is eliminated upon consolidation as intra-group revenue. Furthermore, all revenue generated within the Group from centralised services in Croatia and Germany is eliminated upon consolidation as intra-group revenue.

In line with the operations in Croatia and abroad, total reported revenue increased by 63.2% to HRK 17.3 million (2021: HRK 10.6 million). External revenues increased from HRK 0.6 million to HRK 1.4 million. EBITDA was negative and amounted to HRK 7.5 million (2021: negative HRK 3.3 million).

The Government grants received for January – March period reduced the payroll expenses by HRK 0.4 million (2021: 4.8 million).

## RELATED PARTIES

Parties are considered to be related if one of the parties has the power to exercise control over the other party or if it has significant influence over the other party in making financial and/or operational decisions. The Company is controlled by Dvadeset Osam d.o.o., which owns 52.48% of the Company's shares (52.95% excluding treasury shares) as at 31 March 2022. The Company's ultimate parent is PPHE Hotel Group Limited which indirectly owns 100% of the shares of Dvadeset Osam d.o.o. All other subsidiaries of PPHE Hotel Group Limited are also treated as related parties. For a detailed list of all subsidiaries included in the Group, please refer to page 138 of the Group's 2021 annual report.

### a. Balances with related parties

	Group		Company	
	As at 31 March 2022 HRK'000	As at 31 December 2021 HRK'000	As at 31 March 2022 HRK'000	As at 31 December 2021 HRK'000
<b>Assets:</b>				
Short-term receivables – Park Plaza Hotels Europe B.V.	3,230	-	3,213	-
Short-term receivables – from joint ventures	56	68	-	-
Short-term receivables – PPHE Nuernberg Operator Hotelbetriebsgesellschaft mbh	-	-	14	63
Short-term receivables – Arena Hospitality Management d.o.o.	-	-	5,722	736
Short term receivables – Park Plaza (Germany) Services GmbH	-	-	2	2
Short term receivables – Park Plaza Germany Holdings GmbH	-	-	-	-
Short-term receivables – Germany Real Estate B.V.	-	-	1,618	9,993
Short-term receivables – Arena 88 rooms d.o.o.	-	-	228	208
Short-term receivables – Arena Franz Ferdinand GmbH	-	-	-	1,379
Short-term receivables – SW Szállodaüzemeltető Kft	-	-	-	-
Short-term receivables – Sugarhill Investments B.V.	-	-	2,154	1,376
Short-term receivables – Ulika d.o.o.	-	-	112	47
Long-term loans to joint ventures	55,034	46,832	-	-
Long-term loans to Sugarhill Investments B.V.	-	-	124,855	99,226
Long-term loans to Ulika d.o.o.	-	-	25,000	5,800
Long-term loan to Germany Real Estate B.V.	-	-	135,975	144,227
<b>Liabilities:</b>				
Trade payables – Arena Hospitality Management d.o.o.	-	-	6,548	4,655
Trade payables – PPHE (Germany) B.V.	16,766	16,115	-	-
Trade payables – SW Szállodaüzemeltető Kft	-	-	-	-
Trade payables – Park Plaza Hotels Europe B.V.	-	2,432	-	2,432

# ARENA

HOSPITALITY GROUP

b. Transactions with related parties

	Group		Company	
	As at 31 March 2022 HRK'000	As at 31 March 2021 HRK'000	As at 31 March 2022 HRK'000	As at 31 March 2021 HRK'000
Management fee revenue from joint ventures	99	19	-	-
Reimbursement of employees expenses – Arena Hospitality Management d.o.o.	-	-	1,758	1,469
Service charge revenue- joint ventures	552	220	-	-
Management fees expense – Arena Hospitality Management d.o.o.	-	-	255	94
Sales and marketing fees – Park Plaza Hotels Europe B.V.	505	183	505	183
Sales and marketing fees – PPHE (Germany) B.V.	489	118	-	-
Interest income – Sugarhill Investments B.V.	-	-	778	81
Interest income – Ulika d.o.o.	-	-	77	-
Interest income – Germany Real Estate B.V.	-	-	917	1,074
Interest income – joint venture	254	209	-	-



## COMPANY BUSINESS RESULTS (CONSOLIDATED)

### CONSOLIDATED INCOME STATEMENT

	31 March 2022 (Unaudited)	31 March 2021 (Unaudited)	Variance %
<i>In HRK millions</i>			
Total operating income	43.7	8.6	408.1
Total operating expenses	(76.5)	(41.4)	84.8
EBITDA from operations	(32.9)	(32.8)	0.3
Depreciation	(26.9)	(27.1)	(0.7)
EBIT from operations	(59.8)	(59.9)	(0.2)
Financial revenues	0.3	0.2	50.0
Financial expenses	(11.0)	(7.9)	39.2
Other expense	(5.4)	(0.8)	551.5
Other revenue	0.1	4.4	(98.4)
Share in result of joint ventures	(2.4)	(2.1)	14.3
Total income	44.0	12.4	255.4
Total expenditures	(122.3)	(78.5)	55.8
Loss before tax	(78.3)	(66.1)	18.5
Income tax	(0.7)	(0.8)	(12.5)
Loss after tax	(79.0)	(66.9)	18.1

Total operating income increased by 408.1% to HRK 43.7 million (2021: HRK 8.6 million) as a result of continuation of business recovery across all regions and after the COVID-19 measures were eased across the countries. Total operating expenses increased by 84.8% to HRK 76.5 million (2021: HRK 41.4 million) due to increased business activity.

As a result of the aforementioned EBITDA loss from operations amounted to HRK 32.9 million (2021: loss HRK 32.8 million). EBIT loss from operations amounted to HRK 59.8 million (2021: loss HRK 59.9 million). Depreciation decreased slightly by 0.7% to HRK 26.9 million (2021: HRK 27.1 million).

Financial revenues increased to HRK 0.3 million (2021: HRK 0.2 million) while financial expenses increased to HRK 11.0 million (2021: HRK 7.9 million), mostly as a result of foreign exchange differences expense.

Other expense amounted to HRK 5.4 million and relates predominantly to preopening expenses of hotels that are either under refurbishment works (art'otel Budapest) or preparing for opening (Grand Hotel Brioni).

As a result of the foregoing the consolidated Loss before tax increased to HRK 78.3 million (2021: loss HRK 66.1 million).

Loss after tax amounted to HRK 79.0 million (2021: loss HRK 66.9 million).

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(all amounts in HRK millions)

	31 March 2022 (Unaudited)	31 December 2021 (Audited)	Variance %
Long-term assets	2,948.5	2,896.3	1.8
Short-term assets	302.4	440.0	(31.3)
<b>Total assets</b>	<b>3,250.9</b>	<b>3,336.3</b>	<b>(2.6)</b>
<b>Total equity</b>	<b>1,496.6</b>	<b>1,569.0</b>	<b>(4.6)</b>
Long-term liabilities and provisions	1,472.6	1,484.2	(0.8)
Short-term liabilities	281.7	283.1	(0.5)
<b>Total liabilities</b>	<b>1,754.3</b>	<b>1,767.3</b>	<b>(0.7)</b>
<b>Total equity and liabilities</b>	<b>3,250.9</b>	<b>3,336.3</b>	<b>(2.6)</b>

Long-term assets increased by HRK 52.2 million to HRK 2,948.5 million (year-end 2021: HRK 2,896.3 million) mostly as a result of investments.

Short-term assets decreased by HRK 137.6 million to HRK 302.4 million (year-end 2021: HRK 440.0 million) predominantly driven by the decrease in the Group's cash position. The cash position stood at HRK 247.0 million.

Long-term liabilities and provisions decreased by HRK 11.6 million to HRK 1,472.6 million (year-end 2021: HRK 1,484.2 million) mostly due to repayment of bank loans.

In February the Group has signed the amendment to the lease agreement for the new hotel in Zagreb. Based on the amendment, due to the circumstances caused by the COVID-19 virus pandemic and the earthquake that hit the Zagreb area and their impact on the reconstruction, there was waiver received, exempting from paying the part of the Annual Fee for the year of 2023, and paying only the amount of EUR 43.000 in the name of the Annual Fee for 2023. Original Annual fee was EUR 430.000. Since reduction in lease payments affects only payments due after June 2022, the practical expedient from IFRS 16 could not be applied, and waived amount reduced amount of Right of use assets.

Short-term liabilities decreased by HRK 1.4 million to HRK 281.7 million (year-end 2021: HRK 283.1 million).

## COMPANY BUSINESS RESULTS (NON-CONSOLIDATED)

### NON-CONSOLIDATED INCOME STATEMENT

	31 March 2022 (Unaudited)	31 March 2021 (Unaudited)	Variance %
<i>In HRK millions</i>			
Total operating income	15.2	6.8	123.5
Total operating expenses	(48.4)	(27.4)	76.6
EBITDA	(33.2)	(20.6)	61.2
Depreciation	(17.7)	(17.7)	-
EBIT	(50.9)	(38.3)	32.9
Financial revenues	1.8	1.2	50.0
Financial expenses	(4.5)	(3.6)	25.0
Other expense	(3.8)	(0.8)	360.5
Other revenue	-	4.4	n/a
Total income	17.0	12.4	37.1
Total expenditures	(74.4)	(49.5)	50.2
Loss before tax	(57.4)	(37.1)	54.6
Income tax	-	-	n/a
Loss after tax	(57.4)	(37.1)	54.6

Total operating income increased significantly by 123.5% to HRK 15.2 million (2021: HRK 6.8 million) as a result of increasing business activities. Consequently, total operating expenses increased by 76.6% to HRK 48.4 million (2021: HRK 27.4 million).

The EBITDA loss from operations deteriorated to HRK 33.2 million (2021: loss HRK 20.6 million) mostly as a result of the growth in operating expenses, and due to lack of government grants that reduce operating expenses. EBIT loss from operations increased to HRK 50.9 million (2021: loss HRK 38.3 million). Depreciation stayed at the same level of HRK 17.7 million (2021: 17.7 million). Financial revenues increased by 50.0% due to interest income on loans to related parties. Financial expenses increased by 25.0% to HRK 4.5 million (2021: HRK 3.6 million) mostly as a result of foreign exchange differences expense.

As a result of the foregoing, the loss before tax increased to HRK 57.4 million (2021: loss HRK 37.1 million). Loss after tax increased to the same level of HRK 57.4 million (2021: loss HRK 37.1 million).

## NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(all amounts in HRK million)	<b>31 March 2022</b> (Unaudited)	31 December 2021 (Audited)	Variance %
Long-term assets	<b>2,657.9</b>	2,594.7	2.4
Short-term assets	<b>208.6</b>	312.6	(33.3)
<b>Total assets</b>	<b>2,866.5</b>	2,907.3	(1.4)
<b>Total equity</b>	<b>1,921.0</b>	1,978.0	(2.9)
Long-term liabilities and provisions	<b>762.8</b>	766.0	(0.4)
Short-term liabilities	<b>182.7</b>	163.3	11.9
<b>Total liabilities</b>	<b>945.5</b>	929.3	1.7
<b>Total equity and liabilities</b>	<b>2,866.5</b>	2,907.3	(1.4)

Long-term assets increased by HRK 63.2 million to HRK 2,657.9 million (year-end 2021: HRK 2,594.7 million) mostly as a result of capital investments and given loans to related parties.

Short-term assets decreased by HRK 104.0 million to HRK 208.6 million (year-end 2021: HRK 312.6 million) predominantly driven by the decrease in the cash position. The cash position stood at HRK 180.9 million.

Long-term liabilities and provisions decreased by HRK 3.2 million to HRK 762.8 million (year-end 2021: HRK 766.0 million) mostly due to repayment of bank loans.

Short-term liabilities increased by HRK 19.4 million to HRK 182.7 million (year-end 2021: HRK 163.3 million) primarily due to increased trade payables and advanced receivables & deposits.

PRINCIPAL RISKS OF THE GROUP AND THE COMPANY  
CORPORATE GOVERNANCE REPORT

ARENA

HOSPITALITY GROUP

A MEMBER OF PPHE HOTEL GROUP

artotel

PARK  
PLAZA

ARENA  
HOTELS &  
APARTMENTS

ARENA  
CAMPSITES

## **PRINCIPAL RISKS OF THE GROUP AND THE COMPANY**

As set out in the Company's financial statements for the year ended 31 December 2021, there are no changes to the principal risks that currently affect the Group's performance.

The Company faces risks which are common to the tourism and travel industry. These risks include the COVID-19 pandemic, the related containment and social distancing strategies of local and intentional governments to control the pandemic and the ongoing impact of climate change on tourism.

The most significant of these risks at the moment relate to factors that are common to the hotel industry and beyond the Company's control. Notwithstanding the limited control the Company has over these risks, continuous efforts are taken to ensure the Company can utilise resources and assets to act with agility and continue to attract revenue sources under strained market conditions. Additionally, the Company is well positioned to weather these risks in a socially responsible manner through cost rationalisation and prioritising commercial activities which benefit the long term interests of the Company and its stakeholders.

It is too early to predict any long term impact of the conflict in Ukraine, however there is a noticeable impact on supply chain disruption and a wider impact due to inflation in the energy sector impacting all businesses and this is expected to increase the business operating costs.

For a detailed discussion of the risks facing the Group, please refer to pages from 24 to 30 of the Company's 2021 annual report.

## **CORPORATE GOVERNANCE REPORT**

### **CORPORATE GOVERNANCE CODE**

The Company applies the Corporate Governance Code of the Zagreb Stock Exchange 2020 (the New Code) as adopted by the Croatian Financial Services Supervisory Agency and the Zagreb Stock Exchange (the ZSE) in October 2019 based on the "comply or explain" principle. The Company abides by this principle and, where relevant, provides reasons for non-compliance. The Company will publish its annual corporate governance questionnaires for 2021 in which it will provide the details on its application of the New Code within the deadlines specified in the relevant regulations. The Company also applies the Rules of the ZSE (the ZSE Rules) in its day-to-day business.

### **GENERAL ASSEMBLY MEETING**

The General Assembly of the Company is scheduled to take place in late May. The Company will convene the meeting and publish all relevant preparatory materials for the meeting in line with prescribed deadlines and requirements.

### **SUPERVISORY BOARD MEETINGS**

The members of the Supervisory Board are: Boris Ernest Ivesha (Chairman), Yoav Arie Papouchado (Vice-Chairman), Kevin Michael McAuliffe, Marino Derossi, Amra Pende, Lorena Škuflić and Goran Nikolić.

The Supervisory Board of the Company held one meeting in the first quarter of 2022:

- on 25 February 2022 whereat, inter alia, the Annual Report and the annual financial statements of the Company for the year 2021 (audited, consolidated and non-consolidated) were approved and the

Sustainability Committee was established, with the purpose of further strengthening the Company in creation and implementation of the strategy on sustainable business practice in the future.

## SUPERVISORY BOARD COMMITTEES

In the first three months of 2022 the following Supervisory Board Committees' meetings were held:

- the Audit Committee held a meeting on 25 February 2022 at which it considered the Financial Statements of the Company for 2021 (audited, consolidated and non-consolidated).

## MANAGEMENT BOARD MEETINGS

The Management Board primarily adopts its decisions in meetings and by correspondence in accordance with the applicable laws and the Company's Articles of Association. The Management Board has regular monthly (and more often, if needed) meetings to review operational activities in the Group.

The most important Management Board meeting in the first quarter of 2022 was:

- 25 February 2022 where, *inter alia*, the interim report for the fourth quarter of 2021 and the Annual Report of the Company for 2021 (consolidated and non-consolidated) were adopted.

## MAJOR SHAREHOLDERS

The share capital of the Company is HRK 102,574,420.00 HRK and is divided into 5,128,721 ordinary shares under the ticker ARNT-R-A, each without nominal value. As at 31 March 2022, 45,169 shares were held as treasury shares. Shareholders with holdings of 3% or more of the Company's registered capital are listed below:

		Percentage holding of Share Capital including treasury shares	Percentage holding of Share Capital excluding treasury shares
1	DVADESET OSAM D.O.O. (a member of the PPHE Hotel Group)	52.48%	52.95%
2	OTP BANKA D.D./ AZ OMF kategorije B	11.93%	12.04%
3	ERSTE & STEIERMARKISCHE BANK D.D./ PBZ CO OMF - KATEGORIJA B	8.61%	8.68%
4	OTP BANKA D.D./ ERSTE PLAVI OMF kategorije B	7.35%	7.42%

## VALUATION

<i>In HRK</i>	First three months of 2022		
	High	Low	Last
<b>Share price</b>	<b>346</b>	<b>248</b>	<b>286</b>
Market capitalisation <sup>1</sup>	1,758,908,992	1,260,720,896	1,453,895,872
Net debt <sup>2</sup>	1,286,592,548	1,286,592,548	1,286,592,548
EV <sup>3</sup>	3,045,501,540	2,547,313,444	2,740,488,420
<b>EV/EBITDA<sup>4</sup></b>	<b>18,64X</b>	<b>15,59X</b>	<b>16,78X</b>

*Note: High and Low related to the price in the period for the three months ending 31 March 2022. Last refers to the share price as at 31 March 2022*

<sup>1</sup> Number of shares outstanding as at 31 March 2022 was 5,128,721 of which 45,169 were held as treasury shares.

<sup>2</sup> Net debt calculated as current and non-current bank borrowings and other current and non-current loans less cash and cash equivalents. Finance lease obligations are included.

<sup>3</sup> EV represents the enterprise value calculated as the sum of market capitalisation and net debt.

<sup>4</sup> EBITDA for the twelve months ended 31 March 2022.



**MANAGEMENT BOARD'S  
RESPONSIBILITY STATEMENT**

**ARENA**

HOSPITALITY GROUP

A MEMBER OF PPHE HOTEL GROUP

**artotel**

  
**PARK  
PLAZA**

**ARENA**   
HOTELS &  
APARTMENTS

**ARENA**   
CAMPSITES

## MANAGEMENT BOARD'S RESPONSIBILITY STATEMENT

Pursuant to the provisions of Article 468. of the Capital Market Act (NN 65/18, 17/20) the Company's Management Board makes the following statement:

To the best of our knowledge:

- The short set of non-consolidated unaudited three months' financial statements of the Company (the **Financial Statements**) provides a comprehensive and true presentation of assets and liabilities, profit and loss, financial position and operation of the Company; set up in accordance with relevant financial reporting standards;
- The consolidated unaudited three months' financial statements (the **Consolidated Financial Statements**) provide a comprehensive overview of assets and liabilities, profit and losses of the Group. The consolidated financial data for the period, reported in line with the approach applied are contained in the prescribed forms attached to this report;
- The Financial Statements and Consolidated Financial Statements have not been audited; and
- The Management Board's Interim Report for the period from 1 January to 31 March 2022 contains a true presentation of the business results and financial position and operations of the Company and the companies included in the consolidation, with a description of the most significant risks and uncertainties to which the Company and the companies included in the consolidation are exposed as a whole.

Signed by the Management Board: Reuel Israel Gavriel Slonim (President of the Management Board), Devansh Bakshi (Member of the Management Board & Chief Financial Officer), Manuela Kraljević (Member of the Management Board & Marketing and Sales Director) and Edmond Pinto (Member of the Management Board & Chief Operation Officer).

### MANAGEMENT BOARD:

#### President:



Reuel Israel Gavriel Slonim

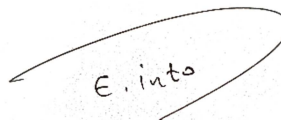
#### Members:



Devansh Bakshi



Manuela Kraljević



Edmond Pinto

# APPENDIX 1 FINANCIAL STATEMENTS (UNAUDITED)

# ARENA

HOSPITALITY GROUP

A MEMBER OF PPHE HOTEL GROUP



## **APPENDIX 1 FINANCIAL STATEMENTS (UNAUDITED)**

Consolidated balance sheet

Consolidated profit and loss statement

Consolidated cash flow statement

Consolidated statement of changes in equity

Notes to the consolidated financial statement

Company balance sheet

Company profit and loss statement

Company cash flow statement

Company statement of changes in equity

Notes to the financial statement for Company

## Annex 1

## ISSUER'S GENERAL DATA

Reporting period:

01.01.22

to

31.03.22

Year:

2022

Quarter:

1.

## Quarterly financial statements

Registration number (MB):

03203263

Issuer's home Member

State code:

HR

Entity's registration  
number (MBS):

040022901

Personal identification  
number (OIB):

47625429199

LEI:

74780000Z0PH7TFW3I85

Institution  
code:

1665

Name of the issuer: **Arena Hospitality Group d.d.**Postcode and town: **52100****Pula**Street and house number: **Smareglina ulica 3**E-mail address: **uprava@arenahospitalitygroup.com**Web address: **www.arenahospitalitygroup.com**Number of employees  
(end of the reporting**1019**

Consolidated report:

**KD**

(KN-not consolidated/KD-consolidated)

Audited:

**RN**

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

**Mažurana d.o.o.****Zagreb, Radnička cesta 80****80662589****Ulrika d.o.o.****Pula, Smareglina ulica 3****80662845****Sugarhill Investments B.V.****Nizozemska, Amesterdam, Radarweg 60****320830051****Germany Real Estate B.V.****Nizozemska, Amesterdam, Radarweg 60****67278027**

Bookkeeping firm:

**No**

(Yes/No)

(name of the bookkeeping firm)

Contact person: **Neven Čale**

(only name and surname of the contact person)

Telephone: **052/223-811**E-mail address: **ncale@arenahospitalitygroup.com**

Audit firm:

(name of the audit firm)

Certified auditor:

(name and surname)

**BALANCE SHEET**  
balance as at 31.03.2022

in HRK

Submitter: Arena Hospitality Group d.d.			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
<b>A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID</b>	<b>001</b>	0	0
<b>B) FIXED ASSETS (ADP 003+010+020+031+036)</b>	<b>002</b>	2.896.272.731	2.948.463.256
<b>I INTANGIBLE ASSETS (ADP 004 to 009)</b>	<b>003</b>	2.166.712	1.992.302
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	2.166.712	1.992.302
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	0	0
6 Other intangible assets	009	0	0
<b>II TANGIBLE ASSETS (ADP 011 to 019)</b>	<b>010</b>	2.688.914.131	2.735.003.779
1 Land	011	357.028.321	357.794.910
2 Buildings	012	1.584.465.260	1.574.088.240
3 Plant and equipment	013	140.197.292	134.438.321
4 Tools, working inventory and transportation assets	014	2.879.277	2.589.782
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	6.511.252	10.634.573
7 Tangible assets in preparation	017	327.374.358	386.960.908
8 Other tangible assets	018	270.458.371	268.497.045
9 Investment property	019	0	0
<b>III FIXED FINANCIAL ASSETS (ADP 021 to 030)</b>	<b>020</b>	107.613.836	113.884.038
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	0
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	38.700.449	44.720.686
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	68.913.387	69.163.352
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
<b>IV RECEIVABLES (ADP 032 to 035)</b>	<b>031</b>	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
<b>V DEFERRED TAX ASSETS</b>	<b>036</b>	97.578.052	97.583.137
<b>C) CURRENT ASSETS (ADP 038+046+053+063)</b>	<b>037</b>	440.052.850	302.412.041
<b>I INVENTORIES (ADP 039 to 045)</b>	<b>038</b>	2.888.858	4.260.532
1 Raw materials and consumables	039	2.700.504	3.777.096
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	63.451	126.867
5 Advances for inventories	043	124.903	356.569
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
<b>II RECEIVABLES (ADP 047 to 052)</b>	<b>046</b>	96.059.532	50.920.697
1 Receivables from undertakings within the group	047	150	3.229.740
2 Receivables from companies linked by virtue of participating interests	048	67.744	56.022
3 Customer receivables	049	10.889.105	9.770.518
4 Receivables from employees and members of the undertaking	050	0	0
5 Receivables from government and other institutions	051	32.050.549	8.954.908
6 Other receivables	052	53.051.984	28.909.509
<b>III CURRENT FINANCIAL ASSETS (ADP 054 to 062)</b>	<b>053</b>	200.965	200.965
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	0	0
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	200.965	200.965
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
<b>IV CASH AT BANK AND IN HAND</b>	<b>063</b>	340.903.495	247.029.847
<b>D) PREPAID EXPENSES AND ACCRUED INCOME</b>	<b>064</b>	0	0
<b>E) TOTAL ASSETS (ADP 001+002+037+064)</b>	<b>065</b>	3.336.325.581	3.250.875.297
<b>OFF-BALANCE SHEET ITEMS</b>	<b>066</b>	0	0

<b>LIABILITIES</b>			
<b>A) CAPITAL AND RESERVES (ADP 068 to</b>	<b>067</b>	<b>1.569.004.570</b>	<b>1.496.562.037</b>
I INITIAL (SUBSCRIBED) CAPITAL	068	102.574.420	102.574.420
II CAPITAL RESERVES	069	1.142.742.013	1.142.742.013
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	318.778.110	319.183.950
1 Legal reserves	071	5.128.721	5.128.721
2 Reserves for treasury shares	072	16.871.376	16.871.376
3 Treasury shares and holdings (deductible item)	073	-16.871.376	-16.871.376
4 Statutory reserves	074	0	0
5 Other reserves	075	313.649.389	314.055.229
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	-5.546.307	559.811
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	107.310	107.310
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	-5.377.897	-319.769
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	-275.720	772.270
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	-21.057.972	10.456.334
1 Retained profit	084	0	10.456.334
2 Loss brought forward	085	21.057.972	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	31.514.306	-78.954.491
1 Profit for the business year	087	31.514.306	0
2 Loss for the business year	088	0	78.954.491
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
<b>B) PROVISIONS (ADP 091 to 096)</b>	<b>090</b>	<b>49.309.370</b>	<b>49.309.370</b>
1 Provisions for pensions, termination benefits and similar obligations	091	3.951.613	3.951.613
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	0	0
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	45.357.757	45.357.757
<b>C) LONG-TERM LIABILITIES (ADP 098 to 108)</b>	<b>097</b>	<b>1.434.878.048</b>	<b>1.423.329.233</b>
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	1.430.551.307	1.423.329.233
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	4.326.741	0
11 Deferred tax liability	108	0	0
<b>D) SHORT-TERM LIABILITIES (ADP 110 to 123)</b>	<b>109</b>	<b>283.133.593</b>	<b>281.674.657</b>
1 Liabilities to undertakings within the group	110	18.547.193	16.765.540
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	109.326.309	109.909.902
7 Liabilities for advance payments	116	11.758.489	21.271.153
8 Liabilities to suppliers	117	65.330.490	72.416.328
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	17.580.879	20.228.312
11 Taxes, contributions and similar liabilities	120	5.401.625	0
12 Liabilities arising from the share in the result	121	0	0
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	55.188.608	41.083.422
<b>E) ACCRUALS AND DEFERRED INCOME</b>	<b>124</b>	<b>0</b>	<b>0</b>
<b>F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)</b>	<b>125</b>	<b>3.336.325.581</b>	<b>3.250.875.297</b>
<b>G) OFF-BALANCE SHEET ITEMS</b>	<b>126</b>	<b>0</b>	<b>0</b>

**STATEMENT OF PROFIT OR LOSS**  
for the period 01.01.2022 to 31.03.2022

in HRK

Submitter: Arena Hospitality Group d.d.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
<b>I OPERATING INCOME (ADP 002 to 006)</b>	<b>001</b>	<b>12.212.138</b>	<b>12.212.138</b>	<b>43.740.559</b>	<b>43.740.559</b>
1 Income from sales with undertakings within the group	002	0	0	0	0
2 Income from sales (outside group)	003	7.994.673	7.994.673	42.307.723	42.307.723
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	4.217.465	4.217.465	1.432.836	1.432.836
<b>II OPERATING EXPENSES (ADP 008+009+013+017+018+019+022+029)</b>	<b>007</b>	<b>68.512.896</b>	<b>68.512.896</b>	<b>108.877.127</b>	<b>108.877.127</b>
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	15.569.304	15.569.304	30.789.669	30.789.669
a) Costs of raw materials and consumables	010	7.248.845	7.248.845	18.356.716	18.356.716
b) Costs of goods sold	011	0	0	0	0
c) Other external costs	012	8.320.459	8.320.459	12.432.953	12.432.953
3 Staff costs (ADP 014 to 016)	013	17.243.549	17.243.549	41.703.096	41.703.096
a) Net salaries and wages	014	10.381.965	10.381.965	27.915.321	27.915.321
b) Tax and contributions from salary costs	015	4.563.784	4.563.784	8.962.994	8.962.994
c) Contributions on salaries	016	2.297.800	2.297.800	4.824.781	4.824.781
4 Depreciation	017	27.100.909	27.100.909	26.943.373	26.943.373
5 Other costs	018	0	0	0	0
6 Value adjustments (ADP 020+021)	019	0	0	0	0
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	0	0	0	0
7 Provisions (ADP 023 to 028)	022	0	0	0	0
a) Provisions for pensions, termination benefits and similar obligations	023	0	0	0	0
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	0	0	0	0
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	8.599.134	8.599.134	9.440.989	9.440.989
<b>III FINANCIAL INCOME (ADP 031 to 040)</b>	<b>030</b>	<b>213.696</b>	<b>213.696</b>	<b>287.087</b>	<b>287.087</b>
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	209.820	209.820	287.087	287.087
8 Exchange rate differences and other financial income	038	3.876	3.876	0	0
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	0	0	0	0
<b>IV FINANCIAL EXPENSES (ADP 042 to 048)</b>	<b>041</b>	<b>7.921.028</b>	<b>7.921.028</b>	<b>10.995.387</b>	<b>10.995.387</b>
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	7.894.739	7.894.739	7.227.555	7.227.555
4 Exchange rate differences and other expenses	045	0	0	3.678.664	3.678.664
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	26.289	26.289	89.168	89.168
<b>V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS</b>	<b>049</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VI SHARE IN PROFIT FROM JOINT VENTURES</b>	<b>050</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST</b>	<b>051</b>	<b>2.143.745</b>	<b>2.143.745</b>	<b>2.441.114</b>	<b>2.441.114</b>
<b>VIII SHARE IN LOSS OF JOINT VENTURES</b>	<b>052</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>IX TOTAL INCOME (ADP 001+030+049 +050)</b>	<b>053</b>	<b>12.425.834</b>	<b>12.425.834</b>	<b>44.027.646</b>	<b>44.027.646</b>
<b>X TOTAL EXPENDITURE (ADP 007+041+051 + 052)</b>	<b>054</b>	<b>78.577.669</b>	<b>78.577.669</b>	<b>122.313.628</b>	<b>122.313.628</b>
<b>XI PRE-TAX PROFIT OR LOSS (ADP 053-054)</b>	<b>055</b>	<b>-66.151.835</b>	<b>-66.151.835</b>	<b>-78.285.982</b>	<b>-78.285.982</b>
1 Pre-tax profit (ADP 053-054)	056	0	0	0	0
2 Pre-tax loss (ADP 054-053)	057	-66.151.835	-66.151.835	-78.285.982	-78.285.982
<b>XII INCOME TAX</b>	<b>058</b>	<b>789.459</b>	<b>789.459</b>	<b>668.509</b>	<b>668.509</b>
<b>XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)</b>	<b>059</b>	<b>-66.941.294</b>	<b>-66.941.294</b>	<b>-78.954.491</b>	<b>-78.954.491</b>
1 Profit for the period (ADP 055-059)	060	0	0	0	0
2 Loss for the period (ADP 059-055)	061	-66.941.294	-66.941.294	-78.954.491	-78.954.491



<b>DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)</b>					
<b>XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)</b>	<b>062</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Pre-tax profit from discontinued operations	<b>063</b>	0	0	0	0
2 Pre-tax loss on discontinued operations	<b>064</b>	0	0	0	0
<b>XV INCOME TAX OF DISCONTINUED OPERATIONS</b>	<b>065</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Discontinued operations profit for the period (ADP 062-065)	<b>066</b>	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	<b>067</b>	0	0	0	0
<b>TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)</b>					
<b>XVI PRE-TAX PROFIT OR LOSS (ADP 055+062)</b>	<b>068</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Pre-tax profit (ADP 068)	<b>069</b>	0	0	0	0
2 Pre-tax loss (ADP 068)	<b>070</b>	0	0	0	0
<b>XVII INCOME TAX (ADP 058+065)</b>	<b>071</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)</b>	<b>072</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Profit for the period (ADP 068-071)	<b>073</b>	0	0	0	0
2 Loss for the period (ADP 071-068)	<b>074</b>	0	0	0	0
<b>APPENDIX to the P&amp;L (to be filled in by undertakings that draw up consolidated annual financial statements)</b>					
<b>XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)</b>	<b>075</b>	<b>-66.941.294</b>	<b>-66.941.294</b>	<b>-78.954.491</b>	<b>-78.954.491</b>
1 Attributable to owners of the parent	<b>076</b>	-66.941.294	-66.941.294	-78.954.491	-78.954.491
2 Attributable to minority (non-controlling) interest	<b>077</b>	0	0	0	0
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)</b>					
<b>I PROFIT OR LOSS FOR THE PERIOD</b>	<b>078</b>	<b>-66.941.294</b>	<b>-66.941.294</b>	<b>-78.954.491</b>	<b>-78.954.491</b>
<b>II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)</b>	<b>079</b>	<b>1.835.299</b>	<b>1.835.299</b>	<b>6.106.118</b>	<b>6.106.118</b>
<b>III Items that will not be reclassified to profit or loss (ADP 081 to 085)</b>	<b>080</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Changes in revaluation reserves of fixed tangible and intangible assets	<b>081</b>	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	<b>082</b>	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	<b>083</b>	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	<b>084</b>	0	0	0	0
5 Other items that will not be reclassified	<b>085</b>	0	0	0	0
6 Income tax relating to items that will not be reclassified	<b>086</b>	0	0	0	0
<b>IV Items that may be reclassified to profit or loss (ADP 088 to 095)</b>	<b>087</b>	<b>1.835.299</b>	<b>1.835.299</b>	<b>6.106.118</b>	<b>6.106.118</b>
1 Exchange rate differences from translation of foreign operations	<b>088</b>	401.955	401.955	1.047.990	1.047.990
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	<b>089</b>	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	<b>090</b>	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	<b>091</b>	1.433.344	1.433.344	5.058.128	5.058.128
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	<b>092</b>	0	0	0	0
6 Changes in fair value of the time value of option	<b>093</b>	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	<b>094</b>	0	0	0	0
8 Other items that may be reclassified to profit or loss	<b>095</b>	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	<b>096</b>	0	0	0	0
<b>V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087-086 - 096)</b>	<b>097</b>	<b>1.835.299</b>	<b>1.835.299</b>	<b>6.106.118</b>	<b>6.106.118</b>
<b>VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)</b>	<b>098</b>	<b>-65.105.995</b>	<b>-65.105.995</b>	<b>-72.848.373</b>	<b>-72.848.373</b>
<b>APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)</b>					
<b>VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)</b>	<b>099</b>	<b>-65.105.995</b>	<b>-65.105.995</b>	<b>-72.848.373</b>	<b>-72.848.373</b>
1 Attributable to owners of the parent	<b>100</b>	-65.105.995	-65.105.995	-72.848.373	-72.848.373
2 Attributable to minority (non-controlling) interest	<b>101</b>	0	0	0	0

**STATEMENT OF CASH FLOWS - indirect method**  
for the period 01.01.2022. to 31.03.2022.

in HRK

Submitter: Arena Hospitality Group d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
<b>Cash flow from operating activities</b>			
1 Pre-tax profit	001	-66.151.835	-78.285.982
2 Adjustments (ADP 003 to 010):	002	35.416.122	41.524.818
a) Depreciation	003	27.100.909	26.943.373
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	-3.671.663	0
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	0
d) Interest and dividend income	006	-208.865	-287.087
e) Interest expenses	007	7.894.739	7.227.555
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	1.751.417	4.794.023
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	2.549.585	2.846.954
<b>I Cash flow increase or decrease before changes in working capital (ADP 001+002)</b>	<b>011</b>	<b>-30.735.713</b>	<b>-36.761.164</b>
3 Changes in the working capital (ADP 013 to 016)	012	8.517.902	43.900.639
a) Increase or decrease in short-term liabilities	013	6.875.893	160.006
b) Increase or decrease in short-term receivables	014	376.688	44.201.085
c) Increase or decrease in inventories	015	1.265.321	-460.452
d) Other increase or decrease in working capital	016	0	0
<b>II Cash from operations (ADP 011+012)</b>	<b>017</b>	<b>-22.217.811</b>	<b>7.139.475</b>
4 Interest paid	018	-10.447.138	-10.139.155
5 Income tax paid	019	-1.803.111	-735.677
<b>A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)</b>	<b>020</b>	<b>-34.468.060</b>	<b>-3.735.357</b>
<b>Cash flow from investment activities</b>			
1 Cash receipts from sales of fixed tangible and intangible assets	021	4.400.825	0
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	0	33.089
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	0	0
6 Other cash receipts from investment activities	026	0	69.014
<b>III Total cash receipts from investment activities (ADP 021 to 026)</b>	<b>027</b>	<b>4.400.825</b>	<b>102.103</b>
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-19.902.697	-64.655.074
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	-7.549.354
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	0
<b>IV Total cash payments from investment activities (ADP 028 to 032)</b>	<b>033</b>	<b>-19.902.697</b>	<b>-72.204.428</b>
<b>B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)</b>	<b>034</b>	<b>-15.501.872</b>	<b>-72.102.325</b>
<b>Cash flow from financing activities</b>			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	0	0
4 Other cash receipts from financing activities	038	0	0
<b>V Total cash receipts from financing activities (ADP 035 to 038)</b>	<b>039</b>	<b>0</b>	<b>0</b>
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-10.926.460	-12.711.844
2 Cash payments for dividends	041	0	0
3 Cash payments for finance lease	042	-231.864	-3.737.919
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	0	0
5 Other cash payments from financing activities	044	0	0
<b>VI Total cash payments from financing activities (ADP 040 to 044)</b>	<b>045</b>	<b>-11.158.324</b>	<b>-16.449.763</b>
<b>C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)</b>	<b>046</b>	<b>-11.158.324</b>	<b>-16.449.763</b>
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	-497.813	-1.586.202
<b>D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)</b>	<b>048</b>	<b>-61.626.069</b>	<b>-93.873.647</b>
<b>E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>049</b>	<b>425.612.813</b>	<b>340.903.495</b>
<b>F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)</b>	<b>050</b>	<b>363.986.744</b>	<b>247.029.848</b>

**STATEMENT OF CHANGES IN EQUITY**  
for the period from 01.01.22 to 31.03.22

in HRK

Item	ADP code	Attributable to owners of the parent																	
		Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Other reserves	Revaluation reserves	Fair value of financial assets through other comprehensive income (available for sale)	Cash flow hedge - effective portion	Hedge of a net investment in a foreign operation - effective portion	Other fair value reserves	Exchange rate differences from translation of foreign operations	Retained profit / loss brought forward	Profit/loss for the business year	Total attributable to owners of the parent	Minority (non-controlling) interest	Total capital and reserves
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18 (3 to 6 - 7 + 8 to 17)	19	20 (18+19)
<b>Previous period</b>																			
1 Balance on the first day of the previous business year	01	102.574.420	1.142.742.013	5.128.721	16.871.376	16.871.376	0	312.026.031	0	130.305	0	-9.826.022	0	-266.947	206.224.758	-227.282.730	1.531.450.549	0	1.531.450.549
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	03	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	102.574.420	1.142.742.013	5.128.721	16.871.376	16.871.376	0	312.026.031	0	130.305	0	-9.826.022	0	-266.947	206.224.758	-227.282.730	1.531.450.549	0	1.531.450.549
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	0	31.514.306	31.514.306	0	31.514.306	
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	0	0	0	0	0	0	-8.775	0	-8.775	0	-8.775	
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	08	0	0	0	0	0	0	0	0	-22.995	0	0	0	0	0	-22.995	0	-22.995	
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	4.448.125	0	0	0	4.448.125	0	4.448.125	
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
13 Other changes in equity unrelated to owners	13	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
14 Tax on transactions recognised directly in equity	14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
18 Redemption of treasury shares/holdings	18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
19 Payments from members/shareholders	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
20 Payment of share in profit/dividend	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
21 Other distributions and payments to members/shareholders	21	0	0	0	0	0	0	1.623.358	0	0	0	0	0	0	0	1.623.358	0	1.623.358	
22 Transfer to reserves according to the annual schedule	22	0	0	0	0	0	0	0	0	0	0	0	0	-227.282.730	227.282.730	0	0	0	
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
24 Balance on the last day of the previous business year reporting period (ADP 04 to 23)	24	102.574.420	1.142.742.013	5.128.721	16.871.376	16.871.376	0	313.649.389	0	107.310	0	-5.377.897	0	-275.720	-21.057.972	31.514.306	1.569.004.570	0	1.569.004.570
<b>APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)</b>																			
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)	25	0	0	0	0	0	0	0	0	-22.995	0	4.448.125	0	-8.775	0	0	4.416.357	0	4.416.357
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05-25)	26	0	0	0	0	0	0	0	0	-22.995	0	4.448.125	0	-8.775	0	31.514.306	35.930.663	0	35.930.663
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 23)	27	0	0	0	0	0	0	1.623.358	0	0	0	0	0	0	-227.282.730	227.282.730	1,623,358	0	1,623,358

Current period																			
<b>1 Balance on the first day of the current business year</b>	<b>28</b>	102,574,420	1,142,742,013	5,128,721	16,871,376	16,871,376	0	313,649,389	0	107,310	0	-5,377,897	0	-275,720	-21,057,972	31,514,306	1,589,004,570	0	1,569,004,570
2 Changes in accounting policies	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	30	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>4 Balance on the first day of the current business year (restated) (ADP 28 to 30)</b>	<b>31</b>	102,574,420	1,142,742,013	5,128,721	16,871,376	16,871,376	0	313,649,389	0	107,310	0	-5,377,897	0	-275,720	-21,057,972	31,514,306	1,589,004,570	0	1,569,004,570
5 Profit/loss of the period	32	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Exchange rate differences from translation of foreign operations	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-78,954,491	-78,954,491	-78,954,491
7 Changes in revaluation reserves of fixed tangible and intangible assets	34	0	0	0	0	0	0	0	0	0	0	0	0	1,047,990	0	0	1,047,990	1,047,990	1,047,990
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	45	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payments from members/shareholders	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Payment of share in profit/dividend	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Other distributions and payments to members/shareholders	48	0	0	0	0	0	0	405,840	0	0	0	0	0	0	0	0	405,840	405,840	405,840
22 Carryforward per annual plane	49	0	0	0	0	0	0	0	0	0	0	0	0	0	31,514,306	-31,514,306	0	0	0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	50	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>24 Balance on the last day of the current business year reporting period (ADP 31 to 50)</b>	<b>51</b>	102,574,420	1,142,742,013	5,128,721	16,871,376	16,871,376	0	314,055,229	0	107,310	0	-319,769	0	772,270	10,456,334	-78,954,491	1,496,562,037	0	1,496,562,037
<b>APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)</b>																			
<b>I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADP 32 to 41)</b>	<b>52</b>	0	0	0	0	0	0	0	0	0	0	5,058,128	0	1,047,990	0	0	6,106,118	0	6,106,118
<b>II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 32 to 50)</b>	<b>53</b>	0	0	0	0	0	0	0	0	0	0	5,058,128	0	1,047,990	0	-78,954,491	-72,848,373	0	-72,848,373
<b>III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 42 to 50)</b>	<b>54</b>	0	0	0	0	0	0	405,840	0	0	0	0	0	0	31,514,306	-31,514,306	405,840	0	405,840

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

Name of the issuer: Arena Hospitality Group d.d.

Personal identification number (OIB): 47625429199

Reporting period: 01.01.2022 to 31.03.2022

Notes to the financial statements are to be drawn up in accordance with the International Financial Reporting Standards (hereinafter: IFRS) in such a way that they:

- a) present information about the basis for the preparation of the financial statements and the specific accounting policies used in accordance with the International Accounting Standard 1 (IAS 1),
- b) disclose any information required by IFRSs that is not presented elsewhere in the statement of financial position, statement of comprehensive income, statement of cash flows and statement of changes in equity,
- c) provide additional information that is not presented elsewhere in the statement of financial position, statement of comprehensive income, statement of cash flows and statement of changes in equity, but is relevant for un of them.

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

1. issuer's name, registered office (address), legal form, country of establishment, entity's registration number and, if applicable, the indication whether the issuer is undergoing liquidation, bankruptcy proceedings, shortened proceedings or extraordinary administration

- See General data

2. adopted accounting policies

- no changes

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 concern concerning pensions of the issuer within the group or company linked by virtue of participating interest shall be disclosed separately

- no change from the data published in the Annual Report for 2021 published in Notes 13 and 14.

4. the amount of advances and credits granted to the members of the administrative, managerial and supervisory bodies, with indications of the interest rates, main conditions and any amounts repaid, written-off or revoked commitments entered into on their behalf by way of guarantees of any kind, with an indication of the total for each category

- N/D

5. the amount and nature of individual items of income or expenditure which are of exceptional size or incidence

- see explanations in the text where the business results in the period are commented.

6. amounts owed by the issuer and falling due after more than five years, as well as the total debts of the issuer covered by valuable security furnished by the issuer, specifying the type and form of security

- no change from the data published in the Annual Report for 2021 published in Notes 13 and 14.

7. average number of employees during the financial year

- 823 employees.

8. where, in accordance with the regulations, the issuer 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 debit 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

- Total capitalised cost amounted 222,364 HRK (net salaries 147,124 HRK, 49,705 HRK taxes and contributions from salaries and 25,535 HRK contributions on salaries)

9. the amount of the emoluments granted in respect of the financial year to the members of the administrative, managerial and supervisory bodies by reason of their responsibilities, and any commitments arising or entered retirement pensions for former members of those bodies, with an indication of the total for each category

- See Income Statement

10. the average number of persons employed during the financial year, broken down by categories and, if they are not disclosed separately in the profit and loss account, the staff costs relating to the financial year, broken c net salaries and wages, tax costs and contributions from salaries, contributions on salaries and other salary costs, excluding cost allowances

- See Income Statement

11. 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

- N/D

12. the name and registered office of each of the companies in which the issuer, either itself or through a person acting in their own name but on the issuer's behalf, holds a participating interest, showing the proportion of th the amount of capital and reserves, and the profit or loss for the latest financial year of the company concerned for which financial statements have been adopted; the information concerning capital and reserves and the pr be omitted where the company concerned does not publish its balance sheet and is not controlled by another company

- data on entrepreneurs in which the Company holds a participating share in the capital are published in the Annual Report for 2021 on p. 136. The results of operations of these companies are included in the consolidated n Company in accordance with the applied reporting framework.

13. 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

- N/D

14. where there is more than one class of shares, the number and the nominal value or, in the absence of a nominal value, the accounting value for each class

- N/D

15. 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

- N/D

16. the name, registered office and legal form of each of the companies of which the issuer is a member having unlimited liability

- N/D

17. the name and registered office of the company which draws up the consolidated financial statements of the largest group of companies of which the issuer forms part as a controlled group member

- The largest group of entrepreneurs is Park Plaza Hotel Europe. In accordance with the legal framework, this company does not publish quarterly reports, but only semi-annual and annual ones, which can be found at <https://www.pphe.com/investors>

18. the name and registered office of the company which draws up the consolidated financial statements of the smallest group of companies of which the issuer forms part as a controlled group member and which is also in group of companies referred to in point 17.

- same as point 17.

19. the place where copies of the consolidated financial statements referred to in points 17 and 18 may be obtained, provided that they are available

- N/D

20. the proposed appropriation of profit or treatment of loss, or where applicable, the appropriation of the profit or treatment of the loss

- N/D

21. the nature and business purpose of the company's arrangements that are not included in the balance sheet and the financial impact on the company of those arrangements, provided that the risks or benefits arising from 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 company

- N/D

22. 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

- N/D

23. the net income broken down by categories of activity and into geographical markets, in so far as those categories and markets differ substantially from one another, taking account of the manner in which the sale of pro provision of services are organised.

- N/D

24. the total fees for the financial year charged by each statutory auditor or audit firm for the statutory audit of the annual financial statements, i.e. annual consolidated financial statements, the total fees charged for other a services, the total fees charged for tax advisory services and the total fees charged for other non-audit services, total research and development expenditure as the basis for granting state aid.

24. the total fees for the financial year charged by each statutory auditor or audit firm for the statutory audit of the annual financial statements, i.e. annual consolidated financial statements, the total fees charged for other a services, the total fees charged for tax advisory services and the total fees charged for other non-audit services, total research and development expenditure as the basis for granting state aid.

All remaining information is contained in the notes to the financial statements published in the Company's Annual Report.

## Annex 1

## ISSUER'S GENERAL DATA

Reporting period:

01.01.22

to

31.03.22

Year:

2022

Quarter:

1.

## Quarterly financial statements

Registration number (MB):

03203263

Issuer's home Member

State code:

HR

Entity's registration  
number (MBS):

040022901

Personal identification  
number (OIB):

47625429199

LEI:

74780000Z0PH7TFW3I85

Institution  
code:

1665

Name of the issuer: **Arena Hospitality Group d.d.**

Postcode and town:

52100

Pula

Street and house number:

Smareglina ulica 3

E-mail address:

uprava@arenahospitalitygroup.com

Web address:

www.arenahospitalitygroup.com

Number of employees  
(end of the reporting

810

Consolidated report:

KN

(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:

Sandra Kalagac

(only name and surname of the contact person)

Telephone:

052/223-811

E-mail address:

skalagac@arenahospitalitygroup.com

Audit firm:

(name of the audit firm)

Certified auditor:

(name and surname)

**BALANCE SHEET**  
balance as at 31.03.2022

in HRK

Submitter: Arena Hospitality Group d.d.			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
<b>A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID</b>	<b>001</b>	0	0
<b>B) FIXED ASSETS (ADP 003+010+020+031+036)</b>	<b>002</b>	2.594.685.533	2.657.874.056
<b>I INTANGIBLE ASSETS (ADP 004 to 009)</b>	<b>003</b>	1.703.510	1.555.194
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1.703.510	1.555.194
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	0	0
6 Other intangible assets	009	0	0
<b>II TANGIBLE ASSETS (ADP 011 to 019)</b>	<b>010</b>	1.639.583.654	1.662.654.062
1 Land	011	234.735.463	234.735.463
2 Buildings	012	986.373.122	973.967.574
3 Plant and equipment	013	88.009.871	83.651.054
4 Tools, working inventory and transportation assets	014	2.879.277	2.589.782
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	6.511.252	10.634.573
7 Tangible assets in preparation	017	312.774.267	349.450.534
8 Other tangible assets	018	8.300.402	7.625.082
9 Investment property	019	0	0
<b>III FIXED FINANCIAL ASSETS (ADP 021 to 030)</b>	<b>020</b>	858.390.056	898.656.487
1 Investments in holdings (shares) of undertakings within the group	021	543.323.804	546.700.805
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	249.253.345	285.829.068
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	0	0
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	65.812.907	66.126.614
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
<b>IV RECEIVABLES (ADP 032 to 035)</b>	<b>031</b>	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
<b>V DEFERRED TAX ASSETS</b>	<b>036</b>	95.008.313	95.008.313
<b>C) CURRENT ASSETS (ADP 038+046+053+063)</b>	<b>037</b>	312.664.129	208.647.680
<b>I INVENTORIES (ADP 039 to 045)</b>	<b>038</b>	1.714.960	3.301.398
1 Raw materials and consumables	039	1.526.606	2.817.962
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	63.451	126.867
5 Advances for inventories	043	124.903	356.569
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
<b>II RECEIVABLES (ADP 047 to 052)</b>	<b>046</b>	25.257.574	24.232.500
1 Receivables from undertakings within the group	047	13.805.231	13.064.949
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	6.334.897	5.771.209
4 Receivables from employees and members of the undertaking	050	20.471	21.296
5 Receivables from government and other institutions	051	3.264.312	3.427.534
6 Other receivables	052	1.832.663	1.947.512
<b>III CURRENT FINANCIAL ASSETS (ADP 054 to 062)</b>	<b>053</b>	200.965	200.965
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	0	0
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	200.965	200.965
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
<b>IV CASH AT BANK AND IN HAND</b>	<b>063</b>	285.490.630	180.912.817
<b>D) PREPAID EXPENSES AND ACCRUED INCOME</b>	<b>064</b>	0	0
<b>E) TOTAL ASSETS (ADP 001+002+037+064)</b>	<b>065</b>	2.907.349.662	2.866.521.736
<b>OFF-BALANCE SHEET ITEMS</b>	<b>066</b>	0	0

<b>LIABILITIES</b>			
<b>A) CAPITAL AND RESERVES (ADP 068 to</b>	<b>067</b>	<b>1.978.035.976</b>	<b>1.921.044.900</b>
I INITIAL (SUBSCRIBED) CAPITAL	068	102.574.420	102.574.420
II CAPITAL RESERVES	069	1.142.742.013	1.142.742.013
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	558.922.031	559.327.871
1 Legal reserves	071	5.128.721	5.128.721
2 Reserves for treasury shares	072	16.871.376	16.871.376
3 Treasury shares and holdings (deductible item)	073	-16.871.376	-16.871.376
4 Statutory reserves	074	0	0
5 Other reserves	075	553.793.310	554.199.150
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	107.310	107.310
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	107.310	107.310
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	128.072.871	173.690.202
1 Retained profit	084	128.072.871	173.690.202
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	45.617.331	-57.396.916
1 Profit for the business year	087	45.617.331	0
2 Loss for the business year	088	0	57.396.916
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
<b>B) PROVISIONS (ADP 091 to 096)</b>	<b>090</b>	<b>49.308.029</b>	<b>49.445.163</b>
1 Provisions for pensions, termination benefits and similar obligations	091	3.950.281	4.087.415
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	0	0
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	45.357.748	45.357.748
<b>C) LONG-TERM LIABILITIES (ADP 098 to 108)</b>	<b>097</b>	<b>716.713.314</b>	<b>713.379.937</b>
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	716.713.314	713.379.937
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	0	0
11 Deferred tax liability	108	0	0
<b>D) SHORT-TERM LIABILITIES (ADP 110 to 123)</b>	<b>109</b>	<b>163.292.343</b>	<b>182.651.736</b>
1 Liabilities to undertakings within the group	110	7.086.439	6.548.067
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	60.268.088	57.015.020
7 Liabilities for advance payments	116	4.247.365	16.662.211
8 Liabilities to suppliers	117	24.940.420	56.624.560
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	15.846.627	16.801.208
11 Taxes, contributions and similar liabilities	120	2.988.663	2.325.203
12 Liabilities arising from the share in the result	121	0	0
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	47.914.741	26.675.467
<b>E) ACCRUALS AND DEFERRED INCOME</b>	<b>124</b>	<b>0</b>	<b>0</b>
<b>F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)</b>	<b>125</b>	<b>2.907.349.662</b>	<b>2.866.521.736</b>
<b>G) OFF-BALANCE SHEET ITEMS</b>	<b>126</b>	<b>0</b>	<b>0</b>



**STATEMENT OF PROFIT OR LOSS**  
for the period 01.01.2022 to 31.03.2022

in HRK

Submitter: Arena Hospitality Group d.d.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
<b>I OPERATING INCOME (ADP 002 to 006)</b>	<b>001</b>	<b>10.423.659</b>	<b>10.423.659</b>	<b>15.220.602</b>	<b>15.220.602</b>
1 Income from sales with undertakings within the group	002	1.469.494	1.469.494	1.758.451	1.758.451
2 Income from sales (outside group)	003	4.952.673	4.952.673	12.603.775	12.603.775
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	4.001.492	4.001.492	858.376	858.376
<b>II OPERATING EXPENSES (ADP 08+009+013+017+018+019+022+029)</b>	<b>007</b>	<b>45.076.300</b>	<b>45.076.300</b>	<b>69.875.367</b>	<b>69.875.367</b>
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	12.065.462	12.065.462	17.802.792	17.802.792
a) Costs of raw materials and consumables	010	4.705.526	4.705.526	8.525.788	8.525.788
b) Costs of goods sold	011	7.584	7.584	4.334	4.334
c) Other external costs	012	7.352.352	7.352.352	9.272.670	9.272.670
3 Staff costs (ADP 014 to 016)	013	10.972.710	10.972.710	27.321.034	27.321.034
a) Net salaries and wages	014	8.243.161	8.243.161	18.076.556	18.076.556
b) Tax and contributions from salary costs	015	2.031.462	2.031.462	6.107.052	6.107.052
c) Contributions on salaries	016	698.087	698.087	3.137.426	3.137.426
4 Depreciation	017	17.652.954	17.652.954	17.672.788	17.672.788
5 Other costs	018	0	0	0	0
6 Value adjustments (ADP 020+021)	019	0	0	0	0
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	0	0	0	0
7 Provisions (ADP 023 to 028)	022	0	0	0	0
a) Provisions for pensions, termination benefits and similar obligations	023	0	0	0	0
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	0	0	0	0
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	4.385.174	4.385.174	7.078.753	7.078.753
<b>III FINANCIAL INCOME (ADP 031 to 040)</b>	<b>030</b>	<b>1.204.853</b>	<b>1.204.853</b>	<b>1.785.123</b>	<b>1.785.123</b>
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	1.155.548	1.155.548	1.771.162	1.771.162
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	0	0	13.961	13.961
8 Exchange rate differences and other financial income	038	48.385	48.385	0	0
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	920	920	0	0
<b>IV FINANCIAL EXPENSES (ADP 042 to 048)</b>	<b>041</b>	<b>3.669.246</b>	<b>3.669.246</b>	<b>4.527.274</b>	<b>4.527.274</b>
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	3.669.246	3.669.246	3.305.204	3.305.204
4 Exchange rate differences and other expenses	045	0	0	1.222.070	1.222.070
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	0	0
<b>V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS</b>	<b>049</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VI SHARE IN PROFIT FROM JOINT VENTURES</b>	<b>050</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST</b>	<b>051</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VIII SHARE IN LOSS OF JOINT VENTURES</b>	<b>052</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>IX TOTAL INCOME (ADP 001+030+049 +050)</b>	<b>053</b>	<b>11.628.512</b>	<b>11.628.512</b>	<b>17.005.725</b>	<b>17.005.725</b>
<b>X TOTAL EXPENDITURE (ADP 007+041+051 + 052)</b>	<b>054</b>	<b>48.745.546</b>	<b>48.745.546</b>	<b>74.402.641</b>	<b>74.402.641</b>
<b>XI PRE-TAX PROFIT OR LOSS (ADP 053-054)</b>	<b>055</b>	<b>-37.117.034</b>	<b>-37.117.034</b>	<b>-57.396.916</b>	<b>-57.396.916</b>
1 Pre-tax profit (ADP 053-054)	056	0	0	0	0
2 Pre-tax loss (ADP 054-053)	057	-37.117.034	-37.117.034	-57.396.916	-57.396.916
<b>XII INCOME TAX</b>	<b>058</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)</b>	<b>059</b>	<b>-37.117.034</b>	<b>-37.117.034</b>	<b>-57.396.916</b>	<b>-57.396.916</b>
1 Profit for the period (ADP 055-059)	060	0	0	0	0
2 Loss for the period (ADP 059-055)	061	-37.117.034	-37.117.034	-57.396.916	-57.396.916

<b>DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)</b>					
<b>XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)</b>	<b>062</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Pre-tax profit from discontinued operations	063	0	0	0	0
2 Pre-tax loss on discontinued operations	064	0	0	0	0
<b>XV INCOME TAX OF DISCONTINUED OPERATIONS</b>	<b>065</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
<b>TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)</b>					
<b>XVI PRE-TAX PROFIT OR LOSS (ADP 055+062)</b>	<b>068</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
<b>XVII INCOME TAX (ADP 058+065)</b>	<b>071</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)</b>	<b>072</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Profit for the period (ADP 068-071)	073	0	0	0	0
2 Loss for the period (ADP 071-068)	074	0	0	0	0
<b>APPENDIX to the P&amp;L (to be filled in by undertakings that draw up consolidated annual financial statements)</b>					
<b>XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)</b>	<b>075</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Attributable to owners of the parent	076	0	0	0	0
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)</b>					
<b>I PROFIT OR LOSS FOR THE PERIOD</b>	<b>078</b>	<b>-37.117.034</b>	<b>-37.117.034</b>	<b>-57.396.916</b>	<b>-57.396.916</b>
<b>II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)</b>	<b>079</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>III Items that will not be reclassified to profit or loss (ADP 081 to 085)</b>	<b>080</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
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
<b>IV Items that may be reclassified to profit or loss (ADP 088 to 095)</b>	<b>087</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
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
<b>V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087-086 - 096)</b>	<b>097</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)</b>	<b>098</b>	<b>-37.117.034</b>	<b>-37.117.034</b>	<b>-57.396.916</b>	<b>-57.396.916</b>
<b>APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)</b>					
<b>VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)</b>	<b>099</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
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 - indirect method**  
for the period 01.01.2022. to 31.03.2022.

in HRK

Submitter: Arena Hospitality Group d.d.				
Item	ADP code	Same period of the previous year	Current period	
1	2	3	4	
<b>Cash flow from operating activities</b>				
1 Pre-tax profit	001	-37.117.034	-57.396.916	
2 Adjustments (ADP 003 to 010):	002	18.119.042	21.594.569	
a) Depreciation	003	17.652.954	17.672.788	
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	-3.671.663	0	
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	0	
d) Interest and dividend income	006	-1.155.548	-1.771.162	
e) Interest expenses	007	3.669.245	3.305.204	
f) Provisions	008	0	0	
g) Exchange rate differences (unrealised)	009	1.218.214	1.981.899	
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	405.840	405.840	
<b>I Cash flow increase or decrease before changes in working capital (ADP 001+002)</b>	<b>011</b>	<b>-18.997.992</b>	<b>-35.802.347</b>	
3 Changes in the working capital (ADP 013 to 016)	012	5.311.294	24.374.790	
a) Increase or decrease in short-term liabilities	013	5.591.523	22.489.677	
b) Increase or decrease in short-term receivables	014	-1.543.927	2.796.231	
c) Increase or decrease in inventories	015	1.263.698	-911.118	
d) Other increase or decrease in working capital	016	0	0	
<b>II Cash from operations (ADP 011+012)</b>	<b>017</b>	<b>-13.686.698</b>	<b>-11.427.557</b>	
4 Interest paid	018	-7.619.473	-6.729.782	
5 Income tax paid	019	0	0	
<b>A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)</b>	<b>020</b>	<b>-21.306.171</b>	<b>-18.157.339</b>	
<b>Cash flow from investment activities</b>				
1 Cash receipts from sales of fixed tangible and intangible assets	021	4.400.825	0	
2 Cash receipts from sales of financial instruments	022	0	0	
3 Interest received	023	0	0	
4 Dividends received	024	0	0	
5 Cash receipts from repayment of loans and deposits	025	0	0	
6 Other cash receipts from investment activities	026	0	0	
<b>III Total cash receipts from investment activities (ADP 021 to 026)</b>	<b>027</b>	<b>4.400.825</b>	<b>0</b>	
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-19.431.921	-41.147.404	
2 Cash payments for the acquisition of financial instruments	029	0	0	
3 Cash payments for loans and deposits for the period	030	-18.934.865	-34.601.541	
4 Acquisition of a subsidiary, net of cash acquired	031	0	0	
5 Other cash payments from investment activities	032	-1.010.000	-3.377.000	
<b>IV Total cash payments from investment activities (ADP 028 to 032)</b>	<b>033</b>	<b>-39.376.786</b>	<b>-79.125.945</b>	
<b>B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)</b>	<b>034</b>	<b>-34.975.961</b>	<b>-79.125.945</b>	
<b>Cash flow from financing activities</b>				
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0	
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0	
3 Cash receipts from credit principals, loans and other borrowings	037	0	0	
4 Other cash receipts from financing activities	038	0	0	
<b>V Total cash receipts from financing activities (ADP 035 to 038)</b>	<b>039</b>	<b>0</b>	<b>0</b>	
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-7.284.404	-7.294.531	
2 Cash payments for dividends	041	0	0	
3 Cash payments for finance lease	042	0	0	
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	0	0	
5 Other cash payments from financing activities	044	0	0	
<b>VI Total cash payments from financing activities (ADP 040 to 044)</b>	<b>045</b>	<b>-7.284.404</b>	<b>-7.294.531</b>	
<b>C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)</b>	<b>046</b>	<b>-7.284.404</b>	<b>-7.294.531</b>	
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	0	0	
<b>D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)</b>	<b>048</b>	<b>-63.566.536</b>	<b>-104.577.815</b>	
<b>E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>049</b>	<b>370.878.428</b>	<b>285.490.632</b>	
<b>F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (ADP 048+049)</b>	<b>050</b>	<b>307.311.892</b>	<b>180.912.817</b>	

**STATEMENT OF CHANGES IN EQUITY**  
for the period from 01.01.22 to 31.03.22

in HRK

Item	ADP code	Attributable to owners of the parent																	
		Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Other reserves	Revaluation reserves	Fair value of financial assets through other comprehensive income (available for sale)	Cash flow hedge - effective portion	Hedge of a net investment in a foreign operation - effective portion	Other fair value reserves	Exchange rate differences from translation of foreign operations	Retained profit / loss brought forward	Profit/loss for the business year	Total attributable to owners of the parent	Minority (non-controlling) interest	Total capital and reserves
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18 (3 to 6 - 7 + 8 to 17)	19	20 (18+19)
<b>Previous period</b>																			
1 Balance on the first day of the previous business year	01	102.574.420	1.142.742.013	5.128.721	16.871.376	16.871.376	0	552.169.952	0	130.305	0	0	0	0	231.245.206	-103.172.335	1.930.818.282	0	1.930.818.282
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	03	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	102.574.420	1.142.742.013	5.128.721	16.871.376	16.871.376	0	552.169.952	0	130.305	0	0	0	0	231.245.206	-103.172.335	1.930.818.282	0	1.930.818.282
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	0	45.617.331	45.617.331	0	45.617.331	
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	08	0	0	0	0	0	0	0	0	-22.995	0	0	0	0	0	0	-22.995	0	-22.995
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	13	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payments from members/shareholders	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Payment of share in profit/dividend	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Other distributions and payments to members/shareholders	21	0	0	0	0	0	0	1.623.358	0	0	0	0	0	0	0	0	1.623.358	0	1.623.358
22 Transfer to reserves according to the annual schedule	22	0	0	0	0	0	0	0	0	0	0	0	0	-103.172.335	103.172.335	0	0	0	
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
24 Balance on the last day of the previous business year reporting period (ADP 04 to 23)	24	102.574.420	1.142.742.013	5.128.721	16.871.376	16.871.376	0	553.793.310	0	107.310	0	0	0	0	128.072.871	45.617.331	1.978.035.976	0	1.978.035.976
<b>APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)</b>																			
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)	25	0	0	0	0	0	0	0	0	-22.995	0	0	0	0	0	0	-22.995	0	-22.995
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05-25)	26	0	0	0	0	0	0	0	0	-22.995	0	0	0	0	45.617.331	45.594.336	0	45.594.336	
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 23)	27	0	0	0	0	0	0	1.623.358	0	0	0	0	0	-103.172.335	103.172.335	1,623,358	0	1,623,358	

Current period																			
<b>1 Balance on the first day of the current business year</b>	<b>28</b>	102,574,420	1,142,742,013	5,128,721	16,871,376	16,871,376	0	553,793,310	0	107,310	0	0	0	0	128,072,871	45,617,331	1,978,035,976	0	1,978,035,976
2 Changes in accounting policies	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	30	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>4 Balance on the first day of the current business year (restated) (ADP 28 to 30)</b>	<b>31</b>	102,574,420	1,142,742,013	5,128,721	16,871,376	16,871,376	0	553,793,310	0	107,310	0	0	0	0	128,072,871	45,617,331	1,978,035,976	0	1,978,035,976
5 Profit/loss of the period	32	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-57,396,916	-57,396,916	0	-57,396,916
6 Exchange rate differences from translation of foreign operations	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Changes in revaluation reserves of fixed tangible and intangible assets	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	45	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payments from members/shareholders	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Payment of share in profit/dividend	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Other distributions and payments to members/shareholders	48	0	0	0	0	0	0	405,840	0	0	0	0	0	0	0	0	405,840	0	405,840
22 Carryforward per annual plan	49	0	0	0	0	0	0	0	0	0	0	0	0	45,617,331	-45,617,331	0	0	0	0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	50	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>24 Balance on the last day of the current business year reporting period (ADP 31 to 50)</b>	<b>51</b>	102,574,420	1,142,742,013	5,128,721	16,871,376	16,871,376	0	554,199,150	0	107,310	0	0	0	173,690,202	-57,396,916	1,921,044,900	0	1,921,044,900	
<b>APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)</b>																			
<b>I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADP 32 to 41)</b>	<b>52</b>	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 32 to 50)</b>	<b>53</b>	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-57,396,916	-57,396,916	0	-57,396,916
<b>III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 42 to 50)</b>	<b>54</b>	0	0	0	0	0	0	405,840	0	0	0	0	0	45,617,331	-45,617,331	405,840	0	405,840	

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

Name of the issuer: Arena Hospitality Group d.d.

Personal identification number (OIB): 47625429199

Reporting period: 01.01.2022 till 31.03.2022

Notes to the financial statements are to be drawn up in accordance with the International Financial Reporting Standards (hereinafter: IFRS) in such a way that they:

- a) present information about the basis for the preparation of the financial statements and the specific accounting policies used in accordance with the International Accounting Standard 1 (IAS 1),
- b) disclose any information required by IFRSs that is not presented elsewhere in the statement of financial position, statement of comprehensive income, statement of cash flows and statement of changes in equity,
- c) provide additional information that is not presented elsewhere in the statement of financial position, statement of comprehensive income, statement of cash flows and statement of changes in equity, but is relevant for understanding any of them.

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

1. issuer's name, registered office (address), legal form, country of establishment, entity's registration number and, if applicable, the indication whether the issuer is undergoing liquidation, bankruptcy proceedings, shortened termination proceedings or extraordinary administration  
- See General data
2. adopted accounting policies  
- no changes
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 issuer within the group or company linked by virtue of participating interest shall be disclosed separately  
- no change from the data published in the Annual Report for 2021 published in Notes 13 and 14.
4. the amount of advances and credits granted to the members of the administrative, managerial and supervisory bodies, with indications of the interest rates, main conditions and any amounts repaid, written-off or revoked, as well as commitments entered into on their behalf by way of guarantees of any kind, with an indication of the total for each category  
- N/D
5. the amount and nature of individual items of income or expenditure which are of exceptional size or incidence  
- see explanations in the text where the business results in the period are commented.
6. amounts owed by the issuer and falling due after more than five years, as well as the total debts of the issuer covered by valuable security furnished by the issuer, specifying the type and form of security  
- no change from the data published in the Annual Report for 2021 published in Notes 13 and 14.
7. average number of employees during the financial year  
- 628 employees.
8. where, in accordance with the regulations, the issuer 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  
- Total capitalised cost amounted 222,364 HRK (net salaries: 147,124 HRK, 49,705 HRK taxes and contributions from salaries and 25,535 HRK contributions on salaries)
9. the amount of the emoluments granted in respect of the financial year to the members of the administrative, managerial and supervisory bodies by reason of their responsibilities, and any commitments arising or entered into in respect of retirement pensions for former members of those bodies, with an indication of the total for each category  
- See Income Statement
10. the average number of persons employed during the financial year, broken down by categories and, if they are not disclosed separately in the profit and loss account, the staff costs relating to the financial year, broken down between net salaries and wages, tax costs and contributions from salaries, contributions on salaries and other salary costs, excluding cost allowances  
- See Income Statement
11. 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  
- N/D
12. the name and registered office of each of the companies in which the issuer, either itself or through a person acting in their own name but on the issuer'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 company concerned for which financial statements have been adopted; the information concerning capital and reserves and the profit or loss may be omitted where the company concerned does not publish its balance sheet and is not controlled by another company  
- data on entrepreneurs in which the Company holds a participating share in the capital are published in the Annual Report for 2021 on p. 136. The results of operations of these companies are included in the consolidated report of the Company in accordance with the applied reporting framework.
13. 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  
- N/D
14. where there is more than one class of shares, the number and the nominal value or, in the absence of a nominal value, the accounting value for each class  
- N/D
15. 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  
- N/D
16. the name, registered office and legal form of each of the companies of which the issuer is a member having unlimited liability  
- N/D
17. the name and registered office of the company which draws up the consolidated financial statements of the largest group of companies of which the issuer forms part as a controlled group member  
- The largest group of entrepreneurs is Park Plaza Hotel Europe. In accordance with the legal framework, this company does not publish quarterly reports, but only semi-annual and annual ones, which can be found at <https://www.pphe.com/investors>
18. the name and registered office of the company which draws up the consolidated financial statements of the smallest group of companies of which the issuer forms part as a controlled group member and which is also included in the group of companies referred to in point 17.  
- same as point 17.
19. the place where copies of the consolidated financial statements referred to in points 17 and 18 may be obtained, provided that they are available  
- N/D
20. the proposed appropriation of profit or treatment of loss, or where applicable, the appropriation of the profit or treatment of the loss  
- N/D
21. the nature and business purpose of the company's arrangements that are not included in the balance sheet and the financial impact on the company 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 company  
- N/D
22. 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  
- N/D
23. the net income broken down by categories of activity and into geographical markets, in so far as those categories and markets differ substantially from one another, taking account of the manner in which the sale of products and the provision of services are organised.
24. the total fees for the financial year charged by each statutory auditor or audit firm for the statutory audit of the annual financial statements, i.e. annual consolidated financial statements, the total fees charged for other assurance services, the total fees charged for tax advisory services and the total fees charged for other non-audit services, total research and development expenditure as the basis for granting state aid.

All remaining information is contained in the notes to the financial statements published in the Company's Annual Report.