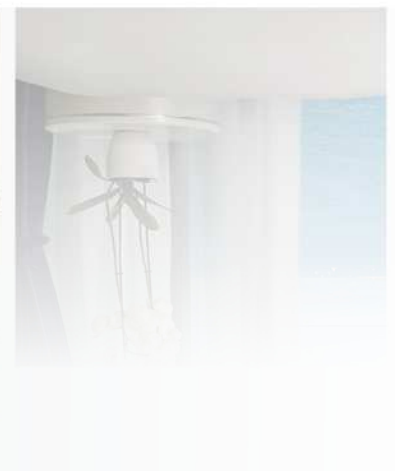


Interim Financial Report

For The Third Quarter and nine months of
2024

31 OCTOBER 2024



ARENA

HOSPITALITY GROUP

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01 INTERIM PERFORMANCE REPORT FOR THE PERIOD JANUARY – SEPTEMBER 2024

Overview

We are hereby presenting our results for the first nine months of 2024. 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 the unconsolidated performance in Croatia.

We are pleased to present yet another period of topline growth with consolidated record revenue of EUR 125.4 million, which is an increase of EUR 12.6 million (11%) year-on-year. This increase was driven by a marked RevPAR growth across all our operating regions. Our performance in the nine months of 2024 was the result of our teams' focus on growing RevPAR, as demand continued to increase for both our city centre hotels and our leisure properties. Our investments into property upgrades in recent years have improved the overall value proposition for our guests and we remain optimistic on the new and renovated properties' continued positive contribution to the Group's performance.

The Group's improved total revenue performance was driven by a significant RevPAR growth of 14% in the German region and 22% in the CEE region, largely through higher occupancy levels growing 13% in Germany (to 68.7%) and 34% (to 56.0%) in the CEE region when compared to the same period last year. In Croatia, we experienced solid total revenue growth of 9% in this strongest trading period and across all our operating segments including campsites, apartment resorts and hotels in particular, which were supported by the newly opened art'otel Zagreb as well as our year-round operation of Grand Hotel Brioni Pula, a Radisson Collection. Our Q3 results in Croatia's Istrian leisure destinations were somewhat disrupted by a rainy and cold weather in September, which had a noticeable impact on the campsite segment. In September, the number of guests in the Istria region overall decreased by 8% compared to last year.

Whilst inflation has gradually reduced when compared to last year; the Euro area inflation in September was 1.8% and Croatia still reported a higher inflation rate of 3.0%. On the other hand, the growth in national minimum wage across the regions continues to have an adverse impact on overall operating expenses. Our financial performance continues to be adversely impacted by an increase in service sector prices as well as in payroll expenses.

Nevertheless, the Group realised savings in the cost of utilities, driven down by lower electricity expense, which decreased by 9% year on year as result of the Group's purchasing strategy, favourable pricing and hedging across all operating regions. Saving in utilities was the strongest in Budapest where expenses were reduced by more than 50%.

Group EBITDA amounted to EUR 39.4 million compared to EUR 35.0 million in the same period last year (growth of 13%). This significant improvement is result of the strong summer revenue performance in Croatia, continued revenue growth in German and CEE portfolio coupled with a strict cost discipline.

The Group benefits from strong liquidity, with its cash position on 30th September at EUR 55.0 million and with no increases in interest associated with debt and no new refinancing, the Group's cashflow remains consistent with its current expectations considering changes in working capital requirements due to the seasonal nature of part of its business.

The Company also adopted a share buyback programme on 13th September, which is a continuation of its ongoing efforts to enhance shareholder value and improve share liquidity.

Highlights

- The Group reports a record total consolidated revenue for the nine months of EUR 125.4 million, representing 11.2% growth year-on-year indicating a continuation of gradual improvement in all our operating regions.
- The Group has reported a significant increase in EBITDA amounting to EUR 39.4m, which is increase of 12.6% compared to the same time last year.
- The Company has not adjusted its position and provisions associated with the Land Concession Regulation, which has resulted in new tariff system of lease expenses. Whilst the process is in its early stages, we do not anticipate any adverse impact from this change to our financial position for now.
- A marked RevPAR of EUR 55.8 (6.5% increase versus last year) indicating a resilient growth in accommodation revenue in Croatia and marked recovery in the city centre portfolio.
- Our Croatian operations performed well with total revenue to date of EUR 93.9 million representing an increase of 9.1% year-on-year, driven by growth in ADR (up 3.9% to EUR 105.7) and more rooms sold (3.6% increase to 748,521).
- Strong improvement in Germany, with 13.4% growth in occupancy (to 68.7%) and 14% growth in RevPAR (to EUR 94.8) underscored by favourable travel trends and demand activity recovery.
- Following the recent investments and repositioning of Arena Franz Ferdinand Nassfeld and Park Plaza Budapest, we have noticed encouraging trends in occupancy growth due to increased base activity and repositioning efforts.
- Stable consolidated cash position of EUR 55.0 million.

Development Pipeline

After successful two stage investments and repositioning of **Arena Stoja Campsite** the campsite was upgraded to a four-star categorisation. We are especially pleased that Arena Stoja Campsite has been awarded the prestigious “Croatia’s Best Campsites 2025” label for the second consecutive year, together with our Arena Grand Kažela Campsite and Arena One 99 Glamping. Since this year, Arena Stoja Campsite is among the few in Istria that also offers winter camping, which indicates the recognition that is the result of efforts and continuous investments in our campsites.

Following its success and growth we are looking to further focus our investments in the **Arena Stupice** and **Arena Indije Campsites**, which have already had some preliminary upgrades to their core facilities.

Since the Tourist Land regulation passing in early 2024, the Group is taking the opportunity to further uplift its Campsite portfolio, and we continue to further invest in our campsites with a view to reposition them to higher category and create value through better return on investments.

The 133-room former **Park Plaza Berlin Kudamm (joint venture investment)** is within close proximity to the Kaiser Wilhelm Memorial Church and boulevard “Kudamm”. After a six-month repositioning and rebranding development programme, the property relaunched as **Radisson RED Berlin Kudamm** and reopened for guests just before EURO 2024 football tournament. The hotel fully opened in September 2024.

CURRENT TRADING AND OUTLOOK

Trading since 30 September 2024 is in line with our expectations across our three operating regions.

The fourth quarter of the year is usually a strong quarter in Germany and Hungary whilst the majority of the Croatian leisure operations are closing down for a period of preventative maintenance following the peak summer season. The winter season for our property in Austria will start at the beginning of December.

In Germany, we expect to continue building our occupancy and average daily rates and continue to benefit from the planned international trade fairs and events in Berlin, Cologne and Nuremberg.

In our CEE & Croatia regions we will focus on delivering solid winter season in Nassfeld in Q4 and driving the operational performance of our properties including Belgrade, Budapest and Zagreb.

Given the current economic climate the Group, plans to conserve and improve its liquidity, nevertheless remains committed to uplifting the campsite and hotel portfolio standard through regular investment projects, rebranding to maximise opportunity, prepare for investments throughout all the regions and explore new high potential growth opportunities in Croatia and Central and Eastern Europe.



RELI SLONIM, PRESIDENT OF THE MANAGEMENT BOARD

OPERATING REVIEW OF THE COMPANY AND ITS SUBSIDIARIES (THE “GROUP”)

The following table sets out the Group’s consolidated results of operations for the nine months of 2024.

Consolidated Key performance indicators

	Reported			Like-for-like ¹		
	Nine months ended 30 September 2024	Nine months ended 30 September 2023	Variance %	Nine months ended 30 September 2024	Nine months ended 30 September 2023	Variance %
Total revenue (EUR million)	125.4	112.8	11.2	121.9	112.8	8.1
Accommodation revenue (EUR million)	105.0	95.1	10.4	103.0	95.1	8.3
EBITDAR (EUR million)	41.1	36.8	11.7	41.5	36.8	12.8
EBITDA (EUR million)	39.4	35.0	12.6	39.8	35.0	13.7
Profit before tax (EUR million)	19.9	18.7	6.4	22.4	19.3	16.1
Rooms available ²	1,882,573	1,816,341	3.6	1,852,439	1,816,341	2.0
Occupancy % ²	49.7	48.2	146.4 ⁴	49.8	48.2	156.5 ⁴
Average daily rate (EUR) ³	112.2	108.6	3.3	111.6	108.6	2.7
RevPAR (EUR)	55.8	52.4	6.5	55.6	52.4	6.2

¹ Like-for-like comparison figures for 2024 and 2023 exclude performance of art’otel Zagreb, Croatia.

² Rooms available and the occupancy calculation are based on operating days.

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

⁴ In Basis Points (bps).

Total revenue increased by 11.2% to EUR 125.4 million (2023: EUR 112.8 million). Accommodation revenue increased by 10.4% to EUR 105.0 million (2023: EUR 95.1 million) whereby occupancy increased by 146.4 bps to 49.7% and the average daily rate increased by 3.3% to EUR 112.2 (2023: EUR 108.6).

EBITDA increased by 12.6% and amounted to EUR 39.4 million (2023: EUR 35.0 million) and was year-on-year positively impacted by increased revenue in all our operating regions and due to more favourable electricity prices, total utility costs were lower than in the same period last year.

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 it has a cash position of EUR 55.0 million.

Croatian portfolio performance

The following table sets out the results for the Group's operations in Croatia for the nine months of 2024:

Key performance indicators

	Reported			Like-for-like ¹		
	Nine months ended 30 September 2024	Nine months ended 30 September 2023	Variance %	Nine months ended 30 September 2024	Nine months ended 30 September 2023	Variance %
Total revenue (EUR million)	93.9	86.1	9.1	90.4	86.1	5.0
Accommodation revenue (EUR million)	79.1	73.5	7.6	77.1	73.5	4.9
EBITDAR (EUR million)	33.8	31.9	6.0	34.2	31.9	7.2
EBITDA (EUR million)	32.1	30.2	6.3	32.5	30.2	7.6
Rooms available ²	1,592,964	1,536,954	3.6	1,562,830	1,536,954	1.7
Occupancy % ²	47.0	47.0	(2.9) ⁴	47.0	47.0	(1.7) ⁴
Average daily rate (EUR) ³	105.7	101.7	3.9	104.9	101.7	3.1
RevPAR (EUR)	49.7	47.8	3.8	49.3	47.8	3.1
FTE ⁵	870.4	824.5	5.6	795.7	824.5	(3.5)

¹ Like-for-like comparison figures for 2024 exclude performance of art'otel Zagreb, Croatia.

² Rooms available and the occupancy calculation are based on operating days.

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

⁴ In Basis Points (bps).

⁵ 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.

For this region, total revenue increased by 9.1% to EUR 93.9 million (2023: EUR 86.1 million). The increase in accommodation revenue by 7.6% is the result of increase in average daily rate by 3.9% and amounted to EUR 105.7 (2023: EUR 101.7), while occupancy slightly decreased by 2.9 bps to 47.0%.

Increased revenue comes from all operating segments, with the biggest impact of hotels where revenues in total increased by 17%, led by Grand Hotel Brioni Pula which continued to benefit from a recent investment and from the newly opened art'otel Zagreb.

The reported EBITDA amounted to EUR 32.1 million (2023: EUR 30.2 million) as a result of increased revenue and decreased electricity expenses.

German portfolio performance

The following table sets out the Group's results of operations in Germany for the nine months of 2024:

Key performance indicators

	Nine months ended 30 September 2024	Nine months ended 30 September 2023	Variance %
Total revenue (EUR million)	21.4	18.9	13.2
Accommodation revenue (EUR million)	18.6	16.2	14.8
EBITDAR (EUR million)	6.0	4.4	36.4
EBITDA (EUR million)	6.0	4.4	36.4
Rooms available ¹	195,636	194,922	0.4
Occupancy % ¹	68.7	60.6	810.4 ²
Average daily rate (EUR) ³	138.0	137.3	0.5
RevPAR (EUR)	94.8	83.2	14.0
FTE ⁴	121.6	122.9	(1.0)

¹ Rooms available and occupancy are based on operating days.

² In Basis Points (bps)

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

⁴ 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.

In the first nine months of 2024 the region realised an occupancy rate of 68.7%, compared to 60.6% in 2023. The region saw a slight increase in ADRs compared to 2023, with ADRs in 2024 being 0.5% higher at EUR 138.0 (2023: EUR 137.3).

Total revenue during the period increased by 13.2% to EUR 21.4 million (2023: EUR 18.9 million). Accommodation revenue increased by 14.8% to EUR 18.6 million (2023: EUR 16.2 million) driven by an increase in occupancy of 810.4 bps to 68.7% (2023: 60.6%). RevPAR increased by 14.0% to EUR 94.8 (2023: EUR 83.2).

The reported EBITDA for the nine months amounted to EUR 6.0 million (2023: EUR 4.4 million).

Other (CEE) portfolio performance

The following table sets out the Group's results of operations in Hungary, Serbia and Austria for the nine months of 2024:

Key performance indicators

	Nine months ended 30 September 2024	Nine months ended 30 September 2023	Variance %
Total revenue (EUR million)	9.5	7.0	35.7
Accommodation revenue (EUR million)	7.3	5.4	35.2
EBITDAR (EUR million)	1.3	0.5	160.0
EBITDA (EUR million)	1.3	0.5	160.0
Rooms available ¹	93,973	84,465	11.3
Occupancy % ¹	56.0	41.8	1,423.8 ²
Average daily rate (EUR) ³	139.0	152.7	(9.0)
RevPAR (EUR)	77.9	63.8	22.0
FTE ⁴	129.7	105.6	22.8

¹ Rooms available and occupancy are based on operating days.

² In Basis Points (bps)

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

⁴ 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.

Our CEE operating region, which consists of Hungary, Serbia and Austria, reported an increase in business activities in the nine months.

Our hotel in Budapest continued to improve its occupancy during the period and increased revenue compared to the same period last year.

Our hotel in Nassfeld recorded a positive performance by increasing revenue on year-on-year level, which is the result of growth in both ADR and occupancy.

Our hotel in Belgrade continued to build its presence in city hotels segment after full refurbishment and repositioning programme to Radisson RED.

Total reported revenue for this region increased by 35.7% to EUR 9.5 million (2023: EUR 7.0 million), mostly as a result of the contribution from our hotels in Nassfeld and Budapest, with Radisson RED Belgrade yet to mature. Average daily rate amounted to EUR 139.0, while occupancy was 56.0%.

Reported EBITDA amounted to EUR 1.3 million (2023: EUR 0.5 million).

Management and central service performance

The following table sets out the Group's results of management and central services operations for the nine months of 2024:

Key performance indicators¹

	Nine months ended 30 September 2024	Nine months ended 30 September 2023	Variance %
Total revenue before elimination (EUR million)	14.2	13.1	8.4
Elimination of intra group revenue (EUR million)	(13.4)	(12.1)	10.7
Total reported revenue (EUR million)	0.8	1.0	(20.0)
EBITDA (EUR million)	(0.1)	(0.1)	0.0
FTE ²	314.2	303.0	3.7

¹ Ulika d.o.o. (art'otel Zagreb) has been moved from Management and central services segment to Croatia operating segment when hotel became operative (October 2023).

² 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.

In line with the operations in Croatia and our international operations, total reported revenue increased by 8.4% to EUR 14.2 million (2023: EUR 13.1 million). External revenue decreased to EUR 0.8 million.

EBITDA was negative and amounted to EUR 0.1 million (2023: loss EUR 0.1 million).

ESG and Sustainability Report

Conducted „Let's talk“ employee engagement survey

In September 2024, the Group conducted the annual online employee engagement survey, 'Let's Talk.' We're happy to share that 1170 employees from across the company took part in it.

The survey was run by the third party, People Insight, an employee engagement consulting company based in the United Kingdom, which collected all responses anonymously.

The results are expected to be available for the Company in Q4, 2024.

art'otel Zagreb winner of Green Building and Sustainable Built Environment Award in the category of Building of the Year – Reconstruction

In July 2024, art'otel Zagreb was awarded the Green Building and Sustainable Built Environment Award in the category of Building of the Year – Reconstruction.

This category recognises building reconstructions and energy renovations completed between January 1st 2023 and July 1st 2024 and is awarded by the Croatian Green Building Council.

The Croatian Green Building Council is the largest organisation in Croatia dedicated to sustainable building, infrastructure, and green energy. Globally, the Green Building Council Croatia (GBC) is a member of the World Green Building Council and the European Regional Network (ERN), and since 2016, it has been awarding the Annual Green Building and Sustainable Built Environment Awards in six categories.

Green Key re - certification in Croatia

In September 2024, our Croatian properties underwent re-certification for the Green Key programme, a voluntary international eco-label in tourism and hospitality.

The Green Key programme serves as a certification and recognition initiative for accommodation facilities. Its primary purpose is to enhance awareness among owners, staff, and clients about the necessity of environmental protection and the promotion of sustainable development. The overarching objective of this programme is the establishment and oversight of an environmental label for accommodation establishments.

The results of the certification process are expected to be published in Q4 2024.

Our ongoing support to local community

The Group maintains its commitment to supporting the local community stakeholders crucial to community development and preserving the local heritage. This commitment encompasses a wide range of events and collaborations with diverse institutions and associations.

In Q3 2024, the Group has traditionally supported the most important cultural events in South Istria, including the Pula Film Festival, Pula Cultural Summer, the Rocks & Stars festival at Cave Romane, Trka na Prstenac (Tilting at the ring) and one of the most significant sport events in Pula – the Pula Marathon.

SIGNIFICANT EVENTS DURING NINE MONTHS OF 2024

Treasury Shares Buyback Programme

After the expiry of the previous Treasury shares buyback programme launched on 15 September 2022, the Management Board has decided to launch another Treasury Shares Buyback Programme with the intention to purchase up to 60.000 of its treasury shares. The programme was launched on 16 September 2024 and will last until 16 September 2026. The programme marks a continuation of the Management's effort to enhance its shareholders' value and is aimed, among other things, to boost liquidity of the shares.

EVENTS AFTER THE BALANCE SHEET DATE

There were no significant events after the Balance sheet date.

02 Financial statements

Interim condensed statement of financial position (unaudited)

	Group		Company	
	30 September 2024 EUR'000	31 December 2023 EUR'000	30 September 2024 EUR'000	31 December 2023 EUR'000
Assets				
Non-current assets:				
Intangible fixed assets	1,060	1,201	954	1,080
Property, plant and equipment	345,479	353,292	215,427	221,223
Right-of-use assets	33,579	33,059	-	-
Inventories	1,460	2,066	1,094	1,580
Interest in joint ventures	9,936	6,256	-	-
Other non-current financial assets	835	1,029	129,308	124,708
Deferred tax asset	4,908	8,674	4,822	8,588
Restricted deposits and cash	8,088	9,335	7,231	8,975
	405,345	414,912	358,836	366,154
Current assets:				
Inventories	1,155	843	702	548
Trade receivables	6,280	2,610	4,362	1,024
Other receivables and prepayments	1,334	1,481	3,853	2,958
Income tax receivable	4	99	-	-
Cash and cash equivalents	54,974	50,348	48,448	43,371
	63,747	55,381	57,365	47,901
Total assets	469,092	470,293	416,201	414,055
Equity and liabilities				
Equity:				
Issued capital	13,614	13,614	13,614	13,614
Share premium	151,624	151,668	151,624	151,668
Hedging reserve	(17)	210	-	-
Other reserves	39,985	41,631	71,495	73,288
Accumulated earnings/(losses)	17,954	6,314	45,880	32,687
Total equity	223,160	213,437	282,613	271,257
Non-current liabilities:				
Bank borrowings	152,744	162,251	91,362	97,416
Lease liability	36,088	35,799	134	169
Provisions	6,020	6,020	6,020	6,020
Other liabilities	1,329	1,329	1,314	1,314
	196,181	205,399	98,830	104,919
Current liabilities:				
Trade payables	6,024	4,567	3,021	1,264
Current lease liability	4,100	3,546	47	45
Other payables and accruals	14,934	14,483	11,780	11,810
Liabilities towards related parties	2,566	1,209	3,042	1,599
Bank borrowings	22,127	27,652	16,868	23,161
	49,751	51,457	34,758	37,879
Total liabilities	245,932	256,856	133,588	142,798
Total equity and liabilities	469,092	470,293	416,201	414,055

Interim Financial Report
for the Third Quarter and nine months of 2024

Interim condensed income statement (unaudited)

	Group		Company	
	30 September 2024	30 September 2023	30 September 2024	30 September 2023
	EUR'000	EUR'000	EUR'000	EUR'000
Revenues	125,410	112,849	91,642	87,146
Operating expenses	(84,264)	(76,028)	(60,116)	(56,849)
EBITDAR	41,146	36,821	31,526	30,297
Rental expenses and concession fees: land	(1,794)	(1,778)	(1,659)	(1,695)
EBITDA	39,352	35,043	29,867	28,602
Depreciation, amortisation and impairment	(15,485)	(13,178)	(9,784)	(9,049)
EBIT	23,867	21,865	20,083	19,553
Financial expenses	(5,135)	(3,911)	(2,040)	(2,169)
Financial income	1,400	1,457	2,435	1,428
Other expense	(418)	(767)	(152)	(87)
Other revenue	424	54	417	16
Share in result of joint ventures	(275)	12	-	-
Profit (loss) before tax	19,863	18,710	20,743	18,741
Income tax	(4,440)	(4,115)	(3,767)	(3,385)
Profit (loss) after tax	15,423	14,595	16,976	15,356
EPS	3.05	2.88	3.35	3.03

Interim condensed statements of other comprehensive income (unaudited)

	Group		Company	
	30 September 2024	30 September 2023	30 September 2024	30 September 2023
	EUR'000	EUR'000	EUR'000	EUR'000
Profit (loss) after tax	15,423	14,595	16,976	15,356
Other comprehensive income (loss) to be recycled through profit and loss in subsequent periods:				
Profit (loss) from cash flow hedges	(227)	(36)	-	-
Foreign currency translation adjustments of foreign operations	147	(100)	-	-
Other comprehensive income /(loss)	(80)	(136)	-	-
Total comprehensive income /(loss)	15,343	14,459	16,976	15,356

Interim consolidated condensed statement of changes in equity (unaudited)

Group	Issued capital EUR'000	Share premium EUR'000	Hedging reserves EUR'000	Other reserve EUR'000	Accumulated profit/ (loss) EUR'000	Total EUR'000
Balance as at 31 December 2022	13,614	151,668	1,142	42,145	6,197	214,766
Profit/(loss) for the year	-	-	-	-	3,654	3,654
Other comprehensive income	-	-	(932)	(192)	-	(1,124)
Total comprehensive income	-	-	(932)	(192)	3,654	2,530
Dividend payment	-	-	-	-	(3,537)	(3,537)
Treasury shares	-	-	-	(537)	-	(537)
Share based payments	-	-	-	215	-	215
Balance as at 31 December 2023	13,614	151,668	210	41,631	6,314	213,437
Profit/(loss) for the year	-	-	-	-	15,423	15,423
Other comprehensive income	-	-	(227)	147	-	(80)
Total comprehensive income	-	-	(227)	147	15,423	15,343
Dividend payment	-	-	-	-	(3,783)	(3,783)
Treasury shares	-	-	-	(1,873)	-	(1,873)
Release of treasury shares	-	(44)	-	44	-	-
Share based payments	-	-	-	36	-	36
Balance as at 30 September 2024	13,614	151,624	(17)	39,985	17,954	223,160

Interim standalone condensed statement of changes in equity (unaudited)

Company	Issued capital EUR'000	Share premium EUR'000	Other reserve EUR'000	Accumulated profit/ (loss) EUR'000	Total EUR'000
Balance as at 31 December 2022	13,614	151,668	73,610	30,092	268,984
Profit/(loss) for the year	-	-	-	6,132	6,132
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	6,132	6,132
Dividend payment	-	-	-	(3,537)	(3,537)
Treasury shares	-	-	(537)	-	(537)
Share based payments	-	-	215	-	215
Balance as at 31 December 2023	13,614	151,668	73,288	32,687	271,257
Profit/(loss) for the year	-	-	-	16,976	16,976
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	16,976	16,976
Dividend payment	-	-	-	(3,783)	(3,783)
Treasury shares	-	-	(1,873)	-	(1,873)
Release of treasury shares	-	(44)	44	-	-
Share based payments	-	-	36	-	36
Balance as at 30 September 2024	13,614	151,624	71,495	45,880	282,613

Interim condensed statement of cash flows (unaudited)

	Group		Company	
	Q3 2024 EUR'000	Q3 2023 EUR'000	Q3 2024 EUR'000	Q3 2023 EUR'000
Cash flows from operating activities:				
Profit for the year	15,423	14,595	16,976	15,356
Adjustment to reconcile profit to cash provided by operating activities:				
Interest expenses	4,111	3,911	1,987	2,155
Interest revenue	(1,400)	(965)	(2,435)	(1,427)
Unrealised foreign exchange (gains)/losses	734	(358)	-	-
Income tax charge	4,440	4,114	3,767	3,385
Share in results of joint ventures	275	(12)	-	-
Gain on disposal of property, plant and equipment	(368)	-	(368)	-
Depreciation, amortisation and impairment	15,485	13,178	9,784	9,049
Disposal of property, plant and equipment	48	13	48	9
Share-based payments	36	162	36	162
	23,361	20,043	12,819	13,333
Changes in operating assets and liabilities:				
Decrease/(increase) in inventories	292	(78)	333	(95)
Decrease/(increase) in trade and other receivables	(3,589)	(3,278)	(2,764)	(3,388)
Increase/(decrease) in trade and other payables	3,069	8,495	3,259	8,711
	(228)	5,139	828	5,228
Cash paid and received during the period for:				
Interest paid	(4,260)	(3,871)	(2,173)	(2,153)
Interest received	943	665	917	1,106
Taxes paid	(335)	(378)	-	-
	(3,652)	(3,584)	(1,256)	(1,047)
Net cash provided by operating activities	34,904	36,193	29,367	32,870
Cash flows from investing activities:				
Investments in property, plant and equipment	(5,317)	(28,331)	(3,988)	(12,386)
Loans to related party	-	-	(4,600)	(7,665)
Loans to joint ventures	(3,531)	(1,100)	-	-
Proceeds from repayment of loans given to joint ventures	-	206	-	-
Proceeds from sale of property, plant and equipment	404	-	404	-
Proceeds from given group loan	-	-	-	1,143
Decrease/(increase) in restricted and rent deposits	1,247	(477)	1,744	(103)
Net cash used in investing activities	(7,197)	(29,702)	(6,440)	(19,011)
Cash flows from financing activities:				
Proceeds from bank borrowings	5,000	10,524	5,000	2,500
Proceeds from finance lease	-	81	-	81
Payment of principal portion of lease liabilities	(2,620)	(2,345)	(33)	(2)
Dividend payment	(3,783)	(3,537)	(3,783)	(3,537)
Repayment of bank borrowings	(19,820)	(14,751)	(17,161)	(12,586)
Purchase of treasury shares	(1,873)	(319)	(1,873)	(319)
Net cash provided by financing activities	(23,096)	(10,347)	(17,850)	(13,863)
(Decrease)/increase in cash and cash equivalents	4,611	(3,856)	5,077	(4)
Net foreign exchange differences	15	(4)	-	-
Cash and cash equivalents at beginning of year	50,348	70,437	43,371	55,583
Cash and cash equivalents at end of year	54,974	66,577	48,448	55,579

Note 1 General

The interim financial statements of Arena Hospitality Group d.d. (the Company) and its subsidiaries (together the Group) for the period ended 30 September 2024 were established by a decision of the Management Board dated 30 October 2024.

The Company is a subsidiary of PPHE Hotel Group Limited, a Guernsey incorporated company listed on the FTSE Market of the London Stock Exchange (PPHE Hotel Group) which (indirectly) owns 54.80% (excluding treasury shares) of the registered share capital in the Company.

Description of business and formation of the Company: The Company is a joint stock company listed on the Prime Market of the Zagreb Stock Exchange with its registered office in Pula, Republic of Croatia. In accordance with the laws of the Republic of Croatia and with the approval of the Croatian Privatisation Fund, the Company was transformed from a state-owned company into a joint stock company in 1994 and registered with the Commercial Court in Rijeka. The business of the Group is owning, co-owning, leasing and operating full-service upscale, upper upscale and lifestyle hotels in major gateway cities and regional centres, such as Berlin, Cologne and Nuremberg in Germany, Budapest in Hungary, Belgrade in Serbia, Zagreb in Croatia, as well as hotels self-catering apartment complexes and campsites in destinations such as in the city of Pula, the largest city in Croatia's Istria region or Medulin, and ski resort in Nassfeld in Austria.

These financial statements have been prepared in a condensed format as at 30 September 2024 and for the nine months then ended ("interim financial statements"). These financial statements should be read in conjunction with the Company's annual financial statements as at 31 December 2023 and for the year then ended and the accompanying notes ("annual financial statements").

Going concern:

The Management Board continues to monitor the Group's cash flow forecasts for a period of at least 12 months from the date of approval of the financial statements, including compliance with loan covenants and liquidity risks arising from the maturities of the Group's loans. The Board believes that the Group has adequate resources and will generate sufficient funds in the future to serve its financial obligations and continue its operations as a going concern in the foreseeable future.

Note 2 Basis of Preparation and Changes in Accounting Treatment

Basis of preparation:

The interim financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted in the European Union. The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Group's annual financial statements as of 31 December 2023.

There are no new accounting pronouncements that were issued after the issuance of annual report, and no new standards were applied in preparation of these interim condensed consolidated financial statements.

Critical accounting estimates:

There were no changes in critical accounting estimates used for preparation of condensed financial statements for the period ended 30 September 2024 comparing to those used for the preparation of the Group's annual financial statements for the year ended 31 December 2023.

Note 3 Property, plant and equipment

Movements in Property, plant and equipment during the reported period are shown below:

Group	Land and buildings	Furniture and equipment	Property and assets under construction	Total
	EUR'000	EUR'000	EUR'000	EUR'000
Cost:				
Balance as at 1 January 2024	475,079	67,750	10,810	553,639
Additions during the year	337	1,153	3,679	5,169
Disposals during the year	(54)	(770)	-	(824)
Reclassification	4,105	2,675	(6,780)	-
Foreign exchange translation	14	(197)	(4)	(187)
Balance as at 30 September 2024	479,481	70,611	7,705	557,797
Accumulated depreciation:				
Balance as at 1 January 2024	161,218	39,129	-	200,347
Depreciation charge	8,563	4,200	-	12,763
Disposals during the year	(31)	(686)	-	(717)
Reclassification	124	(124)	-	-
Foreign exchange translation	-	(75)	-	(75)
Balance as at 30 September 2024	169,874	42,444	-	212,318
Net book value as at 30 September 2024	309,607	28,167	7,705	345,479

Company	Land and buildings	Furniture and equipment	Property and assets under construction	Total
	EUR'000	EUR'000	EUR'000	EUR'000
Cost:				
Balance as at 1 January 2024	348,384	46,945	7,611	402,940
Additions during the year	-	61	3,679	3,740
Disposals during the year	3,115	529	(3,644)	-
Reclassification	(54)	(654)	-	(708)
Balance as at 30 September 2024	351,445	46,881	7,646	405,972
Accumulated depreciation:				
Balance as at 1 January 2024	152,950	28,767	-	181,717
Depreciation charge	6,834	2,617	-	9,451
Disposals during the year	(31)	(592)	-	(623)
Reclassification	-	-	-	-
Balance as at 30 September 2024	159,753	30,792	-	190,545
Net book value as at 30 September 2024	191,692	16,089	7,646	215,427

Note 4 Segments

For management purposes, the Group's activities are divided into Hotel Operations, Self-catering holiday apartment complexes Operation, Campsite Operations and Central Services Operations.

The operating results of each of the aforementioned segments are monitored separately for the purpose of resource allocations and performance assessment. Segment performance is evaluated based on EBITDA, which is measured on the same basis as for financial reporting purposes in the income statement.

30 September 2024

Group	Hotels	Self-catering apartment complexes	Campsite	Central Services	Elimination	Total
	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000
Revenue						
Third party	78,129	15,689	30,854	738	-	125,410
Inter segment	14	26	-	13,417	(13,457)	-
Total revenue	78,143	15,715	30,854	14,155	(13,457)	125,410
Segment EBITDA	19,334	5,219	14,854	(55)	-	39,352
Depreciation and amortisation	(9,894)	(1,584)	(3,126)	(881)	-	(15,485)
Financial expenses	-	-	-	-	-	(5,135)
Financial income	-	-	-	-	-	1,400
Other expenses	-	-	-	-	-	(418)
Other income	-	-	-	-	-	424
Share in result of joint venture	-	-	-	-	-	(275)
Profit/(loss) before tax	-	-	-	-	-	19,863

30 September 2023

Group	Hotels	Self-catering apartment complexes	Campsite	Central Services	Elimination	Total
	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000
Revenue						
Third party	66,291	15,063	30,478	1,017	-	112,849
Inter segment	-	-	-	12,065	(12,065)	-
Total revenue	66,291	15,063	30,478	13,082	(12,065)	112,849
Segment EBITDA	15,481	5,142	14,516	(96)	-	35,043
Depreciation and amortisation	(8,226)	(1,447)	(2,895)	(610)	-	(13,178)
Financial expenses	-	-	-	-	-	(3,911)
Financial income	-	-	-	-	-	1,457
Other expenses	-	-	-	-	-	(767)
Other income	-	-	-	-	-	54
Share in result of joint venture	-	-	-	-	-	12
Profit/(loss) before tax	-	-	-	-	-	18,710

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30 September 2024

Company	Hotels	Self-catering apartment complexes	Campsite	Central Services	Elimination	Total
	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000
Revenue						
Third party	43,695	15,715	30,854	1,378	-	91,642
Inter segment	-	-	-	7,552	(7,552)	-
Total revenue	43,695	15,715	30,854	8,930	(7,552)	91,642
Segment EBITDA	12,425	5,219	14,854	(2,631)	-	29,867
Depreciation and amortisation	(4,301)	(1,584)	(3,126)	(773)	-	(9,784)
Financial expenses	-	-	-	-	-	(2,040)
Financial income	-	-	-	-	-	2,435
Other expenses	-	-	-	-	-	(152)
Other income	-	-	-	-	-	417
Profit/(loss) before tax	-	-	-	-	-	20,743

30 September 2023

Company	Hotels	Self-catering apartment complexes	Campsite	Central Services	Elimination	Total
	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000
Revenue						
Third party	40,405	15,089	30,478	1,174	-	87,146
Inter segment	-	-	-	7,327	(7,327)	-
Total revenue	40,405	15,089	30,478	8,501	(7,327)	87,146
Segment EBITDA	10,577	5,142	14,516	(1,633)	-	28,602
Depreciation and amortisation	(4,205)	(1,447)	(2,895)	(502)	-	(9,049)
Financial expenses	-	-	-	-	-	(2,169)
Financial income	-	-	-	-	-	1,428
Other expenses	-	-	-	-	-	(87)
Other income	-	-	-	-	-	16
Profit/(loss) before tax	-	-	-	-	-	18,741

Note 5 Earnings per share

The following reflects the income and number of shares data used in the basic earnings per share computations:

	Group		Company	
	30 September 2024	30 September 2023	30 September 2024	30 September 2023
	EUR'000	EUR'000	EUR'000	EUR'000
Profit/ (loss) for the year	15,423	14,595	16,976	15,356
Weighted average number of ordinary shares outstanding	5,062,005	5,072,234	5,062,005	5,072,234
Basic and diluted earnings per share	3.05	2.88	3.35	3.03

Note 6 Other Disclosures

Seasonality

The Company operates in Croatia in an industry with seasonal variations. Sales and profits vary by quarter and the second half of the year is generally the strongest trading period.

Most of the Company's revenues are realised in the second and third quarter of the year (during the summer period).

In contrast to the above, the strongest period for our ski resort in Nassfeld, Austria is the first quarter. In our other (city) hotels, the variation in operations during the year is not so significant and revenues are generated throughout the year.

Note 7 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 53.52% of the Company's shares (54.80% excluding treasury shares) as at 30 September 2024. 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 222 of the Group's 2023 annual report.

a. Balances with related parties

	Group		Company	
	As at 30 September 2024	As at 31 December 2023	As at 30 September 2024	As at 31 December 2023
	EUR'000	EUR'000	EUR'000	EUR'000
Assets				
Short-term receivables:				
Park Plaza Hotels Europe B.V.	42	100	19	85
Joint ventures	163	74	-	-
PPHE (Germany) B.V.	4	22	-	-
Park Plaza Hotels (UK) Services Ltd.	18	9	18	9
Arena Hospitality Management d.o.o.	-	-	-	109
Park Plaza Germany Holdings GmbH	-	-	-	1
Germany Real Estate B.V.	-	-	609	199
Arena 88 rooms d.o.o.	-	-	25	25
Arena Franz Ferdinand GmbH	-	-	2	9
SW Szállodaüzemeltető Kft	-	-	1	73
Sugarhill Investments B.V.	-	-	2,357	1,464
Ulika d.o.o.	-	-	527	96
Mažurana d.o.o.	-	-	-	115
Long-term loans:				
Joint ventures	11,484	7,495	-	-
Sugarhill Investments B.V.	-	-	31,079	26,979
Ulika d.o.o.	-	-	8,800	8,300
Mažurana d.o.o.	-	-	66	66
Germany Real Estate B.V.	-	-	16,803	16,803
Liabilities				
Trade payables:				
Joint ventures	7	-	-	-
Arena Hospitality Management d.o.o.	-	-	1,392	865
Ulika d.o.o.	-	-	-	3
Mažurana d.o.o.	-	-	170	386
Arena Franz Ferdinand GmbH	-	-	10	18
PPHE (Germany) B.V.	1,001	886	-	-
PPHE Nuernberg Operator	-	-	-	25
Park Plaza Hotels Europe B.V.	1,558	323	1,470	302

b. Transactions with related parties

	Group		Company	
	As at 30 September 2024 EUR'000	As at 30 September 2023 EUR'000	As at 30 September 2024 EUR'000	As at 30 September 2023 EUR'000
Revenues:				
Management fee revenue from joint ventures	208	288	-	-
Reimbursement of employees' expenses:				
– Arena Hospitality Management d.o.o.	-	-	770	724
– Park Plaza Hotels Europe B.V.	11	21	5	21
– PPHE Nuernberg Operator Hotelbetriebsgesellschaft mbh	-	-	-	-
– Ulika d.o.o.	-	-	36	-
– Arena Franz Ferdinand GmbH	-	-	-	62
Service charge revenue:				
– joint ventures	280	262	-	-
– Park Plaza (Germany) Services GmbH	-	-	5	-
– Park Plaza Hotels Berlin Wallstreet GmbH	-	-	13	-
– art'otel berlin city center west GmbH.	-	-	6	-
– art'otel Köln Betriebsgesellschaft mBH	-	-	12	-
– Park Plaza Nuremberg Operator	-	-	11	-
– Arena 88 rooms Holding d.o.o.	-	-	6	-
– Ulika d.o.o.	-	-	8	5
– Arena Hospitality Management d.o.o.	-	-	5	-
– Arena Franz Ferdinand GmbH	-	-	19	-
– SW Szállodaüzemeltető Kft	-	-	4	-
Revenue from lease of equipment - Mažurana d.o.o.	-	-	40	40
Laundry revenue - Arena Franz Ferdinand GmbH	-	-	129	-
Laundry revenue - Ulika d.o.o.	-	-	117	-
Expenses:				
Management fees expense – Arena Hospitality Management d.o.o.	-	-	2,942	2,776
Sales and marketing fees – Park Plaza Hotels Europe B.V.	3,783	3,442	3,611	3,442
Sales and marketing fees – PPHE (Germany) B.V.	1,038	907	-	-
Interest income:				
Sugarhill Investments B.V.	-	-	893	394
Ulika d.o.o.	-	-	214	115
Mažurana d.o.o.	-	-	2	1
Germany Real Estate B.V.	-	-	410	314
Joint ventures	458	301	-	-

03 PRINCIPAL RISKS OF THE GROUP AND THE COMPANY

Our principal risks and uncertainties are set out in the Company's financial statements for the year ended 31 December 2023. We continually assess and monitor our changing risk management environment.

We recognise the importance of understanding the impacts of new and emerging threats like **climate change, cyber security and technology disruption**.

The Group has conducted a site-specific **climate-related risk assessment** identifying its level of impact on business in the short, medium to long term, its likelihood and planned mitigating controls where practically possible. Overall, the Group is working proactively to reduce its energy and water consumption through its Responsible Business Program.

The remit of **cyber security** risk is increasing as the Group expands its operations geographically, while remote working of employees and more reliance on digital processes becomes a norm. The Group continues to proactively invest in upgrading its technology infrastructure across the full organisation and enhanced its disaster recovery capability. The Group has also appointed a Chief Information Security Officer to reassess, implement, and monitoring its strategic enterprise information security and IT risk management framework.

The fast-changing digital landscape and rapid roll out of new technologies within our business during the year as part of information technology transformation, means that the risk of **disruption** from **technology** failures remains an area of focus.

Furthermore, we are aware of the emerging threats associated with the inflation, fluctuations in currency rates and the conflict in Ukraine and Middle East.

The Group continues to procure and spend in the currency of its income as much as possible therefore the impact of currency fluctuations is minimised to a great deal.

The Group's borrowings carry competitive fixed interest rates; therefore, we have not experienced adverse interest rates variances.

The most significant of the risks at the moment relate to factors that are common to the hotel industry and beyond the Group's control. Notwithstanding the limited control the Group has over these risks, continuous efforts are taken to ensure the Group can utilise resources and assets to act with agility and continue to attract revenue sources under strained market conditions. Additionally, the Group 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 Group and its stakeholders.

For a detailed discussion of the risks facing the Group, please refer to pages from 36 to 45 of the 2023 Annual Report.

04 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 published its annual corporate governance questionnaire for 2023 (compliance questionnaire) in which it provided 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 took place on 25th April 2024. On that General Assembly:

- the Company's Annual Report for 2023 (consolidated and non-consolidated), the Report of the Supervisory Board on supervision of the Company's management and the results of examination of the Company's Annual Report for 2023, as well as the Report of the Management Board on acquisition of treasury shares were considered;
- the decision on adoption of the Report on remuneration of the Management Board and Supervisory Board members in 2023 was adopted;
- the decision on distribution of profits realised in 2023 was adopted;
- the decision on granting discharge to the members of the Supervisory Board for their work in 2023 was adopted;
- the decision on granting discharge to the members of the Management Board for their work in 2023 was adopted;
- the decision of the dividend payout in the amount of 0,75 EUR per share was adopted;
- the decision on election of Supervisory Board members was adopted;
- the decision on approval of the Management Board Remuneration Policy was adopted;
- the decision on appointment of the Company's auditor for 2024 was adopted.

Supervisory Board Meetings

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

In the first nine months of 2024, the Supervisory Board of the Company considered and discussed on matters important to the Company, as follows:

- on 28 February 2024, whereat, *inter alia*, the Annual Report of the Company for the year 2023 (audited, consolidated and non-consolidated) were approved and the proposal on the dividend payout in the amount of EUR 0,75 (in words: zero Euros and seventy-five cents) per share was adopted;
- on 20 March 2024, whereat, *inter alia*, the Supervisory Board adopted the Report on the remuneration of Management Board and the Supervisory Board members for 2023, the proposal on the election of the Supervisory Board members for another two-year mandate, the Management Board Remuneration Policy as well as other decisions related to the Annual General Assembly of the Company;
- on 24 April 2024, whereat, *inter alia*, unaudited consolidated and non-consolidated quarterly report of the Company for the first quarter of 2024 was discussed;

- on 25 April 2024, whereat, following the decision on the appointment of the of Supervisory Board members by the General Assembly, the new Supervisory Board of the Company was constituted, the Chairman and Deputy Chairman of the Supervisory Board were elected, and the members of the Audit Committee, Nomination Committee, Remuneration Committee and Sustainability Committee were appointed;
- on 29 July 2024, whereat, *inter alia*, unaudited consolidated and non-consolidated quarterly report of the Company for the second quarter of 2024 and the unaudited consolidated and nonconsolidated half-year report of the Company for the first six months of 2024 were discussed;
- on 13 September 2024, whereat the Company's Treasury Shares Buy-Back Programme was approved.

Supervisory Board Committees

In the first nine months of 2024 the following Supervisory Board Committees' meetings were held:

- the Audit Committee held a meeting on 27 February 2024, whereat, *inter alia*, it considered the Financial Statements of the Company for 2023 (audited, consolidated and non-consolidated), the Audit Committee Report for 2023 was adopted and the recommendation on the dividend payout to the Company's shareholders was adopted. It also held the meeting on 19 March 2024, whereat, the recommendation for the appointment of the Company's auditor for the year 2024 was adopted, a meeting on 23 April 2024 whereat, *inter alia*, unaudited consolidated and non-consolidated quarterly report of the Company for the first quarter of 2024 was discussed, as well as a meeting on 23 July 2024, whereat, *inter alia*, unaudited consolidated and non-consolidated quarterly report of the Company for the second quarter of 2024 and the unaudited consolidated and nonconsolidated half-year report of the Company for the first six months of 2024 were discussed, the Deputy President of the Audit Committee was appointed and the topics of the future work plan of the Audit Committee were discussed;
- the Remuneration Committee held a meeting on 19 March 2024, whereat, *inter alia*, the recommendation to the Supervisory Board to adopt the Management Board Remuneration policy as well as recommendation to adopt the Report on remuneration of Management Board and Supervisory Board members for 2023 were adopted;
- Sustainability Committee held a meeting on 27 February 2024, whereat, *inter alia*, the Sustainability Report for 2023 was considered. It also held a meeting on 23 July 2024, whereat, certain ESG topics of significant interest for the Company were discussed;
- the Nomination Committee held a meeting on 19 March 2024, whereat, *inter alia*, the recommendation on the election of the Company's Supervisory Board members for another two-year mandate was adopted.

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 minutes from such meetings are kept for the purposes of future needs and analyses.

The most important Management Board meetings in the first nine months of 2024 were:

- on 28 February 2024, whereat, *inter alia*, the interim report of the Company for the fourth quarter of 2023 (consolidated and non-consolidated) and the Annual Report of the Company for 2023 (consolidated and non-consolidated) as well as the proposal on the dividend payout to the Company's shareholders were adopted;

- on 24 April 2024, whereat, *inter alia*, the unaudited consolidated and non-consolidated quarterly report of the Company for the first quarter of 2024 was adopted;
- on 29 July 2024, whereat, *inter alia*, the unaudited consolidated and non-consolidated quarterly report of the Company for the second quarter of 2024 and the unaudited consolidated and nonconsolidated half-year report of the Company for the first six months of 2024 was adopted;
- on 13 September 2024, whereat, the Treasury Shares Buy-Back Programme was adopted.

Major shareholders

The share capital of the Company is HRK 102,574,420.00 / EUR 13,613,965.00 and is divided into 5,128,721 ordinary shares under the ticker ARNT-R-A, each without nominal value. As of 30 September 2024, 119,591 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	ZAGREBAČKA BANKA D.D./DVADESET OSAM D.O.O. (a member of the PPHE Hotel Group)	53.52%	54.80%
2	OTP BANKA D.D./ AZ OMF kategorije B	11.93%	12.22%
3	ERSTE & STEIERMARKISCHE BANK D.D./ PBZ CO OMF - KATEGORIJA B	8.60%	8.81%
4	OTP BANKA D.D./ ERSTE PLAVI OMF kategorije B	7.17%	7.34%

Valuation

In EUR	Twelve months ending 30 September 2024		
	High	Low	Last
Share price	34.20	29.00	32.80
Market capitalisation ¹	171,312,246	145,264,770	164,299,464
Net debt ²	160,083,891	160,083,891	160,083,891
EV ³	331,396,137	305,348,661	324,383,355
EV/EBITDA⁴	10.24X	9.44X	10.02X

Note: High and Low related to the price in the period for the twelve months ending 30 September 2024. Last refers to the share price as at 30 September 2024.

¹Number of shares outstanding as at 30 September 2024 was 5,128,721 of which 119,591 were held as treasury shares.

²Net 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.

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

⁴EBITDA for the twelve months ended 30 September 2024.

05 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 interim financial statements have been prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted in the European Union. The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Group's annual financial statements as of 31 December 2023.
- 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 30 September 2024 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

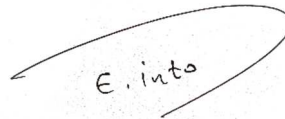
Members:



Devansh Bakshi



Manuela Kraljević



Edmond Pinto

06 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:

1.1.2024

to

30.9.2024

Year:

2024

Quarter:

3.

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

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

1580

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

Ulika 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: **Čale Neven**

(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 30.09.2024

in EUR

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
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID	001	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	414.913.357	405.346.194
I INTANGIBLE ASSETS (ADP 004 to 009)	003	1.201.209	1.060.498
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1.201.209	1.060.498
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
II TANGIBLE ASSETS (ADP 011 to 019)	010	388.417.391	380.518.308
1 Land	011	47.398.788	47.379.679
2 Buildings	012	266.461.921	262.228.171
3 Plant and equipment	013	28.109.008	27.736.743
4 Tools, working inventory and transportation assets	014	512.234	428.984
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	151.293	138.618
7 Tangible assets in preparation	017	10.659.033	7.566.759
8 Other tangible assets	018	35.125.114	35.039.354
9 Investment property	019	0	0
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	16.620.634	18.859.813
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	6.256.010	9.936.445
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	9.752.999	8.505.515
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	611.625	417.853
IV RECEIVABLES (ADP 032 to 035)	031	0	0
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	8.674.123	4.907.575
C) CURRENT ASSETS (ADP 038+046+053+063)	037	55.382.650	63.748.318
I INVENTORIES (ADP 039 to 045)	038	843.337	1.155.151
1 Raw materials and consumables	039	804.865	1.121.474
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	38.472	33.677
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	4.191.226	7.619.034
1 Receivables from undertakings within the group	047	56.234	110.115

2 Receivables from companies linked by virtue of participating interests	048	74.449	116.825
3 Customer receivables	049	2.610.367	6.163.574
4 Receivables from employees and members of the undertaking	050	0	0
5 Receivables from government and other institutions	051	1.075.690	385.143
6 Other receivables	052	374.486	843.377
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	0	0
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	0	0
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	50.348.087	54.974.133
D) PREPAID EXPENSES AND ACCRUED INCOME	064	0	0
E) TOTAL ASSETS (ADP 001+002+037+064)	065	470.296.007	469.094.512
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+083+086+089)	067	213.436.546	223.158.947
I INITIAL (SUBSCRIBED) CAPITAL	068	13.613.965	13.613.965
II CAPITAL RESERVES	069	151.667.929	151.623.556
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	41.415.777	39.622.741
1 Legal reserves	071	680.698	680.698
2 Reserves for treasury shares	072	3.563.479	4.530.597
3 Treasury shares and holdings (deductible item)	073	-3.563.479	-4.530.597
4 Statutory reserves	074	0	0
5 Other reserves	075	40.735.079	38.942.043
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	424.409	344.217
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	210.298	-17.145
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	214.111	361.362
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	2.660.562	2.531.826
1 Retained profit	084	2.660.562	2.531.826
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	3.653.904	15.422.642
1 Profit for the business year	087	3.653.904	15.422.642
2 Loss for the business year	088	0	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
B) PROVISIONS (ADP 091 to 096)	090	7.349.327	7.349.327
1 Provisions for pensions, termination benefits and similar obligations	091	1.329.318	1.329.318
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	6.020.009	6.020.009
C) LONG-TERM LIABILITIES (ADP 098 to 108)	097	198.049.375	188.831.616
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	198.049.375	188.831.616
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
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	51.460.759	49.754.622
1 Liabilities to undertakings within the group	110	1.208.779	2.566.336
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	31.197.577	26.226.408
7 Liabilities for advance payments	116	1.862.705	2.311.374
8 Liabilities to suppliers	117	4.567.212	6.023.877
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	2.892.175	4.186.416
11 Taxes, contributions and similar liabilities	120	904.947	2.280.258
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	8.827.364	6.159.953
E) ACCRUALS AND DEFERRED INCOME	124	0	0
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	470.296.007	469.094.512
G) OFF-BALANCE SHEET ITEMS	126	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2024 to 30.09.2024

in EUR

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
I OPERATING INCOME (ADP 002 to 006)	001	112.902.013	70.490.494	125.834.311	75.144.415
1 Income from sales with undertakings within the group	002	0	0	0	0
2 Income from sales (outside group)	003	111.827.002	70.053.639	124.245.492	74.519.908
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	1.075.011	436.855	1.588.819	624.507
II OPERATING EXPENSES (ADP 08+009+013+017+018+019+022+029)	007	91.750.151	40.716.080	101.963.034	44.338.149
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	38.307.563	19.691.593	40.805.310	20.892.486
a) Costs of raw materials and consumables	010	21.152.191	10.163.013	21.868.199	10.430.547
b) Costs of goods sold	011	0	0	0	0
c) Other external costs	012	17.155.372	9.528.580	18.937.111	10.461.939
3 Staff costs (ADP 014 to 016)	013	32.783.429	13.631.258	38.156.432	15.358.416
a) Net salaries and wages	014	22.468.711	9.592.242	27.074.834	11.226.478
b) Tax and contributions from salary costs	015	6.724.944	2.627.861	7.179.604	2.659.397
c) Contributions on salaries	016	3.589.774	1.411.155	3.901.994	1.472.541
4 Depreciation	017	13.177.615	4.487.165	15.484.853	5.104.903
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	7.481.544	2.906.064	7.516.439	2.982.344
III FINANCIAL INCOME (ADP 031 to 040)	030	1.456.734	453.527	1.400.466	512.930
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	965.308	453.527	1.400.466	512.930
8 Exchange rate differences and other financial income	038	491.426	0	0	0
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	0	0	0	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	3.910.518	2.519.565	5.134.734	1.618.358
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	3.826.740	1.338.345	3.985.473	1.280.539
4 Exchange rate differences and other expenses	045	0	1.159.308	1.023.321	289.008
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	83.778	21.912	125.940	48.811
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	049	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	050	11.765	69.006	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	051	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	052	0	0	274.569	10.660
IX TOTAL INCOME (ADP 001+030+049 +050)	053	114.370.512	71.013.027	127.234.777	75.657.345
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	95.660.669	43.235.645	107.372.337	45.967.167
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	18.709.843	27.777.382	19.862.440	29.690.178
1 Pre-tax profit (ADP 053-054)	056	18.709.843	27.777.382	19.862.440	29.690.178
2 Pre-tax loss (ADP 054-053)	057	0	0	0	0
XII INCOME TAX	058	4.114.967	3.770.532	4.439.798	4.303.245
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	14.594.876	24.006.850	15.422.642	25.386.933
1 Profit for the period (ADP 055-059)	060	14.594.876	24.006.850	15.422.642	25.386.933
2 Loss for the period (ADP 059-055)	061	0	0	0	0
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)	062	0	0	0	0
1 Pre-tax profit from discontinued operations	063	0	0	0	0

2 Pre-tax loss on discontinued operations	064	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	065	0	0	0	0
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 055+062)	068	0	0	0	0
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
XVII INCOME TAX (ADP 058+065)	071	0	0	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)	072	0	0	0	0
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
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)	075	14.594.876	24.006.850	15.422.642	25.386.933
1 Attributable to owners of the parent	076	14.594.876	24.006.850	15.422.642	25.386.933
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	14.594.876	24.006.850	15.422.642	25.386.933
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)	079	-135.430	326.386	-80.192	-505.740
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	0	0	0	0
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	0	0	0	0
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	083	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	084	0	0	0	0
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
IV Items that may be reclassified to profit or loss (ADP 088 to 095)	087	-135.430	326.386	-80.192	-505.740
1 Exchange rate differences from translation of foreign operations	088	-99.525	184.841	147.251	25.956
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	-35.905	141.545	-227.443	-531.696
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087-086 - 096)	097	-135.430	326.386	-80.192	-505.740
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	14.459.446	24.333.236	15.342.450	24.881.193
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)	099	14.459.446	24.333.236	15.342.450	24.881.193
1 Attributable to owners of the parent	100	14.459.446	24.333.236	15.342.450	24.881.193
2 Attributable to minority (non-controlling) interest	101	0	0	0	0

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2024 to 30.09.2024

in EUR

Submitter: Arena Hospitality Group d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	18.709.843	19.862.440
2 Adjustments (ADP 003 to 010):	002	15.926.936	18.921.777
a) Depreciation	003	13.177.615	15.484.853
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	12.642	-319.840
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	-965.308	-1.400.466
e) Interest expenses	007	3.910.518	4.111.410
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	-358.359	735.341
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	149.828	310.479
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	34.636.779	38.784.217
3 Changes in the working capital (ADP 013 to 016)	012	5.138.143	-227.925
a) Increase or decrease in short-term liabilities	013	8.494.424	3.068.848
b) Increase or decrease in short-term receivables	014	-3.277.957	-3.589.147
c) Increase or decrease in inventories	015	-78.324	292.374
d) Other increase or decrease in working capital	016	0	0
II Cash from operations (ADP 011+012)	017	39.774.922	38.556.292
4 Interest paid	018	-3.870.778	-4.259.914
5 Income tax paid	019	-378.119	-334.567
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	35.526.025	33.961.811
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	0	403.750
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	664.686	942.790
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	206.368	0
6 Other cash receipts from investment activities	026	0	1.246.707
III Total cash receipts from investment activities (ADP 021 to 026)	027	871.054	2.593.247
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-28.331.060	-5.316.721
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	-1.100.000	-3.531.000
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	-477.278	0
IV Total cash payments from investment activities (ADP 028 to 032)	033	-29.908.338	-8.847.721
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-29.037.284	-6.254.474
Cash flow from financing activities			
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	10.524.385	5.000.000
4 Other cash receipts from financing activities	038	81.102	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	10.605.487	5.000.000
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-14.751.009	-19.820.482

2 Cash payments for dividends	041	-3.536.744	-3.782.640
3 Cash payments for finance lease	042	-2.345.130	-2.619.863
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	-318.991	-1.873.319
5 Other cash payments from financing activities	044	0	0
VI Total cash payments from financing activities (ADP 040 to 044)	045	-20.951.874	-28.096.304
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-10.346.387	-23.096.304
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	-1.950	15.013
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	-3.859.596	4.626.046
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	70.436.922	50.348.087
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	66.577.326	54.974.133

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: 01.01.2024. do 30.09.2024.

Notes to financial statements for quarterly periods include:

- a) explanation of business events relevant to understanding changes in the statement of financial position and financial performance for the reporting semi-annual period of the issuer with respect to the last business year: information is provided regarding these events and relevant information published in the last annual financial statement is updated (items 15 to 15C IAS 34 - Interim financial reporting)
- b) information on the access to the latest annual financial statements, for the purpose of understanding information published in the notes to financial statements drawn up for the semi-annual reporting period
- c) a statement explaining that the same accounting policies are applied while drawing up financial statements for the semi-annual reporting period as in the latest annual financial statements or, in the case where the accounting policies have changed, a description of the nature and effect of the changes (item 16.A (a) IAS 34 - Interim financial reporting)
- d) a description of the financial performance in the case of the issuer whose business is seasonal (items 37 and 38 IAS 34 - Interim financial reporting)
- e) other comments prescribed by IAS 34 - Interim financial reporting
- f) in the notes to quarterly periods financial statements, in addition to the information stated above, information in respect of the following matters shall be disclosed:
 1. undertaking's name, registered office (address), legal form, country of establishment, entity's registration number and, if applicable, the indication whether the undertaking is undergoing liquidation, bankruptcy proceedings, shortened termination proceedings or extraordinary administration
- see General data
 2. adopted accounting policies (only an indication of whether there has been a change from the previous period)
- 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 undertaking 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 2023 published in Notes 12 and 13
 4. 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
 5. amounts owed by the undertaking and falling due after more than five years, as well as the total debts of the undertaking covered by valuable security furnished by the undertaking, specifying the type and form of security
- no change from the data published in the Annual Report for 2023 published in Notes 12 and 13
 6. average number of employees during the financial year
- 1,436 employees
 7. where, in accordance with the regulations, the undertaking capitalised on the cost of salaries in part or in full, information on the amount of the total cost of employees during the year broken down into the amount directly debiting the costs of the period and the amount capitalised on the value of the assets during the period, showing separately the total amount of net salaries and the amount of taxes, contributions from salaries and contributions on salaries - Total capitalised cost amounted 16,232 eur (net salaries 10,320 eur, 3,883 eur taxes and contributions from salaries and 2,028 eur contributions on salaries)
 8. where a provision for deferred tax is recognised in the balance sheet, the deferred tax balances at the end of the financial year, and the movement in those balances during the financial year
- N/D
 9. the name and registered office of each of the undertakings in which the undertaking, either itself or through a person acting in their own name but on the undertaking's behalf, holds a participating interest, showing the proportion of the capital held, the amount of capital and reserves, and the profit or loss for the latest financial year of the undertaking concerned for which financial statements have been adopted; the information concerning capital and reserves and the profit or loss may be omitted where the undertaking concerned does not publish its balance sheet and is not controlled by another undertaking
- data on entrepreneurs in which the Company holds a participating share in the capital are published in the Annual Report for 2023 on page 222. The results of operations of these companies are included in the consolidated report of the Company in accordance with the applied reporting framework.
 10. the number and the nominal value or, in the absence of a nominal value, the accounting par value of the shares subscribed during the financial year within the limits of the authorised capital - N/D
 11. the existence of any participation certificates, convertible debentures, warrants, options or similar securities or rights, with an indication of their number and the rights they confer - N/D
 12. the name, registered office and legal form of each of the undertakings of which the undertaking is a member having unlimited liability - N/D
 13. the name and registered office of the undertaking which draws up the consolidated financial statements of the largest group of undertakings of which the undertaking forms part as a controlled group member - The largest group of entrepreneurs is Park Plaza Hotel Europe. In accordance with the legal framework, the company does not publish quarterly reports, but only semi-annual and annual ones, which can be found at <https://www.pphe.com/investors>
 14. the name and registered office of the undertaking which draws up the consolidated financial statements of the smallest group of undertakings of which the undertaking forms part as a controlled group member and which is also included in the group of undertakings referred to in point 13
- same as point 13
 15. the place where copies of the consolidated financial statements referred to in points 13 and 14 may be obtained, provided that they are available
- N/D
 16. the nature and business purpose of the undertaking's arrangements that are not included in the balance sheet and the financial impact on the undertaking of those arrangements, provided that the risks or benefits arising from such arrangements are material and in so far as the disclosure of such risks or benefits is necessary for the purposes of assessing the financial position of the undertaking
- N/D
 17. the nature and the financial effect of material events arising after the balance sheet date which are not reflected in the profit and loss account or balance sheet - N/D

Annex 1**ISSUER'S GENERAL DATA**

Reporting period:

1.1.2024

to

30.9.2024

Year:

2024

Quarter:

3.

Quarterly financial statements

Registration number (MB):

03203263

Issuer's home Member

HR

State code:

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

1.235

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: **Čale Neven**

(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 30.09.2024.

in EUR

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
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID	001	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	366.155.658	358.836.220
I INTANGIBLE ASSETS (ADP 004 to 009)	003	1.080.349	953.954
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1.080.349	953.954
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
II TANGIBLE ASSETS (ADP 011 to 019)	010	222.803.747	216.521.106
1 Land	011	31.154.750	31.135.061
2 Buildings	012	164.278.552	160.556.034
3 Plant and equipment	013	17.665.663	15.660.339
4 Tools, working inventory and transportation assets	014	512.234	428.984
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	151.293	138.618
7 Tangible assets in preparation	017	7.460.929	7.508.428
8 Other tangible assets	018	1.580.326	1.093.642
9 Investment property	019	0	0
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	133.683.223	136.539.370
1 Investments in holdings (shares) of undertakings within the group	021	72.559.666	72.559.666
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	52.148.386	56.748.386
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	8.975.171	7.231.318
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
IV RECEIVABLES (ADP 032 to 035)	031	0	0
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	8.588.339	4.821.790
C) CURRENT ASSETS (ADP 038+046+053+063)	037	47.900.807	57.364.664
I INVENTORIES (ADP 039 to 045)	038	548.129	701.634
1 Raw materials and consumables	039	509.657	667.957
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	38.472	33.677
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	3.976.793	8.206.461
1 RECEIVABLES from undertakings within the group	047	2.183.508	3.556.247
2 RECEIVABLES from companies linked by virtue of participating interests	048	0	0

3 Customer receivables	049	1.023.660	4.361.761
4 Receivables from employees and members of the undertaking	050	8.071	9.258
5 Receivables from government and other institutions	051	572.951	105.131
6 Other receivables	052	188.603	174.064
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	5.309	8.684
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	5.309	5.309
8 Loans, deposits, etc. given	061	0	3.375
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	43.370.576	48.447.885
D) PREPAID EXPENSES AND ACCRUED INCOME	064	0	0
E) TOTAL ASSETS (ADP 001+002+037+064)	065	414.056.465	416.200.884
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+083+086+089)	067	271.257.644	282.613.156
I INITIAL (SUBSCRIBED) CAPITAL	068	13.613.965	13.613.965
II CAPITAL RESERVES	069	151.667.929	151.623.556
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	73.288.353	71.495.317
1 Legal reserves	071	680.698	680.698
2 Reserves for treasury shares	072	3.563.479	4.530.597
3 Treasury shares and holdings (deductible item)	073	-3.563.479	-4.530.597
4 Statutory reserves	074	0	0
5 Other reserves	075	72.607.655	70.814.619
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	0	0
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	26.555.701	28.904.757
1 Retained profit	084	26.555.701	28.904.757
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	6.131.696	16.975.561
1 Profit for the business year	087	6.131.696	16.975.561
2 Loss for the business year	088	0	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
B) PROVISIONS (ADP 091 to 096)	090	7.333.725	7.333.725
1 Provisions for pensions, termination benefits and similar obligations	091	1.313.716	1.313.716
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	6.020.009	6.020.009
C) LONG-TERM LIABILITIES (ADP 098 to 108)	097	97.585.018	91.495.194
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	97.585.018	91.495.194
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
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	37.880.078	34.758.809
1 Liabilities to undertakings within the group	110	1.599.196	3.041.693
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	23.205.671	16.914.898
7 Liabilities for advance payments	116	1.137.048	1.455.635
8 Liabilities to suppliers	117	1.263.868	3.020.533
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	2.904.693	3.541.809
11 Taxes, contributions and similar liabilities	120	633.589	1.871.736
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	7.136.013	4.912.505
E) ACCRUALS AND DEFERRED INCOME	124	0	0
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	414.056.465	416.200.884
G) OFF-BALANCE SHEET ITEMS	126	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2024 to 30.09.2024

in EUR

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
I OPERATING INCOME (ADP 002 to 006)	001	87.161.392	61.087.474	92.059.065	63.081.168
1 Income from sales with undertakings within the group	002	880.475	332.776	1.198.966	406.964
2 Income from sales (outside group)	003	86.007.373	60.711.753	90.179.484	62.548.127
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	273.544	42.945	680.615	126.077
II OPERATING EXPENSES (ADP 08+009+013+017+018+019+022+029)	007	67.680.172	33.625.920	71.711.753	35.316.252
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	31.357.366	18.098.785	31.628.587	18.388.167
a) Costs of raw materials and consumables	010	14.897.721	7.596.456	14.215.661	7.479.335
b) Costs of goods sold	011	33.333	19.263	41.061	22.636
c) Other external costs	012	16.426.312	10.483.066	17.371.865	10.886.196
3 Staff costs (ADP 014 to 016)	013	20.527.431	8.495.805	22.664.127	9.158.936
a) Net salaries and wages	014	13.164.966	5.515.479	14.763.852	6.177.296
b) Tax and contributions from salary costs	015	4.857.517	1.947.725	5.159.165	1.927.992
c) Contributions on salaries	016	2.504.948	1.032.601	2.741.110	1.053.648
4 Depreciation	017	9.048.606	3.101.109	9.784.188	3.234.229
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	6.746.769	3.930.221	7.634.851	4.534.920
III FINANCIAL INCOME (ADP 031 to 040)	030	1.428.252	608.934	2.435.016	863.138
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	823.804	293.123	1.518.483	524.540
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	602.966	313.297	916.533	336.990
8 Exchange rate differences and other financial income	038	1.482	2.514	0	1.608
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	0	0	0	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	2.168.858	741.277	2.040.218	670.676
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	2.119.902	731.218	1.955.209	636.000
4 Exchange rate differences and other expenses	045	0	0	1.739	0
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	48.956	10.059	83.270	34.676
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	049	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	050	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	051	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	052	0	0	0	0
IX TOTAL INCOME (ADP 001+030+049 +050)	053	88.589.644	61.696.408	94.494.081	63.944.306
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	69.849.030	34.367.197	73.751.971	35.986.928
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	18.740.614	27.329.211	20.742.110	27.957.378
1 Pre-tax profit (ADP 053-054)	056	18.740.614	27.329.211	20.742.110	27.957.378
2 Pre-tax loss (ADP 054-053)	057	0	0	0	0
XII INCOME TAX	058	3.384.842	3.384.842	3.766.549	3.766.549
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	15.355.772	23.944.369	16.975.561	24.190.829
1 Profit for the period (ADP 055-059)	060	15.355.772	23.944.369	16.975.561	24.190.829
2 Loss for the period (ADP 059-055)	061	0	0	0	0
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)	062	0	0	0	0
1 Pre-tax profit from discontinued operations	063	0	0	0	0

2 Pre-tax loss on discontinued operations	064	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	065	0	0	0	0
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 055-+062)	068	0	0	0	0
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
XVII INCOME TAX (ADP 058+065)	071	0	0	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)	072	0	0	0	0
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
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)	075	0	0	0	0
1 Attributable to owners of the parent	076	0	0	0	0
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	15.355.772	23.944.369	16.975.561	24.190.829
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)	079	0	0	0	0
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	0	0	0	0
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	0	0	0	0
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	083	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	084	0	0	0	0
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
IV Items that may be reclassified to profit or loss (ADP 088 to 095)	087	0	0	0	0
1 Exchange rate differences from translation of foreign operations	088	0	0	0	0
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	089	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	090	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	091	0	0	0	0
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087-086 - 096)	097	0	0	0	0
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	15.355.772	23.944.369	16.975.561	24.190.829
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)	099	0	0	0	0
1 Attributable to owners of the parent	100	0	0	0	0
2 Attributable to minority (non-controlling) interest	101	0	0	0	0

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2024 to 30.09.2024

in EUR

Submitter: Arena Hospitality Group d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	18.740.614	20.742.110
2 Adjustments (ADP 003 to 010):	002	9.946.748	9.052.107
a) Depreciation	003	9.048.606	9.784.188
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	8.560	-319.840
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	-1.426.770	-2.435.016
e) Interest expenses	007	2.154.759	1.986.866
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	0	0
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	161.593	35.909
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	28.687.362	29.794.217
3 Changes in the working capital (ADP 013 to 016)	012	5.229.660	830.847
a) Increase or decrease in short-term liabilities	013	8.712.504	3.261.968
b) Increase or decrease in short-term receivables	014	-3.387.932	-2.764.298
c) Increase or decrease in inventories	015	-94.912	333.177
d) Other increase or decrease in working capital	016	0	0
II Cash from operations (ADP 011+012)	017	33.917.022	30.625.064
4 Interest paid	018	-2.152.501	-2.172.915
5 Income tax paid	019	0	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	31.764.521	28.452.149
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	0	403.750
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	1.106.381	916.533
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	1.143.206	0
6 Other cash receipts from investment activities	026	0	1.743.853
III Total cash receipts from investment activities (ADP 021 to 026)	027	2.249.587	3.064.136
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-12.386.123	-3.988.470
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	-7.664.613	-4.600.000
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	-103.403	0
IV Total cash payments from investment activities (ADP 028 to 032)	033	-20.154.139	-8.588.470
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-17.904.552	-5.524.334
Cash flow from financing activities			
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	2.500.000	5.000.000
4 Other cash receipts from financing activities	038	81.102	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	2.581.102	5.000.000
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-12.585.676	-17.161.064

2 Cash payments for dividends	041	-3.536.744	-3.782.640
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	-318.991	-1.873.319
5 Other cash payments from financing activities	044	-3.000	-33.483
VI Total cash payments from financing activities (ADP 040 to 044)	045	-16.444.411	-22.850.506
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-13.863.309	-17.850.506
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	0	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	-3.340	5.077.309
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	55.582.810	43.370.576
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	55.579.470	48.447.885

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: 01.01.2024. do 30.09.2024.

Notes to financial statements for quarterly periods include:

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

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

c) a statement explaining that the same accounting policies are applied while drawing up financial statements for the semi-annual reporting period as in the latest annual financial statements or, in the case where the accounting policies have changed, a description of the nature and effect of the changes (item 16.A (a) IAS 34 - Interim financial reporting)

d) a description of the financial performance in the case of the issuer whose business is seasonal (items 37 and 38 IAS 34 - Interim financial reporting)

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

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

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

- see General data

2. adopted accounting policies (only an indication of whether there has been a change from the previous period)

- 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 undertaking 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 2023 published in Notes 12 and 13

4. 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

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

- no change from the data published in the Annual Report for 2023 published in Notes 12 and 13

6. average number of employees during the financial year

- 1074 employees

7. where, in accordance with the regulations, the undertaking capitalised on the cost of salaries in part or in full, information on the amount of the total cost of employees during the year broken down into the amount directly debiting the costs of the period and the amount capitalised on the value of the assets during the period, showing separately the total amount of net salaries and the amount of taxes, contributions from salaries and contributions on salaries - Total capitalised cost amounted 16,232 eur (net salaries 10,320 eur, 3,883 eur taxes and contributions from salaries and 2,028 eur contributions on salaries)

8. where a provision for deferred tax is recognised in the balance sheet, the deferred tax balances at the end of the financial year, and the movement in those balances during the financial year

- N/D

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

- data on entrepreneurs in which the Company holds a participating share in the capital are published in the Annual Report for 2023 on page 222. The results of operations of these companies are included in the consolidated report of the Company in accordance with the applied reporting framework.

10. the number and the nominal value or, in the absence of a nominal value, the accounting par value of the shares subscribed during the financial year within the limits of the authorised capital - N/D

11. the existence of any participation certificates, convertible debentures, warrants, options or similar securities or rights, with an indication of their number and the rights they confer - N/D

12. the name, registered office and legal form of each of the undertakings of which the undertaking is a member having unlimited liability - N/D

13. the name and registered office of the undertaking which draws up the consolidated financial statements of the largest group of undertakings of which the undertaking forms part as a controlled group member - The largest group of entrepreneurs is Park Plaza Hotel Europe. In accordance with the legal framework, the company does not publish quarterly reports, but only semi-annual and annual ones, which can be found at <https://www.pphe.com/investors>

14. the name and registered office of the undertaking which draws up the consolidated financial statements of the smallest group of undertakings of which the undertaking forms part as a controlled group member and which is also included in the group of undertakings referred to in point 13

- same as point 13

15. the place where copies of the consolidated financial statements referred to in points 13 and 14 may be obtained, provided that they are available

- N/D

16. the nature and business purpose of the undertaking's arrangements that are not included in the balance sheet and the financial impact on the undertaking of those arrangements, provided that the risks or benefits arising from such arrangements are material and in so far as the disclosure of such risks or benefits is necessary for the purposes of assessing the financial position of the undertaking

- N/D

17. the nature and the financial effect of material events arising after the balance sheet date which are not reflected in the profit and loss account or balance sheet - N/D