



**CROATIA[®]
OSIGURANJE**

CROATIA insurance company plc.,
Vatroslava Jagića 33, 10000 Zagreb HR
www.crosig.hr

**CONSOLIDATED UNAUDITED
QUARTERLY REPORT,
FOR THE PERIOD
1 January 2025 – 31 December 2025**

Zagreb, February 2026

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

CONTENT

- I. UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS 3**
- CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME 4
- CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET) 6
- CONSOLIDATED STATEMENT OF CHANGES IN EQUITY 8
- CONSOLIDATED STATEMENT OF CASH FLOWS – indirect method 9
- II. MANAGEMENT REPORT10**
- III. NOTES TO THE UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD I-XII 2025 15**
- MANAGEMENT BOARD STATEMENT 30**

I. UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

Annex 1		
ISSUER'S GENERAL DATA		
Reporting period:	1.1.2025	to 31.12.2025
Year:	2025	
Quarter:	4	
Quarterly financial statements		
Registration number (MB):	03276147	Issuer's home Member State: HR
Entity's registration number:	080051022	
Personal identification number (OIB):	26187994862	LEI: 7478000M0GHQ1VXJU20
Institution code:	199	
Name of the issuer:	CROATIA osiguranje d.d.	
Postcode and town:	10 000	ZAGREB
Street and house number:	Vatroslava Jagića 33	
E-mail address:	info@crosig.hr	
Web address:	www.crosig.hr	
Number of employees (end of the reporting period):	4055	
Consolidated report:	KD (KN-not consolidated/KD-consolidated)	
Audited:	RN (RN-not audited/RD-audited)	
Names of subsidiaries (according to IFRS):	Registered office:	MB:
CROATIA PREMIUM d.o.o.	ZAGREB	01885880
CROATIA NEKRETNINE d.o.o.	ZAGREB	04570243
AUTO MAKSIMIR VOZILA d.o.o.	ZAGREB	01804812
CROATIA OSIGURANJE DD	MOSTAR	20097647
MILENIJUM OSIGURANJE A.D.	BEOGRAD	7810318
CROATIA OSIGURANJE A.D. - ZA ŽIVOTNA OSIG.	SKOPJE	05920922
CROATIA OSIGURANJE A.D. - ZA NEŽIVOTNA OSIG.	SKOPJE	06479570
CROATIA OSIGURANJE MIROVINSKO DRUŠTVO D.O.O.	ZAGREB	01731742
RAZNE USLUGE D.O.O. - U LIKVIDACIJI	ZAGREB	01892037
CROATIA - TEHNIČKI PREGLEDI D.O.O.	ZAGREB	01450930
PBZ CROATIA OSIGURANJE DD	ZAGREB	01583999
CO ZDRAVLJE D.O.O.	ZAGREB	04837550
STRMEC PROJEKT d.o.o.	ZAGREB	02586649
AGROSERVIS STP d.o.o.	VIROVITICA	01233033
KOREQT d.o.o.	ZAGREB	081353961
Bookkeeping firm:	No (Yes/No)	(name of the bookkeeping firm)
Contact person:	Jelena Matijević (only name and surname of the contact person)	
Telephone:	072 00 1884	
E-mail address:	izdavatelj@crosig.hr	
Audit firm:	(name of the audit firm)	
Certified auditor:	(name and surname)	

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(STATEMENT OF PROFIT OR LOSS)
For the period: 1.1.2025 - 31.12.2025

in EUR

Item number	Sum elements	Identifier	Item	Cumulative						Quarter					
				Previous accounting period			Current accounting period			Previous accounting period			Current accounting period		
				Life	Non-life	Total	Life	Non-life	Total	Life	Non-life	Total	Life	Non-life	Total
001	002 + 003 + 004	I	Income from insurance contracts	13.995.636	526.815.998	540.811.634	13.862.850	592.937.644	606.800.494	3.898.903	145.186.746	149.085.649	3.015.148	157.202.178	160.217.326
002		1	General measurement model	13.291.774	4.717.593	18.009.367	13.021.078	4.680.206	17.701.284	3.699.409	1.088.524	4.787.933	2.795.019	1.179.956	3.974.975
003		2	Variable fee approach	703.862	0	703.862	841.772	0	841.772	199.494	0	199.494	220.129	0	220.129
004		3	Premium allocation approach	0	522.098.405	522.098.405	0	588.257.438	588.257.438	0	144.098.222	144.098.222	0	156.022.222	156.022.222
005	006+007+...+012	II	Expenditure from insurance contracts	-8.538.584	-480.578.039	-489.116.623	-10.109.880	-527.917.805	-538.027.685	-2.514.610	-130.266.584	-132.781.194	-2.268.335	-147.620.662	-149.888.997
006		1	Claims incurred	-1.786.364	-306.762.538	-308.548.902	-1.941.018	-341.931.929	-343.872.947	-485.576	-81.333.807	-81.819.383	-392.089	-88.429.997	-88.822.086
007		2	Commissions	-2.571.188	-51.244.863	-53.816.051	-3.389.866	-60.821.218	-64.211.084	-653.714	-14.813.954	-15.467.668	-815.118	-17.934.152	-18.749.270
008		3	Other expenses related to the sale of insurance	0	-55.398.590	-55.398.590	0	-60.842.793	-60.842.793	0	-16.259.440	-16.259.440	0	-18.463.592	-18.463.592
009		4	Other insurance service expenses	-3.510.885	-74.511.436	-78.022.321	-3.515.052	-79.570.903	-83.085.955	-1.025.039	-21.474.168	-22.499.207	-1.000.221	-21.745.840	-22.746.061
010		5	Depreciation of insurance acquisition costs	0	0	0	0	0	0	0	0	0	0	0	
011		6	Losses and reversal of losses on onerous contracts	-411.894	-395.278	-807.172	-538.317	881.849	343.532	-178.079	-1.269.079	-1.447.158	-212.603	167.414	-45.189
012		7	Change in liabilities for claims incurred	-258.253	7.734.666	7.476.413	-725.627	14.367.189	13.641.562	-172.202	4.883.864	4.711.662	151.696	-1.214.495	-1.062.799
013	014 + 015	III	Net result of (passive) reinsurance contracts	-49.091	-14.561.898	-14.610.989	-8.225	-22.754.345	-22.762.570	-12.356	-5.763.511	-5.775.867	35.330	-3.293.948	-3.258.618
014		1	Income from (passive) reinsurance contracts	0	53.208.407	53.208.407	50.003	61.566.782	61.616.785	0	12.737.599	12.737.599	50.003	20.980.178	21.030.181
015		2	Expenditure from (passive) reinsurance contracts	-49.091	-67.770.305	-67.819.396	-58.228	-84.321.127	-84.379.355	-12.356	-18.510.110	-18.513.466	-14.673	-24.274.126	-24.288.799
016	001 + 005 + 013	IV	Result from insurance contracts	5.407.961	31.676.061	37.084.022	3.744.745	42.265.494	46.010.239	1.371.937	9.156.651	10.528.588	782.143	6.287.568	7.069.711
017	018 + 023 + 024 + 025 + 026 + 027 + 031 + 032 + 033 + 034	V	Net investment result	14.232.341	44.175.171	58.407.512	11.146.344	58.636.892	69.783.236	1.446.486	9.216.145	10.662.631	3.607.329	15.470.813	19.078.142
018	019 + 020 + 021 + 022	1	Net result from investment in land and buildings	68.419	14.946.416	15.014.835	74.151	21.437.376	21.511.527	42.647	3.759.876	3.802.523	12.240	7.481.280	7.493.520
019		1.1.	Rental gains/losses (net)	13.287	15.033.751	15.047.038	90.134	17.144.194	17.234.328	6.257	3.852.519	3.858.776	28.223	4.203.367	4.231.590
020		1.2.	Realised gains/losses (net) from property not for own use	18.742	9.123	27.865	0	1.999.899	1.999.899	0	3.815	3.815	0	984.630	984.630
021		1.3.	Unrealised gains/losses (net) from property not for own use	36.390	-96.458	-60.068	-15.983	2.293.283	2.277.300	36.390	-96.458	-60.068	-15.983	2.293.283	2.277.300
022		1.4.	Depreciation of land and buildings not occupied by an undertaking for its own activities	0	0	0	0	0	0	0	0	0	0	0	
023		2	Interest revenue calculated using the effective interest rate method	11.459.951	18.814.174	30.274.125	10.551.487	21.137.239	31.688.726	2.710.047	4.885.984	7.596.031	2.666.913	5.729.143	8.396.056
024		3	Other interest income	0	99.389	99.389	0	201	201	0	19.972	19.972	0	201	201
025		4	Dividend income	1.379.824	8.455.676	9.835.500	2.367.582	11.674.777	14.042.359	213.861	782.735	996.596	350.615	1.189.530	1.540.145
026		5	Unrealised gains/losses (net) from financial assets at fair value through profit or loss	1.465.324	1.893.001	3.358.325	699.561	1.092.280	1.791.841	-321.964	-865.112	-1.187.076	58.131	-953.603	-895.472
027	028 + 029 + 030	6	Realised gains/losses	-1.834.437	303.663	-1.530.774	-2.379.696	7.024.232	4.644.536	-1.864.860	-1.425.804	-3.290.664	579.170	1.476.782	2.055.952
028		6.1.	Realised gains/losses (net) from financial assets at fair value through profit or loss	797.095	3.993.086	4.790.181	2.269.476	6.540.571	8.810.047	289.245	1.015.040	1.304.285	571.031	2.046.311	2.617.342
029		6.2.	Realised gains/losses (net) from financial assets at fair value through other comprehensive income	-2.631.532	-3.689.423	-6.320.955	-885.387	483.661	-401.726	-2.154.105	-2.440.844	-4.594.949	8.139	-569.529	-561.390
030		6.3.	Other realised gains/losses (net)	0	0	0	-3.763.785	0	-3.763.785	0	0	0	0	0	
031		7	Net impairment / reversal of impairment of investments	75.221	550.116	625.337	23.436	2.102.107	2.125.543	3.927	363.461	367.388	-57.589	1.578.677	1.521.088
032		8	Net exchange rate differences	377.302	1.143.645	1.520.947	-815.107	-3.052.410	-3.867.517	453.340	1.330.963	1.784.303	-170.596	-82.895	-253.491
033		9	Other income from investments	1.382.294	1.490.332	2.872.626	884.530	531.617	1.416.147	252.474	1.214.533	1.467.007	244.641	92.010	336.651
034		10	Other expenditure from investments	-141.557	-3.521.241	-3.662.798	-259.600	-3.310.527	-3.570.127	-42.986	-850.463	-893.449	-76.196	-1.040.312	-1.116.508

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(STATEMENT OF PROFIT OR LOSS)

For the period: 1.1.2025 - 31.12.2025

in EUR

Item number	Sum elements	Identifier	Item	Cumulative						Quarter					
				Previous accounting period			Current accounting period			Previous accounting period			Current accounting period		
				Life	Non-life	Total	Life	Non-life	Total	Life	Non-life	Total	Life	Non-life	Total
035	036 + 037 + 038	VI	Net financial expenditure from insurance and (passive) reinsurance contracts	-3.815.922	-5.444.901	-9.260.823	-4.305.048	-5.753.987	-10.059.035	-700.073	-1.373.552	-2.073.625	-1.117.598	-1.340.120	-2.457.718
036		1	Net financial income/expenditure from insurance contracts	-3.815.922	-6.359.176	-10.175.098	-4.305.047	-6.945.945	-11.250.992	-700.073	-1.542.451	-2.242.524	-1.117.597	-1.777.867	-2.895.464
037		2	Net financial income/expenditure from (passive) reinsurance contracts	0	914.275	914.275	-1	1.191.958	1.191.957	0	168.899	168.899	-1	437.747	437.746
038		3	Change of liability for investment contracts	0	0	0	0	0	0	0	0	0	0	0	0
039		VII	Other income	43.259	40.552.202	40.595.461	346.805	45.501.130	45.847.935	23.070	12.648.900	12.671.970	40.866	12.131.279	12.172.145
040		VIII	Other operating expenses	-446.117	-56.106.646	-56.552.763	-550.123	-72.869.358	-73.419.481	-160.266	-16.407.981	-16.568.247	-280.588	-25.522.634	-25.803.222
041		IX	Other financial expenses	-57.550	-2.022.265	-2.079.815	-57.922	-1.952.249	-2.010.171	-14.200	-669.084	-683.284	-9.262	-667.566	-676.828
042		X	Share of profit of companies consolidated using equity method, net of tax	0	1.430.408	1.430.408	0	1.480.470	1.480.470	0	334.117	334.117	0	397.323	397.323
043	001+005+013+016+017+035+039+040+041+042+045	XI	Profit or loss of the accounting period before tax (+/-)	15.363.972	54.260.030	69.624.002	10.324.801	67.308.392	77.633.193	1.966.954	12.905.196	14.872.150	3.022.890	6.756.663	9.779.553
044	045 + 046	XII	Tax on profit or loss	-2.345.546	-6.190.172	-8.535.718	-1.393.617	-10.782.758	-12.176.375	-235.740	148.010	-87.730	-502.933	-1.702.441	-2.205.374
045		1	Current tax expense	-2.256.282	-5.088.833	-7.345.115	-1.477.098	-12.172.745	-13.649.843	-233.553	1.191.404	957.851	-502.384	-1.412.396	-1.914.780
046		2	Deferred tax expense/ income	-89.264	-1.101.339	-1.190.603	83.481	1.389.987	1.473.468	-2.187	-1.043.394	-1.045.581	-549	-290.045	-290.594
047	043+ 044	XIII	Profit or loss of the accounting period after tax (+/-)	13.018.426	48.069.858	61.088.284	8.931.184	56.525.634	65.456.818	1.731.214	13.053.206	14.784.420	2.519.957	5.054.222	7.574.179
048		1	Attributable to owners of the parent	13.003.968	48.020.940	61.024.908	8.923.020	56.466.318	65.389.338	1.728.390	13.039.196	14.767.586	2.517.268	5.054.790	7.572.058
049		2	Attributable to non-controlling interest	14.458	48.918	63.376	8.164	59.316	67.480	2.824	14.010	16.834	2.689	-568	2.121
050	051 + 056	XIV	Other comprehensive income	211.227	48.166.867	48.378.094	6.644.324	84.924.162	91.568.486	-232.102	12.306.260	12.074.158	989.129	12.360.784	13.349.913
051	052 + 053 + 054 + 055	1	Items that will not be reclassified to statement of profit or loss	2.097.306	46.535.859	48.633.165	8.852.599	83.540.972	92.393.571	584.351	12.250.508	12.834.859	902.096	12.354.221	13.256.317
052		1.1.	Net change in fair value of equity securities (OCI)	2.545.447	48.257.260	50.802.707	10.795.852	101.670.690	112.466.542	700.380	6.445.856	7.146.236	1.100.117	14.857.579	15.957.696
053		1.2.	Actuarial gains/losses on defined benefit pension plans	0	0	0	0	0	0	0	0	0	0	0	
054		1.3.	Other	10.039	8.454.686	8.464.725	0	127.981	127.981	10.039	8.454.686	8.464.725	0	127.981	127.981
055		1.4.	Tax	-458.180	-10.176.087	-10.634.267	-1.943.253	-18.257.699	-20.200.952	-126.068	-2.650.034	-2.776.102	-198.021	-2.631.339	-2.829.360
056	057 + 058 + ... + 063	2	Items that are, or may be, reclassified to statement of profit or loss	-1.886.079	1.631.008	-255.071	-2.208.275	1.383.190	-825.085	-816.453	55.752	-760.701	87.033	6.563	93.596
057		2.1.	Net change in fair value of debt securities (OCI)	9.614.579	9.986.689	19.601.268	1.393.694	12.462	1.406.156	2.188.348	2.437.040	4.625.388	-431.538	-508.139	-939.677
058		2.2.	Exchange rate differences from translation of foreign operations	3.474	34.416	37.890	322	-26.676	-26.354	-2.506	10.880	8.374	59.343	5.657	65.000
059		2.3.	Effects of hedging instruments	0	0	0	875	44.482	45.357	0	0	0	1.603	76.410	78.013
060		2.4.	Net financial income/expenditure from insurance contracts	-12.007.207	-8.700.297	-20.707.504	-3.929.870	1.456.627	-2.473.243	-3.148.267	-2.563.995	-5.712.262	387.859	797.478	1.185.337
061		2.5.	Net financial income/expenditure from (passive) reinsurance contracts	0	695.517	695.517	0	170.979	170.979	0	392.587	392.587	0	-293.797	-293.797
062		2.6.	Other	0	0	0	0	0	0	0	0	0	0	0	
063		2.7.	Tax	503.075	-385.317	117.758	326.704	-274.684	52.020	145.972	-220.760	-74.788	69.766	-71.046	-1.280
064	047+ 050	XV	Total comprehensive income	13.229.653	96.236.725	109.466.378	15.575.508	141.449.796	157.025.304	1.499.112	25.359.466	26.858.578	3.509.086	17.415.006	20.924.092
065		1	Attributable to owners of the parent	13.223.056	96.190.110	109.413.166	15.565.786	141.381.304	156.947.090	1.496.913	25.344.033	26.840.946	3.504.809	17.406.752	20.911.561
066		2	Attributable to non-controlling interest	6.597	46.615	53.212	9.722	68.492	78.214	2.199	15.433	17.632	4.277	8.254	12.531
067		XVI	Reclassification adjustments	0	0	0	0	0	0	0	0	0	0	0	

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

As at: 31.12.2025

in EUR

Item number	Sum elements	Identifier	Item	Last day of the preceding business year			At the reporting date of the current period		
				Life	Non-life	Total	Life	Non-life	Total
001	002+003	I	INTANGIBLE ASSETS	95.507	24.435.268	24.530.775	637.234	25.051.301	25.688.535
002		1	Goodwill	0	3.466.503	3.466.503	510.781	1.741.289	2.252.070
003		2	Other intangible assets	95.507	20.968.765	21.064.272	126.453	23.310.012	23.436.465
004	005+006+007	II	TANGIBLE ASSETS	3.306.035	122.512.933	125.818.968	3.270.115	128.334.316	131.604.431
005		1	Land and buildings occupied by an undertaking for its own activities	2.340.062	58.705.556	61.045.618	2.294.888	60.032.134	62.327.022
006		2	Equipment	174.651	20.585.406	20.760.057	172.990	25.809.627	25.982.617
007		3	Other tangible assets and inventories	791.322	43.221.971	44.013.293	802.237	42.492.555	43.294.792
008	009+010+014	III	INVESTMENTS	448.280.023	1.050.541.428	1.498.821.451	443.547.661	1.215.798.517	1.659.346.178
009		A	Investments in land and buildings not occupied by an undertaking for its own activities	2.693.941	149.765.245	152.459.186	2.816.576	167.139.276	169.955.852
010	011+012+013	B	Investments in subsidiaries, associates and joint ventures	0	9.868.536	9.868.536	0	10.449.007	10.449.007
011		1	Shares and holdings in subsidiaries	0	0	0	0	0	0
012		2	Shares and holdings in associates	0	841.326	841.326	0	925.569	925.569
013		3	Shares and holdings in joint ventures	0	9.027.210	9.027.210	0	9.523.438	9.523.438
014	015+020+025	C	Financial assets	445.586.082	890.907.647	1.336.493.729	440.731.085	1.038.210.234	1.478.941.319
015	016 + 017 + 018 + 019	1	Financial assets at amortised cost	149.266.891	290.185.401	439.452.292	100.168.674	327.502.509	427.671.183
016		1.1	Debt financial instruments	110.128.970	134.622.409	244.751.379	58.052.998	128.852.745	186.905.743
017		1.2	Deposits with credit institutions	36.644.834	117.767.009	154.411.843	40.262.316	171.351.719	211.614.035
018		1.3.	Loans	2.493.087	26.490.264	28.983.351	1.853.360	27.298.045	29.151.405
019		1.4.	Other	0	11.305.719	11.305.719	0	0	0
020	021 + 022 + 023 + 024	2	Financial assets at fair value through other comprehensive income	254.192.498	538.912.029	793.104.527	288.718.525	623.293.371	912.011.896
021		2.1	Equity financial instruments	18.497.994	173.198.109	191.696.103	38.284.148	276.106.756	314.390.904
022		2.2	Debt financial instruments	235.694.504	365.713.920	601.408.424	250.433.502	347.142.133	597.575.635
023		2.3.	Units in investment funds	0	0	0	0	0	0
024		2.4.	Other	0	0	0	875	44.482	45.357
025	026 + 027 + ... + 030	3	Financial assets at fair value through profit and loss account	42.126.693	61.810.217	103.936.910	51.843.886	87.414.354	139.258.240
026		3.1	Equity financial instruments	0	502.273	502.273	1.606.497	720.874	2.327.371
027		3.2	Debt financial instruments	0	0	0	6.975.290	23.860.187	30.835.477
028		3.3.	Units in investment funds	41.980.602	60.783.192	102.763.794	43.246.159	62.739.837	105.985.996
029		3.4.	Derivative financial instruments	0	20.843	20.843	15.940	93.456	109.396
030		3.5	Other	146.091	503.909	650.000	0	0	0
031	032 + 036 + 040	IV	ASSETS FROM INSURANCE CONTRACTS	30.830	14.998.944	15.029.774	38.441	13.870.282	13.908.723
032	034+035+036	1	General measurement model	30.830	12.612.714	12.643.544	38.441	11.922.593	11.961.034
033		1.1.	- Assets for remaining coverage	30.830	-1.262.308	-1.231.478	38.441	-1.077.035	-1.038.594
034		1.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
035		1.3.	- Assets from claims incurred	0	13.875.022	13.875.022	0	12.999.628	12.999.628
036	037+038+039	2	Variable fee approach	0	0	0	0	0	0
037		2.1.	- Assets for remaining coverage	0	0	0	0	0	0
038		2.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
039		2.3.	- Assets from claims incurred	0	0	0	0	0	0
040	041+042+043	3	Premium allocation approach	0	2.386.230	2.386.230	0	1.947.689	1.947.689
041		3.1.	- Assets for remaining coverage	0	4.370.994	4.370.994	0	4.055.084	4.055.084
042		3.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
043		3.3.	- Assets from claims incurred	0	-1.984.764	-1.984.764	0	-2.107.395	-2.107.395
044		V	ASSETS FROM REINSURANCE CONTRACTS	4	59.140.685	59.140.689	-316	74.013.195	74.012.879
045	046 + 047	VI	DEFERRED AND CURRENT TAX ASSETS	538.672	13.982.410	14.521.082	398.667	12.065.724	12.464.391
046		1	Deferred tax assets	538.672	7.879.778	8.418.450	398.667	7.815.400	8.214.067
047		2	Current tax assets	0	6.102.632	6.102.632	0	4.250.324	4.250.324
048		VII	OTHER ASSETS	5.228.485	54.706.991	59.935.476	5.302.664	65.286.730	70.589.394
049	050 + 051 + 052	1	CASH AT BANK AND IN HAND	939.795	7.837.061	8.776.856	1.749.263	14.598.312	16.347.575
050		1.1	Funds in the business account	547.067	7.727.162	8.274.229	1.205.046	14.500.484	15.705.530
051		1.2	Funds in the account of assets covering liabilities from life insurance contracts	392.509	0	392.509	544.041	0	544.041
052		1.3	Cash in hand	219	109.899	110.118	176	97.828	98.004
053		2	Fixed assets held for sale and discontinued operations	0	273.867	273.867	0	268.008	268.008
054		3	Other	4.288.690	46.596.063	50.884.753	3.553.401	50.420.410	53.973.811
055	001+004+008+031+044+045+04	VIII	TOTAL ASSETS	457.479.556	1.340.318.659	1.797.798.215	453.194.466	1.534.420.065	1.987.614.531
056		IX	OFF-BALANCE SHEET ITEMS	1.761.345	47.386.120	49.147.465	2.052.106	44.012.657	46.064.763

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

As at: 31.12.2025

in EUR

Item number	Sum elements	Identifier	Item	Last day of the preceding business year			At the reporting date of the current period		
				Life	Non-life	Total	Life	Non-life	Total
057	058+061+062+066+067+071+07059+060	X	CAPITAL AND RESERVES	82.658.315	676.297.531	758.955.846	97.241.490	773.019.486	870.260.976
058		1	Subscribed capital	5.881.322	72.414.820	78.296.142	5.881.322	72.414.820	78.296.142
059		1.1	<i>Paid in capital - ordinary shares</i>	5.881.322	72.414.820	78.296.142	5.881.322	72.414.820	78.296.142
060		1.2	<i>Paid in capital - preference shares</i>	0	0	0	0	0	0
061		2	Premium on shares issued (capital reserves)	0	90.448.275	90.448.275	0	90.448.275	90.448.275
062	063+064+065	3	Revaluation reserves	246.216	110.451.453	110.697.669	9.248.561	185.084.424	194.332.985
063		3.1	<i>Land and buildings</i>	9.739	20.736.313	20.746.052	0	20.533.169	20.533.169
064		3.2	<i>Financial assets</i>	236.477	89.693.162	89.929.639	9.247.843	164.492.802	173.740.645
065		3.3	<i>Other revaluation reserves</i>	0	21.978	21.978	718	58.453	59.171
066		4	Financial reserves from insurance contracts	20.294.705	7.160.131	27.454.836	16.909.233	8.508.888	25.418.121
067	068+069+070	5	Reserves	11.317.678	41.965.240	53.282.918	11.317.678	41.965.240	53.282.918
068		5.1.	<i>Legal reserves</i>	294.066	3.702.116	3.996.182	294.066	3.702.116	3.996.182
069		5.2.	<i>Statutory reserve</i>	1.003.040	18.455.600	19.458.640	1.003.040	18.455.600	19.458.640
070		5.3.	<i>Other reserves</i>	10.020.572	19.807.524	29.828.096	10.020.572	19.807.524	29.828.096
071	072+073	6	Retained profit or loss brought forward	31.914.426	305.836.672	337.751.098	44.961.676	318.131.521	363.093.197
072		6.1.	<i>Retained profit</i>	31.914.426	305.836.672	337.751.098	44.961.676	318.131.521	363.093.197
073		6.2.	<i>Loss brought forward (-)</i>	0	0	0	0	0	0
074	075+076	7	Profit or loss for the current accounting period	13.003.968	48.020.940	61.024.908	8.923.020	56.466.318	65.389.338
075		7.1.	<i>Profit for the current accounting period</i>	13.003.968	48.020.940	61.024.908	8.923.020	56.466.318	65.389.338
076		7.2.	<i>Loss for the current accounting period (-)</i>	0	0	0	0	0	0
077		XI	SUBORDINATE LIABILITIES	0	0	0	0	0	0
078		XII	MINORITY INTEREST	133.095	348.875	481.970	144.223	364.704	508.927
079	080+084+088	XIII	LIABILITIES FROM INSURANCE CONTRACTS	356.485.969	503.003.799	859.489.768	332.745.266	572.368.231	905.113.497
080	081+082+083	1	General measurement model	343.966.988	13.704.578	357.671.566	318.677.524	13.454.727	332.132.251
081		1.1.	- Liabilities for remaining coverage	332.115.703	13.183.272	345.298.975	306.119.459	12.897.874	319.017.333
082		1.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
083		1.3.	- Liabilities for claims incurred	11.851.285	521.306	12.372.591	12.558.065	556.853	13.114.918
084	085+086+087	2	Variable fee approach	12.518.981	0	12.518.981	14.067.742	0	14.067.742
085		2.1.	- Liabilities for remaining coverage	10.586.775	0	10.586.775	12.530.594	0	12.530.594
086		2.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
087		2.3.	- Liabilities for claims incurred	1.932.206	0	1.932.206	1.537.148	0	1.537.148
088	089+090+091	3	Premium allocation approach	0	489.299.221	489.299.221	0	558.913.504	558.913.504
089		3.1.	- Liabilities for remaining coverage	0	133.914.872	133.914.872	0	152.084.737	152.084.737
090		3.2.	- Assets for insurance acquisition cash flows	0	0	0	0	0	0
091		3.3.	- Liabilities for claims incurred	0	355.384.349	355.384.349	0	406.828.767	406.828.767
092		XIV	LIABILITIES FROM REINSURANCE	19.999	6.619.022	6.639.021	0	5.101.700	5.101.700
093		XV	LIABILITY FOR INVESTMENT CONTRACTS	0	0	0	0	0	0
094	095+096	XVI	OTHER PROVISIONS	490.651	7.373.390	7.864.041	405.997	8.074.758	8.480.755
095		1	Provisions for pensions and similar obligations	377.801	7.045.762	7.423.563	395.554	7.747.130	8.142.684
096		2	Other provisions	112.850	327.628	440.478	10.443	327.628	338.071
097	098+099	XVII	DEFERRED AND CURRENT TAX LIABILITIES	3.999.791	33.720.920	37.720.711	5.434.031	55.999.678	61.433.709
098		1	Deferred tax liability	3.775.203	30.717.321	34.492.524	5.168.497	47.791.738	52.960.235
099		2	Current tax liability	224.588	3.003.599	3.228.187	265.534	8.207.940	8.473.474
100	101+102+...+105	XVIII	FINANCIAL LIABILITIES	1.003.707	48.388.208	49.391.915	798.959	48.846.249	49.645.208
101		1	Loan liabilities	0	1.407.480	1.407.480	0	1.554.597	1.554.597
102		2	Liabilities for issued financial instruments	0	0	0	0	0	0
103		3	Liabilities for derivative financial instruments	216.246	600.864	817.110	5.872	15.422	21.294
104		4	Liability for unpaid dividend	1.761	216.738	218.499	1.761	541.006	542.767
105		5	Other financial liabilities	785.700	46.163.126	46.948.826	791.326	46.735.224	47.526.550
106	107+108+109	XIX	OTHER LIABILITIES	12.688.029	64.566.914	77.254.943	16.424.500	70.645.259	87.069.759
107		1	Liabilities for disposal and discontinued operations	0	875	875	0	1.443	1.443
108		2	Accruals and deferred income	2.538.369	23.592.223	26.130.592	2.556.246	24.514.173	27.070.419
109		3	Other liabilities	10.149.660	40.973.816	51.123.476	13.868.254	46.129.643	59.997.897
110	057+077+078+079+092+093+094+097+100+106	XX	TOTAL LIABILITIES	457.479.556	1.340.318.659	1.797.798.215	453.194.466	1.534.420.065	1.987.614.531
111		XXI	OFF-BALANCE SHEET ITEMS	1.761.345	47.386.120	49.147.465	2.052.106	44.012.657	46.064.763

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period: 1.1.2025 - 31.12.2025

in EUR

Item number	Item	Attributable to owners of the parent								Attributable to non-controlling interests*	Total capital and reserves
		Paid in capital (ordinary and preference shares)	Premium on shares issued	Revaluation reserves	Financial reserves from insurance contracts	Capital reserves (legal, statutory, other)	Retained profit or loss brought forward	Profit/loss for the year	Total capital and reserves		
I.	Balance as at 1 January of the previous year	78.296.142	90.448.275	47.301.688	44.129.212	53.278.877	392.575.916	58.380.781	764.410.891	746.611	765.157.502
1.	Change in accounting policies	0	0	0	0	0	0	0	0	0	0
2.	Correction of errors from prior periods	0	0	0	0	0	0	0	0	0	0
II.	Balance as at 1 January of the previous year (restated)	78.296.142	90.448.275	47.301.688	44.129.212	53.278.877	392.575.916	58.380.781	764.410.891	746.611	765.157.502
III.	Comprehensive income or loss for the previous year	0	0	65.062.634	-16.674.376	0	0	61.024.908	109.413.166	53.212	109.466.378
1.	Profit or loss for the period	0	0	0	0	0	0	61.024.908	61.024.908	63.376	61.088.284
2.	Other comprehensive income or loss for the previous year	0	0	65.062.634	-16.674.376	0	0	0	48.388.258	-10.164	48.378.094
2.1.	Unrealised gains or losses on tangible assets (land and buildings)	0	0	6.971.864	0	0	0	0	6.971.864	3.080	6.974.944
2.2.	Unrealised gains or losses on financial assets at fair value through other comprehensive income	0	0	52.854.556	0	0	0	0	52.854.556	-37	52.854.519
2.3.	Realised gains or losses on financial assets at fair value through other comprehensive income	0	0	5.198.324	0	0	0	0	5.198.324	0	5.198.324
2.4.	Net financial income/expenditure from insurance contracts	0	0	0	-17.246.523	0	0	0	-17.246.523	-14.042	-17.260.565
2.5.	Net financial income/expenditure from (passive) reinsurance contracts	0	0	0	572.147	0	0	0	572.147	835	572.982
2.6.	Other changes in equity unrelated to owners	0	0	37.890	0	0	0	0	37.890	0	37.890
IV.	Transactions with owners (previous period)	0	0	-1.666.653	0	4.041	-54.824.818	-58.380.781	-114.868.211	-317.853	-115.186.064
1.	Increase/decrease in subscribed capital	0	0	0	0	0	0	0	0	0	0
2.	Other contributions by owners	0	0	0	0	0	5.137	0	5.137	-289.961	-284.824
3.	Payment of share in profit/dividend	0	0	0	0	0	-81.049.412	-33.824.493	-114.873.905	-28.021	-114.901.926
4.	Other distribution to owners	0	0	-1.666.653	0	4.041	26.219.457	-24.556.288	557	129	686
V.	Balance on the last day of the previous year reporting period	78.296.142	90.448.275	110.697.669	27.454.836	53.282.918	337.751.098	61.024.908	758.955.846	481.970	759.437.816
VI.	Balance as at 1 January of the current year	78.296.142	90.448.275	110.697.669	27.454.836	53.282.918	337.751.098	61.024.908	758.955.846	481.970	759.437.816
1.	Change in accounting policies	0	0	0	0	0	0	0	0	0	0
2.	Correction of errors from prior periods	0	0	0	0	0	0	0	0	0	0
VII.	Balance as at 1 January of the current year (restated)	78.296.142	90.448.275	110.697.669	27.454.836	53.282.918	337.751.098	61.024.908	758.955.846	481.970	759.437.816
VIII.	Comprehensive income or loss for the year	0	0	93.594.467	-2.036.715	0	0	65.389.338	156.947.090	78.214	157.025.304
1.	Profit or loss for the period	0	0	0	0	0	0	65.389.338	65.389.338	67.480	65.456.818
2.	Other comprehensive income or loss for the year	0	0	93.594.467	-2.036.715	0	0	0	91.557.752	10.734	91.568.486
2.1.	Unrealised gains or losses on tangible assets (land and buildings)	0	0	164.194	0	0	0	0	164.194	6.813	171.007
2.2.	Unrealised gains or losses on financial assets at fair value through other comprehensive income	0	0	93.096.161	0	0	0	0	93.096.161	-24	93.096.137
2.3.	Realised gains or losses on financial assets at fair value through other comprehensive income	0	0	323.273	0	0	0	0	323.273	0	323.273
2.4.	Net financial income/expenditure from insurance contracts	0	0	0	-2.166.633	0	0	0	-2.166.633	5.620	-2.161.013
2.5.	Net financial income/expenditure from (passive) reinsurance contracts	0	0	0	129.918	0	0	0	129.918	-1.674	128.244
2.6.	Other changes in equity unrelated to owners	0	0	10.839	0	0	0	0	10.839	-1	10.838
IX.	Transactions with owners (current period)	0	0	-9.959.151	0	0	25.342.099	-61.024.908	-45.641.960	-51.257	-45.693.217
1.	Increase/decrease in subscribed capital	0	0	0	0	0	0	0	0	0	0
2.	Other contributions by owners	0	0	0	0	0	0	0	0	0	0
3.	Payment of share in profit/dividend	0	0	0	0	0	0	-45.641.124	-45.641.124	-51.426	-45.692.550
4.	Other transactions with owners	0	0	-9.959.151	0	0	25.342.099	-15.383.784	-836	169	-667
X.	Balance on the last day of the current year reporting period	78.296.142	90.448.275	194.332.985	25.418.121	53.282.918	363.093.197	65.389.338	870.260.976	508.927	870.769.903

CONSOLIDATED STATEMENT OF CASH FLOWS – indirect method

For the period: 1.1.2025 - 31.12.2025

in EUR

Item number	Sum elements	Identifier	Item	Current business period	Same period of the previous year
001	002+018+035 + 036 + 037	I	CASH FLOW FROM OPERATING ACTIVITIES	77.651.620	122.192.803
002	003+004	1	Cash flow before changes in operating assets and liabilities	49.427.215	42.388.323
003		1.1	Profit/loss of the accounting period	65.456.818	61.088.284
004	005+006+.....+017	1.2	Adjustments:	-16.029.603	-18.699.961
005		1.2.1	Depreciation of property and equipment	11.934.364	11.372.873
006		1.2.2	Amortization of intangible assets	4.503.911	4.666.831
007		1.2.3	Loss from impairment of intangible assets	0	466.973
008		1.2.4	Other financial cost	0	0
009		1.2.5	Impairment and gains/losses on fair valuation	-1.941.365	-5.385.542
010		1.2.6	Interest expenses	2.010.171	1.958.075
011		1.2.7	Interest income	-31.688.927	-30.373.514
012		1.2.8	Profit from the sale of branch	0	0
013		1.2.9	Share in profit of associates	-1.480.470	-1.430.408
014		1.2.10	Equity-settled share-based payment transactions	0	0
015		1.2.11	Cost of income tax	12.176.375	8.535.718
016		1.2.12	Profit/loss from the sale of tangible assets (including land and buildings)	-225.108	62.961
017		1.2.13	Other adjustments	-11.318.554	-8.573.928
018	019+020+...+034	2	Increase/decrease in operating assets and liabilities	-6.901.122	64.364.382
019		2.1	Increase/decrease in financial assets at fair value through other comprehensive income	-3.363.160	35.824.743
020		2.2	Increase/decrease in financial assets at fair value through statement of profit or loss	-33.541.348	45.189.142
021		2.3	Increase/decrease in financial assets at amortised cost	13.399.071	-2.421.848
022		2.4	Increase/decrease in assets/liabilities from insurance contracts	44.271.537	-21.220.862
023		2.5	Increase/decrease in assets/liabilities from reinsurance contracts	-16.238.532	-1.394.005
024		2.6	Increase/decrease in tax assets	2.056.691	-2.986.520
025		2.7	Increase/decrease in receivables	0	0
026		2.8	Increase/decrease in investments in real estate	-17.976.148	-7.565.731
027		2.9	Increase/decrease in property for own use	0	0
028		2.10	Increase/decrease in other assets	-1.136.959	4.979.935
029		2.11	Increase/decrease in liabilities from investment contracts	0	0
030		2.12	Increase/decrease in other provisions	616.714	-621.612
031		2.13	Increase/decrease in tax liabilities	-2.882.359	2.533.174
032		2.14	Increase/decrease in financial liabilities	-1.897.984	102.448
033		2.15	Increase/decrease in other liabilities	8.851.528	3.631.608
034		2.16	Increase/decrease in accruals and deferred income	939.827	8.313.910
035		3	Income tax paid	-5.730.834	-21.833.163
036		4	Interest received	28.597.549	27.437.761
037		5	Dividend received	12.258.812	9.835.500
038	039+040+...+045	II	CASH FLOW FROM INVESTING ACTIVITIES	-19.835.327	-16.073.436
039		1	Cash receipts from the sale of tangible assets	706.018	335.637
040		2	Cash payments for the purchase of tangible assets	-13.151.075	-9.649.188
041		3	Cash receipts from the sale of intangible assets	0	40.578
042		4	Cash payments for the purchase of intangible assets	-6.935.634	-4.856.178
043		5	Cash receipts from the sale of branches, associates and joint ventures	0	0
044		6	Cash payments for the purchase of branches, associates and joint ventures	-454.636	-1.944.285
045		7	Cash receipts and payments based on other investing activities	0	0
046	047+048+...+057	III	CASH FLOW FROM FINANCING ACTIVITIES	-50.213.443	-120.691.319
047		1	Cash receipts resulting from the increase of initial capital	0	0
048		2	Cash receipts from issuing redeemable preference shares	0	0
049		3	Cash receipts from short-term and long-term loans received	490.840	0
050		4	Cash receipts from sales of own shares	0	0
051		5	Cash receipts from exercise of share options	0	0
052		6	Cash payments relating to redeemable preference shares	0	0
053		7	Cash payments for the repayment of short-term and long-term loans received	-340.614	-479.945
054		8	Cash payments for the redemption of own shares	0	0
055		9	Cash payments for interest	-57.100	-54.377
056		10	Cash payments for dividend	-45.822.751	-115.032.126
057		11	Cash payments for rental obligations	-4.483.818	-5.124.871
058	001+038+046	IV	NET CASH FLOW	7.602.850	-14.571.952
059		V	EFFECT OF EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS	-32.131	151.984
060	058+059	VI	NET INCREASE/DECREASE OF CASH AND CASH EQUIVALENTS	7.570.719	-14.419.968
061		1	Cash and cash equivalents at the beginning of period	8.776.856	23.196.824
062	060+061	2	Cash and cash equivalents at the end of period	16.347.575	8.776.856

II. MANAGEMENT REPORT

In accordance with statutory deadlines, Group's preliminary unaudited reports for the fourth quarter of 2025 are presented. The audit of the 2025 financial statements is currently in progress, and the submitted figures may differ from the final audited annual report.

In the period observed, total income from insurance contracts at the Group level amounted to EUR 606.8m and increased by 12.2 percent compared to the same period of the previous year. The total non-life insurance income amounted to EUR 593m and increased by 12.6 percent. Total life insurance income decreased by 1 percent and amounted to EUR 13.9m.

Total expenditure from insurance contracts in the period observed at the Group level amounted to EUR 538m and increased by 10 percent compared to the same period of the previous year. The total non-life insurance expenditure amounted to EUR 527.9m and increased by 9.9 percent. Total life insurance expenditure increased by 18.4 percent and amounted to EUR 10.1m.

Total net result from insurance contracts in the period observed at the Group level amounted to EUR 46m and increased by 24.1 percent compared to the same period of the previous year while the total net profit of the Group amounted to EUR 65.5m and increased by 7.2 percent compared to the same period of the previous year.

Total assets of the Group as at 31 December 2025 amounted to EUR 2 billion, representing an increase of 10.6 percent compared to 31 December 2024.

Liabilities from insurance contracts as at 31 December 2025 amounted to EUR 905.1m, which represents an increase of 5.3 percent compared to 31 December 2024.

Unaudited consolidated financial statements at the end of the fourth quarter of the 2025 will be available on the web sites of CROATIA osiguranje d.d., Zagreb Stock Exchange and Officially appointed mechanism for the central storage of regulated information.

Significant business events in the reporting period

A year of outstanding results marked by strong revenue and profit growth and continued strategic focus on developing the health segment and driving the company's digital transformation

The premium generated from overall digital business grew by 19 percent compared to the previous year, while the number of clients using the Moja Croatia mobile app increased by 56 percent.

Croatia's digital brand LAQO recorded an 18 percent increase in premium compared to 2024. A fully digital property insurance product was launched, along with a new loyalty program, LAQOsfera. The second generation of LAQO GPT, an AI assistant enabling the purchase of travel insurance via WhatsApp, was also introduced—making LAQO the first insurance brand in Europe to offer direct purchasing through an AI assistant.

Koreqt, a digital platform for comparing and selecting products and services launched by Croatia in February 2024, continued to deliver positive results. The platform was expanded to new areas, including grocery price comparison and compulsory motor third party liability insurance.

A number of innovations were introduced into Croatia's business processes and products, alongside accelerated implementation of AI technologies that continuously enhance employee efficiency and customer satisfaction. Croatia's digital improvements, particularly in claims reporting and assessment, were recognized by the market, while newly launched products included a standout cyber insurance offering.

Croatia's benefits package Spektar continued to achieve excellent results. By the end of 2025, more than 293,000 households were included in Spektar packages.

Croatia Polyclinic recorded nearly 280,000 patients in 2025, making it one of the largest private healthcare providers in Croatia. Top-tier medical teams, healthcare services, and state-of-the-art technology are available across nine cities nationwide, with expanded capacities in Rijeka and Zagreb. Revenue growth for the Polyclinic in 2025 amounted to 37 percent compare to previous year and includes revenues from the acquired polyclinics Marin Med in Dubrovnik and Medros in Osijek.

In 2025, Croatia osiguranje signed a new three-year Collective Agreement confirming a high level of employee rights and benefits, significantly above industry standards and the provisions of the Labour Act for many years. A new Rulebook on Internal Sales Network Operations was also adopted, aimed at increasing the attractiveness of sales representative roles and strengthening opportunities for professional development. At the end of 2025, an employee satisfaction survey showed a significant increase in employee satisfaction and a strong perception of Croatia as a fair and desirable employer.

Croatia osiguranje continued its community support through more than 100 sponsorships and donations across the country. In 2025, a new four-year agreement was signed with the Croatian Football Federation, ensuring Croatia remains a strong partner of the nation's premier sports organization—the Croatian national football team.

Collaboration with professional and higher-education institutions also continued through specialist programs, lectures by Croatia's experts, and support for professional events and student initiatives, particularly in the area of financial literacy development.

The Management and the Supervisory Board proposed to the General Assembly dividend payment to holders of ordinary and preference shares from the net profit achieved in 2024, in the total amount of EUR 45,771,324.44, or EUR 106.52 per share (ordinary and preference), and the General Assembly adopted the same decision on 5 June 2025. Croatia osiguranje d.d. has been operating successfully in the past years, with a growing level of profit and high capital adequacy rates, both at the Company level and at the Group level, and it is expected that during the year 2025 the capital adequacy should be maintained above the level of 200%.

The Croatian Financial Services Supervisory Agency (HANFA) at its session held on 25 July 2025 adopted a decision granting approval to Hana Zoričić to serve as a member of the Supervisory Board of CROATIA osiguranje d.d. for a term of 4 years, starting from 21 September 2025 until 21 September 2029.

On 28 August 2025, the General Assembly of CROATIA osiguranje d.d. was held, at which a Decision was made to elect Erika Zgrablić as a member of the Supervisory Board for a period of 4 years, starting from 12 October 2025, subject to obtaining HANFA approval. At its session held on 29 August 2025, the HANFA Management Board adopted a decision granting approval to Erika Zgrablić to serve as a member of the Supervisory Board of CROATIA osiguranje d.d. for a term of office from 12 October 2025 to 12 October 2029.

On 10 November 2025, the elections for the employees' representative to the Supervisory Board of CROATIA osiguranje d.d. have been conducted and that Ms. Matilda Mrković Kalik has been elected as a member of the Supervisory Board for a term of four years, beginning on 11 March 2026.

Geopolitical and macroeconomic situation, conflicts and challenges

The year 2025 ended positively for most financial markets despite considerable volatility, particularly in the first half of the year. The final quarter was marked by the decision of the U.S. Federal Reserve (Fed) to begin a policy of interest rate cuts (in September and then on three occasions during the last quarter, each time by 25 basis points), bringing the current rate range to 3.5–3.75%. Fed officials also indicated they are prepared to continue this policy into 2026, provided macroeconomic indicators—primarily inflation and employment—remain favorable. Fed decisions will also depend on who will lead the central bank going forward, as the current Chairman, Powell, does not enjoy the support of U.S. President Trump. On the other hand, the European Central Bank did not change its interest rates in the last quarter, as inflation in Europe continued a mild downward trend (below the 2% threshold).

The U.S. equity market (measured by the S&P 500 index) recorded a moderate quarterly increase of 2.3%, ending the full year 2025 with a 16.4% gain. Investors gradually shifted from large technology stocks toward value stocks and smaller companies, which tend to benefit from falling interest rates. European equity indexes recorded even stronger growth than U.S. markets (for example, the EuroStoxx 50 rose 5% in the quarter and 18% on an annual basis). This is particularly significant considering that the euro appreciated 13% against the dollar over the past year, making European equities relatively more expensive compared to U.S. equities.

The EUR/USD exchange rate throughout the last quarter of 2025 and the entire year was influenced by differences in monetary policy and general economic conditions. During the final quarter, the euro/dollar exchange rate did not manage to surpass the 1.20 level, which, however, occurred at the beginning of 2026, driven by central bank interest rate policies.

Domestic and regional equity markets were relatively stable in the last quarter of 2025, yet still recorded annual gains, with the CROBEX TR index up 25% and the Slovenian SBITOP index increasing by an impressive 50% in 2025. This upward trend continued in early 2026, with the Slovenian index rising an additional 11% in January alone.

Government bond yields generally followed the interest rate policies of their respective central banks, resulting in declining yields on U.S. Treasury bonds in the final quarter. The Croatian bond index CROBIS continued its gradual upward trend, ending the year with a 1.6% increase.

The geopolitical landscape was marked by diplomatic tensions among NATO members (the U.S. on one side and EU countries on the other). The Israeli-Palestinian conflict has temporarily de-escalated, but internal conflicts were reported in Iran, contributing to rising oil prices. No significant progress was made toward resolving the Russia-Ukraine war. These factors increased demand for safe-haven assets, reflected in higher demand for bonds and especially gold, which surpassed USD 5,000 per ounce at the beginning of 2026.

These conditions create an environment of uncertainty for business operations. Nevertheless, the Group's operations remain resilient to stress scenarios due to its strong capital position. As of 30 September 2025, the Group's SCR ratio stands at 231% indicating that even under stressed conditions the Group would continue to operate in full compliance with regulatory requirements.

Significant events after the end of the reporting date

There were no significant events after the balance sheet date.

Expected development in the future

In 2025, inflation ended the year above 4%, measured by the Harmonised Index of Consumer Prices (HICP), exceeding the 2024 level and standing at double the EU average for 2025. The main driver of elevated inflation is the strong increase in service prices, which rose by more than 7% year-on-year, driven by labour shortages, wage growth, and still-solid domestic demand. For 2026, inflation is projected to decline to a range between 2.8% and 3.4%, depending on the source. The key inflation driver is expected to be the expiry of administrative controls on energy prices. Inflation expectations are notably higher than they were at the end of Q3 2025.

On the other hand, real GDP growth is expected to decelerate further—from 3.8% in 2024 to around 3% in 2025 and approximately 2.8% in 2026. The primary factor behind this slowdown is a deterioration in the price competitiveness of the tourism sector, which is reflected in declining exports of services and is likely to result in decrease of domestic demand in 2026.

Nominal gross wage growth reached 10% year-on-year, driven by labour shortages and an increasing number of employed persons while employment growth accelerated in the public sector and slowing in the private sector. As of 1 January 2026, the minimum wage in the Republic of Croatia will amount to EUR 1,050, representing an 8.25% increase compared to 2025. Projections for nominal wage growth in 2026 stand at 6%, supported by labour market shortages and continued expectations of employment growth, although moderated by a slowdown in the inflow of foreign workers.

In 2025, the non-life insurance market grew by approximately 10%, while the life insurance market remained stagnant. The highest growth rates in 2025 were recorded in the motor insurance segment and the health insurance segment. A significant share of this growth was driven by inflationary pressures on service prices, and to a lesser extent by increased penetration and growing awareness of the need for insurance coverage.

In 2026, further deceleration of growth in the non-life insurance market is expected, with single-digit growth driven by price adjustments and continued increases in market penetration and awareness of insurance needs.

Life insurance is expected to record very modest growth in 2026, supported by continued GDP expansion and nominal wage growth. Market developments are likely to shift focus towards new products with an investment component, moving away from traditional life insurance products.

Research and development activities

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

Description of the most significant risks and uncertainties

In relation to the most significant risks and uncertainties which were described in the audited financial statements for the year 2024, in the period observed there were no significant changes in relation to the risks to which the Group is exposed in the course of its business, except as described in the chapter *Significant business events in the reporting period*.

Zagreb, 26 February 2026

Member of the Management Board

Luka Babić

Member of the Management Board

Robert Vučković

President of the Management Board

Davor Tomašković

Member of the Management Board

Vesna Sanjković

III. NOTES TO THE UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD I-XII 2025

1. GENERAL INFORMATION

The Group consolidated the following entities as at 31 December 2025:

Group	Activity	31 December 2025		
		Shares directly held by parent (%)	Shares held by the Group (%)	Shares held by non-controlling interests (%)
Subsidiaries registered in Croatia which are consolidated:				
Croatia premium d.o.o., Zagreb	Real estate business	100.00	100.00	-
- <i>M teh d.o.o.</i>	<i>Equipment rental</i>	<i>100.00</i>	<i>100.00</i>	-
Croatia Nekretnine d.o.o., Zagreb	Real estate business	100.00	100.00	-
Razne usluge d.o.o. (u likvidaciji)	-	100.00	100.00	-
AUTO MAKSIMIR VOZILA d.o.o.	Insurance agency	100.00	100.00	-
KOREQT d.o.o.	Trade brokerage	100.00	100.00	-
- <i>KOREQT DISTRIBUCIJA d.o.o.</i>	Insurance distribution	100.00	100.00	-
Strmec projekt d.o.o.	Real estate business	100.00	100.00	-
CO Zdravlje d.o.o.	Consulting and services	100.00	100.00	-
- <i>CROATIA Poliklinika, Zagreb</i>	<i>Healthcare</i>	-	<i>100.00</i>	-
- <i>POLIKLINIKA MARIN MED</i>	<i>Healthcare</i>	-	<i>100.00</i>	-
- <i>Ustanova za zdravstvenu njegu MARIN MED PLUS</i>	<i>Healthcare</i>	-	<i>100.00</i>	-
- <i>MARIN MED ZADAR d.o.o. u likvidaciji</i>	<i>Healthcare</i>	-	<i>100.00</i>	-
- <i>MEDROS d.o.o.</i>	<i>Healthcare</i>	-	<i>100.00</i>	-
Croatia-Tehnički pregledi d.o.o., Zagreb	MOT*	100.00	100.00	-
- <i>Herz d.d., Požega</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>Slavonijatrans-Tehnički pregledi d.o.o., Sl. Brod</i>	<i>MOT</i>	-	<i>76.00</i>	<i>24.00</i>
- <i>STP Pitomača, Pitomača</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>STP Blato</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>Autoprijevoz d.d.</i>	<i>MOT</i>	-	<i>79.12</i>	<i>20.88</i>
- <i>Crotehna d.o.o., Ljubuški</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>Tia auto d.o.o. u likvidaciji</i>	<i>Technical examination and analysis of motor vehicles</i>	-	<i>100.00</i>	-
Croatia osiguranje mirovinsko društvo d.o.o., Zagreb	Fund management	100.00	100.00	-
Subsidiaries registered abroad which are consolidated				
Milenijum osiguranje a.d.o., Beograd	Insurance	100.00	100.00	-
Croatia osiguranje d.d., Mostar	Insurance	97.12	97.12	2.88
- <i>Croatia remont d.d., Čapljina</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>Auto inspekt d.o.o.</i>	<i>Technical examination and analysis of motor vehicles</i>	-	<i>100.00</i>	-
- <i>Croauto d.o.o., Mostar – u likvidaciji</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>Skadenca d.o.o.</i>	<i>Insurance agency</i>	-	<i>100.00</i>	-
- <i>AUTO_THE d.o.o.</i>	<i>Technical examination and analysis of motor vehicles</i>	-	<i>100.00</i>	-

Group	Activity	31 December 2025		
		Shares directly held by parent (%)	Shares held by the Group (%)	Shares held by non-controlling interests (%)
Croatia osiguranje d.d., non-life insurance company, Skopje	Insurance	100.00	100.00	-
Croatia osiguranje d.d., life insurance company, Skopje	Insurance	95.00	100.00	-

*MOT – Motor vehicle examination stations

In consolidation, the equity method is used for the valuation of investments in associates Agroservis - STP d.o.o., Virovitica (37%) and joint venture PBZ CROATIA osiguranje d.d. (50.0%).

The following is a summary of financial information for PBZ CROATIA osiguranje d.d. for the last year for which the annual financial statements have been adopted and which have been presented for the Group using the equity method.

Summary statement of financial position

	31 December 2025
	in EUR'000
Financial assets	18,262
Cash and cash equivalents	344
Other assets	1,999
Total assets	20,605
Liabilities	1,558
Capital and reserves	19,047
Total equity and liabilities	20,605

Summary financial information

	31 December 2025
	in EUR'000
Opening balance of net assets at 1 January 2024	18,055
Profit for the period	2,793
Dividends	(1,800)
Closing balance of net assets	19,048
Share in profit of joint venture @ 50%	9,524
Carrying amount	9,524

CROATIA osiguranje d.d., Zagreb, Vatroslava Jagića 33 (parent company) is registered in the Court Register of the Commercial Court in Zagreb, Republic of Croatia, under the Company's Court Reg. No. ("MBS") 080051022 and PIN ("OIB") 26187994862. The Company's principal activity is non-life and life insurance business together with activities that are related to insurance activities and reinsurance business in the non-life insurance segment. Among other important activities, the Group also carries

out activities of pension fund management, technical examinations and providing medical services of clinics.

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

The average number of employees of the Group during the current period is 3,971.

Supervisory Board and Management Board

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

Members of the Supervisory Board are:

Roberto Škopac	President
Dr.sc. Željko Lovrinčević	Vice President and Member until 20 September 2025
Dr. sc. Hrvoje Šimović	Vice President since 21 September 2025
Vitomir Palinec	Member
Hrvoje Patajac	Member
Dr. sc. Zoran Barac	Member until 11 October 2025
Pero Kovačić	Member
Hana Zoričić	Member since 21 September 2025
Erika Zgrablić	Member since 12 October 2025

Members of the Management Board are:

Davor Tomašković	President
Robert Vučković	Member
Luka Babić	Member
Vesna Sanjković	Member

Basis for preparation and consolidation

Financial statements are prepared in accordance with the Capital Market Act (Official Gazette 65/18, 17/20, 83/21, 151/22, 85/24 and 126/25), International Accounting Standard 34 – *Interim Financial Reporting*, Rules of the Zagreb Stock Exchange and the Ordinance on the contents and structure of issuers interim reports and on the form and manner of their submission to the Croatian Financial Services Supervisory Agency, which is issued by the Croatian Financial Services Supervisory Agency.

Quarterly financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as at 31 December 2024. The Group's annual financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union. The Annual Financial Report for 2024, for the purpose of understanding the information published in the notes to the financial statements prepared at the end of the fourth quarter of the 2025, is available on the

company's official website, the official website of the Zagreb Stock Exchange and the Croatian Financial Services Supervisory Agency's Official Register.

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

Consolidated financial statements comprise the Company and its subsidiaries (together 'the Group'). All significant intragroup transactions and balances are eliminated.

Financial statements at the end of the fourth quarter of the 2025 have not been audited.

Presentation currency

Group's financial statements are prepared in the euros as the presentation currency.

Use of estimates and judgements

Preparation of financial statements in conformity with IFRS requires the Management Board to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, and information available at the date of preparation of financial statements, the results of which form the basis of making the judgements about carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Changes of accounting estimates are recognised from the period in which an estimate is revised and in future periods, if the change also affects them.

During the current reporting period, the Group applied the following significant judgments for the first time:

Separation of embedded derivatives from Virtual Power Purchase Agreements (VPPA)

The embedded derivatives represented by the electricity swaps are components of the VPPA contracts and determining whether such derivatives should be separated from the host contracts involves significant judgement. This includes an assessment of the terms and conditions of the VPPA contracts and the characteristics of the embedded derivatives.

The Group made an assessment and concluded that the economic risks and characteristics of these embedded derivatives are not closely related to the underlying host contracts. Consequently, the Group separately recognized these embedded derivatives as derivative financial instruments – electricity swaps.

Fair value measurement of electricity swaps

The fair values of the electricity swaps generally cannot be measured based on quoted prices in active markets, therefore the Group uses other valuation techniques, in particular the discounted cash flow (DCF) models. The inputs to these models are taken from observable market data where possible, but

also a significant degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as production volumes, long-term electricity prices, credit risk or wind or solar capture profiles. Changes in assumptions relating to these inputs could affect the reported fair values.

Accounting policies

Accounting policies and measurement methods which are used in the preparation of financial statements for the reporting period are the same as those which are used for preparation of the audited financial statements for the year 2024, except as stated below.

The Group entered into a Virtual Power Purchase Agreements (VPPAs) as a buyer and therefore have applied the following accounting policies for the first time:

Purchases of Guarantees of origin (GoO)

The Group considers the VPPA contracts as hybrid contracts, and the GoO component within the VPPA contract is considered a "host" contract for the delivery of a non-financial item (GoO) to the customer, while the cash-settled electricity component is reported as an "embedded derivative" in the form of a commodity swap (difference between the contracted price and the market price of cash-settled electricity).

While the embedded derivatives are separately recognised under IFRS 9, the residual non-financial host component of the contract is accounted by the Group as a purchase contract to receive the GoO from the seller of the VPPA contract and are recognized in profit or loss.

Derivative financial instruments and hedge accounting

The embedded derivatives separated from the VPPA contracts represent electricity swaps that are used by the Group to hedge the price risk of forecast physical purchases of electricity. The Group does not enter into these electricity swaps for speculative purposes.

The electricity swaps are initially recognised on the date on which the respective VPPA contracts are concluded and initially measured at nil (due to their non-optional nature) in accordance with IFRS 9. The electricity swaps are subsequently measured at fair value.

The Group has designated the electricity swaps as hedging instruments in cash flow hedge relationships to hedge the exposure to variability in highly probable forecast transactions that is attributable to the electricity price risk associated with the highly probable forecast transactions.

At the inception of a hedge relationship, the Group formally designates and documents the hedge relationship and the risk management objective and strategy for undertaking the hedge. The documentation includes identification of the hedging instrument, the hedged item, the nature of the risk being hedged and how the Group will assess whether the hedge relationship meets the hedge effectiveness requirements.

Given their designation within cash flow hedge relationships, the Group presents the electricity swaps as *Financial assets at fair value through other comprehensive income* when their fair value is positive, or *Financial liabilities – liabilities for derivative financial instruments* when their fair value is negative.

Accounting for cash flow hedges

The effective portion of the gain or loss on the electricity swaps is presented as the *Effects of hedging instruments* within Other comprehensive income, and is further accumulated in the cash flow hedge reserve, i.e. *Other revaluation reserves*, presented within Revaluation reserves. Any ineffective portion of the gain or loss on the electricity swaps is recognised immediately in profit or loss.

The cash flow hedge reserve is adjusted to the lower of the cumulative gain or loss on the hedging instrument and the cumulative change in fair value of the hedged item.

The Group uses the electricity swaps as hedges of its exposure to volatility in the spot electricity prices arising from highly probable future purchases of electricity.

The cash flow hedge reserve accumulated in equity is reclassified to profit or loss as a reclassification adjustment in the same period or periods during which the hedged cash flows affect profit or loss. This is generally when the hedged future cash flows are recognized as items of income or expense.

This reclassification adjustment affects the same line items of profit or loss as those that are affected by the hedged items (*Electricity expenses*).

If a cash flow hedge relationship is discontinued, the cash flow hedge reserve remains in equity if the hedged future cash flows are still expected to occur. Once the hedged cash flows occur, the respective amount of the cash flow hedge is reclassified to profit or loss in the same period. However, if the hedged future cash flows are no longer expected to occur, the cash flow hedge reserve will be immediately reclassified to profit or loss.

Related party transactions

On 4 April 2025, the Supervisory Board of Croatia osiguranje d.d. approved transactions between Croatia osiguranje d.d. and Adris grupa d.d., which relate to the acquisition of direct equity interests through the purchase and sale of shares in Pozavarovalnice Sava d.d. and Professio Energia d.d. Croatia osiguranje d.d. and Adris grupa d.d., as the majority shareholder of Croatia osiguranje d.d., have signed two agreements for more efficient management within the Group. Croatia osiguranje d.d. purchased and acquired a total of 838,197 shares of Pozavarovalnice Sava d.d. from Adris grupa d.d., which constitute 4.87% of the Issuer's share capital. Also, an agreement was concluded under which Adris grupa d.d. purchased and acquired a total of 567,193 ordinary shares of Professio Energia d.d. from Croatia osiguranje d.d., representing 19.9985% of the registered share capital of that company. By implementing these agreements, all shares of Professio Energia d.d. previously held by Croatia osiguranje d.d. will transfer to the ownership of Adris grupa d.d., while Croatia osiguranje d.d. will become the owner of shares in Pozavarovalnice Sava d.d. that were previously owned by Adris grupa d.d.

Apart from the above, in the current reporting period, there were usual related party transactions of goods and services.

Seasonality of business activities

Group's operations are not seasonal.

Segment reporting

The Group's reporting segments comprise the life insurance segment and the non-life insurance segment. The description of segments as well as allocation of costs between segment of life insurance and non-life insurance, capital and reserves and assets described in the annual financial statements for 2024, have not changed. There were no significant intersegmental revenues and expenses in the period observed.

Earnings per share

	1 January-31 December 2024	1 January-31 December 2025
	in EUR	in EUR
Profit for the year attributable to the Company's shareholders	61,024,908	65,389,338
Weighted average of ordinary shares	420,947	420,947
Earnings per share attributable to the Company's shareholders		
Basic and diluted earnings per share in EUR	145.0	155.3

Fair value

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

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

	31 December 2025			31 December 2024		
	Net book value	Fair value	Difference	Net book value	Fair value	Difference
	in EUR	in EUR	in EUR	in EUR	in EUR	in EUR
Debt securities	186,905,743	179,675,720	(7,230,023)	244,751,379	232,907,729	(11,843,650)
Loans	29,151,405	30,729,966	1,578,561	40,289,070	40,289,078	8
Deposits	211,614,035	211,614,035	-	154,411,843	154,411,843	-
	427,671,183	422,019,721	(5,651,462)	439,452,292	427,608,650	(11,843,642)

Methods of assessment or assumptions in determining fair value

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

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

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

The Group's assets measured at fair value as at 31 December 2025 are presented as follows:

	Level 1 in EUR	Level 2 in EUR	Level 3 in EUR	Total in EUR
<i>Property for own use</i>	-	-	62,327,022	62,327,022
<i>Investment property</i>	-	-	169,955,852	169,955,852
Equity securities	292,928,944	10,846,913	10,615,047	314,390,904
Debt securities	477,394,693	120,180,942	-	597,575,635
Derivative financial instruments – hedge accounting	-	-	45,357	45,357
<i>Financial assets at fair value through other comprehensive income</i>	770,323,637	131,027,855	10,660,404	912,011,896
Equity securities	2,327,371	-	-	2,327,371
Debt securities	30,536,431	299,046	-	30,835,477
Investment funds	13,715,609	92,270,387	-	105,985,996
Derivative financial instruments	-	109,396	-	109,396
<i>Financial assets at fair value through profit or loss</i>	46,579,411	92,678,829	-	139,258,240
Total assets at fair value	816,903,048	223,706,684	242,943,278	1,283,553,010

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

	Level 1 in EUR	Level 2 in EUR	Level 3 in EUR	Total in EUR
<i>Property for own use</i>	-	-	61,045,618	61,045,618
<i>Investment property</i>	-	-	152,459,186	152,459,186
Equity securities	160,879,067	-	30,817,036	191,696,103
Debt securities	440,112,926	161,295,498	-	601,408,424
<i>Financial assets at fair value through other comprehensive income</i>	600,991,993	161,295,498	30,817,036	793,104,527
Equity securities	502,273	-	-	502,273
Investment funds	13,265,122	89,498,672	-	102,763,794
Derivative financial instruments	-	20,843	-	20,843
Other	-	650,000	-	650,000
<i>Financial assets at fair value through profit or loss</i>	13,767,395	90,169,515	-	103,936,910
Total assets at fair value	614,759,388	251,465,013	244,321,840	1,110,546,241

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

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

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

The fair values of cash and cash equivalents and other receivables, i.e. other assets do not differ significantly from their carrying amounts due to the short-term nature of these financial instruments.

Fair value is determined based on Level 2 inputs for cash and cash equivalents and based on Level 3 inputs for other receivables, i.e. other assets.

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

Apart from the sales of equity securities, there have been no significant reclassifications of financial assets at fair value through profit or loss from Level 1 and Level 2 to Level 3 and vice versa in statement of financial position.

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

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

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

Intangible assets

In the period observed, intangible assets increased by EUR 1.158 thousand, and this represents the net effect of increasing intangible assets due to additional investments in the observed period and reduction of intangible assets due to amortization. The Group capitalized the costs of net salaries in the amount of EUR 97 thousand, the costs of contributions from salaries in the amount of EUR 27.9 thousand, the costs of taxes and surcharges from salaries in the amount of EUR 19.2 thousand, the costs of contributions to salaries in the amount of EUR 18.2 thousand and other employee costs in the amount of EUR 2 thousand.

Financial assets and financial liabilities

The structure of financial assets as at 31 December 2025 and 31 December 2024 was as follows:

	31 December 2025			
	Financial assets at amortised cost	Financial assets at fair value through other comprehensive income	Financial assets at fair value through profit and loss account	Total
	in EUR	in EUR	in EUR	in EUR
Shares				
Shares, listed	-	314,172,255	2,327,371	316,499,626
Shares, not listed	-	218,649	-	218,649
	-	314,390,904	2,327,371	316,718,275
Debt securities				
Government bonds	184,083,369	455,965,116	-	640,048,485
Corporate bonds	2,822,374	111,325,335	-	114,147,709
Treasury bills	-	30,285,184	30,835,477	61,120,661
	186,905,743	597,575,635	30,835,477	815,316,855
Derivative financial instruments				
Currency forward contracts	-	-	109,396	109,396
	-	-	109,396	109,396
Derivative financial instruments – hedge accounting				
Electricity swap – cash flow hedge	-	45,357	-	45,357
	-	45,357	-	45,357
Investment funds				
Open-ended investment funds	-	-	96,624,561	96,624,561
Open-ended investment funds - assets for coverage of unit-linked products	-	-	9,361,435	9,361,435
	-	-	105,985,996	105,985,996
Loans and receivables				
Deposits with credit institutions	211,614,035	-	-	211,614,035
Loans	29,151,405	-	-	29,151,405
	240,765,440	-	-	240,765,440
	427,671,183	912,011,896	139,258,240	1,478,941,319

	31 December 2024			
	Financial assets at amortised cost	Financial assets at fair value through other comprehensive income	Financial assets at fair value through profit and loss account	Total
	in EUR	in EUR	in EUR	in EUR
Shares				
Shares, listed	-	191,467,461	502,273	191,969,734
Shares, not listed	-	228,642	-	228,642
	-	191,696,103	502,273	192,198,376
Debt securities				
Government bonds	241,873,522	467,006,764	-	708,880,286
Corporate bonds	2,877,857	118,428,850	-	121,306,707
Treasury bills	-	15,972,810	-	15,972,810
	244,751,379	601,408,424	-	846,159,803
Derivative financial instruments				
Currency option	-	-	20,843	20,843
	-	-	20,843	20,843
Investment funds				
Open-ended investment funds	-	-	94,606,525	94,606,525
Open-ended investment funds - assets for coverage of unit-linked products	-	-	8,157,269	8,157,269
	-	-	102,763,794	102,763,794
Loans and receivables				
Deposits with credit institutions	154,411,843	-	650,000	155,061,843
Loans	40,289,070	-	-	40,289,070
	194,700,913	-	650,000	195,350,913
	439,452,292	793,104,527	103,936,910	1,336,493,729

The structure of financial liabilities as at 31 December 2025 and 31 December 2024 was as follows:

	31 December 2025	31 December 2024
	in EUR	in EUR
Lease liabilities	44,867,599	45,300,327
Loan liabilities	1,554,597	1,407,480
Derivative financial instruments	21,294	817,110
Preference shares	1,627,500	1,627,500
Liability for unpaid dividend	542,767	218,498
Other financial liabilities	1,031,451	21,000
	49,645,208	49,391,915

Share capital and shares

The Company's share capital with a nominal value of EUR 79,924 thousand as at 31 December 2025 is divided among 429,697 shares with a nominal value of EUR 186,00. The shares are marked as follows:

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

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

Liabilities

The structure of Group's liabilities as at 31 December 2025 and 31 December 2024 was as follows:

	31 December 2025			
	No later than 1 year in EUR	1-5 years in EUR	More than 5years in EUR	Total in EUR
Other provisions	961,919	5,292,162	2,226,675	8,480,755
Financial liabilities	6,392,920	13,801,733	29,450,555	49,645,208
Other liabilities	81,541,693	4,215,385	1,312,681	87,069,759
Total	88,896,531	23,309,280	32,989,911	145,195,722
	31 December 2024			
	No later than 1 year in EUR	1-5 years in EUR	More than 5years in EUR	Total in EUR
Other provisions	818,376	5,172,681	1,872,984	7,864,041
Financial liabilities	6,720,356	10,918,962	31,752,597	49,391,915
Other liabilities	71,280,082	5,058,870	915,991	77,254,943
Total	78,818,814	21,150,513	34,541,572	134,510,899

Deferred taxes

The Group on 31 December 2025 has recognized deferred tax assets and liabilities.

Movement of deferred tax assets is shown in the note below:

	In EUR						
	Financial assets at fair value through profit or loss	Impairment of financial assets through OCI	Impairment of investments at amortized cost	Fair valuation losses on investment property	Impact of IFRS 17 application	Other	Total
As at 31 December 2023	698,142	710,728	2,335,279	2,894,800	100,921	2,997,428	9,737,298
Reclassification	-	(6,224)	6,636	93,628	-	(24,590)	69,450
Utilized deferred tax assets through profit or loss	(466,258)	(178,623)	(229,467)	(2,479,655)	(118,532)	(1,440,879)	(4,913,414)
Deferred tax assets recognized in profit or loss	442,675	52,599	206,243	619,577	-	2,369,912	3,691,006
Deferred tax assets recognized in other comprehensive income	-	(166,758)	-	-	-	-	(166,758)
Foreign exchange differences arising on translation of financial statements of foreign operations	-	140	12	(73)	-	789	868
As at 31 December 2024	674,559	411,862	2,318,703	1,128,277	(17,611)	3,902,660	8,418,450
Utilized deferred tax assets through profit or loss	(211,869)	(95,004)	(463,292)	(240,675)	(155,637)	(1,526,276)	(2,692,753)
Deferred tax assets recognized in profit or loss	311,075	41,773	112,882	212,513	40,906	1,765,942	2,485,091
Foreign exchange differences arising on translation of financial statements of foreign operations	-	15,155	(10,133)	-	-	(1,743)	3,279
As at 31 December 2025	773,765	373,786	1,958,160	1,100,115	(132,342)	4,140,583	8,214,067

Movement of deferred tax liability is shown in the note below:

in EUR

	Land and buildings occupied by an undertaking for its own activities	Land and buildings not occupied by an undertaking for its own activities	Derivative financial instruments - cash flow hedging	Financial assets at fair value through other comprehensive income	Impact of IFRS 17 application	Financial reserves from insurance contracts	Other	Total
As at 31 December 2023	2,856,028	4,958,625	-	7,911,221	(71,355)	8,311,170	64,409	24,030,098
Reclassification	-	93,628	-	(6,224)	-	-	(17,954)	69,450
Acquisition	-	-	-	-	-	-	75,780	75,780
Change through profit or loss	(53,430)	115,703	-	23,484	(137,341)	-	19,779	(31,805)
Change through other comprehensive income	1,489,780	-	-	12,184,377	-	(3,324,405)	-	10,349,752
Exchange rate differences from translation of foreign operations	-	-	-	552	-	(1,303)	-	(751)
As at 31 December 2024	4,292,378	5,167,956	-	20,113,410	(208,696)	4,985,462	142,014	34,492,524
Change through profit or loss	(79,876)	514,471	-	(2,103,382)	(10,452)	-	(1,888)	(1,681,127)
Change through other comprehensive income	(43,026)	-	8,164	20,453,289	-	(269,495)	-	20,148,932
Exchange rate differences from translation of foreign operations	-	-	-	(94)	-	-	-	(94)
As at 31 December 2025	4,169,476	5,682,427	8,164	38,463,223	(219,148)	4,715,967	140,126	52,960,235

Commitments

As at 31 December 2025, the Group's contractual obligations for future investments amount to EUR 25m based on binding bids for investments in alternative investment funds.

MANAGEMENT BOARD STATEMENT

Pursuant to article 20 of the Articles of Association of the Company from 31 May 2023 and article 468 of the Capital Market Law (Official Gazette 65/18, 17/20, 83/21, 151/22, 85/24 and 126/25), the Management Board provides this

STATEMENT

That to the best of our knowledge:

- the set of quarterly consolidated unaudited financial statements of the issuer for the period 1 January – 31 December 2025, prepared by using applicable financial reporting standards, gives a true and fair view of assets and liabilities, the financial position, profit or loss of the issuer and the entities included in consolidation,
- the management report presents an objective view of the development and business results and position of the issuer and entities included in consolidation, with description of significant risks and uncertainties to which they are exposed,

Zagreb, 26 February 2026

Member of the Management Board

Luka Babić

Member of the Management Board

Robert Vučković

President of the Management Board

Davor Tomašković

Member of the Management Board

Vesna Sanjković