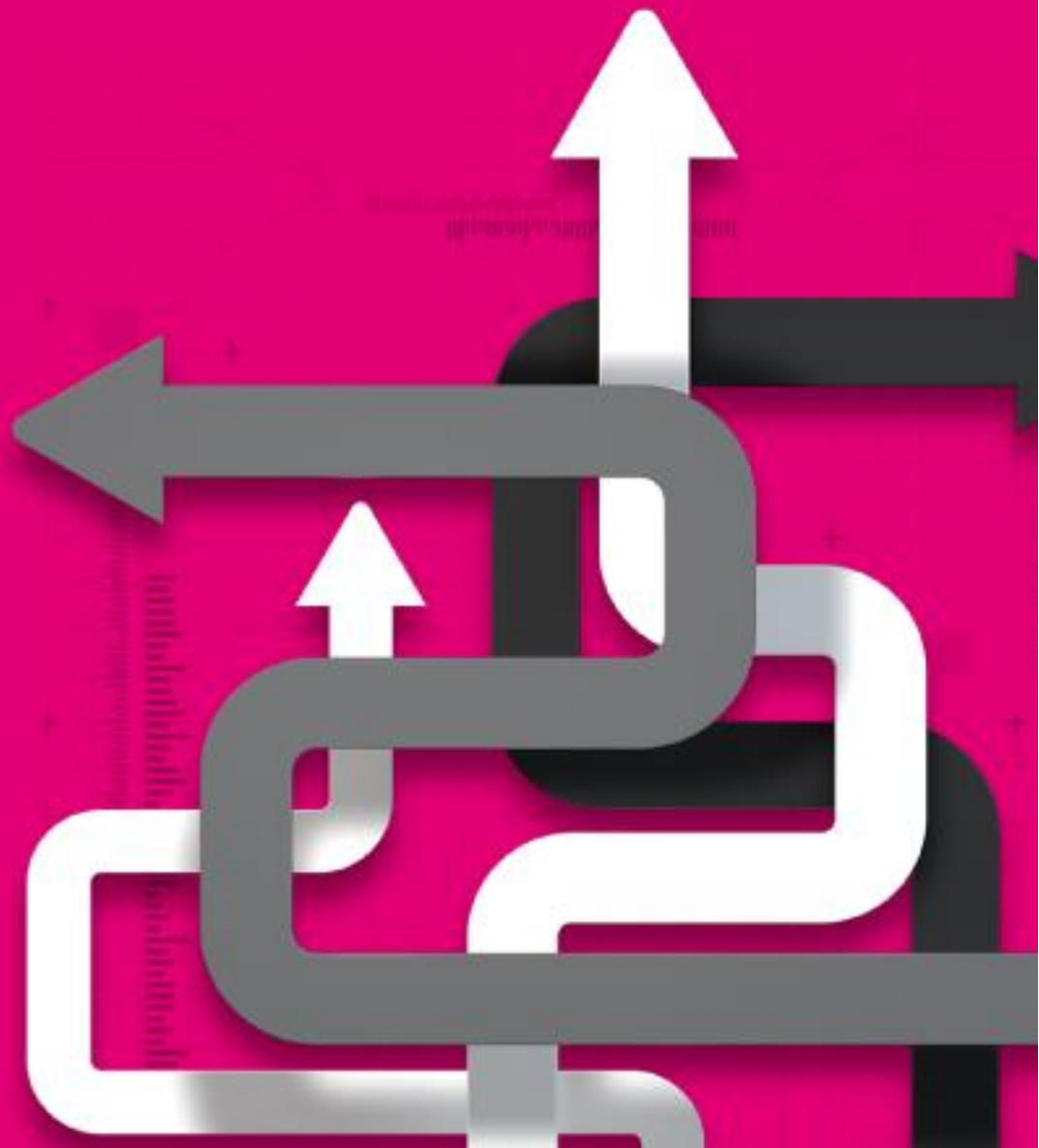




UNAUDITED CONSOLIDATED INTERIM REPORT FOR THE HT GROUP

JANUARY - SEPTEMBER 2023



CONTENTS

COMMENT OF THE PRESIDENT OF THE MANAGEMENT BOARD.....	3
9M 2023 HIGHLIGHTS	4
SELECTED FINANCIAL DATA	6
SELECTED OPERATIONAL DATA	7
HT GROUP 2023 OUTLOOK	10
RISK MANAGEMENT.....	11
CHANGES IN REPORTING	11
HT GROUP FINANCIAL STATEMENTS.....	12
NOTES TO THE CONDENSED CONSOLIDATED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 30 SEPTEMBER 2023.....	15
STATEMENT OF THE MANAGEMENT BOARD OF HRVATSKI TELEKOM D.D.	17
PRESENTATION OF INFORMATION.....	18
DISCLAIMER.....	18
CONTACT DETAILS	19
APPENDIX	20

COMMENT OF THE PRESIDENT OF THE MANAGEMENT BOARD

Commenting on the business results for 9M 2023, Konstantinos Nempis, CEO of Hrvatski Telekom, stated:

"In the first 9 months, we delivered strong results and maintained our growth momentum with an increase in revenue, EBITDA AL and net profit. This reflects our strong foundations, clear strategy and dedication to constantly improve our business operations and deliver the highest level of service.

We have further strengthened our network leadership by investing over EUR 280 million, which represent by far the largest market investments. Continuing to build our 5G and fiber networks brings us closer to our goal of covering over 1 million households with fiber infrastructure.

We are committed to further supporting Croatia's digitalization with our investments in network and services, enabling the country to catch-up with the digital front runners in Europe."

9M 2023 HIGHLIGHTS

- Good commercial results, revenue up by 4.9%, offsetting 4.4% operating costs increase, with adjusted EBITDA AL up by 3.9%
- Net Profit of EUR 96.3m supported by EBITDA growth and to a larger extent by non-operational drivers
- With over EUR 280 million of investments, confirmed status of the biggest private investor in Croatia's digitalization
- Upgraded Outlook for the year-end

As a result of positive business developments Hrvatski Telekom has in 9M 2023 recorded 4.9% YoY revenue growth, which was driven by good performance across residential and business segment.

Despite inflationary and competitive pressures, we have managed to contain the increase of operating expenses to 4.4% YoY, which was supported by continued operating model transformation and efficiency initiatives. This, alongside with the strong commercial momentum has contributed to adjusted EBITDA AL growing by 3.9% YoY.

Net Profit reached EUR 96.3 million, reflecting solid EBITDA performance, supported by the non-operational drivers.

Total investments including spectrum amounted to EUR 281.3 million (+91.1% YoY), representing the market leading investments and HT's persistent dedication to providing the platform for country's digitalization and future business growth.

Strengthened network leadership

With market leading investments and development of infrastructure across Croatia, in urban and rural areas, HT has additionally strengthened its mobile and fixed network leadership.

In 2023 Hrvatski Telekom secured the largest share of legacy bands in the spectrum auction, won awards for the best and the fastest mobile network for the fifth year in a row, and continued to grow the already largest fiber-to-the-home (FTTH) network in Croatia by another 20.5% YoY, bringing HT a significant step closer towards fulfilling the goal of covering more than 1 million households with gigabit fiber speeds.


Deregulation of high-speed network services in competitive areas

On 27 July 2023 HAKOM adopted the final decisions on market analysis of wholesale fixed network access, deregulating HT's fiber in 72 administrative units in urban areas of Croatia, which are by HAKOM deemed as competitive.

Deregulation of high-speed networks in competitive areas will enable equal market conditions for all market participants.

Continued operating model optimization

As part of ongoing operating model transformation Hrvatski Telekom has undertaken a series of initiatives in 2023 which will further enhance the efficiency of the business model.



By simplifying, digitalizing processes and modernizing our stacks, we have further improved experiences across all customer touchpoints in both residential and business segments. One of the notable strategic activities undertaken by Hrvatski Telekom is decision to fully merge Iskon Internet into Hrvatski Telekom, starting from January 2024, whereby it is foreseen that Iskon will continue to operate as a separate brand within Hrvatski Telekom. This strategic move follows the upcoming take back of the “Ericsson Nikola Tesla Servisi” technological unit for construction and maintenance of our network back to HT. Both changes will enable us to serve our customers even better, while also delivering higher efficiencies.

Attractive capital return program for shareholders

Hrvatski Telekom’s capital allocation strategy clearly demonstrates the Company’s strong focus on shareholder returns and intention to return value to shareholders.

On 10 May 2023, the General Assembly confirmed the joint proposal by the Management Board and the Supervisory Board for the distribution of Net Profit for year 2022. The amount of EUR 1.10 per share represents a ratio of the dividend payment in relation to the realized Company profit of 93.9%, and a 3.6% growth compared to the previous year.

In 9M 2023 Hrvatski Telekom, within the framework of ongoing Share Buyback Programme and through a successful Accelerated Book Building auction process that took place in September, purchased additional 690,032 Company shares on the Zagreb Stock Exchange.. Hrvatski Telekom paid an equivalent value of EUR 18.0 million for the acquisition of the Company’s shares in the reporting period.

Management Board currently expects a minimum dividend of EUR 0.80 per share for the year 2023.

Upgraded Outlook for 2023

Although the environment remains challenging, Hrvatski Telekom has improved FY 2023 Outlook. We expect a mid-single digit revenue and adjusted EBITDA increase, compared to 2022. Our CAPEX, excluding the investments made in spectrum this year, as well as our regional expansion outlook remain unchanged.

SELECTED FINANCIAL DATA

HT Group

Key financial data - HT Group (EUR mil.)	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
Revenue	734.6	770.7	4.9%	271.9	279.2	2.7%
Adjusted EBITDA AL	285.8	297.1	3.9%	111.4	119.5	7.3%
Adjusted EBITDA AL margin	38.9%	38.5%	-0.4 p.p.	41.0%	42.8%	1.8 p.p.
EBITDA AL	280.9	287.8	2.5%	111.3	112.9	1.5%
EBITDA AL margin	38.2%	37.3%	-0.9 p.p.	40.9%	40.4%	-0.5 p.p.
EBIT	96.1	120.6	25.5%	39.7	53.7	35.3%
EBIT margin	13.1%	15.6%	2.6 p.p.	14.6%	19.2%	4.6 p.p.
Net profit after non controlling interests	69.7	96.3	38.2%	29.7	43.0	44.7%
Net profit margin	9.5%	12.5%	3.0 p.p.	10.9%	15.4%	4.5 p.p.
CAPEX AL	146.9	141.2	-3.8%	44.3	48.0	8.5%
CAPEX AL / Revenue ratio	20.0%	18.3%	-1.7 p.p.	16.3%	17.2%	0.9 p.p.

* CT 9M & Q3 2022 translated from HRK to EUR using conversion exchange rate of €1 = HRK 7.53450

HT Croatia

Key financial data - HT Croatia (EUR mil.)	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
Revenue	675.9	708.6	4.8%	250.5	256.7	2.5%
Mobile service revenues	248.3	259.8	4.6%	98.1	102.2	4.2%
Mobile non-service revenues	100.1	118.5	18.4%	36.6	43.0	17.4%
Fixed service revenues	220.8	222.6	0.8%	74.7	75.3	0.8%
Fixed non-service revenues	52.2	55.3	6.0%	20.7	17.6	-15.1%
System solutions	54.5	52.4	-4.0%	20.4	18.6	-8.8%
Adjusted EBITDA AL	263.6	273.9	3.9%	103.0	110.8	7.6%
Adjusted EBITDA AL margin	39.0%	38.7%	-0.4 p.p.	41.1%	43.2%	2.1 p.p.
EBITDA AL	259.6	265.1	2.1%	102.9	104.6	1.6%
EBITDA AL margin	38.4%	37.4%	-1.0 p.p.	41.1%	40.7%	-0.3 p.p.
EBIT	90.7	113.4	25.0%	36.7	50.6	37.9%
EBIT margin	13.4%	16.0%	2.6 p.p.	14.6%	19.7%	5.1 p.p.
Net profit after non controlling interests	69.7	93.7	34.5%	27.9	41.2	47.8%
Net profit margin	10.3%	13.2%	2.9 p.p.	11.1%	16.0%	4.9 p.p.
Exceptional items ¹⁾	4.1	8.8	114.5%	0.0	6.2	14182.9%

¹⁾ Mainly related to restructuring redundancy costs and legal cases

Crnogorski Telekom non-consolidated

Key financial data - CT standalone (EUR mil.)	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
Revenue	59.3	62.9	6.0%	21.6	22.8	5.4%
Mobile service revenues	26.6	28.7	7.7%	10.0	10.8	7.8%
Mobile non-service revenues	7.2	7.5	5.5%	2.7	2.5	-5.6%
Fixed service revenues	18.4	19.4	5.4%	6.3	6.7	5.4%
Fixed non-service revenues	4.6	4.6	0.5%	1.7	1.8	4.5%
System solutions	2.6	2.7	5.0%	0.8	0.9	15.0%
Adjusted EBITDA AL	22.2	23.2	4.7%	8.4	8.7	3.1%
Adjusted EBITDA AL margin	37.4%	36.9%	-0.5 p.p.	39.0%	38.2%	-0.9 p.p.
EBITDA AL	21.3	22.7	6.7%	8.3	8.4	0.4%
EBITDA AL margin	35.9%	36.1%	0.2 p.p.	38.6%	36.7%	-1.8 p.p.
EBIT	5.2	7.0	34.9%	2.9	3.0	3.0%
EBIT margin	8.7%	11.1%	2.4 p.p.	13.4%	13.1%	-0.3 p.p.
Net profit after non controlling interests	2.6	5.5	109.4%	2.3	2.3	-2.9%
Net profit margin	4.5%	8.8%	4.3 p.p.	10.9%	10.0%	-0.9 p.p.
Exceptional items ¹⁾	0.9	0.5	-45.1%	0.1	0.3	218.3%

¹⁾ Mainly related to restructuring redundancy costs and legal cases

* CT 9M & Q3 2022 translated from HRK to EUR using conversion exchange rate of €1 = HRK 7.53450

SELECTED OPERATIONAL DATA

HT Croatia and Crnogorski Telekom

Key operational data - HT Croatia ¹	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
Mobile						
Number of customers	2,384	2,391	0.3%	2,384	2,391	0.3%
- Prepaid	1,002	942	-6.0%	1,002	942	-6.0%
- Postpaid	1,382	1,449	4.9%	1,382	1,449	4.9%
Blended ARPU ²	10	11	4.4%	10	11	5.4%
- Prepaid	5	5	0.3%	6	6	0.6%
- Postpaid	14	14	3.3%	14	14	4.2%
Fixed						
Fixed voice mainlines - retail ³	718	707	-1.6%	718	707	-1.6%
- ARPU voice per user	8	8	-0.7%	8	8	-0.6%
Broadband access lines - retail ⁴	646	659	2.0%	646	659	2.0%
- Broadband retail ARPU	14	14	0.2%	15	15	-0.2%
TV customers	539	538	-0.1%	539	538	-0.1%
- TV ARPU	12	12	3.3%	12	12	2.7%
Wholesale customers ⁵	209	189	-9.5%	209	189	-9.5%

¹ Number of customers in thousands, ARPU in EUR

² ARPU includes IFRS 15 effects and has been amended to make the figure comparable to the current period

³ Includes PSTN, FGSM, old PSTN Voice customers migrated to IP platform and Smart packages for business; payphones excluded

⁴ Includes ADSL, VDSL, FTTH i Naked DSL

⁵ Includes Naked Bitstream + Bitstream + ULL + FA + WLR wholesale rental

Key operational data - CT (in thousands)	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
Mobile						
Number of customers	435	524	20.5%	435	524	20.5%
- Prepaid	154	220	42.4%	154	220	42.4%
- Postpaid	281	305	8.5%	281	305	8.5%
Fixed						
Fixed mainlines - retail	102	101	-1.5%	102	101	-1.5%
Broadband access lines - retail	83	83	0.6%	83	83	0.6%
TV customers ¹	79	80	2.0%	79	80	2.0%

¹ Agency of telecommunication changed the reporting definition for TV customers, starting from June 2020: only active are customers included, suspended are excluded

I. Revenue

Revenue in 9M 2023 grew by EUR 36.1 million or 4.9% YoY, up in HT Group in Croatia (EUR 32.6 million/4.8%) and CT (EUR 3.5 million/5.9%).

Mobile service revenue

Mobile service revenue grew by EUR 13.6 million or 4.9% supported by strong postpaid and visitor revenue, which offset for the contraction on prepaid services, as more prepaid customers are moving to our attractive postpaid propositions.

Mobile non-service revenue

Mobile non-service revenue grew by EUR 18.8 million or 17.6% mostly supported by better handset sale and increased market dynamics, especially in the first half of the year.

Fixed service revenue

Fixed service revenue grew by EUR 2.7 million or 1.1%, as growth in BB, TV and professional data revenue offset contraction in voice, which is consistent with market trends.

Fixed non-service revenue

Fixed non-service revenue grew by EUR 3.1 million or 5.5%, predominantly a result of higher transit traffic revenue.

System Solutions

System Solutions revenue contracted by EUR 2.1 million or 3.7% due to different projects mix, while profitability improved YoY.

II. Operating expenses

Operating expenses in 9M 2023 grew by EUR 18.9 million or 4.4% YoY, driven by HT Group in Croatia (EUR 16.8 million or 4.2%) and in CT (EUR 1.2 million or 6.1%). Increase is mostly coming from higher material (EUR 8.6 million or 3.8%) and employee benefits expenses (EUR 12.1 million or 11.1%) and write down of assets (EUR 1.6 million or 27.0%), partly offset by lower other cost (EUR 3.1 million or 3.2%) and higher work performed by the Group (EUR 0.2 million or 3.5%). Inflationary pressure on cost was partially contained by continued transformation of operating model and cost efficiency initiatives.

III. Profitability

Adjusted EBITDA AL

Adjusted EBITDA AL in 9M 2023 grew by EUR 11.3 million (3.9%) YoY, supported by positive commercial momentum and revenue growth which has offset inflationary pressures on operating expenses and lower other operating income (predominantly sale of tangible assets), which has positively contributed to the financial results of previous year.

Net profit after non-controlling interests (NCI)

Net profit after NCI in 9M 2023 grew by EUR 26.6 million YoY. Increase is largely driven by improved EBITDA, positive net financial result stemming from the interest rates increase and non-operational drivers – impairment of the net book value of investment in HT Mostar in 2022, as well as lack of deferred tax headwind in Montenegro, which has also adversely impacted the result of the last year.

IV. Financial position

Balance sheet

In comparison to 2022 year-end, total asset value decreased by 0.4% or EUR 7.5 million mainly driven by lower cash and cash equivalents partially offset by higher fixed assets and current receivables.

Total issued capital and reserves decreased EUR 7.3 million (0.4%) compared to 31 December 2022, due to dividend payout and treasury share buyback partially offset by net profit for the period.

Total non-current liabilities decreased by EUR 7.7 million (8.6%) primarily due to lower content and lease liabilities.

Total current liabilities increased by EUR 7.5 million to EUR 240.9 million at 30 September 2023 primarily due to higher trade payables.

Cash flow (CF)

CF from operating activities increased by EUR 7.6 million or 2.8% due to better operating performance.

CF from investing activities decreased by EUR 181 million mainly affected by higher cash capex, higher net investment outflow and lower proceeds from sale of tangible assets.

CF from financing activities increased by EUR 11.2 million (6.3%) mainly affected by lower content repayments and lower treasury buyback.

V. Capital expenditure (excluding Spectrum)

in EUR million

CAPEX after leases - HT Group*	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
CAPEX after leases	146.9	141.2	-3.8%	44.3	48.0	8.5%
CAPEX after leases/ Revenue ratio	20.0%	18.3%	-1.7 p.p.	16.3%	17.2%	0.9 p.p.
CAPEX after leases - HT Group in Croatia*	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
CAPEX after leases	138.1	126.9	-8.1%	40.5	43.3	6.9%
CAPEX after leases/ Revenue ratio	20.4%	17.9%	-2.5 p.p.	16.2%	16.9%	0.7 p.p.
CAPEX after leases - Crnogorski Telekom	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
CAPEX after leases	8.8	14.4	63.4%	3.8	4.7	25.6%
CAPEX after leases/ Revenue ratio	14.8%	22.8%	8.0 p.p.	17.5%	20.8%	3.3 p.p.
IFRS 16 CAPEX - HT Group	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
IFRS 16 CAPEX - HT Group	24.7	27.8	12.4%	7.0	7.7	10.4%
IFRS 16 CAPEX - HT Group in Croatia	23.8	26.3	10.5%	6.8	6.8	0.3%
IFRS 16 CAPEX - Crnogorski Telekom	0.8	1.4	67.2%	0.2	0.9	344.5%
Total CAPEX (Booked + IFRS 16 Capex) - HT Group	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
Total CAPEX	171.6	169.0	-1.5%	51.3	55.7	8.7%
Total CAPEX/ Revenue ratio	23.4%	21.9%	-1.4 p.p.	18.9%	20.0%	1.1 p.p.

* CAPEX after leases excluding Spectrum

* CT 9M & Q3 2022 translated from HRK to EUR using conversion exchange rate of €1 = HRK 7.53450

Capex after leases w/o Spectrum realization in 9M 2023 declined by EUR 5.6 million (-3.8%) YoY, down in HT Group in Croatia (EUR 11.2 million or -8.1%) and up in CT (EUR 5.6 million or 63.4%). Decrease in HT Group in Croatia is coming from different seasonality of projects, while increase in CT is due to dynamic of TV Content capitalization, as well as from increased operational investments.

HT GROUP 2023 OUTLOOK

	Results 2022	Previous outlook 2023 vs. 2022	Revised outlook 2023 vs. 2022
REVENUE	EUR 984 million	Low single-digit increase	Mid single-digit increase
ADJ. EBITDA AL	EUR 378 million	Low single-digit increase	Mid single-digit increase
CAPEX AL ¹	EUR 231 million	Mid-single digit decrease	Mid single digit decrease
REGIONAL EXPANSION	HT is monitoring and evaluating potential M&A opportunities	HT is monitoring and evaluating potential M&A opportunities	HT is monitoring and evaluating potential M&A opportunities

1.Excluding Spectrum

RISK MANAGEMENT

Besides the business and regulatory developments detailed in this statement, and in the publicly available audited financial statements for 2022, there were no material changes to the Group's risk profile in the period under review.

CHANGES IN REPORTING

Based on the Merger Agreement concluded on 15 March 2022 between the company Croatian Telecom Inc. (hereinafter: HT Inc. or the acquiring company) and the company HT Produkcija LLC (hereinafter: HTP LLC or the merged company), and pursuant to the Assembly decision of the merged company on approval of the merger, on 1 June 2022 the merger has been entered into the Court Register of the Commercial Court in Zagreb. By entry of the merger into the Court Register, the merged company HTP LLC ceased to exist. The acquiring company, HT Inc., became the universal legal successor of the merged company, thus entering into all legal relationships of the merged company.

IFRS 17 Insurance Contracts

IFRS 17 is mandatory for annual reporting periods beginning on or after 1 January 2023. In HT there were no detected contracts on which IFRS 17 would have a material impact.

New revenues breakdown

In Q4 2022, HT changed the breakdown of revenues. HT reports revenues according to the revenues categories, which consists of:

REVENUE CATEGORY	CONSISTS OF:
MOBILE SERVICE REVENUE	Prepaid, Postpaid, Visitors and Other
MOBILE NON-SERVICE REVENUE	Handset and Other
FIXED SERVICE REVENUE	Voice, Broadband, TV, Data and Other
FIXED NON-SERVICE REVENUE	Equipment, Wholesale, Miscellaneous and Other
SYSTEM SOLUTIONS	No change

HT GROUP FINANCIAL STATEMENTS

Unaudited consolidated financial statements

Consolidated Income Statement

in EUR million	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
Mobile service revenues	274.9	288.5	4.9%	108.1	113.0	4.5%
Mobile non-service revenues	107.2	126.1	17.6%	39.3	45.5	15.9%
Fixed service revenues	239.0	241.7	1.1%	81.0	81.9	1.2%
Fixed non-service revenues	56.4	59.5	5.5%	22.3	19.3	-13.7%
System solutions	57.0	54.9	-3.7%	21.1	19.5	-7.8%
Revenue	734.6	770.7	4.9%	271.9	279.2	2.7%
Other operating income	12.9	3.1	-75.9%	5.9	1.1	-81.7%
Total operating revenue	747.5	773.8	3.5%	277.8	280.3	0.9%
Operating expenses	432.4	451.4	4.4%	155.1	155.6	0.3%
Material expenses	226.9	235.4	3.8%	90.3	82.3	-8.9%
Employee benefits expenses	109.2	121.3	11.1%	35.2	42.6	21.1%
Other expenses	96.2	93.1	-3.2%	29.5	30.6	3.8%
Work performed by the Group and capitalised	-5.9	-6.1	-3.5%	-2.2	-1.7	24.0%
Net impairment losses on trade receivables and contract assets	6.0	7.6	27.0%	2.4	1.8	-24.5%
Depreciation and amortization	219.0	201.9	-7.8%	83.0	71.0	-14.4%
EBIT	96.1	120.6	25.5%	39.7	53.7	35.3%
Financial income	2.9	6.0	108.4%	1.4	2.2	53.3%
Income/loss from investment in joint ventures	0.2	0.0	-100.0%	0.2	0.0	-100.0%
Financial expenses	7.2	6.1	-14.3%	2.7	2.4	-13.7%
Profit before taxes	92.0	120.5	31.0%	38.5	53.5	38.8%
Taxation	21.6	22.8	5.7%	8.3	10.0	20.7%
Net profit	70.4	97.6	38.7%	30.3	43.5	43.8%
Non controlling interests	-0.7	-1.3	-96.6%	-0.6	-0.5	4.2%
Net profit after non controlling interests	69.7	96.3	38.2%	29.7	43.0	44.7%
Adjusted EBITDA AL ¹⁾	285.8	297.1	3.9%	111.4	119.5	7.3%
Exceptional items ²⁾	4.9	9.2	86.7%	0.1	6.6	4317.9%
EBITDA AL	280.9	287.8	2.5%	111.3	112.9	1.5%

¹⁾ Mainly adjusted for restructuring redundancy costs and legal cases

²⁾ Mainly related to restructuring redundancy costs and legal cases

* CT 9M & Q3 2022 translated from HRK to EUR using conversion exchange rate of €1 = HRK 7.53450

Consolidated Balance Sheet

in EUR million	At 31 Dec 2022	At 30 Sep 2023	% of change A23/A22
Intangible assets	256.9	383.4	49.2%
Property, plant and equipment	838.7	823.2	-1.8%
Non-current financial assets	1.3	1.4	6.3%
Receivables	35.0	34.8	-0.6%
Prepayments and accrued income	24.6	27.6	11.9%
Lessee use rights to leased assets (IFRS 16)	73.7	68.0	-7.7%
Contract assets (IFRS 15)	7.2	6.9	-3.2%
Contract costs (IFRS 15)	22.2	27.6	24.3%
Deferred tax asset	17.9	19.7	9.8%
Total non-current assets	1,277.5	1,392.6	9.0%
Inventories	34.8	36.7	5.3%
Assets held for sale	31.6	31.6	0.0%
Receivables	199.8	219.0	9.6%
Current financial assets	13.5	20.0	48.2%
Contract assets (IFRS 15)	29.1	29.5	1.3%
Contract costs (IFRS 15)	10.1	10.6	5.4%
Cash and cash equivalents	373.4	231.2	-38.1%
Prepayments and accrued income	20.8	12.0	-42.4%
Total current assets	713.2	590.5	-17.2%
TOTAL ASSETS	1,990.7	1,983.1	-0.4%
Subscribed share capital	1,359.7	1,359.7	0.0%
Reserves	69.0	86.7	25.6%
Revaluation reserves	0.0	0.0	235.4%
Gains from hedging on financial instruments	0.0	0.4	-
Treasury shares	-0.8	-19.0	-2253.4%
Retained earnings	119.5	102.8	-14.0%
Net profit for the period	87.0	96.3	10.7%
Non controlling interests	32.6	32.8	0.7%
Total issued capital and reserves	1,667.0	1,659.8	-0.4%
Provisions	19.1	17.3	-9.5%
Non-current liabilities	16.5	13.4	-19.0%
Lessee lease liabilities to third parties due > 1 year (IFRS 16)	50.2	47.7	-5.0%
Contract liabilities (IFRS 15)	0.0	0.0	-
Deferred tax liability	4.4	4.1	-6.7%
Total non-current liabilities	90.2	82.5	-8.6%
Current liabilities	198.2	209.0	5.5%
Contract liabilities (IFRS 15)	10.4	9.6	-7.3%
Lessee lease liabilities due <= 1 year (IFRS 16)	20.2	16.2	-19.8%
Accrued expenses and deferred income	1.2	1.2	-0.6%
Provisions for redundancy	3.5	4.9	39.7%
Total current liabilities	233.4	240.9	3.2%
Total liabilities	323.6	323.4	-0.1%
TOTAL EQUITY AND LIABILITIES	1,990.7	1,983.1	-0.4%

Consolidated Cash Flow Statement

in EUR million	9M 2022	9M 2023	% of change A23/A22	Q3 2022	Q3 2023	% of change A23/A22
Profit before tax	92.0	120.5	31.0%	38.5	53.5	38.8%
Depreciation and amortization	219.0	201.9	-7.8%	83.0	71.0	-14.4%
Increase / decrease of current liabilities	1.9	8.6	351.1%	-3.4	-23.0	-567.5%
Increase / decrease of current receivables	-23.6	-13.8	41.6%	-11.0	4.6	141.6%
Increase / decrease of inventories	-9.8	-1.8	81.2%	-4.9	2.8	158.1%
Other cash flow increases / decreases	-11.7	-40.0	-241.1%	-6.9	-11.9	-73.2%
Net cash inflow/outflow from operating activities	267.7	275.3	2.8%	95.3	97.0	1.8%
Proceeds from sale of non-current assets	16.2	0.8	-95.2%	15.4	0.6	-96.0%
Proceeds from sale of non-current financial assets	0.1	0.1	4.8%	0.0	0.0	-48.2%
Interest received	0.9	4.7	452.0%	0.2	1.7	1005.3%
Dividend received	0.0	0.0	-	0.0	0.0	-
Other cash inflows from investing activities	26.7	4.1	-	0.0	0.5	-
Total increase of cash flow from investing activities	43.9	9.7	-77.9%	15.6	2.8	-81.9%
Purchase of non-current assets	-110.0	-250.6	-127.8%	-44.3	-41.6	6.2%
Purchase of non-current financial assets	0.0	-0.3	-	0.0	0.0	-
Other cash outflows from investing activities	-5.0	-10.9	-119.5%	0.0	-1.0	-
Total decrease of cash flow from investing activities	-115.0	-261.8	-127.7%	-44.4	-42.6	4.1%
Net cash inflow/outflow from investing activities	-71.1	-252.1	-254.6%	-28.8	-39.7	-38.0%
Total increase of cash flow from financing activities	0.0	0.0	-	0.0	0.0	-
Repayment of loans and bonds	0.0	0.0	-	0.0	0.0	-
Dividends paid	-84.3	-86.9	-3.0%	-0.6	-0.4	31.0%
Repayment of lease	-30.1	-32.3	-7.3%	-8.2	-9.3	-13.0%
Other cash outflows from financing activities	-62.1	-46.2	25.6%	-13.9	-23.3	-66.8%
Total decrease in cash flow from financing activities	-176.6	-165.4	6.3%	-22.7	-32.9	-44.8%
Net cash inflow/outflow from financing activities	-176.6	-165.4	6.3%	-22.7	-32.9	-44.8%
Exchange gains/losses on cash and cash equivalents	0.3	0.0	-100.0%	0.1	0.0	-100.0%
Cash and cash equivalents at the beginning of period	381.1	373.4	-2.0%	0.0	0.0	-
Net cash (outflow) / inflow	20.3	-142.2	-799.5%	43.9	24.4	-44.5%
Cash and cash equivalents at the end of period	401.4	231.2	-42.4%	43.9	24.4	-44.5%

* CT 9M & Q3 2022 translated from HRK to EUR using conversion exchange rate of €1 = HRK 7.53450

NOTES TO THE CONDENSED CONSOLIDATED UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 30 SEPTEMBER 2023

Basis of preparation

The condensed consolidated financial statements as of 30 September 2023 and for the nine months then ended, have been prepared using accounting policies consistent with International Financial Reporting Standards.

Significant Accounting Policies

The consolidated financial statements have been prepared under the historical cost convention, except for investments available-for-sale stated at fair value.

The same accounting policies, presentation and methods of computation are followed in these condensed consolidated financial statements as were applied in the preparation of HT's consolidated financial statements for the year ended 31 December 2022.

IFRS 17 Insurance Contracts is mandatory for annual reporting periods beginning on or after 1 January 2023. In HT Group there were no detected contracts on which IFRS 17 would have a material impact.

Virtual Power Purchase Agreement

To hedge against variability in electricity prices, Croatian Telekom concluded on 25th May 2023 a cash flow hedge transaction in the form of a virtual Power Purchase Agreement (vPPA).

vPPA is concluded for future energy consumption for the period beginning from 1st October 2024 until 30th September 2034 and is expected to cover part of Company's energy consumption. As of September 30, 2023, the fair value of the derivative instrument is EUR 358 thousand.

Any future increase or decrease in fair value will be reported in the position of capital and long-term financial assets or liabilities, depending on the amount of the instrument's valuation.

Dividend

On May 10, 2023, General Assembly of Croatian Telekom has brought the decision regarding the dividend payout for year 2022 in amount of EUR 1.10 per share. Dividend in amount of EUR 86,464,032.60 was distributed from net profit in 2022.

Relations with the governing company and its affiliated companies

In the first nine months of 2023 there were no transactions among related parties with a significant impact on the financial position and operations of the Group in the given period.

In the first nine months of 2023 there were no changes in transactions among related parties which were specified in the annual financial report for 2022 and which had a significant impact on the financial position and operations of the Group in the first nine months of 2023.

Business relations transacted between HT d.d. and affiliated companies thereof (hereinafter referred to as: Group) in the first nine months of 2023 and the governing company and affiliated companies thereof can be classified as follows:

Transactions with related companies

Transactions with related companies primarily related to the transactions with the companies owned by Deutsche Telekom AG (hereinafter referred to as: DTAG). The Group enters into transactions in the regular course of business on an arm's length basis. These transactions included the sending and receiving of international traffic to/from these companies and other intercompany services between related companies.

In the first nine months of 2023 the Group generated total revenue from related companies to the amount of EUR 28.3 million (the first nine months of 2022: EUR 24.2 million), while total costs amounted to EUR 27.2 million (the first nine months of 2022: EUR 21.8 million).

Compensation of the Supervisory Board

The chairman of the Supervisory Board receives remuneration in the amount of 1.5 times of the average net salary of the employees of the Company paid in the preceding month. To the deputy chairman, remuneration is the amount of 1.25 times of the average net salary of the employees of the Company paid in the preceding month is paid, while any other member receives the amount of one average net salary of the employees of the Company paid in the preceding month.

To a member of the Supervisory Board, who is at the same time the Chairman of the Audit Committee of the Supervisory Board, remuneration is the amount of 1.5 times of the average monthly net salary of the employees of the Company paid in the preceding month. To a member of the Supervisory Board, who is at the same time a Member of one board or committee of the Supervisory Board, remuneration is the amount of 1.25 times of the average monthly net salary of the employees of the Company paid in the preceding month.

To a member of the Supervisory Board, who is at the same time a Member of two or more committees of the Supervisory Board, remuneration is the amount of 1.5 times of the average monthly net salary of the employees of the Company paid in the preceding month. DT AG representatives do not receive any remuneration for the membership in the Supervisory Board due to a respective policy of DT AG.

In the first nine months of 2023, the Group paid a total amount of EUR 0.09 million (the first nine months of 2022: EUR 0.09 million) to the Members of its Supervisory Board. No loans were granted to the Members of the Supervisory Board.

Compensation to key management personnel

In the first nine months of 2023, the total compensation paid to key management personnel of the Group amounted to EUR 6.3 million (the first nine months of 2022: EUR 5,3 million). Compensation paid to key management personnel relates to short-term employee benefits. Key management personnel include members of the Management Boards of the Company and its subsidiaries and the Company's directors of Sector, who are employed by the Group.

STATEMENT OF THE MANAGEMENT BOARD OF HRVATSKI TELEKOM D.D.

Financial Statements of the company Hrvatski Telekom d.d., for the 9M 2023, consolidated and non-consolidated, are not audited.

To the best of our knowledge, unaudited financial statements of the company Hrvatski Telekom d.d. (hereinafter: "Company") and unaudited consolidated financial statements of the Company and affiliated companies thereof (hereinafter: "Group"), which are prepared in accordance with International Financial Reporting Standards (IFRS), give a true and fair view of assets and obligations, profit and loss, financial position, and operations of both the Company and the Group.

The Management report for the 9M 2023 contains a true presentation of development and results of operations and position of the Group, with description of significant risks and uncertainties for the Group as a whole.

Mr. Konstantinos Nempis, President of the Management Board (CEO)

Ms. Marijana Bačić, Member of the Management Board and Chief Operating Officer Business

Mr. Ivan Bartulović, Member of the Management Board and Chief Human Resources Officer

Mr. Boris Drilo, Member of the Management Board and Chief Technical and Chief Information Officer

Mr. Siniša Đuranović, Member of the Management Board and Chief Corporate Affairs Officer

Mr. Matija Kovačević, Member of the Management Board and Chief Financial Officer

Ms. Nataša Rapaić, Member of the Management Board and Chief Operating Officer Residential

Zagreb, 31 October 2023

PRESENTATION OF INFORMATION

Unless the context otherwise requires, references in this publication to “HT Group” or “the Group” or “HT” are to the Company Hrvatski Telekom d.d., together with its subsidiaries.

References to “Iskon” are to the Company’s fully owned subsidiary, Iskon Internet d.d.

References to “Combis” are to the Company’s wholly-owned subsidiary, Combis d.o.o.

References to “Crnogorski” or “CT” are to Crnogorski Telekom, the company fully consolidated into the Group’s financial statements as of 1 January 2017.

References in this publication to “Agency” are to the Croatian Regulatory Authority for Network Industries (HAKOM).

DISCLAIMER

This release contains certain forward-looking statements with respect to the financial condition, results of operations and business of the Group. These forward-looking statements represent the Company's expectations or beliefs concerning future events and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. Additional information concerning important factors that could cause actual results to differ materially is available in the Group's reports which may be found at www.t.ht.hr

CONTACT DETAILS

Hrvatski Telekom Investor Relations

Tomislav Bajić, CFA



+ 385 1 4911 114



ir@t.ht.hr

A conference call for analysts and investors will be held on Tuesday, 31 October 2023 at 12:00 CET.

Hrvatski Telekom Inc.

Radnička cesta 21, HR - Zagreb

Member State: Republic of Croatia

Listing: Zagreb Stock Exchange, Prime Market

Ordinary share: HT (ISIN: HRHT00RA0005)

LEI: 097900BFHJ0000029454

Full unaudited results for HT Group and HT d.d., other prescribed documentation as well as a presentation covering results, can be downloaded from the HT web site (www.t.ht.hr/en/investor-relations/) and are fully available in the Official Register of Prescribed Information (SRPI).



APPENDIX

HT GROUP FINANCIAL STATEMENTS – TFI POD

Unaudited consolidated financial statements

** The following statements are prepared according to TFI-POD requirements. Therefore, the structure of the statements is not entirely the same as our statements presented on the previous pages prepared according to IFRS methodology.*

Annex 1

ISSUER'S GENERAL DATA

Reporting period:

01.01.23

to

30.09.23

Year:

2023

Quarter:

3.

Quarterly financial statements

Registration number (MB):

1414887

Issuer's home Member

State code:

HR

Entity's registration
number (MBS):

80266256

Personal identification
number (OIB):

81793146560

LEI:

097900BFHJ0000029454

Institution
code:

273

Name of the issuer: Hrvatski Telekom d.d.

Postcode and town:

10000

Zagreb

Street and house number:

Radnička cesta 21

E-mail address:

consolidation@t.ht.hr

Web address:

www.t.ht.hr

Number of employees
(end of the reporting

4898

Consolidated report:

KD

(KN-not consolidated/KD-consolidated)

Audited:

RN

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

Iskon Internet d.d.

Radnička cesta 21, Zagreb

0629529

COMBIS d.o.o.

Radnička cesta 21, Zagreb

3609103

Crnogorski Telekom A.D.

Moskovska 29, Podgorica

02289377

HT Holding

Radnička cesta 21, Zagreb

04659511

HT produkcija

Ulica grada Vukovara 23, Zagreb

02753227

Bookkeeping firm:

No

(Yes/No)

(name of the bookkeeping firm)

Contact person:

(only name and surname of the contact person)

Telephone:

E-mail address:

consolidation@t.ht.hr

Audit firm:

Deloitte d.o.o.

(name of the audit firm)

Certified auditor:

Katarina Kadunc

(name and surname)

BALANCE SHEET
balance as at 30.09.2023

in EUR

Submitter: Hrvatski Telekom 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	1,252,852,875	1,365,007,310
I INTANGIBLE ASSETS (ADP 004 to 009)	003	330,616,146	451,413,963
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	167,511,770	176,889,932
3 Goodwill	006	46,087,164	46,087,164
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	43,322,741	160,437,506
6 Other intangible assets	009	73,694,471	67,999,361
II TANGIBLE ASSETS (ADP 011 to 019)	010	838,686,379	823,243,160
1 Land	011	6,247,582	6,202,330
2 Buildings	012	490,317,326	496,102,102
3 Plant and equipment	013	207,362,547	194,878,987
4 Tools, working inventory and transportation assets	014	865,772	669,661
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	212,250	206,046
7 Tangible assets in preparation	017	131,029,550	123,318,405
8 Other tangible assets	018	1,192,497	1,184,041
9 Investment property	019	1,458,855	681,588
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	1,182,781	1,393,431
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	0	0
7 Investments in securities	027	1,182,781	907,128
8 Loans, deposits, etc. given	028	0	0
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	486,303
IV RECEIVABLES (ADP 032 to 035)	031	64,451,434	69,290,861
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	56,944,990	62,296,625
4 Other receivables	035	7,506,444	6,994,236
V DEFERRED TAX ASSETS	036	17,916,135	19,665,895
C) CURRENT ASSETS (ADP 038+046+053+063)	037	692,321,382	578,539,694
I INVENTORIES (ADP 039 to 045)	038	66,408,917	68,243,338
1 Raw materials and consumables	039	5,046,674	5,681,954
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	29,801,643	31,000,784
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	31,560,600	31,560,600
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	238,990,056	259,096,501
1 Receivables from undertakings within the group	047	803,485	408,863
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	227,386,197	249,374,841
4 Receivables from employees and members of the undertaking	050	3,202,143	3,246,367
5 Receivables from government and other institutions	051	5,160,894	845,755
6 Other receivables	052	2,437,337	5,220,675
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	13,500,000	20,009,503
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	10,058,715
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	13,500,000	9,950,788
IV CASH AT BANK AND IN HAND	063	373,422,409	231,190,352
D) PREPAID EXPENSES AND ACCRUED INCOME	064	45,476,226	39,571,758
E) TOTAL ASSETS (ADP 001+002+037+064)	065	1,990,650,483	1,983,118,762
OFF-BALANCE SHEET ITEMS	066	0	0

LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+083+086+089)	067	1,667,006,032	1,659,754,284
I INITIAL (SUBSCRIBED) CAPITAL	068	1,359,742,667	1,359,742,172
II CAPITAL RESERVES	069	0	0
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	68,211,897	67,689,340
1 Legal reserves	071	67,987,109	67,987,109
2 Reserves for treasury shares	072	472,086	18,082,048
3 Treasury shares and holdings (deductible item)	073	-808,155	-19,019,120
4 Statutory reserves	074	0	0
5 Other reserves	075	560,857	639,303
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	-6,586	361,029
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	-6,586	8,915
2 Cash flow hedge - effective portion	079	0	352,114
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	119,510,468	102,832,897
1 Retained profit	084	119,510,468	102,832,897
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	86,986,541	96,324,185
1 Profit for the business year	087	86,986,541	96,324,185
2 Loss for the business year	088	0	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	32,561,045	32,804,661
B) PROVISIONS (ADP 091 to 096)	090	19,104,634	17,297,777
1 Provisions for pensions, termination benefits and similar obligations	091	2,377,079	3,239,571
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	11,874,167	9,023,418
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	4,853,388	5,034,788
C) LONG-TERM LIABILITIES (ADP 098 to 108)	097	71,099,424	65,162,518
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	0	0
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	66,718,960	61,074,098
11 Deferred tax liability	108	4,380,464	4,088,420
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	232,220,018	239,691,456
1 Liabilities to undertakings within the group	110	22,091,931	13,634,636
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	0	0
7 Liabilities for advance payments	116	0	0
8 Liabilities to suppliers	117	120,861,602	126,310,710
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	25,811,144	25,096,456
11 Taxes, contributions and similar liabilities	120	16,178,563	20,308,403
12 Liabilities arising from the share in the result	121	0	0
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	47,276,778	54,341,251
E) ACCRUALS AND DEFERRED INCOME	124	1,220,375	1,212,727
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	1,990,650,483	1,983,118,762
G) OFF-BALANCE SHEET ITEMS	126	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2023 to 30.09.2023

in EUR

Submitter: Hrvatski Telekom 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	747,480,922	277,767,968	773,834,338	280,255,443
1 Income from sales with undertakings within the group	002	24,173,019	12,561,203	28,337,911	14,989,034
2 Income from sales (outside group)	003	710,453,617	259,292,734	742,395,171	264,184,058
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	12,854,286	5,914,031	3,101,256	1,082,351
II OPERATING EXPENSES (ADP 008+009+013+017+018+019+022+029)	007	651,389,583	238,110,104	653,235,187	226,602,850
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	226,880,514	90,305,532	235,436,014	82,268,659
a) Costs of raw materials and consumables	010	30,333,997	17,583,218	28,260,230	9,438,457
b) Costs of goods sold	011	120,084,179	44,002,506	133,349,289	47,172,465
c) Other external costs	012	76,462,338	28,719,808	73,826,495	25,657,737
3 Staff costs (ADP 014 to 016)	013	101,027,063	33,994,080	108,430,286	35,714,060
a) Net salaries and wages	014	63,771,898	21,151,519	68,686,717	21,769,557
b) Tax and contributions from salary costs	015	25,310,613	8,809,278	26,996,759	9,656,976
c) Contributions on salaries	016	11,944,552	4,033,283	12,746,810	4,287,527
4 Depreciation	017	200,038,032	64,069,894	198,158,435	67,321,893
5 Other costs	018	92,975,922	27,761,772	92,877,555	28,511,643
6 Value adjustments (ADP 020+021)	019	24,913,591	21,271,111	11,322,196	5,466,636
a) fixed assets other than financial assets	020	18,914,671	18,914,671	3,704,838	3,688,532
b) current assets other than financial assets	021	5,998,920	2,356,440	7,617,358	1,778,104
7 Provisions (ADP 023 to 028)	022	5,554,461	707,715	7,010,701	7,319,959
a) Provisions for pensions, termination benefits and similar obligations	023	4,308,046	175,411	7,938,425	5,385,526
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	204,646	153,764	-2,489,868	1,114,000
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	1,041,769	378,540	1,562,144	820,433
8 Other operating expenses	029	0	0	0	0
III FINANCIAL INCOME (ADP 031 to 040)	030	2,888,221	1,439,807	6,018,746	2,206,998
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	197,697	68,030	2,743,105	989,808
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	44,542	32,760	83,391	-349
6 Income from other long-term financial investments and loans	036	303,353	81,665	239,547	71,049
7 Other interest income	037	15,617	11,294	1,911,844	567,398
8 Exchange rate differences and other financial income	038	2,317,118	1,245,157	1,039,976	579,092
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	9,894	901	883	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	7,174,747	2,748,608	6,145,418	2,372,821
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	6,266	-10,918	41,130	-2,864
3 Interest expenses and similar expenses	044	4,597,688	1,522,644	5,095,894	1,976,321
4 Exchange rate differences and other expenses	045	2,473,913	1,117,321	957,548	383,809
5 Unrealised losses (expenses) from financial assets	046	0	0	0	0
6 Value adjustments of financial assets (net)	047	-68,200	43,075	-1,827	-417
7 Other financial expenses	048	165,080	76,486	52,673	15,972
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	163,877	163,877	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	-8,584	0	0
IX TOTAL INCOME (ADP 001+030+049 +050)	053	750,533,020	279,371,652	779,853,084	282,462,441
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	658,564,330	240,850,128	659,380,605	228,975,671
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	91,968,690	38,521,524	120,472,479	53,486,770
1 Pre-tax profit (ADP 053-054)	056	91,968,690	38,521,524	120,472,479	53,486,770
2 Pre-tax loss (ADP 054-053)	057	0	0	0	0
XII INCOME TAX	058	21,589,225	8,263,986	22,829,622	9,970,760
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	70,379,465	30,257,538	97,642,857	43,516,010
1 Profit for the period (ADP 055-059)	060	70,379,465	30,257,538	97,642,857	43,516,010
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	70,379,465	30,257,538	97,642,857	43,516,010
1 Attributable to owners of the parent	076	69,708,707	29,693,184	96,324,185	42,975,510
2 Attributable to minority (non-controlling) interest	077	670,758	564,354	1,318,672	540,500
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	70,379,465	30,257,538	97,642,857	43,516,010
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)	079	198,437	-15,791	15,502	-10,079
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	10,950	0	15,502	-10,079
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	10,950	0	15,502	-10,079
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	187,487	-15,791	0	0
1 Exchange rate differences from translation of foreign operations	088	187,487	-15,791	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	198,437	-15,791	15,502	-10,079
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	70,577,902	30,241,747	97,658,359	43,505,931
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	70,577,902	30,241,747	97,658,359	43,505,931
1 Attributable to owners of the parent	100	69,907,144	29,677,393	96,339,687	42,965,431
2 Attributable to minority (non-controlling) interest	101	670,758	564,354	1,318,672	540,500

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2023 to 30.09.2023

in EUR

Submitter: Hrvatski Telekom 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	91,968,690	120,472,479
2 Adjustments (ADP 003 to 010):	002	218,169,743	201,357,266
a) Depreciation	003	200,038,032	198,158,435
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	13,475,602	3,214,171
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	-216,366	-2,932,689
d) Interest and dividend income	006	-213,314	-1,911,844
e) Interest expenses	007	4,597,688	5,095,894
f) Provisions	008	-218,686	-1,806,858
g) Exchange rate differences (unrealised)	009	787,692	984,961
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	-80,905	555,196
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	310,138,433	321,829,745
3 Changes in the working capital (ADP 013 to 016)	012	-25,897,054	-12,548,912
a) Increase or decrease in short-term liabilities	013	1,914,948	8,637,953
b) Increase or decrease in short-term receivables	014	-23,634,228	-13,807,282
c) Increase or decrease in inventories	015	-9,774,982	-1,834,422
d) Other increase or decrease in working capital	016	5,597,208	-5,545,161
II Cash from operations (ADP 011+012)	017	284,241,379	309,280,833
4 Interest paid	018	-3,812,547	-4,374,195
5 Income tax paid	019	-12,739,504	-29,614,314
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	267,689,328	275,292,324
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	16,247,791	775,052
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	855,148	4,720,276
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	26,677,284	4,092,727
6 Other cash receipts from investment activities	026	97,412	102,108
III Total cash receipts from investment activities (ADP 021 to 026)	027	43,877,635	9,690,163
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-110,028,941	-250,601,196
2 Cash payments for the acquisition of financial instruments	029	-4,954,774	-9,915,273
3 Cash payments for loans and deposits for the period	030	0	0
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	-1,310,283
IV Total cash payments from investment activities (ADP 028 to 032)	033	-114,983,715	-261,826,752
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-71,106,080	-252,136,589
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	0	0
4 Other cash receipts from financing activities	038	0	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	0	0
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	0	0
2 Cash payments for dividends	041	-84,329,420	-86,892,522
3 Cash payments for finance lease	042	-30,091,964	-32,290,218
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	-24,163,437	-18,697,240
5 Other cash payments from financing activities	044	-37,969,177	-27,507,812
VI Total cash payments from financing activities (ADP 040 to 044)	045	-176,553,998	-165,387,792
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-176,553,998	-165,387,792
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	303,509	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	20,332,759	-142,232,057
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	381,074,174	373,422,409
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	401,406,933	231,190,352

STATEMENT OF CASH FLOWS - direct method
for the period 01.01.2023 to 30.09.2023

in EUR

Submitter: Hrvatski Telekom d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Cash receipts from customers	001	0	0
2 Cash receipts from royalties, fees, commissions and other revenue	002	0	0
3 Cash receipts from insurance premiums	003	0	0
4 Cash receipts from tax refund	004	0	0
5 Other cash receipts from operating activities	005	0	0
I Total cash receipts from operating activities (ADP 001 to 005)	006	0	0
1 Cash payments to suppliers	007	0	0
2 Cash payments to employees	008	0	0
3 Cash payments for insurance premiums	009	0	0
4 Interest paid	010	0	0
5 Income tax paid	011	0	0
6 Other cash payments from operating activities	012	0	0
II Total cash payments from operating activities (ADP 007 to 012)	013	0	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 006 + 013)	014	0	0
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	015	0	0
2 Cash receipts from sales of financial instruments	016	0	0
3 Interest received	017	0	0
4 Dividends received	018	0	0
5 Cash receipts from the repayment of loans and deposits	019	0	0
6 Other cash receipts from investment activities	020	0	0
III Total cash receipts from investment activities (ADP 015 to 020)	021	0	0
1 Cash payments for the purchase of fixed tangible and intangible assets	022	0	0
2 Cash payments for the acquisition of financial instruments	023	0	0
3 Cash payments for loans and deposits	024	0	0
4 Acquisition of a subsidiary, net of cash acquired	025	0	0
5 Other cash payments from investment activities	026	0	0
IV Total cash payments from investment activities (ADP 022 to 026)	027	0	0
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 021 + 027)	028	0	0
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	029	0	0
2 Cash receipts the from issue of equity financial instruments and debt financial instruments	030	0	0
3 Cash receipts from credit principals, loans and other borrowings	031	0	0
4 Other cash receipts from financing activities	032	0	0
V Total cash receipts from financing activities (ADP 029 to 032)	033	0	0
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	034	0	0
2 Cash payments for dividends	035	0	0
3 Cash payments for finance lease	036	0	0
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	037	0	0
5 Other cash payments from financing activities	038	0	0
VI Total cash payments from financing activities (ADP 034 to 038)	039	0	0
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 033 +039)	040	0	0
1 Unrealised exchange rate differences in respect of cash and cash equivalents	041	0	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 014 + 028 + 040 + 041)	042	0	0
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	043	0	0
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (042+043)	044	0	0

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

Name of the issuer: _____

Personal identification number (OIB): _____

Reporting period: _____

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
 2. adopted accounting policies (only an indication of whether there has been a change from the previous period)
 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
 4. the amount and nature of individual items of income or expenditure which are of exceptional size or incidence
 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
 6. average number of employees during the financial year
 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
 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
 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
 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
 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
 12. the name, registered office and legal form of each of the undertakings of which the undertaking is a member having unlimited liability
 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
 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
 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
 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
 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