



LIFE IS FOR SHARING.

**UNAUDITED  
NON-CONSOLIDATED  
INTERIM REPORT  
FOR THE HT INC.**

**JANUARY - DECEMBER 2021**



**LIFE IS FOR SHARING.**

## **HT INC. FINANCIAL HIGHLIGHTS**

### **Revenue**

Revenue increased by HRK 236 million or 4.1% to HRK 5,987 million in 2021 compared to 2020. Increase was driven by strong mobile services and core fixed business.

### **EBITDA before exceptional items after leases**

EBITDA before exceptional items after leases increased by HRK 174 million or 7.5% supported by stronger commercial momentum.

### **Net profit after non-controlling interests**

Net profit after NCI decreased by HRK 38 million (5.4%), mainly caused by higher depreciation, which was partly offset by better EBITDA, lower taxation and positive net financial result.



**LIFE IS FOR SHARING.**

## **HT INC. FINANCIAL STATEMENTS - TFI-POD**

**Unaudited non-consolidated financial statements**

## Annex 1

## ISSUER'S GENERAL DATA

Reporting period:

01.01.21

to

31.12.21

Year:

2021

Quarter:

4.

## 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

4019

Consolidated report:

KN

(KN-not consolidated/KD-consolidated)

Audited:

RN

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

Bookkeeping firm:

No

(Yes/No)

(name of the bookkeeping firm)

Contact person:

(only name and surname of the contact person)

Telephone:

E-mail address:

consolidation@t.ht.hr

Audit firm:

Ernst&amp;Young d.o.o.

(name of the audit firm)

Certified auditor:

Domagoj Kutleša

(name and surname)

**BALANCE SHEET**  
balance as at 31.12.2021

in HRK

<b>Submitter: Hrvatski Telekom d.d.</b>			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
<b>A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID</b>	<b>001</b>	0	0
<b>B) FIXED ASSETS (ADP 003+010+020+031+036)</b>	<b>002</b>	9.765.000.642	9.809.091.123
<b>I INTANGIBLE ASSETS (ADP 004 to 009)</b>	<b>003</b>	1.590.533.584	1.613.597.591
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1.060.621.203	815.995.484
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	11.354.235	235.743.783
6 Other intangible assets	009	518.558.146	561.858.324
<b>II TANGIBLE ASSETS (ADP 011 to 019)</b>	<b>010</b>	5.524.116.582	5.666.427.275
1 Land	011	38.247.158	37.005.392
2 Buildings	012	3.480.642.045	3.219.412.686
3 Plant and equipment	013	1.835.352.353	1.385.074.420
4 Tools, working inventory and transportation assets	014	42.676.221	1.799.736
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	481.083	2.095.643
7 Tangible assets in preparation	017	102.525.515	999.994.764
8 Other tangible assets	018	8.143.143	8.633.361
9 Investment property	019	16.049.064	12.411.273
<b>III FIXED FINANCIAL ASSETS (ADP 021 to 030)</b>	<b>020</b>	2.114.772.157	2.053.079.291
1 Investments in holdings (shares) of undertakings within the group	021	2.106.447.458	2.044.792.675
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	8.324.699	8.286.616
8 Loans, deposits, etc. given	028	0	0
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
<b>IV RECEIVABLES (ADP 032 to 035)</b>	<b>031</b>	429.853.648	371.365.707
1 Receivables from undertakings within the group	032	47.958.071	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	362.267.292	354.093.510
4 Other receivables	035	19.628.285	17.272.197
<b>V DEFERRED TAX ASSETS</b>	<b>036</b>	105.724.671	104.621.259
<b>C) CURRENT ASSETS (ADP 038+046+053+063)</b>	<b>037</b>	4.659.827.795	4.562.933.971
<b>I INVENTORIES (ADP 039 to 045)</b>	<b>038</b>	104.248.448	139.604.765
1 Raw materials and consumables	039	15.492.312	23.065.545
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	88.756.136	116.539.220
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
<b>II RECEIVABLES (ADP 047 to 052)</b>	<b>046</b>	1.616.533.722	1.648.345.576
1 Receivables from undertakings within the group	047	266.014.084	257.373.939

2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	1.246.002.196	1.348.334.632
4 Receivables from employees and members of the undertaking	050	12.469.578	11.983.237
5 Receivables from government and other institutions	051	78.269.804	9.729.837
6 Other receivables	052	13.778.060	20.923.931
<b>III CURRENT FINANCIAL ASSETS (ADP 054 to 062)</b>	<b>053</b>	<b>233.200.378</b>	<b>261.595.154</b>
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	232.200.000	60.000.000
8 Loans, deposits, etc. given	061	1.000.000	201.000.000
9 Other financial assets	062	378	595.154
<b>IV CASH AT BANK AND IN HAND</b>	<b>063</b>	<b>2.705.845.247</b>	<b>2.513.388.476</b>
<b>D ) PREPAID EXPENSES AND ACCRUED INCOME</b>	<b>064</b>	<b>87.693.501</b>	<b>77.456.596</b>
<b>E) TOTAL ASSETS (ADP 001+002+037+064)</b>	<b>065</b>	<b>14.512.521.938</b>	<b>14.449.481.690</b>
<b>OFF-BALANCE SHEET ITEMS</b>	<b>066</b>	<b>0</b>	<b>0</b>
<b>LIABILITIES</b>			
<b>A) CAPITAL AND RESERVES (ADP 068 to</b>	<b>067</b>	<b>12.676.384.819</b>	<b>12.602.798.256</b>
I INITIAL (SUBSCRIBED) CAPITAL	068	10.244.977.390	10.244.977.390
II CAPITAL RESERVES	069	0	0
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	512.846.158	515.951.401
1 Legal reserves	071	512.248.870	512.248.870
2 Reserves for treasury shares	072	90.388.852	64.247.411
3 Treasury shares and holdings (deductible item)	073	-90.388.852	-64.247.411
4 Statutory reserves	074	0	0
5 Other reserves	075	597.288	3.702.531
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	-109.462	-109.946
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	-109.462	-109.946
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	1.214.870.581	1.175.849.237
1 Retained profit	084	1.214.870.581	1.175.849.237
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	703.800.152	666.130.174
1 Profit for the business year	087	703.800.152	666.130.174
2 Loss for the business year	088	0	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
<b>B) PROVISIONS (ADP 091 to 096)</b>	<b>090</b>	<b>102.734.691</b>	<b>142.006.105</b>
1 Provisions for pensions, termination benefits and similar obligations	091	30.782.898	36.714.435
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	42.315.695	74.007.912
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	29.636.098	31.283.758
<b>C) LONG-TERM LIABILITIES (ADP 098 to 108)</b>	<b>097</b>	<b>443.575.699</b>	<b>504.522.607</b>
1 Liabilities to undertakings within the group	098	0	0

2 Liabilities for loans, deposits, etc. of undertakings within the group	099	0	0
3 Liabilities to companies linked by virtue of participating interests	100	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	101	0	0
5 Liabilities for loans, deposits etc.	102	0	0
6 Liabilities to banks and other financial institutions	103	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	440.985.325	501.897.209
11 Deferred tax liability	108	2.590.374	2.625.398
<b>D) SHORT-TERM LIABILITIES (ADP 110 to 123)</b>	<b>109</b>	<b>1.288.622.629</b>	<b>1.191.157.960</b>
1 Liabilities to undertakings within the group	110	41.574.461	187.458.534
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	3.276.241	0
8 Liabilities to suppliers	117	837.077.460	580.701.958
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	110.878.659	117.287.013
11 Taxes, contributions and similar liabilities	120	1.757.333	9.541.122
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	294.058.475	296.169.333
<b>E) ACCRUALS AND DEFERRED INCOME</b>	<b>124</b>	<b>1.204.100</b>	<b>8.996.762</b>
<b>F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)</b>	<b>125</b>	<b>14.512.521.938</b>	<b>14.449.481.690</b>
<b>G) OFF-BALANCE SHEET ITEMS</b>	<b>126</b>	<b>0</b>	<b>0</b>

**STATEMENT OF PROFIT OR LOSS**  
for the period 01.01.2021 to 31.12.2021

in HRK

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
<b>I OPERATING INCOME (ADP 002 to 006)</b>	<b>001</b>	<b>5.750.668.191</b>	<b>1.493.967.519</b>	<b>5.986.688.946</b>	<b>1.490.462.265</b>
1 Income from sales with undertakings within the group	002	459.782.044	131.098.939	418.171.673	76.730.850
2 Income from sales (outside group)	003	5.203.834.141	1.345.611.006	5.470.213.561	1.393.313.328
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	7.316.900	2.669.712	12.194.219	3.116.121
5 Other operating income (outside the group)	006	79.735.106	14.587.862	86.109.493	17.301.966
<b>II OPERATING EXPENSES (ADP 08+009+013+017+018+019+022+029)</b>	<b>007</b>	<b>4.936.416.246</b>	<b>1.403.830.207</b>	<b>5.223.427.670</b>	<b>1.271.505.499</b>
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	1.513.229.016	445.933.280	1.569.213.339	439.892.385
a) Costs of raw materials and consumables	010	117.981.019	30.406.627	121.729.225	33.108.502
b) Costs of goods sold	011	835.720.414	268.102.828	851.042.307	268.568.643
c) Other external costs	012	559.527.583	147.423.825	596.441.807	138.215.240
3 Staff costs (ADP 014 to 016)	013	802.659.088	212.665.436	788.473.581	182.082.011
a) Net salaries and wages	014	495.799.599	134.307.501	492.422.813	110.141.891
b) Tax and contributions from salary costs	015	211.917.524	55.140.740	198.900.528	48.430.338
c) Contributions on salaries	016	94.941.965	23.217.195	97.150.240	23.509.782
4 Depreciation	017	1.711.595.926	496.724.516	1.860.881.860	394.903.405
5 Other costs	018	740.992.227	180.545.118	747.832.338	156.662.506
6 Value adjustments (ADP 020+021)	019	77.011.892	36.155.997	127.525.221	24.147.571
a) fixed assets other than financial assets	020	22.358.135	22.358.135	71.484.786	13.103.207
b) current assets other than financial assets	021	54.653.757	13.797.862	56.040.435	11.044.364
7 Provisions (ADP 023 to 028)	022	90.928.097	31.805.860	129.501.331	73.817.621
a) Provisions for pensions, termination benefits and similar obligations	023	76.689.292	27.467.369	69.220.700	25.196.344
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	11.217.504	737.190	50.663.449	39.004.095
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	3.021.301	3.601.301	9.617.182	9.617.182
8 Other operating expenses	029	0	0	0	0
<b>III FINANCIAL INCOME (ADP 031 to 040)</b>	<b>030</b>	<b>128.391.699</b>	<b>86.371.628</b>	<b>106.684.342</b>	<b>83.438.954</b>
1 Income from investments in holdings (shares) of undertakings within the group	031	86.353.309	86.353.309	80.018.663	80.018.663
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	3.979.677	1.039.499	2.265.293	127.620
4 Other interest income from operations with undertakings within the group	034	0	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	035	0	0	848.988	-168.426
6 Income from other long-term financial investments and loans	036	312.021	0	2.546.918	1.266.576
7 Other interest income	037	2.823.476	487.771	1.959.510	516.418
8 Exchange rate differences and other financial income	038	31.598.724	-1.510.420	19.020.495	1.668.626
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	3.324.492	1.469	24.476	9.477
<b>IV FINANCIAL EXPENSES (ADP 042 to 048)</b>	<b>041</b>	<b>100.756.857</b>	<b>21.528.562</b>	<b>74.071.807</b>	<b>13.131.488</b>
1 Interest expenses and similar expenses with undertakings within the group	042	0	0	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	043	895.101	-417.321	0	0
3 Interest expenses and similar expenses	044	61.430.052	17.444.399	50.606.073	14.069.491
4 Exchange rate differences and other expenses	045	35.709.169	4.078.313	22.080.896	-1.237.165
5 Unrealised losses (expenses) from financial assets	046	0	0	0	0
6 Value adjustments of financial assets (net)	047	465.360	135.723	461.454	137.712
7 Other financial expenses	048	2.257.175	287.448	923.384	161.450
<b>V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS</b>	<b>049</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VI SHARE IN PROFIT FROM JOINT VENTURES</b>	<b>050</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST</b>	<b>051</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VIII SHARE IN LOSS OF JOINT VENTURES</b>	<b>052</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>IX TOTAL INCOME (ADP 001+030+049 +050)</b>	<b>053</b>	<b>5.879.059.890</b>	<b>1.580.339.147</b>	<b>6.093.373.288</b>	<b>1.573.901.219</b>
<b>X TOTAL EXPENDITURE (ADP 007+041+051 + 052)</b>	<b>054</b>	<b>5.037.173.103</b>	<b>1.425.358.769</b>	<b>5.297.499.477</b>	<b>1.284.636.987</b>
<b>XI PRE-TAX PROFIT OR LOSS (ADP 053-054)</b>	<b>055</b>	<b>841.886.787</b>	<b>154.980.378</b>	<b>795.873.811</b>	<b>289.264.232</b>
1 Pre-tax profit (ADP 053-054)	056	841.886.787	154.980.378	795.873.811	289.264.232



2 Pre-tax loss (ADP 054-053)	057	0	0	0	0
<b>XII INCOME TAX</b>	<b>058</b>	138.086.635	11.645.896	129.743.637	38.893.476
<b>XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)</b>	<b>059</b>	<b>703.800.152</b>	<b>143.334.482</b>	<b>666.130.174</b>	<b>250.370.756</b>
1 Profit for the period (ADP 055-059)	060	703.800.152	143.334.482	666.130.174	250.370.756
2 Loss for the period (ADP 059-055)	061	0	0	0	0
<b>DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)</b>					
<b>XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)</b>	<b>062</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Pre-tax profit from discontinued operations	063	0	0	0	0
2 Pre-tax loss on discontinued operations	064	0	0	0	0
<b>XV INCOME TAX OF DISCONTINUED OPERATIONS</b>	<b>065</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
<b>TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)</b>					
<b>XVI PRE-TAX PROFIT OR LOSS (ADP 055-+062)</b>	<b>068</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
<b>XVII INCOME TAX (ADP 058+065)</b>	<b>071</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)</b>	<b>072</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Profit for the period (ADP 068-071)	073	0	0	0	0
2 Loss for the period (ADP 071-068)	074	0	0	0	0
<b>APPENDIX to the P&amp;L (to be filled in by undertakings that draw up consolidated annual financial statements)</b>					
<b>XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)</b>	<b>075</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Attributable to owners of the parent	076	0	0	0	0
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)</b>					
<b>I PROFIT OR LOSS FOR THE PERIOD</b>	<b>078</b>	<b>703.800.152</b>	<b>143.334.482</b>	<b>666.130.174</b>	<b>250.370.756</b>
<b>II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)</b>	<b>079</b>	<b>-532.690</b>	<b>-1.220.737</b>	<b>159.068</b>	<b>165.888</b>
<b>III Items that will not be reclassified to profit or loss (ADP 081 to 085)</b>	<b>080</b>	<b>-532.690</b>	<b>-1.220.737</b>	<b>159.068</b>	<b>165.888</b>
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	-676.645	-1.364.692	-484	6.336
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	143.955	143.955	159.552	159.552
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
<b>IV Items that may be reclassified to profit or loss (ADP 088 to 095)</b>	<b>087</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Exchange rate differences from translation of foreign operations	088	0	0	0	0
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	089	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	090	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	091	0	0	0	0
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
<b>V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087-086 - 096)</b>	<b>097</b>	<b>-532.690</b>	<b>-1.220.737</b>	<b>159.068</b>	<b>165.888</b>
<b>VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)</b>	<b>098</b>	<b>703.267.462</b>	<b>142.113.745</b>	<b>666.289.242</b>	<b>250.536.644</b>
<b>APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)</b>					
<b>VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)</b>	<b>099</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1 Attributable to owners of the parent	100	0	0	0	0
2 Attributable to minority (non-controlling) interest	101	0	0	0	0

**STATEMENT OF CASH FLOWS - indirect method**  
for the period 01.01.2021. to 31.12.2021.

in HRK

Submitter: Hrvatski Telekom d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
<b>Cash flow from operating activities</b>			
1 Pre-tax profit	001	841.886.787	795.873.811
2 Adjustments (ADP 003 to 010):	002	1.706.888.906	2.005.238.995
a) Depreciation	003	1.711.595.926	1.860.881.860
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	5.231.751	33.017.132
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	-4.893.655	-3.451.849
d) Interest and dividend income	006	-89.176.785	-1.959.510
e) Interest expenses	007	61.430.052	50.606.073
f) Provisions	008	20.665.511	39.271.414
g) Exchange rate differences (unrealised)	009	21.126.679	19.238.508
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	-19.090.573	7.635.367
<b>I Cash flow increase or decrease before changes in working capital (ADP 001+002)</b>	<b>011</b>	<b>2.548.775.693</b>	<b>2.801.112.806</b>
3 Changes in the working capital (ADP 013 to 016)	012	-209.366.564	-180.728.443
a) Increase or decrease in short-term liabilities	013	-124.892.475	-115.987.866
b) Increase or decrease in short-term receivables	014	-55.973.319	26.250.320
c) Increase or decrease in inventories	015	-9.743.734	-35.356.317
d) Other increase or decrease in working capital	016	-18.757.036	-55.634.580
<b>II Cash from operations (ADP 011+012)</b>	<b>017</b>	<b>2.339.409.129</b>	<b>2.620.384.363</b>
4 Interest paid	018	-56.505.291	-62.446.932
5 Income tax paid	019	-208.395.192	-157.205.203
<b>A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)</b>	<b>020</b>	<b>2.074.508.646</b>	<b>2.400.732.228</b>
<b>Cash flow from investment activities</b>			
1 Cash receipts from sales of fixed tangible and intangible assets	021	64.181.441	10.256.039
2 Cash receipts from sales of financial instruments	022	0	10.037.983
3 Interest received	023	4.958.050	5.554.632
4 Dividends received	024	86.353.309	9.018.663
5 Cash receipts from repayment of loans and deposits	025	5.500.000	0
6 Other cash receipts from investment activities	026	971.032.244	0
<b>III Total cash receipts from investment activities (ADP 021 to 026)</b>	<b>027</b>	<b>1.132.025.044</b>	<b>34.867.317</b>
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-1.551.456.293	-1.366.462.596
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	-24.500.000	-30.000.000
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	0
<b>IV Total cash payments from investment activities (ADP 028 to 032)</b>	<b>033</b>	<b>-1.575.956.293</b>	<b>-1.396.462.596</b>
<b>B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)</b>	<b>034</b>	<b>-443.931.249</b>	<b>-1.361.595.279</b>
<b>Cash flow from financing activities</b>			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	0	0
4 Other cash receipts from financing activities	038	0	0
<b>V Total cash receipts from financing activities (ADP 035 to 038)</b>	<b>039</b>	<b>0</b>	<b>0</b>
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	0	0
2 Cash payments for dividends	041	-643.293.900	-640.310.561

3 Cash payments for finance lease	<b>042</b>	-310.922.589	-287.585.114
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	<b>043</b>	-90.388.852	-99.664.299
5 Other cash payments from financing activities	<b>044</b>	-259.236.872	-197.981.129
<b>VI Total cash payments from financing activities (ADP 040 to 044)</b>	<b>045</b>	<b>-1.303.842.213</b>	<b>-1.225.541.103</b>
<b>C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)</b>	<b>046</b>	<b>-1.303.842.213</b>	<b>-1.225.541.103</b>
1 Unrealised exchange rate differences in respect of cash and cash equivalents	<b>047</b>	-9.657.286	-6.052.618
<b>D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)</b>	<b>048</b>	<b>317.077.898</b>	<b>-192.456.772</b>
<b>E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>049</b>	2.388.767.350	2.705.845.248
<b>F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)</b>	<b>050</b>	<b>2.705.845.248</b>	<b>2.513.388.476</b>

**STATEMENT OF CHANGES IN EQUITY**  
for the period from **01.01.21** to **31.12.21**

in HRK

Item	ADP code	Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Other reserves	Attributable to owners of the parent											Total capital and reserves
									Revaluation reserves	Fair value of financial assets through other comprehensive income (available for sale)	Cash flow hedge - effective portion	Hedge of a net investment in a foreign operation - effective portion	Other fair value reserves	Exchange rate differences from translation of foreign operations	Retained profit/loss brought forward	Profit/loss for the business year	Total attributable to owners of the parent	Minority (non-controlling) interest		
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18 (3 to 6-7 + 8 to 17)	19	20 (18+19)	
<b>Previous period</b>																				
1 Balance on the first day of the previous business year	01	10.244.977.390	0	491.142.675	72.774.265	72.774.265	0	317.447	0	567.183	0	0	0	0	0	1.251.160.738	717.064.453	12.705.229.886	0	12.705.229.886
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	1.228.338	0	1.228.338	0	1.228.338
3 Correction of errors	03	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	10.244.977.390	0	491.142.675	72.774.265	72.774.265	0	317.447	0	567.183	0	0	0	0	0	1.252.387.076	717.064.453	12.706.456.224	0	12.706.456.224
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	0	0	703.800.152	703.800.152	703.800.152	0	703.800.152
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	08	0	0	0	0	0	0	0	0	-678.645	0	0	0	0	0	0	0	-678.645	0	-678.645
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	143.955	0	143.955	0	143.955
13 Other changes in equity unrelated to owners	13	0	0	21.106.195	0	0	0	0	0	0	0	0	0	0	0	0	-21.106.195	0	0	0
14 Tax on transactions recognised directly in equity	14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	18	0	0	0	0	90.388.852	0	279.841	0	0	0	0	0	0	0	0	0	0	-90.109.011	-90.109.011
19 Payments from members/shareholders	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Payment of share in profit/dividend	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-643.229.856	-643.229.856	0	-643.229.856
21 Other distributions and payments to members/shareholders	21	0	0	0	-72.774.265	-72.774.265	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22 Transfer to reserves according to the annual schedule	22	0	0	0	90.388.852	0	0	0	0	0	0	0	0	0	0	52.728.402	-52.728.402	0	0	0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-90.388.852	0	0	0	0
24 Balance on the last day of the previous business year reporting period (ADP 04 to 23)	24	10.244.977.390	0	512.248.870	90.388.852	90.388.852	0	597.286	0	-109.462	0	0	0	0	0	1.214.870.581	703.800.152	12.676.384.819	0	12.676.384.819
<b>APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)</b>																				
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 05 to 14)	25	0	0	21.106.195	0	0	0	0	0	-678.645	0	0	0	0	0	143.955	-21.106.195	-532.690	0	-532.690
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05 to 25)	26	0	0	21.106.195	0	0	0	0	0	-678.645	0	0	0	0	0	143.955	682.693.957	703.267.462	0	703.267.462
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 23)	27	0	0	0	17.614.587	17.614.587	0	279.841	0	0	0	0	0	0	0	-37.660.450	-695.958.258	-733.338.867	0	-733.338.867
<b>Current period</b>																				
1 Balance on the first day of the current business year	28	10.244.977.390	0	512.248.870	90.388.852	90.388.852	0	597.286	0	-109.462	0	0	0	0	0	1.214.870.581	703.800.152	12.676.384.819	0	12.676.384.819
2 Changes in accounting policies	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	30	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the current business year (restated) (ADP 28 to 30)	31	10.244.977.390	0	512.248.870	90.388.852	90.388.852	0	597.286	0	-109.462	0	0	0	0	0	1.214.870.581	703.800.152	12.676.384.819	0	12.676.384.819
5 Profit/loss of the period	32	0	0	0	0	0	0	0	0	0	0	0	0	0	0	666.130.174	666.130.174	666.130.174	0	666.130.174
6 Exchange rate differences from translation of foreign operations	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Changes in revaluation reserves of fixed tangible and intangible assets	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	159.552	0	159.552	0	159.552
13 Other changes in equity unrelated to owners	40	0	0	0	0	0	0	3.105.243	0	-484	0	0	0	0	0	0	0	3.104.759	0	3.104.759
14 Tax on transactions recognised directly in equity	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	45	0	0	0	99.664.299	99.664.299	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payments from members/shareholders	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Payment of share in profit/dividend	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Other distributions and payments to members/shareholders	48	0	0	-125.805.740	-125.805.740	0	0	0	0	0	0	0	0	0	0	60.483.403	-63.489.591	-3.006.188	0	-3.006.188
22 Carryforward per annual plan	49	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-99.664.299	0	-99.664.299	0	-99.664.299
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	50	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24 Balance on the last day of the current business year reporting period (ADP 31 to 50)	51	10.244.977.390	0	512.248.870	64.247.411	64.247.411	0	3.702.531	0	-109.946	0	0	0	0	0	1.175.949.237	666.130.174	12.602.798.256	0	12.602.798.256
<b>APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)</b>																				
I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADP 33 to 41)	52	0	0	0	0	0	0	3.105.243	0	-484	0	0	0	0	0	159.552	0	3.264.311	0	3.264.311
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 32 to 52)	53	0	0	0	0	0	0	3.105.243	0	-484	0	0	0	0	0	159.552	666.130.174	669.394.485	0	669.394.485
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 42 to 50)	54	0	0	0	-26.141.441	-26.141.441	0	0	0	0	0	0	0	0	0	-39.180.896	-703.800.152	-742.981.048	0	-742.981.048

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