

Zagreb Stock Exchange
Ivana Lučića 2a
10 000 Zagreb

SUBJECT: Reply to the request for observation dated 10 August 2023

Dear Sirs,

As the Director of the Company INSTITUT IGH, d.d. with head office in Zagreb, Janka Rakuše 1, entered into the court register of the Commercial Court in Zagreb under the reg.no. MBS: 080000959, VAT / OIB: 79766124714 (hereinafter: "**the Company**"), I am giving a statement regarding the request for one, dated 10 August 2023, and the Company hereby states as follows:

- 1) During the subject period (01 January 2023 – 30 June 2023) the Company has been experiencing difficulties in business operations owing to significant changes in personnel in the Company, so the tasks of the former employees were assigned to a limited number of current employees. For this reason, the Company was objectively unable to undertake the preparation audit of the annual financial statements for the year 2022, and the Company shall meet all its defined obligations with a delay. The Company is actively and in accordance with its possibilities working on the preparation of audited annual financial statements for the year 2022, and shall, immediately upon their finalization, convene a session of the Supervisory Board, at which these statement shall be discussed. The Company shall publish the annual financial statements for 2022 no later than the end of September this year.

In order to fulfil the set obligations towards its investors and the Stock Exchange and with the aim of fulfilling its duties in a quality manner and providing timely information, the Company took the following measures:

- In the past months, personnel in the finance and accounting sectors was actively recruited and processes were set up so that all documentation can be processed in a timely and high quality manner
- The Company's Auditor and the Company have agreed on activities to complete the audit process by spending the last week in August 2023 together to resolve the remaining two open issues and close them. The final audit report for the year

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Mjerodavni sud:
Trgovački sud u Zagrebu
registarski uložak s matičnim brojem
(MBS) 080000959

Temeljni kapital:
116.604.710,00 kn,
uplaćen u cijelosti

Broj izdanih dionica: IGH 613.709
Nominalna vrijednost dionice 190 kn

MB: 3750272
OIB: 79766124714
Poslovna banka:
Nova hrvatska banka d.d.
IBAN:
HR6825030071100087335
SWIFT kod: VBCRHR22

Uprava:
Robert Petrosian, direktor

Nadzorni odbor:
Žarko Dešković, dipl.ing.grad.,
predsjednik Nadzornog odbora



2022 is expected in the first half of September or by the end of September 2023 at the latest.

Director
Robert Petrosian

In Zagreb, 17 August 2023