

Business Results of KONČAR – Electrical Industry Inc.

Unconsolidated Financial Statements

January – December
2022



KONČAR

Inspired by challenge

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A Management Board Report on the business activity of KONČAR - Electrical Industry Inc. for the period January - December 2022

Introduction

KONČAR – Electrical Industry Inc. is the Parent Company of KONČAR Group. As the Parent Company, the Company prepares consolidated reports, which are presented separately.

This Statement for the period January - December 2022 is a report of the company as a separate entity. The Company manages its wholly-owned subsidiaries and affiliated companies.

The companies within the Group are legally autonomous companies and the Parent Company oversees, strategically directs and supports them through the Supervisory Boards and General Assemblies of companies, all in accordance with the Companies Act, the Articles of Association of KONČAR – Electrical Industry Inc. and the Articles of Association and Articles of Incorporation of the member companies. The Parent Company also manages the part of the assets that are not invested in companies but are directly and indirectly in the function of financial support for marketing, products and equipment of affiliated companies as a credit-guarantee potential.

As the Parent Company of the Group, KONČAR – Electrical Industry Inc. invoices the following services to its subsidiaries:

- Brand usage fee (fee for the usage of company name, trademark and service mark)
- Part of the cost of organized joint exhibitions at fairs,
- Part of the cost of branch offices abroad,
- Part of the cost of joint marketing activities,
- Seminars for management, quality and environmental systems.

in HRK 000	Q1-Q4 2021	Q1-Q4 2022	Δ	Index 2022/2021
Total operating income	140.761	250.340	109.579	177,8
Sales income	129.910	177.983	48.073	137,0
Dividend received	75.435	97.886	22.451	129,8
Income from contracts with customers	54.475	80.097	25.622	147,0
Other operating income	10.851	72.357	61.506	666,8
Operating expenses	104.598	142.763	38.165	136,5
EBIT	36.163	107.577	71.414	297,5
EBIT margin	27,8%	60,4%		
Net financial result	587	5.461	4.874	
Net profit	36.750	113.038	76.288	307,6
EBITDA	44.563	116.026	71.463	260,4
EBITDA margin	34,3%	65,2%		
Normalized EBITDA ¹	61.972	97.173	35.201	156,8
EBITDA normalized margin ¹	47,7%	54,6%		

Normalized EBITDA¹: EBITDA less the net effect of provisions, asset sale income, loss compensation income and one-off effects of transactions related to Dalekovod

Business results

In 2022, KONČAR – Electrical Industry Inc. generated HRK 250.3 million in **operating income** in 2022, which is a 77.8% rise year-on-year.

Sales income accounts for HRK 80.1 million of the operating income (2021: HRK 54.5 million). Income from dividends from Group companies and income from affiliated companies amount to HRK 97.9 million, (2021: HRK 75.4 million).

Other operating income amounts to HRK 72.4 million and pertains to profits realised from the sale of assets that are not in the function of the core business and a one-off effect of transactions.

Total operating expenses for 2022 amount to HRK 142.8 million and were 36.5% higher year-on-year.

Operating expenses comprised the following:

- **Material costs** amounting to HRK 22.4 million, of which HRK 20.8 million pertains to other external costs and HRK 1.7 million pertains to costs of commodities and raw materials. Other external costs mostly pertain to services related to work and real estate management, utility and water supply fees, cleaning services, maintenance services and other services. The cost realization in the period January - December 2022 remains on the same level year-over-year.
- **Staff costs** amount to HRK 26.7 million, which is a 2.6 % increase year-on-year. The average number of employees in the reporting period was 56 employees, while in the corresponding period 2021 it stood at 50 employees.
- **Depreciation and amortisation** amounts to HRK 8.4 million and is down by 0.7 % year-on-year.
- **Other costs** amount to HRK 30.2 million and are 68.9 % higher compared to 2021. The increase of other costs is attributed to the research project agreement that the Parent Company entered into with the Group subsidiary responsible for research and new product development.
- **Value adjustments** of investments in subsidiaries amount to HRK 52.8 million.
- **Finance income** realised in the period January - December 2022 amounts to HRK 5.8 million and is mostly comprised of interest on loans in the amount of HRK 3.5 million. Together with financial expenditure of HRK 313 thousand this gives a positive balance of HRK 5.5 million.
- In line with the 2022 tax return, the Company does not recognise **income tax** expense on account of utilization of tax losses from the previous year.

Statement of financial position

The value of total assets of KONČAR – Electrical Industry Inc. as at 31 December 2022 amounts to HRK 1,784.6 million, which is an increase in the amount of HRK 89.8 million compared to 31 December 2021.

Total non-current assets amount to HRK 1,366.1 million, which is HRK 12.8 million (or 0.9%) less than as at 31 December 2021.

Non-current assets item decreased by HRK 1.2 million compared to 31 December 2021 as a result of depreciation and amortization calculation, while the **tangible assets** item increased by HRK 4.4 million as a result of depreciation and amortization and write-offs and new asset acquisitions.

Non-current financial assets are down by HRK 13.1 million as a result of decreased investment in subsidiaries, share buy-back of a subsidiary in the amount of HRK 1.6 million and an HRK 8.0 million share capital injection into a subsidiary. Loans granted in the amount of HRK 155.3 million pertain to loans granted to a subsidiary and there was no change in this item in the reporting period.

Long-term liabilities amount to HRK 11.8 million, which represents a decrease of HRK 2.9 million compared to 31 December 2022.

Total current assets amount to HRK 416.1 million, which is an increase of HRK 101.2 million compared to 31 December 2021, resulting from an increase in cash in the amount of HRK 79.3 million, a rise in financial assets in the amount of HRK 110.3 million, a decline in receivables of HRK 50.8 million and a reduction of non-current assets held for sale by HRK 37.4 million.

Non-current assets held for sale are down compared to 31 December 2021 as a result of the sale of facilities that are not in the function of the core business.

Dividend payable are up by HRK 3.9 million year-on-year, and pertain to the dividend liability from an affiliated company, in the amount of HRK 38.1 million.

Compared to 31 December 2021, **other liabilities** decreased by HRK 36.5 million, as a result of the return of the purchase of receivables.

Current financial assets rose by HRK 110.2 million compared to the balance as at 31 December 2021. The growth is largely the result of receivables for loans granted by the Parent Company to subsidiaries.

Cash balance compared to 31 December 2021 is up by HRK 79.3 million.

Prepaid expenses and accrued income record an increase of HRK 1.4 million compared to 31 December 2021 and arise from the costs related to fairs, marketing activities and audit costs that are to be invoiced to subsidiaries.

Total capital and reserves as at 31 December 2022 amount to HRK 1,749.4 million, which is an HRK 80.6 million rise compared to the balance as at 31 December 2021.

Current liabilities amount to HRK 23.7 million and are higher by HRK 8.2 million compared to the balance as at 31 December 2021. Liabilities to employees remain in total at a level similar as at 31 December 2021, while liabilities to the state record a significant increase of HRK 3.4 million, which is a result of significant VAT attributed to invoices issued in December. Trade payables remain at the similar level as at 31 December 2021 and amount to HRK 10.5 million.

Current provisions and deferrals decreased compared to 31 December 2021 by HRK 1 million as a result of recording accrued un-invoiced liabilities from 2021, amounting to HRK 2.1 million. The balance currently amounts to HRK 0.9 million of the accrued cost of unused annual leave.

As at 31 December 2022, **off-balance sheet items include** mostly security instruments (including corporate guarantees to third parties) issued at the request of the Group subsidiaries for the requirements of financial institutions and suppliers in the amount of HRK 955.6 million (31 December 2021: HRK 944.0 million); at the same time, the subsidiaries issued security instruments to the Company with regard to the aforementioned transactions in the amount of HRK 896.2 million (31 December 2021: HRK 878.4 million). Trade credit insurance from credit relations with affiliated companies amounts to HRK 212.2 million.

BALANCE SHEET

balance as at 31.12.2022

in HRK

Submitter: KONČAR - ELECTRICAL INDUSTRY Inc.			
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	1.378.968.738	1.366.157.456
I INTANGIBLE ASSETS (ADP 004 to 009)	003	1.515.489	332.537
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1.403.822	332.537
3, Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	111.667	0
6 Other intangible assets	009	0	0
II TANGIBLE ASSETS (ADP 011 to 019)	010	347.720.581	352.139.867
1 Land	011	3.334.172	3.334.172
2 Buildings	012	19.647.076	19.120.706
3 Plant and equipment	013	2.548.022	2.808.904
4 Tools, working inventory and transportation assets	014	426.500	219.344
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	1.973.241	34.468
8 Other tangible assets	018	55.742	55.742
9 Investment property	019	319.735.828	326.566.531
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	1.015.012.816	1.001.842.749
1 Investments in holdings (shares) of undertakings within the group	021	789.758.907	776.595.576
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	67.722.257	67.722.257
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	2.181.652	2.174.916
8 Loans, deposits, etc, given	028	155.350.000	155.350.000
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
IV RECEIVABLES (ADP 032 to 035)	031	14.719.852	11.842.303
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	14.719.852	11.842.303
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	0	0
C) CURRENT ASSETS (ADP 038+046+053+063)	037	314.903.167	416.151.645
I INVENTORIES (ADP 039 to 045)	038	52.936.039	15.443.191
1 Raw materials and consumables	039	0	0
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	0	0
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	52.936.039	15.443.191
7 Biological assets	045	0	0

BALANCE SHEET

balance as at 31.12.2022

in HRK

Submitter: KONČAR - ELECTRICAL INDUSTRY Inc.			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
II RECEIVABLES (ADP 047 to 052)			
	046	140.606.722	89.820.827
1 Receivables from undertakings within the group	047	65.436.255	47.706.327
2 Receivables from companies linked by virtue of participating interests	048	34.964.384	38.820.789
3 Customer receivables	049	671.351	247.348
4 Receivables from employees and members of the undertaking	050	38.668	33.661
5 Receivables from government and other institutions	051	0	0
6 Other receivables	052	39.496.064	3.012.702
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)			
	053	99.142.010	209.370.000
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	209.370.000
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc, to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	0	0
8 Loans, deposits, etc, given	061	75.002.676	0
9 Other financial assets	062	24.139.334	0
IV CASH AT BANK AND IN HAND	063	22.218.396	101.517.627
D) PREPAID EXPENSES AND ACCRUED INCOME	064	810.814	2.233.271
E) TOTAL ASSETS (ADP 001+002+037+064)	065	1.694.682.719	1.784.542.372
OFF-BALANCE SHEET ITEMS			
	066	1.828.854.298	2.069.191.540
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+081+084+087)			
	067	1.668.847.927	1.749.378.779
I INITIAL (SUBSCRIBED) CAPITAL	068	1.208.895.930	1.208.895.930
II CAPITAL RESERVES	069	719.579	719.579
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)			
	070	422.284.357	425.867.531
1 Legal reserves	071	49.323.077	51.160.602
2 Reserves for treasury shares	072	34.518.334	34.107.162
3 Treasury shares and holdings (deductible item)	073	-15.869.707	-15.458.535
4 Statutory reserves	074	217.684.029	217.684.029
5 Other reserves	075	136.628.624	138.374.273
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)			
	077	0	0
1 Financial assets at fair value through other comprehensive income (i.e, available for sale)	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)			
	083	197.568	857.830
1 Retained profit	084	197.568	857.830
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)			
	086	36.750.493	113.037.909
1 Profit for the business year	087	36.750.493	113.037.909
2 Loss for the business year	088	0	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0

BALANCE SHEET

balance as at 31.12.2022

in HRK

Submitter: KONČAR - ELECTRICAL INDUSTRY Inc.			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
B) PROVISIONS (ADP 091 to 096)	090	9.241.370	9.296.647
1 Provisions for pensions, termination benefits and similar obligations	091	9.241.370	9.296.647
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	0	0
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	0	0
C) LONG-TERM LIABILITIES (ADP 098 to 108)	097	0	0
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	0	0
11 Deferred tax liability	108	0	0
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	15.428.824	23.691.239
1 Liabilities to undertakings within the group	110	3.323.676	7.087.494
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	2.347.138	3.416.778
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	4.226.170	4.073.068
11 Taxes, contributions and similar liabilities	120	4.962.280	8.366.630
12 Liabilities arising from the share in the result	121	381.923	460.961
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	187.637	286.308
E) ACCRUALS AND DEFERRED INCOME	124	1.164.575	2.175.707
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	1.694.682.696	1.784.542.372
G) OFF-BALANCE SHEET ITEMS	126	1.828.854.298	2.069.191.540

STATEMENT OF PROFIT OR LOSS for the period 01.01.2022 to 31.12.2022

in HRK

Submitter: KONČAR - ELECTRICAL INDUSTRY Inc.					
Item	AOP 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	140.761.452	48.517.139	250.340.251	70.883.931
1 Income from sales with undertakings within the group	002	129.129.605	48.020.921	177.187.899	66.993.598
2 Income from sales (outside group)	003	780.756	215.661	795.291	222.873
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	43.747	273.070	10.896.787	7.844
5 Other operating income (outside the group)	006	10.807.344	7.487	61.460.274	3.659.616
II OPERATING EXPENSES (ADP 08+009+013+017+018+019+022+029)	007	104.597.923	52.981.052	142.762.797	83.421.888
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	22.573.663	6.079.314	22.461.991	5.858.315
a) Costs of raw materials and consumables	010	1.601.680	438.142	1.705.549	397.041
b) Costs of goods sold	011	0	0	0	0
c) Other external costs	012	20.971.983	5.641.172	20.756.442	5.461.274
3 Staff costs (ADP 014 to 016)	013	26.032.003	11.398.995	26.705.750	11.642.537
a) Net salaries and wages	014	14.123.583	6.030.398	14.407.169	5.983.604
b) Tax and contributions from salary costs	015	8.341.514	3.880.317	8.699.775	4.105.156
c) Contributions on salaries	016	3.566.906	1.488.280	3.598.806	1.553.777
4 Depreciation	017	8.389.288	1.989.280	8.448.190	2.112.401
5 Other costs	018	17.856.188	5.050.963	30.137.301	9.737.197
6 Value adjustments (ADP 020+021)	019	28.060.370	27.735.835	53.596.507	53.596.507
a) fixed assets other than financial assets	020	28.060.370	27.735.835	53.596.507	53.596.507
b) current assets other than financial assets	021	0	0	0	0
7 Provisions (ADP 023 to 028)	022	108.614	108.614	135.047	135.047
a) Provisions for pensions, termination benefits and similar obligations	023	108.614	108.614	135.047	135.047
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	0	0	0	0
d) Provisions for renewal of natural resources	026	0	0	0	0
e) Provisions for warranty obligations	027	0	0	0	0
f) Other provisions	028	0	0	0	0
8 Other operating expenses	029	1.577.797	618.051	1.278.011	339.884
III FINANCIAL INCOME (ADP 031 to 040)	030	1.208.441	272.445	5.468.050	1.683.455
1 Income from investments in holdings (shares) of undertakings within the group	031	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	032	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	033	0	0	0	0
4 Other interest income from operations with undertakings within the group	034	20.186	20.063	4.491.874	1.427.358
5 Exchange rate differences and other financial income from operations with undertakings within the group	035	0	0	150.608	150.608
6 Income from other long-term financial investments and loans	036	0	0	0	0
7 Other interest income	037	653.186	203.520	647.975	105.489
8 Exchange rate differences and other financial income	038	0	0	0	0
9 Unrealised gains (income) from financial assets	039	504.680	48.862	0	0
10 Other financial income	040	30.389	0	177.593	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	621.406	-270.164	7.595	-71.945
1 Interest expenses and similar expenses with undertakings within the group	042	0	0	0	0
2. Tečajne razlike i drugi rashodi s poduzetnicima unutar grupe	043	618.802	-271.366	0	-27.632

STATEMENT OF PROFIT OR LOSS for the period 01.01.2022 to 31.12.2022

in HRK

Submitter: KONČAR - ELECTRICAL INDUSTRY Inc.					
Item	AOP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
3 Interest expenses and similar expenses	044	2.604	1.202	859	171
4 Exchange rate differences and other expenses	045	0	0	0	0
5 Unrealised losses (expenses) from financial assets	046	0	0	6.736	-44.484
6 Value adjustments of financial assets (net)	047	0	0	0	0
7 Other financial expenses	048	0	0	0	0
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	049	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	050	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	051	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	052	0	0	0	0
IX TOTAL INCOME (ADP 001+030+049 +050)	053	141.969.893	48.789.584	255.808.301	72.567.386
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	105.219.329	52.710.888	142.770.392	83.349.943
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	36.750.564	-3.921.304	113.037.909	-10.782.557
1 Pre-tax profit (ADP 053-054)	056	36.750.564	0	113.037.909	0
2 Pre-tax loss (ADP 054-053)	057	0	-3.921.304	0	-10.782.557
XII INCOME TAX	058	0	0	0	0
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	36.750.564	-3.921.304	113.037.909	-10.782.557
1 Profit for the period (ADP 055-059)	060	36.750.564	0	113.037.909	0
2 Loss for the period (ADP 059-055)	061	0	-3.921.304	0	-10.782.557
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 (AOP 076+077)	075	0	0	0	0
1 Attributable to owners of the parent	076	0	0	0	0
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	36.750.564	-3.921.304	113.037.909	-10.782.557
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)	079	0	0	0	0
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	0	0	0	0
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0

STATEMENT OF PROFIT OR LOSS for the period 01.01.2022 to 31.12.2022

in HRK

Submitter: KONČAR - ELECTRICAL INDUSTRY Inc.					
Item	AOP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	0	0	0	0
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	083	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	084	0	0	0	0
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
IV Items that may be reclassified to profit or loss (ADP 088 to 095)	087	0	0	0	0
1 Exchange rate differences from translation of foreign operations	088	0	0	0	0
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	089	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	090	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	091	0	0	0	0
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087- 086 - 096)	097	0	0	0	0
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	36.750.564	-3.921.304	113.037.909	-10.782.557
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)	099	0	0	0	0
1 Attributable to owners of the parent	100	0	0	0	0
2 Attributable to minority (non-controlling) interest	101	0	0	0	0

STATEMENT OF CASH FLOWS - direct method for the period 01.01.2022 to 31.12.2022

in HRK

Submitter: KONČAR - ELECTRICAL INDUSTRY Inc.			
item	AOP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Cash receipts from customers	001	28.639.274	49.659.068
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	4.292.809	4.618.373
I Total cash receipts from operating activities (ADP 001 to 005)	006	32.932.083	54.277.441
1 Cash payments to suppliers	007	-32.437.408	-34.861.374
2 Cash payments to employees	008	-24.566.397	-26.230.242
3 Cash payments for insurance premiums	009	0	0
4 Interest paid	010	0	-194
5 Income tax paid	011	0	0
6 Other cash payments from operating activities	012	-11.929.816	-14.539.585
II Total cash payments from operating activities (ADP 007 to 012)	013	-68.933.621	-75.631.395
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 006 + 013)	014	-36.001.538	-21.353.954
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	015	13.712.068	57.201.064
2 Cash receipts from sales of financial instruments	016	36.667.560	52.864.716
3 Interest received	017	79.691	861.904
4 Dividends received	018	66.866.730	94.112.478
5 Cash receipts from the repayment of loans and deposits	019	1.000.000	145.185.103
6 Other cash receipts from investment activities	020	0	113.510.765
III Total cash receipts from investment activities (ADP 015 to 020)	021	118.326.049	463.736.030
1 Cash payments for the purchase of fixed tangible and intangible assets	022	-2.885.115	-11.046.783
2 Cash payments for the acquisition of financial instruments	023	-14.642.848	-39.607.650
3 Cash payments for loans and deposits	024	-231.350.000	-279.376.204
4 Acquisition of a subsidiary, net of cash acquired	025	0	0
5 Other cash payments from investment activities	026	-60.252.500	-18.339
IV Total cash payments from investment activities (ADP 022 to 026)	027	-309.130.463	-330.048.976
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 021 + 027)	028	-190.804.414	133.687.054
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	-14.718.242	-33.019.498
3 Cash payments for finance lease	036	0	0
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capita	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	-14.718.242	-33.019.498
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 033 + 039)	040	-14.718.242	-33.019.498
1 Unrealised exchange rate differences in respect of cash and cash equivalents	041	-611.599	-14.350
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 014 + 028 + 040 + 041)	042	-242.135.793	79.299.252
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	043	264.354.168	22.218.375
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (042+043)	044	22.218.375	101.517.627

STATEMENT OF CHANGES IN EQUITY

for the period from 01.01.2022 to 31.12.2022

B Financial statements of KONČAR – Electrical Industry Inc. for the period January - December 2022

in HRK

Item	AOP code	Attributable to owners of the parent																Minority (non-controlling) interest	Total capital and reserves
		Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Other reserves	Re-valuation 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		
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)
Previous period																			
1 Balance on the first day of the previous business year	01	1.208.895.930	719.579	48.982.462	34.518.335	15.869.708	217.684.029	136.288.008	0	0	0	0	0	0	8.830.097	6.812.307	1.646.861.039	0	1.646.861.039
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	03	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	1.208.895.930	719.579	48.982.462	34.518.335	15.869.708	217.684.029	136.288.008	0	0	0	0	0	0	8.830.097	6.812.307	1.646.861.039	0	1.646.861.039
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	0	0	36.750.493	36.750.493	0	36.750.493
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
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
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	0	0	0	0	0	0	0	0	0	0
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
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
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
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	13	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	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
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
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
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
18 Redemption of treasury shares/holdings	18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payments from members/shareholders	19	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	0	0	0
21 Other distributions and payments to members/shareholders	21	0	0	0	0	0	0	0	0	0	0	0	0	0	-8.632.528	-6.131.077	-14.763.605	0	-14.763.605
22 Transfer to reserves according to the annual schedule	22	0	0	340.615	0	0	0	340.615	0	0	0	0	0	0	0	-681.230	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	0	0	0	0
24 Balance on the last day of the previous business year reporting period (ADP 04 to 23)	24	1.208.895.930	719.579	49.323.077	34.518.335	15.869.708	217.684.029	136.628.623	0	0	0	0	0	0	197.569	36.750.493	1.668.847.927	0	1.668.847.927
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																			
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)	25	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+25)	26	0	0	0	0	0	0	0	0	0	0	0	0	0	0	36.750.493	36.750.493	0	36.750.493
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 23)	27	0	0	340.615	0	0	0	340.615	0	0	0	0	0	0	-8.632.528	-6.812.307	-14.763.605	0	-14.763.605

STATEMENT OF CHANGES IN EQUITY

for the period from 01.01.2022 to 31.12.2022

B Financial statements of KONČAR – Electrical Industry Inc. for the period January - December 2022

in HRK

Item	AOP code	Attributable to owners of the parent																Minority (non-controlling) interest	Total capital and reserves
		Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Other reserves	Re-valuation 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		
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)
Current period																			
1 Balance on the first day of the previous business year	28	1.208.895.930	719.579	49.323.077	34.518.335	15.869.708	217.684.029	136.628.623	0	0	0	0	0	0	197.569	36.750.493	1.668.847.927	0	1.668.847.927
2 Changes in accounting policies	29	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
4 Balance on the first day of the previous business year (restated) (ADP 28 to 30)	31	1.208.895.930	719.579	49.323.077	34.518.335	15.869.708	217.684.029	136.628.623	0	0	0	0	0	0	197.569	36.750.493	1.668.847.927	0	1.668.847.927
5 Profit/loss of the period	32	0	0	0	0	0	0	0	0	0	0	0	0	0	0	113.037.909	113.037.909	0	113.037.909
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
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
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
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
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
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
12 Actuarial gains/losses on the defined benefit obligation	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
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
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
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
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
18 Redemption of treasury shares/holdings	45	0	0	0	0	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
20 Payment of share in profit/dividend	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-33.090.837	-33.090.837	0	-33.090.837
21 Other distributions and payments to members/shareholders	48	0	0	0	-411.173	-411.173	0	0	0	0	0	0	0	0	583.779	0	583.779	0	583.779
22 Transfer to reserves according to the annual schedule	49	0	0	1.837.525	0	0	0	1.745.648	0	0	0	0	0	0	76.483	-3.659.656	0	0	0
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
24 Balance on the last day of the previous business year reporting period (ADP 31 to 50)	51	1.208.895.930	719.579	51.160.602	34.107.162	15.458.535	217.684.029	138.374.271	0	0	0	0	0	0	857.831	113.037.909	1.749.378.778	0	1.749.378.778
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																			
I OTHER COMPREHENSIVE INCOME OF THE CURRENT PERIOD, NET OF TAX (ADP 33 to 41)	52	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 32 to 52)	53	0	0	0	0	0	0	0	0	0	0	0	0	0	0	113.037.909	113.037.909	0	113.037.909
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 42 to 50)	54	0	0	1.837.525	-411.173	-411.173	0	1.745.648	0	0	0	0	0	0	660.262	-36.750.493	-32.507.058	0	-32.507.058

NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS - TFI

Name of issuer: KONČAR – Electrical Industry Inc.

PIN: 45050126417

Reporting period: 1 January 2022 to 31 December 2022

1 General information about the company

KONČAR – Electrical Industry Inc. (PIN: 45050126417) Zagreb, Fallerovo šetalište 22 (the Company) is the Parent Company of the KONČAR – Electrical Industry Group. As the parent company, the Company also prepares consolidated reports, which are presented separately. These unconsolidated financial statements of the Company are financial statements of the company as a separate entity. The Company manages its wholly-owned dependent and affiliated companies.

The average number of employees in 2022 was 56 (2021: 50 employees).

2 Significant accounting policies

These financial statements for the year ended 31 December 2022 should be read in conjunction with the Company's last annual financial statements as at and for the year ended 31 December 2021 ('last annual financial statements'), because they do not include all of the information required for a complete set of financial statements prepared in accordance with IFRS Standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements. Annual standalone and consolidated financial statements have been published on the Company's website.

In preparing these financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. The resulting accounting estimates will, by definition, seldom equal the related actual results. Key accounting estimates were the same as those described in the last annual financial statements. The accounting policies applied in these financial statements are the same as those applied in the Company's financial statements as at and for the year ended 31 December 2021.

Seasonal effects

The Company is not exposed to significant seasonal or cyclical changes in its business operations.

3 Sales revenue

	2022 HRK	2021 HRK
Income from dividends /i/	97.886.115	75.435.155
Income from contracts with customers /ii/	80.097.075	54.475.205
	177.983.190	129.910.360
<i>/i/ Income from dividends</i>		
	2022 HRK	2021 HRK
Income from dividends – dependent companies	59.721.723	41.221.991
Income from dividends – affiliated companies	38.164.392	34.213.164
	97.886.115	75.435.155
<i>/ii/ Income from contracts with customers</i>		
	2022 HRK	2021 HRK
<i>Type of service</i>		
Income from brand fees (fees for using the company name, trademark and service mark)	51.369.796	25.993.687
Income from real estate management	24.180.764	23.969.500
Income from other fees	4.546.515	4.512.018
Total income from contracts with customers	80.097.075	54.475.205

4 Other income and operating expenses

Other income mostly relates to the gain from the sale of land and buildings and to the gain based on return of redemption of claims on loans.

During 2022, the company carried out value adjustments of investments in subsidiaries in the amount of HRK 52.8 million and value adjustments of intangible assets in the amount of HRK 0.8 million.

5 Income tax

Income tax expense is recognised at an amount determined by multiplying the profit before tax for the reporting period by the management's best estimate of the average annual income tax rate expected for the full financial year. Income tax expense is adjusted for the tax effect of certain items recognised in full in the reporting period. Considering the tax loss carryforwards, the Company does not recognise income tax expense.

6 Earnings per share

	2022 HRK	2021 HRK
Profit for the year	113.037.909	36.750.564
Weighted average number of shares	2.545.159	2.545.449
Earnings per share in HRK	44,41	14,44

7 Property, plant and equipment

During 2022, the Company procured assets in the amount of HRK 15.093 thousand (2021: HRK 4.861 thousand), while depreciation costs amounted to HRK 8.054 thousand (2021: HRK 8.005 thousand).

8 Investments in subsidiaries

	31 December 2022 HRK 000	31 December 2021 HRK 000	31 December 2022 HRK 000	31 December 2021 HRK 000
Stakes (shares) in subsidiaries in Croatia				
KONČAR – Switchgear; Zagreb	84.364	84.364	100	100
KONČAR – Steel Structures, Zagreb	126.419	126.419	100	100
KONČAR – Generators and Motors, Zagreb	85.157	107.928	100	100
KONČAR – Distribution and Special Transformers, Zagreb	62.118	62.118	52,73	52,73
KONČAR – Electrical Engineering Institute, Zagreb	60.936	60.936	100	100
KONČAR – Infrastructure and Services, Zagreb	56.691	56.691	100	100
KONČAR – Electronics and Informatics, Zagreb	62.935	61.328	100	97,64
KONČAR – Renewable Energy Sources, Zagreb	43.196	43.196	91,25	91,25
KONČAR – Engineering Co. Ltd. , Zagreb	70.103	70.103	100	100
KONČAR – Motors and electrical systems Ltd., Zagreb	48.601	48.601	100	100
KONČAR – Electric Vehicles, Zagreb	36.409	36.409	75,04	75,04
KONČAR – Instrument Transformers, Zagreb	30.446	30.446	61,97	61,97
KONČAR – Digital, Zagreb	9.200	1.200	100	100
KONČAR – Investments, Zagreb	20	20	100	100
	776.595	789.759		

9 Capital and reserves

Share (subscribed) capital has a nominal value of HRK 1,208,895,930 (31 December 2021: HRK 1,208,895,930) and consists of 2,572,119 shares with a nominal value of HRK 470.00. The Company's ordinary shares are listed on the Official Market of Zagreb Stock Exchange, identified by the symbol KOEI-R-A. As at 31 December 2022, the Company owned 25,979 treasury shares (31 December 2021: 26,670 shares).

10 Contingent liabilities and off-balance sheet items

Off-balance sheet records as at 31 December 2022 include collaterals issued (including corporate guarantees to third parties) at the request of the Group's subsidiaries to financial institutions and suppliers in the amount of HRK 955,656 thousand (31 December 2021: HRK 944,008 thousand) , while subsidiaries issued collateral to the Company from the aforementioned transactions in the amount of HRK 896,247 thousand (31 December 2021: HRK 878,376 thousand). The collateras received for loans given to subsidiaries amount HRK 212,2 million (31 December 2021.: HRK 0).

11 Related party transactions

<i>in HRK thousand</i>	Transactions for the year ended	
	31 December 2022	31 December 2021
Income from services		
Subsidiaries	80.295	51.262
Associates	2.775	2.481
Gain from the sale of tangible assets		
Subsidiaries	10.866	14
Income from dividends		
Subsidiaries	59.722	41.222
Associates	38.164	34.213
Finance income		
Subsidiaries	4.492	20
Cost of services		
Subsidiaries	26.050	16.918
<i>in HRK thousand</i>	31 December 2022	31 December 2021
Receivables from operating activities		
Subsidiaries	38.724	15.419
Associates	656	749
Dividend receivables		
Associates	38.164	34.213
Other receivables		
Subsidiaries	5.150	50.000
Receivables from financing activities		
Subsidiaries	368.553	155.370
Liabilities from operating activities		
Subsidiaries	7.087	3.327

12 Events after the reporting date

After the reporting date, until the date of approval of the financial statements, there were no events that would significantly affect the Company's financial statements for the year ended 31 December 2022, which should, consequently, be adjusted and/or disclosed.

C Management's Statement of Responsibility

Unaudited Financial Statements of KONČAR – Electrical Industry Inc. for the period 1 January to 31 December 2022 have been drawn up in accordance with the International Financial Reporting Standards (IFRS) and with the Croatian Accounting Act.

Unaudited Financial Statements of KONČAR – Electrical Industry Inc. for the period from 1 January 2022 to 31 December 2022 give a comprehensive and a true and fair view of assets and liabilities, profit and loss, financial position and business operations of the issuer and the Company.

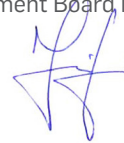
The Management Statement for the period ending 31 December 2022 gives a true and fair view of the company's business performance.

Signed on behalf of the Management Board:

Gordan Kolak
President of the Management Board



Josip Lasić
Member of the Management Board in charge of Finance



Zagreb, 28 February 2023



KONČAR

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