

Annex 1

ISSUER'S GENERAL DATA

Reporting period:

1.1.2020

to

31.12.2020

Year:

2020

Quarter:

4.

Quarterly financial statements

Registration number (MB):

04440889

Issuer's home Member

State code:

HR

Entity's registration
number (MBS):

040352133

Personal identification
number (OIB):

82344583628

LEI:

74780000L0DH9RUW0104

Institution
code:

92485

Name of the issuer: FTB TURIZAM d.d.

Postcode and town:

10000

ZAGREB

Street and house number:

MIRAMARSKA 24

E-mail address:

info@ftb-turizam.com

Web address:

www.ftb-turizam.com

Number of employees
(end of the reporting

29

Consolidated report:

KD

(KN-not consolidated/KD-consolidated)

Audited:

RN

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

HOTELI CAVTAT d.d. CAVTAT

CAVTAT

91951159924

HOTELI METROPOL d.o.o. PORTOROŽ

PORTOROŽ

6767648000

REMISENS HOTEL GROUP d.o.o.

ZAGREB

48407935600

Bookkeeping firm:

(Yes/No)

(name of the bookkeeping firm)

Contact person:

Kamenar Biserka

(only name and surname of the contact person)

Telephone:

091 907 86 29

E-mail address:

biserka.kamenar@remisens.com

Audit firm:

(name of the audit firm)

Certified auditor:

(name and surname)

BALANCE SHEET
balance as at 31 12 2020

in HRK

| Submitter: FTB TURIZAM 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 | | |
| B) FIXED ASSETS (ADP 003+010+020+031+036) | 002 | 379.093.421 | 351.390.193 |
| I INTANGIBLE ASSETS (ADP 004 to 009) | 003 | 6.776.664 | 9.279.003 |
| 1 Research and development | 004 | | 25.929 |
| 2 Concessions, patents, licences, trademarks, software and other rights | 005 | 2.068.967 | 1.577.377 |
| 3 Goodwill | 006 | 4.707.697 | 4.707.697 |
| 4 Advances for the purchase of intangible assets | 007 | | |
| 5 Intangible assets in preparation | 008 | | |
| 6 Other intangible assets | 009 | | 2.968.000 |
| II TANGIBLE ASSETS (ADP 011 to 019) | 010 | 371.388.402 | 341.305.939 |
| 1 Land | 011 | 99.812.551 | 99.996.281 |
| 2 Buildings | 012 | 208.858.980 | 207.078.223 |
| 3 Plant and equipment | 013 | | |
| 4 Tools, working inventory and transportation assets | 014 | 52.238.778 | 20.826.459 |
| 5 Biological assets | 015 | | |
| 6 Advances for the purchase of tangible assets | 016 | 81 | |
| 7 Tangible assets in preparation | 017 | 7.382.625 | 13.323.122 |
| 8 Other tangible assets | 018 | | 81.854 |
| 9 Investment property | 019 | 3.095.387 | |
| III FIXED FINANCIAL ASSETS (ADP 021 to 030) | 020 | 142.181 | 17.946 |
| 1 Investments in holdings (shares) of undertakings within the group | 021 | | |
| 2 Investments in other securities of undertakings within the group | 022 | | |
| 3 Loans, deposits, etc. to undertakings within the group | 023 | | |
| 4. Investments in holdings (shares) of companies linked by virtue of participating interests | 024 | | |
| 5 Investment in other securities of companies linked by virtue of participating interests | 025 | | |
| 6 Loans, deposits etc. to companies linked by virtue of participating interests | 026 | | |
| 7 Investments in securities | 027 | 142.181 | 17.946 |
| 8 Loans, deposits, etc. given | 028 | | |
| 9 Other investments accounted for using the equity method | 029 | | |
| 10 Other fixed financial assets | 030 | | |
| IV RECEIVABLES (ADP 032 to 035) | 031 | 0 | 0 |
| 1 Receivables from undertakings within the group | 032 | | |
| 2 Receivables from companies linked by virtue of participating interests | 033 | | |
| 3 Customer receivables | 034 | | |
| 4 Other receivables | 035 | | |
| V DEFERRED TAX ASSETS | 036 | 786.174 | 787.305 |
| C) CURRENT ASSETS (ADP 038+046+053+063) | 037 | 64.774.913 | 29.971.207 |
| I INVENTORIES (ADP 039 to 045) | 038 | 1.728.743 | 987.165 |
| 1 Raw materials and consumables | 039 | 1.461.566 | 904.329 |
| 2 Work in progress | 040 | | |
| 3 Finished goods | 041 | | |
| 4 Merchandise | 042 | 20.846 | 20.996 |
| 5 Advances for inventories | 043 | 246.331 | 61.840 |
| 6 Fixed assets held for sale | 044 | | |
| 7 Biological assets | 045 | | |
| II RECEIVABLES (ADP 047 to 052) | 046 | 14.708.555 | 7.188.010 |
| 1 Receivables from undertakings within the group | 047 | | |
| 2 Receivables from companies linked by virtue of participating interests | 048 | | |
| 3 Customer receivables | 049 | 13.108.131 | 225.534 |
| 4 Receivables from employees and members of the undertaking | 050 | 297.150 | 125.197 |
| 5 Receivables from government and other institutions | 051 | 992.981 | 6.584.837 |
| 6 Other receivables | 052 | 310.293 | 252.442 |

| | | | |
|---|------------|-------------|-------------|
| III CURRENT FINANCIAL ASSETS (ADP 054 to 062) | 053 | 2.373.966 | 22.599 |
| 1 Investments in holdings (shares) of undertakings within the group | 054 | | |
| 2 Investments in other securities of undertakings within the group | 055 | | |
| 3 Loans, deposits, etc. to undertakings within the group | 056 | 2.371.741 | |
| 4 Investments in holdings (shares) of companies linked by virtue of participating interests | 057 | | |
| 5 Investment in other securities of companies linked by virtue of participating interests | 058 | | |
| 6 Loans, deposits etc. to companies linked by virtue of participating interests | 059 | | |
| 7 Investments in securities | 060 | | |
| 8 Loans, deposits, etc. given | 061 | | 22.599 |
| 9 Other financial assets | 062 | 2.225 | |
| IV CASH AT BANK AND IN HAND | 063 | 45.963.649 | 21.773.433 |
| D) PREPAID EXPENSES AND ACCRUED INCOME | 064 | 122.686 | 315.619 |
| E) TOTAL ASSETS (ADP 001+002+037+064) | 065 | 443.991.020 | 381.677.019 |
| OFF-BALANCE SHEET ITEMS | 066 | | |

| LIABILITIES | | | |
|---|------------|--------------------|--------------------|
| A) CAPITAL AND RESERVES (ADP 068 to | 067 | 266.657.816 | 202.919.437 |
| I INITIAL (SUBSCRIBED) CAPITAL | 068 | 202.769.470 | 202.769.470 |
| II CAPITAL RESERVES | 069 | | |
| III RESERVES FROM PROFIT (ADP 071+072-073+074+075) | 070 | 36.074.337 | 37.370.607 |
| 1 Legal reserves | 071 | 6.966 | 488.560 |
| 2 Reserves for treasury shares | 072 | 8.963.460 | 8.963.460 |
| 3 Treasury shares and holdings (deductible item) | 073 | -8.963.460 | -8.963.460 |
| 4 Statutory reserves | 074 | | |
| 5 Other reserves | 075 | 36.067.371 | 36.882.047 |
| IV REVALUATION RESERVES | 076 | | |
| V FAIR VALUE RESERVES (ADP 078 to 080) | 077 | 0 | 0 |
| 1 Fair value of financial assets available for sale | 078 | | |
| 2 Cash flow hedge - effective portion | 079 | | |
| 3 Hedge of a net investment in a foreign operation - effective portion | 080 | | |
| VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083) | 081 | 1.912.251 | 30.341.885 |
| 1 Retained profit | 082 | 1.912.251 | 30.341.885 |
| 2 Loss brought forward | 083 | | |
| VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) | 084 | 25.006.298 | -68.482.840 |
| 1 Profit for the business year | 085 | 25.006.298 | |
| 2 Loss for the business year | 086 | | 68.482.840 |
| VIII MINORITY (NON-CONTROLLING) INTEREST | 087 | 895.460 | 920.315 |
| B) PROVISIONS (ADP 089 to 094) | 088 | 11.835.132 | 10.903.479 |
| 1 Provisions for pensions, termination benefits and similar obligations | 089 | 792.675 | 783.901 |
| 2 Provisions for tax liabilities | 090 | | |
| 3 Provisions for ongoing legal cases | 091 | | |
| 4 Provisions for renewal of natural resources | 092 | | |
| 5 Provisions for warranty obligations | 093 | | |
| 6 Other provisions | 094 | 11.042.457 | 10.119.578 |
| C) LONG-TERM LIABILITIES (ADP 096 to 106) | 095 | 110.474.793 | 124.761.964 |
| 1 Liabilities to undertakings within the group | 096 | | |
| 2 Liabilities for loans, deposits, etc. of undertakings within the group | 097 | | |
| 3 Liabilities to companies linked by virtue of participating interests | 098 | | |
| 4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests | 099 | | |
| 5 Liabilities for loans, deposits etc. | 100 | | |
| 6 Liabilities to banks and other financial institutions | 101 | 98.063.395 | 113.303.651 |
| 7 Liabilities for advance payments | 102 | | |
| 8 Liabilities to suppliers | 103 | | |
| 9 Liabilities for securities | 104 | | |
| 10 Other long-term liabilities | 105 | 2.208.384 | 2.208.000 |
| 11 Deferred tax liability | 106 | 10.203.014 | 9.250.313 |
| D) SHORT-TERM LIABILITIES (ADP 108 to 121) | 107 | 53.180.936 | 43.092.139 |
| 1 Liabilities to undertakings within the group | 108 | | |
| 2 Liabilities for loans, deposits, etc. of undertakings within the group | 109 | 2.232.774 | |
| 3 Liabilities to companies linked by virtue of participating interests | 110 | | |
| 4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests | 111 | | |
| 5 Liabilities for loans, deposits etc. | 112 | | |
| 6 Liabilities to banks and other financial institutions | 113 | 24.663.959 | 35.521.121 |
| 7 Liabilities for advance payments | 114 | 16.113.116 | 3.250.757 |
| 8 Liabilities to suppliers | 115 | 4.331.007 | 2.923.350 |
| 9 Liabilities for securities | 116 | | |
| 10 Liabilities to employees | 117 | 1.811.086 | 858.935 |
| 11 Taxes, contributions and similar liabilities | 118 | 3.165.265 | 187.755 |
| 12 Liabilities arising from the share in the result | 119 | | |
| 13 Liabilities arising from fixed assets held for sale | 120 | | |
| 14 Other short-term liabilities | 121 | 863.729 | 350.221 |
| E) ACCRUALS AND DEFERRED INCOME | 122 | 1.842.343 | |
| F) TOTAL – LIABILITIES (ADP 067+088+095+107+122) | 123 | 443.991.020 | 381.677.019 |
| G) OFF-BALANCE SHEET ITEMS | 124 | | |

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2020.to 31.12.2020.

in HRK

Submitter: FTB TURIZAM 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 126 to 130) | 125 | 185.913.632 | 18.374.523 | 7.063.391 | 1.622.595 |
| 1 Income from sales with undertakings within the group | 126 | | | | |
| 2 Income from sales (outside group) | 127 | 184.199.456 | 18.374.523 | 938.692 | |
| 3 Income from the use of own products, goods and services | 128 | | | | |
| 4 Other operating income with undertakings within the group | 129 | | | | |
| 5 Other operating income (outside the group) | 130 | 1.714.176 | | 6.124.699 | 1.622.595 |
| II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153) | 131 | 152.952.700 | 34.724.314 | 72.200.349 | 15.725.422 |
| 1 Changes in inventories of work in progress and finished goods | 132 | | | | |
| 2 Material costs (ADP 134 to 136) | 133 | 47.157.191 | 3.717.969 | 9.615.664 | 2.002.806 |
| a) Costs of raw materials and consumables | 134 | 31.467.721 | 3.717.699 | 830.300 | 389.830 |
| b) Costs of goods sold | 135 | 2.122 | 270 | | |
| c) Other external costs | 136 | 15.687.348 | | 8.785.364 | 1.612.976 |
| 3 Staff costs (ADP 138 to 140) | 137 | 38.003.644 | 9.400.988 | 12.281.043 | 1.228.858 |
| a) Net salaries and wages | 138 | 23.011.937 | 5.681.999 | 7.359.663 | 729.937 |
| b) Tax and contributions from salary costs | 139 | 9.862.259 | 2.435.143 | 3.154.141 | 312.830 |
| c) Contributions on salaries | 140 | 5.129.448 | 1.283.846 | 1.767.239 | 186.091 |
| 4 Depreciation | 141 | 41.666.596 | 10.551.270 | 38.939.534 | 9.579.217 |
| 5 Other costs | 142 | | | 8.829.838 | 1.862.706 |
| 6 Value adjustments (ADP 144+145) | 143 | 2.740.556 | 2.384.298 | 2.534.270 | 1.051.835 |
| a) fixed assets other than financial assets | 144 | | | 1.579.760 | 123.037 |
| b) current assets other than financial assets | 145 | 2.740.556 | 2.384.298 | 954.510 | 928.798 |
| 7 Provisions (ADP 147 to 152) | 146 | 0 | 0 | 0 | 0 |
| a) Provisions for pensions, termination benefits and similar obligations | 147 | | | | |
| b) Provisions for tax liabilities | 148 | | | | |
| c) Provisions for ongoing legal cases | 149 | | | | |
| d) Provisions for renewal of natural resources | 150 | | | | |
| e) Provisions for warranty obligations | 151 | | | | |
| f) Other provisions | 152 | | | | |
| 8 Other operating expenses | 153 | 23.384.713 | 8.669.789 | | |
| III FINANCIAL INCOME (ADP 155 to 164) | 154 | 677.928 | 316.499 | 151.209 | 86.697 |
| 1 Income from investments in holdings (shares) of undertakings within the group | 155 | | | | |
| 2 Income from investments in holdings (shares) of companies linked by virtue of participating interests | 156 | | | | |
| 3 Income from other long-term financial investment and loans granted to undertakings within the group | 157 | | | | |
| 4 Other interest income from operations with undertakings within the group | 158 | | | | |
| 5 Exchange rate differences and other financial income from operations with undertakings within the group | 159 | | | | |
| 6 Income from other long-term financial investments and loans | 160 | | | | |
| 7 Other interest income | 161 | 677.928 | 316.499 | 9.809 | |
| 8 Exchange rate differences and other financial income | 162 | | | 141.400 | 86.697 |
| 9 Unrealised gains (income) from financial assets | 163 | | | | |
| 10 Other financial income | 164 | | | | |
| IV FINANCIAL EXPENSES (ADP 166 to 172) | 165 | 3.176.807 | 980.654 | 3.497.091 | 1.849.199 |
| 1 Interest expenses and similar expenses with undertakings within the group | 166 | | | | |
| 2 Exchange rate differences and other expenses from operations with undertakings within the group | 167 | | | | |
| 3 Interest expenses and similar expenses | 168 | 3.176.807 | 980.654 | 2.246.673 | 678.202 |
| 4 Exchange rate differences and other expenses | 169 | | | 1.250.418 | 1.170.997 |
| 5 Unrealised losses (expenses) from financial assets | 170 | | | | |
| 6 Value adjustments of financial assets (net) | 171 | | | | |
| 7 Other financial expenses | 172 | | | | |
| V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS | 173 | | | | |
| VI SHARE IN PROFIT FROM JOINT VENTURES | 174 | | | | |
| VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST | 175 | | | | |
| VIII SHARE IN LOSS OF JOINT VENTURES | 176 | | | | |
| IX TOTAL INCOME (ADP 125+154+173 + 174) | 177 | 186.591.560 | 18.691.022 | 7.214.600 | 1.709.292 |
| X TOTAL EXPENDITURE (ADP 131+165+175 + 176) | 178 | 156.129.507 | 35.704.968 | 75.697.440 | 17.574.621 |
| XI PRE-TAX PROFIT OR LOSS (ADP 177-178) | 179 | 30.462.053 | -17.013.946 | -68.482.840 | -15.865.329 |
| 1 Pre-tax profit (ADP 177-178) | 180 | 30.462.053 | 0 | 0 | 0 |
| 2 Pre-tax loss (ADP 178-177) | 181 | 0 | -17.013.946 | -68.482.840 | -15.865.329 |
| XII INCOME TAX | 182 | 5.455.755 | 5.455.755 | | |
| XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182) | 183 | 25.006.298 | -22.469.701 | -68.482.840 | -15.865.329 |
| 1 Profit for the period (ADP 179-182) | 184 | 25.006.298 | 0 | 0 | 0 |
| 2 Loss for the period (ADP 182-179) | 185 | 0 | -22.469.701 | -68.482.840 | -15.865.329 |

| 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 187-188) | 186 | 0 | 0 | 0 | 0 |
| 1 Pre-tax profit from discontinued operations | 187 | | | | |
| 2 Pre-tax loss on discontinued operations | 188 | | | | |
| XV INCOME TAX OF DISCONTINUED OPERATIONS | 189 | | | | |
| 1 Discontinued operations profit for the period (ADP 186-189) | 190 | | | | |
| 2 Discontinued operations loss for the period (ADP 189-186) | 191 | | | | |
| TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations) | | | | | |
| XVI PRE-TAX PROFIT OR LOSS (ADP 179+186) | 192 | | | | |
| 1 Pre-tax profit (ADP 192) | 193 | | | | |
| 2 Pre-tax loss (ADP 192) | 194 | | | | |
| XVII INCOME TAX (ADP 182+189) | 195 | | | | |
| XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 192-195) | 196 | | | | |
| 1 Profit for the period (ADP 192-195) | 197 | | | | |
| 2 Loss for the period (ADP 195-192) | 198 | | | | |
| 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 200+201) | 199 | 25.006.298 | -22.469.701 | -68.482.840 | -15.865.329 |
| 1 Attributable to owners of the parent | 200 | 24.891.033 | -22.484.079 | -68.501.373 | -15.791.749 |
| 2 Attributable to minority (non-controlling) interest | 201 | 115.265 | 14.378 | 18.533 | -73.580 |
| STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS) | | | | | |
| I PROFIT OR LOSS FOR THE PERIOD | 202 | 25.006.298 | -22.469.701 | -68.482.840 | -15.865.329 |
| II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 204 to 211) | 203 | 785.555 | 785.555 | 0 | 0 |
| 1 Exchange rate differences from translation of foreign operations | 204 | 785.555 | 785.555 | | |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets | 205 | | | | |
| 3 Profit or loss arising from subsequent measurement of financial assets available for sale | 206 | | | | |
| 4 Profit or loss arising from effective cash flow hedging | 207 | | | | |
| 5 Profit or loss arising from effective hedge of a net investment in a foreign operation | 208 | | | | |
| 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests | 209 | | | | |
| 7 Actuarial gains/losses on the defined benefit obligation | 210 | | | | |
| 8 Other changes in equity unrelated to owners | 211 | | | | |
| III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD | 212 | | | | |
| IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212) | 213 | 785.555 | 785.555 | 0 | 0 |
| V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213) | 214 | 25.791.853 | -21.684.146 | -68.482.840 | -15.865.329 |
| 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 216+217) | 215 | 25.791.853 | -21.684.146 | -68.482.840 | -15.865.329 |
| 1 Attributable to owners of the parent | 216 | 25.676.588 | -21.698.524 | -68.501.373 | -15.791.749 |
| 2 Attributable to minority (non-controlling) interest | 217 | 115.265 | 14.378 | 18.533 | -73.580 |

| | ADP code 2 | Same period of the previous year 3 | Current period 4 |
|--|------------------|--|---------------------|
| | 001 | 30.462.053 | -68.482.840 |
| | 002 | 41.666.596 | 38.939.534 |
| | 003 | 41.666.596 | 38.939.534 |
| | 004 | | |
| | 005 | | |
| | 006 | | |
| | 007 | | |
| | 008 | | |
| | 009 | | |
| | 010 | | |
| | 011 | 72.128.649 | -29.543.306 |
| | 012 | 13.427.326 | -10.021.533 |
| | 013 | 20.752.141 | -10.088.797 |
| | | -7WhBT0 g72.74 3g0 G/F2 6.36 | |

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

STATEMENT OF CHANGES IN EQUITY
for the period from 1.1.2020 to 31.12.2020

in HRK

| Item | ADP 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 | Revaluation reserves | Fair value of financial assets available for sale | Cash flow hedge - effective portion | Hedge of a net investment in a foreign operation - effective portion | 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 (3 to 6 - 7 + 8 to 15) | 17 | 18 (16+17) |
| Previous period | | | | | | | | | | | | | | | | | |
| 1 Balance on the first day of the previous business year | 01 | 202.769.470 | | 6.966 | 8.963.460 | 8.963.460 | | 33.892.312 | | | | | | 3.416.814 | 240.085.562 | 780.195 | 240.865.757 |
| 2 Changes in accounting policies | 02 | | | | | | | | | | | | | | 0 | | 0 |
| 3 Correction of errors | 03 | | | | | | | | | | | | | | 0 | | 0 |
| 4 Balance on the first day of the previous business year (restated) (ADP 01 to 03) | 04 | 202.769.470 | 0 | 6.966 | 8.963.460 | 8.963.460 | 0 | 33.892.312 | 0 | 0 | 0 | 0 | 0 | 3.416.814 | 240.085.562 | 780.195 | 240.865.757 |
| 5 Profit/loss of the period | 05 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 24.891.587 | 24.891.587 | 115.265 | 25.006.852 |
| 6 Exchange rate differences from translation of foreign operations | 06 | 0 | 0 | 0 | 0 | 0 | 0 | 1.600.958 | 0 | 0 | 0 | 0 | 0 | 0 | 1.600.958 | 0 | 1.600.958 |
| 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 |
| 8 Profit or loss arising from subsequent measurement of financial assets available for sale | 08 | 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 |
| 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 |
| 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 |
| 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 |
| 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 |
| 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 |
| 15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure) | 15 | | | | | | | | | | | | | | 0 | | 0 |
| 16 Increase in initial (subscribed) capital arising from the reinvestment of profit | 16 | | | | | | | | | | | | | | 0 | | 0 |
| 17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure | 17 | | | | | | | | | | | | | | 0 | | 0 |
| 18 Redemption of treasury shares/holdings | 18 | | | | | | | | | | | | | | 0 | | 0 |
| 19 Payment of share in profit/dividend | 19 | | | | | | | | | | | | | | 0 | | 0 |
| 20 Other distribution to owners | 20 | | | | | | | | | | | | | | 0 | | 0 |
| 21 Transfer to reserves according to the annual schedule | 21 | | | 481.594 | | | | 1.388.777 | | | | | | -1.871.000 | -629 | | -629 |
| 22 Increase in reserves arising from the pre-bankruptcy settlement procedure | 22 | | | | | | | | | | | | | | 0 | | 0 |
| 23 Balance on the last day of the previous business year reporting period (04 to 22) | 23 | 202.769.470 | 0 | 488.560 | 8.963.460 | 8.963.460 | 0 | 36.882.047 | 0 | 0 | 0 | 0 | 0 | 26.437.401 | 266.577.476 | 895.460 | 267.472.938 |
| 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) | 24 | 0 | 0 | 0 | 0 | 0 | 0 | 1.600.958 | 0 | 0 | 0 | 0 | 0 | 0 | 1.600.958 | 0 | 1.600.958 |
| II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+24) | 25 | 0 | 0 | 0 | 0 | 0 | 0 | 1.600.958 | 0 | 0 | 0 | 0 | 0 | 24.891.587 | 26.492.545 | 115.265 | 26.607.810 |
| III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 22) | 26 | 0 | 0 | 481.594 | 0 | 0 | 0 | 1.388.777 | 0 | 0 | 0 | 0 | 0 | -1.871.000 | -629 | 0 | -629 |

Management Board Report on the state of the FTB TURIZAM Group for 2020

The consolidated operating results of the FTB TURIZAM Group (Hoteli Cavtat d.d., Hoteli Metropol d.o.o., Remisens Hotel Group d.o.o. and FTB TURIZAM d.d.) for the 2020 show that the Groups operating income, which also includes extraordinary income (in the attached report), is 7.1 million kn, which is by c. 96% less compared to the same period last year. According to the Usali report, the operating income category, which includes revenues from the accommodation, board and extra food and beverages, sports, and other operating income (that is, without extraordinary income) in the observed period decreased by 99% compared to last year. Overnights decreased by 99% compared to the same period last year. The reason for the shortfall in the mentioned business income and overnight stays compared to the same period last year is the global coronavirus pandemic (COVID - 19). The consequences of the above are the cancellation of reservations in Group hotels and, consequently, the impossibility to open and operate hotels in Cavtat and Portorož. Considering the significant physical and financial decline in business compared to the previous business year, the Group is constantly trying to balance the expenditure and outflow side of the business and adapt as much as possible to the new situation.

Total salaries and labour costs are c. 16.5 million kn and 64% lower than last year. FTB TURIZAM Group to improve business operations in the newly created situation paid severance payments in the amount of about 3.5 million kn.

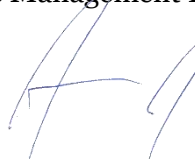
According to the Usali report for 2020 the extraordinary operating result was c. 2.3 million kn. The extraordinary operating result was affected by the Extraordinary income in the amount of c. 5.0 million kn and Extraordinary expenditure in the amount of c. 2.7 million kn. The largest part of Extraordinary income in the amount of c. 3.4 million kn refers to the subsidy (for preserving jobs in companies in which economic activity was disturbed due to special circumstances caused by coronavirus-19) from the Republic of Croatia to HOTELI CAVTAT d.d. in the amount c. 1.6 million kn, and from the Republic of Slovenia to HOTELI METROPOL d.o.o. in the amount c. 1.8 kn, while about 775,000 kn refers to the income from the cancellation of long-term provisions, about 257,000 kn refers to the realized income from the past years, and about 109,000 kn is refers to the income generated by the collection of damages on the basis of insurance. Most of the Extraordinary expenses relate to investment - the beach in the destination Portorož), then about 515,000 kn is related to the write-off of settled claims against tenants, about 440,000 kn is related to the value adjustment and write-off of receivables (from employees, customers) older than 181 days, and about 202,000 kn pertains to the expenses of the past years.

Consolidated EBITDA (net profit + income tax + interest costs + amortization + depreciation) according to the Usali report was negative and amounted to c. 27.8 million kn, while in the same period last year it was positive and amounted to c. 73.5 million kn.

Since the beginning of the global pandemic caused by the coronavirus (COVID-19), the management of the FTB TURIZAM Group company has been monitoring the development of the situation, and their activities are predominantly focused on taking preventive measures to protect the health of guests and employees, and on preserving liquidity and solvency in the longer future. Given the current circumstances in the country and the world, the final negative effect and the effect on the business of FTB TURIZAM Group, caused by the coronavirus pandemic (COVID-19), cannot be predicted. However, by adjusting business operations to the future development of the situation, and planning additional measures, the Management believes that it will be able to preserve the liquidity and solvency of FTB TURIZAM Group in the upcoming period.

Member of the Management Board

Jasnica Juroš

 FTB TURIZAM d.d.
Zagreb 2

FTB TURIZAM d.d.

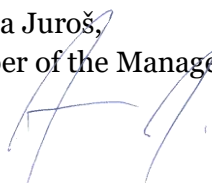
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Zagreb, 26/02/2021

Statement of persons responsible for the preparation of the reports

Under Article 468 Paragraph 2 of the Capital Market Act (Official Gazette No. 65/2018), I declare that to the best of our knowledge the financial reports of the company FTB TURIZAM d.d. Zagreb have been prepared in accordance with International Financial Reporting Standards and the Croatian Accounting Act and that they provide a true and fair view of the assets and liabilities, profit and loss and financial operations of the Company and the Companies included in the consolidation as a whole for the period from January 1 to December 31, 2020.

Jasnica Juroš,
Member of the Management Board



FTB TURIZAM d.d.
Zagreb 2