

**INTERIM REPORT
for I-III 2021
Group Medika**

April 2021

Management interim report

Comment on the business results for the first quarter of 2021

Medika Group („the Group“) has realised total revenue in the first three months of 2021 in amount of HRK 1 billion 6.1 million which is by 7.0% lower comparing to the same period of previous year.

Sales revenues which amount to HRK 999.9 million for the first three months of 2021 are by 7.05% lower comparing to the same period of previous year.

Share of sales revenues in the total revenue is 99.39% while in the same period of previous year it was 99.44%.

Other operating revenues which amount to HRK 4.1 million are lower by HRK 612 thousand comparing to the same period of previous year. Share of other operating revenues in total revenue was only 0.44 % in the first three months of 2020, and in the first three months of 2021 is only 0.41%.

Out of the total sales revenues, 99.93% revenues are generated on domestic market, while 0.07% is generated on the foreign market. In the first three months of 2020, 99.73% revenues were generated on domestic market, while 0.27% were generated on the foreign market.

Material expenses amount to HRK 939.0 million and are 6.55% lower comparing to the same period of previous year, which is in accordance with the decrease of sales. Since the operating expenses are decrease in higher percentage, share of material expenses in the operating expenses is higher by 0.78 percentage point comparing to the same period of previous year and amounts to 95.42%.

Employee expenses are lower by 5.82% comparing to the same period of previous year. Their share in the total expenses amounts to 2.98% and increased by 0.05 percentage points compared to the same period last year. This decrease was significantly affected by the average number of employees, which is lower in the first three months of 2021 compared to the same period of the previous year.

Finance income has increased compared to the same period of the previous year for HRK 841 thousand, which is 155.98%. Finance income relates to interest income.

Finance expenses have decreased compared to the same period of previous year by HRK 639 thousand, which is 26.79%, mostly affected by lower costs of net negative FOREX.

Gross margin in the first three months of 2020 amounted to 7.49%, while in the first three months of 2021 amounts to 7.03%, which is decrease by 0.46 percentage point.

Gross profit (profit before taxation) amounts to HRK 20.2 million, while in the same period of previous year amounted to HRK 17.7 million, which is an increase of HRK 2.5 million, or 14.25%. Higher gross profit is result of greater decrease of total expenses (decrease of 7.35% comparing to the same period of previous year mostly due to the decrease in operating expenses) in relation to the decrease of total income (decrease of 7.00% comparing to the same period of previous year due to the decrease in operating income).

Operative earnings amount to HRK 20.0 million and are by HRK 1.2 million, which is 6.51% higher comparing to the same period of previous year. Higher operative earnings are result of greater decrease of operating expenses (decrease of 7.31% comparing to the same period of previous year) in relation to the decrease of operating income (decrease of 7.07% comparing to the same period of previous year).

Realised net profit amounts to HRK 16.6 million.

Transactions with the related parties in the first three months of 2021 generated total net revenues in amount of HRK 15.7 million, which is by 3.58% higher of generated revenue in the same period of previous year when it amounted to HRK 15.2 million.

Trade goods purchased from the related parties amount to HRK 37.3 million, while in the same period of the previous year amounted to HRK 47.5 million, which is decrease of HRK 10.2 million, that is 21.59%.

Total assets amount to HRK 2 billion 901.2 million which is by 11.91% higher comparing to the beginning of the year.

Long term tangible and intangible assets did not significantly change compared to the beginning of the year.

Long term financial assets mostly relate to the investment in related parties and to the given loans. Long term financial assets amount to HRK 33.2 million and are by HRK 746 thousand lower compared to the beginning of the year, which was significantly affected by loan repayment.

Deferred tax assets are by 8.63% lower compared to the beginning of the year.

Short term assets amount to HRK 2 billion 406.5 million which is 14.57% higher compared to the beginning of the year. In the structure of short term assets receivables and financial assets have increased, while cash in bank and on hand and inventory have decreased compared to the beginning of the year.

Inventory amounts to HRK 367.8 million and has decreased by HRK 5.8 million comparing to the beginning of the year, which is 1.54% due to lower procurement affected by decrease in sales.

Total short term receivables amount to HRK 2 billion 3.7 million and are higher for HRK 360.4 million, which is 21.93%, comparing to the beginning of the year. Trade receivables, receivables from related parties and receivables from participating parties amount to HRK 1 billion 996.6 million and have increased by 22.21% comparing to the beginning of the year as a result of slower collection.

Cash in bank and on hand amounts to HRK 29.8 million and is lower by HRK 48.7 million compared to the beginning of the year.

Long term liabilities amount to HRK 128.2 million, out of which HRK 5.9 million relate to finance lease liabilities, HRK 17.7 million to deferred tax liabilities, HRK 39.6 million to liabilities based on operating lease agreement (in accordance with IFRS 16 Leases) and HRK 65.0 million to liabilities for long-term loan. Long term liabilities are higher for HRK 68.0 million comparing to the beginning of the year which was significantly affected by the change in maturity of part of short-term loans in the amount of HRK 65.0 million.

Short term liabilities amount to HRK 2 billion 207.0 million out of which the biggest part in amount of HRK 1 billion 712.8 million relates to trade payables and liabilities to related parties and HRK 437.3 million to indebtedness (HRK 433.1 million to short term loans and HRK 4.2 million to finance lease).

Trade payables and liabilities to related parties are higher for HRK 87.3 million comparing to the beginning of the year, which is 5.37%.

Total loans liabilities of Medika Group amounts to HRK 498.1 million which is increase of HRK 205.0 million comparing to the beginning of the year, for the liquidity purposes. Of the total indebtedness, on 31 March 2021, HRK 65.0 million relates to long-term loan. All loans are in HRK, and there is no currency risk exposure on these items.

Key events

Total pharmaceutical market in the first three months of 2021 has decreased comparing to the same period of previous year. At the same time, sales of Medika have decreased slightly more which affected a slightly decrease in the market share.

Total indebtedness has increased for HRK 205.0 million compared to the beginning of the year, for the liquidity purposes.

On January 1, 2021, ZU Ljekarna Pirović was merged with ZU Ljekarne Prima Pharma.

Expected future development of the Group

The Company will continue with its core business: distribution of medicinal products and medical devices will strongly develop operations with products that make the core business of the firm.

Development strategy of Prima Pharme is to expand network of pharmacies on whole territory of Croatia.

Treasury shares

As at 31.03.2020, the Company holds 2,940 treasury shares.

Subsidiaries and associates

The Company has subsidiaries Zdravstvena ustanova Ljekarne Prima Pharme and Primus nekretnine d.o.o. Both subsidiaries are fully owned by the Company.

ZU Ljekarne Prima Pharme has 100% of ownership in subsidiaries ZU Ljekarne Delonga, ZU Ljekarne Ines Škoko, Ljekarna Zrinka Kujundžić Bubalo and associate ZU Ljekarne Jagatić in which it holds 49% of ownership.

Related parties

The company with major voting rights, Auctor d.o.o. owns 42.41% of the Company and has 46.99% of shares with voting rights.

Pliva Hrvatska d.o.o., Zagreb owns 25.32% of the Company and has 28.05% of the voting rights. Given the share in the ownership and business transactions with the Company, Pliva Hrvatska has significant influence on the current operations of the Company.

Financial risks and exposure to price risk, credit risk, liquidity and cash flow risk

Within financial risks, foreign exchange risk is significant. The Group realizes majority of its revenue on domestic market in Croatian kuna. The Group's purchase of goods is partly realised on the foreign market. The Group is therefore exposed to foreign exchange risk arising from various changes in foreign exchange rates mainly linked to the EUR. All borrowings are in Croatian kuna.

The Group has part of assets which are interest-bearing so the Group's income and operating cash flows are dependent of changes in market interest rates.

The Group's interest rate risk arises from short term and long term given loans and borrowings with variable interest rates. Borrowings with variable interest rates expose the Group to cash flow interest rate risk. Borrowings with fixed interest rates expose the Group to the fair value interest rate risk exposure.

The Group does not use derivative instruments to actively hedge cash flow and fair value interest rate risk exposure. However, the Group continuously monitors changes in interest rates. Various scenarios are simulated taking into account refinancing, renewal of existing positions and alternative financing.

Price risk arises from a continuous decrease in the price of HZZO's List of medicinal products and administrative approach in determining prices and margins of medicinal products. To lower this risk, the Group focused on increase of variety of products which are not limited by law in respect of the price of the product.

Majority of the credit risk relates to trade receivables. Credit risk is higher when dealing with private owned pharmacies. However, hospital have longer collection period, but there is no risk of unpayment.

The most significant risk within market risks is a long collection period of receivables, especially HZZO and HZZO related receivables. Therefore, a significant amount of working capital is not available what has an influence on cash flows and timely settlement of Medika liabilities.

As these receivables are directly or indirectly related to the receivables from the State institutions, the collection of these receivables should not be classified as a collection of receivables risk. This increases the need for additional financing, which increases finance expenses.

The epidemic caused by the Covid-19 virus, which appeared in Croatia in March 2020, had no significant impact on the operations of the Group, in 2020 and in the first three months of 2021, and Group did not use support provided by the Republic of Croatia to companies whose business was therefore compromised.

³ **Medika** d.d.
ZAGREB, Capraška 1

Jasminko Herceg, dipl.oec.
President of the Management Board



Annex 1

ISSUER'S GENERAL DATA

Reporting period:

1.1.2021

to

31.3.2021

Year:

2021

Quarter:

1.

Quarterly financial statements

Registration number (MB):

03209741

Issuer's home Member

State code:

HR

Entity's registration
number (MBS):

080027531

Personal identification
number (OIB):

94818858923

LEI:

7478000000R8ZVGJJO27

Institution
code:

1339

Name of the issuer: **MEDIKA d.d.**

Postcode and town:

10000

ZAGREB

Street and house number:

CAPRAŠKA 1

E-mail address:

medika.uprava@medika.hr

Web address:

www.medika.hrNumber of employees
(end of the reporting

901

Consolidated report:

KD

(KN-not consolidated/KD-consolidated)

Audited:

RN

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

ZU Ljekarne Prima Pharme**Zagreb****0694975****ZU Ljekarne Delonga****Zagreb****1605747****ZU Ljekarne Ines Škoko****Zagreb****2708396****Primus nekretnine d.o.o.****Zagreb****4439856****Ljekarna Zrinka Kujundžić Bubalo mag.pharm.****Solin****80385095**

Bookkeeping firm:

(Yes/No)

(name of the bookkeeping firm)

Contact person:

DIJANA RADMILOVIĆ

(only name and surname of the contact person)

Telephone:

01/2412 551

E-mail address:

medika.uprava@medika.hr

Audit firm:

(name of the audit firm)

Certified auditor:

(name and surname)

BALANCE SHEET
balance as at 31.03.2021

in HRK

Submitter: Group Medika			
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	491.142.129	492.778.771
I INTANGIBLE ASSETS (ADP 004 to 009)	003	272.664.942	275.106.892
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	193.598.919	195.450.979
3 Goodwill	006	78.060.872	78.060.872
4 Advances for the purchase of intangible assets	007	388.178	874.082
5 Intangible assets in preparation	008	150.568	720.959
6 Other intangible assets	009	466.405	0
II TANGIBLE ASSETS (ADP 011 to 019)	010	181.714.058	181.881.329
1 Land	011	30.400.331	30.400.331
2 Buildings	012	120.560.548	119.343.537
3 Plant and equipment	013	19.572.738	22.271.093
4 Tools, working inventory and transportation assets	014	6.548.945	6.857.666
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	37.739	2.341
7 Tangible assets in preparation	017	3.728.937	2.143.666
8 Other tangible assets	018	864.820	862.695
9 Investment property	019	0	0
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	33.923.220	33.177.245
1 Investments in holdings (shares) of undertakings within the group	021	0	0
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	24.194.756	24.789.987
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	0	0
8 Loans, deposits, etc. given	028	9.728.464	8.387.258
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	2.093.938	1.931.697
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	2.093.938	1.931.697
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	745.971	681.608
C) CURRENT ASSETS (ADP 038+046+053+063)	037	2.100.439.118	2.406.509.367
I INVENTORIES (ADP 039 to 045)	038	373.563.411	367.800.141
1 Raw materials and consumables	039	541.768	534.965
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	370.347.054	365.476.551
5 Advances for inventories	043	2.674.589	1.788.625
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	1.643.337.056	2.003.703.275

1 Receivables from undertakings within the group	047	15.000	10.000
2 Receivables from companies linked by virtue of participating interests	048	23.720.641	33.714.042
3 Customer receivables	049	1.609.970.576	1.962.868.990
4 Receivables from employees and members of the undertaking	050	29.591	41.442
5 Receivables from government and other institutions	051	5.496.276	3.707.530
6 Other receivables	052	4.104.972	3.361.271
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	5.070.821	5.188.771
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	0
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	0	0
8 Loans, deposits, etc. given	061	5.070.821	5.188.771
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	78.467.830	29.817.180
D) PREPAID EXPENSES AND ACCRUED INCOME	064	881.399	1.902.313
E) TOTAL ASSETS (ADP 001+002+037+064)	065	2.592.462.646	2.901.190.451
OFF-BALANCE SHEET ITEMS	066	146.642.127	138.887.225
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to	067	545.526.418	563.325.462
I INITIAL (SUBSCRIBED) CAPITAL	068	209.244.420	209.244.420
II CAPITAL RESERVES	069	-7.657.921	-7.657.921
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	61.886.379	61.886.379
1 Legal reserves	071	18.548.510	18.548.510
2 Reserves for treasury shares	072	48.811.980	48.811.980
3 Treasury shares and holdings (deductible item)	073	-37.187.824	-37.187.824
4 Statutory reserves	074	0	0
5 Other reserves	075	31.713.713	31.713.713
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	205.180.117	283.240.513
1 Retained profit	084	205.180.117	283.240.513
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	76.873.423	16.612.071
1 Profit for the business year	087	76.873.423	16.612.071
2 Loss for the business year	088	0	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
B) PROVISIONS (ADP 091 to 096)	090	1.334.165	1.334.165
1 Provisions for pensions, termination benefits and similar obligations	091	1.334.165	1.334.165
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	60.201.912	128.189.096
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	5.823.431	70.853.221
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	36.683.040	39.640.434
11 Deferred tax liability	108	17.695.441	17.695.441
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	1.984.008.494	2.207.014.993
1 Liabilities to undertakings within the group	110	0	0
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	64.034.757	82.311.650
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	297.326.208	437.272.686
7 Liabilities for advance payments	116	2.344.202	23.796
8 Liabilities to suppliers	117	1.561.456.400	1.630.532.404
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	13.023.101	9.684.266
11 Taxes, contributions and similar liabilities	120	29.123.765	31.458.896
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	16.700.061	15.731.295
E) ACCRUALS AND DEFERRED INCOME	124	1.391.657	1.326.735
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	2.592.462.646	2.901.190.451
G) OFF-BALANCE SHEET ITEMS	126	146.642.127	138.887.225

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2021 to 31.03.2021

in HRK

Submitter: Group Medika

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 002 to 006)	001	1.080.484.289	1.080.484.289	1.004.086.319	1.004.086.319
1 Income from sales with undertakings within the group	002	0	0	0	0
2 Income from sales (outside group)	003	1.075.728.042	1.075.728.042	999.941.958	999.941.958
3 Income from the use of own products, goods and services	004	0	0	0	0
4 Other operating income with undertakings within the group	005	0	0	10.000	10.000
5 Other operating income (outside the group)	006	4.756.247	4.756.247	4.134.361	4.134.361
II OPERATING EXPENSES (ADP 008+009+013+017+018+019+022+029)	007	1.061.749.031	1.061.749.031	984.131.568	984.131.568
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	1.004.832.539	1.004.832.539	939.029.617	939.029.617
a) Costs of raw materials and consumables	010	3.852.570	3.852.570	3.412.789	3.412.789
b) Costs of goods sold	011	995.165.867	995.165.867	929.686.326	929.686.326
c) Other external costs	012	5.814.102	5.814.102	5.930.502	5.930.502
3 Staff costs (ADP 014 to 016)	013	31.108.132	31.108.132	29.297.721	29.297.721
a) Net salaries and wages	014	19.578.534	19.578.534	18.437.769	18.437.769
b) Tax and contributions from salary costs	015	7.753.713	7.753.713	7.166.370	7.166.370
c) Contributions on salaries	016	3.775.885	3.775.885	3.693.582	3.693.582
4 Depreciation	017	6.504.375	6.504.375	7.031.908	7.031.908
5 Other costs	018	20.701.455	20.701.455	8.726.349	8.726.349
6 Value adjustments (ADP 020+021)	019	-598.072	-598.072	45.973	45.973
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	-598.072	-598.072	45.973	45.973
7 Provisions (ADP 023 to 028)	022	-799.398	-799.398	0	0
a) Provisions for pensions, termination benefits and similar obligations	023	0	0	0	0
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	-799.398	-799.398	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	0	0	0	0
III FINANCIAL INCOME (ADP 031 to 040)	030	539.313	539.313	1.380.556	1.380.556
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	294	294	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	035	0	0	0	0
6 Income from other long-term financial investments and loans	036	0	0	0	0
7 Other interest income	037	539.019	539.019	1.380.556	1.380.556
8 Exchange rate differences and other financial income	038	0	0	0	0
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	0	0	0	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	2.383.429	2.383.429	1.744.806	1.744.806
1 Interest expenses and similar expenses with undertakings within the group	042	294	294	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	043	276	276	0	0
3 Interest expenses and similar expenses	044	1.451.903	1.451.903	1.540.156	1.540.156
4 Exchange rate differences and other expenses	045	930.956	930.956	204.650	204.650
5 Unrealised losses (expenses) from financial assets	046	0	0	0	0
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	776.507	776.507	595.232	595.232
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	1.081.800.109	1.081.800.109	1.006.062.107	1.006.062.107
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	1.064.132.460	1.064.132.460	985.876.374	985.876.374
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	17.667.649	17.667.649	20.185.733	20.185.733
1 Pre-tax profit (ADP 053-054)	056	17.667.649	17.667.649	20.185.733	20.185.733

2 Pre-tax loss (ADP 054-053)	057	0	0	0	0
XII INCOME TAX	058	3.073.642	3.073.642	3.573.662	3.573.662
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	14.594.007	14.594.007	16.612.071	16.612.071
1 Profit for the period (ADP 055-059)	060	14.594.007	14.594.007	16.612.071	16.612.071
2 Loss for the period (ADP 059-055)	061	0	0	0	0
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)	062	0	0	0	0
1 Pre-tax profit from discontinued operations	063	0	0	0	0
2 Pre-tax loss on discontinued operations	064	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	065	0	0	0	0
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 055-+062)	068	0	0	0	0
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
XVII INCOME TAX (ADP 058+065)	071	0	0	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)	072	0	0	0	0
1 Profit for the period (ADP 068-071)	073	0	0	0	0
2 Loss for the period (ADP 071-068)	074	0	0	0	0
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)	075	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	14.594.007	14.594.007	16.612.071	16.612.071
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
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	14.594.007	14.594.007	16.612.071	16.612.071
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 - indirect method
for the period 01.01.2021 to 31.03.2021

in HRK

Submitter: Group Medika			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	17.667.649	20.185.733
2 Adjustments (ADP 003 to 010):	002	18.585.452	9.070.370
a) Depreciation	003	6.504.376	7.031.908
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	-200.354	-460.977
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	-598.080	45.973
d) Interest and dividend income	006	-1.315.820	-1.380.556
e) Interest expenses	007	1.451.903	1.540.156
f) Provisions	008	-801.147	0
g) Exchange rate differences (unrealised)	009	12.336.959	1.658.097
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	1.207.615	635.769
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	36.253.101	29.256.103
3 Changes in the working capital (ADP 013 to 016)	012	-49.228.435	-275.191.315
a) Increase or decrease in short-term liabilities	013	230.631.608	80.491.880
b) Increase or decrease in short-term receivables	014	-190.867.350	-361.407.057
c) Increase or decrease in inventories	015	-88.992.693	5.723.862
d) Other increase or decrease in working capital	016	0	0
II Cash from operations (ADP 011+012)	017	-12.975.334	-245.935.212
4 Interest paid	018	-1.456.977	-1.008.236
5 Income tax paid	019	-682.750	-1.650.327
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	-15.115.061	-248.593.775
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	222.369	556.440
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	540.775	1.375.966
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	2.105.954	1.609.460
6 Other cash receipts from investment activities	026	10.019	0
III Total cash receipts from investment activities (ADP 021 to 026)	027	2.879.117	3.541.866
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-956.569	-4.528.790
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	0
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	-6.876
IV Total cash payments from investment activities (ADP 028 to 032)	033	-956.569	-4.535.666
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	1.922.548	-993.800
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	120.000.000	205.000.000
4 Other cash receipts from financing activities	038	0	0

V Total cash receipts from financing activities (ADP 035 to 038)	039	120.000.000	205.000.000
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-100.000.000	-25.000
2 Cash payments for dividends	041	0	0
3 Cash payments for finance lease	042	-1.318.444	-1.226.865
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	0	0
5 Other cash payments from financing activities	044	-2.271.396	-2.811.210
VI Total cash payments from financing activities (ADP 040 to 044)	045	-103.589.840	-4.063.075
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	16.410.160	200.936.925
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	0	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	3.217.647	-48.650.650
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	53.420.725	78.467.830
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	56.638.372	29.817.180

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

Name of the issuer: MEDIKA D.D.

Personal identification number (OIB): 94818858923

Reporting period: 01.01.2021. - 31.03.2021.

Notes to financial statements

Medika Group states that the same financial policies and calculation methods are applied in the financial statements for the period 01.01.-31.03.2021. as well as in the annual financial statements for 2020.

Significant business events and transactions in the observed period are explained in the Management interim report for I-III 2020. Medika Group.

Zagreb, 29 April 2021

Pursuant to the articles 462 to 471 of the Capital market Law (Official Gazette 65/18) President of the Management Board Jasminko Herceg provides

STATEMENT OF LIABILITY FOR PREPARING FINANCIAL STATEMENTS OF ISSUER

Temporary unaudited unconsolidated and consolidated financial statements of Medika d.d. have been prepared pursuant to the International Financial Reporting Standards (IFRS) and Croatian Accounting Law.

Temporary unaudited unconsolidated and consolidated financial statements for the period 01 January to 31 March 2021 present true and fair view of assets and liabilities, financial position, profit or loss of the Company and the Group.

The interim management report for the temporary unaudited financial statements for the period 01 January to 31 March 2021 presents fair presentation of development and results of the operations and position of the Company and the Group with description of significant risks and uncertainties for the Company and the Group.

Medika d.d.
ZAGREB Capraška 1

Jasminko Herceg
President of the Management Board