MON PERIN

ANNUAL REPORT 2022.

MON PERIN d.d.

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1. SUMMARY

Mon Perin d.d. is a tourism company founded on 10 December 2005 in Bale, Istria. The company was established with a unique goal of developing and revitalising the local community, while encouraging progress and development through the use of existing cultural, historical and human resources. The emphasis is put on participatory, social, and sustainable entrepreneurship.

1.1. IN SHORT ABOUT MON PERIN D.D.

MON PERIN d.d. is a unique example of a company in which a large part of the local community, as well as its friends, participates and which since its foundation has always had more than 700 members, i.e., company shareholders.

The foundation of the Company was initiated and carried out in 2005 by the citizens' association "MON PERIN" from Bale, together with the Municipality of Bale (Valle), with the underlying idea of creating preconditions for progress and well-being of the local community through realising projects such as developing the Bale coastal area, as well as other entrepreneurial activities initiated in the Bale Municipality based on the municipality's spatial development study, participation in tenders for the allocation of land in concession, right of construction and/or ownership, preparation of necessary planning and other documents to bring land to its intended purpose, as well as the performance of hospitality, tourist, agricultural and other activities, primarily on the territory of the Bale municipality, while generating revenue.

The rules set by the Association for the procedure of company establishment contributed to the specific character of the Issuer. This primarily refers to the groups of its founders, the amounts of founding shares, and the calculation of voting rights held by business shares.

The company Mon Perin was founded in late 2005, with a unique management model and the goal of revitalising the Municipality of Bale-Valle. From the very beginning, its vision was focused on "social entrepreneurship" based on its specific ownership structure, the mode of investment in the local community and youth, and the employment of the local population.

In 2005, the Municipality of Bale-Valle adopted the Program-Spatial Municipal Development Study, which focused on the development of tourism with a recognisable identity and the brand "Bale – the region of dinosaurs, butterflies, humane accommodation (diffuse hotel), authentic olive growing and agriculture" '.

Mon Perin was envisaged to become the leader in the development of tourism and the hospitality industry, with nearly all families residing on the area of the Bale Municipality investing in the Company, as well as the Municipality itself, and others, the so-called "friends of Bale", who recognised the project and wanted to participate.

On 16 December 2005, the establishment of the Company with a share capital of HRK 12,357,000.00 was entered in the court register, which was divided into 928 business shares.

After its establishment, Mon Perin d.o.o. signed a lease agreement with the Municipality of Bale-Valle for a period of 50 years for the Bale coastal area, i.e., more than 120 ha of land, which included the existing Colona and San Polo campsites, and the surrounding area. In addition, a coastal development study was adopted.

The year 2006 was the first year that the Company managed the existing campsites, which had a 1-star rating and in 2005 generated about HRK 2.5 million of revenue and realised 60,000 overnight stays.

In the first year of operation, the campsites' revenues increased to HRK 5.2 million, with overnight stays growing by 24%. On 27 December 2006, an increase in the share capital from HRK 12,357,000.00 by the amount of HRK 18,704,000.00 to HRK 31,061,000.00 was entered in the court register.

From 2006 onwards, the Issuer started to progressively invest in the campsites in order to improve their rating. As a result, a new, 2-star rating was issued for Campsite Colon and Campsite San Polo in 2012, which generated HRK 14.2 million in revenue and recorded 164,000 overnight stays.

In 2014, the company Mon Perin won the award ''Poslovni uzlet (Business Take-Off) 2014'' as the best small and medium-sized enterprise in Istria, the Croatian Littoral and Mountainous Croatia in the 1 January 2009 to 31 December 2014 period.

In 2015, a major investment cycle was launched with the aim of modernising the then Colona and San Polo campsites by investing in the existing infrastructure, toilets, restaurants, reception, pitches with infrastructure and mobile homes, with a broad-ranging goal of merging the two campsites into a single one with a 4-star rating.

In 2016, a new rating was issued for the Mon Perin campsite, which included the former Colona and San Polo campsites, at a 4-star level. The same year, HRK 28.8 million of revenue was generated and 216,000 overnight stays realised.

On 22 December 2017, an increase in the share capital from HRK 31,061,000.00 by the amount of HRK 64,950,000.00 to HRK 96,011,000.00 was entered in the court register.

In 2019, Mon Perin started investing outside the Mon Perin campsite, as the construction of the first duplex villa in Bale began, which was a step forward for Mon Perin in the segment of solid buildings and luxury accommodation. Also, as part of the diffuse hotel project, the first house was built in the old town of Bale. Both facilities are 5-star rated.

The offer of the Mon Perin campsite was expanded for the 2019 season with the construction of the "Paleo Park" theme water park, which complements the campsite's services and is open to external visitors.

The Paleo Park project received the "Simply the Best" award from the Association of Croatian Travel Agencies for the inventive design of the amusement park enriching the attractiveness of the tourist offer of the destination with its educational, as well as entertainment and recreational facilities.

In April 2019, the Mon Perin campsite was rated at a 4-star level, with an increase of the campsite's capacity.

In the 2019 season, the campsite received the award as the ''Best Selectcamp Campsite'' in Europe from the global travel agency Vacanselect, according to guest reviews.

On 20 December 2019, the transformation of the limited liability company into a joint stock company with a share capital of HRK 96,011,000.00 was entered in the court register, which was divided into 9,601,100 registered ordinary shares, in the nominal amount of HRK 10.00 each.

In 2020, due to the emergency situation caused by the COVID-19 pandemic, the Issuer's investments were reduced to a minimum, with only about 50% of revenues generated compared to 2019.

In 2021, with an increase in the rate of vaccination and the introduction of test points, the tourism sector made a fresh start, with better results achieved in the high season and postseason compared to the record year 2019. Thus, HRK 47,458 thousand was generated in accommodation revenue, with 252,154 overnight stays realised.

Based on the decision of the Company's General Assembly of 28 October 2021, the Company's share capital was increased from HRK 96,011,000.00 by the amount of HRK 10,719,270.00 to HRK 106,730,270.00. On 13 December 2021, the increase in share capital and changes in the provisions of the Issuer's Articles of Association were entered in the court register of the Commercial Court in Pazin.

From 2006 to 2022, the Company's revenues increased 15 times, and overnight stays 4 times, with a total of HRK 220,000 thousand invested in this period, or an average of HRK 13,750 thousand per year.

1.2. COMPANY'S ACCOMMODATION CAPACITIES

Today, the Company manages a total of 889 of its own accommodation units on the west coast of Istria, and the products it offers include camping pitches, luxury and spacious mobile homes and luxury villas, i.e., holiday homes. Mon Perin can accommodate around 3,000 guests a day, with the highest number of overnight stays realised by guests coming from Western Europe.

No.	Name of facility	Rating 2020.	No. of accommoda-tion units	No. of beds	Description
1	Camping Mon Perin	4-star	887	2.661	Campsite with pitches and mobile homes
2	Villa Noble	5-star	1	12	Holiday home with six double rooms
3	Corto Bechera	5-star	1	4	Apartment with two double rooms
	TOTAL:		**889**	**2.677**	

2. SIGNIFICANT BUSINESS DEVELOPMENTS

The year 2022, along with the continued presence of COVID-19, was marked by Russia's invasion of Ukraine, which affected new uncertainty regarding expected tourism trends. Regardless of the uncertainty caused by the war and the consequent increase in the prices of energy and other products, in 2022 the results exceeded expectations in the form of overnight stays and the arrival of guests from all emission markets.

In March, the Company was listed on the official market of the Zagreb Stock Exchange, which was also the culmination of the Company's first development phase.

In preparation for the 2022 season (investment cycle 09/2021 to 06/2022), a total of HRK 56 million was invested, primarily in improving the camp's accommodation capacity, arranging pitches for campers and installing luxury glamping villas with swimming pools, which represent the first step of the new investment cycle with the aim of repositioning the Mon Perin campsite into a camping resort.

3. COMPANY RESULTS

By December 31, 2022, the company achieved total revenues of HRK 77,176 thousand.

The total income consists of business income in the amount of HRK 73,719 thousand and financial income in the amount of HRK 3,457 thousand.

Total revenues in the reporting period of 2022 are HRK 20,152 thousand or 35.0% higher than those realized in the same period of 2021.

Total expenses in the reporting period of 2022 in the amount of HRK 53,097 thousand consist of business expenses in the amount of HRK 49,052 thousand and financial expenses in the amount of HRK 4,045 thousand.

The total expenditures realized in 2022 are HRK 11,628 thousand or 28% higher than the total expenditures realized in the same period of 202

Material costs in the observed period amounted to HRK 24,571 thousand, i.e. 55% more compared to the same period of the previous year.

Staff costs amounted to HRK 4,711 thousand, or 32% more than in 2021.

Depreciation in 2022 totalled HRK 14,447 thousand, 10% less than in 2021.

Long-term liabilities to banks totalled HRK 43,178 thousand, and short-term liabilities HRK 4,884 thousand.

Long-term liabilities for loans amount to HRK 6,500 thousand, short-term liabilities to HRK 1,250 thousand.

As of December 31, 2022, the Company's profit amounted to HRK 24,079 thousand, while in the same period of the previous year it amounted to HRK 15,555 thousand.

The EBITDA of the company amounts to HRK 39,115 thousand, increased by HRK 7,920 thousand, i.e. increased by 25% compared to 2021.

Profit per share is HRK 2.27, compared to HRK 1.61 the previous year.

3.1 KEY FINANCIAL INDICATORS

	2021	2022	Index
Total revenues	57,023,189	77,175,887	135%
Operating revenues	54,796,244	73,719,268	135%
Financial revenues	2,226,945	3,456,619	155%
Total expenditures	41,468,332	53,096,753	128%
Operating expenditure	39,637,301	49,051,552	124%
Financial expenses	1,831,031	4,045,201	221%
Net profit/loss	15,554,857	24,079,134	155%
EBITDA	31,194,315	39,114,517	125%
Earnings per share	1.61	2.27	141%

** Values in thousands HRK*

*** EBITDA= Operating revenues - Operating expenditure + Depreciation*

3.2 KEY OPERATING INDICATORS

Camping Mon Perin

In 2022, 66,505 thousand HRK of income from accommodation and additional services was realized in the Mon Perin camp, which is an increase of 42% compared to the same period of the previous year, due to an increase in the occupancy of accommodation units by individual guests by 19% and an increase in the average sales prices by 23%.

A total of 290,922 overnight stays were realized, 16% more compared to the same period in 2021.

Individual guests generated HRK 60,729 thousand in revenue, which is an increase of 47% compared to the previous year, with a 20% increase in overnight stays and a 19% increase in occupancy.

5,776 thousand HRK in revenue was generated from Allotman guests, which is an increase of 4% compared to the previous year, with a 1% drop in overnight stays and a 15% decrease in occupancy.

Observed by accommodation units, by individual guests at the campsite, mobile homes generated revenue of HRK 39,702 thousand, i.e. 61% more than in 2021, while pitches generated HRK 20,721 thousand, i.e. 28% more than last year.

Revenues Camping Mon Perin by type of guests

	I-XII 2021.	I-XII 2022.	Index
Individual guests	41,300,395	60,729,009	147%
Allotment guests	5,562,735	5,775,672	104%
Total	**46,863,130**	**66,504,681**	**142%**

Overnight stays by type of guests

	I-XII 2021.	I-XII 2022.	Index
Individual guests	203,349	243,201	120%
Groups	0	0	-
Allotment guests	48,322	47,721	99%
Total	**251,671**	**290,922**	**116%**

Occupancy by type of guests:

	I-XII 2021.	I-XII 2022.	Index
Individual guests	62,649	74,678	119%
Groups	0	0	-
Allotment guests	43,358	36,816	85%
Total	**106,007**	**111,494**	**105%**

Revenues of Camping Mon Perin - individual guests by type of accommodation unit:

	I-XII 2021.	I-XII 2022.	Index
Mobile homes	24,721,368	39,702,647	161%
Pitches	16,218,509	20,721,284	128%
Ukupno	**40,939,877**	**60,423,931**	**148%**

Occupancy - individual guests by type of accommodation unit:

	I-XII 2021.	I-XII 2022.	Index
Mobile homes	19,355	25,534	132%
Pitches	41,911	48,138	115%
Total	**61,266**	**73,672**	**120%**

Overnight stays - individual guests by type of accommodation unit:

	I-XII 2021.	I-XII 2022.	Index
Mobile homes	69,641	93,117	134%
Pitches	130,150	147,377	113%
Total	**199,791**	**240,494**	**120%**

Overnight stays realised by main outbound markets

Observed by outbound markets, the most overnight stays were realised by guests coming from who had a share of 45% in overnight stays and 36% in arrivals in the period I-XII 2022. Compared to the same period 2021, this represents an increase of 17% in overnight stays and 19% in arrivals.

They were followed by guests from Slovenia, with 18% of overnight stays and 21% of arrivals, guests from Austria, with 13% of arrivals and 13% of overnight stays, and guests from Italy, with 5% of overnight stays and 8% of arrivals.

Comparison of overnight stays by country, Mon Perin Campsite

Country	Overnight stays I-XII 2021	Overnight stays I-XII 2022	Index
GERMANY	113,170	132,383	117%
SLOVENIA	55,609	53,481	96%
AUSTRIA	31,273	36,880	118%
ITALY	11,104	15,945	144%
NEDERLAND	6,061	11,033	182%
CZECH REPUBLIC	6,589	6,857	104%
SWITZERLAND	3,287	6,068	185%
POLAND	6,325	5,651	89%
CROATIA	6,584	4,961	75%
HUNGARY	2,738	3,364	123%

4. CORPORATE GOVERNANCE

Mon Perin d.d. operates in accordance with the principles and practice of good corporate governance with a high level of transparency and accountability to all its stakeholders.

The Company applies the Corporate Governance Code, which was jointly adopted by the Croatian Financial Services Supervisory Agency and the Zagreb Stock Exchange, by a decision of the General Assembly of 28 October 2021. The purpose of this Code is to set high standards of corporate governance and transparency of the Company's business operations.

The company respects and applies the stipulated corporate governance measures, with explanations of possible deviations, which is reflected in detail in the annual questionnaire published in accordance with regulations on the websites of the Zagreb Stock Exchange, the Croatian Financial Services Supervisory Agency and the Company (www.zse.hr; www.hanfa.hr; www.monperin.hr).

The corporate governance structure of the Company is based on a dualistic system consisting of the Company's Supervisory Board and Management Board. Together with the General Assembly, in accordance with the Articles of Association and the Companies Act, they represent the three basic bodies of the Company.

Information on significant shareholders in the Company is available on the website of the Central Depository and Clearing Company.

4.1 COMPANY BODIES

Member of the Issuer's Management Board:	Massimo Piutti, President of the Management Board
Members of the Issuer's Supervisory Board:	Plinio Cuccurin, President of the Supervisory Board
	Josip Lozančić, Deputy President of the Supervisory Board
	Joško Miliša, Member of the Supervisory Board
	Andrea Cerin, Member of the Supervisory Board
	Loris Moscarda, Member of the Supervisory Board
	Janez Bojc, Member of the Supervisory Board
	Marija Orbanić, Member of the Supervisory Board
Audit Committee:	Plinio Cuccurin
	Josip Lozančić
	Joško Miliša

5. MANAGEMENT REPORT

5.1 FUTURE BUSINESS DEVELOPMENT

The Group has developed a five-year business plan during which it plans to spend a total of HRK 300,000 thousand on the camping resort development by increasing the number of luxury mobile homes, developing infrastructure, and raising the overall quality of the services offered.

The first investment cycle in the amount of 56 million Croatian Kunas was launched and completed for the 2022 season, and includes the conversion of part of the camp into a luxury zone with 15 mobile homes with their own swimming pools, an additional swimming pool with a slide as part of the Paleo themed water park, 10 mobile homes of 42 m2 with a jacuzzi opposite Paleo Park, renovation of 110 pitches for campers with complete infrastructure, and other interventions in the form of service improvement.

The second cycle was launched in October 2022, with a planned total investment of 105 million Croatian Kunas in preparation for the 2023 season.

The interventions relate primarily to investments in expanding the facilities of the camp, which will enable higher occupancy and prolongation of the operations during the winter months, the purchase of new luxury mobile homes intended for year-round operation, and with the aim of reducing business operating costs (solar panels).

The main investment relates to the construction of a wellness center within the Paleo Park, which will enable the extension of the camp's operation even in the winter months. The wellness center will have indoor and outdoor pool, a multifunctional hall for events and other purposes, and a spa area with saunas and accompanying services in the form of massage treatments, physiotherapists and other services.

Right next to the wellness center, the existing area with camping pitches is being repurposed into a zone with 21 new mobile homes with closed terraces, which will be intended for year-round operation.

The second major investment relates to the continuation of the renovation of the Porto Bus zone in the Colon area, with the installation of 19 new 67m2 mobile homes with their own jacuzzis, and the construction of 3 additional swimming pools within the Porto Bus restaurant.

Among the other investments, the investment in solar panels, the construction of a new substation, the purchase of electric vehicles for guests and staff of the camp, and an additional 11 mobile homes of 35 m2, in exchange for older mobile homes that will be used for the needs of employees, stand out.

5.2 RESEARCH AND DEVELOPMENT ACTIVITIES

Considering the cyclical nature of its business operations, i.e., generating the largest part of annual revenues in the summer months, the Company has been exploring the possibilities of extending the tourist season by providing services in other periods of the year.

In this regard, in the autumn of 2023, the Company plans to introduce a new wellness complex with high-quality mobile homes that are intended to provide comfort even in the winter months. The complex would consist of an indoor heated swimming pool with sea water, a spa area and a dedicated area for performing medical and therapeutic activities. Within the complex, there will also be a multifunctional hall for different types of events, from weddings to various congresses.

5.3 INFORMATION ON THE PURCHASE OF OWN SHARES MONP-R-A

The company in the period from 01.01. until 31.12.2022. acquired 7,132 own shares. As of December 31, 2022, the Company holds 58,672 shares, which constitutes 0.55% of the Company's share capital. The nominal value of each share is HRK 10.00.

There is currently no share buyback program.

5.4 COMPANY SUBSIDIARIES

The Group has no subsidiaries.

5.5 FINANCIAL INSTRUMENTS USED BY THE COMPANY AND GROUP

For the purpose of risk diversification, the Company invests its assets in financial instruments. Significant financial assets include investments in liquid securities, of which investments in ordinary shares of ADRS-R-A of Adris d.d. stand out. The investment represents a share of 2.25% of shares of this kind, with a market value of HRK 93,134 thousand as of 30 December 2022. The Company monitors business developments and the price of securities in which it invests in order to be able to react in a timely manner to unwanted losses

To finance projects, the Company uses part of its own funds while part is financed by banks and affiliated companies. As of 30 December 2022, the Company had three long-term loans contracted.

One is a long-term loan from PBZ d.d. / HBOR with the principal balance of HRK 38,006 thousand at the end of the year and, the other from the associated company PLINIO d.o.o. with the principal balance of HRK 7,750 thousahd at the end of the and the third from PBZ/HBOR with the principal balance of HRK 10,000 thousand on the 31.12.2022.

5.6 COMPANY AND GROUP RISKS

5.6.1 Currency risk

The Company has most of its prices expressed in euros and collects a significant part of receivables in the same currency, thus achieving currency risk protection. The Group and the Company operate in the international market and are potentially exposed to currency risk as a result of changes in the nominal exchange rate of the euro and the kuna.

5.6.2 Price risk

The Group and the Company are holders of equity securities and are exposed to the risk of changes in the price of listed equity securities. The Company and the Group are not active participants in the capital market in terms of trading in equity and debt securities. The investment in Adris Group d.d. shares exposed the Company to the risk of changes in the price of equity securities to some extent.

5.6.3 Cash flow interest rate risk

The Group and the Company generate interest income on time deposits, thanks to surplus cash generated during the season period. Assets that generate interest income, income and cash flow from operating activities are not significantly dependent on changes in market interest rates.

The Group and the Company have the majority of loans contracted at a variable interest rate, while part of the loans received are at a fixed interest rate. This exposes the Company to cash flow interest rate risk.

5.6.4 Credit risk

Assets that could potentially put the Group and the Company at credit risk include mainly cash, trade receivables and other receivables. The Group mainly deposits money with banks members of reputable banking groups in the EU.

The Group's and Company's sales policies ensure that sales are made to customers through advance payment, in cash or by major credit cards (individual customers, i.e., natural persons) and customers with an appropriate credit history (mainly travel agencies). The Group and the Company do not grant credit limits to customers. The management does not expect additional losses from non-performance by customers

5.6.5 Liquidity risk

Prudent liquidity risk management involves maintaining a sufficient amount of money, ensuring the availability of funds and the ability to meet all obligations. The management monitors liquidity projections on a weekly basis. At the corporate level, the Parent Company’s finance department reviews internal financial statements on a monthly basis.

5.6.6 Regulatory risks

The frequency of changes in tax and other regulations, where the Company's management options are limited, and the uncertainty surrounding the adoption of the Regulation for determining the amount of the rental fee, i.e. the use of tourist land (a small part of the camp land is owned by the Republic of Croatia).

6. STATEMENT OF THE PERSONS RESPONSIBLE FOR THE ANNUAL FINANCIAL STATEMENTS

Based on the provisions of the Capital Market Act, Massimo Piutti, President of the Management Board, as the person responsible for compiling the annual financial reports of the company Mon Perin d.d. from Bale, Trg la Musa 2, OIB 06374155285 (hereinafter: Company), hereby gives the following:

STATEMENT

According to our best knowledge:

- Consolidated and non-consolidated financial reports for 2022 compiled with the application of appropriate financial reporting standards, give a complete and true presentation of assets and liabilities, losses and gains, financial position and operations of the Company and the companies included in the consolidation;

- The report of the Company's Management Board for the period from January 1 to December 31, 2022 contains a true account of the development and results of operations and the position of the Company and the companies included in the consolidation, along with a description of the most significant risks and uncertainties to which the Company and the companies included in the consolidation are exposed

Signed on behalf of the Management Bord:

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Massimo Piutti

7. FINANCIAL STATEMENTS ACCORDING TO GFI-POD

7.1 MON PERIN D.D.

ISSUER'S GENERAL DATA

Reporting period:	1.1.2022	to	31.12.2022	
Year:	2022			

Annual financial statements

gistration number (MB):	02013720	Issuer's home Member State code:	HR
Entity's registration number (MBS):	040224587		
Personal identification number (OIB):	06374155285	LEI:	47800S06AYJL4DSCT2
Institution code:			
Name of the issuer:	MON PERIN D.D.		
Postcode and town:	52211		Bale
eet and house number:	Trg La Musa 2		
E-mail address:	massimo.piutti@monperin.hr		
Web address:	www.monperin.hr		
Number of employees (end of the reporting	33		
Consolidated report:	KN	(KN-not consolidated/KD-consolidated)	
Audited:	RD	(RN-not audited/RD-audited)	

Names of subsidiaries (according to IFRS)	Registered office:	MB:

Bookkeeping firm:	Yes	(Yes/No)	M.I. Računovođa d.o.o. (name of the bookkeeping firm)
Contact person:	Ivana Mikulek (only name and surname of the contact person)		
Telephone:	052 824 186		
E-mail address:	ivana.mikulek@mi-racunovoda.hr		
Audit firm:	UHY Rudan d.o.o. (name of the audit firm)		
Certified auditor:	Vedrana Miletić (name and surname)		

BALANCE SHEET
balance as at 31.12.2022.

in HRK

Submitter: Mon Perin 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	259.676.640	287.026.012
I INTANGIBLE ASSETS (ADP 004 to 009)	003	79.577	17.917
1 Research and development	004		
2 Concessions, patents, licences, trademarks, software and other rights	005	3.153	12.861
3 Goodwill	006		
4 Advance payments for purchase of intangible assets	007	76.424	5.056
5 Intangible assets in preparation	008		
6 Other intangible assets	009		
II TANGIBLE ASSETS (ADP 011 to 019)	010	154.303.384	192.076.912
1 Land	011	4.331.290	4.331.290
2 Buildings	012	120.241.457	154.671.934
3 Plant and equipment	013	9.964.477	10.295.216
4 Tools, working inventory and transportation assets	014	1.365.337	1.786.549
5 Biological assets	015	690.424	1.098.115
6 Advance payments for purchase of tangible assets	016	6.630.298	6.618.451
7 Tangible assets in preparation	017	10.591.466	12.786.722
8 Other tangible assets	018	488.635	488.635
9 Investment property	019		
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	105.293.679	94.931.183
1 Investments in holdings (shares) of undertakings within the group	021	3.740.000	40.000
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 interest	024	1.266.600	1.266.600
5 Investment in other securities of companies linked by virtue of participating interest	025		
6 Loans, deposits etc. given to companies linked by virtue of participating interest	026		
7 Investments in securities	027	99.961.775	93.443.925
8 Loans, deposits, etc. given	028	325.304	180.658
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		
C) CURRENT ASSETS (ADP 038+046+053+063)	037	45.751.674	37.151.734
I INVENTORIES (ADP 039 to 045)	038	224.307	384.299
1 Raw materials	039	1.830	1.430
2 Work in progress	040		
3 Finished goods	041		
4 Merchandise	042	139.568	109.979
5 Advance payments for inventories	043	82.909	272.890
6 Fixed assets held for sale	044		

7 Biological assets	**045**		
II RECEIVABLES (ADP 047 to 052)	**046**	1.781.812	2.874.928
1 Receivables from undertakings within the group	**047**	37.500	
2 Receivables from companies linked by virtue of participating interest	**048**		25.569
3 Customer receivables	**049**	257.327	1.308.093
4 Receivables from employees and members of the undertaking	**050**		
5 Receivables from government and other institutions	**051**	1.402.697	825.453
6 Other receivables	**052**	84.288	715.813
III SHORT-TERM FINANCIAL ASSETS (ADP 054 to 062)	**053**	12.610.304	19.532.095
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**		
4 Investments in holdings (shares) of companies linked by virtue of participating interest	**057**		
5 Investment in other securities of companies linked by virtue of participating interest	**058**		
6 Loans, deposits etc. given to companies linked by virtue of participating interest	**059**		
7 Investments in securities	**060**		
8 Loans, deposits, etc. given	**061**	12.610.304	19.532.095
9 Other financial assets	**062**		
IV CASH AT BANK AND IN HAND	**063**	31.135.251	14.360.412
D) PREPAID EXPENSES AND ACCRUED INCOME	**064**		
E) TOTAL ASSETS (ADP 001+002+037+064)	**065**	305.428.314	324.177.746
OFF-BALANCE SHEET ITEMS	**066**		80.421.294
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+083+086+089)	**067**	213.017.710	219.709.917
I. INITIAL (SUBSCRIBED) CAPITAL	**068**	106.730.270	106.730.270
II CAPITAL RESERVES	**069**	89.604.321	89.618.279
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	**070**	571.419	571.419
1 Legal reserves	**071**	571.419	571.419
2 Reserves for treasury shares	**072**	1.190.650	1.453.058
3 Treasury shares and holdings (deductible item)	**073**	1.190.650	1.453.058
4 Statutory reserves	**074**		
5 Other reserves	**075**		
IV REVALUATION RESERVES	**076**		
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	**077**	-12.534.696	-19.052.545
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	**078**	-12.534.696	-19.052.545
2 Cash flow hedge - effective portion	**079**		
3 Hedge of a net investment in a foreign operation - effective portion	**080**		
4 Other fair value reserves	**081**		
5 Exchange differences arising from the translation of foreign operations (consolidation)	**082**		
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	**083**	13.091.539	17.763.360
1 Retained profit	**084**	13.091.539	17.763.360
2 Loss brought forward	**085**		
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	**086**	15.554.857	24.079.134
1 Profit for the business year	**087**	15.554.857	24.079.134
2 Loss for the business year	**088**		
VIII MINORITY (NON-CONTROLLING) INTEREST	**089**		
B) PROVISIONS (ADP 091 to 096)	**090**	1.391.889	1.551.338
1 Provisions for pensions, termination benefits and similar obligations	**091**		
2 Provisions for tax liabilities	**092**		
3 Provisions for ongoing legal cases	**093**	1.300.000	1.300.000
4 Provisions for renewal of natural resources	**094**		
5 Provisions for warranty obligations	**095**		
6 Other provisions	**096**	91.889	251.338
C) LONG-TERM LIABILITIES (ADP 098 to 108)	**097**	81.505.209	86.175.761

1 Liabilities towards undertakings within the group	**098**		
2 Liabilities for loans, deposits, etc. to companies within the group	**099**		
3 Liabilities towards companies linked by virtue of participating interest	**100**		
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interest	**101**	7.500.000	6.500.000
5 Liabilities for loans, deposits etc.	**102**		
6 Liabilities towards banks and other financial institutions	**103**	37.004.222	43.178.058
7 Liabilities for advance payments	**104**		
8 Liabilities towards suppliers	**105**	37.000.987	36.497.703
9 Liabilities for securities	**106**		
10 Other long-term liabilities	**107**		
11 Deferred tax liability	**108**		
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	**109**	9.513.506	16.740.730
1 Liabilities towards undertakings within the group	**110**	1.097.831	
2 Liabilities for loans, deposits, etc. to companies within the group	**111**		
3 Liabilities towards companies linked by virtue of participating interest	**112**	16.769	1.464.208
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interest	**113**	1.000.000	1.250.000
5 Liabilities for loans, deposits etc.	**114**		
6 Liabilities towards banks and other financial institutions	**115**	1.947.591	4.884.232
7 Liabilities for advance payments	**116**	1.707.224	2.279.251
8 Liabilities towards suppliers	**117**	3.333.641	6.282.521
9 Liabilities for securities	**118**		
10 Liabilities towards employees	**119**	214.368	303.864
11 Taxes, contributions and similar liabilities	**120**	149.358	189.893
12 Liabilities arising from the share in the result	**121**	44.307	85.178
13 Liabilities arising from fixed assets held for sale	**122**		
14 Other short-term liabilities	**123**	2.417	1.583
E) ACCRUALS AND DEFERRED INCOME	**124**		
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	**125**	305.428.314	324.177.746
G) OFF-BALANCE SHEET ITEMS	**126**		80.421.294

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2022. to 31.12.2022.

in HRK

Submitter: Mon Perin d.d.

Item	ADP code	Same period of the previous year	Current period
1	2	3	4
I OPERATING INCOME (ADP 128 to 132)	**127**	54.796.244	73.719.268
1 Income from sales with undertakings within the group	**128**	45.003	15.028
2 Income from sales (outside group)	**129**	52.089.411	72.405.590
3 Income from the use of own products, goods and services	**130**	224.896	126.332
4 Other operating income with undertakings within the group	**131**		
5 Other operating income (outside the group)	**132**	2.436.934	1.172.318
II OPERATING EXPENSES (ADP 134+135+139+143+144+145+148+155)	**133**	39.637.301	49.051.552
1 Changes in inventories of work in progress and finished goods	**134**		
2 Material costs (ADP 136 to 138)	**135**	15.813.869	24.571.486
a) Costs of raw material	**136**	3.091.251	4.499.836
b) Costs of goods sold	**137**	68.962	32.432
c) Other external costs	**138**	12.653.656	20.039.218
3 Staff costs (ADP 140 to 142)	**139**	3.555.670	4.710.500
a) Net salaries and wages	**140**	2.143.985	2.945.614
b) Tax and contributions from salaries expenses	**141**	903.353	1.129.340
c) Contributions on salaries	**142**	508.332	635.546
4 Depreciation	**143**	16.035.372	14.446.801
5 Other expenses	**144**	2.229.302	3.096.997
6 Value adjustments (ADP 144+145)	**145**	0	0
a) fixed assets other than financial assets	**146**		
b) current assets other than financial assets	**147**		
7 Provisions (ADP 149 to 155)	**148**	1.265.477	201.391
a) Provisions for pensions, termination benefits and similar obligations	**149**	66.090	201.391
b) Provisions for tax liabilities	**150**		
c) Provisions for ongoing legal cases	**151**	1.199.387	
d) Provisions for renewal of natural resources	**152**		
e) Provisions for warranty obligations	**153**		
f) Other provisions	**154**		
8 Other operating expenses	**155**	737.611	2.024.377
III FINANCIAL INCOME (ADP 157 to 166)	**156**	2.226.945	3.456.619
1 Income from investments in holdings (shares) of undertakings within the group	**157**		
2 Income from investments in holdings (shares) of companies linked by virtue of participating interest	**158**		
3 Income from other long-term financial investment and loans granted to undertakings within the group	**159**		
4 Other interest income from operations with undertakings within the group	**160**		
5 Exchange rate differences and other financial income from operations with undertakings within the group	**161**		
6 Income from other long-term financial investments and loans	**162**	2.213.194	3.386.739
7 Other interest income	**163**	13.751	69.880
8 Exchange rate differences and other financial income	**164**		
9 Unrealised gains (income) from financial assets	**165**		
10 Other financial income	**166**		
IV FINANCIAL EXPENDITURE (ADP 168 to 174)	**167**	1.831.031	4.045.201
1 Interest expenses and similar expenses with undertakings within the group	**168**		
2 Exchange rate differences and other expenses from operations with undertakings within the group	**169**		
3 Interest expenses and similar expenses	**170**	1.731.433	1.719.535

4 Exchange rate differences and other expenses	171	99.598	2.325.666
5 Unrealised losses (expenses) from financial assets	172		
6 Value adjustments of financial assets (net)	173		
7 Other financial expenses	174		
V SHARE IN PROFIT FROM COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	175		
VI SHARE IN PROFIT FROM JOINT VENTURES	176		
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	177		
VIII SHARE IN LOSS OF JOINT VENTURES	178		
IX TOTAL INCOME (ADP 127+156+175 + 176)	179	57.023.189	77.175.887
X TOTAL EXPENDITURE (ADP 133+167+177 + 178)	180	41.468.332	53.096.753
XI PRE-TAX PROFIT OR LOSS (ADP 179-180)	181	15.554.857	24.079.134
1 Pre-tax profit (ADP 179-180)	182	15.554.857	24.079.134
2 Pre-tax loss (ADP 180-179)	183	0	0
XII INCOME TAX	184		
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 181-184)	185	15.554.857	24.079.134
1 Profit for the period (ADP 181-184)	186	15.554.857	24.079.134
2 Loss for the period (ADP 184-181)	187	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 189-190)	188	0	0
1 Pre-tax profit from discontinued operations	189	0	0
2 Pre-tax loss on discontinued operations	190	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	191	0	0
1 Discontinued operations profit for the period (ADP 186-189)	192	0	0
2 Discontinued operations loss for the period (ADP 189-186)	193	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)			
XVI PRE-TAX PROFIT OR LOSS (ADP 181+188)	194	0	0
1 Pre-tax profit (ADP 194)	195	0	0
2 Pre-tax loss (ADP 194)	196	0	0
XVII INCOME TAX (ADP 184+191)	197	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 194-197)	198	0	0
1 Profit for the period (ADP 194-197)	199	0	0
2 Loss for the period (ADP 197-194)	200	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 202+203)	201	0	0
1 Attributable to owners of the parent	202		
2 Attributable to minority (non-controlling) interest	203		
STATEMENT OF OTHER COMPRHENSIVE INCOME (to be filled in by undertakings subject to IFRS)			
I PROFIT OR LOSS FOR THE PERIOD	204	15.554.857	24.079.134
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 206+ 213)	205	4.056.210	-6.517.850
III Items that will not be reclassified to profit or loss (ADP207 to 211)	206	4.056.210	-6.517.850
1 Changes in revaluation reserves of fixed tangible and intangible assets	207		
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	208	4.056.210	-6.517.850
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	209		
4 Actuarial gains/losses on the defined benefit obligation	210		
5 Other items that will not be reclassified	211		
6 Income tax relating to items that will not be reclassified	212		
IV Items that may be reclassified to profit or loss (ADP 214 to 221)	213	0	0
1 Exchange rate differences from translation of foreign operations	214		
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	215		
3 Profit or loss arising from effective cash flow hedging	216		
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	217		

5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	**218**		
6 Changes in fair value of the time value of option	**219**		
7 Changes in fair value of forward elements of forward contracts	**220**		
8 Other items that may be reclassified to profit or loss	**221**		
9 Income tax relating to items that may be reclassified to profit or loss	**222**		
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 206+213- 212 - 222)	**223**	4.056.210	-6.517.850
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 204+223)	**224**	19.611.067	17.561.284
APPENDIX to the Statement on comprehensive income (to be filled in by entrepreneurs who draw up consolidated statements)			
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 225+226)	**225**	0	0
1 Attributable to owners of the parent	**226**		
2 Attributable to minority (non-controlling) interest	**227**		

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

in HRK

Submitter: Mon Perin d.d.			
Item	**ADP code**	**Same period of the previous year**	**Current period**
1	2	3	4
Cash flow from operating activities			
1 Cash receipts from customers	001	60.919.528	85.021.216
2 Cash receipts from royalties, fees, commissions and other revenue	002	194.394	226.833
3 Cash receipts from insurance premiums	003	111.148	177.801
4 Cash receipts from tax refund	004	1.309.604	5.139.427
5 Other cash receipts from operating activities	005	562.234	39.201
I Total cash receipts from operating activities (ADP 001 to 005)	006	63.096.908	90.604.478
1 Cash payments to suppliers	007	-23.908.867	-38.218.028
2 Cash payments to employees	008	-2.561.087	-3.453.751
3 Cash payments for insurance premiums	009	-291.772	-321.091
4 Interest paid	010	-858.401	-714.022
5 Income tax paid	011		
6 Other cash payments from operating activities	012	-7.845.842	-9.618.390
II Total cash payments from operating activities (ADP 007 to 012)	013	-35.465.969	-52.325.282
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 006 + 013)	014	27.630.939	38.279.196
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	015	6.250	362.316
2 Cash receipts from sales of financial instruments	016		
3 Interest received	017	34.175	70.954
4 Dividends received	018	2.213.194	3.386.739
5 Cash receipts from repayment of loans and deposits	019	5.879.019	12.656.560
6 Other cash receipts from investment activities	020		
III Total cash receipts from investment activities (ADP 015 to 020)	021	8.132.638	16.476.569
1 Cash payments for the purchase of fixed tangible and intangible assets	022	-18.756.496	-49.423.487
2 Cash payments for the acquisition of financial instruments	023		
3 Cash payments for loans and deposits	024	-12.641.576	-19.539.854
4 Acquisition of a subsidiary, net of cash acquired	025	-1.262.600	
5 Other cash payments from investment activities	026		
IV Total cash payments from investment activities (ADP 022 to 026)	027	-32.660.672	-68.963.341
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 021 + 027)	028	-24.528.034	-52.486.772
Cash flow from financing activities			
1 Cash receipts from the increase of initial (subscribed) capital	029	16.642.208	
2 Cash receipts the from issue of equity financial instruments and debt financial instruments	030		
3 Cash receipts from credit principals, loans and other borrowings	031		10.000.000

4 Other cash receipts from financing activities	032		
V Total cash receipts from financing activities (ADP 029 to 032)	**033**	16.642.208	10.000.000
1 Cash payments for the repayment of credit principals, loans andother borrowings and debt financial instruments	034	-1.250.000	-1.725.099
2 Cash payments for dividends	035	-6.189.411	-10.579.756
3 Cash payments for finance lease	036		
4 Cash payments for the redemption of treasury shares and decrease of initial (subscribed) capital	037		-262.408
5 Other cash payments from financing activities	038		
VI Total cash payments from financing activities (ADP 034 to 038)	**039**	-7.439.411	-12.567.263
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 033 +039)	**040**	9.202.797	-2.567.263
1 Unrealised exchange rate differences in cash and cash equivalents	041		
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 014 + 028 + 040 + 041)	**042**	12.305.702	-16.774.839
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	**043**	18.829.549	31.135.251
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (ADP 042+043)	**044**	31.135.251	14.360.412

STATEMENT OF CHANGES IN EQUITY																			
for the period from 1.1.2022 to	31.12.2022																	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 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 do 6 - 7 + 8 do 17)	19	20 (18+19)
Previous period																			
1 Balance on the first day of the previous business year	01	96.011.000	64.950.000	571.419	1.190.650	1.190.650				-16.590.904					19.298.194		164.239.709		164.239.709
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	96.011.000	64.950.000	571.419	1.190.650	1.190.650	0	0	0	-16.590.904	0	0	0	0	19.298.194	0	164.239.709	0	164.239.709
5 Profit/loss of the period	05															15.554.857	15.554.857		15.554.857
6 Exchange rate differences from translation of foreign operations	06																0		0
7 Changes in revaluation reserves of fixed tangible and intangible assets	07																0		0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	08									4.056.209							4.056.209		4.056.209
9 Gains or losses on efficient cash flow hedging	09																0		0
10 Gains or losses arising from effective hedge of a net investment in a foreign operation	10																0		0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interest	11																0		0
12 Actuarial gains/losses on defined benefit plans	12																0		0
13 Other changes in equity unrelated to owners	13																0		0
14 Tax on transactions recognised directly in equity	14																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 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	16																0		0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	17																0		0
18 Redemption of treasury shares/holdings	18																0		0
19 Payments from members/shareholders	19	10.719.270	24.654.321														35.373.591		35.373.591
20 Payment of share in profit/dividend	20														-6.206.655		-6.206.655		-6.206.655
21 Other distributions and payments to members/shareholders	21																0		0
22 Transfer to reserves according to the annual schedule	22																0		0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	23																0		0
24 Balance on the last day of the previous business year reporting period (ADP 04 to 23)	24	106.730.270	89.604.321	571.419	1.190.650	1.190.650	0	0	0	-12.534.695	0	0	0	0	13.091.539	15.554.857	213.017.711	0	213.017.711
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	4.056.209	0	0	0	0	0	0	4.056.209	0	4.056.209
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+25)	26	0	0	0	0	0	0	0	0	4.056.209	0	0	0	0	0	15.554.857	19.611.066	0	19.611.066
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 23)	27	10.719.270	24.654.321	0	0	0	0	0	0	0	0	0	0	0	-6.206.655	0	29.166.936	0	29.166.936
Current period																			
1 Balance on the first day of the current business year	28	106.730.270	89.604.321	571.419	1.190.650	1.190.650	0	0		-12.534.695	0	0	0	0	28.646.396	0	213.017.711		213.017.711
2 Changes in accounting policies	29																0		0
3 Correction of errors	30																0		0
4 Balance on the first day of the current business year (restated) (ADP 28 to 30)	31	106.730.270	89.604.321	571.419	1.190.650	1.190.650	0	0	0	-12.534.695	0	0	0	0	28.646.396	0	213.017.711	0	213.017.711
5 Profit/loss of the period	32															24.079.134	24.079.134		24.079.134
6 Exchange rate differences from translation of foreign operations	33																0		0
7 Changes in revaluation reserves of fixed tangible and intangible assets	34																0		0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	35									-6.517.850							-6.517.850		-6.517.850
9 Gains or losses on efficient cash flow hedging	36																0		0
10 Gains or losses arising from effective hedge of a net investment in a foreign operation	37																0		0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interest	38																0		0
12 Actuarial gains/losses on defined remuneration plans	39																0		0
13 Other changes in equity unrelated to owners	40		13.958														13.958		13.958
14 Tax on transactions recognised directly in equity	41																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
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43																0		0
17 Increase of initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	44																0		0
18 Redemption of treasury shares/holdings	45				262.408	262.408									-262.408		-262.408		-262.408
19 Payments from members/shareholders	46																0		0
20 Payment of share in profit/dividend	47														-10.620.627		-10.620.627		-10.620.627
21 Other distributions and payments to members/shareholders	48																0		0
22 Carryforward per annual plan	49																0		0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	50																0		0
24 Balance on the last day of the current business year reporting period (ADP 31 to 50)	51	106.730.270	89.618.279	571.419	1.453.058	1.453.058	0	0	0	-19.052.545	0	0	0	0	17.763.361	24.079.134	219.709.918	0	219.709.918
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 FOR THE CURRENT PERIOD, NET OF TAX (ADP 33 to 41)	52	0	13.958	0	0	0	0	0	0	-6.517.850	0	0	0	0	0	0	-6.503.892	0	-6.503.892
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 32 do 52)	53	0	13.958	0	0	0	0	0	0	-6.517.850	0	0	0	0	0	24.079.134	17.575.242	0	17.575.242
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 42 to 50)	54	0	0	0	262.408	262.408	0	0	0	0	0	0	0	0	-10.883.035	0	-10.883.035	0	-10.883.035

7.2 MON PERIN GROUP

ISSUER'S GENERAL DATA

Reporting period:	**1.1.2022**	to	**31.12.2022**
Year:	**2022**		

Annual financial statements

gistration number (MB):	**02013720**	Issuer's home Member State code:	**HR**
Entity's registration number (MBS):	**040224587**		
Personal identification number (OIB):	**06374155285**	LEI:	**47800S06AYJL4DSCT2**
Institution code:			
Name of the issuer:	**MON PERIN D.D.**		
Postcode and town:	**52211**		**Bale**
eet and house number:	**Trg La Musa 2**		
E-mail address:	massimo.piutti@monperin.hr		
Web address:	www.monperin.hr		
Number of employees (end of the reporting	**33**		
Consolidated report:	**KN**	(KN-not consolidated/KD-consolidated)	
Audited:	**RD**	(RN-not audited/RD-audited)	

Names of subsidiaries (according to IFRS)	Registered office:	MB:

Bookkeeping firm:	**Yes**	(Yes/No)	**M.I. Računovođa d.o.o.** (name of the bookkeeping firm)
Contact person:	**Ivana Mikulek** (only name and surname of the contact person)		
Telephone:	**052 824 186**		
E-mail address:	ivana.mikulek@mi-racunovoda.hr		
Audit firm:	UHY Rudan d.o.o. (name of the audit firm)		
Certified auditor:	Vedrana Miletić (name and surname)		

BALANCE SHEET

balance as at 31.12.2021.

in HRK

Submitter: Group Mon Perin 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**	255.371.693	286.923.467
I INTANGIBLE ASSETS (ADP 004 to 009)	**003**	79.577	17.917
1 Research and development	**004**		
2 Concessions, patents, licences, trademarks, software and other rights	**005**	3.153	12.861
3 Goodwill	**006**		
4 Advance payments for purchase of intangible assets	**007**	76.424	5.056
5 Intangible assets in preparation	**008**		
6 Other intangible assets	**009**		
II TANGIBLE ASSETS (ADP 011 to 019)	**010**	153.738.437	192.014.367
1 Land	**011**	4.331.290	4.331.290
2 Buildings	**012**	120.241.457	154.671.934
3 Plant and equipment	**013**	9.965.277	10.232.671
4 Tools, working inventory and transportation assets	**014**	728.306	1.786.549
5 Biological assets	**015**	708.708	1.098.115
6 Advance payments for purchase of tangible assets	**016**	6.630.298	6.618.451
7 Tangible assets in preparation	**017**	10.644.466	12.786.722
8 Other tangible assets	**018**	488.635	488.635
9 Investment property	**019**		
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	**020**	101.553.679	94.891.183
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 interest	**024**	1.266.600	1.266.600
5 Investment in other securities of companies linked by virtue of participating interest	**025**		
6 Loans, deposits etc. given to companies linked by virtue of participating interest	**026**		
7 Investments in securities	**027**	99.961.775	93.443.925
8 Loans, deposits, etc. given	**028**	325.304	180.658
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		
C) CURRENT ASSETS (ADP 038+046+053+063)	037	46.137.535	37.664.720
I INVENTORIES (ADP 039 to 045)	038	227.055	384.299
1 Raw materials	039	1.830	1.430
2 Work in progress	040		
3 Finished goods	041		
4 Merchandise	042	139.568	109.979
5 Advance payments for inventories	043	85.657	272.890
6 Fixed assets held for sale	044		
7 Biological assets	045		
II RECEIVABLES (ADP 047 to 052)	046	1.758.866	2.907.371
1 Receivables from undertakings within the group	047		
2 Receivables from companies linked by virtue of participating interest	048		25.569
3 Customer receivables	049	258.827	1.327.825
4 Receivables from employees and members of the undertaking	050		
5 Receivables from government and other institutions	051	1.415.751	838.164
6 Other receivables	052	84.288	715.813
III SHORT-TERM FINANCIAL ASSETS (ADP 054 to 062)	053	12.610.304	19.532.095
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		
4 Investments in holdings (shares) of companies linked by virtue of participating interest	057		
5 Investment in other securities of companies linked by virtue of participating interest	058		
6 Loans, deposits etc. given to companies linked by virtue of participating interest	059		
7 Investments in securities	060		
8 Loans, deposits, etc. given	061	12.610.304	19.532.095
9 Other financial assets	062		
IV CASH AT BANK AND IN HAND	063	31.541.310	14.840.955
D) PREPAID EXPENSES AND ACCRUED INCOME	064		
E) TOTAL ASSETS (ADP 001+002+037+064)	065	301.509.228	324.588.187
OFF-BALANCE SHEET ITEMS	066		80.421.294
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+083+086+089)	067	209.919.980	220.119.843
I. INITIAL (SUBSCRIBED) CAPITAL	068	106.730.270	106.730.270
II CAPITAL RESERVES	069	89.604.321	89.618.279
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	571.419	571.419
1 Legal reserves	071	571.419	571.419
2 Reserves for treasury shares	072	1.190.650	1.453.058
3 Treasury shares and holdings (deductible item)	073	1.190.650	1.453.058
4 Statutory reserves	074		
5 Other reserves	075		
IV REVALUATION RESERVES	076		
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	-12.534.696	-19.052.545

1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	-12.534.696	-19.052.545
2 Cash flow hedge - effective portion	079		
3 Hedge of a net investment in a foreign operation - effective portion	080		
4 Other fair value reserves	081		
5 Exchange differences arising from the translation of foreign operations (consolidation)	082		
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	10.406.198	18.168.391
1 Retained profit	084	10.406.198	18.168.391
2 Loss brought forward	085		
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	15.142.468	24.084.029
1 Profit for the business year	087	15.142.468	24.084.029
2 Loss for the business year	088		
VIII MINORITY (NON-CONTROLLING) INTEREST	089		
B) **PROVISIONS** (ADP 091 to 096)	090	1.391.889	1.551.338
1 Provisions for pensions, termination benefits and similar obligations	091		
2 Provisions for tax liabilities	092		
3 Provisions for ongoing legal cases	093	1.300.000	1.300.000
4 Provisions for renewal of natural resources	094		
5 Provisions for warranty obligations	095		
6 Other provisions	096	91.889	251.338
C) **LONG-TERM LIABILITIES** (ADP 098 to 108)	097	81.505.209	86.175.761
1 Liabilities towards undertakings within the group	098		
2 Liabilities for loans, deposits, etc. to companies within the group	099		
3 Liabilities towards companies linked by virtue of participating interest	100		
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interest	101	7.500.000	6.500.000
5 Liabilities for loans, deposits etc.	102		
6 Liabilities towards banks and other financial institutions	103	37.004.222	43.178.058
7 Liabilities for advance payments	104		
8 Liabilities towards suppliers	105	37.000.987	36.497.703
9 Liabilities for securities	106		
10 Other long-term liabilities	107		
11 Deferred tax liability	108		
D) **SHORT-TERM LIABILITIES** (ADP 110 to 123)	109	8.692.150	16.741.245
1 Liabilities towards undertakings within the group	110		
2 Liabilities for loans, deposits, etc. to companies within the group	111		
3 Liabilities towards companies linked by virtue of participating interest	112	16.769	1.464.208
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interest	113	1.000.000	1.250.000
5 Liabilities for loans, deposits etc.	114		
6 Liabilities towards banks and other financial institutions	115	1.947.591	4.884.232
7 Liabilities for advance payments	116	1.707.224	2.279.251
8 Liabilities towards suppliers	117	3.381.402	6.283.008
9 Liabilities for securities	118		

10 Liabilities towards employees	**119**	228.868	303.864
11 Taxes, contributions and similar liabilities	**120**	363.572	189.921
12 Liabilities arising from the share in the result	**121**	44.307	85.178
13 Liabilities arising from fixed assets held for sale	**122**		
14 Other short-term liabilities	**123**	2.417	1.583
E) ACCRUALS AND DEFERRED INCOME	**124**		
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	**125**	301.509.228	324.588.187
G) OFF-BALANCE SHEET ITEMS	**126**		80.421.294

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2022. to 31.12.2022.

in HRK

Submitter: Group Mon Perin d.d.			
Item	**ADP code**	**Same period of the previous year**	**Current period**
1	**2**	**3**	**4**
I OPERATING INCOME (ADP 128 to 132)	**127**	54.935.877	73.808.042
1 Income from sales with undertakings within the group	**128**		
2 Income from sales (outside group)	**129**	52.272.847	72.508.249
3 Income from the use of own products, goods and services	**130**	224.896	126.332
4 Other operating income with undertakings within the group	**131**		
5 Other operating income (outside the group)	**132**	2.438.134	1.173.461
II OPERATING EXPENSES (ADP 134+135+139+143+144+145+148+155)	**133**	40.189.060	49.118.097
1 Changes in inventories of work in progress and finished goods	**134**		
2 Material costs (ADP 136 to 138)	**135**	15.761.699	24.609.013
a) Costs of raw material	**136**	3.054.653	4.499.836
b) Costs of goods sold	**137**	132.470	108.701
c) Other external costs	**138**	12.574.576	20.000.476
3 Staff costs (ADP 140 to 142)	**139**	3.956.171	4.723.101
a) Net salaries and wages	**140**	2.379.698	2.952.519
b) Tax and contributions from salaries expenses	**141**	1.014.749	1.133.251
c) Contributions on salaries	**142**	561.724	637.331
4 Depreciation	**143**	16.144.543	14.450.351
5 Other expenses	**144**	2.290.194	3.107.281
6 Value adjustments (ADP 144+145)	**145**	0	0
a) fixed assets other than financial assets	**146**		
b) current assets other than financial assets	**147**		
7 Provisions (ADP 149 to 155)	**148**	1.265.477	201.391
a) Provisions for pensions, termination benefits and similar obligations	**149**	66.090	201.391
b) Provisions for tax liabilities	**150**		
c) Provisions for ongoing legal cases	**151**	1.199.387	
d) Provisions for renewal of natural resources	**152**		
e) Provisions for warranty obligations	**153**		
f) Other provisions	**154**		
8 Other operating expenses	**155**	770.976	2.026.960
III FINANCIAL INCOME (ADP 157 to 166)	**156**	2.226.949	3.456.863
1 Income from investments in holdings (shares) of undertakings within the group	**157**		
2 Income from investments in holdings (shares) of companies linked by virtue of participating interest	**158**		
3 Income from other long-term financial investment and loans granted to undertakings within the group	**159**		
4 Other interest income from operations with undertakings within the group	**160**		
5 Exchange rate differences and other financial income from operations with undertakings within the group	**161**		
6 Income from other long-term financial investments and loans	**162**	2.213.194	3.386.739

7 Other interest income	**163**	13.755	69.910
8 Exchange rate differences and other financial income	**164**		214
9 Unrealised gains (income) from financial assets	**165**		
10 Other financial income	**166**		
IV FINANCIAL EXPENDITURE (ADP 168 to 174)	**167**	1.831.298	4.062.779
1 Interest expenses and similar expenses with undertakings within the group	**168**		
2 Exchange rate differences and other expenses from operations with undertakings within the group	**169**		
3 Interest expenses and similar expenses	**170**	1.731.455	1.719.535
4 Exchange rate differences and other expenses	**171**	99.843	2.343.244
5 Unrealised losses (expenses) from financial assets	**172**		
6 Value adjustments of financial assets (net)	**173**		
7 Other financial expenses	**174**		
V SHARE IN PROFIT FROM COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	**175**		
VI SHARE IN PROFIT FROM JOINT VENTURES	**176**		
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	**177**		
VIII SHARE IN LOSS OF JOINT VENTURES	**178**		
IX TOTAL INCOME (ADP 127+156+175 + 176)	**179**	57.162.826	77.264.905
X TOTAL EXPENDITURE (ADP 133+167+177 + 178)	**180**	42.020.358	53.180.876
XI PRE-TAX PROFIT OR LOSS (ADP 179-180)	**181**	15.142.468	24.084.029
1 Pre-tax profit (ADP 179-180)	**182**	15.142.468	24.084.029
2 Pre-tax loss (ADP 180-179)	**183**	0	0
XII INCOME TAX	**184**		
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 181-184)	**185**	15.142.468	24.084.029
1 Profit for the period (ADP 181-184)	**186**	15.142.468	24.084.029
2 Loss for the period (ADP 184-181)	**187**	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 189-190)	**188**	0	0
1 Pre-tax profit from discontinued operations	**189**	0	0
2 Pre-tax loss on discontinued operations	**190**	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	**191**	0	0
1 Discontinued operations profit for the period (ADP 186-189)	**192**	0	0
2 Discontinued operations loss for the period (ADP 189-186)	**193**	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)			
XVI PRE-TAX PROFIT OR LOSS (ADP 181+188)	**194**	0	0
1 Pre-tax profit (ADP 194)	**195**	0	0
2 Pre-tax loss (ADP 194)	**196**	0	0
XVII INCOME TAX (ADP 184+191)	**197**	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 194-197)	**198**	0	0
1 Profit for the period (ADP 194-197)	**199**	0	0
2 Loss for the period (ADP 197-194)	**200**	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 202+203)	**201**	15.142.468	24.084.029
1 Attributable to owners of the parent	**202**	15.142.468	24.084.029

2 Attributable to minority (non-controlling) interest	**203**		
STATEMENT OF OTHER COMPRHENSIVE INCOME (to be filled in by undertakings subject to IFRS)			
I PROFIT OR LOSS FOR THE PERIOD	**204**	15.142.468	24.084.029
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 206+ 213)	**205**	4.056.210	-6.517.850
III Items that will not be reclassified to profit or loss (ADP207 to 211)	**206**	4.056.210	-6.517.850
1 Changes in revaluation reserves of fixed tangible and intangible assets	**207**		
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	**208**	4.056.210	-6.517.850
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	**209**		
4 Actuarial gains/losses on the defined benefit obligation	**210**		
5 Other items that will not be reclassified	**211**		
6 Income tax relating to items that will not be reclassified	**212**		
IV Items that may be reclassified to profit or loss (ADP 214 to 221)	**213**	0	0
1 Exchange rate differences from translation of foreign operations	**214**		
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	**215**		
3 Profit or loss arising from effective cash flow hedging	**216**		
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	**217**		
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	**218**		
6 Changes in fair value of the time value of option	**219**		
7 Changes in fair value of forward elements of forward contracts	**220**		
8 Other items that may be reclassified to profit or loss	**221**		
9 Income tax relating to items that may be reclassified to profit or loss	**222**		
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 206+213- 212 - 222)	**223**	4.056.210	-6.517.850
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 204+223)	**224**	19.198.678	17.566.179
APPENDIX to the Statement on comprehensive income (to be filled in by entrepreneurs who draw up consolidated statements)			
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 225+226)	**225**	19.198.678	17.566.179
1 Attributable to owners of the parent	**226**	19.198.678	17.566.179
2 Attributable to minority (non-controlling) interest	**227**		

STATEMENT OF CASH FLOWS - direct method

for the period 01.01.2022 to 31.12.2022

in HRK

Submitter: Group Mon Perin d.d.

Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Cash receipts from customers	**001**	61.132.422	84.003.377
2 Cash receipts from royalties, fees, commissions and other revenue	**002**	194.394	226.833
3 Cash receipts from insurance premiums	**003**	111.148	177.801
4 Cash receipts from tax refund	**004**	1.355.381	5.141.185
5 Other cash receipts from operating activities	**005**	578.802	39.369
I Total cash receipts from operating activities (ADP 001 to 005)	**006**	63.372.147	89.588.565
1 Cash payments to suppliers	**007**	-23.931.368	-37.078.704
2 Cash payments to employees	**008**	-2.573.087	-3.455.227
3 Cash payments for insurance premiums	**009**	-294.305	-321.091
4 Interest paid	**010**	-858.401	-714.022
5 Income tax paid	**011**		
6 Other cash payments from operating activities	**012**	-8.289.996	-9.647.680
II Total cash payments from operating activities (ADP 007 to 012)	**013**	-35.947.157	-51.216.724
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 006 + 013)	**014**	27.424.990	38.371.841
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	**015**	6.250	362.316
2 Cash receipts from sales of financial instruments	**016**		
3 Interest received	**017**	34.179	70.978
4 Dividends received	**018**	2.213.194	3.386.739
5 Cash receipts from repayment of loans and deposits	**019**	5.879.019	12.656.560
6 Other cash receipts from investment activities	**020**		
III Total cash receipts from investment activities (ADP 015 to 020)	**021**	8.132.642	16.476.593
1 Cash payments for the purchase of fixed tangible and intangible assets	**022**	-18.756.496	-49.423.487
2 Cash payments for the acquisition of financial instruments	**023**		
3 Cash payments for loans and deposits	**024**	-12.641.576	-19.539.854
4 Acquisition of a subsidiary, net of cash acquired	**025**	-1.262.600	
5 Other cash payments from investment activities	**026**		
IV Total cash payments from investment activities (ADP 022 to 026)	**027**	-32.660.672	-68.963.341
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 021 + 027)	**028**	-24.528.030	-52.486.748
Cash flow from financing activities			
1 Cash receipts from the increase of initial (subscribed) capital	**029**	16.642.208	
2 Cash receipts the from issue of equity financial instruments and debt financial instruments	**030**		
3 Cash receipts from credit principals, loans and other borrowings	**031**		10.000.000

4 Other cash receipts from financing activities	032		
V Total cash receipts from financing activities (ADP 029 to 032)	**033**	16.642.208	10.000.000
1 Cash payments for the repayment of credit principals, loans andother borrowings and debt financial instruments	034	-1.250.000	-1.725.099
2 Cash payments for dividends	035	-6.189.411	-10.579.756
3 Cash payments for finance lease	036		
4 Cash payments for the redemption of treasury shares and decrease of initial (subscribed) capital	037		-262.408
5 Other cash payments from financing activities	038		
VI Total cash payments from financing activities (ADP 034 to 038)	**039**	-7.439.411	-12.567.263
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 033 +039)	**040**	9.202.797	-2.567.263
1 Unrealised exchange rate differences in cash and cash equivalents	041		
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 014 + 028 + 040 + 041)	**042**	12.099.757	-16.682.170
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	**043**	19.441.553	31.523.125
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (ADP 042+043)	**044**	31.541.310	14.840.955

STATEMENT OF CHANGES IN EQUITY

for the period from 1.1.2021 to ########

in HRK

Item	ADP code	Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Other reserves	Revaluation reserves	Fair value of financial assets through other comprehensive income (available for sale)	Cash flow hedge - effective portion	Hedge of a net investment in a foreign operation - effective portion	Other fair value reserves	Exchange rate differences from translation of foreign operations	Retained profit / loss brought forward	Profit/loss for the business year	Total attributable to owners of the parent	Minority (non-controlling) interest	Total capital and reserves
		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 do 6 - 7 + 8 do 17)	19	20 (18+19)
Previous period																			
1 Balance on the first day of the previous business year	01	96.011.000	64.950.000	571.419	1.190.650	1.190.650				-16.590.904					16.612.853		161.554.368		161.554.368
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	96.011.000	64.950.000	571.419	1.190.650	1.190.650	0	0	0	-16.590.904	0	0	0	0	16.612.853	0	161.554.368	0	161.554.368
5 Profit/loss of the period	05															15.142.468	15.142.468		15.142.468
6 Exchange rate differences from translation of foreign operations	06																0		0
7 Changes in revaluation reserves of fixed tangible and intangible assets	07																0		0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	08									4.056.209							4.056.209		4.056.209
9 Gains or losses on efficient cash flow hedging	09																0		0
10 Gains or losses arising from effective hedge of a net investment in a foreign operation	10																0		0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interest	11																0		0
12 Actuarial gains/losses on defined benefit plans	12																0		0
13 Other changes in equity unrelated to owners	13																0		0
14 Tax on transactions recognised directly in equity	14																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 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	16																0		0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	17																0		0
18 Redemption of treasury shares/holdings	18																0		0
19 Payments from members/shareholders	19	10.719.270	24.654.321														35.373.591		35.373.591
20 Payment of share in profit/dividend	20														-6.206.655		-6.206.655		-6.206.655
21 Other distributions and payments to members/shareholders	21																0		0
22 Transfer to reserves according to the annual schedule	22																0		0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	23																0		0
24 Balance on the last day of the previous business year reporting period (ADP 04 to 23)	24	106.730.270	89.604.321	571.419	1.190.650	1.190.650	0	0	0	-12.534.695	0	0	0	0	10.406.198	15.142.468	209.919.981	0	209.919.981
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	4.056.209	0	0	0	0	0	0	4.056.209	0	4.056.209
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+25)	26	0	0	0	0	0	0	0	0	4.056.209	0	0	0	0	0	15.142.468	19.198.677	0	19.198.677
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 23)	27	10.719.270	24.654.321	0	0	0	0	0	0	0	0	0	0	0	-6.206.655	0	29.166.936	0	29.166.936
Current period																			
1 Balance on the first day of the current business year	28	106.730.270	89.604.321	571.419	1.190.650	1.190.650	0	0		-12.534.695	0	0	0	0	25.548.666	0	209.919.981		209.919.981
2 Changes in accounting policies	29																0		0
3 Correction of errors	30																0		0
4 Balance on the first day of the current business year (restated) (AOP 28 to 30)	31	106.730.270	89.604.321	571.419	1.190.650	1.190.650	0	0	0	-12.534.695	0	0	0	0	25.548.666	0	209.919.981	0	209.919.981
5 Profit/loss of the period	32															24.084.029	24.084.029		24.084.029
6 Exchange rate differences from translation of foreign operations	33																0		0
7 Changes in revaluation reserves of fixed tangible and intangible assets	34																0		0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	35									-6.517.850							-6.517.850		-6.517.850
9 Gains or losses on efficient cash flow hedging	36																0		0
10 Gains or losses arising from effective hedge of a net investment in a foreign operation	37																0		0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interest	38																0		0
12 Actuarial gains/losses on defined remuneration plans	39																0		0
13 Other changes in equity unrelated to owners	40		13.958												3.502.760		3.516.718		3.516.718
14 Tax on transactions recognised directly in equity	41																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
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43																0		0
17 Increase of initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	44																0		0
18 Redemption of treasury shares/holdings	45				262.408	262.408									-262.408		-262.408		-262.408
19 Payments from members/shareholders	46																0		0
20 Payment of share in profit/dividend	47														-10.620.627		-10.620.627		-10.620.627
21 Other distributions and payments to members/shareholders	48																0		0
22 Carryforward per annual plan	49																0		0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	50																0		0
24 Balance on the last day of the current business year reporting period (ADP 31 to 50)	51	106.730.270	89.618.279	571.419	1.453.058	1.453.058	0	0	0	-19.052.545	0	0	0	0	18.168.391	24.084.029	220.119.843	0	220.119.843
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 FOR THE CURRENT PERIOD, NET OF TAX (ADP 33 to 41)	52	0	13.958	0	0	0	0	0	0	-6.517.850	0	0	0	0	3.502.760	0	-3.001.132	0	-3.001.132
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 32 do 52)	53	0	13.958	0	0	0	0	0	0	-6.517.850	0	0	0	0	3.502.760	24.084.029	21.082.897	0	21.082.897
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 42 to 50)	54	0	0	0	262.408	262.408	0	0	0	0	0	0	0	0	-10.883.035	0	-10.883.035	0	-10.883.035

8. MANAGEMENT BOARD'S DECISION ON ESTABLISHING THE ANNUAL FINANCIAL STATEMENTS

Pursuant to Article 300a of the Companies Act, on 7 April 2023 the Company's Management Board adopted the following

DECISION

ON THE ADOPTION OF ANNUAL FINANCIAL STATEMENTS FOR 2022. g.

AND

ON THE ADOPTION OF CONSOLIDATED FINANCIAL STATEMENTS FOR 2022. g.

The annual financial statements of the Company MON PERIN d.d. for the 2022 financial year with the content as attached to this Decision shall be adopted.

The consolidated financial statements of the MON PERIN Group for the 2022 financial year with the content as attached to this Decision shall be adopted.

This Decision is submitted to the Supervisory Board for approval

Massimo Piutti, President of the Managemet Board

9. SUPERVISORY'S BOARD DECISION ON APPROVING THE ANNUAL FINANCIAL STATEMENTS

Pursuant to Article 300c of the Companies Act, the Supervisory Board of Mon Perin d.d. (hereinafter referred to as the "Company")

at its meeting held on 11 April 2023 rendered the following

CONSENT

TO THE MANAGEMENT BOARD'S DECISION ON ESTABLISHING ANNUAL FINANCIAL STATEMENTS FOR 2022 AND CONSOLIDATED FINANCIAL STATEMENTS FOR 2022

Based on the Management Board's Report on the Company's situation for 2022, the contents of the Company's Annual Financial Statements for 2022 and the MON PERIN Group's Consolidated Annual Financial Statements for 2022, and the Auditor's Report on the performed audit of these statements,

The Supervisory Board **gives its consent** to:

1. The Company's Annual Financial Statements for 2022
2. The MON PERIN Group's Consolidated Annual Financial Statements for 2022

Pursuant to Article 300 c of the Companies Act, the Company's annual financial statements and the MON PERIN Group's consolidated annual financial statements shall herewith be deemed as adopted by the Company.

This consent shall enter into force immediately

Plinio Cuccurin, President of the Supervisory Board

10. SUPERVISORY BOARD'S DECISION ON ALLOCATION OF PROFIT

Pursuant to Article 20 of the Mon Perin d.d. Company's Statute (hereainafter referred to as the "Company"), the Company's Supervisory Board

at its meeting held on 11 April 2023 rendered the following

CONSENT

TO THE MANAGEMENT'S BOARD DECISION ON THE PROPOSAL FOR THE DECISION ON THE ALLOCATION OF THE COMPANY'S PROFIT

The Company's Supervisory Board **gives its consent** to the Management Board's Decision on the Proposal for the Decision on the Allocation of Profit dated 7 April 2023, which reads as follows:

"The Company's profit in 2022 amounting to HRK 24,079,134 shall be allocated to retained profit."

This consent shall enter into force immediately.

Plinio Cuccurin, President of the Supervisory Board

11. MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED AND INDIVIDUAL ANNUAL REPORT

Pursuant to the Commission Delegated Regulation (EU) of 14 March 2019, the Management Board is responsible for ensuring that consolidated and non-consolidated financial statements are prepared for each financial year in accordance with International Financial Reporting Standards (IFRS) as adopted in the European Union, which give a true and fair view of the financial position and operating results of the company Mon Perin d.d. (the "Company") and its subsidiaries (hereinafter referred to as: the Group).

The Management Board has a reasonable expectation that the Group and the Company have adequate resources to continue in operational existence for the foreseeable future. For this reason, the Management Board continues to adopt the going concern basis in preparing consolidated and non-consolidated financial statements.

In preparing consolidated and non-consolidated financial statements, the responsibilities of the Management Board include ensuring that:

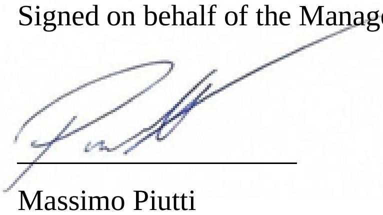
- suitable accounting policies are selected and then applied consistently;
- judgements and estimates are reasonable and prudent;
- applicable accounting standards are followed; and
- the consolidated and non-consolidated financial statements are prepared on a going concern basis unless it is inappropriate to presume that the Group and the Company will continue their business activities.

The Management Bord is responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Group and the Company and must also ensure that the financial statements company with the Croatian Accounting Act in force. The Management Bord is also responsible for safeguarding the assets of the Group and the Company and hence for taking responsible steps for the prevention and detection of fraud and other irregularities.

Moreover, in accordance with the Commission Regulation (EU) 2020/980 the Management Board is obliged to prepare Annual Financial Reports and historical financial information.

The Annual Report and historical financial information was authorised for issuance by the Management Board on 7 April 2023.

Signed on behalf of the Management Board:



Massimo Piutti

President of the Management Board

Mon Perin d.d.

Trg La Musa 2, Bale

12. ANNUAL FINANCIAL STETEMENTS INCLUDING THE INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF THE COMPANY MON PERIN d.d.

Report on the Audit of the Annual Separate and Consolidated Financial Statements

Opinion

We have audited the annual separate financial statements of MON PERIN d.d. (the Company) and consolidated financial statements of MON PERIN d.d. and its subsidiaries (together Group), which comprise the separate and consolidated statement of financial position as at 31 December 2022, the separate and consolidated statement of comprehensive income, the separate and consolidated statement of cash flows and the separate and consolidated statement of changes in equity for the year then ended, and notes to the separate and consolidated financial statements, including significant accounting policies.

In our opinion, the accompanying annual separate and consolidated financial statements *give a true and fair view* of the financial position of the Company and the Group as at 31 December, 2022 and of their separate and consolidated financial performance and their separate and consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union (IFRS).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Annual Separate and Consolidated Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' (IESBA) Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Republic of Croatia and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Correction of the opening balances
We draw attention to Note 2.26 of the financial statements which states that the Company and the Group corrected accounting errors from prior periods. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the annual separate and consolidated financial statements of the current period. These matters were addressed in the context of our audit of the annual separate and consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	**Our procedures during the audit**
Impairment and useful life of tourism property	
As at 31 December 2022 the carrying amount of the Company's property, plant and equipment amount to HRK 156.313 thousand (Group: HRK 156.464 thousand) and represents 48% (of the Company's total assets Group: 48%). Property, plant and equipment are recorded, in the separate and consolidated statements of financial position, at historical cost less accumulated depreciation and impairment losses, if any. In accordance with provisions of International Accounting Standard 36 ˝Impairment of Assets˝ the Company and the Group assess at the end of each reporting period whether there is any indication that an asset may be impaired. If any such indication exists, the Company and the Group must estimate the recoverable amount of the asset. An impairment loss shall be recognised in the statement of comprehensive income when the carrying amount of the asset exceeds its recoverable amount. Management Board's assessment are subjective and rely on significant judgements and assumptions. Due to significant impact of valuation of tourism property on the separate and consolidated financial statements of the Company and the Group we identified this area as key audit matter.	Our audit procedures related to this area included, among others: • Understanding of the accounting policies of the Company and the Group regarding the measurement of tourism property, the identification of impairment, the measurement and recognition of impairment losses and the determination of the remaining useful life of tourism properties in accordance with the requirements of IFRS • Comparison of useful life of assets with comparable assets in the hotel industry in Croatia taking into account specificities of Company's and Group's assets • Assessment of the appropriateness of the methodology used for the impairment testing and assessment of the compliance with IFRS • Testing of key Management's assumptions and estimates used to determine if there are impairment indicators of tourism property • Testing of mathematical accuracy of the impairment models and sensitivity analysis for changes in the assumptions used • Assessment of the adequacy of disclosures related to impairment and useful life in Note 2.10. Property, plant and equipment, note 2.12. Impairment of non-financial

For further information see Note 2.10. Property, plant and equipment, Note 2.12. Impairment of non-financial assets and Note 15. Property, plant and equipment.	assets and note 15. Property, plant and equipment and compliance with IFRS

Other Matter

The separate and consolidated financial statements of the Company and the Group for the year ended 31 December 2021 were audited by another auditor who expressed an unmodified opinion on those financial statements on 25 March 2022.

Other information

Management is responsible for other information. Other information comprises the Management Report and Corporate Governance Statement included in the Company's and Group's Annual Report, but does not include annual separate and consolidated financial statements and our auditor's report on thereon. Our opinion on annual separate and consolidated financial statements does not cover the other information.

In connection with our audit of the annual separate and consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual separate and consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

With respect to the Management Report and Corporate Governance Statement, we also performed procedures required by the Accounting Act. Those procedures include considering whether the Management Report is prepared in accordance with the requirements of Article 21 and 24 of the Accounting Act and whether the Corporate Governance Statement includes the information specified in Article 22 and 24 of the Accounting Act:

Based on the procedures undertaken, to the extent we are able to assess it, we report that:

1. the information given in the enclosed Management Report and Corporate Governance Statement is consistent, in all material respects, with the enclosed annual separate and consolidated financial statements;
2. the enclosed Management Report is prepared in accordance with requirements of Article 21 and 24 of the Accounting Act;
3. the enclosed Corporate Governance Statement includes the information specified in Article 22 and 24 of the Accounting Act.

In the light of the knowledge and understanding of the Company and the Group and its environment obtained in the course of the audit of separate and consolidated financial statements, we are also required to report if we have identified material misstatements in the Management Report and Corporate Governance Statement. We have nothing to report in this respect.

Responsibilities of Management and Those Charged with Governance for the Annual Separate and Consolidated Financial Statements

Management is responsible for the preparation of annual separate and consolidated financial statements that give a true and fair view in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of annual separate and consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual separate and consolidated financial statements, management is responsible for assessing the Company's and the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company and the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's and the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Annual Separate and Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual separate and consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual separate and consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual separate and consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's and the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists

related to events or conditions that may cast significant doubt on the Company's and the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual separate and consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company and the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the annual separate and consolidated financial statements, including the disclosures, and whether the annual separate and consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the annual consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the annual separate and consolidate financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. We were appointed by the General Assembly at 17 June 2022 based on the proposition of the Supervisory Board to perform the audit of the annual separate and consolidate financial statements for the year 2022.

2. At the date of this report, we have been continuously appointed for performing statutory audits of the Company and the Group, from the audit of the annual separate and consolidate financial statements for the year 2022, that is for one year in total.

3. In our audit of the annual separate and consolidate financial statements of the Company and the Group for the year 2022 we determined the materiality for the separate and consolidate financial statements as a whole in the amount of HRK 1.467 thousand, that represents approximately 6% of

profit before tax, due to the fact that the Company is publicly listed and the focus of the shareholders is on growth of the profit.

4. Our audit opinion is consistent with the Additional Report to the Audit Committee of the Company prepared in accordance with Article 11 of the Regulation (EU) No 537/2014.

5. In the period from the beginning date of the audited annual separate and consolidate financial statements of the Company and the Group for the year 2022 to the date of this report, we have not provided the prohibited non-audit services to the Company nor to the companies under its control and/or its parent company within EU and we have not provided the services of design and implementation of internal control procedures or risk management related to the preparation and/or control of financial information or the design and implementation of technological systems for financial information in the business year, before the before mentioned period, and we have maintained independence in relation to the Company and the Group during our audit.

Report based on Delegated Regulation (EU) 2018/815 on supplementing Directive 2004/109/EZ of European parliament and Council related to regulatory technical standard for specification of single electronic reporting format of reporting

Independent report on the compliance of annual separate and consolidated financial statements (further: financial statements) prepared pursuant to Article 462 (5) of the Capital Market Act (Official Gazette 65/18, 17/20, 83/21 and 151/22) applying the requirements of the Delegated Regulation (EU) 2018/815 on establishing of single electronic reporting format for issuers (the ESEF Regulation).

We have conducted a reasonable assurance engagement on whether the financial statements, as contained in the attached electronic file [monperin-2022-12-31-en] are prepared, for the purposes of public disclosure pursuant to Article 462, paragraph 5 of the Capital Market Act, in all material respects in accordance with the requirements of the ESEF Regulation.

Responsibilities of the Management and those charged with governance

Management is responsible for the preparation of the financial statements in accordance with ESEF Regulation.

Furthermore, Management is responsible for maintaining an internal control system that reasonably ensures the preparation of financial statements without material non-compliances with ESEF Regulation requirements, whether due to fraud or error.

The Management is also responsible for:

- the public disclosure of financial statements included in the annual report in XHTML format and
- selecting and using XBLR codes in accordance with ESEF regulation.

Those charged with governance are responsible for overseeing the preparation of the financial statements in ESEF format as part of the financial reporting process.

Auditor's responsibilities

Our responsibility is to express a conclusion, based on the audit evidence gathered, as to whether the financial statements are free from material non-compliances with the requirements of the ESEF Regulation. We conducted our reasonable assurance engagement in accordance with International Standard for Assurance Engagements ISAE 3000 (revised) - *Assurance engagements other than audits or reviews of historical financial information*.

Work performed

The nature, timing and extent of the procedures selected depend on the auditor's judgment. Reasonable assurance is a high degree of assurance, however it does not guarantee that the scope of procedures will identify all significant (material) noncompliance with ESEF regulation.

In respect of the subject matter, we have performed the following procedures:

- we read the requirements of the ESEF Regulation,
- we have gained an understanding of the Company's internal controls relevant to the application of the requirements of the ESEF Regulation,
- we have identified and assessed the risks of material non-compliance with the ESEF Regulation due to fraud or error; and
- based on this, devise and implement procedures to respond to the assessed risks and to obtain reasonable assurance for the purpose of expressing our conclusion.

The aim of our procedures was to assess whether:

- the financial statements, which are included in the annual separate and consolidated report, are prepared in the relevant XHTML format,
- the information contained in the separate and consolidated financial statements required by the ESEF Regulation is marked and all markings meet the following requirements:
  - the XBRL markup language was used,
  - the basic taxonomy elements listed in the ESEF Regulation with the closest accounting significance have been used, unless an additional taxonomy element has been created in accordance with Annex IV. ESEF Regulation,
  - the labelled elements comply with the common labelling rules under the ESEF Regulation.

We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our conclusion.

Conclusion

Based on the procedures performed and evidence gathered, the financial statements presented in ESEF format for the year ended on 31 December 2022, contained in the aforementioned attached electronic file and prepared pursuant to Article 462 paragraph 5 of the Capital Market Act prepared for public disclosure, are prepared in all material respects in line with the requirements of Articles 3, 4 and 6 of the ESEF Regulation.

Further to this conclusion as well as opinion contained in this independent auditor's report related to accompanying financial statements and annual report for the year ended 31 December 2022, we do not express any opinion on the information contained in these presentations or on any other information contained in the aforementioned file.

The engagement partner in charge of the audit resulting in this independent auditor's report is Vedrana Miletić.

In Zagreb, 11 April 2023.

UHY RUDAN d.o.o. for tax consulting and audit
Ilica 213
10 000 Zagreb
Republic of Croatia

Vedrana Miletić

Director and certified auditor

UHY RUDAN d.o.o.
za porezno savjetovanje i reviziju
ZAGREB, Ilica 213

MON PERIN d.d., BALE

CONSOLIDATED AND NON-CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2022

		Mon Perin Group		Mon Perin d.d.	
(all amounts in thousands of HRK)	**Bilješke**	**2022.**	**2021.**	**2022.**	**2021.**
Revenue from contracts with customers	5,6	72,508	52,273	72,421	52,135
Other revenue	5,6	1,277	1,725	1,276	1,725
Cost of goods sold		(109)	(132)	(32)	(69)
Cost of materials and services	7	(15,936)	(11,183)	(16,011)	(11,390)
Staff costs	8	(5,848)	(4,669)	(5,835)	(4,238)
Depreciation and impairment	15,16	(14,450)	(16,145)	(14,447)	(16,035)
Other operating expenses	9	(11,936)	(7,987)	(11,887)	(7,905)
Other gains/(losses) net	10	(817)	865	(817)	936
Operating profit/ (loss)		**24,689**	**14,747**	**24,668**	**15,159**
Finance income	11	3,457	2,226	3,457	2,226
Finance costs	11	(4,063)	(1,831)	(4,045)	(1,831)
Finance expenses – net	**11**	**(606)**	**395**	**(588)**	**395**
(Loss)/Profit before income tax		**24,083**	**15,142**	**24,080**	**15,554**
Income tax	13	-	-	-	-
Net (loss)/profit		**24,083**	**15,142**	**24,080**	**15,554**
Other comprehensive income		(6,518)	4,056	(6,518)	4,056
Total comprehensive (loss)/income for the year		**17,565**	**19,198**	**17,562**	**19,610**
Basic/diluted (loss)/income per share (in HRK)	14	2,27	1,57	2,27	1,61

MON PERIN d.d., BALE

CONSOLIDATED AND NON-CONCOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2022

(all amounts in thousands of HRK)	Note	Mon Perin Group 31. December 2022.	Mon Perin Group 31. December 2021. corrected	Mon Perin d.d. 31. December 2022.	Mon Perin d.d. 31. December 2021. corrected
Assets					
Non-current assets					
Property, plant and equipment	15	192,014	153,738	192,077	154,303
Intangible assets	16	18	80	18	80
Investment in subsidiaries	18	1,267	1,264	1,307	5,003
Financial assets held for sale	17	93,444	99,965	93,444	99,965
Long-term loans given	17	181	325	181	325
Deferred tax assets		0	0	0	0
		286,924	**255,372**	**287,027**	**259,676**
Current assets					
Inventories	19	384	227	384	225
Loans given	20	19,532	12,610	19,532	12,610
Trade and other receivables	20	2,896	1,749	2,875	1,782
Income tax receivables	20	10	10	0	0
Cash and cash equivalents	21	14,841	31,541	14,360	31,135
		37,663	**46,137**	**37,151**	**45,752**
TOTAL ASSETS		**324,587**	**301,509**	**324,178**	**305,428**
CAPITAL AND RESERVES					
Capital intended for owners of the parent					
Share capital	22	106,730	106,730	106,730	106,730
Share premium		89,618	89,605	89,618	89,605
Legal reserves		571	571	571	571
Fair value reserves		(19,053)	(12,535)	(19,053)	(12,535)
Reserves for treasury shares		1,453	1,191	1,453	1,191
Treasury shares		(1,453)	(1,191)	(1,453)	(1,191)
Retained earnings		42,253	25,549	41,844	28,647
Total capital and reserves		**220,119**	**209,920**	**219,710**	**213,018**
LIABILITIES OBVEZE					
Non-current liabilities					
Long-term loans	23	49,678	44,504	49,678	44,504
Contractual liabilities	25	36,498	37,001	36,498	37,001
Deferred tax liability		0	0	0	0
Provisions		0	0	0	0
		86,176	**81,505**	**86,176**	**81,505**
Current liabilities					
Borrowings	24	6,134	2,948	6,134	2,948
Trade and other payables	25	9,641	3,714	9,641	4,535
Contractual liabilities	25	966	2,030	966	2,030
Provisions		1,551	1,392	1,551	1,392
Income tax payable	13	0	0	0	0
		18,292	**10,084**	**18,292**	**10,905**
Total liabilities		**104,468**	**91,589**	**104,468**	**92,410**
TOTAL CAPITAL AND LIABILITIES		**324,587**	**301,509**	**324,178**	**305,428**

MON PERIN d.d., BALE

CONSOLIDATED AND NON-CONSOLIDATE STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2022

Mon Perin Group

(in thousands of HRK)	Share capital	Share premium	Legal reserves	Fair value reserves	Reserves for treasury shares	Treasury shares	Retained earnings	Total
				Equity attributable to Company's shareholders				
Balance as at 1 January 2021.	**96,011**	**64,950**	**571**	**(16,591)**	**1,191**	**(1,191)**	**16,613**	**161,554**
Total comprehensive income for the year	**-**	**-**	**-**	**4,056**	**-**	**-**	**15,142**	**19,198**
Profit / (loss) for the year	-	-	-	-	-	-	15,142	**15,142**
Other comprehensive (loss) / income for the year	-	-	-	4,056	-	-	-	**4,056**
Transactions with owners:	-	-	-	-	-	-	-	-
(Acquisition)/sale of treasury shares	10,719	24,655	-	-	-	-	-	**35,374**
Transfer from retained earnings to reserves	-	-	-	-	-	-	(6,206)	**(6,206)**
Total transactions with owners	**10,719**	**24,655**	**-**	**-**	**-**	**-**	**(6,206)**	**29,168**
Balance as at 31 December 2021.	**106,730**	**89,605**	**571**	**(12,535)**	**1,191**	**(1,191)**	**25,549**	**209,920**

(in thousands of HRK)	Dionički kapital	Premija na izdane dionice	Zakonske rezerve	Rezerve iz tržišne vrijednosti	Rezerve za vlastite dionice	Vlastiti udjeli	Zadržana dobit	Ukupno
Balance as at 1 January 2022.	**106,730**	**89,605**	**571**	**(12,535)**	**1,191**	**(1,191)**	**25,549**	**209,920**
Total comprehensive income for the year	**-**	**-**	**-**	**(6,518)**	**-**	**-**	**24,083**	**17,565**
Profit/ (loss) for the year	-	-	-	-	-	-	24,083	**24,083**
Other comprehensive (loss)/income for the year	-	-	-	(6,518)	-	-	-	**(6,518)**
Transactions with owners	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Increase in share capital	-	-	-	-	-	-	-	-
Dividend payment	-	-	-	-	-	-	(10,621)	**(10,621)**
Cessation of control over subsidiary companies	-	-	-	-	-	-	2,928	**2,928**
Profit from the sale of own shares	-	13	-	-	-	-	576	**589**
Repurchase of own shares	-	-	-	-	262	(262)	(262)	**(262)**
Total transactions with owners	**-**	**13**	**-**	**-**	**262**	**(262)**	**(7,379)**	**(7,366)**
Balance as at 31 December 2022.	**106,730**	**89,618**	**571**	**(19,053)**	**1,453**	**(1,453)**	**42,253**	**220,119**

MON PERIN d.d., BALE

CONSOLIDATED AND NON-CONSOLIDATE STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2022

Mon Perin d.d.

(in thousands of HRK)	**Share capital**	**Share premium**	**Legal reserves**	**Fair value reserves**	**Reserves for treasury shares**	**Treasury shares**	**Retained earnings**	**Total**
Balance as at 1 January 2021.	**96,011**	**64,950**	**571**	**(16,591)**	**1,191**	**(1,191)**	**19,299**	**164,240**
Total comprehensive income for the year	**-**	**-**	**-**	**4,056**	**-**	**-**	**15,554**	**19,610**
Profit / (loss) for the year	-	-	-	-	-	-	15,554	**15,554**
Other comprehensive (loss) / income for the year	-	-	-	4,056	-	-	-	**4,056**
Transactions with owners:	-	-	-	-	-	-	-	**-**
(Acquisition)/sale of treasury shares	10,719	24,655	-	-	-	-	-	**35,374**
Transfer from retained earnings to reserves	-	-	-	-	-	-	(6,206)	**(6,206)**
Total transactions with owners	**10,719**	**24,655**	**-**	**-**	**-**	**-**	**(6,206)**	**29,168**
Balance as at 31 December 2021.	**106,730**	**89,605**	**571**	**(12,535)**	**1,191**	**(1,191)**	**28,647**	**213,018**

(in thousands of HRK)	**Dionički kapital**	**Premija na izdane dionice**	**Zakonske rezerve**	**Rezerve iz tržišne vrijednosti**	**Rezerve za vlastite dionice**	**Vlastiti udjeli**	**Zadržana dobit (preneseni gubitak)**	**Ukupno**
Balance as at 1 January 2022.	**106,730**	**89,605**	**571**	**(12,535)**	**1,191**	**(1,191)**	**28,647**	**213,018**
Total comprehensive income for the year	**-**	**-**	**-**	**(6,518)**	**-**	**-**	**24,080**	**17,562**
Profit/ (loss) for the year	-	-	-	-	-	-	24,080	**24,080**
Other comprehensive (loss)/income for the year	-	-	-	(6,518)	-	-	-	**(6,518)**
Transactions with owners	-	-	-	-	-	-	-	-
Increase in share capital	-	-	-	-	-	-	-	-
Dividend payment	-	-	-	-	-	-	(10,621)	**(10,621)**
Profit from the sale of own shares	-	13	-	-	-	-	-	**13**
Repurchase of own shares	-	-	-	-	262	(262)	(262)	**(262)**
Ukupno transakcije sa vlasnicima	**-**	**13**	**-**	**-**	262	(262)	(10,883)	**(10,870)**
Balance as at 31 December 2022.	**106,730**	**89,618**	**571**	**(19,053)**	**1,453**	**(1,453)**	**41,844**	**219,710**

MON PERIN d.d., BALE

CONSOLIDATED AND NON-CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2022

(all amounts are in thousands of HRK)	Note	Mon Perin Group 2022.	Mon Perin Group 2021.	Mon Perin d.d. 2022.	Mon Perin d.d. 2021.
Cash flows from operating activities					
Cash generated from operations	27	39,271	28,283	38,993	28,489
Interest paid		(714)	(858)	(714)	(858)
Income tax return/(Corporate income tax paid)		-	-	-	-
Cash flow from operating activities		**38,557**	**27,425**	**38,279**	**27,631**
Cash flow from investing activities					
Purchase of property, plant and equipment, and intangible assets	15,16	(49,626)	(18,756)	(49,423)	(18,756)
Proceeds from sale of non-current assets		362	6	362	6
Proceeds/investments in financial assets		(6,884)	(8,025)	(6,884)	(8,025)
Dividend received		3,387	2,213	3,387	2,213
Interest received		71	34	71	34
Cash flow used in investing activities		**(52,690)**	**(24,528)**	**(52,487)**	**(24,528)**
Cash flow from financing activities					
Proceeds from borrowings		10,000	16,642	**10,000**	**16,642**
Repayment of borrowings		(1,725)	(1,250)	(1,725)	(1,250)
Payment of lease liabilities		-	-	-	-
Cash outlays for the purchase of own shares		(262)		(262)	
Dividends paid		(10,580)	(6,189)	(10,580)	(6,189)
Cash flow used in financing activities		(2,567)	**9,203**	**(2,567)**	**9,203**
Net (decrease)/increase in cash and cash equivalents		**(16,700)**	**12,100**	**(16,775)**	**12,306**
Cash and cash equivalents at the beginning of year		31,541	19,441	31,135	18,829
Cash and cash equivalents at the end of year	21	**14,841**	**31,541**	**14,360**	**31,135**

NOTE 1 – GENERAL INFORMATION

The company Mon Perin d.d. (joint stock company) for tourism, hospitality, agriculture and real estate business with registered office in Bale (Municipality of Bale – Valle) at Trg La Musa 2, is registered as a limited liability company according to the Company's Articles of Association concluded on 10 December 2005.

The Statute of Mon Perin d.d. was adopted on 6 December 2019 as an integral part of the Decision on conversion of Mon Perin d.o.o. into a joint stock company. The Company is recorded in the Register of the Commercial Court in Pazin with the identification number 040224587.

By decision of the Company's members of 9 December 2006 the equity capital was increased from HRK 12,357,000.00 by the amount of HRK 18,704,000.00 to HRK 31,061,000.00. By decision of the Company's Assembly of 10 November 2017 the Company's equity capital was increased from HRK 31,061,000.00 by not less than HRK 30,000,000.00 and not more than HRK 65,000,000.00, to not less than HRK 61,061,000.00 and not more than HRK 96,061,000.00. Pursuant to Point 16 of the Decision to increase the equity capital the Decision of the Company's Management Board of 7 December 2017, with the consent of the Company's Supervisory Board of 22 December 2017, established that the equity capital was increased by HRK 64,950,000.00 to HRK 96,011,000.00. By Decision of the Company's General Assembly of 28 October 2021 the Company's equity capital was increased from HRK 96,011,000.00 by not less than HRK 3,500,000.00 and not more than HRK 50,000,000.00 to not less than HRK 99,511,000.00 and not more than HRK 146,011,000.00. By Decision of the Company's Management Board of 29 November 2021, with the consent of the Supervisory Board of 29 November 2022, it was established that the equity capital was increased by HRK 10,719,270.00 to HRK 106,730,270.00 kn.

The Company’s shares were listed on the official market of the Zagreb Stock Exchange d.d. on the 30th March 2022.

The person entitled to represent the Company individually and autonomously is the President of the Management Board Massimo Piutti, from Bale, Fonde 1A, OIB: 88749164987.

Members of the Supervisory Board:

- Plinio Cuccurin, President of the Supervisory Board
- Josip Lozančić, deputy of the President of the Supervisory Board
- Joško Miliša, member of the Supervisory Board
- Andrea Cerin, member of the Supervisory Board
- Loris Moscarda, member of the Supervisory Board
- Janez Bojc, member of the Supervisory Board
- Marija Orbanić, member of the Supervisory Board

Members of the Audit Committee: Plinio Cuccurin, Josip Lozančić i Joško Miliša

The Company's scope of business – activities from which the Company derives most of the income is holiday and other short-stay accommodation.

As at the reporting date of 31 December 2022 the Company had 46 employees (2021: 33).

The Mon Perin Group consists of the parent company Mon Perin d.d. and its subsidiaries Dandoli d.o.o., Maian d.o.o. and Mon Perin Castrum d.o.o. Shares in the company Maian d.o.o. were sold in December 2022 and the company is no longer part of the Group.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

The summary of the significant accounting policies adopted for the preparation of these financial statements are set out below. These accounting policies have been consistently applied to all the periods presented unless otherwise stated. Unless otherwise stated, all policies applicable to the Group also apply to the Company.

2.1 Basis of preparation

The financial statements of the Group and the Company have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted in the European Union.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value in the Income statement.

Accounting policies are consistent with accounting policies of the previous financial year.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the Management Board to exercise its judgment in applying the Group's and Company's accounting policies. The areas involving a higher degree of judgment or complexity or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4.

2.1.1 Continuation of business operation

As a result of increased investments in the construction of campsites, the Group became significantly indebted during the last few years.

The Balance sheet as of 31 December 2022 shows that short-term liabilities are lower than short-term assets by HRK 19,371 thousand for the Group and HRK 18,860 thousand for the Company (31 December 2021: less by HRK 36,053 thousand for the Group and HRK 34,847 thousand for the Company.
Total liabilities registered as of 31 December 2022, HRK 7,750 thousand for the Group and HRK 7,750 thousand for the Company (31 December 2021: HRK 8,500 thousand for the Group and HRK 8,500 thousand for the Company) comprised of borrowings from related companies, mainly from the ultimate parent company.

The Management Board believes that both the Group and the Company have no liquidity issues considering that they hold significant funds invested in the shares of the Company Adris grupa d.d., Rovinj (Note 3.3). As of 31 December, 2022 fair value of the investment in shares of Adris Grupa d.d. amounts to HRK 93,134 thousand (31 December 2021: HRK 99,631 thousand), which is sufficient to cover all short and long term liabilities of the Group and Company to third parties.

In line with their business strategy, the Group and Company have invested significant funds in improving their own service portfolio over the past five years. Investments carried out during this period were mainly financed by an increase in share capital and bank loans. In the future, it is expected that investments made up to date and future investments will form a foundation for continued growth and development of the Group and Company.

The Company and Group achieved significant business recovery following the COVID-19 pandemic 2020. The Group realized a net income of HRK 24,083 thousand (2021: net profit of HRK 15,142 thousand). The company realized net income of HRK 24,080 thousand (2021: net profit in the amount of HRK 15,554 thousand). The Group realized positive net cash flow from operating activities of HRK

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

2.1.1 Continuation of business operation (continued)

39,132 thousand (2021: HRK 27,425 thousand), while the Company realized positive net cash flow from operating activities in the amount of HRK 38,279 thousand (2021: HRK 27,631 thousand).

After performing an analysis, the Management Board has a realistic expectation that the Group and the Company have adequate resources to continue in operational existence for the foreseeable future. Therefore, the Group and Company prepared financial statements on a going concern basis.

2.1.2 New and amended standards adopted by the Group and the Company

The following amended standards have been in effect since 01 January 2022, but they have had no significant impact on the Group and Company:

- **Amendments to IFRS 3 ''Business Combinations'', IAS 16 ''Property, Plant and Equipment'', IAS 37 ''Provisions, Contingent Liabilities and Contingent Assets'' and the cycle of Annual Improvements to IFRS 2018-2020- adopted by the European Union on June 28 2021** (effective for annual periods beginning on or after January 1st 2022).

2.1.3 New standards and interpretations adopted in the European Union but not yet in force

Certain new standards and interpretations have been published that are not mandatory for reporting periods beginning on a day or after 01 January 2023 and have not been earlier adopted by the Group and Company.

- Amendments to IAS 12 ''Income taxes'': Deferred tax on assets and liabilities arising from a single transaction, adopted in the European Union on August 11, 2022 (effective for annual periods beginning on or after January 1, 2023, where earlier application is allowed). They narrow the scope of the exception from IAS 12 related to initial recognition and specify how companied report deferred tax on transactions such as leases and decommissioning obligations.
- Amendments to IAS 1 ''Presentation of Financial Statements'' and IFRS Practie Standard 2: Disclosure of Accounting Policies, adopted by the European Union on March 2, 2022 (effective for annual periods beginning on or after January 1, 2023, with earlier application allowed). The amendments provide guidance on the application of materiality judgments to disclosures of accounting policies.
- Amendments to IAS 8 ''Accounting policies, changes in accounting estimates and errors'': Definition of accounting estimated, adopted by the European Union on March 2, 2022 (effective for annual periods beginning on or after January 1, 2023, with earlier application allowed). They apply to changes in accounting policies and changes in accounting estimates that occur on or after the beginning of that period. The amendments introduce a new definition of accounting estimated, whereby they are defined as monetary amounts in financial statements subject to measurement uncertainty.

The Group and the Company expect that the amendment will have no impact on the financial statements.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.1.4. New standards and interpretations published by the Committee for International Accounting Standards but not adopted by the European Union

On the date of approval of the financial statements, the following standards, amendments, and interpretations were published but not adopted in the European Union:

- Amendments to IAS 1 ''Presentation of financial statements'': Classification of short-term and long-term liabilities with covenants (effective for annual periods beginning on or after January 1, 2024),
- Amendments to IFRS 16 ''Leases'': Lease obligations in sale with leaseback (effective for annual periods beginning on or after 1 January 2021),
- Amendments to IFRS 10 ''Consolidated Financial Statements'' and IAS 28 ''Shares in Associated Entities and Joint Ventures'': Sale or investment of property between an investor and its associated entity or joint venture (OMRS postponed the date of application of these amendments to indefinite time).

2.2 Consolidation

(a) Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls the Company when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date control is transferred to the Group and are de-consolidated from the date that control ceases.

The Group uses the acquisition method of accounting to account for business combinations. The consideration transferred for the acquisition of subsidiaries is a fair value of the assets transferred, liabilities incurred and equity interests issued by the Group. The consideration transferred includes the fair value of each asset or liability item that results from the contingent consideration agreement. Acquisition-related costs are recognized in the Statement of comprehensive income as incurred. Acquired identifiable assets, liabilities, and contingent liabilities in a business combination are initially measured at fair value on the day of acquisition. The Group recognizes non-controlling interests in the acquired Company either at fair value or at the proportionate share of the non-controlling interest in the acquired Company's net assets.

Investments in subsidiaries in the unconsolidated report are accounted for at cost less impairment. Cost is adjusted to reflect changes in consideration arising from contingent consideration amendments.

The excess of consideration transferred, the amount of any non-controlling interest in the acquiree, and the acquisition-date fair value of any previous equity interest in the acquiree over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill (Note 2.9.).

All intra-Group transactions, balances, and unrealized gains on transactions among the Group companies are eliminated. Unrealized losses are also eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.2 Consolidation (continued)

(b) Transactions and non-controlling interest

The Group treats transactions with non-controlling shareholders as transactions with the majority owners of the Group. When acquiring shares from non-controlling shareholders, the difference between the amounts paid and the corresponding acquired shareholding in carrying amounts of net assets in subsidiaries are recorded in equity. Gains or losses from the sale of non-controlling interest are also recorded in equity.

When the Group losses control or significant influence, all retained shares in Company are remeasured to their fair value while recognizing the change in the carrying amount in the consolidated Statement of comprehensive income. Fair value is the initial carrying amount used for the purpose of the subsequent accounting treatment of retained shares as an associate, joint venture, or financial asset. Furthermore, all amounts previously recognized in other comprehensive revenue related to that Company are treated as if the Group had directly sold the related assets and liabilities. This may mean that the amounts previously recognized in other comprehensive revenue are reclassified in the consolidated Statement of comprehensive income.

If the ownership interest in an associate is reduced but significant influence retained, the consolidated Statement of comprehensive income, when necessary, reclassifies only a proportionate share of the amounts previously recognized in other comprehensive revenue.

2.3 Merger of companies under common control

The predecessor method of accounting is used to account for the merger of entities under common control. The present value of assets and liabilities of the predecessor entity are transferred as balances in the successor entity on the date of the merger. On the date of the merger, inter-company transactions, balances, and unrealized gains and losses on transactions between the two entities merging are eliminated.

2.4 Business combinations

The acquisition method of accounting is used to account for all business combinations, regardless of whether equity instruments or other assets are acquired. The consideration transferred for the acquisition of a subsidiary comprises the:

- fair values of the assets transferred,
- liabilities incurred to the former owners of the acquired Company,
- equity interests issued by the Group,
- the fair value of any asset or liability resulting from a contingent consideration agreement and
- the fair value of any pre-existing equity interests in the subsidiary.

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are, with limited exceptions, measured initially at their fair values at the acquisition date. The Group recognizes any non-controlling interest in the acquired entity on an acquisition-by-acquisition basis at fair value or at the non-controlling interest's proportionate share of the acquired entity's net identifiable assets.

Acquisition-related costs are expensed as incurred in the consolidated Statement of comprehensive income.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.4 Business combinations (continued)

The excess of
- compensation transferred,
- the amount of any non-controlling interest in the acquiree and
- the acquisition date fair value of any previous equity interest in the acquiree over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If those amounts are less than the fair value of the net identifiable assets of the subsidiary acquired, then the difference is recognized directly in the Income statement as a bargain purchase.

In case when a settlement of any part of cash consideration is deferred, the amounts payable in the future are discounted to their present value as at the date of exchange. The discount rate used is the incremental interest rate, i.e., the interest rate at which similar borrowings could be obtained from an independent financial institution under comparable terms and conditions.

Contingent consideration is classified either as a financial liability or equity. Amounts classified as a financial liability are subsequently measured at their fair value, and all changes in fair value are recognized in the Income statement.

If the business combination is realized in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date. Any gains or losses arising from such remeasurement are recognized in the Income statement.

2.5 Business segments reporting

Operating segments are sections of the reporting entity included in reporting consistent with the internal reporting provided to the chief operating business decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing the performance of the operating segments, has been identified as the Management Board of Mon Perin Group that makes strategic decisions. This consolidated financial statement presents reporting on business segments identified at the Mon Perin Group level.

2.6 Foreign currencies

(a) Functional and presentation currency

Items included in the financial statements of the Group and Company are measured using the currency of the primary economic environment in which the parent and subsidiaries operate (“the functional currency”). The financial statements of the Group and the Company are presented in Croatian kuna (HRK), which is the Company's functional and presentation currency and the Group's presentation currency.

The exchange rate used for the calculation of significant balance sheet items presented in foreign currencies as of the Balance sheet date amounts to:

	31 December 2022.	**31 December 2021.**
1 EUR	HRK 7.534500 kuna	HRK 7.517174 kuna

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.6 Foreign currencies (continued)

(b) Transactions and balances in foreign currency

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains or losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognized in the Statement of comprehensive income.
Foreign exchange gains and losses resulting from operating activities are recorded in the statement of comprehensive income within the "Other gains/ (losses)".
Foreign exchange gains or losses resulting from financing activities are recorded in the statement of comprehensive income within the "Financial revenues " or "Financial expenses."

2.7 Revenue recognition

Revenues are generated from the sale of products and services during the regular operations of the Group and Company. Revenues are reported in the amounts of transaction prices. The transaction price represents the amount of consideration that Group and Company expect to be entitled to in exchange for transferring control over goods and services they promised to the buyer, excluding amounts collected by the Group and Company on behalf of third parties.

Revenues are recognized net of the value-added tax, refunds, rebates, and discounts.

(a) Revenues from tourism services

Tourism services include revenues from the accommodation of guests in campsites, sale of food and beverages, and sale of other services related to guests' stay. Revenues are recognized when accommodation units are occupied (over time), when food and beverages are sold (at a point in time), i.e., when other services are rendered (at a point in time).
The Group and the Company provide tourism services on the basis of fixed-price contracts whereby contractual price lists make an integral part of the contract. Price lists include quantities and types of accommodation units and other services and are defined by the period to which the service refers. All discounts charged to the prices stated in the price list constitute a reduction in the selling price.

Agency commissions to certain agencies represent the incremental costs of acquiring contracts and are recognized by the Group and the Company as an expense at their occurrence, considering that the period for coverage of costs amounts to one year or shorter and expenses are reported under other operating expenses.

Revenues from tourism services are recorded under Proceeds from sale.

Contractual liabilities

A contractual obligation is the obligation to transfer goods or services to a buyer from whom the Group and the Company received consideration (or the amount of consideration due) from a buyer. If a buyer pays consideration before the Group or Company delivers goods or renders services to a buyer, the contractual obligation (liabilities for received advances) is recognized once the payment has been made or when the payment is due (whichever is earlier). Contractual obligations are recognized as revenues when the Group and Company operate on a contractual basis.

Financing component

The Group and the Company do not expect to have any contracts in which the period between the transfer of contracted goods and services to the buyer and the payment for that transfer is longer than

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.7 Revenue recognition (continued)

one year. As a consequence of the above stated, the Group and the Company do not adjust the transaction prices for the present value of money.

(b) Dividend income

Dividend income is recognized when the right to receive payment is established.

2.8 Earnings per share

Earnings per share are calculated by dividing the net profit or loss attributable to the Group and Company's shareholders by the weighted average number of ordinary shares outstanding.

2.9 Intangible assets

(a) Goodwill
Goodwill represents the excess of the fair value of the cost of acquisition over the fair value of the Group's share of the net identifiable assets of the acquired subsidiary at the date of acquisition. Goodwill on acquisition of subsidiaries is included in intangible assets. Separately recognised goodwill is tested annually for impairment, or whenever there are indications of impairment, and is carried at cost less accumulated impairment losses. Impairment losses on goodwill are not reversed.

Goodwill is allocated to cash-generating units for the purpose of impairment testing. The allocation is made to those cash-generating units that are expected to benefit from the business combination in which the goodwill arose. Each unit or group of units to which the goodwill is allocated represents the lowest level at which the goodwill is monitored for internal management purposes, i.e., at the operating segment level (Note 2.13.).

(b) Software
Acquired computer software licences are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortised using the straight-line method over their estimated useful lives of 5 years.
Their useful lives are reviewed, and adjusted, if appropriate, at each balance sheet date.

2.10 Property, plant and equipment

Property, plant and equipment is included in the balance sheet at historical cost less accumulated depreciation. Historical cost includes the cost that is directly attributable to the purchase of the assets.

Subsequent costs are included in the asset's carrying amount as a or recognised as a separate asset as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the Company and the cost of the item can be measured reliably. The cost of replacing significant parts of property, plant and equipment is capitalised, whereas the replaced parts are taken out of use or expensed. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Land and assets under construction are not depreciated. Depreciation of other items of property, plant and equipment is calculated using the straight-line method to allocate their cost over their estimated useful lives as follows:

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.10 Property, plant and equipment (continued)

	2022.	2021.
Buildings	10 – 20 years	10 - 20 years
Equipment	2 – 4 years	2 – 4 years
Small inventory	1 – 2 years	1 – 2 years

The Company applies a component approach for buildings where depreciation rates are separately adjusted to the useful life of each component.

The residual value of an asset is the estimated amount that the Group and the Company would currently obtain from the sale of the asset less the estimated costs of sale, if the asset were already of the age and in the condition expected at the end of its useful life. The residual value of an asset is nil if the Group and the Company expect to use the asset until the end of its useful life. The assets' residual values and useful lives are reviewed, and adjusted, if appropriate, at each balance sheet date.

2.11 Leases

On the lease commencement date, the Group and the Company are required to recognise the asset with the right to use that lease obligation. On the date of commencement of the lease, the right to use is measured at cost, which includes the following:

- amount of the initial measurement of the lease liability,
- all lease payments made on or before the commencement of the lease, less any lease incentives received,
- all initial direct costs incurred for the Group and the Company,
- estimate of the costs to be borne by the lessee in dismantling and removing the relevant assets, restoring the location of the assets or restoring the related assets to the required condition under the lease terms, unless these costs are incurred in producing inventories. The Group and the Company incur a liability for these costs on the lease date or as a result of the use of the related assets during a certain period.

After the date of commencement of the lease, the Group and the Company measure the asset to be used using the cost model. When applying the cost model, the Group and the Company measure assets with the right of use at cost less accumulated depreciation and all accumulated impairment losses and adjusted for remeasurement of the lease liability.

Assets with the right of use are depreciated on a straight-line basis from the date of commencement of the lease to the end of the lease (from 5 to 99 years). Lease agreements are concluded for a definite and indefinite period. For an indefinite lease, the Group and the Company have estimated the lease term in view of the possibility of renewal or termination, the historical duration of the lease or the significant cost of replacing the leased asset. The same was true for leases with a fixed lease term, and the lease term was checked individually.

The Group and the Company mostly lease land, buildings and business premises.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.11 Leases (continued)

On the date of commencement of the lease, lease liabilities are measured at the present value of the lease payments that have not been paid by that date. Lease payments are discounted by applying the interest rate arising from the lease, if that rate can be determined directly. If the rate cannot be determined directly (mostly in the case of renting business premises), the Group and the Company apply the marginal lending rate. The Group and the Company determine their marginal interest rate based on publicly available data taking into account various factors such as the duration of the lease, the value of the leased property, the economic environment and the specifics of the lessee's credit position.

On the date of commencement of the lease, the lease payments included in the measurement of the lease liability include the following payments for the right to use the property in question during the lease term that have not been paid by the lease commencement date:

- fixed payments less received rental incentives
- variable lease payments that depend on an index or rate, initially measured by applying the index or rate valid on the lease commencement date,
- amounts expected to be paid by the lessee based on guarantees for the remainder of the value,
- exercise price of the purchase option, if it is certain that the Group and the Company will use that option,
- payment of fines for lease termination, if the lease period reflects that the Group and the Company will use the option to terminate the lease

After the date of commencement of the lease, the Group and the Company measure the liability under the lease as follows:

- by increasing the book value to reflect interest on lease obligations,
- by reducing the book value to reflect the lease payments made,
- remeasurement of the carrying amount to reflect revaluations or lease changes or to reflect revised lease payments that are essentially fixed.

The interest on the lease obligation in each period during the term of the lease is equal to the amount from which the constant periodic interest rate on the remaining balance of the lease obligation is derived. That periodic interest rate is equal to the discount rate or, if applicable, the revised discount rate.

The Group and the Company, in the role of a lessee, in accordance with IFRS 16, decided not to appy the requirements of the standard to:

- short-term leases (with a duration of up to 12 months),
- leases with respective assets of low value (less than HRK 30,000).

In such case, the Group and the Company recognize the lease payments related to those leases as an expense on a straight-line basis over the term of the lease. The mentioned leases mostly refer to vehicles and equipment.

In the balance sheet, assets with the right of use are shown under the line Real estate and equipment, while the liability for rent is shown under the line Suppliers and other liabilities.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.12 Impairment of non-financial assets

Impairment is tested annually for assets that have an indefinite useful life, such as goodwill or land, and that are not depreciated. Depreciable assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the difference between the asset's carrying amount and its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Non-financial assets, other than goodwill, for which an impairment loss has been recognised, are reviewed for possible reversal of the impairment at each reporting date.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.13 Financial assets

2.13.1 Classification

The Group and the Company classify their financial assets in the following categories according to the valuation method: financial assets at fair value through other comprehensive income and financial assets at amortised cost. The classification is made at initial recognition and depends on the business model for managing financial assets adopted by the Group and the Company and on the characteristics of the contractual cash flows of the instrument. The classification of debt instruments will change, if and only if the business model for managing them has changed.

2.13.2 Recognition and derecognition

Financial assets are recognised in the balance sheet if the Group and the Company become party to the contractual provisions of the instrument. Financial assets cease when the rights to receive cash flows from the financial assets have expired or have been transferred, together with all other rights and responsibilities.

Upon initial recognition, the Group measures financial assets at fair value plus, when financial assets are not classified as financial assets at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets at fair value through profit or loss are recognised in the income statement.

2.13.3 Ex-post evaluation

a) Debt instruments – Financial assets measured at amortised cost

Debt instruments held for the purpose of collecting contracted cash flows, when such cash flows represent solely payments of principal and interest (“SPPI”), are measured using the amortised cost method.

Interest income on such financial assets is calculated using the effective interest method and is presented in the Statement of comprehensive income within the item "Financial income". Impairment losses are included in "Other operating expenses".

The Group and the Company classify the following forms of assets in the mentioned category:

- operating receivables and other receivables,
- loans that meet the classification according to the SPPI test and which are held in accordance with the definition of the business model "holding on the basis of collecting contracted cash flows",
- money and cash equivalents.

b) Equity instruments

Shares in other companies consist of equity instruments of other companies that do not involve control, joint control or significant influence.

Shares in other companies are initially recognised at fair value plus transaction costs. Subsequently, the shares are measured at fair value.

Dividends are recognised in profit or loss when the Group's right to receive payment is established.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.13.3 Ex-post evaluation (continued)

As of 31 December 2022 and 31 December 2021, the Group and the Company had no strategic equity instruments.

Based on future expectations, the Group and the Company estimate expected credit losses for debt instruments measured at amortised cost (AC). The Company measures expected credit losses at each reporting date and recognises net impairment losses on financial assets. The measurement of expected credit losses reflects: (i) an unbiased and probabilistic amount based on an estimate of a number of possible outcomes, (ii) the time value of money (iii) all reasonable and reasonable data available without undue cost and effort at the end of each reporting period about past events, current conditions, and predictions of future conditions.

Debt instruments measured at amortised cost and contractual assets are presented in the balance sheet less the provision for impairment of expected credit losses.

The Group and the Company apply a simplified approach to expected credit losses to trade receivables, resulting in earlier recognition of impairment losses.

Impairment losses on cash and cash equivalents

For trade receivables without significant financial components, the Group and the Company apply a simplified approach in accordance with the requirements of IFRS 9. The Company, taking into account its historical experience regarding default rates and recorded losses, regulatory requirements, and future expectations of losses on this type of exposure, expertly established a matrix of ECL lifelong values on which the percentages of value adjustments are based. Delay rates are calculated for the following age structure groups:

- up to 90 days,
- from 91 to 120 days,
- from 121 to 180 days,
- from 181 to 265 days,
- over 365 days.

Definition of financial default

Default status occurs when one of the following conditions is met:

- The Group considers it probable that the debtor will not fully settle its obligations, without taking into account the possible collection of collateral (unlikeliness to pay), or
- The debtor has matured over 90 days without settling his obligation.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.14 Financial liabilities

2.14.1 Financial liabilities – measurement categories

Financial liabilities are classified as subsequently measured at amortised cost, except for (i) financial liabilities at fair value through profit or loss: this classification applies to derivatives, financial liabilities held for trading (e.g. short positions in securities), contingent consideration recognised by the acquirer in the business combination and other financial liabilities designated as such upon initial recognition; and (ii) financial guarantee agreements and loans.

2.14.2 Financial liabilities – derecognition

Financial liabilities are derecognised when they are extinguished (i.e. when the obligation specified in the contract has been performed, cancelled or expires).
Exchanges of debt instruments with significantly modified terms between the Group and the Company and their original lenders, as well as significant changes in the terms of existing financial liabilities, are counted as extinguishing the original financial liability and recognizing a new financial liability.
The terms are considered significantly changed if the discounted present value of the cash flows under the new conditions, including any fees paid less any fees received and discounted using the original effective interest rate, is at least 10% different from the discounted present value of the remaining cash flows of the original financial liability.
If an exchange of debt instruments or a change in conditions is considered a cancellation, the costs or fees incurred are recognised as part of the gain or loss on the cancellation. If the exchange or change in conditions is not considered a write-off, any incurred costs or fees are adjusted to the present value of the liability and depreciated over the remaining period of the modified liability.
Changes in liabilities that do not result in cancellation are accounted for as a change in valuation using the cumulative method of compensation, with gains or losses recognised in profit or loss, unless the economic substance of the difference in carrying amount is attributed to a capital transaction with owners.

2.15 Inventories

Food and beverage inventories are stated at the cost of their procurement or net realizable value, depending on which is lower. The cost is determined using the price-weighted average method. Net realizable value is the estimated selling price in the ordinary course of business, less the applicable variable selling expenses.

Inventories of trade goods are stated at selling prices less applicable taxes and margins.

2.16 Trade receivables

Trade receivables are initially recognized at fair value and subsequently measured at amortized cost using the effective interest rate method, less the impairments determined using the expected credit loss model (Note 2.14).

The amounts reserved for credit losses in trade receivables as well as settled credit losses earlier recorded as expected losses are disclosed in the Income statement under "Other operating expenses "as a net expense or revenue.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.17 Cash and cash equivalents

Cash and cash equivalents include cash, deposits held at calls with banks, and other short terms highly liquid instruments with original maturities of three months or less. Money held in accounts with banks meets the criteria of SPPI test and business model "hold to collect. " Related to this, cash is valued at amortized cost less any allowance for impairment, which is determined using the expected credit loss model (Note 2.14).

2.18 Current and deferred income tax

The tax expense for the period comprises current and deferred income tax. Tax is recognized in the profit or loss for the period, except to the extent to which it refers to items recognized in other comprehensive income or directly in the capital. In this case, tax is recognized in the other comprehensive income statement or in equity.

The current income tax charge is calculated according to the tax laws effective in the Republic of Croatia at the Balance sheet date for individual companies in the Group. The Management Board periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulations are subject to interpretation and considers establishing reserve provisions, where appropriate, on the basis of amounts expected to be paid to the Tax Authorities.

Deferred income tax is recognized using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, the deferred income tax is not recognized if it arises from the initial recognition of an asset or liability in a transaction other than a business combination that affects neither accounting nor taxable profit or loss. Deferred tax assets and liabilities are measured using tax rates expected to be in effect when the related deferred income tax asset is realized or the deferred liability is settled, based on tax rates and tax laws in force or partially in force as of the balance sheet date.

The amount of deferred net income tax gets calculated by applying it to the temporary differences arising from investments in subsidiaries, except where the Group controls the timing of the reversal of the temporary differences, and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred income tax assets are recognized up to the level of future taxable net income, likely to be available, against which the temporary differences can be utilized.

Deferred tax assets and liabilities are offset when there is a legal right to offset the current tax assets and liabilities, and where the deferred income tax items relate to the same Tax Authority.

Current tax assets and liabilities are offset where the Company has a legal right of set-off and intends to either settle the balance on the net basis or realize assets while settling liability at the same time.

2.19 Employee benefits

(a) Pension obligations and other post-employment benefits

In the ordinary course of business operations, when paying out salaries, the Group and the Company, on behalf of their employees, who are members of mandatory pension funds, make regular payments as contributions in accordance with the Law. When calculated, all contributions made to the mandatory pension funds are recorded as part of salary expense. The Group and the Company do not have any additional pension scheme and therefore have no other obligations with respect to employee pensions.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.19 Employee benefits (continued)

Furthermore, there is no obligation to provide any other income to employees after retirement.

(b) Long-term employee benefits

The Group and the Company recognize a liability for long-term employee benefits such as jubilee awards and termination benefits evenly over the period in which the benefit is realized, based on the actual number of years of service. The long-term employee benefits liability is determined based on the assumption of the number of employees to whom the benefits should be paid, the estimated cost of benefits, and the discount rate.

(c) Termination benefits

Termination benefits are recognized when the Group and the Company terminate an employee's employment before the normal retirement date or when an employee decides to accept voluntary termination of employment in exchange for compensation. The Group recognizes termination benefits when it is demonstrably committed to either terminate the employment of current employees according to a detailed formal plan without the possibility of withdrawal or provide termination benefits as a result of an offer to encourage voluntary termination of employment

(d) Short-term employee benefits

The Group and the Company factor in the cost of bonus when there is a contractual obligation or past practice from which the obligation is derived. In addition, the Group recognizes a liability for accumulated compensated work absences based on unused vacation days at the balance sheet date.

(e) Employee benefits in the form of shares

The total cost of receiving employees in the form of shares is recognized as a period expense in the vesting period and depends on the fair value of the share on the grant date.

2.20 Share capital

Share capital consists of ordinary shares. When issuing new shares or options, receipts recorded as equity are recorded net of the attributable transaction costs and net income tax.

Consideration paid for the acquisition of own shares, including all directly attributable transaction costs (reduced by the net income tax), is deducted from the equity attributable to the Group and Company shareholders until the shares are redeemed or reissued. When such shares are reissued later, any consideration received, net of any attributable direct transaction costs and the related income tax effects, are included in equity attributed to the Group and Company shareholders.

2.21 Borrowings

Borrowings are recognized initially at fair value, net of transaction costs. In future periods, borrowings are stated at amortized cost, and any differences between the proceeds (net of transaction costs) and the redemption value are recognized in the Statement of comprehensive income during the period of the borrowings using the effective interest rate method. Borrowing costs directly attributable to the acquisition

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.21 Borrowings (continued)

of construction of a qualifying asset are capitalized during the time required to complete and prepare the asset for its intended use. Other borrowing costs are charged to the Statement of comprehensive income

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

2.22 Provisions

Provisions for litigation, concessions, and long-term employee benefits are recognized if the Group and the Company have a present legal or derived obligation as a result of the past event, if it is probable that an outflow of resources will be required to settle the obligation and if the amount can be estimated reliably.

Provisions are measured at the present value of the costs expected to be needed to settle the liability, using a discount rate before taxes, which reflects current market estimates of the time value of money as well as the risks specific to that liability. The amount of the provision increases during each period to reflect the elapsed time.

2.23 Value added tax (VAT)

The Tax Authorities require the settlement of VAT on a net basis. VAT related to sales and purchases is recognized and disclosed in the Balance sheet on a net basis. Where provisions are recorded for the loan receivable losses, accounts receivable, and other receivables, the impairment loss is recorded for the gross amount, including VAT.

2.24 Trade payables

Trade payables are initially recognized at fair value and subsequently measured at amortized cost using the effective interest method.

2.25 Government subsidies

Government subsidies are recognized at their fair value when it may be reasonably guaranteed that subsidies will be received and that the Group and the Company will meet all necessary conditions required.

Government subsidies to compensate for expenses or losses already incurred or for the purpose of providing temporary financial relief without future related costs are recognized as revenue for the period during which the claim appeared within other revenue item.

2.26 Comparative data and revision of initial conditions

International Accounting Standard 8 ''Accounting Policies, Changes in Accounting Estimates and Errors'' (IAS 8) requires the Company and the Group to correct the identified error by retroactively restating the initial balance of assets, liabilities and equity for the earliest presented period (if the error occurred before the earliest presented period). In accordance with the above, revisions were made in the Report on the financial position as follows:

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

2.26 Comparative data and revision of initial conditions (continued)

(HRK in thousands)	**31.12.2021. published**	**corrections**	**31.12.2021. corrected**
Real estate, plant and equipment	156.169	(1.866)	154.303
Contractual obligations	38.867	(1.866)	37.001

NOTE 3 – FINANCIAL RISK MANAGEMENT

3.1 Financial risk factors

Business activities carried out by the Group and the Company create exposure to various financial risks: the market risk (including foreign exchange risk, price risk, cash flow interest rate risk, and fair value of market interest rate risk), credit risk, and liquidity risk. The Group and the Company actively manage financial risks. Market risk management primarily relates to the foreign exchange inflows, which are of seasonal character.

(a) Market risk

(i) Foreign exchange risk

Most sales revenues are realized dominantly in euros. The Group and the Company operate on the international market and are potentially exposed to the foreign exchange risk due to changes in the nominal exchange rate of the euro and Croatian kuna. Foreign exchange risk is present in the commercial transactions and recognition of assets and liabilities. Volatility in the exchange rates of the euro and Croatian kuna may have only a limited impact on future business results and cash flows because part of the long-term debt is denominated in euros, and part is denominated in Croatian kunas. The Group and the Company do not utilize derivative instruments for active hedging against exposure to the foreign exchange risk due to limited exposure to the foreign exchange risk. Limited exposure to a foreign exchange risk arises from historically minimal volatility in the nominal exchange rate of the euro and Croatian kuna, which is under the scrutiny of the central bank and is part of the natural hedging.

As at 31 December 2022, if the euro had depreciated/appreciated against Croatian kuna by 1.00%, assuming other variables remained unchanged, the annual profits would have been HRK 481 thousand higher/lower for the Group and HRK 481 thousand higher/lower for the Company, mainly as a result of positive/(negative) exchange rate differences from the conversion of borrowings, trade payables and trade receivables and foreign currency cash funds expressed in euros.

As at 31 December 2021, if the euro had depreciated/appreciated by 1.00% against Croatian kuna, assuming other variables remained unchanged, the annual profits would have been higher/lower for Group by HRK 390 thousand and HRK 390 thousand higher/lower for the Company, mainly as a result of positive/(negative) exchange rate differences from the conversion of borrowings, trade payables and trade receivables and foreign currency cash funds expressed in euros.

Given that the kuna has been replaced by euro as the official currency in the Republic of Croatia from January 1, 2023, the currency risk of the Company and the Group will be reduced to a minimum.

NOTE 3 – FINANCIAL RISK MANAGEMENT (continued)

3.1 Financial risk factors (continued)

(ii) Price risk

The Group and the Company are exposed to the risk of changes in the price of listed equity securities listed on the stock exchange, which they own. Considering that investments classified in the balance sheet at fair value in the Statement of comprehensive income the Company has a certain degree of exposure to the risk of a price change in equity security. The Group and the Company's investments in equity instruments, publicly traded, are included in the CROBEXplus index.

Compared to the reported position as of 31 December 2022, if the value of the portfolio had been increased/decreased by 10%, under the assumption that all other variables remained unchanged (2021: 10%), the comprehensive after-tax income of the Group and the Company for the reporting period would have been HRK 9,471 thousand higher/lower, (2021: comprehensive after-tax income would have been higher/lower by HRK 10,123 thousand) mainly as a result of gains/losses from equity securities classified as financial assets held for sale.

(iii) Cash flow and fair value interest rate risks

As the Group and the Company have no significant interest-bearing assets that generate interest revenue, the revenues and cash flow from operations are not substantially dependent on changes in the market interest rates.

Most borrowings have a contracted variable interest rate. All borrowings with a contracted variable interest rate do not relate to the benchmark interest rates, and except in very limited situations, changes in variable interest rates are, for the most part, elastic to market conditions.

Borrowings expose the Group and the Company to a fair value interest rate risk. The carrying value of borrowings does not significantly differ from their fair value considering that interest rates at which the Group and the Company could borrow at the Balance sheet date do not vary considerably from the contracted ones.

Compared to the reported position as of 31 December 2022, if the effective interest rate on loans raised by the Group had increased by one percentage point on an annual level, the profit after tax for the reporting period would have been lower by HRK 480 thousand (31 December 2021: lower by HRK 390 thousand).

Compared to the reported position as of 31 December 2022, if the effective interest rate on loans raised by the Company had decreased by one percentage point on an annual level, the profit after tax for the reporting period would have been higher by HRK 480 thousand (31 December 2021: higher by HRK 390 thousand).

(b) Credit risk

The assets that could potentially expose the Group/Company to credit risk mainly include cash, trade receivables, and other receivables (maximum exposure to credit risk has been disclosed in Note 20). The Group mainly holds cash deposits with banks - members of reputable banking groups in the EU.

The Group's and the Company's sales policies ensure that sales to buyers are made through advance payments, in cash, or accepting major credit cards (individual buyers, i.e., natural persons) and buyers with appropriate credit history (mainly travel agencies). The Group and the Company do not approve credit limits to buyers. The Management Board does not expect additional losses to result from non-performance on the part of buyers.

NOTE 3 – FINANCIAL RISK MANAGEMENT (continued)

3.1 Financial risk factors (continued)

(c) Liquidity risk

Sound management of liquidity risk implies that sufficient amounts of money are maintained, making available financial means and the ability to meet all obligations. Management Board monitors liquidity projections on a weekly basis. At a corporate level, the parent company's finance department reviews internal financial statements on a monthly basis.

The following table shows the financial liabilities of the Group and the Company at the balance sheet date according to maturities, which includes principal and expected interest rates. The amounts stated in the table represent contractual rather than undiscounted cash flows.

NOTE 3 – FINANCIAL RISK MANAGEMENT (continued)

3.1 Financial risk factors (continued)

Group *(in thousands of HRK)*	**Less than 6 months**	**From 6 to 12 months**	**1-2 years**	**2-5 years**	**More than 5 years**
As at 31 December 2022					
Borrowings long-term	-	-	12,521	25,644	11,513
Borrowings short-term	3,680	2,454	-	-	-
Lease liabilities	486	480	1,844	3,294	31,360
Trade and other payables	9,641	-	-	-	-
As at 31 December 2021					
Borrowings long-term	-	-	4,395	9,790	30,319
Borrowings short-term	1,474	1,474	-	-	-
Lease liabilities	1,015	1,015	1,867	3,572	31,562
Trade and other payables	3,714	-	-	-	-

Company *(in thousands of HRK)*	**Less than 6 months**	**From 6 to 12 months**	**1-2 years**	**2-5 years**	**More than 5 years**
As at 31 December 2022					
Borrowings long-term	-	-	12,521	25,644	11,513
Borrowings short-term	3,680	2,454	-	-	-
Lease liabilities	486	480	1,844	3,294	31,360
Trade and other payables	9,641	-	-	-	-
As at 31 December 2021					
Borrowings long-term	-	-	4,395	9,790	30,319
Borrowings short-term	1,474	1,474	-	-	-
Lease liabilities	1,015	1,015	1,867	3,572	31,562
Trade and other payables	4,535	-	-	-	-

3.2 Capital risk management

The Group monitors capital on the basis of laws and regulations of the Republic of Croatia, which require a minimum paid-up capital of HRK 200 thousand for joint-stock companies. The owners require no specific measures in managing capital. The Group is not subject to externally imposed capital requirements. In addition, there are no internally monitored capital objectives.

NOTE 3 – FINANCIAL RISK MANAGEMENT (continued)

3.3 Fair value estimation

The fair value of financial instruments is measured in accordance with the following hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the assets or liabilities, either directly (i.e., as prices) or indirectly (i.e., derived from the prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (i.e., invisible inputs) (Level 3).

The following table presents the Group and the Company's assets measured at fair value as of 31 December 2022, grouped according to the manner in which fair value is calculated:

(in thousands of HRK)	**Level 1**	**Level 2**	**Level 3**	**Total balance**
Assets				
Financial assets held for sale				
- Equity instruments	93,138	310	-	93,448
Total assets	**93,138**	**310**	**-**	**93,448**

The following table presents the Group and Company's assets measured at fair value as of 31 December 2021, grouped according to the manner in which fair value is calculated:

(in thousands of HRK)	**Level 1**	**Level 2**	**Level 3**	**Total balance**
Assets				
Financial assets held for sale				
- Equity instruments	99,635	330	-	99,965
Total assets	**99,635**	**330**	**-**	**99,965**

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. A market is considered active if quoted prices are readily and regularly available from an exchange or broker activity, and these prices represent actual and regularly occurring market transactions under regular commercial terms. The quoted market price used for financial assets held by the Group and the Company is the current bid price. These instruments are part of Level 1. Instruments included in Level 1 comprise equity investments in shares classified as marketable securities, whereas the instruments included in Level 2 comprise investments in shares of companies not traded on the stock exchange.

The Group and the Company have no financial assets that can be classified in Level 3.

NOTE 3 – FINANCIAL RISK MANAGEMENT (continued)

3.3 Fair value estimation (continued)

Estimates are continually evaluated and are based on experience and other factors, including expectations of future events that are believed to be reasonable under existing circumstances. The Group and the Company make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the actual results. The estimates and assumptions that could cause a significant risk of reconciling the carrying amounts of assets and liabilities in the following financial year are provided henceforth.

a) Lawsuits and judicial proceedings

Provisions for lawsuits and court proceedings are stated based on the Management Board's assessment of potential losses and the probability of resolving these disputes in a period shorter or longer than one year after consulting a lawyer. Based on current information, it is reasonably possible that the outcomes of court proceedings will differ from the estimated potential losses.

b) Useful life of property, plant and equipment

By using an asset, the Group and the Company consume the economic benefits contained in that asset, which are reduced more intensively due to economic and technological aging. Therefore, when determining the useful life of an asset, in addition to considering the expected use based on physical utilization, it is necessary to assess changes in demand in the tourism market that would stimulate faster economic obsolescence and the faster intensity of new technology development. On this basis, the modern operation of the business in the tourism accommodation industry demands increasingly more frequent investments, which substantiates the argument that the useful life of an asset is getting shorter

The useful life of the building facilities as a group of fixed assets disclosed in the accounting class "Land and building facilities" ranging from 10 to 40 years was assessed as appropriate for the smooth functioning of business by the opinions of the technical department. The useful life of the equipment and other assets was also revised.

The useful life of use shall be periodically revised to determine whether any circumstances emerged that would change the assessment compared to the previous determination. If there are any, changes in the assessments shall be recorded in the future periods, as changed depreciation expense extends over the remaining changed useful life.

If the useful life of property, plant and equipment had been 5% longer, and assuming that other variables remain unchanged, annual profits would have been higher by HRK 723 thousand for the Group, i.e., HRK 722 thousand higher for the Company, and the net carrying value of the property, plant, and equipment would have been higher by HRK 723 thousand for the Group, i.e., HRK 722 thousand for the Company (2021: profits would have been higher by HRK 807 thousand for the Group, i.e., HRK 802 thousand higher for the Company, and net carrying value of property, plant, and equipment would have been HRK 807 thousand higher for Group, i.e., HRK 802 thousand higher for the Company).

If the useful life of property, plant, and equipment had been 5% shorter, and under the assumption that other variables remain unchanged, annual profits would have been lower by HRK 723 thousand for the Group, i.e., HRK 722 thousand for the Company, and the net carrying value of property, plant, and equipment would have been lower by HRK 723 thousand for the Group, i.e., lower by HRK 722 thousand for Company (2021:profits would have been lower by HRK 807 thousand for Group, i.e., HRK 802 thousand lower for the Company, and the net carrying value of the property, plant, and equipment would have been lower by HRK 807 thousand for Group, i.e., HRK 802 thousand for Company).

NOTE 4 – CRITICAL ACCOUNTING ESTIMATES

c) Recoverable amount of property, plant and equipment

The Group and the Company review the carrying amounts of non-financial assets at least once a year (including property, plant, and equipment) in order to establish whether there is any indication of impairment. If any such indications exist, the recoverable amount of the asset is estimated. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). The cash-generating unit in tourism is an accommodation facility. The Accounting policy is disclosed in Note 2.12. Even though the Group and the Company identified COVID-19 as an event due to which special attention must be paid to identifying the impairment, the Management Board thinks this was a one-off event and expects recovery by 2022/2023.

The recoverable amounts have been calculated in one of the following two ways: by calculating a fair value of assets for new camps where there is no historical data and by calculating the value of assets in use. The calculation of fair value reduced by the cost of sale is based on the revenue method. According to the revenue method, real estate property is worth as much as the revenues it can generate during its lifetime. After determining all revenues and expenses related to a particular accommodation unit, the net revenue of all future periods is calculated and then discounted to the present value by applying an adequate discount rate to obtain the present value of the future cash flows. The key assumptions used in the revenue method are the price of overnight stay per accommodation unit, the average occupancy rate per facility, the weight of the revenue distribution by service categories, gross EBITDA margin, and capitalization rate.

Value-in-use is evaluated by discounting the forecasted future cash flows to their present value by using the discount rate before tax, which reflects the present market estimate of the time value of money and specific risks associated with that asset. When determining the recoverable value, management considers critical indicators such as an increase in revenues, which are based on occupancy of a facility, revenue per unit, and expected market growth in tourism, etc. The valuations are based on five-year projections of cash flows approved by the Company's Management Board. For the period following the end of the five-year period, the terminal growth rate (residual growth rate) was applied. The terminal growth rates used in the valuation represent the projections of the annual growth rate of the Republic of Croatia's GDP in the long run and are in line with the expected growth rates in tourism.

NOTE 5 – INFORMATION ON BUSINESS SEGMENTS

The Management Board has determined the Company's operating segments based on reporting reviewed by the Mon Perin's Management Board to make strategic decisions.

The Management Board has identified its reportable segments as business activities based on differences in the type of accommodation. The reportable segments are (1) Campsites, (2) Restaurants. Other segments include mainly administrative functions and eliminations.

The Management Board of Mon Perin evaluates the operating segments' performance on the basis of Earnings Before Interest, Taxes and Depreciation (hereinafter: EBITDA). However, internal reporting on the results additionally includes revenues resulting from the provision of basic services (accommodation and board).

(in millions of HRK)	**Campsites**	**Restaurants**	**Other**	**Total**
Segment revenue in 2022	66,452	-	7,333	73,785
Segment revenue in 2021	47,513	-	6,485	53,998
EBITDA 2022	35,271	-	4,685	39,956
EBITDA 2021	26,425	-	3,602	30,027

Reconciliation of EBITDA and operating segments' revenue as well as between net profit and income for the period:

(in millions of HRK)	**2022**	**2021**
EBITDA of operating segments	39,956	30,027
Depreciation and impairment	(14,450)	(16,145)
Net financial expenses	(606)	395
Other items	(817)	865
Net profit for the period	24,083	15,142

Internal reporting on segment results is adjusted to the operations and key events for each segment separately and the disclosures of this information have been adjusted for the current year and prior period accordingly.

Campsites *(in millions of HRK)*	**2022**	**2021**
Income	66,452	47,513
Operating expense	(31,181)	(21,088)
EBITDA	35,271	26,425

The Management Board monitors only the assets and liabilities by segments at Company level and not at Group level.

NOTE 5 – INFORMATION ON BUSINESS SEGMENTS (continued)

All revenue and non-current tangible assets are realised and located in Croatia.

Sales revenue differs based on the country of origin of customers.

The Management Board also monitors the occupancy of accommodation units by segments and sales channels.

	Mon Perin Group		**Mon Perin d.d.**	
Analysis of sales by category *(in millions of HRK)*	**2022**	**2021**	**2022**	**2021**
Accommodation income	66,452	47,513	66,452	47,513
Income from other tourist services	6,056	4,760	5,969	4,622
Other income	1,277	1,725	1,276	1,725
	73,785	**53,998**	**73,697**	**53,860**

NOTE 6 – OTHER INCOME

	Mon Perin Group		**Mon Perin d.d.**	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Lease services	4,412	3,301	4,428	3,316
Services rendered	566	560	566	490
Damage compensation	195	113	195	113
Subsidies /i/	29	638	29	638
Other income /ii/	2,131	1,873	2,028	1,790
	7,333	**6,485**	**7,245**	**6,347**

/i/ In 2022, both the Group and the Company used agricultural incentives and subsidies.

/ii/ Other income during 2022 of the Group and the Company, for the most part, relate to revenue from guest registration totalling HRK 495 thousand (2021: HRK 413 thousand), revenue from own property for donation totalling HRK 493 thousand (2021: HRK 13 thousand), and parking revenue and revenue from tickets sold totalling HRK 359 thousand (2021: HRK 314 thousand).

NOTE 7 – COST OF MATERIALS AND SERVICES

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Raw materials and supplies				
Raw materials and supplies used	2,457	1,506	2,457	1,602
Energy and water used	1,793	1,393	1,793	1,372
	4,250	2,899	4,250	2,974
External services				
Utility services	2,763	1,823	2,763	1,823
Cleaning and laundry services	2,292	1,824	2,292	1,824
Maintenance	2,045	1,661	2,045	1,698
Low-value leases not recognised as liabilities	2,483	1,464	2,483	1,464
Marketing and advertising	895	524	895	524
Security service costs	278	233	278	233
Transport services	228	70	228	169
Other services	702	685	777	681
	11,686	8,284	11,761	8,416
	15,936	**11,183**	**16,011**	**11,390**

NOTE 8 – STAFF COSTS

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Net salaries	2,953	2,380	2,946	2,144
Taxes and contributions /i/	1,771	1,576	1,765	1,412
Provisions for unused holidays	201	66	201	66
Other staff costs /ii/	923	647	923	616
	5,848	**4,669**	**5,835**	**4,238**

/i/ Pension contributions for the Group amounted to HRK 854 thousand (2021: HRK 726 thousand) for the Group and HRK 852 thousand (2021: HRK 653 thousand) for the Company.

/ii/ Other staff costs comprise termination benefits, transportation costs, jubilee awards, Christmas bonuses, holiday allowances and meals.

In the year ended 31 December 2022 the Group had 41 employees (2021: 32 employees) and the Company had 41 employees (2021: 32 employees).

Based on the decision of the Supervisory Board, the Company's employees were awarded shares with a total value of HRK 33,000 thousand plus the corresponding taxes and contributions.

NOTE 9 – OTHER OPERATING EXPENSES

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Intellectual services	7,807	4,067	7,775	4,018
Provisions for legal disputes	-	1,199	-	1,199
Donations	1,133	625	1,133	625
Representation expenses	551	435	551	435
Bank charges	605	408	599	401
Licences	639	365	637	362
Insurance premiums	321	304	321	292
Telecommunication services	268	189	265	187
Taxes and fees	148	119	148	117
Value adjustment for trade receivables	19	17	16	17
Daily allowances and travelling costs	27	9	27	9
Education costs	5	6	5	6
Missions expenses	-	-	-	-
Other	413	244	410	237
	11,936	**7,987**	**11,887**	**7,905**

NOTE 10 – OTHER GAINS / (LOSSES) – NET

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Gains/(losses) on sale of tangible assets	23	(70)	23	-
Foreign exchange differences – net	(840)	934	(840)	935
Gains/(losses) on change in fair value	-	1	-	1
Other gains/(losses)	-	-	-	-
	(817)	**865**	**(817)**	**936**

NOTE 11 – NET FINANCIAL EXPENSES

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Financial income				
Interest and dividend income	3,457	2,226	3,457	2,226
	3,457	**2,226**	**3,457**	**2,226**
Financial expenses				
Interest expense resulting from lease contracts	(1,001)	(1,049)	(1,001)	(1,049)
Interest expense	(719)	(682)	(719)	(682)
Losses and investment	(2,343)	(100)	(2,325)	(100)
	(4,063)	**(1,831)**	**(4,045)**	**(1,831)**
Net financial expenses	**(606)**	**395**	**(588)**	**395**

NOTE 12 – LEASES

Amounts recognised in the balance sheet and trends during the year are presented in Note 15 – Property, plant and equipment and Note 25 – Trade and other payables.

In the statement of comprehensive income for 2022 and 2021 the following is reported:

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Depreciation cost of the right-of-use asset				
Real estate	1,482	2,237	1,482	2,237
	1,482	**2,237**	**1,482**	**2,237**
Interest expenses (Note 11)	1,001	1,049	1,001	1,049
Costs connected with low-value leases that are not accounted for as short-term leases (Note 7)	2,483	1,464	2,483	1,464

For leases where the Group and the Company are the lessor, income is recognised within the scope of other income (Note 6).

In 2022, the Group's and the Company's lease liability payment totalled HRK 2,483 thousand (2021.: HRK 3,268 thousand).

NOTE 13 – INCOME TAX

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Current tax	-	-	-	-
Deferred tax	-	-	-	-
	-	-	-	-

The adjustment of the Group's and the Company's tax cost according to the Statement of comprehensive income and taxation at a statutory tax rate is shown in the table below:

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
(Loss)/Profit before tax	24,083	15,142	24,080	15,554
Tax calculated at a rate of 18%	4,338	2,726	4,334	2,800
Effect of non-taxable income /i/	(610)	(482)	(610)	(482)
Effect of non-deductible expenses /ii/	104	78	104	77
Effect of tax loss carried forward	(186)	(712)	-	(784)
Effect of recognition of state incentives for investment /iii/	(3,646)	(1,610)	(3,828)	(1,610)
Tax charge	-	-	-	-

/i/ Non-taxable income relates mainly to government subsidies and other income excluded from the tax base (in accordance with tax regulations).

/ii/ Non-deductible expenses relate predominantly to exceeding borrowing costs, depreciation above the prescribed rates, and provision costs.

/iii/ Pursuant to Article 9 of the Investment Promotion Law, tax rates for SMEs and large undertakings for investment amounting from EUR 150,000 to EUR 1,000,000 equivalent in Croatian kuna, and based on the Certificate of the Croatian Ministry of Economy, Entrepreneurship and Crafts of 20 June 2016, the Company was granted a reduction in the corporate tax rate by 50% under condition that 5 new employees are employed. On 30 April 2019 on the basis of a new Certificate a further corporate tax rate reduction by 50% was granted under condition that another 5 new employees are employed in the period of 3 years. The tax incentive lasts 10 years from the day of issuance of the certificate.

In accordance with the regulations of the Republic of Croatia, the Tax Authority may at any time inspect the Company's books and records, including those of its subsidiaries, within 3 years following the year in which the tax liability is reported and may impose additional tax liabilities and penalties. The Company's Management Board is not aware of any circumstances which may give rise to a potential material liability in this respect.

NOTE 14 – EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit by the weighted average number of ordinary shares, excluding the average number of ordinary shares purchased by the Company and held as treasury shares. Basic earnings per share equals the diluted loss as there are no diluted shares.

	Mon Perin Group		Mon Perin d.d.	
	2022	**2021**	**2022**	**2021**
Net (loss)/profit for shareholders *(in thousands of HRK)*	24,083	15,147	24,080	15,554
Weighted average number of shares	10,614,355	9,645,614	10,614,355	9,645,614
(Loss)/earnings per share *(in HRK)*	**2,27**	**1,57**	**2,27**	**1,61**

NOTE 15 – PROPERTY, PLANT AND EQUIPMENT

Mon Perin Group

(in thousands of HRK)	**Land and buildings**	**Right-of-use assets – IFRS 16**	**Plant and equipment**	**Small inventory**	**Assets under construction**	**Other tangible assets**	**Total**
For the year ended 31 December 2021							
Opening net book amount	**93,831**	**42,694**	**11,002**	**1,573**	**2,387**	**1,219**	**152,706**
Initial state-correction	0	(1,866)	0	0	0	0	(1,866)
Effect of eliminations	-	-	-	(647)	-	-	(647)
Additions		206	52		13,121	6,609	19,989
Transfers	1,715	-	2,804	243	(4,864)	102	
Decrease	(229)	-	(77)	(5)	-	(2)	(313)
Depreciation and impairment for the year	(9,542)	(2,237)	(3,816)	(436)	-	(101)	(16,131)
Closing net book amount	**85,775**	**39,798**	**9,965**	**728**	**10,644**	**7,827**	**154,738**
At 31 December 2021							
Purchase value	170,853	42,757	24,777	3,131	10,644	8,147	260,309
Accumulated depreciation and impairment	(85,078)	(3,959)	(14,812)	(2,402)	-	(320)	(106,571)
Net book amount	**85,775**	**38,798**	**9,965**	**729**	**10,644**	**7,828**	**153,739**
For the year ended 31 December 2022							
Opening net book amount	**85,775**	**38,798**	**9,965**	**729**	**10,644**	**7,828**	**153,739**
Effect of eliminations	0	0	(63)				(63)
Deconsolidation				636	(53)	(16)	567
Additions	0	0	225	0	53,821	0	54,046
Transfers	46,377	0	3,972	762	(51,626)	515	0
Decrease	0	(1,552)	(224)	(43)	0	(12)	(1,831)
Depreciation and impairment for the year	(8,913)	(1,482)	(3,642)	(297)	0	(110)	(14,445)
Closing net book amount	**123,239**	**35,764**	**10,233**	**1,786**	**12,786**	**8,205**	**192,014**
At 31 December 2022							
Purchase value	216,027	40,439	28,501	4,485	12,787	8,616	310,853
Accumulated depreciation and impairment	(92,787)	(4,675)	(18,268)	(2,698)	0	(410)	(118,839)
Net book amount	**123,239**	**35,764**	**10,233**	**1,787**	**12,787**	**8,205**	**192,014**

NOTE 15 – PROPERTY, PLANT AND EQUIPMENT (continued)

Mon Perin d.d.

(in thousands of HRK)	**Land and buildings**	**Right-of-use assets – IFRS 16**	**Plant and equipment**	**Small inventory**	**Assets under constructi on**	**Other tangible assets**	**Total**
For year ended 31 December 2021							
Opening net book amount	**93,623**	**42,694**	**10,959**	**1,472**	**2,387**	**1,195**	**152,330**
Initial state-correction	-	**(1,866)**	-	-	-	-	**(1,866)**
Additions	-	207	-	-	13,015	6,712	19,934
Transfers	1,714	-	2,854	243	(4,811)	-	-
Decrease	(37)	-	(37)	-	-	-	(74)
Depreciation and impairment for the year	(9,525)	(2,237)	(3,811)	(350)	-	(98)	(16,021)
Closing net book amount	**85,775**	**38,798**	**9,965**	**1,365**	**10,591**	**7,809**	**154,303**
At 31 December 2021							
Purchase value	169.649	42.757	24,777	3,767	10,591	8,112	259,654
Accumulated depreciation and impairment	(83,874)	(3,959)	(14,812)	(2,402)	-	(303)	(105,351)
Net book amount	**85,775**	**38,798**	**9,965**	**1,365**	**10,591**	**7,809**	**154,303**
For year ended 31 December 2022							
Opening net book amount	**85,775**	**38,798**	**9,964**	**1,365**	**10,591**	**7,809**	**154,303**
Additions	0	0	225	0	53,821	0	54,046
Transfers	46,377	0	3,972	762	(51,626)	515	0
Decrease	0	(1,552)	(224)	(43)	0	(12)	(1,831)
Depreciation and impairment for the year	(8,913)	(1,482)	(3,642)	(297)	0	(107)	(14,442)
Closing net book amount	**123,239**	**35,764**	**10,295**	**1,787**	**12,787**	**8,205**	**192,077**
At 31 December 2022							
Purchase value	216,027	40,439	28,564	4,485	12,787	8,616	310,916
Accumulated depreciation and impairment	(92,787)	(4,675)	(18,268)	(2,698)	0	(410)	(118,839)
Net book amount	**123,239**	**35,764**	**10,295**	**1,787**	**12,787**	**8,205**	**192,077**

NOTE 15 – PROPERTY, PLANT AND EQUIPMENT (continued)

As at 31 December 2022 the cost of the fully written off property, plant and equipment amounted to HRK 112,260 thousand in the Group and HR 111,056 thousand in the Company (31 December 2021: in the Group: HRK 99,890 thousand and HRK 98,686 thousand in the Company).

The Group's and the Company's property and equipment in preparation as at 31 December 2022 mainly refers to the refurbishment and landscaping of campsites on the territory of the Municipality of Bale.

Land whose net book value as of December 31, 2022 is HRK 1,801 thousand (2021: HRK 1,801 thousand) is pledged as a means of securing loan payments (note 23).

NOTE 16 – INTANGIBLE ASSETS

Mon Perin Group

(in thousands of HRK)	**Software**	**Other intangible assets**	**Total**
For year ended 31 December 2021			
Opening net book amount	**16**	**79**	**95**
Transfers	-	(1)	(1)
Depreciation for the year	(14)	-	(14)
Closing net book amount	**2**	**78**	**80**
At 31 December 2021			
Purchase value	598	78	676
Accumulated depreciation	(596)	-	(596)
Net book amount	**2**	**78**	**80**
For year ended 31 December 2022			
Opening net book amount	2	78	80
Transfers	15	-	15
Depreciation for the year	-	-	0
Closing net book amount	-	(72)	(72)
	(5)	-	(5)
At 31 December 2022	**12**	**6**	**18**
Purchase value			
Accumulated depreciation			
Net book amount	594	6	600
For year ended 31 December 2021	(582)	-	(582)
Opening net book amount	**12**	**6**	**18**

Other intangible assets relate to other rights and intangible assets under construction.

NOTE 16 – INTANGIBLE ASSETS (continued)

Mon Perin d.d.

(in thousands of HRK)	**Software**	**Other intangible assets**	**Total**
For year ended 31 December 2021			
Opening net book amount	**16**	**79**	**95**
Transfers	-	(1)	(1)
Depreciation for the year	(14)	-	(14)
Closing net book amount	**2**	**78**	**80**
At 31 December 2021			
Purchase value	598	78	676
Accumulated depreciation	(596)	-	(596)
Net book amount	**2**	**78**	**80**
For year ended 31 December 2022			
Opening net book amount	2	78	80
Transfers	15	-	15
Depreciation for the year	-	-	0
Closing net book amount	-	(72)	(72)
	(5)	-	(5)
At 31 December 2022	**12**	**6**	**18**
Purchase value			
Accumulated depreciation			
Net book amount	594	6	600
For year ended 31 December 2021	(582)	-	(582)
Opening net book amount	**12**	**6**	**18**

Other intangible assets relate to intangible assets under construction.

NOTE 17 – FINANCIAL INSTRUMENTS BY CATEGORY

The accounting policies for financial instruments have been applied to the items below:

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Assets				
Trade and other receivables	2,896	1,749	2,875	1,782
Investment in associated companies	1,267	1,264	1,307	5,003
Long-term loans granted	181	325	181	325
Deposits	19,532	12,610	19,532	12,610
Cash and cash equivalents	15,416	31,541	14,360	31,135
Total financial assets at amortised cost	39,292	47,489	38,255	50,855
Financial assets at fair value held for sale	93,444	99,965	93,444	99,965
	132,736	**147,454**	**131,699**	**150,820**

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Other financial assets				
Borrowings	55,812	47,452	55,812	47,452
Trade and other payables /i/	9,347	4,821	9,344	5,871
Total financial liabilities at amortised cost	**65,159**	**52,273**	**65,156**	**53,323**

/i/ The Company classifies investments in shares listed on an active market as financial assets that are subsequently measured at fair value through other comprehensive income as shown below:

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Status as of 1.1.	99,965	77,495	99,965	77,495
Investment during the year	-	18,731	-	18,731
Sales during the year	-	317	-	317
Change in fair value reported in other comprehensive profit	(6,517)	4,056	(6,517)	4,056
Status on 31.12.	**93,444**	**99,965**	**93,444**	**99,965**

/ii/ Trade and other payables do not include payables to employees, taxes and contributions, and advances payables.

NOTE 18 – INVESTMENTS IN SUBSIDIARIES AND ASSOCIATED COMPANIES

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Investment in subsidiary /i/	-	-	40	3,739
Investment in associated companies /ii/	1,267	1,264	1,267	1,264
	1,267	**1,264**	**1,307**	**5,003**

/i/ Investment in companies Dandoli d.o.o. and Mon Perin Castrum d.o.o. on December 31, 2022, it represents 100% of share (December 31, 2021: 100%) in the mentioned companies and is stated at acquisition cost in individual financial statements. Shares in the company Maian d.o.o. were sold in full as of December 29, 2022

/ii/ Investments in companies:
- Terra Vallis d.o.o. on 31.12.2022. represents a 25% (December 31, 2021: 25%) stake in the said company
- Fort Forno d.o.o. on 31.12.2022. represents a 20% (December 31, 2021: 20%) stake in the said company

and are stated at acquisition cost in the consolidated and individual financial statements.

NOTE 19 – INVENTORIES

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Raw materials and supplies	1	2	1	2
Trade goods	383	225	383	223
	384	**227**	**384**	**225**

NOTE 20 – TRADE AND OTHER RECEIVABLES

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Financial assets at amortised cost				
Trade receivables	1,328	263	1,308	257
Receivables from associates (Note 28)	26	-	26	38
Credit loss reserve	0	(2)	0	-
Trade receivables – net	**1,354**	**261**	**1,334**	**295**
Loan to associate receivables (Note 28) /i/	181	325	181	325
Receivables for loan given – net	**181**	**325**	**181**	**325**
	1,535	**586**	**1,515**	**620**
Other non-financial receivables				
Government receivables	828	1.406	825	1.403
Deposits given /ii/	19,532	12,610	19,532	12,610
Prepaid expenses	18	9	18	9
Other receivables	688	65	697	75
Income tax claims	10	10	-	-
	22,611	**14,686**	**22,587**	**14,717**
Less non-current portion	(181)	(325)	(181)	(325)
Current portion	**22,430**	**14,361**	**22,406**	**14,392**

/i/ Loan given as at 31 December 2021 relates to a borrowing granted to members of the Management Board falling due in November 2030. Loans are agreed in HRK at an annual interest rate of 3.00%.

/ii/ Deposits given as at 31 December 2022, of the total amount of given deposits, the amount of HRK 19,532 thousands (31 December 2021: HRK 12,610 thousands) relates to deposits deposited with Kentbank d.d. and BKS d.d., and contractually classified as non-earmarked.

NOTE 20 – TRADE AND OTHER RECEIVABLES (continued)

The book value of the Group's and the Company's trade and other receivables per currency is as follows:

	Mon Perin Group		**Mon Perin d.d.**	
(in thousands of HRK)	**2022**	**2021**	**2022.**	**2021.**
EUR	903	52	903	52
HRK	451	209	431	243
	1,354	**261**	**1,334**	**295**

The said receivables do not include receivables from employees, government receivables, prepayments to suppliers and prepaid expenses.

The maximum exposure to credit risk at the reporting date is the sum of the book value of each class of receivable mentioned above and the present value of funds and sight deposits. The Company holds collaterals as security.

The fair value of trade and other receivables does not differ significantly from their book amount.

In accordance with IFRS 9 the Group and the Company apply a simplified approach for measuring expected credit losses, which uses a provision for expected losses throughout their lifetime for all trade receivables.

On these grounds, the provision for losses as at 31 December 2022 related to trade receivables is as follows:

Group

31 December 2022	**Not past due**	**Past due up to 90 days**	**Past due 91 – 120**	**Past due 121 - 180**	**Past due 181 do 365**	**Past due up to 365**	**TOTAL**
Expected loss rate	0%	0%	0%	0%	0%	0%	0%
Gross book amount - trade receivables	62	414	372	395	18	93	1,354
Loss provisions	**-**	**-**	**-**	**-**	**-**	**-**	**-**

31 December 2021	**Not past due**	**Past due up to 90 days**	**Past due 91 – 120**	**Past due 121 - 180**	**Past due 181 - 365**	**Past due up to 365**	**TOTAL**
Expected loss rate	0%	0%	0%	0%	0%	0%	0%
Gross book amount – trade receivables	238	1	20	2	-	-	261
Loss provisions	**-**	**-**	**-**	**2**	**-**	**-**	**2**

NOTE 20 – TRADE AND OTHER RECEIVABLES (continued)

Company

31 December 2022	**Not past due**	**Past due up to 90 days**	**Past due 91 – 120**	**Past due 121 - 180**	**Past due 181 - 365**	**Past due up to 365**	**TOTAL**
Expected loss rate	0%	0%	0%	0%	0%	0%	0%
Gross book amount - trade receivables	42	414	372	395	18	93	1,334
Loss provisions	**-**	**-**	**-**	**-**	**-**	**-**	**-**

31 December 2021	**Not past due**	**Past due up to 90 days**	**Past due 91 – 120**	**Past due 121 - 180**	**Past due 181 - 365**	**Past due up to 365**	**TOTAL**
Expected loss rate	0%	0%	0%	0%	0%	0%	0%
Gross book amount – trade receivables	244	1	20	30	-	-	295
Loss provisions	**-**	**-**	**-**	**-**	**-**	**-**	**-**

Based on the above calculation, final loss provision on trade receivables are adjusted to the initial loss provision as follows:

	Mon Perin Group		**Mon Perin d.d.**	
	2022	**2021**	**2022**	**2021**
Loss provisions as at 1 January	2	33	-	33
Changes in estimates and assumptions	-	2	-	-
Derecognition during the period	(2)	(33)	-	(33)
Foreign exchange differences	-	-	-	-
Balance as at 31 December	**-**	**2**	**-**	**-**

NOTE 21 – CASH AND CASH EQUIVALENTS

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK	**2022**	**2021**	**2022**	**2021**
Cash at bank	14,841	31,535	14,360	31,133
Cash in hand	-	6	-	2
	14,841	**31,541**	**14,360**	**31,135**

Cash and cash equivalents are denominated in the following currencies:

	Mon Perin Group		Mon Perin d.d.	
((in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
HRK	9,142	19,112	8,754	18,799
EUR	5,699	12,429	5,606	12,336
	14,841	**31,541**	**14,360**	**31,135**

The Group and the Company mainly deposit their money with local banks that are members of the banking groups that, according to the agency Standard & Poor's, have the following credit ratings:

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Cash at bank and deposits				
No rating	14,841	31,541	14,360	31,135
	14,841	**31,541**	**14,360**	**31,135**

NOTE 22 – CAPITAL AND RESERVES

As at 31 December 2022 the share capital of the Company amounted to HRK 106,730 thousand comprising 10,673,027 ordinary shares with a nominal value of HRK 10.00 per share (2021: HRK 10).

The ownership structure of the Company is as follows:

	31 December 2022		31 December 2021	
	Number of shares	**%**	**Number of shares**	**%**
Plinio d.o.o.	4,000,000	37,48	3,702,400	34,69
Small shareholders	6,673,027	62,52	6,970,627	65,31
	10,673,027	**100,00**	**10,673,027**	**100,00**

NOTE 23 – LONG-TERM BORROWINGS

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Long-term borrowings				
Bank loans /i/	48,062	38,952	48,062	38,952
Long-term borrowings from related parties (Note 28) /ii/	7,750	8,500	7,750	8,500
	55,812	**47,452**	**55,812**	**47,452**
Current portion of long-term borrowings	(6,134)	(2,948)	(6,134)	(2,948)
Non-current portion	**49,678**	**44,504**	**49,678**	**44,504**

/i/ As at 31 December 2022 bank payables relate to:

- funds used under the Long-term club loan agreement concluded with Privredna banka d.d. Zagreb and the Croatian Bank for Reconstruction and Development (HBOR), Zagreb, to make investments in accommodation and camping capacities.

  The used portion of the funds received under the loan agreement amounting to HRK 19,032,944 bears interest at a rate equal to a three-month EURIBOR plus a margin of 2.3%, whereas the used portion of the HBOR loan funds of the same amount bears interest at a rate of 0%.

  The loan principle is repaid on a quarterly basis, in 40 equal instalments. The first instalment is due on 30 September 2022 and the last instalment is due on 30 June 2032.
- used funds based on the Agreement on a long-term loan with a currency clause, concluded with Privredna banka Zagreb d.d., Zagreb for the purpose of investing in the Mon Perin camp.

  A fixed interest rate of 1.50% is calculated on the used amount of the loan, in the amount of HRK 9,996,401. The loan principal is repaid in 120 unequal monthly payments, the first of which is due on July 31, 2024, and the last one on June 30, 2034. 70% of the principal is paid in the summer months, and 30% of the principal is returned in the other months.

/ii/ Long-term borrowings from related parties relates to loans from Plinio d.o.o. The loan of the parent company has been agreed in Croatian kunas and is due on 30 June 2030 with the possibility of earlier repayment. The loan's interest rate adjusts on an annual basis to the interest rate of loans between related entities as set by the Ministry of Finance every year, which is why it is considered to be variable and in 2022 amounted to 2.68% (2021: 3.00%).

The effective interest rates at the balance sheet date were as follows:

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Borrowings in EURO	0,0% do 2,3%	0,0% do 2,3%	0,0% do 2,3%	0,0% do 2,3%
Borrowings in HRK	2,68%	3,00%	2,68%	3,00%

NOTE 23 – LONG-TERM BORROWINGS (continued)

The Group's and the Company's exposure to interest rate changes:

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Total borrowings at variable interest rates	55,812	47,452	55,812	47,452

Variable interest rates are considered to be any interest rates having a variable part which depends on market developments which apply automatically on the calculation of the interest (ex. EURIBOR, LIBOR and similar). The said category includes loans whose interest rate is tied to interest rate of loans between related entities as set by the Ministry of Finance every year. All other interest rates where possible changes to interest rates are defined by separate acts or supplementary agreements and where these changes are not automatically applied to the loan are considered fixed interest rates.

The maturity of long-term borrowings is as follows:

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Between 1 and 2 years	12,521	4,395	12,521	4,395
Between 2 and 5 years	25,644	9,790	25,644	9,790
More than 5 years	11,513	30,319	11,513	30,319
	49,678	**44,504**	**49,678**	**44,504**

Borrowings are denominated in the following currencies:

	Mon Perin Group		Mon Perin d.d.	
(in thousands)	**2022**	**2021**	**2022**	**2021**
HRK	7,750	8,500	7,750	8,500
EUR	48,059	38,952	48,059	38,952
	55,809	**47,452**	**55,809**	**47,452**

(in thousands of HRK)	**Borrowings - Group**	**Borrowin gs - Group**	**Lease liabilities – Group and Company**
Net debt as at 1 January 2021	**48,804**	**48,804**	**40,737**
Proceeds from borrowings	-	-	-
Repayment of borrowings	(1,250)	(1,250)	(2,102)
Increases under new lease agreements	-	-	207
Expenses on lease liabilities	-	-	(858)
Interest cost	682	682	1,049
Other non-financial movements	(784)	(784)	(2)
Net debt as at 31 December 2021	**47,452**	**47,452**	**39,031**
Proceeds from borrowings	10,000	10,000	-
Repayment of borrowings	(1,728)	(1,728)	(2,030)

Increases under new lease agreements			-
Expenses on lease liabilities			
Interest cost	718	718	1,001
Other non-financial movements	(630)	(630)	(538)
Net debt as at 31 December 2022	**55,812**	**55,812**	**37,464**

NOTE 24 – SHORT-TERM BORROWINGS

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Current portion of long-term borrowings from banks	4,884	1,948	4,884	1,948
Current portion of long-term borrowings from related parties (Note 28)	1,250	1,000	1,250	1,000
	6,134	**2,948**	**6,134**	**2,948**

NOTE 25 – TRADE AND OTHER PAYABLES

	Mon Perin Group		Mon Perin d.d.	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Financial liabilities				
Payables to suppliers	5,319	1,351	5,316	1,303
Payables to related companies (Note 28)	1,464	17	1,464	1,115
Lease liabilities	37,464	39,031	37,464	39,031
	44,247	**40,399**	**44,244**	**41,449**
Other non-financial liabilities				
Liabilities for net salaries, bonuses and termination benefits	304	230	304	215
Liabilities for contributions and fees	146	334	146	120
Liabilities for advances received	2,279	1,707	2,279	1,707
Other liabilities	129	75	132	75
Total trade and other payables	**47,105**	**42,745**	**47,105**	**43,566**
Non-current portion (lease liabilities)	(36,498)	(37,001)	(36,498)	(37,001)
Non-current portion (liabilities for salaries)	-	-	-	-
	10,607	**5,744**	**10,607**	**6,565**

The maturity of long-term lease liabilities:

	Mon Perin Group		Mon Perin d,d,	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Between 0 and 5 years	6,104	7,469	6,104	7,469
More than 5 years	31,360	31,562	31,360	31,562
	37,464	**39,031**	**37,464**	**39,031**

Payables to suppliers are denominated in the following currencies:

	Mon Perin Group		Mon Perin d,d,	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
EUR	22	118	22	118
HRK	6,761	1,250	6,758	2,300
	6,783	**1,368**	**6,780**	**2,418**

	Mon Perin Group		Mon Perin d,d,	
(in thousands of HRK)	**2022**	**2021**	**2022**	**2021**
Liabilities for advances received /i/	2,279	1,707	2,279	1,707
	2,279	**1,707**	**2,279**	**1,707**

/i/ Contractual liabilities as at 31 December 2022 and 31 December 2021 related to liabilities for advance payments received in connection with accommodation reservations relating to a future period.

NOTE 26 – CONTINGENT LIABILITIES

The Group and the Company recorded provisions for contingent liabilities emerging from legal disputes for compensation from the previous period amounting to HRK 1,300 thousands (2021: HRK 1,300 thousands). In addition to the above, the Company appears as a defendant in two court proceedings for which it has not formed any provisions, as it does not expect potential liabilities from these disputes.

As at 31 December 2022 the Group and the Company have a contingent liability under issued promissory notes amounting to HRK 30 thousand (2020.: HRK 30)

NOTE 27 – CASH GENERATED FROM OPERATIONS

		Mon Perin Group		**Mon Perin d.d.**	
(all amounts in thousands of HRK)	**Note**	**2022**	**2021**	**2022**	**2021**
Loss)/profit before tax		**24,083**	**15,142**	**24,080**	**15,554**
Adjustments for:					
Depreciation	15,16	14,450	16,145	14,447	16,035
Impairment/Write-off of property, plant and equipment – net			-		-
Financial expenses - net	11	1,049	1,049	1,001	1,049
Interest and dividend income	11	(3,457)	(2,226)	(3,457)	(2,226)
Fair value of investments in assets held for sale		6,504	(28,711)	6,504	(28,711)
Gains on sale of property, plant and equipment	10	23	140	23	70
Decrease/(increase) of provisions	9	159	1,242	159	1,242
Other items that do not affect cash flow		16	24,286	(976)	25,246
Movements in working capital:					
- trade and other receivables		1,151	969	1,093	1,039
- inventories		157	114	160	117
- Payables to suppliers		(4,864)	203	(4,041)	(856)
- Other payables		-	-	-	
Cash generated from operations		**39,271**	**28,353**	**38,993**	**28,559**

NOTE 28 – TRANSACTIONS WITH RELATED PARTIES

For the purpose of these financial statements, parties are considered to be related if one party has the ability to control the other party, is under common control, or can exercise significant influence over the other party in making financial and operational decisions. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form.

Income and expenses resulting from transactions with related parties are as follows:

		Mon Perin Group		Mon Perin d.d.	
(all amounts in thousands of HRK)	**Note**	**2022**	**2021**	**2022**	**2021**
Operating income	**5,6**				
PLINIO d.o.o.		180	172	180	-
MAIAN d.o.o.		-	-	15	45
DANDOLI d.o.o.		-	-	-	-
TERRA VALLIS d.o.o.		343	-	343	-
		523	**172**	**538**	**45**
Operating expenses	**7**				
PLINIO d.o.o.		2,005	1,667	2,005	1,667
MAIAN d.o.o.		-	-	84	297
FORT FORNO d.o.o.		-	-	-	-
DANDOLI d.o.o.		-	-	-	19
TERRA VALLIS d.o.o.		3,111	-	3,111	-
		5,116	**1,667**	**5,200**	**1,983**
Financial expenses	**11**				
PLINIO d.o.o.		203	228	203	228
MAIAN d.o.o		-	-	2,326	-
		203	**228**	**2,529**	**228**

NOTE 28 – TRANSACTIONS WITH RELATED PARTIES (continued)

Balance sheet positions resulting from transactions with related parties are as follows:

		Mon Perin Group		Mon Perin d.d.	
(all amounts in thousands of HRK)	**Note**	**2022**	**2021**	**2022**	**2021**
Non-current assets					
MAIAN d.o.o.	**15,16**	-	-	-	740
DANDOLI d.o.o.		-	-	64	86
TERRA VALLIS d.o.o.		982	-	982	-
		982	**-**	**1,046**	**826**
Non-current financial assets	**17,18**				
TERRA VALLIS d.o.o.		1,263	1,263	1,263	1,263
MAIAN d.o.o.		-	-	-	3,700
DANDOLI d.o.o.		-	-	20	20
MON PERIN CASTRUM d.o.o.		-	-	20	20
FORT FORNO d.o.o.		4	4	4	4
		1,267	**1,267**	**1,307**	**5,007**
Trade receivables	**20**				
PLINIO d.o.o.		18	-	18	-
MAIAN d.o.o.		-	-	-	38
TERRA VALLIS d.o.o.		7	-	7	
		25	**-**	**25**	**38**
Lease liabilities	**23,24**				
PLINIO d.o.o.		7,750	8,500	7,750	8,500
		7,750	**8,500**	**7,750**	**8,500**
Trade payables	**25**				
PLINIO d.o.o.		2	17	2	17
MAIAN d.o.o.		-	-	-	966
DANDOLI d.o.o.		-	-	-	132
TERRA VALLIS d.o.o.		1,462	-	1,462	
		1,464	**17**	**1,464**	**1,115**

Key management compensation

In 2022, gross emoluments to the Company's key personnel amounted to HRK 732 thousands (2020: HRK 1,297 thousand). The Company's key personnel comprise of 5 employees (2021: 4 employees).

NOTE 29 – AUDITOR FEES

The fee for auditing the financial statements of the Company and the Group for the year ended December 31, 2022 is HRK 70,000 (2021: HRK 30,000).

NOTE 30 – EVENTS AFTER THE BALANCE SHEET DATE

As of the date of signing these financial statements, there were no significant events that would affect the financial statements for the year ending December 31, 2022.