

Unaudited Financial Statements of Span Group and Span d.d.



JANUARY – JUNE 2022

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1.

Management
Interim Report –
Management
Report

1.1. STATEMENT OF DRAGAN MARKOVIĆ, MEMBER OF THE MANAGEMENT BOARD, CHIEF OPERATING OFFICER



My main task in Span as the Chief Operating Officer is to ensure that everything functions, at all levels. This is a complex task in a branch that is far from being predictable, where advancement requires you to have a vision, knowledge and good relationship with all stakeholders while never forgetting what really drives you, or that you should never lose that specific Span drive, which has led all of us to the development phase Span is experiencing today.

When I look at the results accomplished in the past period alone – number of events, activities, undertakings, brilliant things ... – I become aware of how deeply the change is actually rooted in the Span identity, culture, in all of us. I would even dare to say that Span employees possess an inexhaustible capacity for change – it makes us happy, encourages us to learn and explore, move limits, conceive new solutions, reconsider how we can do things better and in a different way. It encourages us to be brave.

I am happy that we have continued to grow in all segments of business operations in this second quarter as well, or in the first half year. That growth is also accompanied with positive financial results; operating revenues have grown by 4% and amount to HRK 406.9 million, whereas EBITDA before one-off items increased by 101% and is HRK 35.7 million. The achieved net profit is HRK 24.5 million, a 230% increase compared to the same period of the prior year.

We are additionally encouraged by the fact that the regular trading with our shares has continued. On this occasion, I would like to thank all our shareholders to whom we presented our results and plans at the General Assembly in June, the first after we were listed on the stock exchange.

After the acquisition of Ekobit in March, we dedicated ourselves to the integration of our business activities and getting to know each other in detail at all levels. We are aware that these are time-consuming processes but there is a strong desire on both sides to share knowledge and expertise, therefore we plan to mutually exchange and implement proven good practices.

Great knowledge and expertise are crucial for an organization to have capacity for change, and it is them that have led us to being ranked among few organizations in the world with 11 Microsoft advanced specializations, with two new ones acquired in the second quarter.

I want to highlight that our colleagues in Span Ukraine were declared the Microsoft Partner for 2022 in that country, which I am very glad about because it is at least a small wind at the back in these times, unpredictable for them (and for all of us).

Certainly, I want to emphasize that in this quarter we published our first Sustainability Report where we formalized the initiatives and endeavors we implement, upgrade and improve year by year. We know that it can always be better, we want better and therefore, we are glad that our every future sustainability report will serve us to devise ever more complex and focused plans in order to demonstrate that we do not fear change, to prove our courage in this segment as well.

The future is digital, and we want to help construct a digital road to a sustainable future. There is no other one in sight for now. In doing so, we do not fear change, we in Span are fully equipped for that journey.



Dragan Marković
Member of the Management
Board of Span d.d.,
Chief Operating Officer

1.2. CORPORATE EVENTS

1.2.1. Incorporation of Fintech Digital Services LLC

On April 15th, 2022, the Commercial Court in Zagreb issued a decision on registration of the incorporation of a company FINTECH DIGITAL SERVICES Limited Liability Company for IT Services, PIN: 79372150838, based in Zagreb, Koturaška cesta 47 and share capital in the amount of HRK 20,000.00. The decision was published on April 16th, 2022. The founders of the company are Span d.d., IDENTITY CONSORTIUM d.o.o., and KARFIJAM d.o.o., where Span d.d. and IDENTITY CONSORTIUM d.o.o. have taken over business shares, each in the amount of 35% of the share capital, while KARFIJAM d.o.o. has taken over remaining business shares in the amount of 30% of the share capital.

1.2.2. Decision on the use of profits and payment of dividends

A meeting of the Supervisory Board of Span d.d. ("Company") was held on April 29th, 2022, during which the Supervisory Board, together with the Management Board, proposed to the General Assembly a decision on the use of profits and the payment of dividends in the amount of HRK 5 per share. The dividend was paid to the shareholders of the Company who were registered as shareholders of the Company on June 17th, 2022, in the depository of the Central Depository and Clearing Company d.d. (record date). The date from which the Company's shares were traded without the right to dividend payment was June 15th, 2022 (ex-date). The claim for dividend payment was due on July 1st, 2022 (payment date). The dividend was paid from the company's profit realized in 2021.

1.2.3. Release of own shares – Remuneration programme

Within the Share Buy-Back Programme for the purpose of offering Shares to employees of Span d.d. and its affiliated companies for the purpose of remuneration, adopted at the the Span d.d. Management Board meeting held on January 14th, 2022, Span d.d. on May 2nd, 2022, and June 7th, 2022, released 9,451 and 7,191 shares respectively. Before the said disposal, Span d.d. owned 33,887 of own shares, representing 1.7289% of the share capital¹. After the said disposals, it owns a total of 17,245 treasury shares, representing 0.8798% of the share capital.

1.2.4. General Assembly of Span d.d. – Invitation and Decisions

On May 3rd, 2022, Span d.d. (hereinafter referred to as "Company") announced an Invitation to the General Assembly. Pursuant to the provisions of the Capital Market Act and Stock Exchange Rules, a regular session of the General Assembly of the Company took place on June 13th, 2022, starting at 11:00 at the address: The Westin Hotel Zagreb, Panorama Meeting Room – 17th floor, Izidora Kršnjavoga 1, 10000 Zagreb, Croatia. Mr. Stjepan Lović, Attorney at Law, presided over the General Assembly, with 1,446,439 votes being present, which made 74.45% of the total number of shares with voting rights of the Company, or 73.80% of the share capital of the Company. According to the Agenda of the General Assembly of the Company announced in the Invitation to the General Assembly, the following decisions were adopted:

- Ad 1. Election of the President of the General Assembly;
- Ad 3. Decision on the use of profits for 2021;
- Ad 4. Decision on giving discharge to members of the Management Board of the Company for the 2021 financial year;

¹ Share capital of Span d.d. amounts to HRK 19,600,000.00 and is divided in 1,960,000 ordinary registered shares with a nominal value of HRK 10.00, under security code SPAN-R-A and ISIN code HRSPANRA0007.

- Ad 5. Decision on giving discharge to members of the Supervisory Board of the Company for the 2021 financial year.
- Ad 6. Decision on giving authorization to the Management Board of the Company for acquisition of the Company shares.
- Ad 7. Decision on approval of the Remuneration Report for members of the Management Board and the Supervisory Board of the Company in the 2021 financial year.
- Ad 8. Decision on giving consent for the Remuneration Policy of the Company
- Ad 9. Decision on a remuneration for the members of the Supervisory Board of the Company
- Ad 10. Decision on appointing the auditor of the Company and the Group for the 2022 financial year.

The whole contents of the decisions can be found at the following link: [General Assembly of Span d.d.](#)

1.2.5. Corporate Governance Code – Annual Compliance Questionnaire for 2021

Span shares were listed on the regulated Zagreb Stock Exchange market on 21 September, 2021, and Span applies the Corporate Governance Code of the Zagreb Stock Exchange and the Croatian Financial Services Supervisory Agency (HANFA), which is available online on the websites of the Zagreb Stock Exchange (www.zse.hr) and HANFA (www.hanfa.hr). By Statement on Application of the Corporate Governance Code² Span acknowledges that it operates in line with the good corporate governance practice and mostly according to the recommendations in the Code, and publishes all information whose publishing is provided for in the positive regulations. Pursuant to the Rules on Data Concerning Corporate Governance that issuers are obliged to submit to the Croatian Financial Services Supervision Agency, and in the form, deadlines and manner for their submission (Official Gazette 59/2020), Span provided the [Annual Compliance Questionnaire for Issuers of Shares](#) to HANFA and released it on the websites of the Company and the Zagreb Stock Exchange.

1.3. PEOPLE AND THE COMMUNITY

1.3.1. Human resources – intense employment and increased satisfaction

Strengthening the relationship with the academic and IT community

The first half of this year showed our intense activity towards cooperation and strengthening the relationship with the academic and IT community. Therefore, we actively continued to represent Span at Job Fair Meetup, RiTeh (Faculty of Engineering of the University of Rijeka), University Career Week in Osijek, Career Week at the Faculty of Organization and Informatics, Faculty of Science's Career Speed Dating and Lumen Competition. We also took part at the Dump Days Conference and at the largest developer conference in Croatia - .debug.



² Published in the Annual Report for 2021, on p. 13: <https://www.span.eu/en/media/annual-report-for-2021-span-group-and-span-d-d/>

Moreover, we organized two student practices in Osijek and a 48 hours long Hackathon in Zagreb, and continued our cooperation with the Algebra University College on their Work in Tech project intended for the education of women in IT.

The first half of this year was also marked with the promotion of our summer professional practice programme, Span Academy, and we also visited and toured as many as 14 faculties from Zagreb to Varaždin and Rijeka to Osijek and Bjelovar in order to appeal to as many students from all the regions in Croatia. Within all those activities, we also spared time for a charity football tournament – Kopačka solidarnosti, organized by the eSTUDENT Student Association, and we donated the donations collected together with our partners in the business and tech community to the Novi put Association for the Homeless in Varaždin.

Increase of general job satisfaction

In March this year, we conducted a survey of the organization climate in Span. Based on the obtained results, we can see that the general level of satisfaction with one's job in Span increased by 2.52% compared to 2021. The aspects where employees are most satisfied in 2022 are as follows: Leadership, Image of the organization, Personal work conditions, and Team climate. When we compare results to the ones in 2021, the highest increase is evident in the Remuneration system aspect, amounting to 2.85%.

The series of HR initiatives in the prior year included the **ESOP Programme, Span Heroes**, and **Span Management Academy** as crucial. To get a real picture of success of each of the said initiatives in the survey of the organization climate this year, we additionally analyzed the satisfaction of those who took part in them. Analyses of results showed that employees covered with the ESOP Programme, Span Heroes Award and/or Span Management Academy, are more satisfied in almost all aspects compared to other employees. By doing so, we have obtained an acknowledgement of the success of our HR initiatives in Span at the quantitative level as well.

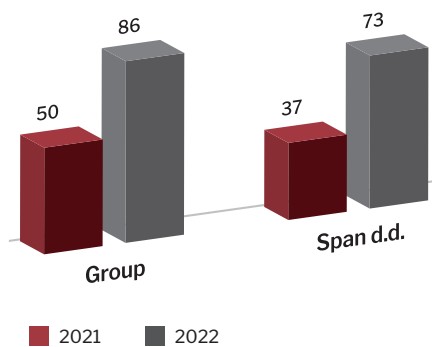
Aspects of survey	SMA	Span Heroes	ESOP
Organization Image	5.2%		1.94%
Personal working conditions	4.84%	1.09%	5.83%
Work organization	6.08%		0.19%
Job contents	4.74%	0.98%	0.92%
Personal influence	7.58%	0.6%	1.18%
Follow up and evaluation	5.31%	4.44%	0.79%
Remuneration system	4.99%	4.66%	0.78%
Management	4.47%		2.16%
Leadership	3.13%		0.83%
Climate – team	1,1%		0,7%
Climate – organization	2.04%		1.13%
Job satisfaction	4.84%	1.15%	2.2%

The difference in the satisfaction of employees who participate in initiatives compared to other employees

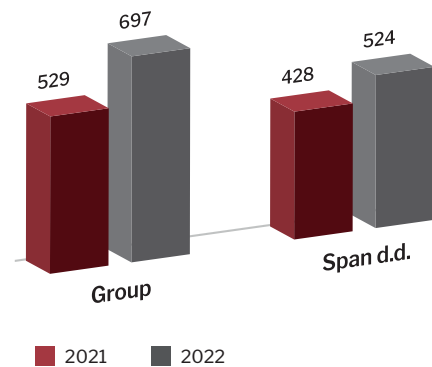
More intense employment and more successful retention of employees

A proactive approach to the labor market helped us in recruiting and employing a significantly higher number of employees during the first half of 2022 in relation to the same period of 2021. On the other hand, good HR initiatives contributed to a better retention of current employees despite very competitive conditions in IT. Thus, with the increase of the number of employees, as a result of the acquisition of Ekobit, we also achieved a strong organic growth that resulted in total of 168 employees more at the level of the Span Group compared to the first half of 2021.

Arrivals



Headcount



1.3.2. Corporate social responsibility

Although our company has nurtured and cultivated sustainable business principles for many years, Span's first annual **Sustainability Report** covers all our achievements and initiatives from an environmental, social, and managing standpoint in one place. We believe that digital technologies are the key to a sustainable future, and our Sustainability Report shows everything we do to make that future come about as soon as possible.



“Today, technology plays a crucial role in the economic growth and ensuring equality, inclusion, accountability and efficiency of all social actors. It is vital for unlocking the innovation opportunities needed to ensure sustainable community development and climate protection,” says Nikola Dujmović, CEO and President of the Management Board of Span in the Introduction of the Sustainability Report.

Our main mission is to create IT solutions that improve the business operations of our customers. For us, this mission means more than just delivering intended solutions - it means creating added value that will help customers' business efficacy, security and the simplification of processes. It means optimized, user-friendly technology that will enable access to their services to a more significant number of users. In everything we do, we are guided by the intention of contributing to problem-solving, promoting easier use of technology, and influencing the responsible management of various aspects of our clients' businesses. Our worldview is inspired by those who want to use technology to improve the quality of life of as many people as possible.

Our guiding principle is to give back to the community more than we have taken from it.

“Just as the future of humanity is digital, so the development of technology must support and encourage the sustainable development of societies. At Span, we take our role in this process seriously. Although this is our first Sustainability report, responsible management practices and ideas that we must equally contribute to the development of society and environmental protection have been embedded in our work principles for a long time. By publishing this report, for the first time, we present our practices as a systematic effort in which we plan to make continued strides, and we will regularly report on our progress. Responsibility, the keyword in “corporate social responsibility”, does not only describe the ethical standards by which we work. It is one of our core values and the way we approach everything we do. Responsible consideration of all aspects of our business operations, responsible behavior in stakeholder relations, and responsibility in supporting community development all define Span”.

Within our focus areas, we monitor the needs of our significant stakeholders, devise projects and take part in already existing ones as partners in order to multiply positive social efficiency. We also invest resources and effort in environmental initiatives because we are aware that only green,

energy efficient Span protecting the environment can be Span of the present – and the future. Therefore, this year, we marked the **Day of the Planet Earth** in style – from the air, coupling the pleasant with the useful in the best possible way. We took part in foresting by drones, an action organized by the Project O2 aimed at protecting forests through socially encouraged planting of trees by means of advanced foresting systems and educational programmes and innovative products adapted to ama-



teur planting. We joined this unusual green initiative not only by donating. On the Day of the Planet Earth, a dozen of our colleagues arrived at the Grubišno polje to assist firsthand in drone foresting.

Children are the ones whom a great majority of our socially responsible business operations is directed to. Therefore, Span and RTL Hrvatska are providing aid again, this time to the Mirko Pereš Primary School in Kapela, in the Bjelovar-Bilogora County! This year, we have continued our successful cooperation with the **"RTL pomaže djeci"** association by financing equipment for the outdoor children's playground and PE equipment in this school. Play is a very important part of children's development because through it, they develop motor and cognitive abilities, it encourages their creativity, imagination and social skills, and with this newly equipped playground and equipment, students are now finally provided with a quality and safe place for playful socializing and growing up. In 2022, Span continued to support numerous **STEM associations** that work with children and youth and achieve excellent results – especially in robotics, informatics, and mathematics, whereas with younger generations we strive to encourage interest in these areas and related ones.

1.4. AWARDS, RECOGNITIONS, PARTNERSHIPS

1.4.1. Microsoft Advanced Specializations

Microsoft Azure Virtual Desktop and Microsoft Modernize Endpoints are newly acquired advanced specializations³. Microsoft Azure Virtual Desktop confirms our extensive knowledge, experience and expertise in implementing scalable and secure infrastructure for desktop virtualization on the Azure platform, and Microsoft Modernize Endpoints advanced specialization is focused on ensuring secure access to corporate resources for end users.

The latest specializations thus readily respond to challenges brought about by hybrid work in terms of management and secure access to corpo-

„The advanced specializations we have acquired so far are the crown of our work and are a proof of excellence, thanks to which we achieve greater recognition in the market and strengthen relationships with our clients. In addition, they allow us to be more recognizable within Microsoft, which evaluates and categorizes its partners within a wide partner network based on advanced specializations, “ emphasizes Mihaela Trbojević, Product Marketing Director in Span.



³ <https://www.span.eu/en/insights/by-acquiring-two-new-specialized-competencies-span-now-has-11-microsoft-advanced-specializations/>

rate resources and supporting secure remote work, which is becoming imperative from an employee perspective. Conditions for acquiring these specializations are not simple; the certification process is demanding and long and implies preconditions that should be met in order to even join the process of acquisition of an advanced specialization. Supporting secure remote work for employees is more important than ever before, and Azure Virtual Desktop is Microsoft's flexible and scalable solution that supports remote desktop services with simplified management of the entire system. This saves time and resources and increases efficiency of employees so Azure Virtual Desktop indirectly opens new opportunities for accelerated growth of business operations.

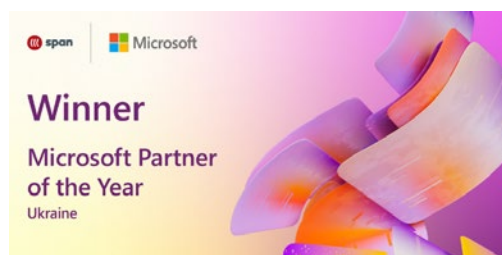
1.4.2. Microsoft competences

We have **17 Microsoft Competences**, all gold ones, and gold competences are the crucial precondition for the acquisition of Microsoft Advanced Specializations. With two newly acquired, we have a total of 11, ranking us among few Microsoft partners in the world with so many highly specialized competences. While Microsoft **competences** confirm knowledge of Microsoft partners in the implementation of a particular technology or product, **advanced specializations** focus on a specific niche within the competence and demand detailed and in-depth knowledge of solutions and application of knowledge in a certain area.



1.4.3 . TOV Span from Ukraine received 2022 Microsoft Ukraine Partner of the Year Award*

TOV Span received 2022 Microsoft Ukraine Partner of the Year Award. The company was honored among a global field of top Microsoft partners for demonstrating excellence in innovation and implementation of customer solutions based on Microsoft technology.



*Span was recognized as the winner of 2022 Microsoft Ukraine Partner of the Year



2.

Financial indicators for the first half-year of 2022

2.1. OPERATING REVENUE, EBITDA AND NET PROFIT OF SPAN GROUP

HRK 406.9 mil.

OPERATING REVENUE

+4 %
YoY

HRK 35.7 mil.

EBITDA
before one-off items

+101 %
YoY

HRK 32.7 mil.

EBITDA
after one-off items

+113 %
YoY

HRK 24.5 mil.

NET PROFIT
after one-off items

+230 %
YoY

2.2. OPERATING REVENUE, EBITDA AND NET PROFIT OF SPAN D.D.

HRK 329.8 mil.

OPERATING REVENUE

+26 %
YoY

HRK 31.2 mil.

EBITDA
before one-off items

+88 %
YoY

HRK 30.8 mil.

EBITDA
after one-off items

+117 %
YoY

HRK 24.6 mil.

NET PROFIT
after one-off items

+305 %
YoY

2.3. KEY FEATURES OF THE PERIOD – FIRST HALF-YEAR OF 2022

Profit and loss account - shortened

Span Group						
In thousands of HRK	H1 2021	H1 2022	Δ%	Q2 2021	Q2 2022	Δ%
Total revenue	392.120	408.525	4%	257.676	222.669	-14%
Operating revenue	390.666	406.855	4%	256.700	221.780	-14%
Other revenue	1.454	1.670	15%	976	888	-9%
Total costs	376.745	375.787	-	254.273	210.069	-17%
Costs of goods and services sold	291.001	257.517	-12%	208.299	148.238	-29%
Personnel expenses	64.759	90.336	39%	33.950	47.155	39%
Other business expenses	20.985	27.935	33%	12.024	14.676	22%
EBITDA before one-off items	17.762	35.721	101%	5.493	12.600	129%
One-off items	2.387	2.983	-	2.090	-	-
EBITDA after one-off items	15.375	32.738	113%	3.403	12.600	270%
Depreciation	7.238	8.482	17%	3.337	4.482	34%
EBIT	8.138	24.257	198%	66	8.118	12160%
Net financial result	967	3.176	228%	436	1.676	284%
One-off items of net financial result	-	2.255	-	-	-	-
Profit/loss before taxation before one-off items	11.492	28.161	145%	2.592	9.794	278%
Profit/loss before taxation after one-off items	9.105	27.433	201%	502	9.794	1849%
Corporate tax	1.687	2.941	74%	393	2.480	530%
Profit/loss after taxation before one-off items	9.805	25.220	157%	2.199	7.315	233%
Profit/loss after taxation after one-off items	7.418	24.492	230%	109	7.315	6614%

Span d.d.						
In thousands of HRK	H1 2021	H1 2022	Δ%	Q2 2021	Q2 2022	Δ%
Total revenue	263.338	330.790	26%	157.424	183.494	17%
Operating revenue	262.011	329.832	26%	156.701	183.097	17%
Other revenue	1.327	958	-28%	723	397	-45%
Total costs	249.161	300.010	20%	154.458	174.621	13%
Costs of goods and services sold	182.587	211.089	16%	119.031	128.189	8%
Personnel expenses	51.647	67.080	30%	27.079	34.905	29%
Other business expenses	14.927	21.842	46%	8.349	11.527	38%
EBITDA before one-off items	16.564	31.156	88%	5.056	8.873	76%
One-off items	2.387	376	-	2.090	-	-
EBITDA after one-off items	14.177	30.780	117%	2.966	8.873	199%
Depreciation	6.596	6.849	4%	3.299	3.533	7%
EBIT	7.581	23.930	216%	(333)	5.340	1706%
Net financial result	(316)	1.308	513%	(889)	1.597	280%
One-off items of net financial result	-	-	-	-	-	-
Profit/loss before taxation before one-off items	9.652	25.615	165%	868	6.937	699%
Profit/loss before taxation after one-off items	7.265	25.239	247%	(1.222)	6.937	668%
Corporate tax	1.174	593	-49%	150	297	97%
Profit/loss after taxation before one-off items	8.478	25.022	195%	718	6.640	825%
Profit/loss after taxation after one-off items	6.091	24.646	305%	(1.372)	6.640	584%

REVENUES

Total consolidated revenues increased by HRK 16,405 thousand, or 4%, compared to the first half-year of the prior year. The revenue increase in the IT service segments with high added value covered the drop in the revenues in the Software Asset Management and Licensing segment that derives from the decline of revenues in the Ukrainian market. Actually, from April 1st to December 31st, 2022, Microsoft enabled all our customers in Ukraine to use its products and services without compensation.

The highest growth of revenues in the Group was achieved by the business segment Infrastructure Services, Cloud & Cyber Security which recorded a 67% growth.

In the first half-year of 2022, Span d.d. accomplished a growth of revenues by HRK 67,452 thousand, or 26%. The strongest growth of revenues was also recorded in the segment of the Infrastructure Services, Cloud & Cyber Security, amounting to 96%.

OPERATING EXPENSES

The total consolidated expenses of the operation decreased by HRK 958 thousand, or 0.3% compared to the first half-year of 2021 primarily due to lower expenses for goods and services (HRK 33,484 thousand), whereas the personnel expenses of the Group concurrently increased by HRK 25,576 thousand, and other operating expenses by HRK 6,950 thousand.

The lower expenses for goods and services resulted from 1) lower expenses for goods and services in the Ukrainian market (HRK 76,658 thousand) and 2) increase of direct expenses (HRK 43,175 thousand) caused by the growth of revenues of the rest of the Group.

Growth of personnel expenses of the Group in 2022, amounting to 39%, is the result of the higher number of employees and one-time expenses resulting from the allocation of shares to employees of Ekobit. The average number of employees in the Group in the observed period of 2022 is 651, compared to the prior year when the average number of employees in the Group was 524.

The total expenses of Span d.d. increased by HRK 50,849 thousand, or 20%. The highest growth results from direct expenses for goods and services in the amount of HRK 28,502 thousand.

Personnel expenses of Span d.d. increased by HRK 15,433 thousand, or 30%. The average number of employees in the company in the observed period was 501, compared to the prior year when the average number of employees in the company was 425. The majority of new employees are employed in segments with high added value, i.e. IT services from the business segments Software Asset Management, Infrastructure Services (Cloud & Cyber Security), Service Management and Support, and Software Development and Business Solutions.

Other operating expenses for the Span Group increased under the influence of the higher volume of operations and the higher volume of employees.

EBITDA

The significant growth of EBITDA follows the growth of revenues from IT services with high added value, which are described in more detail in the chapter Revenues by segments.

EBITDA of the Group before one-off items in the first half-year increased compared to the prior year by HRK 17,959 thousand, or 101% and amounted to HRK 35,721 thousand.

The one-off items of EBITDA of the Group amounted to HRK 2,983 thousand and relate to 1) expenses arising from the Plan for the allocation of shares to employees of Ekobit defined in the purchase and sale contract and 2) operating expenses arising from the acquisition, which mainly relate to the costs of consultants.

EBITDA of the Group after one-off items in the observed period increased by HRK 17,363 thousand.

usand, to HRK 32,738 thousand, an increase of 113%.

Span d.d. recorded an increase of EBITDA before one-off items in the amount of HRK 14,593 thousand, or 88%, and it amounted to HRK 31,156 thousand.

In the first half-year of 2022, Span d.d. recorded a growth of EBITDA after one-off items in the amount of HRK 16,603 thousand to HRK 30,780 thousand, an increase of 117%.

NET PROFIT

Profit after tax before one-off items of the Group increased by HRK 15,415 thousand, to HRK 25,220 thousand.

One-off items of the net financial result of the Group amounted to HRK 2,255 thousand and relate to the acquisition of Ekobit. Financial revenues occurred as a positive difference in the price of Ekobit's own shares, i.e. difference in the price by which Span bought them and those by which Ekobit acquired them in 2017.

In the observed period, profit after tax after one-off items of the Group increased by HRK 17,074 thousand, to HRK 24,492 thousand.

Span d.d. recorded a growth of profit after tax before one-off items by HRK 16,545 thousand, to HRK 25,022 thousand.

Span d.d. recorded a growth of profit after tax after one-off items by HRK 18,555 thousand, to HRK 24,646 thousand.

2.4. REVENUES BY SEGMENTS

Span Group generates revenues in the following segments:

1. Software Asset Management and Licensing
2. Infrastructure Services, Cloud & Cyber Security
3. Service Center Management and Technical Support
4. Software and Business Solution Development

Data on revenues from sales by business segments of the Group and Span d.d. for the observed period in 2021 and 2022 is presented below.

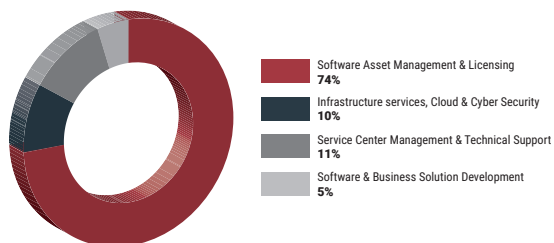
Revenues by segments

Span Group						
In thousands of HRK	H1 2021	H1 2022	Δ%	Q2 2021	Q2 2022	Δ%
Total operating revenue	390.666	406.855	4%	256.700	221.780	-14%
Software Asset Management and Licensing	290.243	257.674	-11%	208.552	150.498	-28%
Infrastructure Services, Cloud & Cyber Security	37.679	62.824	67%	15.707	23.896	52%
Service Center Management and Technical Support	43.986	57.810	31%	21.411	30.522	43%
Software and Business Solution Development	18.757	28.548	52%	11.029	16.864	53%

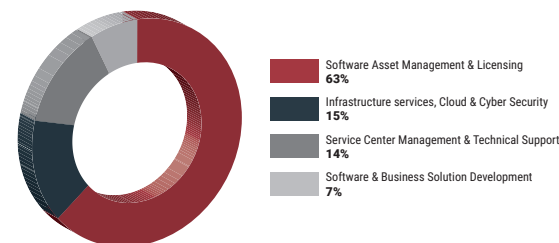
Span d.d.						
In thousands of HRK	H1 2021	H1 2022	Δ%	Q2 2021	Q2 2022	Δ%
Total operating revenue	262.011	329.832	26%	156.701	183.097	17%
Software Asset Management and Licensing	178.739	204.906	15%	116.897	126.940	9%
Infrastructure Services, Cloud & Cyber Security	28.259	55.452	96%	11.114	20.333	83%
Service Center Management and Technical Support	42.856	55.291	29%	20.926	28.808	38%
Software and Business Solution Development	12.157	14.183	17%	7.764	7.016	-10%

Segment revenue contribution

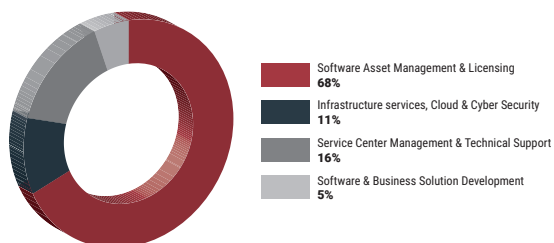
Span Group H1 2021



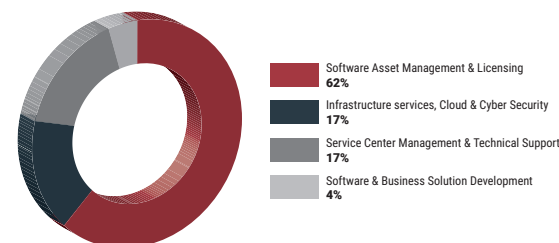
Span Group H1 2022



Span d.d. H1 2021



Span d.d. H1 2022



1. **Software Asset Management and Licensing** recorded a decline in the Ukrainian market, which led to the overall decline in revenues of the Group in this segment. This segment accounted for 63% in the total operating revenues, an additional decline compared to the prior year that is also due to a stronger growth in other segments.
2. **Infrastructure Services, Cloud & Cyber Security** had most significant growth in the structure of the operating revenues, 67% compared to the same period of 2021. Expansion of business activities in the area of Cloud and Security solutions is in line with the growth strategy of the Group, contributed by an increase of the number of projects with the current and new customers. In the first half-year, along with Span d.d., Span Slovenia and Span United States also contributed to the growth of revenues.
3. **Service Center Management and Support** contributes to a continuing growth of revenues by providing services of monitoring and managing the IT environment, and the increase of revenues of this segment in the first half-year amounts to 31%.
4. **Software and Business Solution Development** made significant growth amounting to 52% in the observed period. The growth of this segment arose from the focused development of proprietary IT solutions and platforms, and development of specific business solutions for individual key users, such as CRM, automation and robotization of their business processes. The growth of this segment was additionally strengthened by the acquisition of Ekobit, whose operation is focused on the development of software solutions.

2.5. REVENUES BY GEOGRAPHY

Revenues by geography show the geographic market to which goods or services were invoiced. The share in revenues the Group made on foreign markets amounted to 74% of the total revenues.

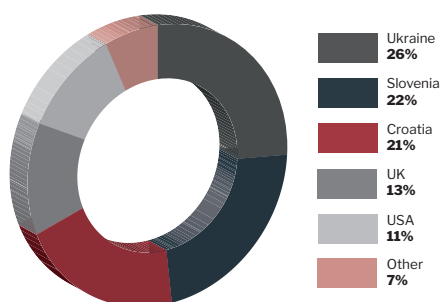
In the first half-year most revenues of the Group were invoiced on the Croatian market, whereas the most significant growth was recorded by the United States as a result of development of operati-

ons and major infrastructure projects in that market (HRK 38,261 thousand growth). The growth of revenues in the Croatian market amounted to HRK 24,661 thousand.

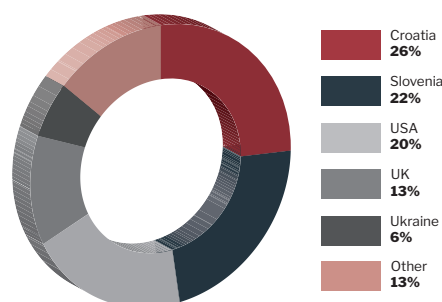
30% of the revenues of Span d.d. in the observed period related to the Croatian market, which also recorded the highest growth in the observed period, amounting to HRK 22,222 thousand (29%), followed by the growth of revenues on the United States (HRK 35,707 thousand) and the UK (HRK 2,105 thousand) market.

Revenues by geographic markets

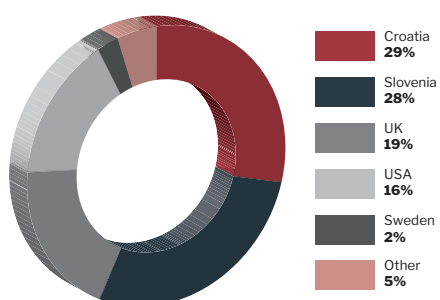
Span Group H1 2021



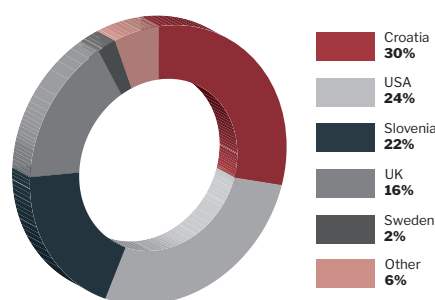
Span Group H1 2022



Span d.d. H1 2021



Span d.d. H1 2022



2.6. BALANCE SHEET

In thousands of HRK	Span Group		Span d.d.	
	31.12.2021	30.6.2202	31.12.2021	30.6.2022
ASSETS	351.568	453.313	317.904	388.561
Fixed assets	87.381	122.398	99.738	129.980
Deferred tax assets	7.729	7.143	6.952	6.393
Current assets	87.877	176.609	60.499	138.262
Cash and cash equivalents	139.791	127.766	126.920	103.355
Prepaid expenses and accrued income	28.789	19.397	23.795	10.570
LIABILITIES	351.568	453.313	317.904	388.561
Equity and reserves	193.743	209.299	192.917	199.967
Long-term liabilities	31.430	30.379	29.149	27.047
Current liabilities	106.516	189.717	79.710	144.952
Accrued expenses and deferred revenue	19.878	23.918	16.128	16.595

ASSETS

The total value of assets of the Group was higher by HRK 101,745 thousand amid the increase of short-term assets and long-term intangible assets.

The increase of the short-term assets, i.e. increase of the short-term receivables resulted from the growth of the Group in the first half-year of 2022.

The increase of the fixed intangible assets relates to the initial entry of goodwill of Ekobit amounting to HRK 27,898 thousand. In accordance with the requirements of IFRS 3 Business combinations, within this transaction, within 1 year, Span is obliged to implement the allocation of the purchase price for Ekobit and in doing so, adjust the initially recognized goodwill. For this reason, this item is subject to change during the future period.

CASH AND CASH EQUIVALENTS

The majority of the short-term assets of the Group consists of cash in the amount of HRK 127,766 thousand. The decrease in cash in relation to the prior period results from investment and financial activities of the Group.

INVESTMENT IN ASSETS

In thousands of HRK	Span Group				Span d.d.			
	H1 2021	H1 2022	Q2 2021	Q2 2022	H1 2021	H1 2022	Q2 2021	Q2 2022
Computer equipment and other equipment	1.768	2.726	1.020	1.634	1.469	2.314	918	1.514
Development expenses	-	-	-	-	-	-	-	-
Other intangible assets	4	2.090	4	2.090	-	2.088	-	2.088
Intangible assets in preparation	-	1.848	-	961	-	1.567	-	754
Investment in assets total	1.772	6.664	1.024	4.685	1.469	5.969	918	4.356

Investments in assets of the Span Group relate to expenses for the procurement and replacement of obsolete computer and other equipment required for the work of employees. Investment in intangible assets under preparation relates to internally generated intangible assets that are derived from continuation of software development available for further sale/use. Other intangible assets relate to software intended for further sale/use.

DEFERRED TAX ASSETS

Deferred tax assets present amounts of income tax that are recoverable based on future deductions of taxable profit. Deferred tax assets are recognized up to the amount of the tax revenues likely be achieved. When determining future taxable profits and amounts of tax revenues that will likely be achieved in the future, the Group makes assessments and estimates based on the taxable profits from previous years and expectations for future revenues which are considered to be reasoned in the existing circumstances. The Group has made an assessment of the usability of tax relief for the estimate of the amount of deferred tax assets, based on the support gained from the Ministry of Economy, Entrepreneurship and Crafts. The said support enables Span d.d. to be exempt from payment of the income tax from 2015 to 2025, to the amount of 50% of the tax base, to the maximum limit in the amount of the total investment according to the Investment Promotion Act.

In December 2021, Span d.d. and Bonsai d.o.o. applied for the use of a new round of support entitled R&D Capacity for Delivery of IT Solutions Investment and Expansion Project. On February 25th, 2022, they received a positive decision based on which they received an additional 50% relief of the tax rate, which Span used as early as for 2021. By this, Span has ensured an income tax rate of 0% by 2025, i.e. by the utilization of the maximum limit of the investment.

EQUITY AND RESERVES

The total equity and reserves of the Group increased by HRK 15,556 thousand as a result of the growth of profits for the current period (HRK 24,492 thousand), reduced retained profits due to the payment of dividend (HRK 9,714 thousand), and increase of capital reserves arising from the acquisition of Ekobit.

LIABILITIES

Total long-term liabilities were reduced by HRK 1,051 thousand, in most part due to the transfer of long-term contracted liabilities to short-term (liability for the purchase of own shares from former owners in line with the repayment plan).

On June 30th, 2022, they consist of liabilities for the purchase of the business share of Ekobit d.o.o. (HRK 3,600 thousand), and the long-term part of liabilities to former owners (HRK 5,134 thousand).

Short-term liabilities increased primarily as a result of 1) increase of liabilities to suppliers, and 2) short-term liabilities for the purchase of a business share in Ekobit, in the amount of HRK 6,105 thousand, which are due on September 14th, 2022.

Current Assets, Current Liabilities and Working Capital	Span Group		Span d.d.	
	31.12.2021	30.6.2202	31.12.2021	30.6.2202
In thousands of HRK				
Current assets	256.457	323.772	211.214	252.188
Current liabilities	126.395	213.635	95.838	161.547
Working capital	130.063	110.137	115.376	90.641
Current liquidity ratio	2,03	1,52	2,20	1,56

The coefficient of the current liquidity still points to a strong ability of the Group to settle its short-term liabilities, though it is lower compared to the prior period as a result of the acquisition of Ekobit and the payment of dividend.

Net debt	Span Group		Span d.d.	
	31.12.2021	30.6.2202.	31.12.2021.	30.6.2202
In thousands of HRK				
Short-term and long-term bank loans	15.977	12.080	14.108	10.504
Cash and cash equivalents	139.791	127.766	126.920	103.355
Net debt	(123.814)	(115.686)	(112.812)	(92.852)
Total equity	193.743	209.299	192.917	199.967
Net debt and total equity ratio	-	-	-	-

Negative net debt is an indicator of the financial liquidity of the Group.

2.7. CASH FLOW

In thousands of HRK	Span Group				Span d.d.			
	H1 2021	H1 2022	Q2 2021	Q2 2022	H1 2021	H1 2022	Q2 2021	Q2 2022
Net cash from operating activities	20.696	51.385	4.188	36.404	22.321	40.519	10.028	31.340
Net cash used in investment activities	-1.712	-40.805	-981	-4.630	-1.379	-43.308	-840	-4.322
Net cash used in financial activities	-22.821	-22.606	-4.339	-16.001	-22.760	-20.775	-5.543	-15.485
Net increase / decrease in cash and cash equivalents	-3.837	-12.025	-1.132	15.774	-1.818	-23.564	3.646	11.533

The Group and Span d.d. achieve positive cash flows from business activities. Increasing cash from business activities primarily arises from the expansion of the operation in the first half-year of 2022.

The negative cash flow from the financial activities is the result of the acquisition of Ekobit and investment in tangible and intangible assets.

The negative cash flow from the financial activities arises from outflows of cash for the settlement of liabilities to banks and purchase of treasury shares. Furthermore, a dividend in the amount of HRK 9,714 thousand was paid in the second quarter of 2022.

2.8. OPERATION OF TOV SPAN UKRAINE

The purpose of this segment is to provide investors with an insight into our operation in Ukraine, as well as its influence on the Span Group. To that end, we are enclosing the individual Statement of Profit and Loss for TOV Span for the first half-year of 2021 and 2022 and its contribution in the consolidated revenues of the Span Group.

Revenues of TOV Span in the first half-year of 2022 decreased significantly compared to the same period of the prior year given that for the period from April 1st to December 31st, 2022, Microsoft enabled all our customers in Ukraine to use its products and services without compensation. Decline of direct expenses follows a decline in revenues, whereas operative expenses were reduced amid the decrease of business activities. The negative net financial result is a direct consequence of the depreciation of the Ukrainian currency (UAH). The corporate tax expressed in the result is a result of approvals issued by Microsoft, which created a tax liability in line with the Ukrainian tax legislation.

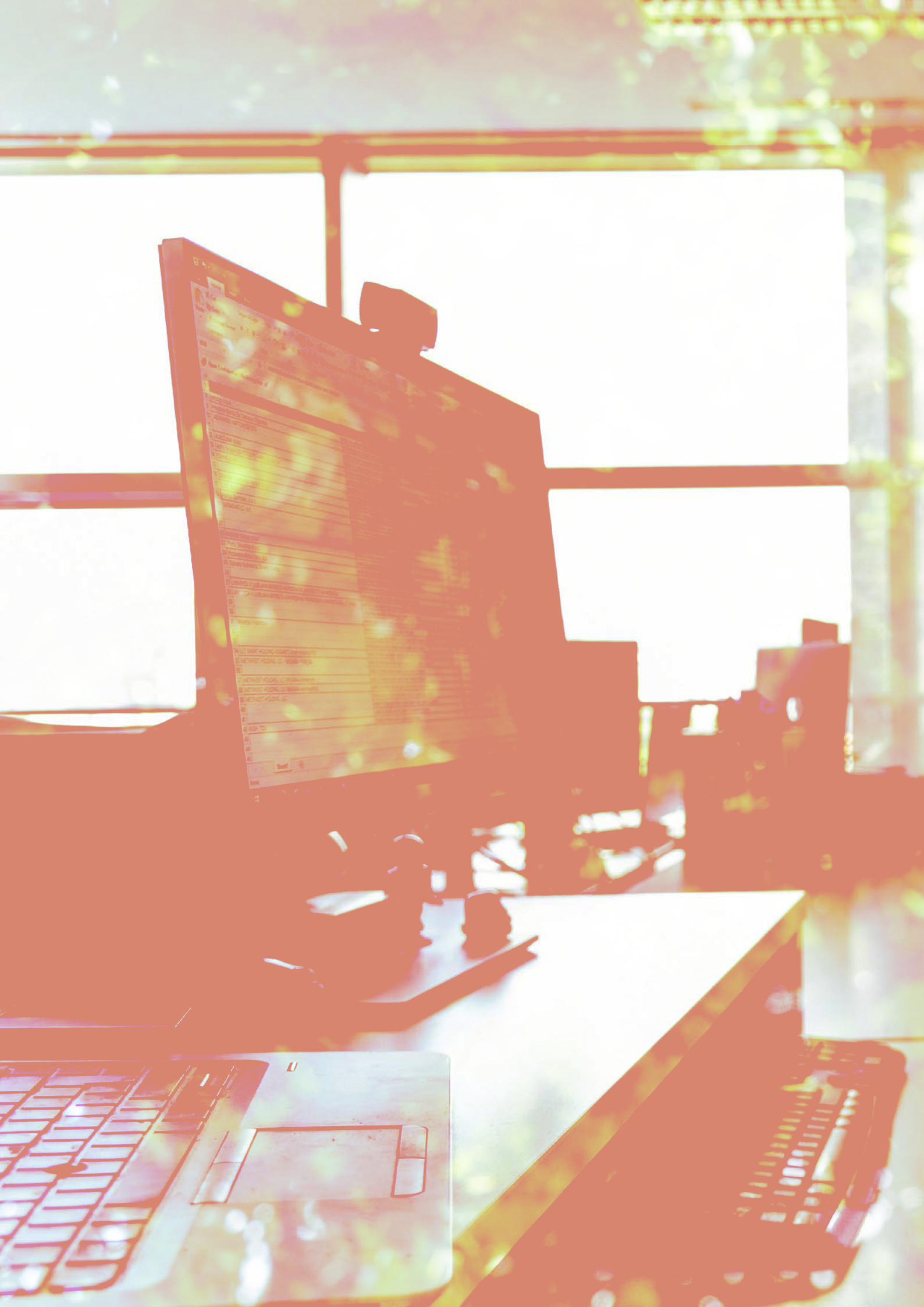
Revenues of TOV Span account for 6% of consolidated revenues of the Span Group in the first half-year of 2022.

In the first half-year of 2022, the contribution in consolidated EBITDA is negative (HRK -1,372 thousand) and the share in the Group EBITDA amounts to -4%.

Total investment of Span d.d. in TOV Span on June 30th, 2022, amounts to HRK 4,664 thousand.

TOV Span standalone						
In thousands of HRK	H1 2021	H1 2022	Δ%	Q2 2021	Q2 2022	Δ%
Total revenue	102.698	26.179	-75%	85.987	4.735	-94%
Operating revenue	102.698	26.177	-75%	85.987	4.733	-94%
Other revenue	-	2	-	-	2	-
Total costs	104.359	27.089	-74%	86.576	4.726	-95%
Costs of goods and services sold	99.880	23.221	-77%	84.328	2.919	-97%
Personnel expenses	3.406	3.172	-7%	1.728	1.519	-12%
Other business expenses	1.073	695	-35%	520	288	-45%
EBITDA	(1.661)	(909)	45%	(589)	9	102%
Depreciation	39	20	-47%	16	10	-37%
EBIT	(1.700)	(930)	45%	(605)	(1)	100%
Net financial result	1.385	(425)	-131%	1.345	43	-97%
Profit/loss before taxation	(316)	(1.355)	-329%	740	41	-94%
Corporate tax	-	1.882	-	-	1.882	-
Profit/loss after taxation	(316)	(3.238)	-926%	740	(1.841)	-349%

In thousands of HRK	Span Group		Contribution of TOV Span in Span Group		Share of TOV Span in Span Group	
	H1 2021	H1 2022	H1 2021	H1 2022	H1 2021	H1 2022
Total revenue	392.120	408.525	102.537	25.715	26%	6%
Operating revenue	390.666	406.855	102.537	25.712	26%	6%
Other revenue	1.454	1.670	-	2	-	-
Total costs	376.745	375.787	104.338	27.087	28%	7%
Costs of goods and services sold	291.001	257.517	99.880	23.221	34%	9%
Personnel expenses	64.759	90.336	3.406	3.172	5%	4%
Other business expenses	20.985	27.935	1.052	693	5%	2%
EBITDA before one-off items	17.762	35.721	(1.801)	(1.372)	-10%	-4%
One-off items	2.387	2.983	-	-	-	-
EBITDA after one-off items	15.375	32.738	(1.801)	(1.372)	-12%	-4%
Depreciation	7.238	8.482	39	20	1%	-
EBIT	8.138	24.257	(1.840)	(1.393)	-23%	-6%
Net financial result	967	3.176	1.385	(426)	143%	-13%
One-off items of net financial result	-	2.255	-	-	-	-
Profit/loss before taxation before one-off items	11.492	28.161	(455)	(1.819)	-4%	-6%
Profit/loss before taxation after one-off items	9.105	27.433	(455)	(1.819)	-5%	-7%
Corporate tax	1.687	2.941	-	1.882	-	64%
Profit/loss after taxation before one-off items	9.805	25.220	(455)	(3.701)	-5%	-15%
Profit/loss after taxation after one-off items	7.418	24.492	(455)	(3.701)	-6%	-15%





3.

Financial
Statements of
Span Group
and Span d.d.

Span Group

STATEMENT OF PROFIT OR LOSS					
for the period 1.1.2022 to 30.6.2022					
in HRK					
Submitter: Span d.d.					
Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 002 to 006)	001	392.120.381	257.676.139	408.525.148	222.668.642
1 Income from sales with undertakings within the group	002	0	0	0	0
2 Income from sales (outside group)	003	390.666.273	256.699.896	406.854.914	221.780.147
3 Income from the use of own products, goods and services	004	0	0	0	0
4 Other operating income with undertakings within the group	005	0	0	0	0
5 Other operating income (outside the group)	006	1.454.108	976.243	1.670.234	888.495
II OPERATING EXPENSES (ADP 08+009+013+017+018+019+022+029)	007	383.982.813	257.609.921	384.268.630	214.550.220
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	307.348.582	217.882.298	278.777.964	160.159.865
a) Costs of raw materials and consumables	010	1.309.557	285.875	2.586.478	1.294.000
b) Costs of goods sold	011	270.669.688	196.829.312	239.844.514	140.050.138
c) Other external costs	012	35.369.337	20.767.111	36.346.972	18.815.727
3 Staff costs (ADP 014 to 016)	013	64.759.488	33.949.954	90.335.590	47.154.599
a) Net salaries and wages	014	40.315.162	20.805.493	60.255.297	31.287.488
b) Tax and contributions from salary costs	015	18.272.385	10.006.547	22.357.870	11.760.858
c) Contributions on salaries	016	6.171.941	3.137.914	7.722.423	4.106.253
4 Depreciation	017	7.185.786	3.285.198	8.481.717	4.481.569
5 Other costs	018	4.637.030	2.442.030	6.660.733	2.750.580
6 Value adjustments (ADP 020+021)	019	51.927	50.441	12.626	3.607
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	51.927	50.441	12.626	3.607
7 Provisions (ADP 023 to 028)	022	0	0	0	0
a) Provisions for pensions, termination benefits and similar obligations	023	0	0	0	0
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	0	0	0	0
d) Provisions for renewal of natural resources	026	0	0	0	0
e) Provisions for warranty obligations	027	0	0	0	0
f) Other provisions	028	0	0	0	0
8 Other operating expenses	029	0	0	0	0
III FINANCIAL INCOME (ADP 031 to 040)	030	3.837.339	2.160.424	5.539.031	2.486.268
1 Income from investments in holdings (shares) of undertakings within the group	031	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	032	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	033	0	0	0	0
4 Other interest income from operations with undertakings within the group	034	0	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	035	0	0	0	0
6 Income from other long-term financial investments and loans	036	0	0	0	0
7 Other interest income	037	356.822	336.257	172.800	147.520
8 Exchange rate differences and other financial income	038	3.480.517	1.824.167	3.111.401	2.338.748
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	0	0	2.254.830	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	2.870.123	1.724.234	2.362.705	810.310
1 Interest expenses and similar expenses with undertakings within the group	042	0	0	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	043	0	0	0	0
3 Interest expenses and similar expenses	044	875.675	377.463	533.502	278.643
4 Exchange rate differences and other expenses	045	1.955.133	1.307.456	1.829.203	531.667
5 Unrealised losses (expenses) from financial assets	046	0	0	0	0
6 Value adjustments of financial assets (net)	047	0	0	0	0
7 Other financial expenses	048	39.315	39.315	0	0
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	049	0	0	0	0

VI SHARE IN PROFIT FROM JOINT VENTURES	050	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	051	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	052	0	0	0	0
IX TOTAL INCOME (ADP 001+030+049 +050)	053	395.957.720	259.836.563	414.064.179	225.154.910
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	386.852.936	259.334.155	386.631.335	215.360.530
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	9.104.784	502.408	27.432.844	9.794.380
1 Pre-tax profit (ADP 053-054)	056	9.104.784	502.408	27.432.844	9.794.380
2 Pre-tax loss (ADP 054-053)	057	0	0	0	0
XII INCOME TAX	058	1.686.830	393.288	2.941.311	2.479.710
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	7.417.954	109.120	24.491.533	7.314.670
1 Profit for the period (ADP 055-059)	060	7.417.954	109.120	24.491.533	7.314.670
2 Loss for the period (ADP 059-055)	061	0	0	0	0
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)	062	0	0	0	0
1 Pre-tax profit from discontinued operations	063	0	0	0	0
2 Pre-tax loss on discontinued operations	064	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	065	0	0	0	0
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 055-+062)	068	0	0	0	0
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
XVII INCOME TAX (ADP 058+065)	071	0	0	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)	072	0	0	0	0
1 Profit for the period (ADP 068-071)	073	0	0	0	0
2 Loss for the period (ADP 071-068)	074	0	0	0	0
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)	075	7.417.954	109.120	24.491.533	7.314.670
1 Attributable to owners of the parent	076	7.902.050	389.051	25.086.635	7.623.001
2 Attributable to minority (non-controlling) interest	077	-484.096	-279.931	-595.102	-308.331
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	7.417.954	109.120	24.491.533	7.314.670
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 080+ 87)	079	884.038	303.120	448.621	70.250
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	0	0	0	0
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	0	0	0	0
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	083	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	084	0	0	0	0
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
IV Items that may be reclassified to profit or loss (ADP 088 to 095)	087	884.038	303.120	448.621	70.250
1 Exchange rate differences from translation of foreign operations	088	884.038	303.120	448.621	70.250
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	089	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	090	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	091	0	0	0	0
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087- 086 - 096)	097	884.038	303.120	448.621	70.250
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	8.301.992	412.240	24.940.154	7.384.920
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VII COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)	099	8.301.992	412.240	24.940.154	7.384.920
1 Attributable to owners of the parent	100	8.786.088	132.309	25.535.256	7.693.251
2 Attributable to minority (non-controlling) interest	101	-484.096	279.931	-595.102	-308.331

Span Group

BALANCE SHEET			
balance as at 30.6.2022			
in HRK			
Submitter: Span 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	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	95.110.461	129.540.992
I INTANGIBLE ASSETS (ADP 004 to 009)	003	28.079.421	59.388.252
1 Research and development	004	7.542.547	7.064.933
2 Concessions, patents, licences, trademarks, software and other rights	005	646.079	2.524.340
3 Goodwill	006	19.465.802	47.366.644
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	424.993	2.432.335
6 Other intangible assets	009	0	0
II TANGIBLE ASSETS (ADP 011 to 019)	010	58.431.229	61.113.297
1 Land	011	13.049.681	13.049.681
2 Buildings	012	32.403.011	34.546.596
3 Plant and equipment	013	3.257.601	4.396.127
4 Tools, working inventory and transportation assets	014	9.720.936	9.120.893
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	0	0
8 Other tangible assets	018	0	0
9 Investment property	019	0	0
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	866.405	1.892.565
1 Investments in holdings (shares) of undertakings within the group	021	0	0
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	0	0
5 Investment in other securities of companies linked by virtue of participating interests	025	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	0	0
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	317.647	589.798
9 Other investments accounted for using the equity method	029	0	7.000
10 Other fixed financial assets	030	548.758	1.295.767
IV RECEIVABLES (ADP 032 to 035)	031	4.285	3.834
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	4.285	3.834
V DEFERRED TAX ASSETS	036	7.729.121	7.143.044
C) CURRENT ASSETS (ADP 038+046+053+063)	037	227.668.058	304.375.137
I INVENTORIES (ADP 039 to 045)	038	2.026.428	4.647.658
1 Raw materials and consumables	039	0	0
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	2.026.428	4.647.658
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	84.970.998	166.642.700
1 Receivables from undertakings within the group	047	0	0
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	80.397.002	159.859.947
4 Receivables from employees and members of the undertaking	050	0	0
5 Receivables from government and other institutions	051	2.417.303	1.252.382
6 Other receivables	052	2.156.693	5.530.371
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	879.404	5.318.988
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	0
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	1.000.000
7 Investments in securities	060	0	1.479.552

8 Loans, deposits, etc. given	061	879.404	2.839.436
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	139.791.228	127.765.791
D) PREPAID EXPENSES AND ACCRUED INCOME	064	28.789.407	19.396.955
E) TOTAL ASSETS (ADP 001+002+037+064)	065	351.567.926	453.313.084
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+081+084+087)	067	193.742.853	209.298.993
I INITIAL (SUBSCRIBED) CAPITAL	068	19.600.000	19.600.000
II CAPITAL RESERVES	069	79.083.569	81.258.747
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	8.252.425	8.252.425
1 Legal reserves	071	8.252.425	8.252.425
2 Reserves for treasury shares	072	1.015.559	7.173.449
3 Treasury shares and holdings (deductible item)	073	-1.015.559	-7.173.449
4 Statutory reserves	074	0	0
5 Other reserves	075	0	0
IV REVALUATION RESERVES	076	15.954.404	15.954.404
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	267.330	715.951
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	267.330	715.951
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	45.713.436	57.931.711
1 Retained profit	084	45.713.436	57.931.711
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	23.718.783	25.086.635
1 Profit for the business year	087	23.718.783	25.086.635
2 Loss for the business year	088	0	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	1.152.906	499.120
B) PROVISIONS (ADP 091 to 096)	090	0	0
1 Provisions for pensions, termination benefits and similar obligations	091	0	0
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	0	0
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	0	0
C) LONG-TERM LIABILITIES (ADP 098 to 108)	097	31.430.203	30.379.409
1 Liabilities to undertakings within the group	098	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	099	0	0
3 Liabilities to companies linked by virtue of participating interests	100	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	101	0	0
5 Liabilities for loans, deposits etc.	102	0	0
6 Liabilities to banks and other financial institutions	103	6.895.152	6.905.201
7 Liabilities for advance payments	104	0	0
8 Liabilities to suppliers	105	0	0
9 Liabilities for securities	106	0	0
10 Other long-term liabilities	107	21.032.865	19.972.022
11 Deferred tax liability	108	3.502.186	3.502.186
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	106.516.400	189.716.878
1 Liabilities to undertakings within the group	110	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	111	0	0
3 Liabilities to companies linked by virtue of participating interests	112	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	113	0	0
5 Liabilities for loans, deposits etc.	114	0	0
6 Liabilities to banks and other financial institutions	115	9.082.059	5.174.344
7 Liabilities for advance payments	116	3.153.753	3.513.535
8 Liabilities to suppliers	117	53.513.063	106.056.821
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	8.838.574	9.053.297
11 Taxes, contributions and similar liabilities	120	11.595.560	18.612.258
12 Liabilities arising from the share in the result	121	0	0
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	20.333.391	47.306.623
E) ACCRUALS AND DEFERRED INCOME	124	19.878.470	23.917.804
F) TOTAL - LIABILITIES (ADP 067+090+097+109+124)	125	351.567.926	453.313.084
G) OFF-BALANCE SHEET ITEMS	126	0	0

Span Group

STATEMENT OF CASH FLOWS - indirect method for the period 1.1.2022 to 30.6.2022 in HRK			
Submitter: Span d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	9.104.784	27.432.844
2 Adjustments (ADP 003 to 010):	002	8.868.050	9.708.261
a) Depreciation	003	7.185.786	8.481.717
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	-32.789	-31.072
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	12.626
d) Interest and dividend income	006	-356.822	-172.800
e) Interest expenses	007	875.675	533.502
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	909.492	495.843
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	286.708	388.445
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	17.972.834	37.141.105
3 Changes in the working capital (ADP 013 to 016)	012	4.546.021	15.332.608
a) Increase or decrease in short-term liabilities	013	41.861.461	81.560.818
b) Increase or decrease in short-term receivables	014	-31.338.359	-76.843.766
c) Increase or decrease in inventories	015	-7.412.845	-2.621.230
d) Other increase or decrease in working capital	016	1.435.764	13.236.786
II Cash from operations (ADP 011+012)	017	22.518.855	52.473.713
4 Interest paid	018	-929.580	-559.014
5 Income tax paid	019	-892.908	-529.942
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	20.696.367	51.384.757
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	89.653	84.818
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	0	0
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	0	0
6 Other cash receipts from investment activities	026	0	451
III Total cash receipts from investment activities (ADP 021 to 026)	027	89.653	85.269
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-1.771.660	-6.666.498
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	0
4 Acquisition of a subsidiary, net of cash acquired	031	-30.000	-34.216.326
5 Other cash payments from investment activities	032	0	-7.000
IV Total cash payments from investment activities (ADP 028 to 032)	033	-1.801.660	-40.889.824
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-1.712.007	-40.804.555
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	35.693.501	2.328.972
4 Other cash receipts from financing activities	038	359.024	172.800
V Total cash receipts from financing activities (ADP 035 to 038)	039	36.052.525	2.501.772
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-54.314.998	-7.063.340
2 Cash payments for dividends	041	-1.538.880	-9.713.775
3 Cash payments for finance lease	042	-18.187	-18.677
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	-2.033.202	-2.537.602
5 Other cash payments from financing activities	044	-968.598	-5.774.017
VI Total cash payments from financing activities (ADP 040 to 044)	045	-58.873.865	-25.107.411
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-22.821.340	-22.605.639
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	0	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	-3.836.980	-12.025.437
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	29.585.124	139.791.228
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (ADP 048+049)	050	25.748.144	127.765.791

Span d.d.

STATEMENT OF PROFIT OR LOSS					
for the period 1.1.2022 to 30.6.2022					
in HRK					
Submitter: Span d.d.					
Item	AOP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 002 to 006)	001	263.337.925	157.424.167	330.790.235	183.493.533
1 Income from sales with undertakings within the group	002	72.729.510	43.764.613	78.223.170	42.750.106
2 Income from sales (outside group)	003	189.281.877	112.936.383	251.608.634	140.346.843
3 Income from the use of own products, goods and services	004	0	0	0	0
4 Other operating income with undertakings within the group	005	252.272	50.881	48.816	18.073
5 Other operating income (outside the group)	006	1.074.266	672.290	909.615	378.511
II OPERATING EXPENSES (ADP 08+009+013+017+018+019+022+029)	007	255.756.650	157.756.715	306.859.759	178.153.527
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	193.879.221	125.583.034	228.078.842	137.518.352
a) Costs of raw materials and consumables	010	1.052.072	498.142	2.227.748	1.112.483
b) Costs of goods sold	011	167.526.531	109.347.624	193.597.567	119.855.661
c) Other external costs	012	25.300.618	15.737.268	32.253.527	16.550.208
3 Staff costs (ADP 014 to 016)	013	51.646.942	27.078.864	67.079.739	34.904.574
a) Net salaries and wages	014	30.679.531	15.810.571	41.680.156	21.894.097
b) Tax and contributions from salary costs	015	15.414.531	8.455.019	18.823.002	9.649.457
c) Contributions on salaries	016	5.552.880	2.813.274	6.576.581	3.361.020
4 Depreciation	017	6.543.733	3.246.587	6.849.372	3.532.980
5 Other costs	018	3.634.827	1.797.789	4.839.180	2.194.014
6 Value adjustments (ADP 020+021)	019	51.927	50.441	12.626	3.607
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	51.927	50.441	12.626	3.607
7 Provisions (ADP 023 to 028)	022	0	0	0	0
a) Provisions for pensions, termination benefits and similar obligations	023	0	0	0	0
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	0	0	0	0
d) Provisions for renewal of natural resources	026	0	0	0	0
e) Provisions for warranty obligations	027	0	0	0	0
f) Other provisions	028	0	0	0	0
8 Other operating expenses	029	0	0	0	0
III FINANCIAL INCOME (ADP 031 to 040)	030	2.258.418	645.173	3.146.516	2.415.166
1 Income from investments in holdings (shares) of undertakings within the group	031	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	032	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	033	0	0	0	0
4 Other interest income from operations with undertakings within the group	034	0	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	035	0	0	202.266	75.145
6 Income from other long-term financial investments and loans	036	0	0	0	0
7 Other interest income	037	248.690	247.107	57.671	57.492
8 Exchange rate differences and other financial income	038	2.009.728	398.066	2.886.579	2.282.529
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	0	0	0	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	2.574.908	1.534.180	1.838.185	818.119
1 Interest expenses and similar expenses with undertakings within the group	042	0	0	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	043	0	0	76.228	73.749
3 Interest expenses and similar expenses	044	770.878	375.333	433.780	225.415
4 Exchange rate differences and other expenses	045	1.804.030	1.158.847	1.328.177	518.955
5 Unrealised losses (expenses) from financial assets	046	0	0	0	0
6 Value adjustments of financial assets (net)	047	0	0	0	0
7 Other financial expenses	048	0	0	0	0
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	049	0	0	0	0

VI SHARE IN PROFIT FROM JOINT VENTURES	050	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	051	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	052	0	0	0	0
IX TOTAL INCOME (ADP 001+030+049 +050)	053	265.596.343	158.069.340	333.936.751	185.908.699
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	258.331.558	159.290.895	308.697.944	178.971.646
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	7.264.785	-1.221.555	25.238.807	6.937.053
1 Pre-tax profit (ADP 053-054)	056	7.264.785	0	25.238.807	6.937.053
2 Pre-tax loss (ADP 054-053)	057	0	-1.221.555	0	0
XII INCOME TAX	058	1.173.936	150.112	593.196	296.598
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	6.090.849	-1.371.667	24.645.611	6.640.455
1 Profit for the period (ADP 055-059)	060	6.090.849	0	24.645.611	6.640.455
2 Loss for the period (ADP 059-055)	061	0	-1.371.667	0	0
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)	062	0	0	0	0
1 Pre-tax profit from discontinued operations	063	0	0	0	0
2 Pre-tax loss on discontinued operations	064	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	065	0	0	0	0
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 055-+062)	068	0	0	0	0
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
XVII INCOME TAX (ADP 058+065)	071	0	0	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)	072	0	0	0	0
1 Profit for the period (ADP 068-071)	073	0	0	0	0
2 Loss for the period (ADP 071-068)	074	0	0	0	0
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)	075	0	0	0	0
1 Attributable to owners of the parent	076	0	0	0	0
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	6.090.849	-1.371.667	24.645.611	6.640.455
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)	079	0	0	0	0
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	0	0	0	0
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	0	0	0	0
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	083	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	084	0	0	0	0
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
IV Items that may be reclassified to profit or loss (ADP 088 to 095)	087	0	0	0	0
1 Exchange rate differences from translation of foreign operations	088	0	0	0	0
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	089	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	090	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	091	0	0	0	0
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087- 086 - 096)	097	0	0	0	0
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	6.090.849	-1.371.667	24.645.611	6.640.455
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VII COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)	099	0	0	0	0
1 Attributable to owners of the parent	100	0	0	0	0
2 Attributable to minority (non-controlling) interest	101	0	0	0	0

Span d.d.

BALANCE SHEET			
balance as at 30.6.2022			
in HRK			
Submitter: Span 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	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	106.690.052	136.373.383
I INTANGIBLE ASSETS (ADP 004 to 009)	003	18.487.016	27.615.541
1 Research and development	004	6.907.749	5.831.864
2 Concessions, patents, licences, trademarks, software and other rights	005	373.669	2.306.702
3 Goodwill	006	10.780.605	17.485.201
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	424.993	1.991.774
6 Other intangible assets	009	0	0
II TANGIBLE ASSETS (ADP 011 to 019)	010	53.122.234	53.349.117
1 Land	011	13.049.681	13.049.681
2 Buildings	012	29.637.897	29.528.039
3 Plant and equipment	013	3.012.279	3.744.187
4 Tools, working inventory and transportation assets	014	7.422.377	7.027.210
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	0	0
8 Other tangible assets	018	0	0
9 Investment property	019	0	0
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	28.124.898	49.011.987
1 Investments in holdings (shares) of undertakings within the group	021	27.768.705	48.274.271
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	0	7.000
5 Investment in other securities of companies linked by virtue of participating interests	025	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	0	0
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	245.488	245.488
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	110.705	485.228
IV RECEIVABLES (ADP 032 to 035)	031	4.285	3.834
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	4.285	3.834
V DEFERRED TAX ASSETS	036	6.951.619	6.392.904
C) CURRENT ASSETS (ADP 038+046+053+063)	037	187.418.288	241.617.618
I INVENTORIES (ADP 039 to 045)	038	1.972.414	4.371.395
1 Raw materials and consumables	039	0	0
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	1.972.414	4.371.395
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	58.526.117	132.590.912
1 Receivables from undertakings within the group	047	7.012.558	22.408.733
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	49.028.871	106.808.630
4 Receivables from employees and members of the undertaking	050	0	0
5 Receivables from government and other institutions	051	319.860	304.369
6 Other receivables	052	2.164.828	3.069.180
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	0	1.300.000
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	300.000
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	1.000.000
7 Investments in securities	060	0	0

8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	126.919.757	103.355.311
D) PREPAID EXPENSES AND ACCRUED INCOME	064	23.795.411	10.570.034
E) TOTAL ASSETS (ADP 001+002+037+064)	065	317.903.751	388.561.035
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+081+084+087)	067	192.916.583	199.967.416
I INITIAL (SUBSCRIBED) CAPITAL	068	19.600.000	19.600.000
II CAPITAL RESERVES	069	79.083.569	81.258.747
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	7.412.739	7.412.739
1 Legal reserves	071	7.412.739	7.412.739
2 Reserves for treasury shares	072	615.559	3.655.940
3 Treasury shares and holdings (deductible item)	073	-615.559	-3.655.940
4 Statutory reserves	074	0	0
5 Other reserves	075	0	0
IV REVALUATION RESERVES	076	15.954.404	15.954.404
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	0	0
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	51.506.377	51.095.915
1 Retained profit	084	51.506.377	51.095.915
2 Loss brought forward	085	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	19.359.494	24.645.611
1 Profit for the business year	087	19.359.494	24.645.611
2 Loss for the business year	088	0	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
B) PROVISIONS (ADP 091 to 096)	090	0	0
1 Provisions for pensions, termination benefits and similar obligations	091	0	0
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	0	0
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	0	0
C) LONG-TERM LIABILITIES (ADP 098 to 108)	097	29.148.993	27.046.620
1 Liabilities to undertakings within the group	098	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	099	0	0
3 Liabilities to companies linked by virtue of participating interests	100	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	101	0	0
5 Liabilities for loans, deposits etc.	102	0	0
6 Liabilities to banks and other financial institutions	103	6.895.152	6.905.201
7 Liabilities for advance payments	104	0	0
8 Liabilities to suppliers	105	0	0
9 Liabilities for securities	106	0	0
10 Other long-term liabilities	107	18.751.655	16.639.233
11 Deferred tax liability	108	3.502.186	3.502.186
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	79.709.966	144.952.240
1 Liabilities to undertakings within the group	110	1.241.757	836.514
2 Liabilities for loans, deposits, etc. of undertakings within the group	111	0	0
3 Liabilities to companies linked by virtue of participating interests	112	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	113	0	0
5 Liabilities for loans, deposits etc.	114	0	0
6 Liabilities to banks and other financial institutions	115	7.212.661	3.598.462
7 Liabilities for advance payments	116	1.318.683	1.158.285
8 Liabilities to suppliers	117	38.131.824	93.488.136
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	5.990.115	6.889.616
11 Taxes, contributions and similar liabilities	120	7.241.434	9.567.257
12 Liabilities arising from the share in the result	121	0	0
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	18.573.492	29.413.970
E) ACCRUALS AND DEFERRED INCOME	124	16.128.209	16.594.759
F) TOTAL - LIABILITIES (ADP 067+090+097+109+124)	125	317.903.751	388.561.035
G) OFF-BALANCE SHEET ITEMS	126	0	0

Span d.d.

STATEMENT OF CASH FLOWS - indirect method for the period 1.1.2022 to 30.6.2022 in HRK			
Submitter: Span d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	7.264.785	25.238.807
2 Adjustments (ADP 003 to 010):	002	6.867.535	7.207.075
a) Depreciation	003	6.543.733	6.849.372
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	-32.789	-31.032
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	12.626
d) Interest and dividend income	006	-248.690	-57.671
e) Interest expenses	007	770.878	433.780
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	-165.597	0
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	0	0
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	14.132.320	32.445.882
3 Changes in the working capital (ADP 013 to 016)	012	9.372.089	8.836.704
a) Increase or decrease in short-term liabilities	013	30.126.648	68.011.552
b) Increase or decrease in short-term receivables	014	-26.837.833	-70.467.794
c) Increase or decrease in inventories	015	-209.361	-2.398.981
d) Other increase or decrease in working capital	016	6.292.635	13.691.927
II Cash from operations (ADP 011+012)	017	23.504.409	41.282.586
4 Interest paid	018	-827.315	-459.292
5 Income tax paid	019	-356.489	-303.857
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	22.320.605	40.519.437
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	96.210	55.895
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	0	0
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	0	0
6 Other cash receipts from investment activities	026	0	451
III Total cash receipts from investment activities (ADP 021 to 026)	027	96.210	56.346
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-1.475.306	-5.968.854
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	0
4 Acquisition of a subsidiary, net of cash acquired	031	0	-37.389.637
5 Other cash payments from investment activities	032	0	-7.000
IV Total cash payments from investment activities (ADP 028 to 032)	033	-1.475.306	-43.365.491
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-1.379.096	-43.309.145
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	34.256.411	0
4 Other cash receipts from financing activities	038	320.892	57.671
V Total cash receipts from financing activities (ADP 035 to 038)	039	34.577.303	57.671
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-52.668.302	-5.308.744
2 Cash payments for dividends	041	-1.538.880	-9.713.775
3 Cash payments for finance lease	042	-18.187	-18.677
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	-2.033.202	-2.537.602
5 Other cash payments from financing activities	044	-1.078.747	-3.253.611
VI Total cash payments from financing activities (ADP 040 to 044)	045	-57.337.318	-20.832.409
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-22.760.015	-20.774.738
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	0	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	-1.818.506	-23.564.446
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	16.032.199	126.919.757
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	14.213.693	103.355.311

STATEMENT OF CHANGES IN EQUITY

for the period from 1.1.2022 to 30.6.2022

u kunama

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	19.600.000	0	8.072.428	28.000.000	28.000.000	0	0	8.451.348	0	0	0	0	0	17.374.032	6.495.617	59.993.425	0	59.993.425
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	03	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	19.600.000	0	8.072.428	28.000.000	28.000.000	0	0	8.451.348	0	0	0	0	0	17.374.032	6.495.617	59.993.425	0	59.993.425
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	0	0	19.359.494	19.359.494	0	19.359.494
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	7.503.056	0	0	0	0	0	454.731	0	7.957.787	0	7.957.787
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	08	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	13	0	-19.328.200	0	0	0	0	0	0	0	0	0	0	0	19.328.200	0	0	0	0
14 Tax on transactions recognised directly in equity	14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payments from members/shareholders	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Payment of share in profit/dividend	20	0	0	0	0	0	0	0	0	0	0	0	0	0	-1.538.880	0	-1.538.880	0	-1.538.880
21 Other distributions and payments to members/shareholders	21	0	98.411.769	-984.470	-27.384.441	-27.384.441	0	0	0	0	0	0	0	0	9.717.458	0	107.144.757	0	107.144.757
22 Transfer to reserves according to the annual schedule	22	0	0	324.781	0	0	0	0	0	0	0	0	0	6.170.836	-6.495.617	0	0	0	0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24 Balance on the last day of the previous business year reporting period (ADP 04 to 23)	24	19.600.000	79.083.569	7.412.739	615.559	615.559	0	0	15.954.404	0	0	0	0	0	51.506.377	19.359.494	192.916.583	0	192.916.583
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	-19.328.200	0	0	0	0	0	7.503.056	0	0	0	0	0	19.782.931	0	7.957.787	0	7.957.787
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+25)	26	0	-19.328.200	0	0	0	0	0	7.503.056	0	0	0	0	0	19.782.931	19.359.494	27.317.281	0	27.317.281
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 23)	27	0	98.411.769	-659.689	-27.384.441	-27.384.441	0	0	0	0	0	0	0	0	14.349.414	-6.495.617	105.605.877	0	105.605.877
Current period																			
1 Balance on the first day of the current business year	28	19.600.000	79.083.569	7.412.739	615.559	615.559	0	0	15.954.404	0	0	0	0	0	51.506.377	19.359.494	192.916.583	0	192.916.583
2 Changes in accounting policies	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	30	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the current business year (restated) (ADP 28 to 30)	31	19.600.000	79.083.569	7.412.739	615.559	615.559	0	0	15.954.404	0	0	0	0	0	51.506.377	19.359.494	192.916.583	0	192.916.583
5 Profit/loss of the period	32	0	0	0	0	0	0	0	0	0	0	0	0	0	0	24.645.611	24.645.611	0	24.645.611
6 Exchange rate differences from translation of foreign operations	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Changes in revaluation reserves of fixed tangible and intangible assets	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	45	0	0	0	4.240.000	4.240.000	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payments from members/shareholders	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Payment of share in profit/dividend	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-9.713.775	-9.713.775	0	-9.713.775
21 Other distributions and payments to members/shareholders	48	0	2.175.178	0	-1.199.619	-1.199.619	0	0	0	0	0	0	0	0	-10.056.181	0	-7.881.003	0	-7.881.003
22 Carryforward per annual plane	49	0	0	0	0	0	0	0	0	0	0	0	0	9.645.719	-9.645.719	0	0	0	0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	50	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24 Balance on the last day of the current business year reporting period (ADP 31 to 50)	51	19.600.000	81.258.747	7.412.739	3.655.940	3.655.940	0	0	15.954.404	0	0	0	0	0	51.095.915	24.645.611	199.967.416	0	199.967.416
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	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 32 do 52)	53	0	0	0	0	0	0	0	0	0	0	0	0	0	24.645.611	24.645.611	0	0	24.645.611
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 42 to 50)	54	0	2.175.178	0	3.040.381	3.040.381	0	0	0	0	0	0	0	0	-410.462	-19.359.494	-17.594.778	0	-17.594.778

4. NOTES

4.1. NOTES ACCOMPANYING FINANCIAL STATEMENTS (DRAWN UP FOR QUARTERLY REPORTING PERIODS)

Issuer name:	Span d.d
Address:	Koturaška cesta 47, 10000 Zagreb
OIB:	19680551758
MBS:	080192242
Reporting period:	January 1st – June 30th 2022

Notes to the financial statements for first six months of 2022 are included in the Unaudited Business Results of Span Group and Span d.d. for first six months of 2022., available on Zagreb Stock Exchange website.

Annual Report of Span Group and Span d.d. for 2021 is available on Span d.d. website.

The accounting policies applied in the preparation of the financial statements for the reporting period are the same as in the most recent annual financial statements.

Span d.d. issued corporate guarantees in the amount of HRK 10,610 thousand, debentures in the amount of HRK 172,592 thousand (of which HRK 7,767 thousand for affiliated companies) and bills of exchange in the amount of HRK 18,067 thousand.

Average number of Span Group employees in the period from 1.1.2022. to 30.06.2022. was 651. The average number of employees of Span d.d. in the period from 1.1.2022. to 30.06.2022. was 501.

In the observed period, the company Span d.d. capitalized labor costs related to the continued development of internally generated intangible assets. The total amount of employee costs during the period, amounts to HRK 68,647 thousand, out of which HRK 67,080 thousand is directly charged to the costs of the period, while HRK 1,567 thousand is capitalized. Capitalized cost is broken down into net salaries (HRK 942 thousand), taxes and contributions from salaries (HRK 453 thousand) and contributions to salaries (HRK 171 thousand).

In the observed period, Span Group capitalized labor costs related to the continued development of internally generated intangible assets. Total amount personnel expenses during the period amounts to HRK 92,184 thousand, of which the amount of HRK 90,336 thousand is directly charged to the expenses of the period, while HRK 1,848 thousand is capitalized. Capitalized cost is broken down into net salaries (HRK 1,128 thousand), taxes and contributions from salaries (HRK 538 thousand) and contributions to salaries (HRK 182 thousand).

Deferred tax assets of Span Group as at 31 December 2021 amount to HRK 7,729 thousand, while for Span d.d. it amounts to HRK 6,952 thousand. In Span Group, the decrease in the amount of HRK 586 thousand relates to the recognition of deferred tax assets due to losses incurred by certain affiliates and the decrease in the amount of HRK 593 thousand in the reporting period

relates to the recognition of deferred tax assets on the basis of tax relief based on investment aid received from the Ministry of the Economy, Entrepreneurship and Crafts for Span dd

Span d.d. holds a participating stake in Trilix d.o.o. Zagreb and Bonsai d.o.o. Zagreb. The amount of capital that Span d.d. holds in Trilix d.o.o. amounts to 60%, ie HRK 1,037 thousand, the amount of total capital and reserves of Trilix d.o.o. amounts to HRK 1,729 thousand, and the profit in the business year 2021 amounts to HRK 36 thousand. The amount of capital that Span d.d. holds in Bonsai d.o.o. amounts to 70%, or HRK 1,000 thousand, the amount of total capital and reserves of Bonsai d.o.o. amounts to HRK 1,429 thousand, and the profit in the business year 2021 amounts to HRK 618 thousand.

Companies where Span d.d. has unlimited liability are: Span d.o.o. Ljubljana, Span IT Ltd. London, Span USA Inc., Oak Brook, Span LLC Baku, Span GmbH Munich, LLC Span Kiev, SPAN SWISS AG Zurich SPAN-IT SRL Moldova and Ekobit d.o.o., Zagreb.

5. STATEMENT ON RESPONSIBILITY FOR COMPILING A REPORT IN THE OBSERVED PERIOD

STATEMENT

Unaudited financial statements of Span d.d. and Span Group for the period from January 1st to June 30th, 2022, shown to be fair and truthful in accordance with International Financial Reporting Standards which have been consistently applied in relation to previous years.

All materially significant transactions were accordingly recorded in the accounting records, which were the basis of the financial statements. They give a truthful and complete overview of assets and obligations, the financial position and business activities of the Span d.d. and Span Group.



Nikola Dujmović
Predsjednik Uprave, Span d.d