



ZAGREBAČKA  
BURZA

*Zagreb Stock Exchange*

# Zagreb Stock Exchange, Inc.

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Unconsolidated unaudited financial results for

1/1/2023 – 30/6/2023

25 July 2023



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## **1 INTERIM MANAGEMENT REPORT FOR THE PERIOD BETWEEN 1/1/2023 AND 30/6/2023**

### **1.1 Significant business events of the Zagreb Stock Exchange, Inc. in the period between 1/1/2023 and 30/6/2023**

In the first half of 2023, the Zagreb Stock Exchange, Inc. (hereinafter: the Company or the Exchange) recorded the following significant business events:

- On January 2, the first trading day of 2023, the Exchange opened trading in euro as the new official currency of the Republic of Croatia.
- On March 8, 2023, following significant public interest, Zagreb Stock Exchange signed an agreement on the listing of state bonds on the Official Market.
- On March 8, 2023, the Exchange organized the event "Ring for Gender Equality" to mark International Women's Day by opening trade in symbolic bells to emphasize the need to include more women in the world of work and their advancement in the business world.
- On March 10, 2023 the Croatian financial services agency approved the Amendments to the Price list of Zagreb Stock Exchange, which represent a correction of prices for the services of trade report publications and trading data use and dissemination. The Amendments to the Price list entered into force on April 1, 2023.
- On May 10, 2023, the Commercial Court in Zagreb registered the incorporation of company Adria Digital Exchange seated in Zagreb, in whose share capital the Exchange holds a minority share of 24%. The company was founded with the intent to research and develop potential for trading and management of virtual assets.
- On May 10, 2023, the Zagreb Stock Exchange Academy celebrated its 13<sup>th</sup> anniversary. Since it was founded in 2010, the Academy organized over 600 educational events and seminars, attended by over 11,000 participants.
- On May 22, 2023, the new version of the Xetra T7 11.1 trading system was put into production on the Zagreb Stock Exchange. The migration was carried out without difficulty.
- On May 26, 2023, the InterCapital BET-TR UCITS Exchange Traded Fund was listed on the Zagreb Stock Exchange, based on the Romanian BET-TR index.
- On June 1 and 2, 2023, the investment conference of the Zagreb and Ljubljana stock exchanges "CEE Investment Opportunities" was held. The event has been taking place annually since 2014, with the aim to facilitate access of regional and international investors to Slovenian and Croatian companies, thereby strengthening their visibility and supporting market liquidity. For the third consecutive year, Slovenian and Croatian companies were joined by companies listed

on the Macedonian Stock Exchange, and for the first time the event hosted companies listed on the Bucharest Stock Exchange. The event took place in Zagreb, counting over 60 investors and 250 meetings with listed companies.

- On June 13, 2023, the annual education for issuers was held in the co-organization of the Croatian Financial Services Supervisory Agency, the Central Depository & Clearing Company and the Zagreb Stock Exchange, which has been taking place since 2011. The education brought together more than a hundred representatives of companies listed on the Zagreb Stock Exchange and was held online. The representatives of the European bank for reconstruction and development announced upcoming seminars on corporate governance, as a follow-up on the project of renewal of the Code of Corporate Governance written by the Croatian Financial Services Supervisory Agency and the Zagreb Stock Exchange, which is supported by EBRD.
  
- In the first half of 2023, the Regulated market of Zagreb Stock Exchange listed fourteen treasury bills and the state bond of the Ministry of finance of the Republic of Croatia, issuers VIS D.D., MODRA ŠPILJA D.D., PROFESSIO ENERGIA D.D. and PRIMO REAL ESTATE D.D. listed additional shares on the Regular market segment, issuer ČAKOVEČKI MLINOVI D.D. moved onto the Official Market segment, and bonds of the issuer ERSTE & STEIERMÄRKISCHE BANK D.D. were listed on the Official Market. In the first half of 2023, the Regulated Market of Zagreb Stock Exchange delisted eleven treasury bills of the Ministry of finance of the Republic of Croatia.

## 1.2 Zagreb Stock Exchange overview

In the second quarter of 2023, the total turnover amounted to EUR 67.5 million, which is 1.83% more than in the same period of 2022, while the total turnover since the beginning of the year, i.e., in the first half of 2023, amounts to EUR 137 million (-31.4% compared to the first half of 2022).

### Securities turnover - 2Q 2022/2Q 2023

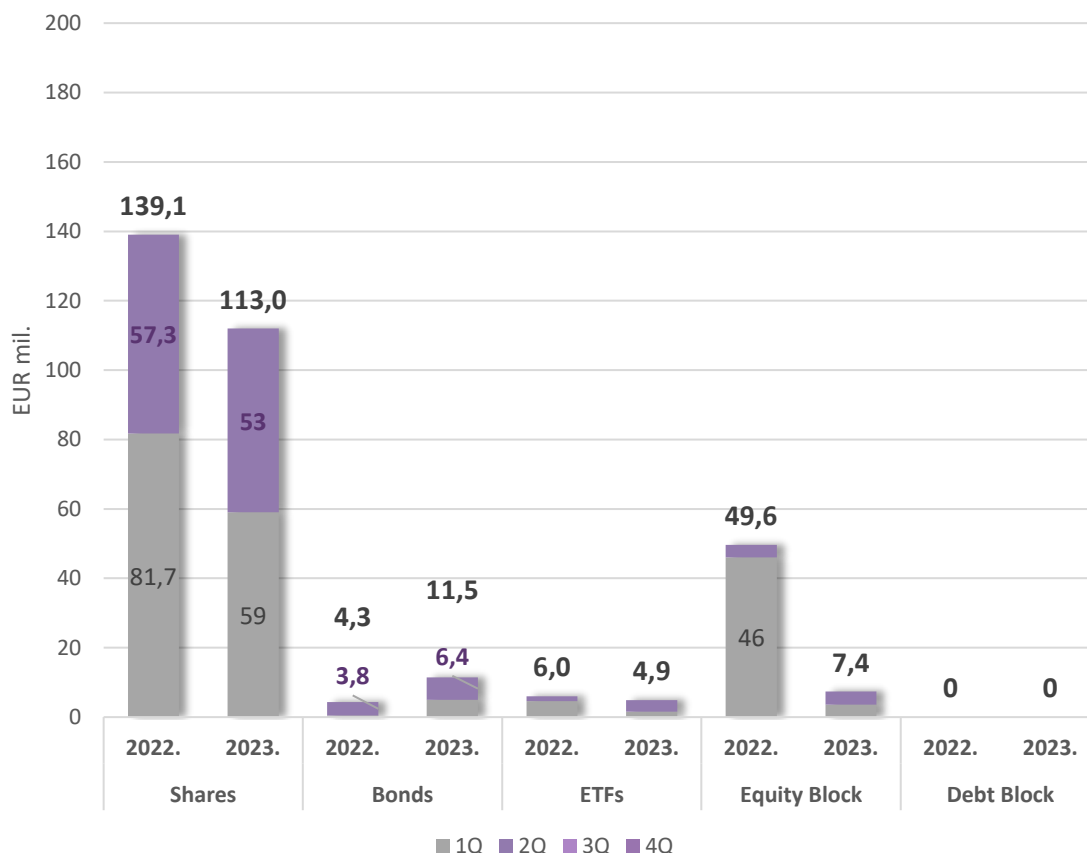
	HRK 2Q 2022	EUR 2Q 2022	EUR 2Q 2023	change
<b>TOTAL TURNOVER</b>	<b>499,472,946</b>	<b>66,291,452</b>	<b>67,501,926</b>	<b>1.83%</b>
<b>Orderbook turnover</b>	<b>471,730,911</b>	<b>62,609,451</b>	<b>63,699,649</b>	<b>1.74%</b>
Shares	432,379,785	57,386,659	53,931,749	-6.02%
Bonds	28,767,474	3,818,100	6,424,690	68.27%
ETFs	10,583,652	1,404,692	3,343,212	138.00%
<b>Block turnover</b>	<b>27,742,035</b>	<b>3,682,001</b>	<b>3,802,277</b>	<b>3.27%</b>
Equity block turnover	27,742,035	3,682,001	3,802,277	3.27%
Debt block turnover	0	0	0	

### Securities turnover - 1H 2022/1H 2023

	HRK 1H 2022	EUR 1H 2022	EUR 1H 2023	change
<b>TOTAL TURNOVER</b>	<b>1,506,902,174</b>	<b>200,000,289</b>	<b>137,053,567</b>	<b>-31.47%</b>
<b>Orderbook turnover</b>	<b>1,127,048,795</b>	<b>149,585,081</b>	<b>129,556,719</b>	<b>-13.39%</b>
Shares	1,048,684,936	139,184,410	113,055,131	-18.77%
Bonds	33,020,421	4,382,563	11,507,723	162.58%
ETFs	45,343,438	6,018,108	4,993,865	-17.02%
<b>Block turnover</b>	<b>379,853,379</b>	<b>50,415,207</b>	<b>7,496,848</b>	<b>-85.13%</b>
Equity block turnover	379,853,379	50,415,207	7,496,848	-85.13%
Debt block turnover	0	0	0	0

Despite smaller turnovers on the half-year level compared to the highly volatile 2022, the second half of the half-year brought mostly positive sentiment, so in the second quarter of 2023, the orderbook turnover amounted to EUR 63.6 million, 1.7% more than in the second quarter of 2022. Of this amount, EUR 53.9 million refers to equity turnover (2Q 2022: EUR 57.3 million), EUR 6.4 million to bond turnover (2Q 2022: EUR 3.8 million), while ETFs achieved a turnover of EUR 3.3 million (2Q 2022: EUR 1.4 million). The equity block turnover amounted to EUR 3.8 million (2Q 2022: EUR 3.6 million), while the debt block turnover was not recorded as in the same period last year. Since the beginning of 2023, the total turnover has reached EUR 137 million, which is -31.4% less than in the first half of last year (1H 2022: EUR 200 million). Within the orderbook in the first half of 2023, the equity turnover amounted to EUR 113 million and is lower by -18.7% (1H 2022: EUR 139 million), the bond turnover was EUR 11,5 million and is higher by +162.6% (1H 2022: EUR 4.3 million), while ETF turnover decreased by -17% and amounts to EUR 4.9 million (1H 2022: EUR 6 million). The largest part of equity block turnover was realized in the first quarter, and at the level of the half-year, it amounts to EUR 7.4 million, which is a decrease of -85% compared to the same period in 2022 (1H 2022: EUR 50.4 million).

## Securities turnover



The market value measured by market capitalization as of 30 June 2023 was higher by a total of EUR 3.4 billion compared to the end of the first half of 2022. The equity market capitalization is higher by EUR +2.3 billion or +12.7%, with the market capitalization of the Prime Market increased by +10.4%, the Official Market increased by +7.6%, and the Regular Market by +18%. The debt market capitalization is higher by +6.5% while the value of ETFs increased by a significant +66.3%.

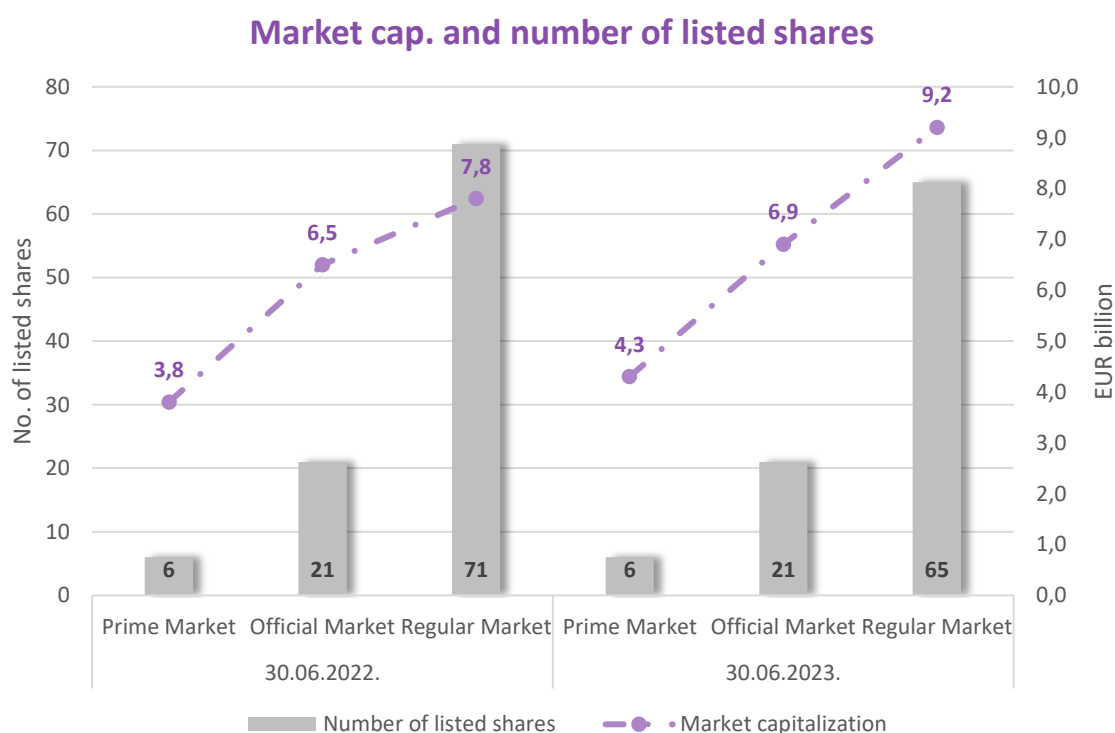
### Market capitalization

	Market Capitalization			
	30.06.2022 HRK	30.06.2022 EUR	30.06.2023 EUR	change
<b>TOTAL</b>	<b>263,934,200,886</b>	<b>35,030,088,378</b>	<b>38,450,769,747</b>	<b>9.76%</b>
Shares	137,319,943,118	18,225,488,502	20,544,317,186	12.72%
Prime Market	29,294,947,386	3,888,107,689	4,293,210,889	10.42%
Official Market	48,898,906,526	6,490,000,203	6,984,786,774	7.62%
Regular Market	59,126,089,206	7,847,380,610	9,266,319,523	18.08%
Bonds	126,548,728,789	16,795,902,686	17,891,987,499	6.53%
ETFs	65,528,979	8,697,190	14,465,063	66.32%



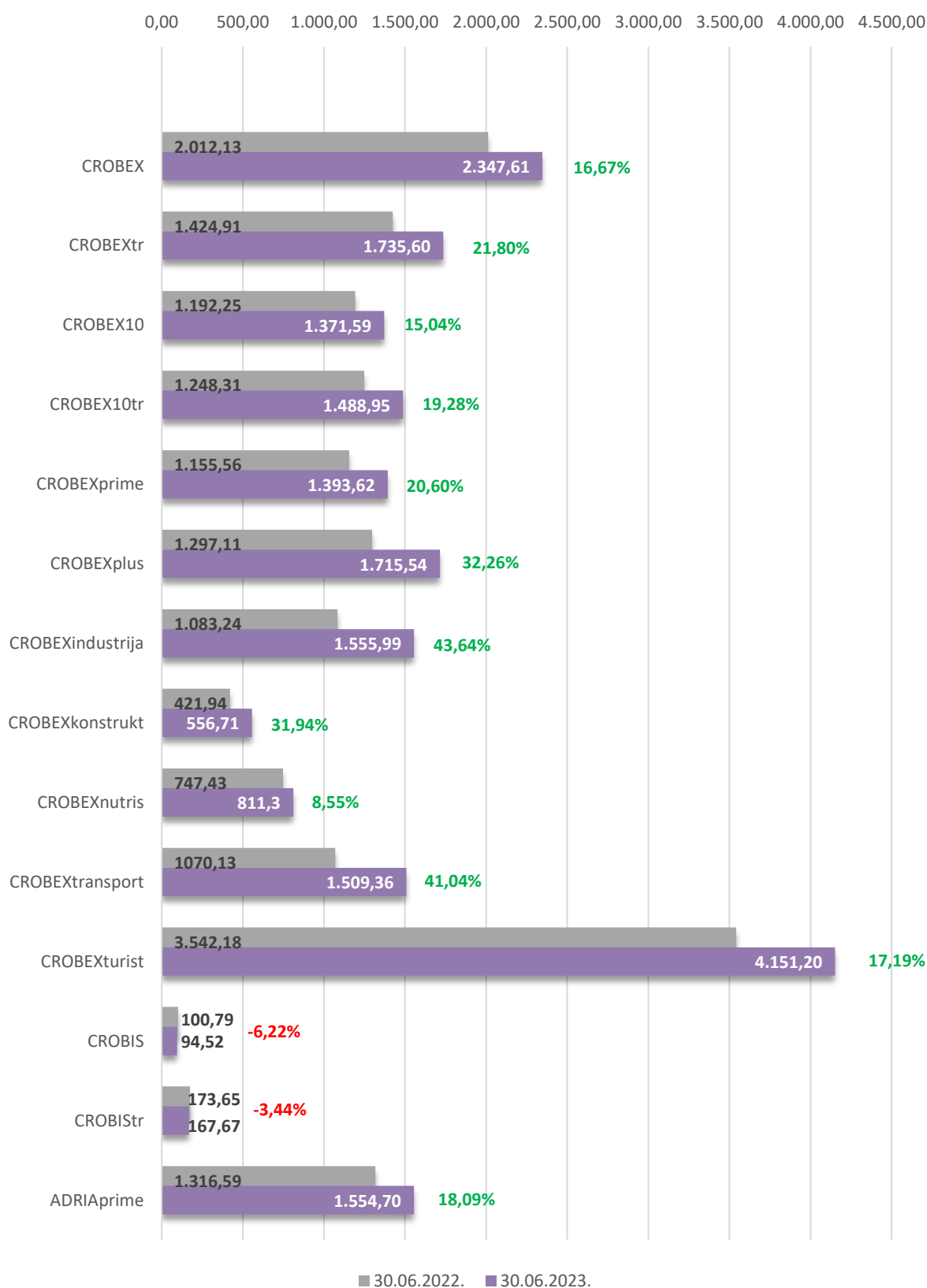
Compared to the end of the first half of 2022, as of 30 June 2023, The Regular Market segment counted six less listed shares, while the number of shares listed on the Official and Prime Markets remained unchanged.

Number of listed securities			
	30.06.2022.	30.06.2023.	change
<b>TOTAL</b>	<b>136</b>	<b>142</b>	<b>4.41%</b>
Shares	98	92	-6.12%
Prime Market	6	6	0.00%
Official Market	21	21	0.00%
Regular Market	71	65	-8.45%
Bonds	30	32	6.67%
ETFs	2	3	50.00%
Money Market Instruments	6	15	150.00%

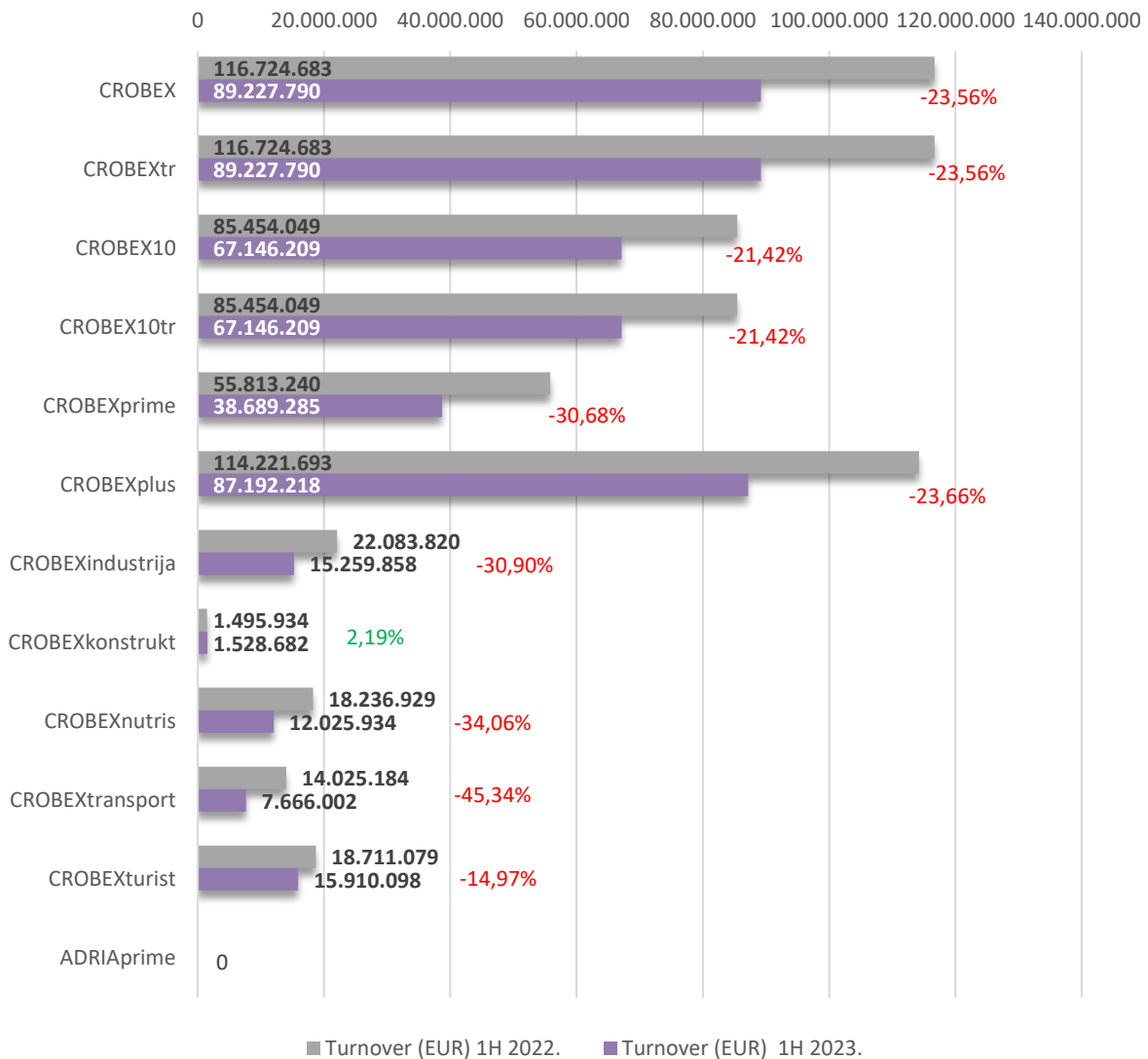


A comparison of data for the first half of 2023 with data from the same period last year shows a stable trend among indices as well. Despite lower turnovers than in the same period last year, all equity indices recorded growth in the first half of 2023. The most significant increase was that of CROBEXindustrija (+43.6%), CROBEXtransport (+41%) and CROBEXplus (+32.3%) The regional index ADRIAprime recorded an increase of +18%, while bond indices decreased by -6.2% (CROBIS) and -3.4% (CROBIStr).

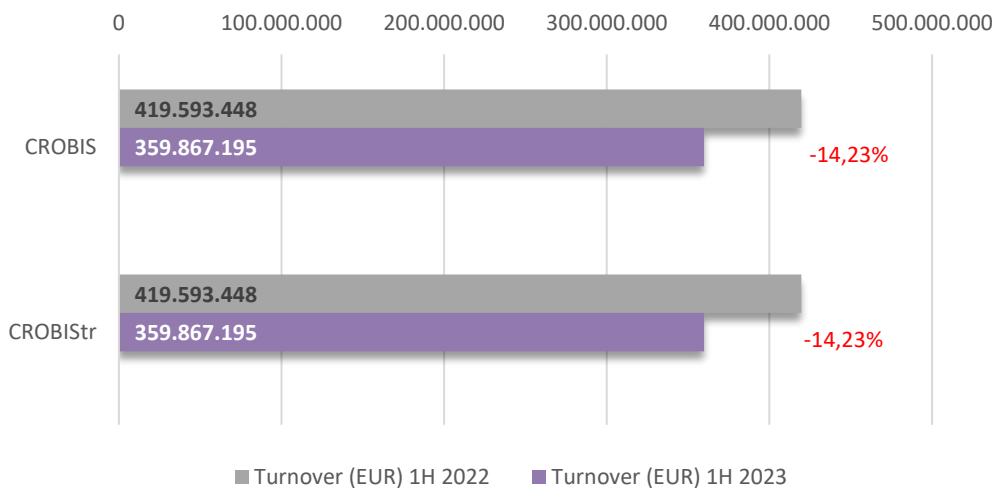
## Indices - values (30.06.2022 vs. 30.06.2023)



## Equity indices - turnovers (1H 2022 vs. 1H 2023)



## Bond indices - turnovers (1H 2022 vs. 1H 2023)



### **1.3 Expected future development of the Company**

In 2023, the Company will continue to focus on raising Corporate Governance and reporting standards on the regulated market. The Company will also focus on greater promotion of existing issuers, with a focus on the Prime Market. The Company will continue to develop internal IT services that will be used by the Zagreb and Ljubljana Stock Exchanges, and thus further reduce the need for external suppliers.

The Company will press on with previously initiated projects, placing the greatest emphasis on the projects relating to the implementation of new technologies to market activities, regional SME capital market development (Progress), and further activities related to financing and investing in start-ups (Funderbeam SEE).

The Company is planning activities to facilitate the promotion of the Exchange as a source of capital for the companies in the tourism sector, as well as an increased focus on ESG listings and issuer activities.

### **1.4 Research & Development activities**

The Company has pressed on with continuous efforts at developing and improving its own service offering and at expanding service provision to the Slovenian market as well.

In the second quarter of 2023, the Company successfully completed an initiated migration of legacy services used by Ljubljana Stock Exchange and provided by Vienna Stock Exchange. Zagreb Stock Exchange thus further strengthened its position as the leading trading service provider for the entire Zagreb Stock Exchange Group, actively reducing costs and dependence on external service providers.

The beginning of 2023 marked the successful transition to euro as the official currency of the Republic of Croatia, and Zagreb Stock Exchange continued the activities on adjusting its services, publications and procedures according to the new currency.

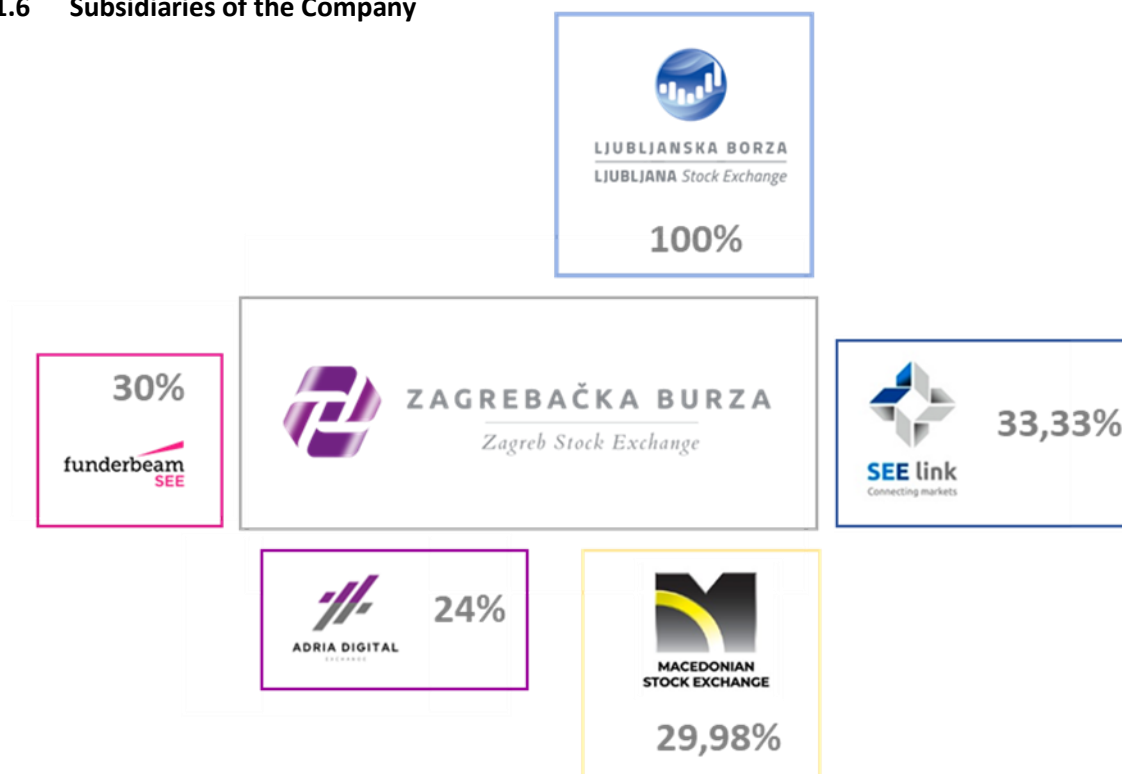
In the second half of 2023 the Exchange will continue working on previously initiated projects, as well as the implementation of new trading system releases and other infrastructure optimization activities.

On May 15, 2023, Zagreb Stock Exchange, Inc. successfully completed the seventh annual accreditation process as a Local Operating Unit authorized to issue LEI codes, issued by the Global Legal Entity Identifier Foundation (GLEIF).

### **1.5 Information on repurchase of own shares**

In the Share Buy-back Program which started on October 3, 2022 until the end of 2022, the Exchange acquired a total of 5,500 of own shares. On June 30, 2023, the Exchange owns a total of 8,396 of own shares, which make up for 0.3611% of the Exchange's total issued share capital.

## 1.6 Subsidiaries of the Company



The Ljubljana Stock Exchange, Inc., a company domiciled in Ljubljana. The issued share capital of the Ljubljana Stock Exchange is EUR 1,401,000, in which the Zagreb Stock Exchange, Inc. participates with 100 %.

SEE Link d.o.o., a company domiciled in Skopje. The issued share capital of SEE LINK is EUR 80,000, in which the Zagreb Stock Exchange, Inc. participates with 33.33%.

Funderbeam South East Europe d.o.o., a company domiciled in Zagreb. The issued share capital of Funderbeam South East Europe d.o.o. is HRK 244,000 / EUR 32,384.37 and the share of the Zagreb Stock Exchange, Inc. in the share capital is 30%.

On June 30, 2023, the Zagreb Stock Exchange, Inc. holds a total of 837 shares, i.e., 29.98% of the share capital of Macedonian Stock Exchange, Inc.

Adria Digital Exchange d.o.o., a company seated in Zagreb. The share capital of the company is EUR 5,000, in which the Zagreb Stock Exchange, Inc. participates with 24%.

## 1.7 Financial instruments used by the Company

The Company is fully funded by its own capital. The financial instruments the Company invests in are investment funds (money market and bond funds) and bank deposits.

## **1.8 Company's objectives and policies related to financial risk management**

All employees of the Company, including its Management and Supervisory Board, are involved in the implementation of internal control and risk management systems.

The Company manages risks, including financial risks, particularly through two mutually independent control functions: monitoring of compliance with relevant regulations and internal audit function.

These control functions process and monitor the work of all organizational units, Company activities and support services.

## **1.9 Company's exposure to price risk, credit risk, liquidity risk and cash flow risk**

The Company invests free funds in open-end money market and bond investment funds, as well as bank deposits. Its investments are carried at fair value. The Company mitigates the price risk by diversifying its portfolio of open-end investment funds it by investing in different types of funds managed by different fund management companies, and by investing in low-risk funds.

The Company has no loans received, rather its cash and financial assets exceed substantially the liabilities of the Company, and consequently, the Company's liquidity position is satisfactory.

The Company is exposed to inflationary risks, considering that a significant part of its expenses is indexed. The Company also has a limited ability to mitigate the influence of inflation on its expenses by increasing prices, considering that the Company's Price list has to be approved by the Regulator.

## **1.10 Statement of transactions and transfers between the Company and its subsidiaries and shareholders**

The Company confirms that in the first half of 2023 there were no transactions between the Company and its subsidiaries and shareholders in excess of EUR 100,000.

## **1.11 Statement of events which might have an adverse effect on Company operations**

The ongoing war in Ukraine and sanctions against the Russian Federation are affecting economies in Europe and the world. The Company has no exposure in Ukraine, Russia and Belarus. However, the effect on the general economic situation may require a revision of certain assumptions and estimates, which may lead to significant adjustments in the carrying amount of certain assets and liabilities over the next financial year. At this stage, management cannot reliably assess the impact as new developments take place day by day.

The Company, like all other business entities in Croatia, is prone to risks related to the increase of prices of goods and services, and as such is aware of the increased risks caused by inflation which continues in 2023.

Apart from the above, no other business events or transactions have occurred after the balance sheet date that would have a material impact on the financial statements on or for the period then ended or are of such importance to the Company's operations that it would require disclosure in the management report.

### **1.12 Business results for 1/1/2023 – 30/6/2023**

In the first half of 2023, the Company generated a total of EUR 934 thousand of operating revenues, which is EUR -62 thousand or -6.3% less than in the same period last year when they amounted to EUR 997 thousand. Compared to the first half of 2022, sales revenue decreased from EUR 690 to EUR 614 thousand, i.e., by EUR -75 thousand or -10.9%. The decrease in sales revenue is primarily the result of a decrease in income from commissions and membership fees, which, following smaller securities turnovers compared to the same period last year, reached the amount of EUR 214 thousand by the end of the first half of this year; EUR -68 thousand or -24.2% less compared to the first half of 2022, when they amounted to EUR 283 thousand. The income from listing maintenance fees in the first half of 2023 remained at almost the same level as in the same period last year. In the first six months of 2023, the income from listing maintenance fees amounts to EUR 334 thousand, which is a decrease of only EUR -1.5 thousand or -0.5% (1H 2022: EUR 336 thousand). Following a smaller number of new listings, income from quotation maintenance decreased by EUR -5 thousand or -7.6% and amounted to EUR 64 thousand (1H 2022: EUR 70 thousand). Compared to the first half of 2022, other operating income increased by EUR +12 thousand or +4.1%, i.e., from EUR 307 to EUR 319 thousand. The increase in other operating income is a consequence of the increase in other income by EUR +14 thousand or +10.3% which amounted to EUR 159 thousand and includes income from education and income from issuing and maintaining LEI (1H 2022: EUR 144 thousand). Income from the supply of information fell by EUR -2 thousand or -1.4% and amounted to EUR 160 thousand (1H 2022: EUR 163 thousand).

Observing only the second quarter of 2023, the total Company's operating income amounts to EUR 473 thousand, which is a slight decrease of EUR -3 thousand (-0.8%) compared to the second quarter of last year, when operating income amounted to EUR 476 thousand. Sales revenues fell from EUR 311 thousand in the second quarter of 2022 to EUR 305 thousand in the same period of the current year. The decrease in income from commissions and membership fees from EUR 35 to EUR 31 thousand contributes to this decrease (EUR -4 thousand or -12.1%). Other operating income increased slightly from EUR 165 to EUR 167 thousand (EUR +2.9 thousand or +1.8%). Within other operating income, income from the supply of information fell from EUR 81 to EUR 80 thousand (EUR -0.8 thousand or -1.1%), and other income increased from EUR 83 to EUR 87 thousand (EUR +3.8 thousand or +4.6%).

In the first half of 2023, the Company's total operating expenses were higher by EUR +9.5 thousand (1%) compared to the same period last year and amounted to EUR +1,005 thousand (1H 2022: EUR 996 thousand). The Company managed to partially mitigate the increased expenses caused by inflation and indexed contracts through quality costs control:

- material costs amount to EUR 277 thousand, which is a decrease of EUR -8 thousand or -2.9% (1H 2022: EUR 285 thousand),
- staff costs amount to EUR 482 thousand, which is a decrease of EUR -15.5 thousand or -3.1% (1H 2022: EUR 498 thousand),
- other costs amount to EUR 135 thousand, which is an increase of EUR +18.8 thousand or +16.2% (1H 2022: EUR 116 thousand),
- depreciation amounts to EUR 102 thousand, which is an increase of EUR +16.8 thousand or +19.8% (1H 2022: EUR 85 thousand),
- other operating expenses amount to EUR 8 thousand, which is an increase of EUR +4.4 thousand (1H 2022: EUR 3.7 thousand),

In the second quarter of 2023 alone, operating expenses amount to EUR 521 thousand, which is a decrease of EUR -21 thousand or -4% compared to the same period last year (2Q 2022: EUR 542 thousand). The biggest increase was recorded in depreciation, which amounted to EUR 43 thousand in the second quarter of 2022, and EUR 50 thousand in the same period of the current year (EUR +7 thousand or +17%). Increased monitoring and management of costs resulted in a decrease in staff costs (EUR -5.8 thousand or -2%, i.e., from EUR 260 to EUR 254 thousand) and material costs (EUR -21 thousand or -13%, i.e., from EUR 166 to EUR 144 thousand). Other costs increased by 9%, from EUR 66 thousand in 2Q 2022 to EUR 72 thousand in 2Q 2023.

### The Company's key business indicators

	EUR	1H 2022	1H 2023	change	2Q 2022	2Q 2023	change
Number of shares		2,317,850	2,317,850	0.0%	2,317,850	2,317,850	0.0%
Share capital		3,076,316	3,076,316	0.0%	3,076,316	3,076,316	0.0%
Capital and reserves		5,819,124	5,877,032	1.0%	5,819,124	5,877,032	1.0%
Total assets		6,830,377	6,861,172	0.5%	6,830,377	6,861,172	0.5%
<b>Operating income</b>		997,263	934,476	-6.3%	476,743	473,165	-0.8%
<i>sales revenue</i>		690,000	614,670	-10.9%	311,729	305,207	-2.1%
<i>other operating income</i>		307,263	319,806	4.1%	165,014	167,958	1.8%
<b>Operating expenses</b>		996,282	1,005,870	1.0%	542,585	521,548	-3.9%
<i>material costs</i>		285,696	277,347	-2.9%	166,258	144,397	-13.1%
<i>staff costs</i>		498,270	482,674	-3.1%	260,067	254,205	-2.3%
<i>depreciation</i>		85,333	102,212	19.8%	43,260	50,574	16.9%
<i>other costs</i>		116,571	135,446	16.2%	66,356	72,344	9.0%
<b>EBIT</b>		981	-71,394	-7377.7%	-65,842	-48,383	26.5%
<b>EBITDA</b>		86,314	30,818	-64.3%	-22,582	2,191	109.7%
Financial income		49,443	153,917	211.3%	43,325	144,860	234.4%
Financial expenses		90,011	5,364	-94.0%	52,768	2,688	-94.9%
<b>Pre-tax profit or loss</b>		-39,587	77,159	294.9%	-75,285	93,789	224.6%
Income tax		0	0	0.0%	0	0	0.0%
<b>Profit or loss for the period</b>		-39,587	77,159	294.9%	-75,285	93,789	224.6%
Number of employees		25	24	-4.0%	25	24	-4.0%



The Company's operating profit in the first half of 2023 amounted to EUR 77 thousand, while in the same period last year the Company reported loss amounting to EUR -39 thousand (EUR +116 thousand or +294%). At the level of the second quarter, the Company achieved an operating profit in the amount of EUR +93 thousand, while the operating loss in the same period last year amounted to EUR -75 thousand. Financial income recorded a significant increase in the first half of the year compared to the same period last year. In the first half of 2023, financial income amounted to EUR 153 thousand (EUR +104 thousand or +211%), while financial income in the second quarter accounted for EUR 144 thousand (EUR +101 thousand or +234%), and include dividend payments in the amount EUR 106 thousand from Ljubljana and the Macedonian Stock Exchanges. In the first half of this year, financial expenses amount to EUR 5 thousand (EUR -84 thousand or -94%), while in the second quarter alone they are lower by EUR -50 thousand and amount to EUR 2.6 thousand.

The Company's net profit in the first half of 2023 amounted to EUR 77 thousand, which is EUR +116 thousand (+294%) more than in the same period last year when the Company reported net loss amounting to EUR -39.5 thousand. In the second quarter of 2023, the Company's net profit amounts to EUR 93 thousand, which is EUR +169 thousand more than the EUR -75 thousand net loss of the same period last year.

Operating profit before interest, taxes, depreciation and amortization in the first half of 2023 is positive and amounts to EUR 30 thousand, i.e., EUR -55 thousand less than in the first half of 2022, while in the second quarter of 2023 it amounts to EUR 2 thousand, i.e., EUR -20 thousand less than in the same period last year when it amounted to EUR 22 thousand.

## 2 DECLARATION OF RESPONSIBILITY FOR THE PREPARATION OF FINANCIAL STATEMENTS

Financial statements of the Zagreb Stock Exchange, Inc. prepared for the period between 1/1/2023 and 30/6/2023 give a fair and true account of facts in accordance with the International Standards of Financial Reporting and the Croatian Accounting Act.

Unconsolidated financial statements for the period between 1/1/2023 and 30/6/2023 give an objective, complete and true statement of assets and liabilities, financial position and operations of the Company.

The management report for the first half of 2023 contains a true and fair view of the development and results of operations, with a description of the principal risks and uncertainties to which the Company is exposed.

Unconsolidated financial statements for the first half of 2023 have not been audited.

 Ivana Gažić President of the Management Board	 ZAGREBAČKA BURZA d.d. Zagreb 1	 Tomislav Gračan Member of the Management Board
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### **Contact**

Zagreb Stock Exchange, Inc.  
Ivana Lučića 2a/22  
10000 Zagreb  
Croatia

Phone number: +385/ 1 4686 806

E-mail: [ir@zse.hr](mailto:ir@zse.hr)

Unconsolidated unaudited financial statements of the  
Company for 1/1/2023 – 30/6/2023

**Annex 1**

**ISSUER'S GENERAL DATA**

Reporting period:  to   
 Year:   
 Quarter:

**Quarterly financial statements**

Registration number (MB):  Issuer's home Member State code:

Entity's registration number (MBS):

Personal identification number (OIB):  LEI:

Institution code:

Name of the issuer:

Postcode and town:

Street and house number:

E-mail address:

Web address:

Number of employees (end of the reporting):

Consolidated report:  (KN-not consolidated/KD-consolidated)

Audited:  (RN-not audited/RD-audited)

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

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

Bookkeeping firm:  (Yes/No)   
(name of the bookkeeping firm)

Contact person:   
(only name and surname of the contact person)

Telephone:

E-mail address:

Audit firm:   
(name of the audit firm)

Certified auditor:   
(name and surname)

**BALANCE SHEET**  
balance as at 30.6.2023

in EUR

Submitter: Zagreb Stock Exchange Inc.			
Item	ADP code	Last day of the preceding	At the reporting date of the
1	2	3	4
<b>ASSETS</b>			
<b>FIXED ASSETS 002+003+009+013</b>	<b>1</b>	<b>4.666.224</b>	<b>4.589.666</b>
<b>I INTANGIBLE ASSETS</b>	<b>2</b>	<b>219.864</b>	<b>217.686</b>
<b>II TANGIBLE ASSETS 004+...+008</b>	<b>3</b>	<b>542.912</b>	<b>464.297</b>
1 Land and buildings	4	289.487	245.919
2 Computer equipment	5	172.554	150.903
3 Other tangible assets	6	57.178	47.186
4 Leasehold improvements	7	23.693	20.289
5 Assets under construction	8	0	0
<b>III FIXED FINANCIAL ASSETS 010+011+012</b>	<b>9</b>	<b>3.887.990</b>	<b>3.892.225</b>
1 Investments in associates, subsidiaries and joint ventures	10	3.799.780	3.800.980
2 Financial assets at amortised cost	11	62.047	60.547
3 Financial assets at fair value through other comprehensive income	12	26.163	30.698
<b>DEFERRED TAX ASSETS</b>	<b>13</b>	<b>15.458</b>	<b>15.458</b>
<b>B CURRENT ASSETS 015+021+025</b>	<b>14</b>	<b>2137414</b>	<b>2112115</b>
<b>I RECEIVABLES 016+...+020</b>	<b>15</b>	<b>269.985</b>	<b>272.826</b>
1 Customer receivables	16	184.957	131.117
2 Receivables from employees and members of the undertaking	17	35	2.818
3 Receivables from government and other institutions	18	2.959	24.234
4 Receivables from connected undertakings	19	3.635	3.715
5 Other receivables	20	78.399	110.942
<b>III SHORT-TERM FINANCIAL ASSETS 022+...+024</b>	<b>21</b>	<b>1.199.534</b>	<b>1.736.497</b>
1 Financial assets at amortised cost	22	8.136	614.758
2 Financial assets at fair value through other comprehensive income	23	0	0
3 Financial assets at fair value through statement of profit or loss	24	1.191.398	1.121.739
<b>III CASH AND CASH EQUIVALENTS</b>	<b>25</b>	<b>667.895</b>	<b>102.792</b>
<b>C PREPAID EXPENSES AND ACCRUED INCOME</b>	<b>26</b>	<b>26.739</b>	<b>159.391</b>
<b>D TOTAL ASSETS 001+014+026</b>	<b>27</b>	<b>6.830.377</b>	<b>6.861.172</b>
<b>E OFF-BALANCE SHEET ITEMS</b>	<b>28</b>	<b>0</b>	<b>0</b>
<b>LIABILITIES</b>			
<b>A CAPITAL AND RESERVES 030+031+032+037+...+041</b>	<b>29</b>	<b>5.819.124</b>	<b>5.877.032</b>
<b>I INITIAL CAPITAL</b>	<b>30</b>	<b>3.076.316</b>	<b>3.076.315</b>
<b>II CAPITAL RESERVES</b>	<b>31</b>	<b>1.839.562</b>	<b>1.840.833</b>
<b>III PROFIT RESERVES 033+...+036</b>	<b>32</b>	<b>886.352</b>	<b>874.278</b>
1 Legal reserves	33	18.714	18.714
2 Reserves for treasury shares	34	-18.409	-30.483
3 Fair value reserves	35	70.169	70.169
4 Other reserves	36	815.878	815.878
<b>IV REVALUATION RESERVES</b>	<b>37</b>	<b>0</b>	<b>0</b>
<b>V RESERVES FROM EXCHANGE RATE DIFFERENCES FROM THE TRANSLATION OF FOREIGN OPERATIONS</b>	<b>38</b>	<b>0</b>	<b>0</b>
<b>VI RETAINED PROFIT OR LOSS BROUGHT FORWARD</b>	<b>39</b>	<b>0</b>	<b>8.447</b>
<b>VII PROFIT OR LOSS FOR THE YEAR</b>	<b>40</b>	<b>16.894</b>	<b>77.159</b>
<b>VIII MINORITY INTEREST</b>	<b>41</b>	<b>0</b>	<b>0</b>
<b>B PROVISIONS</b>	<b>42</b>	<b>0</b>	<b>0</b>
<b>C SHORT-TERM LIABILITIES 044+...049</b>	<b>43</b>	<b>293.447</b>	<b>356.932</b>
1 Liabilities for advance payments	44	499	109
2 Liabilities to suppliers	45	74.100	159.266
3 Liabilities to employees	46	43.959	44.234
4 Taxes, contributions and similar liabilities	47	43.442	68.120
5 Liabilities to connected undertakings	48	263	10
6 Other short-term liabilities	49	131.184	85.193
<b>D LONG-TERM LIABILITIES</b>	<b>50</b>	<b>230.548</b>	<b>230.548</b>
<b>E DEFERRED TAX LIABILITY</b>	<b>51</b>	<b>0</b>	<b>0</b>
<b>F ACCRUALS AND DEFERRED INCOME</b>	<b>52</b>	<b>487.258</b>	<b>396.660</b>
<b>G TOTAL LIABILITIES 029+042+043+050+051+052</b>	<b>53</b>	<b>6.830.377</b>	<b>6.861.172</b>
<b>H OFF-BALANCE SHEET ITEMS</b>	<b>54</b>	<b>0</b>	<b>0</b>
<b>Appendix to the balance sheet (position for consolidated financial statements)</b>			
<b>I Capital and reserves 056+057</b>	<b>55</b>	<b>0</b>	<b>0</b>
1 Attributable to owners of the parent	56	0	0
2 Attributable to non-controlling interest	57	0	0

## STATEMENT OF PROFIT OR LOSS

For the period 1.1.2023 to 30.6.2023

in EUR

Submitter: Zagreb Stock Exchange Inc.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
<b>A OPERATING INCOME 002+008</b>	<b>1</b>	<b>997.263</b>	<b>476.743</b>	<b>934.476</b>	<b>473.165</b>
I Sales revenue 003+...+007	2	690.000	311.729	614.670	305.207
1 Commissions and membership fees	3	283.466	107.256	214.994	104.760
2 Listing maintenance fees	4	336.435	169.132	334.921	169.366
3 Quotation fees	5	70.099	35.341	64.755	31.081
4 Income from auctions	6	0	0	0	0
5 Income from memberships	7	0	0	0	0
II Other operating income 009+...+011	8	307.263	165.014	319.806	167.958
1 Income from application programming interface (API) services	9	0	0	0	0
2 Income from the supply of information	10	163.057	81.781	160.761	80.882
3 Other income	11	144.206	83.233	159.045	87.076
<b>B OPERATING EXPENSES 013+016+020+021+022+025+026</b>	<b>12</b>	<b>996.282</b>	<b>542.585</b>	<b>1.005.870</b>	<b>521.548</b>
I Material costs 014+015	13	285.696	166.258	277.347	144.397
1 Costs of raw materials	14	29.451	16.310	32.042	16.964
2 Other external costs	15	256.245	149.948	245.305	127.433
II Staff costs 017+...+019	16	498.270	260.067	482.674	254.205
1 Net salaries and wages	17	285.567	148.348	274.171	143.979
2 Tax and contributions from salary costs	18	144.651	76.060	140.989	74.722
3 Payroll contributions	19	68.052	35.659	67.514	35.504
III Depreciation	20	85.333	43.260	102.212	50.574
IV Other costs	21	116.571	66.356	135.446	72.344
V Value adjustment 023+024	22	6.639	6.639	0	0
1 fixed assets (other than financial assets)	23	0	0	0	0
2 current assets (other than financial assets)	24	6.639	6.639	0	0
VI Provisions	25	0	0	0	0
VII Other operating expenses	26	3.773	5	8.191	28
<b>C FINANCIAL INCOME 028+...+033</b>	<b>27</b>	<b>49.443</b>	<b>43.325</b>	<b>153.917</b>	<b>144.860</b>
1 Interest, exchange rate differences, dividends and similar income from relations with connected undertakings	28	42.368	42.346	106.029	106.029
2 Interest, exchange rate differences, dividends and similar income from relations with non-connected undertakings and other persons	29	6.759	779	37.495	35.226
3 Income share from associates and participating interests	30	0	0	0	0
4 Unrealised gains (income) from financial assets	31	0	0	4.932	3.577
5 Profit from reversal of provisions for impairment for expected credit losses	32	0	0	0	0
6 Other financial income	33	316	200	5.461	28
<b>D FINANCIAL EXPENSES 035+...+039</b>	<b>34</b>	<b>90.011</b>	<b>52.768</b>	<b>5.364</b>	<b>2.688</b>
1 Interest, exchange rate differences and other expenditures with connected undertakings	35	23	23	0	0
2 Interest, exchange rate differences and other expenditure from relations with non-connected undertakings and other persons	36	14.021	9.167	5.364	2.688
3 Unrealised losses (expenses) from financial assets	37	75.967	43.578	0	0
4 Loss allowance for expected credit losses	38	0	0	0	0
5 Other financial expenses	39	0	0	0	0
<b>E TOTAL INCOME 001+027</b>	<b>40</b>	<b>1.046.706</b>	<b>520.068</b>	<b>1.088.393</b>	<b>618.025</b>
<b>F TOTAL EXPENDITURE 012+034</b>	<b>41</b>	<b>1.086.293</b>	<b>595.353</b>	<b>1.011.234</b>	<b>524.236</b>
<b>G Share in profit/loss of associates and subsidiaries</b>	<b>42</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>H PRE-TAX PROFIT OR LOSS 040-041+042</b>	<b>43</b>	<b>-39.587</b>	<b>-75.285</b>	<b>77.159</b>	<b>93.789</b>
<b>I INCOME TAX</b>	<b>44</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>J PROFIT OR LOSS FOR THE PERIOD 043-044</b>	<b>45</b>	<b>-39.587</b>	<b>-75.285</b>	<b>77.159</b>	<b>93.789</b>
1 Change in revaluation reserves (property, plant, equipment and intangible assets)	46	0	0	0	0
2 Actuarial gains/losses on defined benefit pension plans	47	0	0	0	0
3 Unrealised gains/losses on financial assets at fair value through other comprehensive income	48	69.245	69.245	0	0
4 Gains/losses on hedging instruments in a cash flow hedge	49	0	0	0	0
5 Gains/losses arising from translation of financial statements relating to foreign operations	50	-12	3	0	0
6 Income tax on other comprehensive income	51	0	0	0	0
<b>K OTHER COMPREHENSIVE INCOME 046+...+051</b>	<b>52</b>	<b>69.233</b>	<b>69.248</b>	<b>0</b>	<b>0</b>
<b>TOTAL COMPREHENSIVE INCOME 045+052</b>	<b>53</b>	<b>29.646</b>	<b>-6.037</b>	<b>77.159</b>	<b>93.789</b>
<b>M RECLASSIFICATION ADJUSTMENTS</b>	<b>54</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Appendix **</b>					
Attributable to owners of the parent	55	0	0	0	0
Attributable to non-controlling interest	56	0	0	0	0

<b>STATEMENT OF CASH FLOWS - indirect method</b>			
for the period 1.1.2023 to 30.6.2023			
			in HRK
Submitter: Zagreb Stock Exchange Inc.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1 Pre-tax profit	1	-39.587	77.159
2 Depreciation	2	85.333	102.212
3 Increase in short-term liabilities	3	0	109.475
4 Decrease in short-term receivables	4	0	0
5 Decrease in inventories	5	0	0
6 Loss on impairment for expected credit losses	6	0	0
7 Other cash flow increase	7	6.908	-90.295
<b>I Total cash flow increase from operating activities 001+...+007</b>	<b>8</b>	<b>52.654</b>	<b>198.551</b>
1 Decrease in short-term liabilities	9	31.746	0
2 Increase in short-term receivables	10	25.433	2.841
3 Increase in inventories	11	0	0
4 Profit from reversal of provisions for impairment for expected	12	0	0
5 Other cash flow decrease	13	166.289	321.523
<b>II Total cash flow decrease from operating activities 009+...+013</b>	<b>14</b>	<b>223.468</b>	<b>324.364</b>
<b>CASH FLOW FROM INVESTMENT ACTIVITIES</b>			
1 Cash receipts from sale of fixed tangible and intangible assets	15	0	0
2 Cash receipts the from sale of equity instruments and debt	16	0	0
3 Interest received	17	15	4.879
4 Dividends received	18	42.344	106.029
5 Other cash receipts from investment activities	19	465.373	142.744
<b>III Total cash receipts from investment activities 015+...+019</b>	<b>20</b>	<b>507.732</b>	<b>253.652</b>
1 Cash payments for the purchase of fixed tangible and intangible	21	9.017	21.421
2 Cash payments for the acquisition of equity financial	22	423.645	4.536
3 Other cash payments from investment activities	23	0	601.744
<b>IV Total cash payments from investment activities 021+...+023</b>	<b>24</b>	<b>432.662</b>	<b>627.701</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
1 Cash receipts from the issue of equity financial instruments and debt financial instruments	25	0	0
2 Cash receipts from credit principals, debentures, loans and other borrowings	26	0	0
3 Other cash receipts from financing activities	27	0	0
<b>V Total cash receipts from financing activities 025+...+027</b>	<b>28</b>	<b>0</b>	<b>0</b>
1 Cash payments for credit principals and bonds	29	0	0
2 Cash payments for dividends	30	0	1.995
3 Cash payments for finance lease	31	0	0
4 Cash payments for the redemption of treasury shares	32	0	17.256
5 Other cash payments from financing activities	33	50.759	45.990
<b>VI Total cash payments from financing activities 029+...+033</b>	<b>34</b>	<b>50.759</b>	<b>65.241</b>
<b>VII Cash and cash equivalents at the beginning of period</b>	<b>35</b>	<b>446.354</b>	<b>667.895</b>
<b>VIII Increase of cash and cash equivalents</b>	<b>36</b>	<b>0</b>	<b>0</b>
<b>IX Decrease of cash and cash equivalents</b>	<b>37</b>	<b>146.503</b>	<b>565.103</b>
<b>X Cash and cash equivalents at the end of period</b>	<b>38</b>	<b>299.851</b>	<b>102.792</b>

STATEMENT OF CHANGES IN EQUITY												
for the period from 1.1.2023 to 30.6.2023 in EUR												
Item	ADP	Attributable to owners of the parent									Attributable to non-controlling interests	Total capital and reserves
		Subscribed capital	Capital reserves	Legal reserves and reserves for treasury shares	Fair value reserves	Other reserves	Revaluation reserves	Reserves from exchange rate differences from the translation of foreign operations	Retained profit or loss brought forward	Profit or loss for the year		
1	2	3	4	5	6	7	8	9	10	11	12	13
<b>Balance as at 1 January of the</b>	<b>1</b>	6.164.128	1.839.562	18.714	0	0	0	0	-2.376.256	115.901	0	5.762.049
Change in accounting policies	2	0	0	0	0	0	0	0	0	0	0	0
Correction of errors from prior periods	3	0	0	0	0	0	0	0	0	0	0	0
<b>As at 1 January of the previous year (restated)</b>	<b>4</b>	6.164.128	1.839.562	18.714	0	0	0	0	-2.376.256	115.901	0	5.762.049
Profit or loss for the period	5	0	0	0	0	0	0	0	0	16.894	0	16.894
Unrealised gains or losses on financial assets at fair value through other comprehensive income	6	0	0	0	70.196	0	0	0	0	0	0	70.196
Other changes in equity unrelated to	7	0	0	0	0	0	0	0	0	0	0	0
<b>Total directly recognised income and expenses of the previous year (previous year periods)</b>	<b>8</b>	0	0	0	70.196	0	0	0	0	16.894	0	87.090
Increase/decrease in subscribed	9	-3.076.316	0	0	0	815.960	0	0	2.260.355	0	0	-1
Other contributions by owners	10	0	0	0	0	0	0	0	0	0	0	0
Payment of share in profit/dividend	11	0	0	0	0	0	0	0	0	0	0	0
Other distribution to owners	12	0	0	-18.409	0	-82	0	-11.523	115.901	-115.901	0	-30.014
<b>Balance on the last day of the</b>	<b>13</b>	3.087.812	1.839.562	305	70.196	815.878	0	-11.523	0	16.894	0	5.819.124
<b>As at 1 January of the current year</b>	<b>14</b>	3.087.812	1.839.562	305	70.196	815.878	0	-11.523	0	16.894	0	5.819.124
Change in accounting policies	15	-11.496	0	0	-27	0	0	11.523	0	0	0	0
Correction of errors from prior periods	16	0	0	0	0	0	0	0	0	0	0	0
<b>As at 1 January</b>	<b>17</b>	3.076.316	1.839.562	305	70.169	815.878	0	0	0	16.894	0	5.819.124
Profit or loss for the period	18	0	0	0	0	0	0	0	0	77.159	0	77.159
Unrealised gains or losses on financial assets at fair value through other comprehensive income	19	0	0	0	0	0	0	0	0	0	0	0
Other changes in equity unrelated to	20	0	0	0	0	0	0	0	16.894	-16.894	0	0
<b>Total directly recognised income</b>	<b>21</b>	0	0	0	0	0	0	0	16.894	60.265	0	77.159
Increase/decrease in subscribed	22	-1	1	0	0	0	0	0	0	0	0	0
Other contributions by owners	23	0	0	0	0	0	0	0	0	0	0	0
Payment of share in profit/dividend	24	0	1.270	5.182	0	0	0	0	-8.447	0	0	-1.995
Other distribution to owners	25	0	0	-17.256	0	0	0	0	0	0	0	-17.256
<b>Balance on the last day of the</b>	<b>26</b>	3.076.315	1.840.833	-11.769	70.169	815.878	0	8.447	77.159	0	0	5.877.032



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

**Name of issuer: Zagrebačka burza d.d.**

**Personal identification number (OIB): 84368186611**

**Reporting period: 1.1.2023-30.6.2023**

**Type of report: Separate**

**1. Reporting entity**

Zagreb Stock Exchange Inc. (“the Company”) is a joint stock company domiciled in Republic of Croatia and was registered at the Commercial Court in Zagreb on 5 July 1991 under the number (MBS) 0800034217. The personal identification number of the Company (OIB) is 84368186611. The address of the Company’s registered office is Eurotower, 22nd floor, Ivana Lučića 2a/22, Zagreb, Croatia.

**2. Basis of preparation and significant accounting policies**

*Basis for preparation*

Separate quarterly financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the European Union (IFRS). Separate financial statements are prepared on a historical cost basis, except for financial assets at fair value through profit or loss and financial assets through other comprehensive income which are measured at fair value.

Detailed information on the basis of preparation of the financial statements are provided in Note 2 to the separate financial statements presented in the Annual Report on Company Status and Business Activities in 2022 available on the internet page [www.zse.hr](http://www.zse.hr) (further: the Company’s Annual Report).

*Significant accounting policies*

Financial statements for the reporting period are prepared applying the same accounting policies presented in the separate financial statements for 2022 available on the internet page [www.zse.hr](http://www.zse.hr).

*Disclosure of additional information required by IFRSs that are not presented in the separate statement of financial position, statement of comprehensive income, statement of cash flows and statement of changes in equity*

Additional information required by IFRSs that are not presented in the separate statement of financial position, statement of comprehensive income, statement of cash flows and statement of changes in equity are disclosed in Unconsolidated unaudited financial result for the period from 1 January to 30 June 2023, as published on the internet page [www.zse.hr](http://www.zse.hr).

***Change of functional currency***

Based on the Decision of the Government of the Republic of Croatia regarding the announcement of the introduction of the euro as the official currency in the Republic of Croatia (Official Gazette 85/22), the euro becomes the official monetary unit and legal tender in the Republic of Croatia on 1 January 2023. The fixed conversion rate is set at HRK 7.53450 for one euro.

The introduction of the euro as the official currency in the Republic of Croatia represents a change in the functional currency that is calculated prospectively.

Accounting treatment of a change in functional currency is prescribed by IAS 21 § 37, stating that all items, as of the date of the change (1 January 2023), shall be translated to the new functional currency using the exchange rate at the date of the change. The resulting translated amounts for non monetary items are treated as new historical cost

*Impact of change in functional currency on comparative data*

A change in functional currency on comparative data represents a change in accounting policy. Accordingly, comparative data in kuna are converted into euro using historical exchange rates for the euro. The balance sheet positions are converted into euro using the final, fixed conversion rate of HRK 7.5345 per 1 euro, while the positions of the statement of comprehensive income, cash flow and capital movements are converted using the middle exchange rate of the Croatian National Bank for 1 euro for the year 2022 which represents an approximation of the historical exchange rates of the euro in 2022, which amounts to HRK 7.53159 for 1 euro.

IAS 21 does not prescribe how capital positions shall be converted into the new functional currency. The company has chosen to apply a fixed conversion rate. As a result, in other comprehensive income for 2022 the amount of HRK 12 thousand is reported as a result of adjusting the movement of capital positions according to the exchange rate on the date of the transaction and the fixed conversion rate according to which the capital positions are converted from HRK to EUR on 1 January 2023.

**3. Financial commitments, guarantees or contingencies that are not included in the balance sheet, and an indication of the nature and form of any valuable security which has been provided**

The Company does not have financial commitments, guarantees or contingencies that are not included in the balance sheet as of 30 June 2023, nor has issued securities.

**4. Amount of advance payments and loans granted to the members of administrative, management and supervisory bodies**

The Company did not give advances or approved loans to members of administrative, management and supervisory bodies during 2023.

**5. Amount and nature of individual items of income or expenditure which are of exceptional size or incidence**

Details on the income or expenditure which are of exceptional size or incidence are presented in the Notes to the Unconsolidated result for the quarter.

**6. Liabilities falling due after more than five years, as well as debts covered by valuable security provided by the Group**

At the balance sheet date, the Company does not have liabilities falling due after more than five years. At the balance sheet date, the Company does not have debts covered by valuable securities provided by the Company.

**7. Average number of employees during the reporting period**

The average number of the employees during the reporting period of 2023 is 24.

**8. Capitalized costs of salaries during the reporting period**

The Company did not capitalize the cost of salaries during the reporting period.

**9. Deferred taxes**

Provisions for deferred taxes, balance of deferred taxes at the beginning and the end of the reporting period, as well as movement of those positions during the reporting period:

	1.1.2023	Increase	Decrease	30.6.2023
	eur'000	eur'000	eur'000	eur'000
Deferred tax assets	15	-	-	15
Deferred tax liabilities	-	-	-	-
	<b>15</b>	<b>-</b>	<b>-</b>	<b>15</b>

**10. Name and registered office of each of the companies in which the issuer, either itself or through a person acting in their own name but on the issuer's behalf, holds a participating interest, showing the amount of capital held, the amount of total capital and reserves, and profit or loss**

Information on investments in companies in which the Company holds a participating share in the capital are presented in the Notes "Investments in subsidiaries" and "Investments in associates and joint ventures" (GFI: "Investments in associates, subsidiaries and joint ventures"). There were no changes in participating interests during the reporting period.

**11. Number and nominal value of shares subscribed during the reporting period within the limits of the authorised capital**

By the Decision of the General Assembly dated 12 June 2023, 2,317,850 ordinary registered shares, each with a par value of HRK 10.00 and a total par value of HRK 23,178,500.00 are exchanged for shares with no par value for the purpose of aligning the share capital with the provisions of Article 21 of the Act of Amending the Companies Act (Official Gazette NN No 114/22). The existing rights attached to the status of the Company's shareholders under the Act and Company's Statue remain unchanged.

**12. Existence of any participation certificates, convertible debentures, warrants, options or similar securities or rights, with an indication of their number and the rights they give**

The Company has no participation certificates, convertible debentures, warrants, options or similar securities or rights.

**13. Name, registered office and legal form of each of the companies in which the issuer has unlimited liability**

The Company has no shares in companies having unlimited liability.

**14. Name and registered office of the company which draws up consolidated financial statements for the reporting period of the largest group of companies of which the issuer forms part as a controlled group member**

The Company is the final parent company and is not a controlled member of any group.

The Company prepares consolidated financial statements that are available for use on the internet page [www.zse.hr](http://www.zse.hr).

**15. Name and registered office of the company which draws up consolidated financial statements for the reporting period of the smallest group of companies of which the issuer forms part as a controlled group member and which is also included in the group of companies referred to in point 13.**

The Company is the final parent company and is not a controlled member of any group.

**16. Place where copies of the consolidated financial statements referred to in points 14 and 15 may be obtained**

The Company prepares consolidated financial statements that are available for use on the internet page [www.zse.hr](http://www.zse.hr).

**17. Nature and the financial effect of significant events arising after the balance sheet date which are not reflected in the profit and loss account or the balance sheet**

There were no events after the balance sheet date that would affect the financial statements for the reporting period.

Recapitulation of the comparison of the TFI-POD balance sheet and the balance sheet prepared according to IFRS for the second quarter of 2023

Balance sheet item (IFRS)	Amount (000 EUR)	Balance sheet item (TFI)	AOP	Amount (000 EUR)
<b>ASSETS</b>				
<b>Non-current assets</b>	<b>4.590</b>	<b>A. FIXED ASSETS</b>	<b>1</b>	<b>4.589</b>
	<b>218</b>	<b>I Intangible assets</b>	2	218
Intangible assets	218	I INTANGIBLE ASSETS	2	218
	<b>218</b>			<b>218</b>
	<b>465</b>	<b>II Tangible assets</b>	<b>3</b>	<b>464</b>
Property and equipment	182	1 Land and buildings	4	246
Right-of-use assets	283	2 Computer equipment	5	151
		3 Other tangible assets	6	47
		4 Leasehold improvements	7	20
	<b>465</b>			<b>464</b>
	<b>3.892</b>	<b>III Long term financial assets</b>		<b>3.892</b>
	2.538	1 Investments in associates, subsidiaries and joint ventures	10	3.801
Investment in subsidiary				
Investment in associates and joint venture	1.263			-
	<b>3.801</b>			<b>3.801</b>
Financial assets at fair value through other comprehensive income	31	2 Financial assets at amortised cost	11	61
		3 Financial assets at fair value through other comprehensive income	12	30
Long term deposits	33			
Borrowings to associated company	27			
	<b>91</b>			<b>91</b>
	<b>3.892</b>			<b>3.892</b>
Deferred tax assets	<b>15</b>	<b>Deferred tax assets</b>	13	<b>15</b>
<b>CURRENT ASSETS</b>				
	<b>2.114</b>	<b>B CURRENT ASSETS</b>	14	<b>2.114</b>
	<b>274</b>	<b>I RECEIVABLES</b>	15	<b>274</b>
Trade receivables and other assets	274	1 Trade receivables	16	131
		2 Receivables from employees and members of the undertaking	17	3
		3 Receivables from government and other institutions	18	24
		4 Receivables from connected undertakings	19	4
		5 Other receivables	20	112
	<b>274</b>			<b>274</b>
				24

	<b>1.737</b>	<b>II SHORT-TERM FINANCIAL ASSETS</b>	21	<b>1.737</b>
Short-term deposits	615	1 Financial assets at amortised cost	22	615
Financial assets at fair value through profit or loss	1.122	3 Financial assets at fair value through statement of profit or loss	24	1.122
	<b>1.737</b>			<b>1.737</b>
Cash and cash equivalents	<b>103</b>	<b>III CASH AND CASH EQUIVALENTS</b>	25	<b>103</b>
	<b>159</b>	<b>C PREPAID EXPENSES AND ACCRUED INCOME</b>	26	<b>159</b>
Costs of future periods	159	C PREPAID EXPENSES AND ACCRUED INCOME	26	159
Contractual assets				
	<b>159</b>			<b>159</b>
<b>TOTAL ASSETS</b>	<b>6.863</b>	<b>D TOTAL ASSETS</b>	<b>26</b>	<b>6.862</b>
<b>CAPITAL AND LIABILITIES</b>				
<b>CAPITAL AND RESERVES</b>	<b>5.878</b>	<b>A CAPITAL AND RESERVES</b>	29	<b>5.877</b>
Issued share capital	3.076	I INITIAL CAPITAL	30	3.076
Share premium	1.841	II CAPITAL RESERVES	31	1.841
	<b>875</b>	III PROFIT RESERVES	32	<b>875</b>
Legal reserves	19	1 Legal reserves	33	19
Own shares	(30)	2 Reserves for own shares	34	(30)
Other reserves	816	3 Fair value reserves	35	70
Fer value reserves	70	4 Other reserves	36	816
Revaluation reserves				
Actuarial gains / losses				
Translation reserves		IV REVALUATION RESERVES	37	-
		V RESERVES FROM EXCHANGE RATE DIFFERENCES FROM THE TRANSLATION OF FOREIGN OPERATIONS	38	-
Accumulated income (loss)	86	IV Retained profit or loss brought forward	39	8
	86	V Profit or loss for the year	40	77
	<b>5.878</b>			<b>85</b>
				<b>5.877</b>
<b>Long term liabilities</b>	<b>231</b>	<b>Long term liabilities and provisions</b>	47	<b>231</b>
Long term business lease liabilities	231	B Provisions	42	-

		D Long term liabilities	50	231
		E Deferred tax liabilities	52	-
	<b>231</b>			<b>231</b>
<b>Short term liabilities</b>	<b>357</b>	<b>C SHORT TERM LIABILITIES</b>	<b>43</b>	<b>357</b>
Trade and other payables	310	1 Advance payments received	44	-
Short term business lease liabilities	47	2 Trade payables	45	159
		3 Liabilities to employees	46	44
		4 Taxes, contributions and similar liabilities	47	68
		5 Liabilities to related undertakings	48	-
		6 Other short-term liabilities	49	86
	<b>357</b>			<b>357</b>
	<b>397</b>	<b>F Accruals and deferred income</b>		<b>397</b>
Contract liabilities	397			
Accrued expenses	-			
	<b>397</b>			<b>397</b>
<b>Total equity and liabilities</b>	<b>6.863</b>	<b>Total equity and liabilities</b>		<b>6.862</b>

**Recapitulation of the comparison of the TFI-POD profit and loss accounts with the statement of comprehensive income prepared according to IFRS for the second quarter of 2023**

P&L item (IFRS)	Amount ('000 EUR)	P&L item (TFI)	AOP	Amount ('000 EUR)
<b>Operating revenues</b>	<b>936</b>	A OPERATING INCOME	1	<b>935</b>
Sales revenue	615	I Sales revenue	2	615
Other operating income	321	II Other operating income	9	320
				-
	<b>936</b>			<b>935</b>
<b>Operating expenses</b>	<b>1.007</b>	B OPERATING EXPENSES	13	<b>1.005</b>
Staff costs	<b>506</b>	II Staff costs	17	<b>482</b>
Other employee costs (GFI AOP 22)	(24)			
	<b>482</b>			<b>482</b>
	<b>399</b>			<b>421</b>
Other operating expenses	399	I Material costs	14	277
Expenses reported under Staff costs	24	IV Other costs	22	136
		V Value adjustment 024+025	23	-
		VII Other operating expenses	27	8
	<b>423</b>			<b>421</b>

Depreciation	<b>102</b>	III Depreciation	21	<b>102</b>
				-
<b>Net finance income</b>	<b>150</b>	Net finance income		<b>149</b>
Financial income	144	C FINANCIAL INCOME	28	154
Dividend income	11	D FINANCIAL EXPENSES	35	(5)
Financial expenses	(5)			
<b>Profit before tax</b>	<b>79</b>	<b>H PRE-TAX PROFIT OR LOSS</b>	44	<b>79</b>
<b>Income tax</b>	<b>0</b>	<b>I INCOME TAX</b>	45	<b>0</b>
<b>Profit for the period</b>	<b>79</b>	<b>J PROFIT OR LOSS FOR THE PERIOD</b>	46	<b>79</b>
<b>Total other comprehensive income</b>	<b>0</b>	<b>K OTHER COMPREHENSIVE INCOME</b>	53	<b>0</b>
<b>Total comprehensive profit for the period</b>	<b>79</b>	<b>L TOTAL COMPREHENSIVE INCOME</b>	54	<b>79</b>