



INTERIM FINANCIAL REPORT OF THE GROUP AND THE COMPANY ARENATURIST D.D. for the fourth quarter of 2016, including the period from 1 January 2016 to 31 December 2016



Pula, February 2017

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INTRODUCTION

Pursuant to the Capital Market Act, the company publishes the quarterly financial report for the fourth quarter of 2016 both for Arenaturist d.d. (the **Company**) and for the Company and its subsidiaries (the **Group**) on a consolidated basis.

When using the report at the Group level, attention should be drawn to the scope of data for the current year in comparison with the comparable period of the previous year, following changes in the corporate structure in 2016.

The changes in the corporate structure are in line with the strategy to develop the Company into a dynamic hospitality company in the CEE Region whilst strengthening and developing the Company's business and market position in the upscale and upper upscale segments of the hospitality markets, primarily within Croatia and Germany..

Changes in the Corporate structure of the Company

The Company significantly changed its corporate structure during 2016, below is a summary of such changes:

- A change to the majority shareholding of the Company as PPHE Hotel Group Limited and its subsidiaries (**PPHE Hotel Group**) acquired a controlling interest by way of acquisition of 80% of the shares in its previous joint venture company. As a result of the acquisition and pursuant to the Croatian Takeover Act, a mandatory takeover bid to minority shareholders of the Company was made. Following the completion of that offer, PPHE Hotel Group sold shares to two Croatian pension funds (9% to AZ and 3% to PBZ CO respectively), following which PPHE Hotel Group owned 65.63% of the shares of the Company.
- In June 2016, Arenaturist bought the shares in three Croatian private companies Arenaturist Hoteli d.o.o., Arenaturist Zlatne Stijene d.o.o. and Arenaturist Turistička Naselja d.o.o. (the **Bora Companies**). The Bora Companies were previously owned by the joint venture company and were under Arenaturist's management for many years. These Bora Companies were later merged into the Company on 31 October 2016.
- In November 2016, Arenaturist's shares were moved from the Regular Market to the Official Market of the Zagreb Stock Exchange.
- In December 2016, the Group entered into an agreement to acquire the freehold interests in art'otel cologne and art'otel berlin kudamm, in Germany and completed the acquisition in February 2017.
- Arenaturist subsequently acquired 88% of the shares in Sugarhill Investments B.V. (**Sugarhill**) and in return Arenaturist issued 1,091,250 new shares to PPHE Hotel Group increasing PPHE Hotel Group's shareholding in Arenaturist to 77.09%. Sugarhill and its subsidiaries (the **Sugarhill Group**) operate hotels in Germany and Hungary. These German and Hungarian operations consist of a portfolio of eight Park Plaza or art'otel branded owned/co-owned/leased/managed hotels. Arenaturist has an option to buy the remaining 12% of Sugarhill at a price per share which is based

on the agreed valuation for the above 88% capital contribution. The option is exercisable for 18 months following the initial transaction date.

Overview of properties in the Sugarhill Group portfolio

Hotel	Location	Number of units	Categorisation	(Co) ownership	Operating lease	Management agreement	Year ¹
art'otel berlin kudamm ⁽²⁾	Berlin (GER)	152	4*		x	x	2000
art'otel berlin mitte	Berlin (GER)	109	4*	x		x	2000
Park Plaza Berlin Kudamm	Berlin (GER)	133	3*	x		x	2006
Park Plaza Wallstreet Berlin Mitte	Berlin (GER)	167	4*		x	x	2006
art'otel cologne ⁽²⁾	Cologne (GER)	218	4*		x	x	2010
Park Plaza Nuremberg	Nuremberg (GER)	177	4*	x		x	2016
art'otel dresden	Dresden (GER)	174	4*			x	2000
art'otel budapest	Budapest (HUN)	165	4*		x	x	2000
TOTAL		1,295		3	4	8	

¹ Year of commencement of operations under the Park Plaza or art'otel brand

² The Company entered into hotel sale agreements with a third party on 9 December 2016

Consolidated results of operations and consolidated cash flows are presented as if the newly acquired Bora Companies formed part of the Group as of 1 January 2015.

Statement of Responsibilities of the Executive Directors

Pursuant to the provisions of the Capital Market Act, Article 410, Paragraph 2, the Executive Directors of the Company make the following statement:

To the best of our best knowledge:

- This short set of non-consolidated unaudited quarterly financial statements (the **Financial Statements**) provides a comprehensive and true presentation of assets and liabilities, profit and loss, financial position and operations of the Company.
- The consolidated unaudited quarterly financial statements (the **Consolidated Financial Statements**) provide a comprehensive overview of assets and liabilities, profit and loss of the Group. The consolidated financial data for the period, reported in line with the approach applied, are contained in the prescribed forms attached to this report.
- The Sugarhill Group had no contribution to the 2016 consolidated income statement of the Group as the acquisition took place a few days before year end. The balance sheets of the Sugarhill Group are included in the consolidated balance sheet of the Group.
- The Financial Statements and Consolidated Financial Statements have not been audited; therefore the Executive Directors reserve the right to make amendments following completion of the audit.
- The Executive Directors' Interim Report for the period from 1 January through 31 December 2016 contains a true presentation of the business results and operations of the Company and the companies included in the consolidation, with a description of the most significant business events, apart from those described in the introduction, which relate to changes in the corporate structure of the Company

Chief Executive Officer

Executive Director

Reuel Israel Gavriel Slonim

Milena Perković

Executive Directors' Interim Performance Report for the Period January - December 2016

Consolidated Business Results of the Group

The operating income increased by 8% as a result of an increase of the average daily rate that occurred due to the increased demand through online sales channels and the effect of investments in renovated and branded properties. The operating expenses increased due to the increased volume of sales and staff costs. The EBITDA increased by 13% to HRK 132.0 million (2015: HRK 116.9 million), whereas EBIT before impairment increased by 1% to HRK 58.1 million (2015: HRK 57.3 million).

Consolidated Income Statement

	2016 (unaudited)	2015 (unaudited)	Index
Rooms sold	748,422	740,198	101
Average room rate <i>HRK</i>	472.4	445.3	106
<i>in million</i>			
Operating income	435.9	402.8	108
Operating expenses	303.9	285.9	106
EBITDA	132.0	116.9	113
Depreciation	73.9	59.6	124
EBIT before impairment charge	58.1	57.3	101
Impairment charge	148.6	-	-
Extraordinary restructuring expenses	6.6	1.3	508
Financial revenues	0.1	0.1	-
Financial expenses	41.0	32.4	127
Total income	436.0	402.8	108
Total expenditures	574.0	379.1	151
Profit/(loss) before tax	(138.0)	23.7	(581)

* Average room rate is calculated as the accommodation revenue generated by hotels, self-catering holiday apartment resorts and campsites divided by the number of sold rooms, apartments and pitches.

The Group's consolidated financial position, results of operations and cash flows are presented as if the three Bora companies have been part of the Group since 1 January 2015.

Impairment charge

The Group recorded in 2016 an impairment charge of HRK 148.6 million. Under International Financial Reporting Standards (IFRS) accounting standards the Group is required to carry out a fair value review of the carrying value or book value of its operating assets and to impair the value of any asset whose fair value is lower value than the carrying value. The independent valuation of the Group for the purposes of the Sugarhill acquisition indicated that an impairment of some of the Group's Croatian operating assets could be required.

Impairment charge (cont)

Fair value is the higher of an asset's market value (less costs of disposal) and its value in use. The value in use is arrived at by discounting the estimated future cash flows using a pre-tax discount rate that reflects current market rates for the time value of money and the risks associated with an asset. As the Group was not able to establish a market value due to a lack of comparable transactions the Group calculated the value in use for each of its operating assets.

The results of this exercise were that the total of the value in use of the Group's Croatian operating assets was HRK 1,424 million which was higher than the total carrying value of the Croatian operations before impairment of HRK 1,236 million. However the value in use of some operating assets was below their carrying value and under IFRS an impairment of those operating assets is required. IFRS does not allow an increase in value where the fair value exceeds the carrying value of an asset unless it is to reverse a previous impairment of the value of an asset.

The total amount of the impairment of the Croatian operating assets whose fair value was below the carrying value amounts to HRK 148.6 million of which HRK 98.1 million relates to hotel assets, HRK 45.8 million relates to self-catering holiday apartment resorts and HRK 4.7 million relates to other assets. As required by IFRS the impairment charge of HRK 148.6 million appears in the profit & loss statements for the year ended 31 December 2016.

The impairment was a necessary adjustment to the carrying value of some of the Group's properties. It is a non-cash item and represents approximately 12% of the HRK 1,236 million carrying value of our operating assets before impairment. As stated above the total of the value in use of the Group's Croatian operating assets is not affected by this non-cash item and remains at HRK 1,424 million as at 31 December 2016.

Result before tax and normalized profit before tax

The Group recorded extraordinary expenses of HRK 6.6 million associated with the changes in the corporate structure. The Group realised in 2016 a loss before tax of HRK 138.0 million (2015: profit before tax was 23.7 million).

During the two years ended 31 December 2016 the Group incurred a number of non-recurring or exceptional costs that are not part of its usual operations (see table below). Excluding these costs the 2016 normalised profit before tax shows year-on-year increases of 70.8% to HRK 42.7 million (2015: HRK 25.0 million). Total revenues increased in 2016 by HRK 33.1 million and normalised profit before tax increased by HRK 17.7 million, demonstrating strong cost control.

Normalised profit before tax

	2016	2015
	(unaudited)	(unaudited)
Reported (loss) before tax	(138.0)	23.7
Impairment on property, plant and equipment	148.6	-
Non-recurring cost restructuring, etc	6.6	1.3
Increase depreciation due to merger or renovation	12.9	-
Fair value movement related party loan	12.6	-
Normalised profit before tax	42.7	25.0

Trading in the fourth quarter

The fourth quarter in the business year is also an off-season for the Group, in which the Group records low business activity, and the expenses are affected by fixed costs. The increase of the total expenses in the fourth quarter is primarily a result of the impairment expense.

Consolidated Statement of Financial Position

	As of 31 December (in HRK million)		
	2016 (unaudited)	2015 (unaudited)	Index
Long-term assets	1,468.8	1,313.9	112
Short-term assets	177.7	159.3	112
Total assets	1,646.5	1,473.2	112
Capital and reserves			
Capital	43.6	43.6	100
Unregistered capital	460.0	-	-
Reserves*	368.3	773,2	109
Retained earnings*	(90.4)	20.9	-
Minority interest	22.7	-	-
Long-term liabilities	585.4	567.9	103
Short-term liabilities	256.9	67.6	380
Total liabilities	842.3	635.5	133
Total capital and liabilities	1,646.5	1,473.2	112

* In the table the results of the Bora Companies until the date which they were merged into the Company are included in the Reserves. In the prescribed forms these result are included in Retained earnings.

The increase in 2016 in the total assets of HRK 173.3 million to HRK 1,646.5 million results mainly from the acquisition in December 2016 of the Sugarhill Group, contributing HRK 326.9 million to the total assets. This increase was reduced by a number of other items including the impairment charge on property, plant and equipment amounting to HRK 148.6 million.

The increase in 2016 in the total liabilities of HRK 206.7 million to HRK 842.2 million results mainly from the acquisition of the Sugarhill Group, contributing HRK 137.6 million to the total liabilities. The other main contributor is the new loan from Zagrebačka banka d.d. of HRK 74.9 million (EUR 10.0 million) for the acquisition of the Bora Companies in June 2016.

Company business results (not-consolidated)

In 2016, the Company achieved solid results from ordinary business activities, as shown in the table below. It should be noted that the income statement of the Company includes the operations of the Bora Companies as of 31 October 2016, the date that the Bora Companies merged with the Company.

Company Income Statement

	2016 (unaudited)	2015 (audited)	Index
Rooms sold	680,284	670,710	101
Average room rate* in HRK	453.0	428.4	106
<i>In million HRK</i>			
Total operating income	393.7	366.7	107
Total operating expenses	282.5	261.7	108
EBITDA	111.2	104.9	106
Depreciation	53.0	51.9	102
EBIT before impairment charge	58.2	53.0	110
Impairment charge	148.6	-	-
Extraordinary restructuring expenses	7.0	1.9	361
Financial revenues	9.0	7.7	-
Financial expenses	46.7	34.3	141
Total income	402.7	374.3	107
Total expenditures	537.9	349.8	155
Profit/loss before tax	(135.1)	24.5	-551

* Average room rate is calculated as the accommodation revenue generated by hotels, self-catering holiday apartment resorts and campsites divided by the number of sold rooms, apartments and pitches.

During 2016, the Company achieved an increase in the operating income of 7% and an increase in the operating expenses of 8%, which resulted in an EBITDA of HRK 111.2 million, representing an increase of 6% compared to the previous year.

Trading in the fourth quarter

The fourth quarter of the business year is an off-season period in which the Company records low business activity, and the expenses are affected by fixed costs. The operating income and expenditures resulted in negative profit before tax in the amount of HRK 62.0 million, which is HRK 5.5 million less than compared to the previous year. The increase in the total expenses in the fourth quarter is a result primarily of the asset value impairment in the amount of HRK 148.6 million.

Company Statement of Financial Position as of 31 December 2016

	As of 31 December (in million HRK)		
	2016	2015	
	(unaudited)	(audited)	Index
Long-term assets	1,661.2	1,163.2	143
Short-term assets	111.4	122.6	91
Total assets	1,772.6	1,285.8	138
Capital and reserves			
Capital	43.6	43.6	100
Unregistered capital	460.0	-	-
Reserves	661.9	638.8	104
Retained earnings	(90.9)	20.9	-435
Long-term liabilities	575.0	526.2	109
Short-term liabilities	123.0	56.2	219
Total liabilities	698.0	582.4	120
Total capital and liabilities	1,772.6	1,285.8	138

The non-consolidated balance sheet of the Company as at 31 December 2016 also includes the assets and the liabilities of the merged Bora Companies. As result of this merger the assets and the liabilities increased. The merger was effective as of 31 October 2016. The increase in the long-term assets is further a result of the acquisition of 88% of the shares of Sugarhill for HRK 460.0 million. The increase in the long term assets is offset with the impairment charge of HRK 148.6 million.

Company Risks

Global risks – the risk of macroeconomic movements and political stability

1. that over 90% of guests are foreign, with the UK representing an increasingly growing market, the stability of macroeconomic indicators such as the price of goods and services and the foreign currency exchange rate is highly important, as they influence the purchasing power of guests and their decision about the holiday location. The stability of countries the guests come from is also very important.
2. The political stability is especially important in terms of safety of citizens and guests, where the Republic of Croatia is rated as a highly safe country. This is an important advantage of the destination considering the increase in political unrest all over the world.
3. Tourism and hospitality industry risks relate to regulations applicable to the hospitality industry and taxes and other duties that impact the Group. Any changes to regulations, taxes or duties could have an adverse effect on the Group.
4. The still unresolved issue of concessions on tourist land and the announced amendments to the Act on Concessions of 2010 which have not yet been applied with respect to agreements on concessions make future investments uncertain.
5. Potential amendments to the Act on Concessions of 2010 on the Maritime Demesne are of great significance to the Company's operations as its hotels, self – catering holiday apartment resorts and campsites are located directly on or very close to the coastline.
6. There is increasing competition in the Istrian area of Croatia and from other destinations, which requires the Group to invest continuously in new and improved accommodation and associated attractions such as swimming pools, bars and restaurants.

Financial risks

The Company is exposed to a variety of financial risks such as:

1. Currency risk – The Company is naturally protected against currency risk as most of its revenues and borrowings are denominated in the Euro. The Company did not use derivative instruments in the previous period.
2. Interest rate risk – Due to borrowings and variable interest rates, the Company is exposed to the interest rate risk. In the previous period, due to the decrease in Euribor, interest rates were equalised with bank interest margins.
3. Credit risk – The Company contracts advance payments, deposits and payments with major credit cards, and also obtains security instruments in the form of promissory notes, in order to reduce the risk of uncollectibility of receivables. The Company has no credit placements.

4. Liquidity risk – In the observed period, the Company ensured sufficient funds to settle all operating, financing and investment activities. Arenaturist regularly makes cash flow projections on a monthly, annual and long-term basis. In order to ensure flexibility, short-term borrowings are used, and in periods of excess cash flows, the funds are deposited.

Other risks

- 1 The Company's business in Croatia is highly seasonal; the majority of guest visits are from June to September. The Group's self-catering holiday apartment complexes and campsites in Croatia typically experience operating losses and negative cash flows during the first, second and fourth quarters of each fiscal year, as a result of the seasonality of these businesses. Operating results for any three-month period are not indicative of the results that may be achieved for any subsequent quarter or for a full fiscal year. While the German and Hungarian hotels acquired by Arenaturist do not experience such seasonality, Arenaturist expects to continue to experience significant seasonality in its consolidated results.
- 2 A high degree of seasonality in revenues in the Croatian market increase the impact of certain weather events on Arenaturist's operating results. The ability to attract visitors to Arenaturist's Croatian properties, particularly the campsites and self-catering holiday apartment resorts, is influenced by weather conditions and the number of warm and dry weather days during the summer season. Adverse weather conditions and other significant weather events of even moderate or limited duration occurring during peak business periods could adversely affect guest visits, which could have a material adverse effect on the Group's business, financial condition and results of operations.
- 3 In accordance with the provisions of the Tourist Land Act, in 2011 the Company submitted requests for the award of priority concessions for a term of 50 years (the maximum term allowed) in relation to land in its eight campsites and three of its resorts. Since the adoption of the Tourist Land Act in 2010, as far as the Company is aware, no concession agreement has been entered into with respect to tourist land in campsites or tourist resorts in Croatia due to unclear provisions in the Tourist Land Act and other related regulations. In practice, all companies that have submitted requests for a concession regularly pay 50% of the concession fee because for so long as the co-ownership of the land is not established, it is considered that the land is owned in equal parts by the Croatian government and the relevant company. As such, the Company pays fifty per cent. of the concession fee and makes a provision in respect of the remaining fifty per cent in the Group's Financial Statements.
- 4 The final outcome of the priority concession award proceedings and other related proceedings cannot be predicted. Potential changes in the laws impacting the tourist land present additional risks to the Group, including but not limited to, concession award procedures and the overall fees that may become payable by the Group if the proceedings are not resolved in the Group's favour, this could have a material adverse effect on the Group's business, financial condition and results of operations.

Other risks (cont.)

5. During the year to 31 December 2016, the Company was not exposed to environmental risks (pollution of the sea and the coast), or natural disasters of large scale (storms). Unstable weather and rainy periods impacted the reduced number of guests on campsites. Environmental risks affect customer satisfaction regarding the destination and, as such, are very important for the promotion and the status of the destination.

Ownership Structure

Overview of the major shareholders of Arenaturist as at 31 December 2016:

		Share in registered capital
1	DVADESET OSAM D.O.O.	65,63
2	SOCIETE GENERALE-SPLITSKA BANKA D.D./AZ OMF KATEGORIJE B – Custody account	7,63
3	ADDIKO BANK D.D./PBZ CO OMF - KATEGORIJA B - Custody account	2,73
4	CERP/REPUBLIKA HRVATSKA	1,94
5	BAKIĆ NENAD	1,92
6	RAIFFEISENBANK AUSTRIA D.D. - Custody account	1,38
7	SOCIETE GENERALE-SPLITSKA BANKA D.D./AZ OMF KATEGORIJE A - Custody account	1,12
8	SOCIETE GENERALE-SPLITSKA BANKA D.D./KD VICTORIA FOND - Custody account	0,83
9	PIOVESANA EZIO	0,55
10	OTP BANKA D.D. - Custody account	0,28

The Company holds 169 shares as treasury shares .

Following the share capital increase in February 2017, the share capital of the Company is HRK 65,475,000.00 HRK and is divided into 2,182,500.00 ordinary shares under the ticker symbol ARNT-R-A and 1,091,250 ordinary shares under the ticker symbol ARNT-R-B with a nominal value of HRK 20.00 each. The shareholder, Dvadeset Osam d.o.o. (a member of PPHE Hotel Group) will have 77.09% voting rights.

Share price and market capitalization (all in HRK)

Highest	Lowest	Last	Market capitalisation
472,00	398,76	468,50	1.022.501.250

Management Board

In the fourth quarter a meeting of the Management Board was held, whose session and the resolutions adopted were published on the Zagreb Stock Exchange website and on the Company's website www.arenaturist.com.

In Pula, on 27 February 2017

Chief Executive Officer

Executive Director

Reuel Israel Gavriel Slonim

Milena Perković

APPENDIX 1 Financial statements (unaudited)

Consolidated Balance sheet

Consolidated Profit and loss statement

Consolidated Cash flow statement

Consolidated Statement of changes in equity

Company Balance sheet

Company Profit and loss statement

Company Cash flow statement

Company Statement of changes in equity

Annex 1.

Reporting period

01.01.16

to

31.12.16

Quarterly financial report TFI-POD

Tax number (MB): 03203263

Company registration number (MBS): 040022901

Personal identification number (OIB): 47625429199

Issuing company: ARENATURIST d.d.

Postal code and place: 52100

PULA

Street and house number: Smareglina 3

E-mail address: uprava@arenaturist.hrInternet address: www.arenaturist.com

Municipality/city code and name: 359 PULA

County code and name: 18 ISTARSKA

Number of employees: 704

(period end)

Consolidated report: YES

NKD code: 5510

Companies of the consolidation subject (according to IFRS)

Seat:

MB:

Mažurana d.o.o.

Zagreb, Radnička cesta 80

080662589

Ulika d.o.o.

Zagreb, Radnička cesta 80

080662845

Sugarhill Investments B.V.

Nizozemska, Amsterdam

320830051/ NCCCR

Germany Real Estate B.V.

Nizozemska, Amsterdam

35832975/NCCCR

Bookkeeping service:

Contact person: KALAGAC SANDRA

(only surname and name)

Telephone: 052/223 811

Telefaks: 052/212 132

E-mail address: skalagac@arenaturist.hr

Family name and name: REUEL ISRAEL GAVRIEL SLONIM, MILENA PERKOVIĆ

(person authorized to represent the company)

L.S.

(signature of the person authorized to represent the company)

Balance Sheet Consolidated
as of 31.12.2016.

Company: ARENATURIST d.d.

Position	AOP	Previous period	Current period
1	2	3	4
ASSETS			
A) RECEIVABLES FOR SUBSCRIBED NOT PAID CAPITAL	001		
B) NON-CURRENT ASSETS (003+010+020+029+033)	002	1.313.918.732	1.468.819.290
I. INTANGIBLE ASSETS (004 do 009)	003	0	0
1. Expenditure for development	004	0	0
2. Concessions, patents, licenses, trademarks, service marks, software and other rights	005	0	0
3. Goodwill	006	0	0
4. Advances for purchase of intangible assets	007	0	0
5. Intangible assets in progress	008	0	0
6. Other intangible assets	009	0	0
II. PROPERTY, PLANT AND EQUIPMENT (011 do 019)	010	1.306.377.461	1.354.094.529
1. Land	011	223.497.876	219.271.317
2. Buildings	012	985.452.891	984.858.617
3. Plant and equipment	013	75.578.191	108.381.340
4. Tools, working inventory and transportation assets	014	0	0
5. Biological assets	015	0	0
6. Advances for purchase of tangible assets	016	0	0
7. Tangible assets in progress	017	9.563.793	32.322.001
8. Other tangible assets	018	12.284.710	9.261.254
9. Investment in real-estate	019	0	0
III. NON-CURRENT FINANCIAL ASSETS (021 do 028)	020	1.336.994	84.734.206
1. Share in related parties	021	0	8
2. Loans to related parties	022	0	33.293.604
3. Participating interests (shares)	023	0	0
4. Loans to companies with participating interest	024	1.336.994	0
5. Investments in securities	025	0	177.503
6. Loans, deposits, etc.	026	0	51.263.091
7. Other non-current financial assets	027	0	0
8. Equity-accounted investments	028	0	0
IV. RECEIVABLES (030 do 032)	029	0	0
1. Receivables from related parties	030	0	0
2. Receivables arising from sales on credit	031	0	0
3. Other receivables	032	0	0
V. DEFERRED TAX ASSET	033	6.204.277	29.990.555
C) CURRENT ASSETS (035+043+050+058)	034	155.704.835	166.715.744
I. INVENTORIES (036 do 042)	035	1.982.023	3.798.616
1. Raw materials and supplies	036	1.982.023	3.798.616
2. Production in progress	037	0	0
3. Finished products	038	0	0
4. Merchandise	039	0	0
5. Advances for inventories	040	0	0
6. Long term assets held for sale	041	0	0
7. Biological assets	042	0	0
II. RECEIVABLES (044 do 049)	043	5.764.814	32.303.001
1. Receivables from related parties	044	0	137.151
2. Receivables from end-customers	045	4.490.277	21.139.524
3. Receivables from participating parties	046	0	0
4. Receivables from employees and members of the company	047	0	0
5. Receivables from government and other institutions	048	1.274.537	10.025.627
6. Other receivables	049	0	1.000.699
III. CURRENT FINANCIAL ASSETS (051 do 057)	050	171.181	208.411
1. Share in related parties	051	0	0
2. Loans to related parties	052	0	0
3. Participating interests (shares)	053	0	0
4. Loans to companies with participating interest	054	0	0
5. Investments in securities	055	171.181	208.411
6. Loans, deposits, etc.	056	0	0
7. Other financial assets	057	0	0
IV. CASH AND CASH EQUIVALENTS	058	147.786.817	130.405.716
D) PREPAYMENTS AND ACCRUED INCOME	059	3.639.658	10.984.761
E) TOTAL ASSETS (001+002+034+059)	060	1.473.263.225	1.646.519.795
F) OFF BALANCE SHEET ITEMS	061	0	0

EQUITY AND LIABILITIES			
A) ISSUED CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	837.727.603	804.243.984
I. SUBSCRIBED SHARE CAPITAL	063	43.650.000	43.650.000
II. CAPITAL RESERVES	064	0	460.005.525
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	773.880.327	371.942.409
1. Legal reserves	066	2.182.500	2.182.500
2. Reserve for own shares	067	3.380	3.380
3. Treasury shares and shares (deductible items)	068	3.380	3.380
4. Statutory reserves	069	0	0
5. Other reserves	070	771.697.827	369.759.909
IV. REVALUATION RESERVES	071	0	0
V. RETAINED EARNINGS OR LOSS CARRIED FORWARD (073-074)	072	2.259.659	20.197.276
1. Retained earnings	073	2.259.659	20.197.276
2. Loss carried forward	074	0	0
VI. NET PROFIT OR LOSS FOR THE PERIOD (076-077)	075	17.937.617	-114.256.226
1. Net profit for the period	076	17.937.617	0
2. Net loss for the period	077	0	114.256.226
VII. MINORITY INTEREST	078	0	22.705.000
B) PROVISIONS (080 do 082)	079	51.461.142	56.906.647
1. Provisions for pensions, severance pay and similar liabilities	080	1.391.691	1.606.868
2. Provisions for tax liabilities	081	0	0
3. Other provisions	082	50.069.451	55.299.779
C) NON-CURRENT LIABILITIES (084 do 092)	083	516.480.943	528.472.978
1. Liabilities to related parties	084	147.017.609	7.661.532
2. Liabilities for loans, deposits, etc.	085	0	0
3. Liabilities to banks and other financial institutions	086	369.463.334	520.811.446
4. Liabilities for advances	087	0	0
5. Trade payables	088	0	0
6. Commitments on securities	089	0	0
7. Liabilities to companies with participating interest	090	0	0
8. Other non-current liabilities	091	0	0
9. Deferred tax liabilities	092	0	0
D) CURRENT LIABILITIES (094 do 105)	093	57.609.639	231.219.829
1. Liabilities to related parties	094	7.495.718	33.969.748
2. Liabilities for loans, deposits, etc.	095	0	0
3. Liabilities to banks and other financial institutions	096	23.545.698	135.431.755
4. Liabilities for advances	097	0	0
5. Trade payables	098	10.858.109	43.001.110
6. Commitments on securities	099	0	0
7. Liabilities to companies with participating interest	100	0	0
8. Liabilities to employees	101	5.757.337	6.378.492
9. Taxes, contributions and similar liabilities	102	6.506.282	9.010.719
10. Liabilities arising from share in the result	103	0	0
11. Liabilities arising from non-current assets held for sale	104	0	0
12. Other current liabilities	105	3.446.495	3.428.005
E) ACCRUED EXPENSES AND DEFERRED INCOME	106	9.983.898	25.676.356
F) TOTAL EQUITY AND LIABILITIES (062+079+083+093+106)	107	1.473.263.225	1.646.519.795
G) OFF BALANCE SHEET ITEMS	108	0	
ADDITION TO BALANCE SHEET (only for consolidated financial statements)			
ISSUED CAPITAL AND RESERVES			
1. Attributable to majority owners	109	837.727.603	781.538.984
2. Attributable to minority interest	110		22.705.000

Consolidated Income statement

period 01.01.2016. to 31.12.2016.

Company: ARENATURIST d.d.

Position	AOP	Previous period		Current period	
		Cummulative	Quarter	Cummulative	Quarter
1	2	3	4	5	6
I. OPERATING INCOME (112 do 113)	111	402.758.808	9.384.035	435.870.749	12.722.930
1. Rendering of services	112	402.758.808	9.384.035	435.870.749	12.722.930
2. Other operating income	113				
II. OPERATING COSTS (115+116+120+124+125+126+129+130)	114	346.702.569	74.388.439	532.971.502	233.956.435
1. Change in inventories of work in progress	115		0		
2. Material expenses (117 do 119)	116	24.787.432	19.832.703	28.672.626	24.329.081
a) Costs of raw materials	117	24.787.432	19.832.703	28.672.626	24.329.081
b) Cost of goods sold	118				
c) Other material expenses	119				
3. Employee benefits expenses (121 do 123)	120	117.232.370	26.697.209	125.890.225	26.837.258
a) Net salaries	121	73.139.163	17.749.212	78.540.643	16.831.477
b) Tax and contributions from salary expenses	122	28.743.081	5.823.981	30.865.817	6.541.966
c) Contributions on salary	123	15.350.126	3.124.016	16.483.765	3.463.815
4. Depreciation and amortisation	124	59.586.294	18.587.521	73.927.185	26.339.810
5. Other expenses	125	135.027.800	6.239.732	140.536.756	6.600.634
6. Write down of assets (127+128)	126	0	1.856.146	148.584.241	148.726.364
a) non-current assets (except financial assets)	127	0	0	148.584.241	148.730.612
b) current assets (except financial assets)	128		1.856.146		-4.248
7. Provisions	129	0	609.012	0	572.834
8. Other operating costs	130	10.068.673	566.116	15.360.469	550.454
III. FINANCIAL INCOME (132 do 136)	131	59.260	1.866.279	135.982	1.216.770
1. Interest, foreign exchange differences, dividends and similar income from related parties	132				
2. Interest, foreign exchange differences, dividends and similar income from third parties	133		1.865.858		1.216.770
3. Income from investments in associates and joint ventures	134				
4. Unrealised gains (income) from financial assets	135				
5. Other financial income	136	59.260	421	135.982	0
IV. FINANCIAL EXPENSES (138 do 141)	137	33.682.611	13.379.050	41.007.297	10.949.619
1. Interest, foreign exchange differences, dividends and similar income from related parties	138	13.768.600	6.940.884	16.874.388	0
2. Interest, foreign exchange differences, dividends and similar income from third parties	139	17.993.637	6.033.715	23.786.762	10.768.038
3. Unrealised losses (expenses) from financial assets	140				
4. Other financial expenses	141	1.920.374	404.451	346.147	181.581
V. SHARE OF PROFIT FROM ASSOCIATED COMPANIES	142			0	
VI. SHARE OF LOSS FROM ASSOCIATED COMPANIES	143			0	
VII. EXTRAORDINARY - OTHER INCOME	144			0	0
VIII. EXTRAORDINARY - OTHER EXPENSES	145			0	0
IX. TOTAL INCOME (111+131+144)	146	402.818.068	11.250.314	436.006.731	13.939.700
X. TOTAL EXPENSES (114+137+143+145)	147	380.385.180	87.767.489	573.978.799	244.906.054
XI. PROFIT OR LOSS BEFORE TAXES (146-147)	148	22.432.888	-76.517.175	-137.972.068	-230.966.354
1. Profit before taxes (146-147)	149	23.730.275	0	0	0
2. Loss before taxes (147-146)	150	0	0	0	0
XII. TAXATION	151	5.792.658	0	-23.715.842	
XII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	17.937.617	-76.517.175	-114.256.226	-230.966.354
1. Profit for the period (149-151)	153	17.937.617	0	0	0
2. Loss for the period (151-148)	154	0	76.517.175	114.256.226	230.966.354
ADDITION TO PROFIT AND LOSS ACCOUNT (only for consolidated financial statements)					
XIV. PROFIT OR LOSS FOR THE PERIOD					
1. Attributable to majority owners	155				
2. Attributable to minority interest	156				
STATEMENT OF OTHER COMPREHENSIVE INCOME (only for IFRS adopters)					
I. PROFIT OR LOSS FOR THE PERIOD (=152)	157				
II. OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAXES (159 TO 165)	158				
1. Exchange differences from international settlement	159				
2. Changes in revaluation reserves of long-term tangible and intangible assets	160				
3. Profit or loss from re-evaluation of financial assets held for sale	161				
4. Profit or loss from cash flow hedging	162				
5. Profit or loss from hedging of foreign investments	163				
6. Share of other comprehensive income/loss from associated companies	164				
7. Actuarial gains/losses from defined benefit plans	165				
III. TAXATION OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166				
IV. NET OTHER COMPREHENSIVE INCOME FOR THE PERIOD (158 TO 166)	167				
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168				
ADDITION TO STATEMENT OF OTHER COMPREHENSIVE INCOME (only for consolidated financial statements)					
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD					
1. Attributable to majority owners	169				
2. Attributable to minority interest	170				

Consolidated Cash flow statement - indirect method

period 01.01.2016. to 31.12.2016.

Company: ARENATURIST d.d.

Position	AOP	Previous period	Current period
1	2	3	4
CASH FLOWS FROM OPERATING ACTIVITIES			
1. Profit before tax	001	23.730.275	-137.972.068
2. Depreciation and amortisation	002	59.586.294	73.927.185
3. Decrease of current liabilities	003	6.085.626	36.356.950
4. Decrease of current receivables	004	4.574.805	
5. Decrease of inventories	005		3.378.447
6. Other cash flow increases	006	38.608	148.585.015
I. Total increase of cash flow from operating activities	007	94.015.608	124.275.529
1. Decrease of current liabilities	008		
2. Increase of current receivables	009		6.156.840
3. Increase of inventories	010	566.469	
4. Other cash flow decreases	011		
II. Total decrease of cash flow from operating activities	012	566.469	6.156.840
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES	013	93.449.139	118.118.689
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES	014	0	0
CASH FLOW FROM INVESTING ACTIVITIES			
1. Proceeds from sale of non-current assets	015		
2. Proceeds from sale of non-current financial assets	016		
3. Interest received	017		
4. Dividend received	018		
5. Other proceeds from investing activities	019		38.006.805
III. Total cash inflows from investing activities	020	0	38.006.805
1. Purchase of non-current assets	021	72.123.863	38.021.616
2. Purchase of non-current financial assets	022		
3. Other cash outflows from investing activities	023		157.925.621
IV. Total cash outflows from investing activities	024	72.123.863	195.947.237
B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES	025	0	0
B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES	026	72.123.863	157.940.432
CASH FLOW FROM FINANCING ACTIVITIES			
1. Proceeds from issue of equity securities and debt securities	027		
2. Proceeds from loans and borrowings	028	49.816.013	224.765.280
3. Other proceeds from financing activities	029		
V. Total cash inflows from financing activities	030	49.816.013	224.765.280
1. Repayment of loans and bonds	031	21.596.721	202.324.638
2. Dividends paid	032		
3. Repayment of finance lease	033		
4. Purchase of treasury shares	034		
5. Other cash outflows from financing activities	035		
VI. Total cash outflows from financing activities	036	21.596.721	202.324.638
C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES	037	28.219.292	22.440.642
C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES	038	0	0
Total increases of cash flows	039	49.544.568	0
Total decreases of cash flows	040	0	17.381.101
Cash and cash equivalents at the beginning of period	041	98.242.249	147.786.817
Increase of cash and cash equivalents	042	49.544.568	0
Decrease of cash and cash equivalents	043	0	17.381.101
Cash and cash equivalents at the end of period	044	147.786.817	130.405.716

STATEMENT OF CHANGES IN EQUITY , consolidated
period 01.01.16 to 31.12.16

Position	AOP	Previous year	Current year
1	2	3	4
1. Subscribed share capital	001	43.650.000	43.650.000
2. Capital reserves	002	0	460.005.525
3. Reserves from profit	003	773.880.327	371.942.409
4. Retained earnings or loss carried forward	004	2.259.659	20.197.276
5. Net profit or loss for the period	005	17.937.617	-114.256.226
6. Revaluation of tangible assets	006		
7. Revaluation of intangible assets	007		
8. Revaluation of available for sale assets	008		
9. Other revaluation	009	0	0
10. Total equity and reserves (AOP 001 to 009)	010	837.727.603	781.538.984
11. Foreign exchange differences ffrom foreign investments	011		
12. Current and deferred taxes	012		
13. Cash flow hedge	013		
14. Change of accounting policies	014		
15. Correction of significant mistakes of prior period	015		
16. Other changes	016		
17.Total increase or decrease of equity (AOP 011 to 016)	017	0	0
17 a. Attributable to majority owners	018	837.727.603	781.538.984
17 b. Attributable to minority interest	019		22.705.000

Annex 1.

Reporting period

01.01.16

to

31.12.16

Quarterly financial report TFI-POD

Tax number (MB): 03203263

Company registration number (MBS): 040022901

Personal identification number (OIB): 47625429199

Issuing company: ARENATURIST d.d.

Postal code and place: 52100

PULA

Street and house number: Smareglina 3

E-mail address: uprava@arenaturist.hrInternet address: www.arenaturist.com

Municipality/city code and name: 359 PULA

County code and name: 18 ISTARSKA

Number of employees: 480

Consolidated report: NO

(period end)

NKD code: 5510

Companies of the consolidation subject (according to IFRS)

Seat:

MB:

Bookkeeping service:

Contact person: KALAGAC SANDRA
(only surname and name)

Telephone: 052/223 811

Telefaks: 052/212 132

E-mail address: skalagac@arenaturist.hrFamily name and name: REUEL ISRAEL GAVRIEL SLONIM, MILENA PERKOVIĆ
(person authorized to represent the company)

L.S.

(signature of the person authorized to represent the company)

Balance Sheet
as of 31.12.2016.

Company: ARENATURIST d.d.

Position	AOP	Previous period	Current period
1	2	3	4
ASSETS			
A) RECEIVABLES FOR SUBSCRIBED NOT PAID CAPITAL	001		
B) NON-CURRENT ASSETS (003+010+020+029+033)	002	1.163.248.086	1.661.223.308
I. INTANGIBLE ASSETS (004 do 009)	003	1.682.223	1.386.961
1. Expenditure for development	004		
2. Concessions, patents, licenses, trademarks, service marks, software and other rights	005	590.232	829.192
3. Goodwill	006		
4. Advances for purchase of intangible assets	007		
5. Intangible assets in progress	008	1.091.991	557.769
6. Other intangible assets	009		
II. PROPERTY, PLANT AND EQUIPMENT (011 do 019)	010	1.154.151.589	1.127.986.729
1. Land	011	194.094.591	203.950.034
2. Buildings	012	870.365.733	813.378.634
3. Plant and equipment	013	68.460.080	65.747.527
4. Tools, working inventory and transportation assets	014	1.366.010	2.904.616
5. Biological assets	015		
6. Advances for purchase of tangible assets	016	79.785	2.701.391
7. Tangible assets in progress	017	7.500.680	30.035.148
8. Other tangible assets	018	12.284.710	9.269.379
9. Investment in real-estate	019		
III. NON-CURRENT FINANCIAL ASSETS (021 do 028)	020	1.635.639	502.336.521
1. Share in related parties	021	40.000	460.045.532
2. Loans to related parties	022		
3. Participating interests (shares)	023		
4. Loans to companies with participating interest	024		
5. Investments in securities	025	171.181	208.411
6. Loans, deposits, etc.	026	1.424.458	42.082.578
7. Other non-current financial assets	027		
8. Equity-accounted investments	028		
IV. RECEIVABLES (030 do 032)	029	0	0
1. Receivables from related parties	030		
2. Receivables arising from sales on credit	031		
3. Other receivables	032		
V. DEFERRED TAX ASSET	033	5.778.635	29.513.097
C) CURRENT ASSETS (035+043+050+058)	034	122.635.467	111.351.355
I. INVENTORIES (036 do 042)	035	1.379.703	1.618.904
1. Raw materials and supplies	036	1.297.892	1.454.765
2. Production in progress	037		
3. Finished products	038		
4. Merchandise	039	1.263	1.679
5. Advances for inventories	040	80.548	162.460
6. Long term assets held for sale	041		
7. Biological assets	042		
II. RECEIVABLES (044 do 049)	043	7.834.623	17.344.353
1. Receivables from related parties	044	354.916	
2. Receivables from end-customers	045	1.266.514	8.932.495
3. Receivables from participating parties	046		
4. Receivables from employees and members of the company	047	52.394	80.859
5. Receivables from government and other institutions	048	1.057.837	4.784.868
6. Other receivables	049	5.102.962	3.546.131
III. CURRENT FINANCIAL ASSETS (051 do 057)	050	0	0
1. Share in related parties	051		
2. Loans to related parties	052		
3. Participating interests (shares)	053		
4. Loans to companies with participating interest	054		
5. Investments in securities	055		
6. Loans, deposits, etc.	056		
7. Other financial assets	057		
IV. CASH AND CASH EQUIVALENTS	058	113.421.141	92.388.098
D) PREPAYMENTS AND ACCRUED INCOME	059		
E) TOTAL ASSETS (001+002+034+059)	060	1.285.883.553	1.772.574.663
F) OFF BALANCE SHEET ITEMS	061		

EQUITY AND LIABILITIES			
A) ISSUED CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	703.434.255	1.074.548.226
I. SUBSCRIBED SHARE CAPITAL	063	43.650.000	43.650.000
II. CAPITAL RESERVES	064		
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	638.722.887	1.121.735.053
1. Legal reserves	066	2.182.500	2.182.500
2. Reserve for own shares	067	3.380	438.183.905
3. Treasury shares and shares (deductible items)	068	3.380	3.380
4. Statutory reserves	069		
5. Other reserves	070	636.540.387	681.372.028
IV. REVALUATION RESERVES	071	77.526	114.756
V. RETAINED EARNINGS OR LOSS CARRIED FORWARD (073-074)	072	2.259.658	20.983.842
1. Retained earnings	073	2.259.658	20.983.842
2. Loss carried forward	074		
VI. NET PROFIT OR LOSS FOR THE PERIOD (076-077)	075	18.724.184	-111.935.425
1. Net profit for the period	076	18.724.184	
2. Net loss for the period	077		111.935.425
VII. MINORITY INTEREST	078		
B) PROVISIONS (080 do 082)	079	49.700.746	56.906.647
1. Provisions for pensions, severance pay and similar liabilities	080	1.501.920	1.606.868
2. Provisions for tax liabilities	081		
3. Other provisions	082	48.198.826	55.299.779
C) NON-CURRENT LIABILITIES (084 do 092)	083	476.547.345	518.097.323
1. Liabilities to related parties	084	115.075.860	0
2. Liabilities for loans, deposits, etc.	085		
3. Liabilities to banks and other financial institutions	086	361.471.485	518.097.323
4. Liabilities for advances	087		
5. Trade payables	088		
6. Commitments on securities	089		
7. Liabilities to companies with participating interest	090		
8. Other non-current liabilities	091		
9. Deferred tax liabilities	092		
D) CURRENT LIABILITIES (094 do 105)	093	56.201.207	123.022.467
1. Liabilities to related parties	094	1.396.322	
2. Liabilities for loans, deposits, etc.	095		
3. Liabilities to banks and other financial institutions	096	22.164.046	57.264.968
4. Liabilities for advances	097	2.503.283	3.466.010
5. Trade payables	098	9.117.894	40.679.759
6. Commitments on securities	099		
7. Liabilities to companies with participating interest	100		
8. Liabilities to employees	101	9.225.216	10.980.490
9. Taxes, contributions and similar liabilities	102	7.715.613	3.081.661
10. Liabilities arising from share in the result	103		
11. Liabilities arising from non-current assets held for sale	104		
12. Other current liabilities	105	4.078.833	7.549.579
E) ACCRUED EXPENSES AND DEFERRED INCOME	106		
F) TOTAL EQUITY AND LIABILITIES (062+079+083+093+106)	107	1.285.883.553	1.772.574.663
G) OFF BALANCE SHEET ITEMS	108		
ADDITION TO BALANCE SHEET (only for consolidated financial statements)			
ISSUED CAPITAL AND RESERVES			
1. Attributable to majority owners	109		
2. Attributable to minority interest	110		

Income statement

period 01.01.2016. to 31.12.2016.

Company: ARENATURIST d.d.

Position	AOP	Previous period	Previous period	Current period	Current period
		Cummulative	Quarter	Cummulative	Quarter
1	2	3	4	5	6
I. OPERATING INCOME (112 do 113)	111	366.653.077	10.652.152	393.694.160	13.112.594
1. Rendering of services	112	351.623.136	9.013.156	378.239.158	11.719.073
2. Other operating income	113	15.029.941	1.638.996	15.455.002	1.393.521
II. OPERATING COSTS (115+116+120+124+125+126+129+130)	114	315.553.423	69.187.600	491.183.131	220.145.568
1. Change in inventories of work in progress	115			0	
2. Material expenses (117 do 119)	116	138.675.029	20.465.309	153.844.303	24.415.025
a) Costs of raw materials	117	56.092.965	5.617.568	58.661.012	6.154.815
b) Cost of goods sold	118	6.783	467	3.012	0
c) Other material expenses	119	82.575.281	14.847.274	95.180.279	18.260.210
3. Employee benefits expenses (121 do 123)	120	94.101.211	23.483.913	103.576.643	25.861.431
a) Net salaries	121	59.256.598	15.648.732	64.619.601	16.190.617
b) Tax and contributions from salary expenses	122	22.539.395	5.094.360	25.394.964	6.327.640
c) Contributions on salary	123	12.305.218	2.740.821	13.562.078	3.343.174
4. Depreciation and amortisation	124	51.900.151	16.724.768	52.988.954	13.917.642
5. Other expenses	125	27.254.365	5.624.367	26.738.931	6.269.068
6. Write down of assets (127+128)	126	1.723.011	1.723.011	149.369.955	148.730.612
a) non-current assets (except financial assets)	127		0	148.730.612	148.730.612
b) current assets (except financial assets)	128	1.723.011	1.723.011	639.343	0
7. Provisions	129	1.303.300	609.012	1.149.191	572.834
8. Other operating costs	130	596.356	557.220	3.515.154	378.956
III. FINANCIAL INCOME (132 do 136)	131	7.665.601	1.504.767	9.087.464	1.186.846
1. Interest, foreign exchange differences, dividends and similar income from related parties	132		0		0
2. Interest, foreign exchange differences, dividends and similar income from third parties	133	7.664.293	1.504.767	8.968.464	1.186.846
3. Income from investments in associates and joint ventures	134		0		
4. Unrealised gains (income) from financial assets	135		0		
5. Other financial income	136	1.308		119.000	0
IV. FINANCIAL EXPENSES (138 do 141)	137	34.250.112	10.449.749	46.694.302	10.913.791
1. Interest, foreign exchange differences, dividends and similar income from related parties	138	8.977.338	4.525.562	15.512.936	0
2. Interest, foreign exchange differences, dividends and similar income from third parties	139	24.636.231	5.519.737	30.835.218	10.732.210
3. Unrealised losses (expenses) from financial assets	140		0		0
4. Other financial expenses	141	636.543	404.450	346.148	181.581
V. SHARE OF PROFIT FROM ASSOCIATED COMPANIES	142		0		0
VI. SHARE OF LOSS FROM ASSOCIATED COMPANIES	143		0		0
VII. EXTRAORDINARY - OTHER INCOME	144		0		0
VIII. EXTRAORDINARY - OTHER EXPENSES	145		0		0
IX. TOTAL INCOME (111+131+144)	146	374.318.678	12.156.919	402.781.624	14.299.440
X. TOTAL EXPENSES (114+137+143+145)	147	349.803.535	79.637.349	537.877.433	231.059.359
XI. PROFIT OR LOSS BEFORE TAXES (146-147)	148	24.515.143	-67.480.430	-135.095.809	-216.759.919
1. Profit before taxes (146-147)	149	24.515.143	0	0	0
2. Loss before taxes (147-146)	150	0	0	0	0
XII. TAXATION	151	5.790.959	0	-23.160.384	
XII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	18.724.184	-67.480.430	-111.935.425	-216.759.919
1. Profit for the period (149-151)	153	18.724.184	0	0	0
2. Loss for the period (151-148)	154	0	67.480.430	111.935.425	216.759.919
ADDITION TO PROFIT AND LOSS ACCOUNT (only for consolidated financial statements)		0	0	0	0
XIV. PROFIT OR LOSS FOR THE PERIOD			0	0	0
1. Attributable to majority owners	155	0	0	0	0
2. Attributable to minority interest	156	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (only for IFRS adopters)		0	0	0	0
I. PROFIT OR LOSS FOR THE PERIOD (=152)	157	18.724.184	0	-111.935.425	0
II. OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAXES (159 TO 165)	158	10.955	0	0	0
1. Exchange differences from international settlement	159	0	0	0	0
2. Changes in revaluation reserves of long-term tangible and intangible assets	160	0	0	0	0
3. Profit or loss from re-evaluation of financial assets held for sale	161	10.955	0	0	0
4. Profit or loss from cash flow hedging	162	0	0	0	0
5. Profit or loss from hedging of foreign investments	163	0	0	0	0
6. Share of other comprehensive income/loss from associated companies	164	0	0	0	0
7. Actuarial gains/losses from defined benefit plans	165	0	0	0	0
III. TAXATION OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166	0	0	0	0
IV. NET OTHER COMPREHENSIVE INCOME FOR THE PERIOD (158 TO 166)	167	10.955	0	0	0
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	18.735.139	0	-111.935.425	0
ADDITION TO STATEMENT OF OTHER COMPREHENSIVE INCOME (only for consolidated financial statements)					
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD				0	
1. Attributable to majority owners	169			0	
2. Attributable to minority interest	170				

Cash flow statement - indirect method
period 01.01.2016. to 31.12.2016.

Company: ARENATURIST d.d.

Position	AOP	Previous period	Current period
1	2	3	4
CASH FLOWS FROM OPERATING ACTIVITIES			
1. Profit before tax	001	24.515.143	-135.095.809
2. Depreciation and amortisation	002	57.682.870	207.598.789
3. Decrease of current liabilities	003	-3.938.435	6.938.524
4. Decrease of current receivables	004	3.510.779	
5. Decrease of inventories	005		-239.202
6. Other cash flow increases	006	9.926.283	78.790.117
I. Total increase of cash flow from operating activities	007	91.696.641	157.992.419
1. Decrease of current liabilities	008		
2. Increase of current receivables	009		21.139.116
3. Increase of inventories	010	811.295	
4. Other cash flow decreases	011		51.736.194
II. Total decrease of cash flow from operating activities	012	811.295	72.875.310
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES	013	90.885.346	85.117.109
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES	014	0	0
CASH FLOW FROM INVESTING ACTIVITIES			
1. Proceeds from sale of non-current assets	015	23.900	131.318
2. Proceeds from sale of non-current financial assets	016		
3. Interest received	017	34.783	11.956
4. Dividend received	018	5.913	
5. Other proceeds from investing activities	019		
III. Total cash inflows from investing activities	020	64.596	143.274
1. Purchase of non-current assets	021	74.369.271	40.093.557
2. Purchase of non-current financial assets	022	14.524	
3. Other cash outflows from investing activities	023		
IV. Total cash outflows from investing activities	024	74.383.795	40.093.557
B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES	025	0	0
B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES	026	74.319.199	39.950.283
CASH FLOW FROM FINANCING ACTIVITIES			
1. Proceeds from issue of equity securities and debt securities	027		
2. Proceeds from loans and borrowings	028	48.714.404	
3. Other proceeds from financing activities	029		
V. Total cash inflows from financing activities	030	48.714.404	0
1. Repayment of loans and bonds	031	18.633.795	66.199.869
2. Dividends paid	032		
3. Repayment of finance lease	033		
4. Purchase of treasury shares	034		
5. Other cash outflows from financing activities	035		
VI. Total cash outflows from financing activities	036	18.633.795	66.199.869
C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES	037	30.080.609	0
C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES	038	0	66.199.869
Total increases of cash flows	039	46.646.756	0
Total decreases of cash flows	040	0	21.033.043
Cash and cash equivalents at the beginning of period	041	66.722.373	113.421.141
Increase of cash and cash equivalents	042	46.698.768	0
Decrease of cash and cash equivalents	043		21.033.043
Cash and cash equivalents at the end of period	044	113.421.141	92.388.098

STATEMENT OF CHANGES IN EQUITY

period **01.01.16** to **31.12.16**

Position	AOP	Previous year	Current year
1	2	3	4
1. Subscribed share capital	001	43.650.000	43.650.000
2. Capital reserves	002	0	0
3. Reserves from profit	003	638.722.887	1.121.735.053
4. Retained earnings or loss carried forward	004	2.259.658	20.983.842
5. Net profit or loss for the period	005	18.724.184	-111.935.425
6. Revaluation of tangible assets	006		
7. Revaluation of intangible assets	007		
8. Revaluation of available for sale assets	008		
9. Other revaluation	009	77.526	114.756
10. Total equity and reserves (AOP 001 to 009)	010	703.434.255	1.074.548.226
11. Foreign exchange differences from foreign investments	011		
12. Current and deferred taxes	012		
13. Cash flow hedge	013		
14. Change of accounting policies	014		
15. Correction of significant mistakes of prior period	015		
16. Other changes	016		
17. Total increase or decrease of equity (AOP 011 to 016)	017	0	0
17 a. Attributable to majority owners	018	0	
17 b. Attributable to minority interest	019		