

**INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER OF 2020**

ARENA

HOSPITALITY GROUP

28 APRIL 2020

A MEMBER OF PPHE HOTEL GROUP



CONTENTS

INTERIM PERFORMANCE REPORT FOR THE PERIOD JANUARY - MARCH 2020 4

PRINCIPAL RISKS OF THE GROUP AND THE COMPANY 21

CORPORATE GOVERNANCE REPORT 21

MANAGEMENT BOARD’S RESPONSIBILITY STATEMENT..... 25

APPENDIX 1 FINANCIAL STATEMENTS (UNAUDITED)..... 27

ARENA

HOSPITALITY GROUP

A MEMBER OF PPHE HOTEL GROUP

artotel

PARK
PLAZA

ARENA
HOTELS &
APARTMENTS

ARENA
CAMPSITES

INTERIM PERFORMANCE REPORT FOR THE PERIOD JANUARY - MARCH 2020

CONSOLIDATED RESULTS

"We are hereby presenting our results for the three months of 2020. The report presents the consolidated performance of Arena Hospitality Group d.d ('AHG' or the 'Company') and its subsidiaries (the 'Group') in all countries of operation including Croatia, Germany and Hungary, and unconsolidated performance in Croatia.

January and February performance across our portfolio was in line with Management's expectations, and the bookings pace was above that of the previous year. Nevertheless, from the beginning of March, the Group's results were severely impacted by the Covid-19 pandemic, with demand for international travel across the travel and hospitality industry being heavily hindered. This resulted in an increase in cancellations, no shows and significant slowdown in bookings across the travel and hotel industry, and we were no exception to this.

In light of the above, reported Group revenue decreased by 22.4% to HRK 56.5 million (2019: HRK 72.8 million) whilst EBITDA loss increased by 30.5% to negative HRK 19.7 million (2019: negative HRK 15.1 million). Accommodation revenue experienced a decrease of 26.4% to HRK 40.7 million compared to last year (2019: HRK 55.3 million) as a result of lower occupancy by 1,271.0 bps to 49.4% and a drop in average daily rate by 5.5% which amounted to HRK 650.8 (2019: occupancy 62.1% and ADR HRK 688.6, respectively).

The Group is utilizing Governments' support in its countries of operations to navigate through these challenging times and is focussed on preserving its liquidity and sustainability by further optimizing its costs. In addition, the Group has a long-standing and supportive group of banks with whom it is in regular dialogue to ensure there is the possibility to take all the necessary actions that are in the best interests of the Group in the current environment.

CROATIA

The first three months are generally marked by extremely low business activity as most of our properties are closed. This year due to the pandemic and measures undertaken by the Croatian, as well as other governments, we had to close the properties which remain open off-season and suspend the opening of the remainder of our properties which we would typically open ahead of Easter. The slowdown in bookings during the first quarter along with cancellations and ultimately closures of properties led to an unprecedented drop in revenues. Total revenues decreased by 21.5% to HRK 10.0 million (2019: HRK 12.7 million). The decrease in accommodation revenue by 14.1% is the result of a 5.7% decline in average daily rate to HRK 357.9 (2019: HRK 379.4) and a 80 bps retraction in occupancy to 41.8%.

EBITDA loss reduced by 15.5% to negative HRK 26.2 million (2019: negative HRK 31.0 million). Typically, during the first quarter the Company prepares for the season, which includes hiring part time employees and incurs various costs such as those related to revamping the properties ahead of opening. In the current circumstances, due to the delay to the start of the season, and as part of cost mitigation, these costs were not incurred in the first quarter. As and when circumstances permit, we will be in a position to swiftly prepare the properties and ramp up our operations. Moreover, the Company applied for employee related measures enacted by the Government, which help companies bearing the cost of payroll. The Government assisted



companies with the payment of salaries with an amount of HRK 3,250.0 per employee in March. For the Company, this amounted to approximately HRK 2 million. This amount has been further increased to a total of HRK 5,825.0 per employee from April onwards.

As a precautionary measure the Company paused investments other than those under way and/or close to being finalized, or previously contracted. During the first quarter, a total of HRK 75.7 million was invested in upgrading campsites, self-catering holiday apartment complexes and rooms, public areas and facilities of certain hotels. Highlights are as follows:

- Arena Grand Kažela Campsite: installation of 45 new mobile homes, refurbishment of existing restaurant and bar, addition of a new sanitary block and refurbishment of four existing sanitary blocks;
- Arena Verudela Beach Resort: refurbishment of 146 apartments and infrastructure works;
- Lighthouse restaurant refurbishment under way;
- Park Plaza Histria Pula: soft refurbishment of all the rooms;
- Restaurant Yacht: refurbishment under way;
- Hotel Brioni Pula: construction works ongoing.

Arena Grand Kažela Campsite



GERMANY AND HUNGARY

The pandemic related circumstances influenced our operations dramatically. Total revenues during the period decreased by 25.0% to HRK 43.9 million (2019: HRK 58.6 million). Accommodation revenues recorded a drop of 28.6% to HRK 33.7 million (2019: 47.2 million) driven by a 2.2% reduction in average daily rate to HRK 782.9 (2019: 800.6) and an unprecedented drop in occupancy of 2070 bps to 53.8% (2019: 74.5%). EBITDA decreased by 49.2 % to HRK 8.7 million (2019: HRK 17.1 million). The Group is using various Government schemes available to ease the burden on its operations.

DOING BUSINESS RESPONSIBLY

Operating our business with an understanding of the role we play in the lives of our people, the places where we operate and our greater impact on the planet is integral to our identity as a business.

The Group embraces an increased level of responsibility to our People, the key stakeholders, including team members, guests, shareholders and partners and to the communities to which our properties belong and to the sustainability of the planet and its natural resources.

We continue to support our long-standing community initiatives, including donating linens to charity and local community groups, including to "Vila Maria" - Social Care Home for adults with psychiatric disorders or intellectual disabilities in Croatia, Diocese of Pula and Poreč and City Red Cross Society of Pula.

In response to the Covid-19 Pandemic, the Group is providing resources to support the local communities where we operate. We are leveraging our talent at providing memorable hospitality, by putting our skills to work for the betterment of patients and front-line workers.

In Croatia, have continued our long time support of Pula General Hospital to:

- Prepare 100 packed lunches per day for medical personnel, prepared in our kitchens by our talented chefs and culinary teams;
- Donate 35 LCD TVs and mounting racks to patient rooms, in an effort to bring an element of comfort to patients;
- Provide 20 of our skilled and dedicated housekeeping team members to assist in the cleaning and preparation of the new space;
- Purchase medical equipment, in cooperation with our long time partner Kamgrad d.o.o. including an UVDI-360 room disinfection device in order to combat COVID-19 infection as efficiently as possible. The total equipment cost of HRK 362,500 will be shared equally between Kamgrad and the Company.

We also continue to support our long-standing local initiatives in German and Hungary.

We are at our strongest when we work as part of a community, and we all have parts to play in supporting one another through this pandemic. At our core, the Group is a proud and dedicated provider of hospitality and it is our great joy to bring happiness and comfort to our guests. In this unique time, we are using our skills to offer comfort, clean and welcoming spaces and expertly crafted meals to those in need within the community. We will continue to look for ways to help our local communities of Pula, Istria, Berlin, Budapest, Cologne and Nuremberg.

CURRENT TRADING AND OUTLOOK

The Group is currently operating at significantly reduced capacity across its portfolio. In Croatia all the properties are closed and operations in Germany and Hungary have been significantly reduced.

Given the fast-moving nature of the Covid-19 pandemic and the resulting ongoing uncertainty regarding disruption to the hospitality industry and our markets, it is not possible to provide meaningful guidance for the current financial year. However, taking into account the measures that have been implemented and our strong capitalization with our cash position exceeding HRK 600.0 million, the Group is well positioned to withstand a continued and significant decrease in business activity across our markets during 2020.”



RELI SLONIM , PRESIDENT OF THE MANAGEMENT BOARD

SIGNIFICANT EVENTS DURING THE FIRST THREE MONTHS OF 2020

- On 20 January 2020 the Company successfully completed its share buyback programme, set up at the end of June 2019. The Company holds 45.169 shares in treasury, representing 0.88% of its issued share capital;
- On 28 January 2020 the Supervisory Board appointed a fourth member of the Management Board, Mr Edmond Pinto, effective from 1 March 2020. Mr Pinto is responsible for the Group's operations;
- On 29 January 2020 the Group entered into a 45-year lease for the development and operation of a contemporary branded hotel in Zagreb, Croatia. The development, which is subject to obtaining the necessary permits, involves the conversion of an iconic building in a prime location in the historic heart of the city. Once opened, this 115 room hotel will include a destination restaurant and bar, wellness and spa facilities, fitness centre, event space and parking. The hotel is expected to open within 24 months;
- On 2 March 2020 share options have been awarded to and accepted by members of the Management Board of the Company with respect to a total of 18.240 treasury shares of the Company, which shall be transferred to Management Board members pursuant to the terms and conditions of the Company's Share Award Plan.

EVENTS AFTER THE BALANCE SHEET DATE

- The Company has been operating Guesthouse Riviera ("Riviera") in Pula for decades and has been in discussions with the Croatian Ministry of State Assets to formalize the informal arrangement and acquire the property. Further to legal proceedings initiated by the Republic of Croatia against the Company for repossession of the property and compensation, the Company received the decision of the Government of the Republic of Croatia to enter into a proposed settlement offer for the aforementioned court dispute for Riviera. The Company is assessing the settlement offer;
- Due to the circumstances and the inability to have gatherings, the General Assembly has been postponed to August 2020, including the decision on the dividend for 2019. Exact date of the General Assembly still needs to be defined and announced;
- The Group is still awaiting the completion of certain conditions precedent related to the acquisition of Hotel 88 Rooms in Belgrade, Serbia.

Guesthouse Riviera Pula



OPERATING REVIEW OF THE COMPANY AND ITS SUBSIDIARIES (THE "GROUP")

The following table sets out the Group's consolidated results of operations for the first three months of 2020.

CONSOLIDATED KEY PERFORMANCE INDICATORS

	Reported			Like-for-like ¹		
	Three months ended 31 March 2020	Three months ended 31 March 2019	Variance %	Three months ended 31 March 2020	Three months ended 31 March 2019	Variance %
Total revenue (HRK million)	56.5	72.8	(22.4)	56.5	72.8	(22.4)
Accommodation revenue (HRK million)	40.7	55.3	(26.4)	40.7	55.3	(26.4)
EBITDAR (HRK million)	(17.4)	(12.5)	39.3	(17.4)	(11.9)	46.3
EBITDA (HRK million)	(19.7)	(15.1)	30.5	(19.7)	(14.4)	36.8
Profit / (loss) before tax (HRK million)	(69.6)	(46.0)	51.3	(68.7)	(45.0)	52.7
Rooms available ²	126,421	129,212	(2.2)	126,421	129,212	(2.2)
Occupancy % ²	49.4	62.1	(1,271.0) ⁴	49.4	62.1	(1,271.0)
Average daily rate (HRK) ³	650.8	688.6	(5.5)	650.8	688.6	(5.5)
RevPAR (HRK)	321.7	427.9	(24.8)	321.7	427.9	(24.8)

¹ The like-for-like comparison excludes the contribution of Hotel Brioni's operations in 2019 and 2020, as this hotel is currently closed and under refurbishment.

² Rooms available and the occupancy calculation are based on operating days.

³ Average daily rate represents total room revenues divided by the total number of paid units occupied by guests.

⁴ In Basis Points (bps).

Since beginning of March the Covid-19 outbreak has increasingly taken a toll on global economies, and the hospitality industry is severely impacted. An initial reduced demand for international and domestic travel resulting in an increase in cancellations and a slowdown in bookings has escalated dramatically. Governments in several countries have announced further extraordinary measures to slow the spread of the virus. These included closure of borders, halt of travel, the adoption of social distancing policies, bans on large gatherings and events, the closure of restaurants, bars and other businesses as well as general lockdowns. These measures have led to an immediate and significant deterioration in the hospitality market, with a high number of cancellations and no shows and very few new bookings. The Group's operations have to be analysed in this context.

Total revenues decreased by 22.4% to HRK 56.5 million (2019: HRK 72.8 million). Accommodation revenue dropped by 26.4% to HRK 40.7 million (2019: HRK 55.3 million) whereby occupancy softened by 1,271.0 bps to 49.4% and the average daily rate reduced by 5.5% to HRK 650.8 (2019: HRK 688.6). The Group's operations were on a strong footing, pursuing and capitalizing on its strategy for the current year, where total revenues were growing at a pace of over 3% until the end of February. Following the worsening of the Covid-19 outbreak during March and all the related lockdowns, the Group witnessed a swift deterioration of its business whereby total revenues dropped by over 60% in March alone.

As a result of the above, on a reported basis, EBITDA loss increased by 30.5% to negative HRK 19.7 million (2019: negative HRK 15.1 million).

The Group is utilizing Governments' support in its countries of operations to navigate through these challenging times. The start dates of these Government schemes vary, however all are available for a period of at least three months. Moreover, the Group is focussed on preserving its liquidity and sustainability by further optimizing its costs, significantly reducing payroll, including furlough of employees, the non-renewal of fixed-term employment contracts, halting of contract labour and shortening of working hours. In addition, the Group

has a long-standing and supportive group of banks with whom it is in regular dialogue to ensure there is the possibility to take all the necessary actions that are in the best interests of the Group in the current environment. Importantly, the Group is liquid, and its cash position exceeds HRK 600.0 million, which is providing an additional safety net in the currently uncertain and unpredictable environment. More information on the specific measures by country are detailed below.

CROATIAN PORTFOLIO PERFORMANCE

The following table sets out the results for the Group's operations in Croatia the first three months of 2020:

KEY PERFORMANCE INDICATORS

	Reported			Like-for-like ¹		
	Three months ended 31 March 2020	Three months ended 31 March 2019	Variance %	Three months ended 31 March 2020	Three months ended 31 March 2019	Variance %
Total revenue (HRK million)	10.0	12.7	(21.5)	10.0	12.7	(21.5)
Accommodation revenue (HRK million)	7.0	8.1	(14.1)	7.0	8.1	(14.1)
EBITDAR (HRK million)	(24.1)	(28.5)	15.4	(24.1)	(27.4)	12.0
EBITDA (HRK million)	(26.2)	(31.0)	15.5	(26.2)	(29.8)	12.1
Rooms available ²	46,432	50,102	(7.3)	46,432	50,102	(7.3)
Occupancy % ³	41.8	42.6	(80) ²	41.8	42.6	(80) ²
Average daily rate (HRK) ⁴	357.9	379.4	(5.7)	357.9	379.4	(5.7)
RevPAR (HRK)	149.7	161.6	(7.3)	149.7	161.6	(7.3)
FTE ⁵	372.9	331.7	12.4	372.9	331.7	12.4

¹ The like-for-like comparison excludes the contribution of Hotel Brioni's operations in 2019, as this hotel is currently closed and under refurbishment.

² Rooms available and occupancy are based on operating days.

³ In Basis Points (bps)

⁴ Average daily rate represents total accommodation revenues divided by the total number of paid units occupied by guests.

⁵ The FTE number is an estimate based on the total hours paid for all employees divided by the hours paid for an average full time employee to arrive at a total for Full Time Equivalent Employees.

The outbreak of the pandemic in Croatia led the Government to enact a total lockdown on 19 March 2020. In the weeks preceding the lockdown, the effects of the pandemic could be increasingly felt on the operations in Croatia as sport's groups started cancelling their arrivals and/or shortening their stays as their respective countries (including Italy, Slovenia, Germany, Austria) announced lockdowns. We also witnessed cancellations for the pre-season, notably for the Easter break, which this year occurred in the first half of April. These circumstances led to a decrease in total revenues by 21.5% to HRK 10.0 million (2019: HRK 12.7 million). Accommodation revenues decreased by 14.1% as a result of a decrease in average daily rate of 5.7% to HRK 357.9 (2019: 379.4) and a reduction in occupancy by 80 bps to 41.8% (2019:42.6%). This translated in a RevPAR of HRK 149.7 which represents a decrease of 7.3% over last year (2019: HRK 161.6).

EBITDA loss improved by 15.5% to negative HRK 26.2 million (2019: negative HRK 31.0 million). Generally, during the first quarter the Company prepares for the season, which includes hiring part time employees and incurs various costs such as those related to revamping the properties ahead of opening. As the preparation for the season is delayed due to the current circumstances, these costs were not incurred. Moreover, the Company applied for employee related measures enacted by the Government, which help companies bearing the cost of payroll. The Government assisted companies with the payment of salaries with an amount of HRK 3,250.0 per employee in March. For the Company, this amounted to approximately HRK 2 million. The Company as at 31 March 2020 had 612 full time and/or permanent seasonal employees towards which these

measures applied. The Company is also using the waiver in payments of concessions granted by the enacted package until November 2020 and deferral of other taxes such as personal income taxes and contributions for a period of 3 months.

GERMAN AND HUNGARIAN PORTFOLIO PERFORMANCE

The following table sets out the Group's results of operations in Germany and Hungary the first three months of 2020:

KEY PERFORMANCE INDICATORS

	Reported / in HRK			Reported / in EUR	
	Three months ended 31 March 2020	Three months ended 31 March 2019	Variance %	Three months ended 31 March 2020	Three months ended 31 March 2019
Total revenue (millions)	43.9	58.6	(25.0)	5.9	7.9
Accommodation revenue (millions)	33.7	47.2	(28.6)	4.5	6.3
EBITDAR (millions)	8.8	17.1	(48.7)	1.2	2.3
EBITDA (millions)	8.7	17.1	(49.2)	1.2	2.3
Rooms available ¹	79,989	79,110	1.1	79,989	79,110
Occupancy % ²	53.8	74.5	(2,068.0) ³	53.8	74.5
Average daily rate ³	782.9	800.6	(2.2)	105.6	107.6
RevPAR	421.5	596.6	(29.3)	56.9	80.2
FTE ⁴	147.3	164.0	(10.2)	147.3	164.0

¹ Rooms available and occupancy are based on operating days.

² In Basis Points (bps)

³ Average daily rate represents total accommodation revenues divided by the total number of paid units occupied by guests.

⁴ The FTE number is an estimate based on the total hours paid for all employees divided by the hours paid for an average full time employee to arrive at a total for Full Time Equivalent Employees.

The Covid-19 outbreak had tangible repercussions on our operations. Governments in Germany and Hungary introduced lockdowns on 23 and 31 March 2020, respectively. The negative trends already felt in the weeks leading to the implementation of these measures were exacerbated and the business essentially stopped. Total reported revenue decreased by an unprecedented 25.0% to HRK 43.9 million (2019: HRK 58.6 million) although we experienced growth until the end of February. Accommodation revenue dropped by 28.6% to HRK 33.7 million (2019: 47.2 million) whereby ADR experienced a minor reduction of 2.2% to HRK 782.9, but occupancy fell sharply by 2,068.0 bps to 53.8% (2019: 74.5%). This resulted in RevPar deteriorating by 29.3% to HRK 421.5 (2019: HRK 596.6).

As a result of the above developments, reported EBITDA halved to HRK 8.7 million (2019: HRK 17.1 million).

In Germany the Group is using the "kurtzarbeit" measures enacted by the Government as a response to the Covid-19 outbreak. These measures enable regular working hours to be reduced and the Government compensates the difference to regular hours to employees thereby alleviating some pressure on the payroll side. In March these Government measures reduced the payroll expense only by HRK 0.2 million as these measures were introduced only at the end of March. From April onwards the measures will assist the Group with approximately HRK 3.4 million monthly. These measures are applicable to 221 permanent employees. Other measures include the deferral of taxes until June (such as income tax and solidarity tax).

Hungary is introducing measures with a delay, therefore no impact on our business, costs and cash flows during March. It remains to be seen the effect of these measures for the upcoming period.

Moreover, the rental payments for our Park Plaza Wallstreet property have been delayed and we are in discussions with our landlords in Germany and Hungary to agree on a revised payments schedule.

MANAGEMENT AND CENTRAL SERVICES PERFORMANCE

The following table sets out the Group's results of management and central services operations the first three months of 2020:

KEY PERFORMANCE INDICATORS

	Reported / in HRK			Like-for-like ¹ / in HRK		
	Three months ended 31 March 2020	Three months ended 31 March 2019	Variance %	Three months ended 31 March 2020	Three months ended 31 March 2019	Variance %
Total revenue before elimination (HRK million)	19.1	24.2	(21.1)	19.1	23.7	(19.4)
Elimination of intra group revenue (HRK million)	(16.5)	(22.6)	(27.0)	(16.5)	(22.1)	(25.3)
Total reported revenue (HRK million)	2.6	1.6	62.5	2.6	1.6	62.5
EBITDA (HRK million)	(2.2)	(1.4)	(57.1)	(2.2)	(1.9)	(15.8)
FTE ²	262.3	230.1	14.0	262.3	230.1	14.0

¹ The like-for-like comparison excludes the contribution of Hotel Brioni's operations in 2019, as this hotel is currently closed and under refurbishment.

² The FTE number is an estimate based on the total hours paid for all employees divided by the hours paid for an average full time employee to arrive at a total for Full Time Equivalent Employees.

Arena Hospitality Management d.o.o., a subsidiary of the Company, entered into management agreements for all the properties owned, partially owned, leased or managed by the Group in Croatia, Germany and Hungary. Arena Hospitality Management d.o.o. provides management services to all these properties and generates management fee revenues. Hotel management revenue related to properties within the Group is eliminated upon consolidation as intra-group revenue. Furthermore, all revenue generated within the Group from centralised services in Croatia and Germany is eliminated upon consolidation as intra-group revenue.

In line with the operations in Croatia and abroad, total reported revenue decreased by 21.1% from HRK 24.2 million in the first quarter of 2019 to HRK 19.1 million in the first quarter of 2020. External revenues increased from HRK 1.6 million to HRK 2.6 million. Over half of this increase in external revenues is related to rental income arising from the property in Zagreb for which we signed a long term lease agreement in January 2020. EBITDA loss increased to negative HRK 2.2 million (2019: negative HRK 1.4 million) predominantly as a result of the drop in revenues.

RELATED PARTIES

Parties are considered to be related if one of the parties has the power to exercise control over the other party or if it has significant influence over the other party in making financial and/or operational decisions. The Company is controlled by Dvadeset Osam d.o.o., which owns 52.48% of the Company's shares (52.95% excluding treasury shares) as at 31 March 2020. The Company's ultimate parent is PPHE Hotel Group Limited which indirectly owns 100% of the shares of Dvadeset Osam d.o.o. All other subsidiaries of PPHE Hotel Group Limited are also treated as related parties. For a detailed list of all subsidiaries included in the Group, please refer to page 150 of the Group's 2019 annual report.

a. Balances with related parties

	Group		Company	
	As at 31 March 2020 HRK'000	As at 31 December 2019 HRK'000	As at 31 March 2020 HRK'000	As at 31 December 2019 HRK'000
Assets:				
Short-term receivables – Park Plaza Hotels Europe B.V.	2,186	30	2,157	-
Short-term receivables – Victoria Hotel Operator Ltd.	1	-	-	-
Short-term receivables – Sugarhill Investments B.V.	-	-	20	562
Short-term receivables – joint ventures	507	709	-	-
Short-term receivables – Park Plaza Nuremberg Operator	-	-	49	64
Short-term receivables – Arena Hospitality Management d.o.o.	-	-	704	-
Short-term receivables – Germany Real Estate B.V.	-	-	1,548	711
Long – term loans to joint ventures	36,096	35,111	-	-
Long – term loan to Sugarhill Investments B.V.	-	-	5,326	-
Long – term loan to Germany Real Estate B.V.	-	-	145,993	142,795
Liabilities:				
Trade payables – Arena Hospitality Management d.o.o.	-	-	1,824	2,283
Trade payables – PPHE (Germany) B.V.	10,788	10,285	-	-
Trade payables – Park Plaza Hotels Europe B.V.	-	1,825	-	1,825

ARENA

HOSPITALITY GROUP

b. Transactions with related parties

	Group		Company	
	As at 31 March 2020 HRK'000	As at 31 March 2019 HRK'000	As at 31 March 2020 HRK'000	As at 31 March 2019 HRK'000
Management fee revenue from joint ventures	381	513	-	-
Reimbursement of employees expenses – Arena Hospitality Management d.o.o.	-	-	1,682	1,681
Service charge revenue- joint ventures	621	687	-	-
Management fees expense – Arena Hospitality Management d.o.o.	-	-	197	253
Sales and marketing fees – Park Plaza Hotels Europe B.V.	309	506	309	506
Sales and marketing fees – PPHE (Germany) B.V.	1,761	2,342	-	-
Interest income – Sugarhill Investments B.V.	-	-	20	-
Interest income – Germany Real Estate B.V.	-	-	803	1,455
Interest income –joint venture	196	113	-	-

COMPANY BUSINESS RESULTS (CONSOLIDATED)

CONSOLIDATED INCOME STATEMENT

	31 March 2020 (Unaudited)	31 March 2019 (Unaudited)	Variance %
<i>In HRK millions</i>			
Total operating income	56.5	72.8	(22.4)
Total operating expenses	(76.2)	(87.9)	(13.3)
EBITDA from operations	(19.7)	(15.1)	30.5
Depreciation	(26.5)	(23.5)	12.8
EBIT from operations	(46.2)	(38.6)	19.7
Financial revenues	0.2	0.1	100.0
Financial expenses	(21.6)	(6.9)	213.0
Other revenues/expense	(1.0)	(0.1)	900.0
Share in result of joint ventures	(1.0)	(0.5)	100.0
Total income	56.7	72.9	(22.2)
Total expenditures	(126.3)	(118.9)	6.2
Profit/(loss) before tax	(69.6)	(46.0)	51.3
Income tax	23.4	7.4	216.2
Profit/(loss) after tax	(46.2)	(38.6)	19.7

Total operating income decreased by 22.4% to HRK 56.5 million (2019: HRK 72.8 million) as a result of the worsening situation caused by the Covid-19 pandemic and the respective halt in international and domestic travel coupled with lockdowns of countries across Europe and the rest of the world. Total operating expenses decreased by 13.4% to HRK 76.2 million (2019: HRK 87.9 million) due to decreased business activity related to the pandemic outbreak.

As a result of the aforementioned EBITDA from operations deteriorated by 30.5% to negative HRK 19.7 million (2019: negative HRK 15.1 million). EBIT from operations deteriorated by 19.7% to negative HRK 46.2 million (2019: negative HRK 38.6 million). Depreciation grew by 12.8% to HRK 26.5 million (2019: HRK 23.5 million) due to previously undertaken investments. Financial revenues increased by 100.0% year-on-year and relate to positive foreign exchange differences. Financial expenses increased significantly to HRK 21.6 million (2019: HRK 6.9 million), over half of which relates to unrealized foreign exchange differences related to the translation effect of lease liability in Hungary. Other expenses amounted to HRK 1.0 million and relate predominantly to hotel Brioni's refurbishment and its designation as a non-operating asset until fully repositioned and opened.

As a result of the foregoing the consolidated loss before tax increased by 51.3% to HRK 69.6 million (2019: HRK 46.0 million). Loss after tax increased by 19.7% to HRK 46.2 million (2019: HRK 38.6 million). Loss after tax is reduced by the tax income related to the benefits granted by the Ministry of Economy linked to the previous investments the Group has undertaken in Croatia.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(all amounts in HRK millions)

	31 March 2020 (Unaudited)	30 December 2019 (Audited)	Variance %
Long-term assets	2,581.8	2,349.5	9.9
Short-term assets	637.3	745.9	(14.6)
Total assets	3,219.1	3,095.4	4.0
Total equity	1,712.9	1,756.5	(2.5)
Long-term liabilities and provisions	1,305.9	1,171.8	11.4
Short-term liabilities	200.3	167.1	19.9
Total liabilities	1,506.2	1,338.9	12.5
Total equity and liabilities	3,219.1	3,095.4	4.0

Long-term assets increased by HRK 232.3 million to HRK 2,581.8 million (year-end 2019: HRK 2,349.5 million) mostly as a result investments coupled with the recognition of the long-term lease signed for the property in the centre of Zagreb, where the Group plans to develop a hotel.

Short-term assets decreased by HRK 108.6 million to HRK 637.3 million (year-end 2019: HRK 745.9 million) predominantly driven by the decrease in the Group's cash position. This is a customary development during the first quarter as most of the properties in Croatia are closed and the Group is cash flow negative. The cash position stood at HRK 601.8 million.

Long-term liabilities and provisions increased by HRK 134.1 million to HRK 1,305.9 million (year-end 2019: HRK 1,171.8 million) mostly due to the recognition of the long-term lease signed for the property in the centre of Zagreb but also due to the net increase in bank loans drawn for the capital investments undertaken during the first quarter.

Short-term liabilities increased by HRK 33.2 million to HRK 200.3 million (year-end 2019: HRK 167.1 million) primarily due to increased trade payables for new capital investments.

COMPANY BUSINESS RESULTS (NON-CONSOLIDATED)

NON-CONSOLIDATED INCOME STATEMENT

	31 March 2020 (Unaudited)	31 March 2019 (Unaudited)	Variance %
<i>In HRK millions</i>			
Total operating income	12.8	14.6	(12.3)
Total operating expenses	(39.1)	(45.6)	(14.3)
EBITDA	(26.3)	(31.0)	(15.2)
Depreciation	(16.8)	(13.9)	20.9
EBIT	(43.1)	(44.9)	(4.0)
Financial revenues	3.0	1.5	100.0
Financial expenses	(3.2)	(3.9)	(17.9)
Other revenues/ expenses	(0.6)	0.0	n/a
Total income	15.8	16.1	(1.9)
Total expenditures	(59.7)	(63.4)	(5.8)
Profit/(loss) before tax	(43.9)	(47.3)	(7.2)
Income tax	23.3	8.5	174.1
Profit after tax	(20.6)	(38.8)	(46.9)

Total operating income decreased by 12.3% to HRK 12.8 million (2019: HRK 14.6 million) as a result of the worsening situation caused by the Covid-19 pandemic and the respective halt in international and domestic travel coupled with lockdowns of countries across Europe and the rest of the world. Total operating expenses decreased by 14.3% to HRK 39.1 million (2019: HRK 45.6 million) as a result of decreased business activity related to the pandemic outbreak.

EBITDA from operations loss improved by 15.2% to negative HRK 26.3 million (2019: negative HRK 31.0 million) as the drop in operating expenses was more pronounced than the drop in total operating income. This development is primarily driven by lower costs incurred than usual at this time of the year since the preparations for the season is delayed, coupled with the positive effect of Government measures related to the payment of salaries which further reduced this expense. EBIT from operations deteriorated by 4.0% to negative HRK 43.1 million (2019: negative HRK 44.9 million). Depreciation grew by 20.9% to HRK 16.8 million (2019: 13.9 million) due to previously undertaken investments. Financial revenues increased by 100.0% year-on-year and relate to positive foreign exchange differences. Financial expenses reduced by 17.9% to HRK 3.2 million (2019: HRK 3.9 million). as a result of the refinancing completed in H2 2019 coupled with the discontinuation of penalty interest that the Company used to account for previously, and related to the court case it had outstanding with Herculanea d.o.o. and Vodovod Pula d.o.o.. The Company successfully settled this case in Q2 2019. Other expenses relate to hotel Brioni's refurbishment and its designation as a non-operating asset until opened and amounted.

As a result of the foregoing, the consolidated loss before tax decreased by 7.2% to HRK 43.9 million (2019: HRK 47.3 million). Loss after tax decreased by 46.9% to HRK 20.6 million (2019: HRK 38.8 million). Loss after tax is reduced by the tax income related to the benefits granted by the Ministry of Economy linked to the previous investments the Group has undertaken in Croatia.

NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(all amounts in HRK million)	31 March 2020 (Unaudited)	31 December 2019 (Audited)	Variance %
Long-term assets	2,271.0	2,122.8	7.0
Short-term assets	507.9	613.1	(17.2)
Total assets	2,778.9	2,735.9	1.6
Total equity	2,012.1	2,033.2	(1.0)
Long-term liabilities and provisions	640.1	611.3	4.7
Short-term liabilities	126.7	91.4	38.6
Total liabilities	766.8	702.7	9.1
Total equity and liabilities	2,778.9	2,735.9	1.6

Long-term assets increased by HRK 148.2 million to HRK 2,271.0 million (year-end 2019: HRK 2,122.8 million) as a result of capital investments undertaken in previous periods.

Short-term assets decreased by HRK 105.2 million to HRK 507.9 million (year-end 2019: HRK 613.1 million) predominantly driven by the decrease in the Group's cash position. This is a customary development during the first quarter as most of the properties are closed and the Company is cash flow negative. The cash position stood at HRK 485.3 million.

Long-term liabilities and provisions increased by HRK 28.8 million to HRK 640.1 million (year-end 2019: HRK 611.3 million) mostly due to the net increase in bank loans drawn for the capital investments undertaken.

Short-term liabilities increased by HRK 33.2 million to HRK 126.7 million (year-end 2019: HRK 91.4 million) primarily due to increased trade payables for new capital investments.

PRINCIPAL RISKS OF THE GROUP AND THE COMPANY
CORPORATE GOVERNANCE REPORT

ARENA

HOSPITALITY GROUP

A MEMBER OF PPHE HOTEL GROUP

artotel

PARK
PLAZA

ARENA
HOTELS &
APARTMENTS

ARENA
CAMPSITES

PRINCIPAL RISKS OF THE GROUP AND THE COMPANY

As set out in the Company's consolidated financial statements for the year ended 31 December 2019, there are no changes to the principal risks that currently affect the Group's performance.

The Company faces risks which are common to the tourism and travel industry. These risks include the Covid-19 pandemic, the related containment and social distancing strategies of local and intentional governments to control the pandemic and the ongoing impact of climate change on tourism.

The most significant of these risks at the moment relate to factors that are common to the hotel industry and beyond the Company's control. Notwithstanding the limited control the Company has over these risks, continuous efforts are taken to ensure the Company can utilise resources and assets to act with agility and continue to attract revenue sources under strained market conditions. Additionally, the Company is well positioned to weather these risks in a socially responsible manner through cost rationalisation and prioritising commercial activities which benefit the long term interests of the Company and its stakeholders.

For a detailed discussion of the risks facing the Group, please refer to pages from 34 to 38 of the Company's 2019 annual report.

CORPORATE GOVERNANCE REPORT

CORPORATE GOVERNANCE CODE

The 2020 Corporate Governance Code (the "**Code**"), as adopted by the Croatian Financial Services Supervisory Agency and the Zagreb Stock Exchange (the **ZSE**) in October 2019, has been implemented across the Company as of Q1 2020. The Code provides that compliance is on a "comply or explain basis", whereby Companies can explain how their activities reflect the principals of the Code where certain elements deviate from strict compliance. 'Comply or explain' is intended to enforce enhanced governance standards uniformly across ZSE listed companies without austere imposition of a one size fits all approach to corporate governance.

The Company is well positioned to submit and publish its 2020 annual corporate governance related questionnaires in line with the provisions of the new Corporate Governance Code, the Rules of the ZSE and other applicable regulations within the prescribed deadlines.

GENERAL ASSEMBLY MEETING

The General Assembly of the Company was initially scheduled for 27 April 2020. Due to the extraordinary circumstances caused by Covid-19 pandemic, the Company decided to postpone the General assembly to the second half of the year 2020. Subject to feasibility, the Company aims to reconvene the General Assembly of the Company by the end of August 2020.

SUPERVISORY BOARD MEETINGS

The members of the Supervisory Board are: Boris Ernest Ivesha (Chairman). Yoav Arie Papouchado (Vice-Chairman). Kevin Michael McAuliffe. Abraham Thomas. Amra Pende. Lorena Škuflić and Damir Lučić.

The Supervisory Board of the Company held the following meetings in the first quarter of 2020:

- on 28 January 2020 whereat, inter alia, a fourth member of the Management Board. Mr Edmond Pinto. was appointed (effective from 1st March 2020) and a Share Award Plan was adopted for the purpose of creating a basis for rewarding employees;
- on 26 February 2020 whereat, inter alia, the Annual Report and the annual financial statements of the Company for the year 2019 (audited, consolidated and non-consolidated) were approved.

SUPERVISORY BOARD COMMITTEES

In the first three months of 2020 the following Supervisory Board Committees' meetings were held:

- the Nomination and Remuneration Committee held a meeting 28 January 2020 and recommended to the Supervisory Board adoption of the Share Award Plan and appointment of Mr Edmond Pinto as the new Management Board member and a meeting on 2 March 2020 to discuss granting of share options to the Management Board members;
- the Audit Committee held a meeting on 26 February 2020 at which it considered the Financial Statements of the Company for 2019 (audited. consolidated and non-consolidated).

MANAGEMENT BOARD MEETINGS

The Management Board primarily adopts its decisions in meetings and by correspondence in accordance with the applicable laws and the Company's Articles of Association. The Management Board has regular monthly meetings to review operational activities in the Group.

The most important Management Board meeting of 2020 was:

- 26 February 2020 where, *inter alia*, the interim report for the fourth quarter of 2019 and the Annual Report of the Company for 2019 (consolidated and non-consolidated) were adopted.

MAJOR SHAREHOLDERS

The share capital of the Company is HRK 102,574,420.00 HRK and is divided into 5,128,721 ordinary shares under the ticker ARNT-R-A. each without nominal value. As at 31 March 2020. 45,169 shares were held as treasury shares. Shareholders with holdings of 3% or more of the Company's registered capital are listed below:

		Percentage holding of Share Capital including treasury shares	Percentage holding of Share Capital excluding treasury shares
1	DVADESET OSAM D.O.O. (a member of the PPHE Hotel Group)	52.48%	52.95%
2	OTP BANKA D.D./ AZ OMF kategorije B	11.94%	12.05%
3	ADDIKO BANK d.d. / PBZ CO OMF-kategorije B	9.13%	9.22%
4	OTP BANKA D.D./ ERSTE PLAVI OMF kategorije B	6.59%	6.65%
5	PRIVREDNA BANKA ZAGREB D.D./ SKRBNIČKI ZBIRNI RAČUN KLIJENTA	2.84%	2.87%

VALUATION

In HRK	First three months of 2020		
	High	Low	Last
Share price	388	189	218
Market capitalization ¹	1,972,418,176	960,791,328	1,108,214,336
Net debt ²	728,305,649	728,305,649	728,305,649
EV ³	2,177,234,520	1,859,253,818	2,095,174,984
EV/EBITDA⁴	12.0x	7.5x	8.2x

Note: High and Low related to the price in the period for the three months ending 31 March 2020. Last refers to the price as at 31 March 2020

¹ Number of shares outstanding as at 31 March 2020 was 5,128,721 of which 45,169 were held as treasury shares.

² Net debt calculated as current and non-current bank borrowings and other current and non-current loans less cash and cash equivalents. Finance lease obligations are included

³ EV represents the enterprise value. calculated as the sum of market capitalization and net debt

⁴ EBITDA for the twelve months ended 31 March 2020

**MANAGEMENT BOARD'S
RESPONSIBILITY STATEMENT**

ARENA
HOSPITALITY GROUP

A MEMBER OF PPHE HOTEL GROUP



MANAGEMENT BOARD'S RESPONSIBILITY STATEMENT

Pursuant to the provisions of Article 468. of the Capital Market Act (NN 65/18.), the Company's Management Board makes the following statement:

To the best of our knowledge:

- The short set of non-consolidated unaudited three months financial statements of the Company (the **Financial Statements**) provides a comprehensive and true presentation of assets and liabilities, profit and loss, financial position and operation of the Company; set up in accordance with relevant financial reporting standards;
- The consolidated unaudited three months financial statements (the **Consolidated Financial Statements**) provide a comprehensive overview of assets and liabilities, profit and losses 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 Financial Statements and Consolidated Financial Statements have not been audited; and
- The Management Board's Interim Report for the period from 1 January to 31 March 2020 contains a true presentation of the business results and financial position and operations of the Company and the companies included in the consolidation, with a description of the most significant risks and uncertainties to which the Company and the companies included in the consolidation are exposed as a whole.

Signed by the Management Board: Reuel Israel Gavriel Slonim (President of Management Board), Devansh Bakshi (Member of Management Board & Chief Financial Officer), Manuela Kraljević (Member of Management Board & Marketing and Sales Director) and Edmond Pinto (Member of Management Board & Chief Operation Officer).

MANAGEMENT BOARD:

President:



Reuel Israel Gavriel Slonim

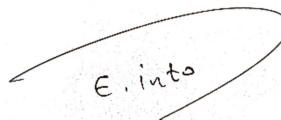
Members:



Devansh Bakshi



Manuela Kraljević



Edmond Pinto

APPENDIX 1 FINANCIAL STATEMENTS (UNAUDITED)

ARENA

HOSPITALITY GROUP

A MEMBER OF PPHE HOTEL GROUP



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

ISSUER'S GENERAL DATA

Reporting period:

01.01.20

to

31.03.20

Year:

2020

Quarter:

1.

Quarterly financial statements

Registration number (MB):

03203263

Issuer's home Member

State code:

HR

Entity's registration
number (MBS):

040022901

Personal identification
number (OIB):

47625429199

LEI:

74780000Z0PH7TFW3I85

Institution
code:

1665

Name of the issuer: **Arena Hospitality Group d.d.**

Postcode and town:

52100

Pula

Street and house number:

Smareglina ulica 3

E-mail address:

uprava@arenahospitalitygroup.com

Web address:

www.arenahospitalitygroup.com

Number of employees
(end of the reporting

915

Consolidated report:

KD

(KN-not consolidated/KD-consolidated)

Audited:

RN

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

Mažurana d.o.o.

Zagreb, Radnička cesta 80

Ulika d.o.o.

Zagreb, Radnička cesta 80

Sugarhill Investments B.V. Nizozemska, Amsterdam, Claude Debussylaan 14, Vinoly Tower

Germany Real Estate B.V. Nizozemska, Amsterdam, Claude Debussylaan 14, Vinoly Tower

Bookkeeping firm:

No

(Yes/No)

(name of the bookkeeping firm)

Contact person: **Čale Neven**

(only name and surname of the contact person)

Telephone: **052/223-811**E-mail address: **ncale@arenahospitalitygroup.com**

Audit firm:

(name of the audit firm)

Certified auditor:

(name and surname)

BALANCE SHEET
balance as at 31.03.2020

in HRK

Submitter: Arena Hospitality Group d.d.			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID	001	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	2.349.464.423	2.581.820.058
I INTANGIBLE ASSETS (ADP 004 to 009)	003	1.065.422	989.594
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1.065.422	989.594
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	0	0
6 Other intangible assets	009	0	0
II TANGIBLE ASSETS (ADP 011 to 019)	010	2.236.459.769	2.444.551.505
1 Land	011	332.183.773	334.358.617
2 Buildings	012	1.468.292.542	1.464.726.174
3 Plant and equipment	013	131.567.140	127.469.409
4 Tools, working inventory and transportation assets	014	5.952.488	5.577.147
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	16.019.960	24.880.980
7 Tangible assets in preparation	017	58.325.930	170.066.979
8 Other tangible assets	018	224.117.936	317.472.199
9 Investment property	019	0	0
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	53.288.913	53.798.450
1 Investments in holdings (shares) of undertakings within the group	021	0	0
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	3.607.062	2.809.639
5 Investment in other securities of companies linked by virtue of participating interests	025	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	35.110.693	36.096.280
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	14.571.158	14.892.531
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
IV RECEIVABLES (ADP 032 to 035)	031	0	0
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	58.650.319	82.480.509
C) CURRENT ASSETS (ADP 038+046+053+063)	037	745.869.844	637.256.874
I INVENTORIES (ADP 039 to 045)	038	3.104.950	3.191.706
1 Raw materials and consumables	039	3.056.450	2.945.526
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	48.500	46.180
5 Advances for inventories	043	0	200.000
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	23.653.585	32.025.506
1 Receivables from undertakings within the group	047	31.422	2.187.506
2 Receivables from companies linked by virtue of participating interests	048	709.354	507.077
3 Customer receivables	049	14.029.026	10.441.731
4 Receivables from employees and members of the undertaking	050	0	0
5 Receivables from government and other institutions	051	3.121.326	10.811.911
6 Other receivables	052	5.762.457	8.077.281
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	220.675	220.675
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	0
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	220.675	220.675
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	718.890.634	601.818.987
D) PREPAID EXPENSES AND ACCRUED INCOME	064	0	0
E) TOTAL ASSETS (ADP 001+002+037+064)	065	3.095.334.267	3.219.076.932
OFF-BALANCE SHEET ITEMS	066	0	0

LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to	067	1.756.464.457	1.712.866.276
I INITIAL (SUBSCRIBED) CAPITAL	068	102.574.420	102.574.420
II CAPITAL RESERVES	069	1.142.738.633	1.142.738.633
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	317.007.442	320.424.644
1 Legal reserves	071	5.128.721	5.128.721
2 Reserves for treasury shares	072	16.334.757	16.871.376
3 Treasury shares and holdings (deductible item)	073	-16.334.757	-16.871.376
4 Statutory reserves	074	0	0
5 Other reserves	075	311.878.721	315.295.923
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES (ADP 078 to 080)	077	-8.933.796	-9.721.067
1 Fair value of financial assets available for sale	078	127.020	127.020
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	-9.060.816	-9.848.087
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083)	081	54.101.721	203.077.758
1 Retained profit	082	54.101.721	203.077.758
2 Loss brought forward	083	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086)	084	148.976.037	-46.228.112
1 Profit for the business year	085	148.976.037	0
2 Loss for the business year	086	0	46.228.112
VIII MINORITY (NON-CONTROLLING) INTEREST	087	0	0
B) PROVISIONS (ADP 089 to 094)	088	42.869.091	44.059.706
1 Provisions for pensions, termination benefits and similar obligations	089	1.549.812	1.549.812
2 Provisions for tax liabilities	090	0	0
3 Provisions for ongoing legal cases	091	0	0
4 Provisions for renewal of natural resources	092	0	0
5 Provisions for warranty obligations	093	0	0
6 Other provisions	094	41.319.279	42.509.894
C) LONG-TERM LIABILITIES (ADP 096 to 106)	095	1.128.922.744	1.261.841.086
1 Liabilities to undertakings within the group	096	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	097	0	0
3 Liabilities to companies linked by virtue of participating interests	098	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	099	0	0
5 Liabilities for loans, deposits etc.	100	0	0
6 Liabilities to banks and other financial institutions	101	1.122.480.938	1.254.327.074
7 Liabilities for advance payments	102	0	0
8 Liabilities to suppliers	103	0	0
9 Liabilities for securities	104	0	0
10 Other long-term liabilities	105	6.441.806	7.514.012
11 Deferred tax liability	106	0	0
D) SHORT-TERM LIABILITIES (ADP 108 to 121)	107	167.077.975	200.309.864
1 Liabilities to undertakings within the group	108	12.110.106	10.788.214
2 Liabilities for loans, deposits, etc. of undertakings within the group	109	0	0
3 Liabilities to companies linked by virtue of participating interests	110	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	111	0	0
5 Liabilities for loans, deposits etc.	112	0	0
6 Liabilities to banks and other financial institutions	113	77.889.017	75.797.562
7 Liabilities for advance payments	114	13.984.496	16.657.813
8 Liabilities to suppliers	115	28.757.698	73.813.594
9 Liabilities for securities	116	0	0
10 Liabilities to employees	117	15.942.553	8.650.582
11 Taxes, contributions and similar liabilities	118	7.642.771	5.398.498
12 Liabilities arising from the share in the result	119	0	0
13 Liabilities arising from fixed assets held for sale	120	0	0
14 Other short-term liabilities	121	10.751.334	9.203.601
E) ACCRUALS AND DEFERRED INCOME	122	0	0
F) TOTAL – LIABILITIES (ADP 067+088+095+107+122)	123	3.095.334.267	3.219.076.932
G) OFF-BALANCE SHEET ITEMS	124	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2020 to 31.03.2020

in HRK

Submitter: Arena Hospitality Group d.d.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 126 to 130)	125	72.751.203	72.751.203	56.553.942	56.553.942
1 Income from sales with undertakings within the group	126	0	0	0	0
2 Income from sales (outside group)	127	72.383.531	72.383.531	55.119.556	55.119.556
3 Income from the use of own products, goods and services	128	0	0	0	0
4 Other operating income with undertakings within the group	129	0	0	0	0
5 Other operating income (outside the group)	130	367.672	367.672	1.434.386	1.434.386
II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153)	131	111.712.897	111.712.897	103.723.613	103.723.613
1 Changes in inventories of work in progress and finished goods	132	0	0	0	0
2 Material costs (ADP 134 to 136)	133	32.807.809	32.807.809	28.002.499	28.002.499
a) Costs of raw materials and consumables	134	16.199.209	16.199.209	13.259.307	13.259.307
b) Costs of goods sold	135	0	0	0	0
c) Other external costs	136	16.608.600	16.608.600	14.743.192	14.743.192
3 Staff costs (ADP 138 to 140)	137	43.355.526	43.355.526	37.585.668	37.585.668
a) Net salaries and wages	138	27.015.459	27.015.459	22.400.458	22.400.458
b) Tax and contributions from salary costs	139	10.950.163	10.950.163	10.153.466	10.153.466
c) Contributions on salaries	140	5.389.904	5.389.904	5.031.744	5.031.744
4 Depreciation	141	23.533.905	23.533.905	26.523.042	26.523.042
5 Other costs	142	0	0	0	0
6 Value adjustments (ADP 144+145)	143	0	0	0	0
a) fixed assets other than financial assets	144	0	0	0	0
b) current assets other than financial assets	145	0	0	0	0
7 Provisions (ADP 147 to 152)	146	242.853	242.853	0	0
a) Provisions for pensions, termination benefits and similar obligations	147	0	0	0	0
b) Provisions for tax liabilities	148	0	0	0	0
c) Provisions for ongoing legal cases	149	242.853	242.853	0	0
d) Provisions for renewal of natural resources	150	0	0	0	0
e) Provisions for warranty obligations	151	0	0	0	0
f) Other provisions	152	0	0	0	0
8 Other operating expenses	153	11.772.804	11.772.804	11.612.404	11.612.404
III FINANCIAL INCOME (ADP 155 to 164)	154	123.161	123.161	196.613	196.613
1 Income from investments in holdings (shares) of undertakings within the group	155	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	156	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	157	0	0	0	0
4 Other interest income from operations with undertakings within the group	158	0	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	159	0	0	0	0
6 Income from other long-term financial investments and loans	160	0	0	0	0
7 Other interest income	161	113.867	113.867	196.613	196.613
8 Exchange rate differences and other financial income	162	9.294	9.294	0	0
9 Unrealised gains (income) from financial assets	163	0	0	0	0
10 Other financial income	164	0	0	0	0
IV FINANCIAL EXPENSES (ADP 166 to 172)	165	6.642.607	6.642.607	21.631.185	21.631.185
1 Interest expenses and similar expenses with undertakings within the group	166	0	0	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	167	0	0	0	0
3 Interest expenses and similar expenses	168	6.590.810	6.590.810	6.460.736	6.460.736
4 Exchange rate differences and other expenses	169	0	0	15.113.617	15.113.617
5 Unrealised losses (expenses) from financial assets	170	0	0	0	0
6 Value adjustments of financial assets (net)	171	0	0	0	0
7 Other financial expenses	172	51.797	51.797	56.832	56.832
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	173	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	174	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	175	525.307	525.307	993.084	993.084
VIII SHARE IN LOSS OF JOINT VENTURES	176	0	0	0	0
IX TOTAL INCOME (ADP 125+154+173 + 174)	177	72.874.364	72.874.364	56.750.555	56.750.555
X TOTAL EXPENDITURE (ADP 131+165+175 + 176)	178	118.880.811	118.880.811	126.347.882	126.347.882
XI PRE-TAX PROFIT OR LOSS (ADP 177-178)	179	-46.006.447	-46.006.447	-69.597.327	-69.597.327
1 Pre-tax profit (ADP 177-178)	180	0	0	0	0
2 Pre-tax loss (ADP 178-177)	181	-46.006.447	-46.006.447	-69.597.327	-69.597.327
XII INCOME TAX	182	-7.408.049	-7.408.049	-23.369.215	-23.369.215
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182)	183	-38.598.398	-38.598.398	-46.228.112	-46.228.112
1 Profit for the period (ADP 179-182)	184	0	0	0	0
2 Loss for the period (ADP 182-179)	185	-38.598.398	-38.598.398	-46.228.112	-46.228.112

DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 187-188)	186	0	0	0	0
1 Pre-tax profit from discontinued operations	187	0	0	0	0
2 Pre-tax loss on discontinued operations	188	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	189	0	0	0	0
1 Discontinued operations profit for the period (ADP 186-189)	190				
2 Discontinued operations loss for the period (ADP 189-186)	191				
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 179+186)	192				
1 Pre-tax profit (ADP 192)	193	0	0	0	0
2 Pre-tax loss (ADP 192)	194	0	0	0	0
XVII INCOME TAX (ADP 182+189)	195				
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 192-195)	196				
1 Profit for the period (ADP 192-195)	197				
2 Loss for the period (ADP 195-192)	198				
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 200+201)	199	-38.598.398	-38.598.398	-46.228.112	-46.228.112
1 Attributable to owners of the parent	200	-38.598.398	-38.598.398	-46.228.112	-46.228.112
2 Attributable to minority (non-controlling) interest	201	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	202	-38.598.398	-38.598.398	-46.228.112	-46.228.112
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 204 to 211)	203	-2.338.631	-2.338.631	3.166.548	3.166.548
1 Exchange rate differences from translation of foreign operations	204	236.986	236.986	3.953.819	3.953.819
2 Changes in revaluation reserves of fixed tangible and intangible assets	205	0	0	0	0
3 Profit or loss arising from subsequent measurement of financial assets available for sale	206	0	0	0	0
4 Profit or loss arising from effective cash flow hedging	207	0	0	0	0
5 Profit or loss arising from effective hedge of a net investment in a foreign operation	208	-2.575.617	-2.575.617	-787.271	-787.271
6 Share in other comprehensive income/loss of companies linked by virtue of participating interests	209	0	0	0	0
7 Actuarial gains/losses on the defined benefit obligation	210	0	0	0	0
8 Other changes in equity unrelated to owners	211	0	0	0	0
III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	212	0	0	0	0
IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212)	213	-2.338.631	-2.338.631	3.166.548	3.166.548
V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213)	214	-40.937.029	-40.937.029	-43.061.564	-43.061.564
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 216+217)	215	-40.937.029	-40.937.029	-43.061.564	-43.061.564
1 Attributable to owners of the parent	216	-40.937.029	-40.937.029	-43.061.564	-43.061.564
2 Attributable to minority (non-controlling) interest	217	0	0	0	0

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2020. to 31.03.2020.

in HRK

Submitter: Arena Hospitality Group d.d			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	-46.006.447	-69.597.327
2 Adjustments (ADP 003 to 010):	002	33.304.422	62.196.542
a) Depreciation	003	23.533.905	26.523.042
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	248.609	635.721
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	0
d) Interest and dividend income	006	-113.814	-196.613
e) Interest expenses	007	6.884.077	6.460.736
f) Provisions	008	1.674.803	1.190.615
g) Exchange rate differences (unrealised)	009	551.535	26.589.957
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	525.307	993.084
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	-12.702.025	-7.400.785
3 Changes in the working capital (ADP 013 to 016)	012	5.692.071	-13.656.818
a) Increase or decrease in short-term liabilities	013	10.090.824	-10.040.728
b) Increase or decrease in short-term receivables	014	-5.883.610	-4.506.355
c) Increase or decrease in inventories	015	1.484.857	890.265
d) Other increase or decrease in working capital	016	0	0
II Cash from operations (ADP 011+012)	017	-7.009.954	-21.057.603
4 Interest paid	018	-8.924.360	-9.860.318
5 Income tax paid	019	-6.471.350	-1.740.552
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	-22.405.664	-32.658.473
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	0	0
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	0	143
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	0	0
6 Other cash receipts from investment activities	026	4.371.818	0
III Total cash receipts from investment activities (ADP 021 to 026)	027	4.371.818	143
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-39.361.846	-80.270.044
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	0
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	0
IV Total cash payments from investment activities (ADP 028 to 032)	033	-39.361.846	-80.270.044
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-34.990.028	-80.269.901
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	0	21.014.769
4 Other cash receipts from financing activities	038	0	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	0	21.014.769
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-5.663.202	-5.833.019
2 Cash payments for dividends	041	0	0
3 Cash payments for finance lease	042	-4.735.972	-15.950.733
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	0	-536.619
5 Other cash payments from financing activities	044	0	0
VI Total cash payments from financing activities (ADP 040 to 044)	045	-10.399.174	-22.320.371
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-10.399.174	-1.305.602
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	124.657	-2.837.671
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	-67.670.209	-117.071.647
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	802.514.226	718.890.634
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	734.844.017	601.818.987

STATEMENT OF CHANGES IN EQUITY
for the period from **01.01.20** to **31.03.20**

in HRK

Item	ADP code	Attributable to owners of the parent														Minority (non-controlling) interest	Total capital and reserves	
		Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Other reserves	Revaluation reserves	Fair value of financial assets available for sale	Cash flow hedge - effective portion	Hedge of a net investment in a foreign operation - effective portion	Retained profit / loss brought forward	Profit/loss for the business year	Total attributable to owners of the parent			
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16 (3 to 6 + 7 + 8 to 15)	17	18 (16+17)	
Previous period																		
1 Balance on the first day of the previous business year	01	102.574.420	1.142.738.633	5.128.721	3.380	3.380	0	323.488.922	0	105.120	0	-5.476.536	-8.922.546	88.667.027	1.648.303.761	0	1.648.303.761	
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
3 Correction of errors	03	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	102.574.420	1.142.738.633	5.128.721	3.380	3.380	0	323.488.922	0	105.120	0	-5.476.536	-8.922.546	88.667.027	1.648.303.761	0	1.648.303.761	
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	148.976.037	148.976.037	0	148.976.037	
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	349.360	0	0	0	0	0	0	349.360	0	349.360	
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
8 Profit or loss arising from subsequent measurement of financial assets available for sale	08	0	0	0	0	0	0	0	0	21.900	0	0	0	0	21.900	0	21.900	
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	-3.584.280	0	0	-3.584.280	0	-3.584.280	
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
13 Other changes in equity unrelated to owners	13	0	0	0	0	0	0	4.371.816	0	0	0	0	0	0	4.371.816	0	4.371.816	
14 Tax on transactions recognised directly in equity	14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
18 Redemption of treasury shares/holdings	18	0	0	0	16.331.377	16.331.377	0	-16.331.377	0	0	0	0	0	0	-16.331.377	0	-16.331.377	
19 Payment of share in profit/dividend	19	0	0	0	0	0	0	0	0	0	0	0	-25.642.760	0	-25.642.760	0	-25.642.760	
20 Other distribution to owners	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
21 Transfer to reserves according to the annual schedule	21	0	0	0	0	0	0	0	0	0	0	0	88.667.027	-88.667.027	0	0	0	
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	22	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
23 Balance on the last day of the previous business year reporting period (04 to 22)	23	102.574.420	1.142.738.633	5.128.721	16.334.757	16.334.757	0	311.878.721	0	127.020	0	-9.060.816	54.101.721	148.976.037	1.756.464.457	0	1.756.464.457	
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																		
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)	24	0	0	0	0	0	0	4.721.176	0	21.900	0	-3.584.280	0	0	1.158.796	0	1.158.796	
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+24)	25	0	0	0	0	0	0	4.721.176	0	21.900	0	-3.584.280	0	148.976.037	150.134.833	0	150.134.833	
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 22)	26	0	0	0	16.331.377	16.331.377	0	-16.331.377	0	0	0	0	63.024.267	-88.667.027	-41.974.137	0	-41.974.137	

Current period																	
1 Balance on the first day of the current business year	27	102.574.420	1.142.738.633	5.128.721	16.334.757	16.334.757	0	311.878.721	0	127.020	0	-9.060.816	54.101.721	148.976.037	1.756.464.457	0	1.756.464.457
2 Changes in accounting policies	28	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the current business year (restated) (ADP 27 to 29)	30	102.574.420	1.142.738.633	5.128.721	16.334.757	16.334.757	0	311.878.721	0	127.020	0	-9.060.816	54.101.721	148.976.037	1.756.464.457	0	1.756.464.457
5 Profit/loss of the period	31	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Exchange rate differences from translation of foreign operations	32	0	0	0	0	0	0	3.953.819	0	0	0	0	0	-46.228.112	-46.228.112	0	-46.228.112
7 Changes in revaluation reserves of fixed tangible and intangible assets	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Profit or loss arising from subsequent measurement of financial assets available for sale	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	36	0	0	0	0	0	0	0	0	0	0	-787.271	0	0	-787.271	0	-787.271
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	44	0	0	0	536.617	536.617	0	-536.617	0	0	0	0	0	0	-536.617	0	-536.617
19 Payment of share in profit/dividend	45	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Other distribution to owners	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Transfer to reserves according to the annual schedule	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	48	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23 Balance on the last day of the current business year reporting period (ADP 30 to 48)	49	102.574.420	1.142.738.633	5.128.721	16.871.374	16.871.374	0	315.295.923	0	127.020	0	-9.848.087	54.101.721	102.747.925	1.712.866.276	0	1.712.866.276
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																	
I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADP 32 to 40)	50	0	0	0	0	0	0	3.953.819	0	0	0	-787.271	0	0	3.166.548	0	3.166.548
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 31+50)	51	0	0	0	0	0	0	3.953.819	0	0	0	-787.271	0	-46.228.112	-43.061.564	0	-43.061.564
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 41 to 48)	52	0	0	0	536.617	536.617	0	-536.617	0	0	0	0	0	0	-536.617	0	-536.617

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

Name of the issuer: Arena Hospitality Group d.d

Personal identification number (OIB): 47625429199

Reporting period: 1 January - 31 March 2020

Annex 1

ISSUER'S GENERAL DATA

Reporting period:

01.01.20

to

31.03.20

Year:

2020

Quarter:

1.

Quarterly financial statements

Registration number (MB):

03203263

Issuer's home Member

State code:

HR

Entity's registration
number (MBS):

040022901

Personal identification
number (OIB):

47625429199

LEI:

74780000Z0PH7TFW3I85

Institution
code:

1665

Name of the issuer: **Arena Hospitality Group d.d.**

Postcode and town:

52100

Pula

Street and house number:

Smareglina ulica 3

E-mail address:

uprava@arenahospitalitygroup.com

Web address:

www.arenahospitalitygroup.com

Number of employees
(end of the reporting

669

Consolidated report:

KN

(KN-not consolidated/KD-consolidated)

Audited:

RN

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

Bookkeeping firm:

No

(Yes/No)

(name of the bookkeeping firm)

Contact person:

Kalagac Sandra

(only name and surname of the contact person)

Telephone:

052/223-811

E-mail address:

skalagac@arenahospitalitygroup.com

Audit firm:

(name of the audit firm)

Certified auditor:

(name and surname)

BALANCE SHEET
balance as at 31.03.2020

in HRK

Submitter: Arena Hospitality Group d.d.			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID	001	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	2.122.844.011	2.271.039.575
I INTANGIBLE ASSETS (ADP 004 to 009)	003	1.064.923	989.095
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1.064.923	989.095
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	0	0
6 Other intangible assets	009	0	0
II TANGIBLE ASSETS (ADP 011 to 019)	010	1.385.211.673	1.486.045.286
1 Land	011	235.066.582	235.066.582
2 Buildings	012	982.506.779	970.006.724
3 Plant and equipment	013	79.592.845	76.059.738
4 Tools, working inventory and transportation assets	014	5.952.488	5.577.147
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	16.019.960	24.880.980
7 Tangible assets in preparation	017	56.418.118	166.139.122
8 Other tangible assets	018	9.654.901	8.314.993
9 Investment property	019	0	0
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	678.530.705	702.638.155
1 Investments in holdings (shares) of undertakings within the group	021	524.180.804	524.180.804
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	142.795.466	151.319.342
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	0	0
5 Investment in other securities of companies linked by virtue of participating interests	025	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	0	0
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	11.501.435	11.755.009
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	53.000	15.383.000
IV RECEIVABLES (ADP 032 to 035)	031	0	0
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	58.036.710	81.367.039
C) CURRENT ASSETS (ADP 038+046+053+063)	037	613.127.263	507.861.880
I INVENTORIES (ADP 039 to 045)	038	2.002.262	2.232.890
1 Raw materials and consumables	039	1.953.762	1.986.710
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	48.500	46.180
5 Advances for inventories	043	0	200.000
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	13.833.673	20.066.201
1 Receivables from undertakings within the group	047	1.337.248	4.477.808
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	5.320.140	6.019.526
4 Receivables from employees and members of the undertaking	050	76.809	49.022
5 Receivables from government and other institutions	051	5.687.145	6.500.800
6 Other receivables	052	1.412.331	3.019.045
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	220.675	220.675
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	0
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	220.675	220.675
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	597.070.653	485.342.114
D) PREPAID EXPENSES AND ACCRUED INCOME	064	0	0
E) TOTAL ASSETS (ADP 001+002+037+064)	065	2.735.971.274	2.778.901.455
OFF-BALANCE SHEET ITEMS	066	0	0

LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to	067	2.033.171.151	2.012.061.369
I INITIAL (SUBSCRIBED) CAPITAL	068	102.574.420	102.574.420
II CAPITAL RESERVES	069	1.142.738.633	1.142.738.633
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	556.485.871	555.949.250
1 Legal reserves	071	5.128.721	5.128.721
2 Reserves for treasury shares	072	16.334.757	16.871.376
3 Treasury shares and holdings (deductible item)	073	-16.334.757	-16.871.376
4 Statutory reserves	074	0	0
5 Other reserves	075	551.357.150	550.820.529
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES (ADP 078 to 080)	077	127.020	127.020
1 Fair value of financial assets available for sale	078	127.020	127.020
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083)	081	106.785.103	231.245.207
1 Retained profit	082	106.785.103	231.245.207
2 Loss brought forward	083	0	0
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086)	084	124.460.104	-20.573.161
1 Profit for the business year	085	124.460.104	0
2 Loss for the business year	086	0	20.573.161
VIII MINORITY (NON-CONTROLLING) INTEREST	087	0	0
B) PROVISIONS (ADP 089 to 094)	088	42.868.402	44.059.016
1 Provisions for pensions, termination benefits and similar obligations	089	1.549.131	1.549.131
2 Provisions for tax liabilities	090	0	0
3 Provisions for ongoing legal cases	091	0	0
4 Provisions for renewal of natural resources	092	0	0
5 Provisions for warranty obligations	093	0	0
6 Other provisions	094	41.319.271	42.509.885
C) LONG-TERM LIABILITIES (ADP 096 to 106)	095	568.385.157	596.064.690
1 Liabilities to undertakings within the group	096	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	097	0	0
3 Liabilities to companies linked by virtue of participating interests	098	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	099	0	0
5 Liabilities for loans, deposits etc.	100	0	0
6 Liabilities to banks and other financial institutions	101	568.385.157	596.064.690
7 Liabilities for advance payments	102	0	0
8 Liabilities to suppliers	103	0	0
9 Liabilities for securities	104	0	0
10 Other long-term liabilities	105	0	0
11 Deferred tax liability	106	0	0
D) SHORT-TERM LIABILITIES (ADP 108 to 121)	107	91.546.564	126.716.380
1 Liabilities to undertakings within the group	108	4.108.018	1.824.141
2 Liabilities for loans, deposits, etc. of undertakings within the group	109	0	0
3 Liabilities to companies linked by virtue of participating interests	110	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	111	0	0
5 Liabilities for loans, deposits etc.	112	0	0
6 Liabilities to banks and other financial institutions	113	44.098.742	40.940.580
7 Liabilities for advance payments	114	4.796.423	9.005.634
8 Liabilities to suppliers	115	15.707.978	59.505.180
9 Liabilities for securities	116	0	0
10 Liabilities to employees	117	13.613.892	7.555.765
11 Taxes, contributions and similar liabilities	118	4.919.454	2.749.811
12 Liabilities arising from the share in the result	119	0	0
13 Liabilities arising from fixed assets held for sale	120	0	0
14 Other short-term liabilities	121	4.302.057	5.135.269
E) ACCRUALS AND DEFERRED INCOME	122	0	0
F) TOTAL – LIABILITIES (ADP 067+088+095+107+122)	123	2.735.971.274	2.778.901.455
G) OFF-BALANCE SHEET ITEMS	124	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2020 to 31.03.2020

in HRK

Submitter: Arena Hospitality Group d.d.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 126 to 130)	125	14.644.991	14.644.992	12.821.184	12.821.184
1 Income from sales with undertakings within the group	126	1.722.730	1.722.730	1.681.238	1.681.238
2 Income from sales (outside group)	127	12.744.924	12.744.925	10.057.905	10.057.905
3 Income from the use of own products, goods and services	128	0	0	0	0
4 Other operating income with undertakings within the group	129	0	0	0	0
5 Other operating income (outside the group)	130	177.337	177.337	1.082.041	1.082.041
II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153)	131	59.790.453	59.790.454	56.499.836	56.499.836
1 Changes in inventories of work in progress and finished goods	132	0	0	0	0
2 Material costs (ADP 134 to 136)	133	16.502.893	16.502.893	14.477.582	14.477.582
a) Costs of raw materials and consumables	134	8.009.621	8.009.621	6.166.503	6.166.503
b) Costs of goods sold	135	2.600	2.600	2.434	2.434
c) Other external costs	136	8.490.672	8.490.672	8.308.645	8.308.645
3 Staff costs (ADP 138 to 140)	137	23.647.179	23.647.179	19.827.872	19.827.872
a) Net salaries and wages	138	15.014.748	15.014.748	12.006.604	12.006.604
b) Tax and contributions from salary costs	139	5.897.764	5.897.764	5.324.689	5.324.689
c) Contributions on salaries	140	2.734.667	2.734.667	2.496.579	2.496.579
4 Depreciation	141	13.863.056	13.863.056	16.829.705	16.829.705
5 Other costs	142	0	0	0	0
6 Value adjustments (ADP 144+145)	143	0	0	0	0
a) fixed assets other than financial assets	144	0	0	0	0
b) current assets other than financial assets	145	0	0	0	0
7 Provisions (ADP 147 to 152)	146	242.853	242.853	0	0
a) Provisions for pensions, termination benefits and similar obligations	147	0	0	0	0
b) Provisions for tax liabilities	148	0	0	0	0
c) Provisions for ongoing legal cases	149	242.853	242.853	0	0
d) Provisions for renewal of natural resources	150	0	0	0	0
e) Provisions for warranty obligations	151	0	0	0	0
f) Other provisions	152	0	0	0	0
8 Other operating expenses	153	5.534.472	5.534.473	5.364.677	5.364.677
III FINANCIAL INCOME (ADP 155 to 164)	154	1.455.216	1.455.216	2.988.912	2.988.912
1 Income from investments in holdings (shares) of undertakings within the group	155	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	156	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	157	0	0	0	0
4 Other interest income from operations with undertakings within the group	158	1.455.216	1.455.216	822.821	822.821
5 Exchange rate differences and other financial income from operations with undertakings within the group	159	0	0	0	0
6 Income from other long-term financial investments and loans	160	0	0	0	0
7 Other interest income	161	0	0	0	0
8 Exchange rate differences and other financial income	162	0	0	2.165.997	2.165.997
9 Unrealised gains (income) from financial assets	163	0	0	0	0
10 Other financial income	164	0	0	94	94
IV FINANCIAL EXPENSES (ADP 166 to 172)	165	3.656.788	3.656.788	3.213.750	3.213.750
1 Interest expenses and similar expenses with undertakings within the group	166	6.757	6.757	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	167	0	0	0	0
3 Interest expenses and similar expenses	168	3.383.808	3.383.808	3.213.750	3.213.750
4 Exchange rate differences and other expenses	169	0	0	0	0
5 Unrealised losses (expenses) from financial assets	170	0	0	0	0
6 Value adjustments of financial assets (net)	171	0	0	0	0
7 Other financial expenses	172	266.223	266.223	0	0
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	173			0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	174			0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	175			0	0
VIII SHARE IN LOSS OF JOINT VENTURES	176			0	0
IX TOTAL INCOME (ADP 125+154+173 + 174)	177	16.100.207	16.100.208	15.810.096	15.810.096
X TOTAL EXPENDITURE (ADP 131+165+175 + 176)	178	63.447.241	63.447.242	59.713.586	59.713.586
XI PRE-TAX PROFIT OR LOSS (ADP 177-178)	179	-47.347.034	-47.347.034	-43.903.490	-43.903.490
1 Pre-tax profit (ADP 177-178)	180	0	0	0	0
2 Pre-tax loss (ADP 178-177)	181	-47.347.034	-47.347.034	-43.903.490	-43.903.490
XII INCOME TAX	182	-8.490.452	-8.490.452	-23.330.329	-23.330.329
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182)	183	-38.856.582	-38.856.582	-20.573.161	-20.573.161
1 Profit for the period (ADP 179-182)	184	0	0	0	0
2 Loss for the period (ADP 182-179)	185	-38.856.582	-38.856.582	-20.573.161	-20.573.161

DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 187-188)	186	0	0	0	0
1 Pre-tax profit from discontinued operations	187				
2 Pre-tax loss on discontinued operations	188				
XV INCOME TAX OF DISCONTINUED OPERATIONS	189				
1 Discontinued operations profit for the period (ADP 186-189)	190				
2 Discontinued operations loss for the period (ADP 189-186)	191				
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 179+186)	192				
1 Pre-tax profit (ADP 192)	193				
2 Pre-tax loss (ADP 192)	194				
XVII INCOME TAX (ADP 182+189)	195				
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 192-195)	196				
1 Profit for the period (ADP 192-195)	197				
2 Loss for the period (ADP 195-192)	198				
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 200+201)	199	0	0	0	0
1 Attributable to owners of the parent	200				
2 Attributable to minority (non-controlling) interest	201				
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	202	-38.856.582	-38.856.582	-20.573.161	-20.573.161
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 204 to 211)	203	0	0	0	0
1 Exchange rate differences from translation of foreign operations	204				
2 Changes in revaluation reserves of fixed tangible and intangible assets	205				
3 Profit or loss arising from subsequent measurement of financial assets available for sale	206				
4 Profit or loss arising from effective cash flow hedging	207				
5 Profit or loss arising from effective hedge of a net investment in a foreign operation	208				
6 Share in other comprehensive income/loss of companies linked by virtue of participating interests	209				
7 Actuarial gains/losses on the defined benefit obligation	210				
8 Other changes in equity unrelated to owners	211				
III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	212				
IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212)	213	0	0	0	0
V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213)	214	-38.856.582	-38.856.582	-20.573.161	-20.573.161
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 216+217)	215	0	0	0	0
1 Attributable to owners of the parent	216				
2 Attributable to minority (non-controlling) interest	217				

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2020. to 31.03.2020.

in HRK

Submitter: Arena Hospitality Group d.d			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	-47.347.034	-43.903.490
2 Adjustments (ADP 003 to 010):	002	18.476.728	26.111.283
a) Depreciation	003	13.863.056	16.829.705
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	63.192	31.445
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	0
d) Interest and dividend income	006	-1.455.216	-822.915
e) Interest expenses	007	3.633.417	3.213.750
f) Provisions	008	1.674.803	1.190.615
g) Exchange rate differences (unrealised)	009	697.476	5.668.683
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	0	0
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	-28.870.306	-17.792.207
3 Changes in the working capital (ADP 013 to 016)	012	9.500.153	-10.037.326
a) Increase or decrease in short-term liabilities	013	11.829.897	-4.356.307
b) Increase or decrease in short-term receivables	014	-3.747.641	-6.432.526
c) Increase or decrease in inventories	015	1.417.897	751.507
d) Other increase or decrease in working capital	016	0	0
II Cash from operations (ADP 011+012)	017	-19.370.153	-27.829.533
4 Interest paid	018	-6.133.246	-6.664.269
5 Income tax paid	019	-3.134.198	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	-28.637.597	-34.493.802
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	0	0
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	3.136.096	94
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	2.631.569	943.043
6 Other cash receipts from investment activities	026	4.371.818	1.887
III Total cash receipts from investment activities (ADP 021 to 026)	027	10.139.483	945.024
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-37.921.622	-75.718.681
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	-5.326.462
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	-53.000	-15.330.000
IV Total cash payments from investment activities (ADP 028 to 032)	033	-37.974.622	-96.375.143
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-27.835.139	-95.430.119
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	0	21.014.769
4 Other cash receipts from financing activities	038	0	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	0	21.014.769
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-2.226.175	-2.282.768
2 Cash payments for dividends	041	0	0
3 Cash payments for finance lease	042	0	0
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	0	-536.619
5 Other cash payments from financing activities	044	0	0
VI Total cash payments from financing activities (ADP 040 to 044)	045	-2.226.175	-2.819.387
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-2.226.175	18.195.382
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	0	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	-58.698.911	-111.728.539
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	682.384.707	597.070.653
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	623.685.796	485.342.114

STATEMENT OF CHANGES IN EQUITY
for the period from **01.01.20** to **31.03.20**

in HRK

Item	ADP code	Attributable to owners of the parent														Minority (non-controlling) interest	Total capital and reserves	
		Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Other reserves	Revaluation reserves	Fair value of financial assets available for sale	Cash flow hedge - effective portion	Hedge of a net investment in a foreign operation - effective portion	Retained profit / loss brought forward	Profit/loss for the business year	Total attributable to owners of the parent			
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16 (3 to 6 - 7 + 8 to 15)	17	18 (16+17)	
Previous period																		
1 Balance on the first day of the previous business year	01	102.574.420	1.142.738.633	5.128.721	3.380	3.380	0	567.688.527	0	105.120	0	0	65.877.455	66.550.407	1.950.663.283	0	1.950.663.283	
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
3 Correction of errors	03	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	102.574.420	1.142.738.633	5.128.721	3.380	3.380	0	567.688.527	0	105.120	0	0	65.877.455	66.550.407	1.950.663.283	0	1.950.663.283	
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	124.460.104	124.460.104	0	124.460.104	
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
8 Profit or loss arising from subsequent measurement of financial assets available for sale	08	0	0	0	0	0	0	0	0	21.900	0	0	0	0	21.900	0	21.900	
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
13 Other changes in equity unrelated to owners	13	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
14 Tax on transactions recognised directly in equity	14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
18 Redemption of treasury shares/holdings	18	0	0	0	16.331.377	16.331.377	0	-16.331.377	0	0	0	0	0	0	-16.331.377	0	-16.331.377	
19 Payment of share in profit/dividend	19	0	0	0	0	0	0	0	0	0	0	0	-25.642.760	0	-25.642.760	0	-25.642.760	
20 Other distribution to owners	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
21 Transfer to reserves according to the annual schedule	21	0	0	0	0	0	0	0	0	0	0	0	66.550.407	-66.550.407	0	0	0	
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	22	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
23 Balance on the last day of the previous business year reporting period (04 to 22)	23	102.574.420	1.142.738.633	5.128.721	16.334.757	16.334.757	0	551.357.150	0	127.020	0	0	106.785.102	124.460.104	2.033.171.150	0	2.033.171.150	
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																		
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)	24	0	0	0	0	0	0	0	0	21.900	0	0	0	0	21.900	0	21.900	
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+24)	25	0	0	0	0	0	0	0	0	21.900	0	0	0	124.460.104	124.482.004	0	124.482.004	
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 22)	26	0	0	0	16.331.377	16.331.377	0	-16.331.377	0	0	0	0	40.907.647	-66.550.407	-41.974.137	0	-41.974.137	

Current period																	
1 Balance on the first day of the current business year	27	102.574.420	1.142.738.633	5.128.721	16.334.757	16.334.757	0	551.357.150	0	127.020	0	0	106.785.103	124.460.104	2.033.171.151	0	2.033.171.151
2 Changes in accounting policies	28	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the current business year (restated) (ADP 27 to 29)	30	102.574.420	1.142.738.633	5.128.721	16.334.757	16.334.757	0	551.357.150	0	127.020	0	0	106.785.103	124.460.104	2.033.171.151	0	2.033.171.151
5 Profit/loss of the period	31	0	0	0	0	0	0	0	0	0	0	0	0	-20.573.161	-20.573.161	0	-20.573.161
6 Exchange rate differences from translation of foreign operations	32	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Changes in revaluation reserves of fixed tangible and intangible assets	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Profit or loss arising from subsequent measurement of financial assets available for sale	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	44	0	0	0	536.621	536.621	0	-536.621	0	0	0	0	0	0	-536.621	0	-536.621
19 Payment of share in profit/dividend	45	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Other distribution to owners	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Transfer to reserves according to the annual schedule	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	48	0	0	0	0	0	0	0	0	0	0	0	124.460.104	-124.460.104	0	0	0
23 Balance on the last day of the current business year reporting period (ADP 30 to 48)	49	102.574.420	1.142.738.633	5.128.721	16.871.378	16.871.378	0	550.820.529	0	127.020	0	0	231.245.207	-20.573.161	2.012.061.369	0	2.012.061.369
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																	
I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADP 32 to 40)	50	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 31+50)	51	0	0	0	0	0	0	0	0	0	0	0	0	-20.573.161	-20.573.161	0	-20.573.161
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 41 to 48)	52	0	0	0	536.621	536.621	0	-536.621	0	0	0	0	124.460.104	-124.460.104	-536.621	0	-536.621

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

Name of the issuer: Arena Hospitality Group d.d

Personal identification number (OIB): 47625429199

Reporting period: 1 January - 31 March 2020