

Attachment 1.

Reporting period:

1.1.2017

do

31.3.2017

Quarterly financial statement of the entrepreneur - TFI-POD

Tax number (MB): 03750272

Company registration number (MBS): 80000959

Personal identification number (OIB): 79766124714

Issuing company: INSTITUT IGH D.D.

Postal code and place: 10000

ZAGREB

Street and house number: JANKA RAKUŠE 1

E-mail address: igh@igh.hr

Internet address: http://www.igh.hr

Municipality/city code and name: 133 ZAGREB

County code and name: 21 GRAD ZAGREB

Number of employees: 503

(quarter end)

Consolidated report: NO

NKD code: 7219

Companies of the consolidation subject (according to IFRS)

Seat:

MB:

Bookkeeping service:

Contact person: ŠPINDERK JADRANKA

(please enter only contact person's family name and name)

Telephone: 01 6125 444

Telefaks: 01 6125 404

E-mail address: igh@igh.hr

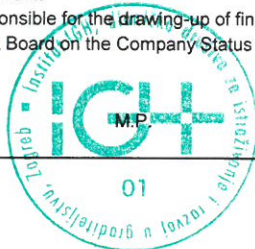
Family name and name: IVAN PALADINA

OLIVER KUMRIĆ

(person authorized to represent the company)

Documents to be published:

1. Financial statements (balance sheet, profit and loss statement, cash flow statement, statement of changes in equity, and notes to financial statements)
2. Statement of persons responsible for the drawing-up of financial statements
3. Report of the Management Board on the Company Status



Paladina

(signature of the person authorized to represent the company)

Oliver Kumrić

BALANCE SHEET
as of 31.03.2017.

INSTITUT IGH D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED AND NON - PAID CAPITAL	001		
B) LONG - TERM ASSETS (003+010+020+029+033)	002	361.314.399	360.390.194
I. INTANGIBLE ASSETS (004 to 009)	003	4.144.908	4.032.222
1. Assets development	004	0	0
2. Concessions, patents, licence fees, merchandise and service brands, software and other rights	005	1.531.701	1.308.719
3. Goodwill	006	0	0
4. Prepayments for purchase of intangible assets	007	0	0
5. Intangible assets in preparation	008	2.613.207	2.723.503
6. Other intangible assets	009	0	0
II. TANGIBLE ASSETS (011 to 019)	010	175.963.426	175.294.262
1. Land	011	63.760.082	63.760.082
2. Buildings	012	62.001.464	60.971.602
3. Plant and equipment	013	13.934.871	13.635.898
4. Instruments, plant inventories and transportation assets	014	5.473.529	5.534.841
5. Biological assets	015	0	0
6. Prepayments for tangible assets	016	335.434	772.372
7. Tangible assets in preparation	017	26.537.960	26.699.381
8. Other material assets	018	303.336	303.336
9. Investment in buildings	019	3.616.750	3.616.750
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	179.619.100	179.561.513
1. Shares (stocks) in related parties	021	156.137.605	156.137.605
2. Loans given to related parties	022	5.088.198	4.982.579
3. Participating interests (shares)	023		
4. Loans to entrepreneurs in whom the entity hold participating interests	024		
5. Investment in securities	025		
6. Loans, deposits and similar assets	026	444.745	492.777
7. Other long - term financial assets	027	2.948.552	2.948.552
8. Investments accounted by equity method	028	15.000.000	15.000.000
IV. RECEIVABLES (030 to 032)	029	1.586.965	1.502.197
1. Receivables from related parties	030	0	0
2. Receivables based on trade loans	031	1.586.965	1.502.197
3. Other receivables	032	0	0
V. DEFERRED TAX ASSETS	033	0	0
C) SHORT TERMS ASSETS (035+043+050+058)	034	166.258.803	170.216.795
I. INVENTORIES (036 to 042)	035	108.840.997	108.840.997
1. Raw material	036	0	0
2. Work in progress	037	247.493	247.493
3. Finished goods	038	0	0
4. Merchandise	039	568.162	568.162
5. Prepayments for inventories	040	0	0
6. Long - term assets held for sale	041	108.025.342	108.025.342
7. Biological assets	042	0	0
II. RECEIVABLES (044 to 049)	043	40.596.629	42.718.959
1. Receivables from related parties	044	790.148	768.830
2. Accounts receivable	045	36.784.143	38.488.985
3. Receivables from participating entrepreneurs	046	0	0
4. Receivables from employees and shareholders	047	678.198	753.902
5. Receivables from government and other institutions	048	955.976	594.462
6. Other receivables	049	1.388.164	2.112.780
III. SHORT - TERM FINANCIAL ASSETS (051 to 057)	050	13.287.447	15.157.066
1. Shares (stocks) in related parties	051	0	0
2. Loans given to related parties	052	298.204	342.204
3. Participating interests (shares)	053	0	0
4. Loans to entrepreneurs in whom the entity hold participating interests	054	0	0
5. Investment in securities	055	0	0
6. Loans, deposits and similar assets	056	12.989.243	14.814.862
7. Other financial assets	057	0	0
IV. CASH AT BANK AND IN CASHIER	058	3.533.730	3.499.773
D) PREPAID EXPENSES AND ACCRUED INCOME	059	4.023.444	5.394.934
E) TOTAL ASSETS (001+002+034+059)	060	531.596.646	536.001.923
F) OFF-BALANCE SHEET NOTES	061	38.462.783	44.803.487

LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	-29.746.045	-23.986.120
I. SUBSCRIBED CAPITAL	063	116.604.710	116.604.710
II. CAPITAL RESERVES	064	0	0
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	0	-30.714
1. Reserves prescribed by law	066	0	0
2. Reserves for treasury stocks	067	1.446.309	1.446.309
3. Treasury stocks and shares (deduction)	068	1.446.309	1.477.023
4. Statutory reserves	069	0	0
5. Other reserves	070	0	0
IV. REVALUATION RESERVES	071	137.678.337	136.747.002
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	-223.342.725	-283.097.755
1. Retained earnings	073	12.010.689	12.942.025
2. Accumulated loss	074	235.353.414	296.039.780
VI. PROFIT / LOSS FOR THE CURRENT YEAR (076-077)	075	-60.686.367	5.790.637
1. Profit for the current year	076		5.790.637
2. Loss for the current year	077	60.686.367	0
VII. MINORITY INTEREST	078	0	0
B) PROVISIONS (080 to 082)	079	6.851.514	6.851.514
1. Provisions for pensions, severance pay and similar liabilities	080	768.473	768.473
2. Reserves for tax liabilities	081	0	0
3. Other reserves	082	6.083.041	6.083.041
C) LONG TERM LIABILITIES (084 to 092)	083	321.829.906	317.463.156
1. Liabilities to related parties	084	241.777	241.777
2. Liabilities for loans, deposits etc.	085	70.500	70.500
3. Liabilities to banks and other financial institutions	086	280.626.785	276.063.155
4. Liabilities for received prepayments	087	0	0
5. Accounts payable	088	6.152.231	6.395.936
6. Liabilities arising from debt securities	089	0	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	090	0	0
8. Other long-term liabilities	091	4.464.873	4.622.489
9. Deferred tax liability	092	30.273.740	30.069.299
D) SHORT - TERM LIABILITIES (094 to 105)	093	200.512.432	202.523.273
1. Liabilities to related parties	094	1.380.990	1.781.288
2. Liabilities for loans, deposits etc.	095	2.973.345	3.060.140
3. Liabilities to banks and other financial institutions	096	65.459.326	65.290.224
4. Liabilities for received prepayments	097	2.809.026	5.553.975
5. Accounts payable	098	24.435.373	23.071.852
6. Liabilities arising from debt securities	099	70.973.241	70.973.241
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100	0	0
8. Liabilities to employees	101	9.036.057	8.708.342
9. Liabilities for taxes, contributions and similar fees	102	12.481.386	12.814.628
10. Liabilities to share - holders	103	0	0
11. Liabilities for long term assets held for sale	104	0	0
12. Other short - term liabilities	105	10.963.688	11.269.583
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	32.148.839	33.150.100
F) TOTAL CAPITAL AND LIABILITIES (062+079+083+093+106)	107	531.596.646	536.001.923
G) OFF-BALANCE SHEET NOTES	108	38.462.783	44.803.487
APPENDIX TO BALANCE SHEET (only for consolidated financial statements)			
A) CAPITAL AND RESERVES			
1. Attributed to equity holders of parent company	109		
2. Attributed to minority interests	110		

PROFIT AND LOSS ACCOUNT
for period 01.01.2017. to 31.03.2017

INSTITUT IGH D.D.

Position	AOP	Previous period		Current period	
		Cummulative	Periodical	Cummulative	Periodical
1	2	3	4	5	6
I. OPERATING REVENUES (112+113)	111	35.188.404	35.188.404	44.458.694	44.458.694
1. Sales revenues	112	33.487.166	33.487.166	43.612.777	43.612.777
2. Other operating revenues	113	1.701.238	1.701.238	845.917	845.917
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	39.353.958	39.353.958	39.938.601	39.938.601
1. Changes in the value of work in progress and finished goods	115				0
2. Material costs (117 to 119)	116	9.341.083	9.341.083	12.701.496	12.701.496
a) Raw material and material costs	117	1.697.298	1.697.298	1.884.163	1.884.163
b) Costs of goods sold	118	0	0	0	0
c) Other external costs	119	7.643.785	7.643.785	10.817.333	10.817.333
3. Staff costs (121 to 123)	120	22.564.296	22.564.296	20.942.639	20.942.639
a) Net salaries and wages	121	12.983.209	12.983.209	11.555.536	11.555.536
b) Costs for taxes and contributions from salaries	122	6.287.562	6.287.562	6.603.083	6.603.083
c) Contributions on gross salaries	123	3.293.525	3.293.525	2.784.020	2.784.020
4. Depreciation	124	2.325.232	2.325.232	1.909.015	1.909.015
5. Other costs	125	3.677.107	3.677.107	3.736.487	3.736.487
6. Impairment (127+128)	126	1.154.172	1.154.172	618.946	618.946
a) Impairment of long-term assets (excluding financial assets)	127		0		
b) Impairment of short-term assets (excluding financial assets)	128	1.154.172	1.154.172	618.946	618.946
7. Provisions	129	236.800	236.800		
8. Other operating expenses	130	55.268	55.268	30.018	30.018
III. FINANCIAL INCOME (132 to 136)	131	4.305.596	4.305.596	4.667.242	4.667.242
1. Interest income, foreign exchange gains, dividends and similar income from related	132	0	0	0	0
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	4.305.596	4.305.596	4.667.242	4.667.242
3. Share in income from affiliated entrepreneurs and participating interests	134	0	0	0	0
4. Unrealized gains (income) from financial assets	135	0	0	0	0
5. Other financial income	136	0	0	0	0
IV. FINANCIAL EXPENSES (138 to 141)	137	4.365.813	4.365.813	3.601.138	3.601.138
1. Interest expenses, foreign exchange losses and similar expenses from related parties	138	165.691	165.691	172.171	172.171
2. Interest expenses, foreign exchange losses and similar expenses from non - related	139	3.518.707	3.518.707	3.036.440	3.036.440
3. Unrealized losses (expenses) on financial assets	140	0	0	0	0
4. Other financial expenses	141	681.415	681.415	392.527	392.527
V. INCOME FROM INVESTMENT SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS	142	0	0		0
VI. LOSS FROM INVESTMENT SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS	143	0	0		0
VII. EXTRAORDINARY - OTHER INCOME	144	0	0		0
VIII. EXTRAORDINARY - OTHER EXPENSES	145	0	0		0
IX. TOTAL INCOME (111+131+142 + 144)	146	39.494.000	39.494.000	49.125.936	49.125.936
X. TOTAL EXPENSES (114+137+143 + 145)	147	43.719.771	43.719.771	43.539.739	43.539.739
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	-4.225.771	-4.225.771	5.586.197	5.586.197
1. Profit before taxation (146-147)	149	0	0	5.586.197	5.586.197
2. Loss before taxation (147-146)	150	4.225.771	4.225.771	0	0
XIII. PROFIT TAX	151	0	0	-204.440	-204.440
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	-4.225.771	-4.225.771	5.790.637	5.790.637
1. Profit for the period(149-151)	153	0	0	5.790.637	5.790.637
2. Loss for the period (151-148)	154	4.225.771	4.225.771	0	0
APPENDIX to Profit and Loss Account (only for consolidated financial statements)					
XIV. PROFIT OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	155				
2. Attributed to minority interests	156				
STATEMENT OF COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	-4.225.771	-4.225.771	5.790.637	5.790.637
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX(159 to 165)	158	0	0	0	0
1. Exchange differences on translation of foreign operations	159	0	0	0	0
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	0	0	0	0
3. Profit or loss from revaluation of financial assets available for sale	161	0	0	0	0
4. Gains or losses on efficient cash flow hedging	162	0	0	0	0
5. Gains or losses on efficient hedge of a net investment in foreign countries	163	0	0	0	0
6. Share in other comprehensive income / loss of associated companies	164	0	0	0	0
7. Actuarial gains / losses on defined benefit plans	165	0	0	0	0
III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166	0	0	0	0
IV. NET OTHER COMPREHENSIVE INCOME/ LOSS FOR THE PERIOD (158-166)	167	0	0	0	0
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD(157+167)	168	-4.225.771	-4.225.771	5.790.637	5.790.637
APPENDIX to Statement of comprehensive income (only for consolidated financial statements)					
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	169				
2. Attributed to minority interests	170				

STATEMENT OF CASH FLOWS - Indirect method
period 01.01.2017. to 31.03.2017

Legal entity : INSTITUT IGH D.D.			
Position	AOP	Previous period	Current period
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	-4.225.771	5.586.197
2. Depreciation	002	2.325.232	1.909.015
3. Increase in short-term liabilities	003	5.108.799	1.062.563
4. Decrease in short term receivables	004	0	0
5. Decrease in inventories	005	0	0
6. Other cash flow increases	006	0	0
I. Total increase in cash flow from operating activities (001 to 006)	007	3.208.260	8.557.775
1. Decrease in short - term liabilities	008	0	0
2. Increase in short - term receivables	009	2.033.000	3.493.820
3. Increase in inventories	010	0	0
4. Other cash flow decreases	011	2.367.627	5.097.801
II. Total decrease in cash flow from operating activities (008 to 011)	012	4.400.627	8.591.621
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES (007-012)	013	0	0
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES (012-007)	014	1.192.367	33.846
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash flow from sale of long - term tangible and intangible assets	015	4.025	128.193
2. Cash inflows from sale of equity and debt financial instruments	016	0	0
3. Interest receipts	017	41.797	150.739
4. Dividend receipts	018	0	0
5. Other cash inflows from investing activities	019	2.022.929	500.000
III. Total cash inflows from investing activities(015 to 019)	020	2.068.751	778.932
1. Cash outflows for purchase of long - term tangible and intangible assets	021	395.841	785.796
2. Cash outflows for purchase of equity and debt financial instruments	022	0	0
3. Other cash outflows from investing activities	023	15.118	44.000
IV. Total cash outflows from investing activities (021 to 023)	024	410.959	829.796
B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES(020-024)	025	1.657.792	0
B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES(024-020)	026	0	50.864
CASH FLOW FROM FINANCING ACTIVITIES			
1. Cash receipts from issuance of equity and debt financial instruments	027	0	0
2. Cash inflows from loans, debentures, credits and other borrowings	028	0	526.000
3. Other cash inflows from financing activities	029	0	0
V. Total cash inflows from financing activities (027 to 029)	030	0	526.000
1. Cash outflows for repayment of loans and bonds	031	218.750	291.667
2. Dividends paid	032	0	0
3. Cash outflows for finance lease	033	262.612	95.980
4. Cash outflows for purchase of own stocks	034	0	0
5. Other cash outflows from financing activities	035	0	87.600
VI. Total cash outflows from financing activities (031 do 035)	036	481.362	475.247
C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES (030-036)	037	0	50.753
C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES (036-030)	038	481.362	0
Total increases of cash flows (013 – 014 + 025 – 026 + 037 – 038)	039	0	0
Total decreases of cash flows (014 – 013 + 026 – 025 + 038 – 037)	040	15.937	33.957
Cash and cash equivalents at the beginning of period	041	430.996	3.533.730
Increase in cash and cash equivalents	042	0	0
Decrease in cash and cash equivalents	043	15.937	33.957
Cash and cash equivalents at the end of period	044	415.059	3.499.773

STATEMENT OF CHANGES IN EQUITY

from 1.1.2017 to 31.3.2017

	Position	AOP	Previous year	Current year
	1	2	3	4
1. Subscribed capital		001	116.604.710	116.604.710
2. Capital reserves		002	0	0
3. Reserves from profit		003	0	-30.714
4. Retained earnings or accumulated loss		004	-223.342.725	-283.097.755
5. Profit / loss for the current year		005	-60.686.367	5.790.637
6. Revaluation of long - term tangible assets		006	137.913.699	136.982.364
7. Revaluation of intangible assets		007	0	
8. Revaluation of financial assets available for sale		008	0	0
9. Other revaluation		009	0	
10. Total capital and reserves (AOP 001 to 009)		010	-29.510.683	-23.750.758
11. Currency gains and losses arising from net investments in foreign operations		011	-235.362	-235.362
12. Current and deferred taxes (part)		012		
13. Cash flow hedging		013		
14. Changes in accounting policies		014		
15. Correction of significant errors in prior periods		015		
16. Other changes in capital		016		
17. Total increase or decrease in capital (AOP 011 to 016)		017	-235.362	-235.362
17 a. Attributed to equity holders of parent company		018		
17 b. Attributed to minority interest		019		

Items decreasing the capital are entered with a negative number sign

Data entered under AOP marks 001 to 009 are entered as situation on the Balance Sheet date

INSTITUT IGH, d.d.

Janka Rakuše 1, 10000 Zagreb, CROATIA
Tel: +385 1 6125 125, Fax: +385 1 6125 401,
igh@igh.hr, www.igh.hr



STATEMENT OF MANAGEMENT BOARD ON THE RESPONSIBILITY FOR PREPARING FINANCIAL REPORTS FOR THE INSTITUT IGH, JSC

The Company's Management Board has to ensure that the INSTITUT IGH d.d. financial reports for the first quarter of 2017 are prepared in accordance with the Accountancy Law (Official Gazette 78/15, 133/15, 120/16) and International Financial Reporting Standards as adopted by the European Union, so that these documents provide a true and unbiased picture of the Company's financial standing, business results, change in capital, and cash flow for the period under consideration.

After making due enquiries, the Management Board has a reasonable expectation that the Company has adequate resources to continue operation in the foreseeable future. Accordingly, the Management Board has prepared its financial reports under assumption that the Company will continue to operate for an unlimited period of time.

During preparation of financial reports, the Management Board is responsible:

- for the selection and, thereafter, for consistent use of appropriate accounting policies;
- for giving reasonable and sensible assessments and estimates;
- for applying valid financial reporting standards and for making public and explaining every materially significant discrepancy discovered in financial reports;
- for preparing financial reports under assumption of an unlimited period of operation, except in cases when such assumption is inappropriate.

The Management Board is responsible for keeping proper accountancy records that will depict, to an acceptable level of accuracy, the financial standing and business results of the Company, in full compliance with the Accountancy Law and International Financial Reporting Standards issued by the International Accounting Standards Board (IASB). The Management Board is also responsible for protecting and safeguarding the Company's assets, and hence for undertaking every measure it deems necessary to prevent and discover cases of fraud and other illegal activity.

Signed on behalf of the Management Board:

Ivan Paladina, President of Management Board

Institut IGH, d.d. Zagreb
Janka Rakuše 1
10000 Zagreb

28 April 2017



RC SPLIT
SPLIT 21000
Matice hrvatske 15
Tel: 021/558-666
Fax: 021/465-335

RC RIJEKA
KUKULJANOVO 51227
Kukuljanovo 182/2
Tel: 051/206-100
Fax: 051/331-100

RC OSIJEK
OSIJEK 31000
Drinska 18
Tel: 031/253-103
Fax: 031/253-104

VARAŽDIN 42000
Hallerova aleja 7
Tel: 042/210-970,
042/210-722
Fax: 042/211-285

DUBROVNIK 20000
Vukovarska 8
Tel: 020/412-489,
020/411-628
Fax: 020/412-489

PULA 52100
Divkovičeva 2/C
Tel: 052/508-220
Fax: 052/508-221

ZADAR 23000
Dobriše Cesarića 1
Tel: 023/220-910,
023/323-299
Fax: 023/323-225

Mjerodavni sud:
Trgovački sud u Zagrebu,
registarski uložak
s matičnim brojem (MBS)
080000959

Temeljni kapital:
116.604.710,00 kn
uplaćen u cijelosti
Broj izdanih dionica:
IGH-RA 613.709
Nominalna vrijednost
dionice 190 kn

MB: 3750272
OIB: 79766124714
Poslovna banka:
Zagrebačka banka d.d.
IBAN:
HR7723600001101243767
SWIFT kod: ZABAHR2X

Uprava:
Ivan Paladina, dipl.oec, predsjednik Uprave
mr.sc. Oliver Kumić, dipl.ing.grad.,
član Uprave

Nadzorni odbor:
Žarko Dešković, dipl.ing.grad.,
predsjednik Nadzornog odbora



INSTITUT IGH, d.d.

Janka Rakuše 1, 10000 Zagreb, CROATIA
Tel: +385 1 6125 125, Fax: +385 1 6125 401,
igh@igh.hr, www.igh.hr



MANAGEMENT BOARD REPORT

ON BUSINESS RESULTS OF INSTITUT IGH d.d. AND ITS SUBSIDIARIES

IN THE PERIOD FROM 1 JANUARY TO 31 MARCH 2017

INSTITUT IGH, d.d. Zagreb and its subsidiaries are the leading service provider in the field of design, technical supervision, laboratory services and project management of infrastructure and civil engineering projects in Southeast Europe. 17 subsidiary companies with the same core activity or similar business activities are affiliated to Institut IGH d.d.

On 31 March 2017, a total of 537 employees were employed with INSTITUT IGH, d.d. and its subsidiary companies.

In the first quarter of 2017, INSTITUT IGH d.d. operated at a profit of HRK 5.8 million, primarily as the result of a 26% increase in operating revenues, which amount to HRK 44.4 million and a positive result of financial operations. On the other hand, the operating expenses remained at the level of the previous period of the previous year, which resulted in achieved EBITDA of HRK 6.4 million. Moreover, the Company achieved a positive result during the first quarter of 2017 in terms of financial revenues and expenses, primarily due to positive exchange rate differences due to appreciation of HRK compared to EUR.

In the first quarter of 2017, IGH Group realized a net profit of HRK 6 million, also primarily due to an increase in operating revenues of 27%, which amount to HRK 46.4 million and a positive result of financial operation. Consolidated operating expenses amount to HRK 41.8 million i.e. they are at the same level as in the first quarter of 2016, which together with an increase in revenues, resulted in achieved EBITDA of HRK 6.8 million.

RC SPLIT
SPLIT 21000
Matice hrvatske 15
Tel: 021/558-666
Fax: 021/465-335

RC RIJEKA
KUKULJANOVO 51227
Kukuljanovo 182/2
Tel: 051/206-100
Fax: 051/331-100

RC OSIJEK
OSIJEK 31000
Drinska 18
Tel: 031/253-103
Fax: 031/253-104

VARAŽDIN 42000
Hallerova aleja 7
Tel: 042/210-970,
042/210-722
Fax: 042/211-285

DUBROVNIK 20000
Vukovarska 8
Tel: 020/412-489,
020/411-628
Fax: 020/412-489

PULA 52100
Divkovičeva 2/C
Tel: 052/508-220
Fax: 052/508-221

ZADAR 23000
Dobriše Cesarića 1
Tel: 023/220-910,
023/323-299
Fax: 023/323-225

Mjerodavni sud:
Trgovački sud u Zagrebu,
registarski uložak
s matičnim brojem (MBS)
080000959

Temeljni kapital:
116.604.710,00 kn
uplaćen u cijelosti
Broj izdanih dionica:
IGH-R-A 613.709
Nominalna vrijednost
dionice 190 kn

MB: 3750272
OIB: 79766124714
Poslovna banka:
Zagrebacka banka d.d.
IBAN:
HR772360001101243767
SWIFT kod: ZABAHR2X

Uprava:
Ivan Paladina, dipl.oec, predsjednik Uprave
mr.sc. Oliver Kumrić, dipl.ing.grad.,
Zlan Uprave

Nadzorni odbor:
Žarko Dešković, dipl.ing.grad.,
predsjednik Nadzornog odbora



INSTITUT IGH, d.d.

Janka Rakuše 1, 10000 Zagreb, CROATIA
Tel: +385 1 6125 125, Fax: +385 1 6125 401,
igh@igh.hr, www.igh.hr

On 31 March 2017, INSTITUT IGH, d.d. had contracts in progress in the value amounting to HRK 431 million, out of which HRK 302 million refer to active contracts.

The achieved operating and net profit is a continuation of positive trends in the business operation of the Company and Group, and comes as a result of strong development of business operation on the domestic as well as international markets. On the other hand, the operating expenses were reduced by operational restructuring measures, and are directly managed on a daily basis. The results of the first quarter are partly result of external impact of HRK appreciation, however, independently of this effect, the net result is still positive, which represents another turning point after a period of losses. Followed by an increase in operating results, the Company continues the process of deleveraging and improvement of current liquidity.

Despite positive trends in business operation and the status of contracts, it cannot be ignored that the Company records negative equity as and that the obligation to repay the Senior loan principal commences in 2017 in compliance with the provisions of the Pre-bankruptcy Settlement Agreement and subsequent agreements with creditors of category a). Taking into account everything mentioned above, the Management Board is facing a challenging period, but being guided primarily by a stable positive operating result and the status of contracts base, the Management Board believes in stable and successful operations in following periods.

Zagreb, 28 April 2017



On behalf of the Management Board of INSTITUT IGH, d.d.

Ivan Paladina
Ivan Paladina, President of the Management Board



RC SPLIT
SPLIT 21000
Matice hrvatske 15
Tel: 021/558-666
Fax: 021/465-335

RC RIJEKA
KUKULJANOVO 5122
Kukuljanovo 182/2
Tel: 051/206-100
Fax: 051/331-100

RC OSIJEK
OSIJEK 31000
Drinska 18
Tel: 031/253-103
Fax: 031/253-104

VARAŽDIN 42000
Hallerova aleja 7
Tel: 042/210-970,
042/210-722
Fax: 042/211-285

DUBROVNIK 20000
Vukovarska 8
Tel: 020/412-489,
020/411-628
Fax: 020/412-489

PULA 52100
Divkovičeva 2/C
Tel: 052/508-220
Fax: 052/508-221

ZADAR 23000
Dobriše Cesarića 1
Tel: 023/220-910,
023/323-299
Fax: 023/323-225

Mjerodavni sud:
Trgovački sud u Zagrebu,
registarski uložak
s matičnim brojem (MBS)
080000959

Temeljni kapital:
116.604.710,00 kn
uplaćen u cijelosti
Broj izdanih dionica:
IGH-R-A 613.709
Nominalna vrijednost
dionice 190 kn

MB: 3750272
OIB: 79766124714
Poslovna banka:
Zagrebacka banka d.d.
IBAN:
HR772360001101243767
SWIFT kod: ZABAHR2X

Uprava:
Ivan Paladina, dipl.oec, predsjednik Uprave
mr.sc. Oliver Kumrić, dipl.ing.grad.,
član Uprave

Nadzorni odbor:
Žarko Dešković, dipl.ing.grad.,
predsjednik Nadzornog odbora