

KONČAR GROUP MANAGING BOARD BUSINESS REPORT**January – September 2019**

The KONČAR Group consists of KONČAR – ELEKTROINDUSTRIJA d.d. (KONČAR – ELECTRICAL INDUSTRY Inc.) as the Mother Company and 14 Daughter Companies in which the Mother Company has the prevailing interest (more than 50 % of votes at the Annual / Extraordinary General Meeting). Besides, the Mother Company has a minority managing interest in three companies, 2 Associated Companies, i.e. Končar – Energetski transformatori (Končar – Power Transformers) and Elkakon d.o.o (Elkakon Ltd.) and a joint venture, i.e. TBEA Končar Instrument Transformers Ltd, China. Elkakon Ltd. and TBEA Končar Instrument Transformers Ltd, China are indirectly owned by the Mother Company. KONČAR-XD Visokonaponska sklopna postrojenja (in English: KONČAR – XD High Voltage Switchgear) with headquarters in Zagreb was established as a joint undertaking of Končar – Electrical Industry Inc. and XD Group from China, each partner owing 50 per cent of the company, in December, 2018.

Investments into associated companies are presented in consolidated financial statements using the equity method.

Companies belonging to the Group are legally independent companies supervised, strategically directed and supported by the Mother Company through company supervisory boards and annual general / extraordinary meetings in accordance with the Law on Trading Companies, Statutes of KONČAR - ELEKTROINDUSTRIJA d.d. (KONČAR – ELECTRICAL INDUSTRY Inc.) and Statutes of the Group Companies. The Mother Company also manages a part of assets that are not invested into companies, but they offer a direct or indirect financial support to the marketing and sales of products and equipment of associated companies as a credit and warranty potential.

The potential liability of Končar - Elektroindustrija d.d. (Končar – Electrical Industry Inc.) for the total issued warranties as of 30/09/2019 amounts to HRK 479,9 million representing an increase by HRK 141,5 million compared to 31/12/2018.

Out of the total warranties and joint and severe securities HRK 226,4 million belongs to performance guarantees.

The Končar Group business activities are divided into business areas:

- Generation, Transmission and Distribution of Electrical Power and Transport: designing and construction of plants and equipment for generation, transmission and distribution of electric energy, electric locomotives, Electric Multiple Units, tramcars and side-line electric traction equipment;
- Industry: electric motor drives, low voltage electric equipment;
- Trade: serial products and low voltage electrical apparatuses;
- Special activities: research and development of products and infrastructural services.

As of 30/09/2019 the Končar Group employed 3,391 employees

Managing Board:

| | |
|---------------------|---|
| Darinko Bago | President of the Managing Board |
| Gordan Kolak | Deputy President of the Managing Board |
| Miki Huljić | Member of the Managing Board in Charge of Finances |
| Marina Kralj Miliša | Member of the Managing Board in Charge of Legal, Common and Personnel Affairs |
| Miroslav Poljak | Member of the Managing Board in Charge of Generation of Electric Power, Corporate Development and ICT |
| Ivan Tomšić | Deputy Member of the Managing Board in Charge of Complex Project Export Coordination and Digital Transformation |

Supervisory Board:

| | |
|------------------|---|
| Petar Vlaić | President of the Supervisory Board by 30 th June, 2019 |
| Luka Gašpar | President of the Supervisory Board since 1 st July, 2019 |
| Josip Lasić | Deputy President of the Supervisory Board |
| Nikola Anić | Member |
| Jasminka Belačić | Member |
| Vicko Ferić | Member |
| Branko Lampl | Member |
| Joško Miliša | Member |
| Vladimir Plečko | Member |

Končar – Electrical Industry Inc. Annual General Meeting of 6th June, 2019, passed the decision nominating Luka Gašpar, a master of technical sciences, to be a Supervisory Board Member with the term of office from 1st July 2019 to 12th July, 2020. The Supervisory Board elected Luka Gašpar to be the President of the Supervisory Board anonymously. The term of office of Končar – Electrical Industry Inc. Supervisory Board President and Member, Petar Vlaić, terminated on the basis of his resignation pursuant the Law on Amendment of the Law on Obligatory Pension Funds, Article 42 (Official Gazette of the Republic of Croatia NN 115/18) on 30th June, 2019.

As of 30/06/2019 the share capital of Končar – Electrical Industry Inc. amounted to HRK 1,208,895,930 divided into 2,572,119 shares each one having the nominal value of HRK 470.00.

Končar Group Business Results for January to September, 2019

The Končar Group Companies have generated consolidated incomes from sales of products and services in the amount of HRK 1.868,6 million for the time period from January to September, 2019 that is higher by 7.2 % compared to the achievement for the same time period of the previous year.

Operating incomes have been generated in the amount of HRK 1.935,4 million. Within operating incomes, incomes from sales of products and services make 96.5 % of the total operating incomes. Operating expenses amount to HRK 1.916,8 million. The consolidated profits before tax for the three quarters of 2019 has been generated in the amount of HRK 34.4 million.

The generated consolidated financial result of the Group is lower than the result achieved during the same time period of the previous year utmost due to the blockage of several significant contract agreements, among others the project of construction of a Hydro Power Plant in Bosnia and Herzegovina and a deadlock of an agreement for the delivery of equipment to an Iranian buyer due to a new cycle of sanctions applied to Iran.

On the domestic market the income has been generated in the amount of HRK 721,2 million. Within the structure of incomes from sales of products and services on the domestic market, incomes from sales of products and services to companies within the Croatian Power Authority (HEP), i.e. HEP – Generation, HEP – Distribution System Operator, Croatian Transmission System Operator, represent the most important items. Incomes from sales of products and services in the foreign market have been generated in the amount of HRK 1.147,5 million that is higher by 7.1 percent than the achievement for the same time period of the previous year despite the blockage of the contract agreement for Iran and Bosnia and Herzegovina.

The share of the export amounts to 62 % of the total incomes from sales of products and services. The most significant export has been performed to Germany, Sweden, Austria, the United Arab Emirates and Hungary.

Compared to the same time period of the previous year, a significant increase of incomes from sales of goods and services in export has been generated in the markets of the United Arab Emirates, Austria and Germany.

During the time period January to September, 2019, the Končar Group Companies have contracted new projects in the amount of HRK 2.1 billion.

The status of contracted projects as of 30th September, 2019 is higher by 8 percent compared to the status at the beginning of the year and they are higher than HRK 3.4 billion.

Long term asset sources (equity, long term provisions and long-term liabilities) are higher by more than HRK 600 million compared to the long-term assets and the average level of inventories. Current assets are 2.8 times higher than current liabilities. The consolidated balance sheet structure shows the adjustment of asset sources and investments as well as a good financial stability of the Končar Group

Note: The number of daughter companies operating within the Group has changed in 2019. Pursuant previously adopted decisions on the restructuring of companies that had not operated within the core business of the Group, stocks of a daughter company, KONČAR – Kućanski aparati (in English: KONČAR – Household Appliances) were sold through the M&E Buyout Model during the second quarter and the stated Company does not make a part of the Group any more. In the same manner, a part of the production programme has been sorted out from the Company KONČAR – Niskonaponske sklopke i prekidači (in English: KONČAR – Low Voltage Switches and Circuit Breakers) and sold to the buyer, Lovato Electric s.p.a. from Bergamo. Lovato Electric s.p.a. has continued to manufacture cam switches acquiring an adequate number of employees with their protected rights vested on the basis of the Collective Labour Agreement showing the care about working places and the continuance of the manufacture.

It is expected that the stated transactions would have a positive influence on the business operations of the KONČAR Group. Stated companies have been excluded from the achieved results for the same accounting period of 2018 due to the comparability.

Prospects by the End of 2019

Increased deliveries following the contracting dynamics are expected for the last quarter of 2019 and on the basis of made estimations non-consolidated incomes from sales of products and services would amount to more than HRK 3.1 billion making them 8 % more than achieved in the previous year and 3 % less than planned.

Signed in the name of the Managing Board

Končar – Electrical Industry Inc.
Managing Board President
Darinko Bago

30th October, 2019

**STATEMENT OF PERSONS RESPONSIBLE FOR COMPILATION OF THE KONČAR GROUP CONSOLIDATED
FINANCIAL STATEMENTS**

This Statement of the Končar – Electrical Industry Inc. Zagreb Managing Board is given regarding compilation and publishing of unaudited unconsolidated Financial Statements of Končar – Electrical Industry Inc. and unaudited unconsolidated Financial Statements of the Končar Group for the time period from January to September of 2019.

Unaudited unconsolidated Financial Statements of Končar – Electrical Industry Inc. and unaudited unconsolidated Financial Statements of the Končar Group are made in accordance with the Accounting Law of the Republic of Croatia and the International Standards for Financial Reporting applied in the European Union and they show a complete and true presentation of assets and liabilities, profit and loss, financial position and business operation of the Mother Company and business operation of the Group and all of its associated companies included into consolidation.

Unaudited unconsolidated Financial Statements of Končar – Electrical Industry Inc. and unaudited unconsolidated Financial Statements of the Končar Group for the time period from January to June of 2019 are approved by the Company Managing Board and while the Company Supervisory Board has took notice of them.

Signed in the name of the Managing Board

Končar – Electrical Industry Inc.
Managing Board President
Darinko Bago

30th September, 2019

Note:

Consolidated Financial Statements were compiled by expert services of Končar – Electrical Industry Inc.

Contract persons:

- Ervin Filipčić, Managing Board Office Head, ervin.filipcic@koncar.hr
- Ivana Baždar, Financial Manager of Končar – Electrical Industry Inc.
- Marina Markušić, Accounting Expert, marina.markusic@koncar.hr

Annex 1

ISSUER'S GENERAL DATA

Reporting period:

1.1.2019

to

30.9.2019

Year:

2019

Quarter:

3.

Quarterly financial statements

Registration number (MB):

03282635

Issuer's home Member

State code:

HR

Entity's registration
number (MBS):

080040936

Personal identification
number (OIB):

45050126417

LEI:

74780000H0SHMRAW0115

Institution
code:

501

Name of the issuer: KONČAR-ELECTRICAL INDUSTRY, Inc.

Postcode and town:

10000

ZAGREB

Street and house number:

Fallerovo šetalište 22

E-mail address:

koncar.finance@koncar.hr

Web address:

www.koncar.hrNumber of employees
(end of the reporting

51

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:

Ivana Baždar

(only name and surname of the contact person)

Telephone:

01 3655 978

E-mail address:

ivana.bazdar@koncar.hr

Audit firm:

PricewaterhouseCoopers d.o.o.

(name of the audit firm)

Certified auditor:

Kristina Dimitrov

(name and surname)

BALANCE SHEET
balance as at 30.09.2019

in HRK

| Submitter: KONCAR-ELECTRICAL INDUSTRY, Inc. | | | |
|---|------------|---|---|
| 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 | 1,360,695,152 | 1,413,811,028 |
| I) INTANGIBLE ASSETS (ADP 004 to 009) | 003 | 1,441,796 | 2,411,796 |
| 1 Research and development | 004 | 0 | 0 |
| 2 Concessions, patents, licences, trademarks, software and other rights | 005 | 0 | 0 |
| 3 Goodwill | 006 | 0 | 0 |
| 4 Advances for the purchase of intangible assets | 007 | 0 | 0 |
| 5 Intangible assets in preparation | 008 | 1,441,796 | 2,411,796 |
| 6 Other intangible assets | 009 | 0 | 0 |
| II) TANGIBLE ASSETS (ADP 011 to 019) | 010 | 392,217,149 | 396,653,967 |
| 1 Land | 011 | 72,935,155 | 98,736,610 |
| 2 Buildings | 012 | 102,630,956 | 123,264,922 |
| 3 Plant and equipment | 013 | 12,701,404 | 11,864,147 |
| 4 Tools, working inventory and transportation assets | 014 | 2,840,325 | 1,903,090 |
| 5 Biological assets | 015 | 0 | 0 |
| 6 Advances for the purchase of tangible assets | 016 | 1,490,571 | 0 |
| 7 Tangible assets in preparation | 017 | 46,923,821 | 30,377,409 |
| 8 Other tangible assets | 018 | 69,446 | 69,446 |
| 9 Investment property | 019 | 152,625,471 | 130,438,343 |
| III) FIXED FINANCIAL ASSETS (ADP 021 to 030) | 020 | 953,037,941 | 980,193,384 |
| 1 Investments in holdings (shares) of undertakings within the group | 021 | 846,929,805 | 874,031,715 |
| 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 | 104,776,367 | 104,776,367 |
| 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 | 1,331,769 | 1,385,302 |
| 8 Loans, deposits, etc. given | 028 | 0 | 0 |
| 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 | 13,988,266 | 34,551,881 |
| 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 | 5,695,567 | 5,367,275 |
| 4 Other receivables | 035 | 8,292,699 | 29,184,606 |
| V) DEFERRED TAX ASSETS | 036 | 0 | 0 |
| C) CURRENT ASSETS (ADP 038+046+053+063) | 037 | 363,094,762 | 271,279,703 |
| I) INVENTORIES (ADP 039 to 045) | 038 | 71,646 | 146,154 |
| 1 Raw materials and consumables | 039 | 0 | 0 |
| 2 Work in progress | 040 | 0 | 0 |
| 3 Finished goods | 041 | 0 | 0 |
| 4 Merchandise | 042 | 0 | 0 |
| 5 Advances for inventories | 043 | 71,646 | 146,154 |
| 6 Fixed assets held for sale | 044 | 0 | 0 |
| 7 Biological assets | 045 | 0 | 0 |
| II) RECEIVABLES (ADP 047 to 052) | 046 | 72,174,113 | 11,963,286 |
| 1 Receivables from undertakings within the group | 047 | 6,799,712 | 9,598,732 |
| 2 Receivables from companies linked by virtue of participating interests | 048 | 61,454,620 | 648,797 |
| 3 Customer receivables | 049 | 290,175 | 594,729 |
| 4 Receivables from employees and members of the undertaking | 050 | 42,504 | 87,126 |
| 5 Receivables from government and other institutions | 051 | 1,942,787 | 25,715 |
| 6 Other receivables | 052 | 1,644,315 | 608,187 |
| III) CURRENT FINANCIAL ASSETS (ADP 054 to 062) | 053 | 29,378,024 | 199,980,934 |
| 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 | 28,937,024 | 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 | 0 | 0 |
| 8 Loans, deposits, etc. given | 061 | 441,000 | 199,980,934 |
| 9 Other financial assets | 062 | 0 | 0 |
| IV) CASH AT BANK AND IN HAND | 063 | 261,470,979 | 59,589,329 |
| D) PREPAID EXPENSES AND ACCRUED INCOME | 064 | 1,386,306 | 806,630 |
| E) TOTAL ASSETS (ADP 001+002+037+064) | 065 | 1,725,168,220 | 1,685,897,361 |
| OFF-BALANCE SHEET ITEMS | 066 | 365,516,815 | 479,907,953 |
| LIABILITIES | | | |
| A) CAPITAL AND RESERVES (ADP 068 to 069) | 067 | 1,676,815,185 | 1,696,291,046 |
| I) INITIAL (SUBSCRIBED) CAPITAL | 068 | 1,208,895,930 | 1,208,895,930 |
| II) CAPITAL RESERVES | 069 | 719,579 | 719,579 |
| III) RESERVES FROM PROFIT (ADP 071+072+073+074+075) | 070 | 386,919,633 | 423,263,113 |
| 1 Legal reserves | 071 | 44,839,799 | 48,614,354 |
| 2 Reserves for treasury shares | 072 | 10,092,356 | -10,919,913 |
| 3 Treasury shares and holdings (deductible item) | 073 | -10,092,356 | -10,919,913 |
| 4 Statutory reserves | 074 | 217,684,029 | 217,684,029 |
| 5 Other reserves | 075 | 124,407,972 | 156,969,130 |
| IV) REVALUATION RESERVES | 076 | 0 | 0 |
| V) FAIR VALUE RESERVES (ADP 078 to 080) | 077 | 0 | 0 |
| 1 Fair value of financial assets available for sale | 078 | 0 | 0 |
| 2 Cash flow hedge - effective portion | 079 | 0 | 0 |
| 3 Hedge of a net investment in a foreign operation - effective portion | 080 | 0 | 0 |
| VI) RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083) | 081 | 4,764,752 | 4,764,752 |
| 1 Retained profit | 082 | 4,764,752 | 4,764,752 |
| 2 Loss brought forward | 083 | 0 | 0 |
| VII) PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) | 084 | 75,503,105 | 28,642,674 |
| 1 Profit for the business year | 085 | 75,503,105 | 28,642,674 |
| 2 Loss for the business year | 086 | 0 | 0 |
| VIII) MINORITY (NON-CONTROLLING) INTEREST | 087 | 0 | 0 |
| B) PROVISIONS (ADP 089 to 094) | 088 | 3,715,146 | 2,849,164 |
| 1 Provisions for pensions, termination benefits and similar obligations | 089 | 3,715,146 | 2,849,164 |
| 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 | 0 | 0 |
| C) LONG-TERM LIABILITIES (ADP 096 to 106) | 095 | 0 | 0 |
| 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 | 0 | 0 |
| 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 | 44.077.013 | 16.198.402 |
| 1 Liabilities to undertakings within the group | 108 | 35.961.383 | 12.612.373 |
| 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 | 0 | 0 |
| 7 Liabilities for advance payments | 114 | 0 | 0 |
| 8 Liabilities to suppliers | 115 | 2.487.461 | 764.125 |
| 9 Liabilities for securities | 116 | 0 | 0 |
| 10 Liabilities to employees | 117 | 2.137.405 | 790.769 |
| 11 Taxes, contributions and similar liabilities | 118 | 2.766.864 | 1.235.102 |
| 12 Liabilities arising from the share in the result | 119 | 550.617 | 612.459 |
| 13 Liabilities arising from fixed assets held for sale | 120 | 0 | 0 |
| 14 Other short-term liabilities | 121 | 173.283 | 183.574 |
| E) ACCRUALS AND DEFERRED INCOME | 122 | 558.895 | 558.747 |
| F) TOTAL – LIABILITIES (ADP 067+088+095+107+122) | 123 | 1.725.168.220 | 1.685.897.361 |
| G) OFF-BALANCE SHEET ITEMS | 124 | 365.516.815 | 479.907.953 |

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2019 to 30.09.2019

in HRK

Submitter: KONČAR-ELECTRICAL INDUSTRY, Inc.

| 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 | 54.465.652 | 12.289.777 | 80.986.755 | 24.001.482 |
| 1 Income from sales with undertakings within the group | 126 | 35.862.368 | 12.139.041 | 35.938.308 | 12.090.101 |
| 2 Income from sales (outside group) | 127 | 91.512 | 19.914 | 424.706 | 28.759 |
| 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 | 17.891.205 | 0 | 42.873.816 | 11.715.455 |
| 5 Other operating income (outside the group) | 130 | 620.567 | 130.822 | 1.749.925 | 167.167 |
| II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153) | 131 | 55.971.909 | 18.350.521 | 60.336.401 | 19.555.042 |
| 1 Changes in inventories of work in progress and finished goods | 132 | 0 | 0 | 0 | 0 |
| 2 Material costs (ADP 134 to 136) | 133 | 21.386.470 | 8.147.950 | 21.872.047 | 7.293.423 |
| a) Costs of raw materials and consumables | 134 | 3.944.662 | 1.061.520 | 4.622.064 | 1.291.715 |
| b) Costs of goods sold | 135 | 0 | 0 | 0 | 0 |
| c) Other external costs | 136 | 17.441.808 | 7.086.430 | 17.249.983 | 6.001.708 |
| 3 Staff costs (ADP 138 to 140) | 137 | 15.680.330 | 4.014.135 | 17.017.449 | 4.513.122 |
| a) Net salaries and wages | 138 | 7.543.915 | 2.156.833 | 8.766.689 | 2.435.089 |
| b) Tax and contributions from salary costs | 139 | 5.836.554 | 1.270.387 | 5.847.684 | 1.443.892 |
| c) Contributions on salaries | 140 | 2.299.861 | 586.915 | 2.403.076 | 634.141 |
| 4 Depreciation | 141 | 6.107.661 | 1.937.566 | 6.617.350 | 2.299.304 |
| 5 Other costs | 142 | 12.741.454 | 4.250.020 | 14.448.231 | 5.431.163 |
| 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 | 0 | 0 | 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 | 0 | 0 | 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 | 55.994 | 850 | 381.324 | 18.030 |
| III FINANCIAL INCOME (ADP 155 to 164) | 154 | 43.518.972 | 1.877.553 | 9.496.108 | 817.669 |
| 1 Income from investments in holdings (shares) of undertakings within the group | 155 | 39.524.345 | 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 | 1.475.971 | 202.155 | 223.678 | 5.960 |
| 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 | 246.737 | 7.781 | 301.565 | 79.268 |
| 8 Exchange rate differences and other financial income | 162 | 2.018.145 | 1.667.617 | 895.996 | 384.553 |
| 9 Unrealised gains (income) from financial assets | 163 | 183.872 | 0 | 496.848 | 347.888 |
| 10 Other financial income | 164 | 69.902 | 0 | 7.578.021 | 0 |
| IV FINANCIAL EXPENSES (ADP 166 to 172) | 165 | 4.945.733 | 259.324 | 1.503.788 | 708.548 |
| 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 | 705 | 210 | 641 | 563 |
| 4 Exchange rate differences and other expenses | 169 | 4.945.028 | 259.114 | 1.372.807 | 707.985 |
| 5 Unrealised losses (expenses) from financial assets | 170 | 0 | 0 | 130.340 | 0 |
| 6 Value adjustments of financial assets (net) | 171 | 0 | 0 | 0 | 0 |
| 7 Other financial expenses | 172 | 0 | 0 | 0 | 0 |
| 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 | 0 | 0 | 0 | 0 |
| VIII SHARE IN LOSS OF JOINT VENTURES | 176 | 0 | 0 | 0 | 0 |
| IX TOTAL INCOME (ADP 125+154+173 + 174) | 177 | 97.984.624 | 14.167.330 | 90.482.863 | 24.819.151 |
| X TOTAL EXPENDITURE (ADP 131+165+175 + 176) | 178 | 60.917.642 | 18.609.845 | 61.840.189 | 20.263.590 |
| XI PRE-TAX PROFIT OR LOSS (ADP 177-178) | 179 | 37.066.982 | -4.442.515 | 28.642.674 | 4.555.561 |
| 1 Pre-tax profit (ADP 177-178) | 180 | 37.066.982 | 0 | 28.642.674 | 4.555.561 |
| 2 Pre-tax loss (ADP 178-177) | 181 | 0 | -4.442.515 | 0 | 0 |
| XII INCOME TAX | 182 | 0 | 0 | 0 | 0 |

| | | | | | |
|---|------------|-------------------|-------------------|-------------------|------------------|
| XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182) | 183 | 37.066.982 | -4.442.515 | 28.642.674 | 4.555.561 |
| 1 Profit for the period (ADP 179-182) | 184 | 37.066.982 | 0 | 28.642.674 | 4.555.561 |
| 2 Loss for the period (ADP 182-179) | 185 | 0 | -4.442.515 | 0 | 0 |
| DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations) | | | | | |
| XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 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 | 0 | 0 | 0 | 0 |
| 2 Discontinued operations loss for the period (ADP 189-186) | 191 | 0 | 0 | 0 | 0 |
| TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations) | | | | | |
| XVI PRE-TAX PROFIT OR LOSS (ADP 179+186) | 192 | 0 | 0 | 0 | 0 |
| 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 | 0 | 0 | 0 | 0 |
| XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 192-195) | 196 | 0 | 0 | 0 | 0 |
| 1 Profit for the period (ADP 192-195) | 197 | 0 | 0 | 0 | 0 |
| 2 Loss for the period (ADP 195-192) | 198 | 0 | 0 | 0 | 0 |
| APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements) | | | | | |
| XIX PROFIT OR LOSS FOR THE PERIOD (ADP 200+201) | 199 | 0 | 0 | 0 | 0 |
| 1 Attributable to owners of the parent | 200 | 0 | 0 | 0 | 0 |
| 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 | 37.066.982 | -4.442.515 | 28.642.674 | 4.555.561 |
| 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 | 0 | 0 | 0 | 0 |
| 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 | 0 | 0 | 0 | 0 |
| 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 | 0 | 0 | 0 | 0 |
| V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213) | 214 | 37.066.982 | -4.442.515 | 28.642.674 | 4.555.561 |
| 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 | 0 | 0 | 0 | 0 |
| 2 Attributable to minority (non-controlling) interest | 217 | 0 | 0 | 0 | 0 |

STATEMENT OF CASH FLOWS - direct method
for the period 01.01.2019 to 30.09.2019

in HRK

| Submitter: KONČAR-ELECTRICAL INDUSTRY, Inc. | | | |
|---|------------|----------------------------------|---------------------|
| Item | ADP code | Same period of the previous year | Current period |
| 1 | 2 | 3 | 4 |
| Cash flow from operating activities | | | |
| 1 Cash receipts from customers | 001 | 18.974.904 | 17.278.579 |
| 2 Cash receipts from royalties, fees, commissions and other revenue | 002 | 0 | 0 |
| 3 Cash receipts from insurance premiums | 003 | 0 | 0 |
| 4 Cash receipts from tax refund | 004 | 0 | 0 |
| 5 Cash payments to suppliers | 005 | -16.643.433 | -23.691.822 |
| 6 Cash payments to employees | 006 | -18.400.050 | -20.336.762 |
| 7 Cash payments for insurance premiums | 007 | 0 | 0 |
| 8 Other cash receipts and payments | 008 | -2.309.964 | -2.846.468 |
| I Cash from operations (ADP 001 to 008) | 009 | -18.378.543 | -29.596.473 |
| 9 Interest paid | 010 | -539 | -30 |
| 10 Income tax paid | 011 | 0 | 0 |
| A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 009 to 011) | 012 | -18.379.082 | -29.596.503 |
| Cash flow from investment activities | | | |
| 1 Cash receipts from sales of fixed tangible and intangible assets | 013 | 33.474.497 | 35.203.939 |
| 2 Cash receipts from sales of financial instruments | 014 | 8.219 | 5.115.798 |
| 3 Interest received | 015 | 0 | 0 |
| 4 Dividends received | 016 | 39.594.248 | 92.664.103 |
| 5 Cash receipts from the repayment of loans and deposits | 017 | 0 | 0 |
| 6 Other cash receipts from investment activities | 018 | 0 | 0 |
| II Total cash receipts from investment activities (ADP 013 to 018) | 019 | 73.076.964 | 132.983.840 |
| 1 Cash payments for the purchase of fixed tangible and intangible assets | 020 | -19.107.098 | -49.667.644 |
| 2 Cash payments for the acquisition of financial instruments | 021 | -82.029.800 | -45.479.600 |
| 3 Cash payments for loans and deposits | 022 | 0 | 0 |
| 4 Acquisition of a subsidiary, net of cash acquired | 023 | 0 | 0 |
| 5 Other cash payments from investment activities | 024 | 0 | 0 |
| III Total cash payments from investment activities (ADP 020 to 024) | 025 | -101.136.898 | -95.147.244 |
| B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 019 + 025) | 026 | -28.059.934 | 37.836.596 |
| Cash flow from financing activities | | | |
| 1 Cash receipts from the increase in initial (subscribed) capital | 027 | 0 | 0 |
| 2 Cash receipts from the issue of equity financial instruments and debt financial instruments | 028 | 0 | 0 |
| 3 Cash receipts from credit principals, loans and other borrowings | 029 | 0 | 0 |
| 4 Other cash receipts from financing activities | 030 | 205.653.990 | 29.299.000 |
| IV Total cash receipts from financing activities (ADP 027 to 030) | 031 | 205.653.990 | 29.299.000 |
| 1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments | 032 | 0 | 0 |
| 2 Cash payments for dividends | 033 | -35.933.866 | -38.363.941 |
| 3 Cash payments for finance lease | 034 | 0 | 0 |
| 4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital | 035 | -5.212.085 | -827.556 |
| 5 Other cash payments from financing activities | 036 | -8.000.000 | -200.229.246 |
| V Total cash payments from financing activities (ADP 032 to 036) | 037 | -49.145.951 | -239.420.743 |
| C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 031 + 037) | 038 | 156.508.039 | -210.121.743 |
| 1 Unrealised exchange rate differences in respect of cash and cash equivalents | 039 | 0 | 0 |
| D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 012+026+038+039) | 040 | 110.069.023 | -201.881.650 |
| E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | 041 | 219.604.158 | 261.470.979 |
| F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (ADP 040+041) | 042 | 329.673.181 | 59.589.329 |

STATEMENT OF CHANGES IN EQUITY
for the period from **1.1.2019** to **30.9.2019**

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 | 1.208.895.930 | 719.579 | 41.386.077 | 4.143.794 | 4.143.794 | 217.684.029 | 100.648.987 | 0 | 0 | 0 | 0 | 6.248.041 | 69.074.443 | 1.644.657.086 | 0 | 1.644.657.086 | | |
| 2 Changes in accounting policies | 02 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | -1.483.289 | 0 | -1.483.289 | | |
| 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 | 1.208.895.930 | 719.579 | 41.386.077 | 4.143.794 | 4.143.794 | 217.684.029 | 100.648.987 | 0 | 0 | 0 | 0 | 4.764.752 | 69.074.443 | 1.643.173.797 | 0 | 1.643.173.797 | | |
| 5 Profit/loss of the period | 05 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 75.503.105 | 0 | 75.503.105 | | |
| 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 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | |
| 9 Profit or loss arising from effective cash flow hedge | 09 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | |
| 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 | 0 | 5.948.572 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | -5.948.572 | 0 | -5.948.572 | | |
| 19 Payment of share in profit/dividend | 19 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | -36.927.612 | -36.927.612 | 0 | -36.927.612 | | |
| 20 Other distribution to owners | 20 | 0 | 0 | 0 | -51.428 | 0 | 0 | 65.876 | 0 | 0 | 0 | 0 | 0 | 14.448 | 0 | 0 | 14.448 | | |
| 21 Transfer to reserves according to the annual schedule | 21 | 0 | 0 | 3.453.722 | 6.000.000 | 0 | 0 | 23.693.109 | 0 | 0 | 0 | 0 | 0 | -33.146.831 | 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 | 1.208.895.930 | 719.579 | 44.839.799 | 10.092.357 | 10.092.357 | 217.684.029 | 124.407.972 | 0 | 0 | 0 | 0 | 4.764.752 | 75.503.105 | 1.676.815.166 | 0 | 1.676.815.166 | | |
| 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 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | |
| II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+24) | 25 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 75.503.105 | 75.503.105 | 0 | 75.503.105 | | |
| III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 22) | 26 | 0 | 0 | 3.453.722 | 5.948.572 | 5.948.572 | 0 | 23.758.985 | 0 | 0 | 0 | 0 | 0 | -69.074.443 | -41.861.736 | 0 | -41.861.736 | | |
| Current period | | | | | | | | | | | | | | | | | | | |
| 1 Balance on the first day of the current business year | 27 | 1.208.895.930 | 719.579 | 44.839.799 | 10.092.357 | 10.092.357 | 217.684.029 | 124.407.972 | 0 | 0 | 0 | 0 | 4.764.752 | 75.503.105 | 1.676.815.166 | 0 | 1.676.815.166 | | |
| 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 | 1.208.895.930 | 719.579 | 44.839.799 | 10.092.357 | 10.092.357 | 217.684.029 | 124.407.972 | 0 | 0 | 0 | 0 | 4.764.752 | 75.503.105 | 1.676.815.166 | 0 | 1.676.815.166 | | |
| 5 Profit/loss of the period | 31 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 28.642.674 | 0 | 28.642.674 | | |
| 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 | 0 | 827.556 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | -827.556 | 0 | -827.556 | | |
| 19 Payment of share in profit/dividend | 45 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | -38.339.236 | -38.339.236 | 0 | -38.339.236 | | |
| 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 | 3.775.155 | 827.556 | 0 | 0 | 32.561.158 | 0 | 0 | 0 | 0 | 0 | -37.163.869 | 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 | 1.208.895.930 | 719.579 | 48.614.954 | 10.919.913 | 10.919.913 | 217.684.029 | 156.969.130 | 0 | 0 | 0 | 0 | 4.764.752 | 28.642.674 | 1.666.291.048 | 0 | 1.666.291.048 | | |
| 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 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 | 28.642.674 | 28.642.674 | 0 | 28.642.674 | | |
| III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 41 to 48) | 52 | 0 | 0 | 3.775.155 | 827.556 | 827.556 | 0 | 32.561.158 | 0 | 0 | 0 | 0 | 0 | -75.503.105 | -39.166.792 | 0 | -39.166.792 | | |

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

Name of the issuer: _____

Personal identification number (OIB):

Reporting period: _____

Notes to financial statements for quarterly periods include:

- a) an explanation of business events relevant to understanding changes in the statement of financial position and financial performance for the quarterly reporting period of the issuer with respect to the last business year: information is provided regarding these events and relevant information published in the last annual financial statement is updated
- b) information on the access to the latest annual financial statements, for the purpose of understanding information published in the notes to financial statements drawn up for the quarterly reporting period
- c) a statement explaining that the same accounting policies are applied while drawing up financial statements for the quarterly reporting period as in the latest annual financial statements or, in the case where the accounting policies have changed, a description of the nature and effect of the changes
- d) a description of the financial performance in the case of the issuer whose business is seasonal.