

**Annex 1.**

Reporting period

1.1.2017

to

30.9.2017

**Quarterly financial report TFI-POD**

Tax number (MB): 04440889

Company registration number (MRS): 040352133

Personal identification number (OIB): 82344583628

Issuing company: FTB TURIZAM d.d.

Postal code and place: 10000 Zagreb

Street and house number: Miramarska 24

E-mail address: contact@remisens.com

Internet address: www.remisens.com

Municipality/city code and name: 133 Zagreb

County code and name: 21 GRAD ZAGREB

Number of employees:

(period end)

Consolidated report: NO

NKD code:

5510

Companies of the consolidation subject (according to IFRS)

Seat:

MB:

Bookkeeping service:

Contact person: Kamenar Biserka  
(only surname and name)

Telephone: 051 710-395

Telefaks: 051 710-404

E-mail address: biserka.kamenar@remisens.com

Family name and name: Šehanović Igor  
(person authorized to represent the company)

**FTB TURIZAM d.d.**  
**Zagreb** 1

L.S.

  
 (signature of the person authorized to represent the company)

**Balance Sheet**  
as of 30.09.2017.

Company: FTB TURIZAM d.d.			
Position	AOP	Previous period 31.12.2016.	Current period
1	2	3	4
<b>ASSETS</b>			
<b>A) RECEIVABLES FOR SUBSCRIBED NOT PAID CAPITAL</b>	<b>001</b>		
<b>B) NON-CURRENT ASSETS (003+010+020+029+033)</b>	<b>002</b>	188.962.189	188.962.189
I. INTANGIBLE ASSETS (004 do 009)	<b>003</b>	0	0
1. Expenditure for development	<b>004</b>		
2. Concessions, patents, licenses, trademarks, service marks, software and other rights	<b>005</b>		
3. Goodwill	<b>006</b>		
4. Advances for purchase of intangible assets	<b>007</b>		
5. Intangible assets in progress	<b>008</b>		
6. Other intangible assets	<b>009</b>		
II. PROPERTY, PLANT AND EQUIPMENT (011 do 019)	<b>010</b>	0	0
1. Land	<b>011</b>		
2. Buildings	<b>012</b>		
3. Plant and equipment	<b>013</b>		
4. Tools, working inventory and transportation assets	<b>014</b>		
5. Biological assets	<b>015</b>		
6. Advances for purchase of tangible assets	<b>016</b>		
7. Tangible assets in progress	<b>017</b>		
8. Other tangible assets	<b>018</b>		
9. Investment in real-estate	<b>019</b>		
III. NON-CURRENT FINANCIAL ASSETS (021 do 028)	<b>020</b>	188.962.189	188.962.189
1. Share in related parties	<b>021</b>	188.962.189	188.962.189
2. Loans to related parties	<b>022</b>		
3. Participating interests (shares)	<b>023</b>		
4. Loans to companies with participating interest	<b>024</b>		
5. Investments in securities	<b>025</b>		
6. Loans, deposits, etc.	<b>026</b>		
7. Other non-current financial assets	<b>027</b>		
8. Equity-accounted investments	<b>028</b>		
IV. RECEIVABLES (030 do 032)	<b>029</b>	0	0
1. Receivables from related parties	<b>030</b>		
2. Receivables arising from sales on credit	<b>031</b>		
3. Other receivables	<b>032</b>		
V. DEFERRED TAX ASSET	<b>033</b>		
<b>C) CURRENT ASSETS (035+043+050+058)</b>	<b>034</b>	13.900.610	14.027.226
I. INVENTORIES (036 do 042)	<b>035</b>	0	0
1. Raw materials and supplies	<b>036</b>		
2. Production in progress	<b>037</b>		
3. Finished products	<b>038</b>		
4. Merchandise	<b>039</b>		
5. Advances for inventories	<b>040</b>		
6. Long term assets held for sale	<b>041</b>		
7. Biological assets	<b>042</b>		
II. RECEIVABLES (044 do 049)	<b>043</b>	177.419	12.314
1. Receivables from related parties	<b>044</b>	155.953	
2. Receivables from end-customers	<b>045</b>		
3. Receivables from participating parties	<b>046</b>		
4. Receivables from employees and members of the company	<b>047</b>		
5. Receivables from government and other institutions	<b>048</b>	21.466	12.314
6. Other receivables	<b>049</b>		
III. CURRENT FINANCIAL ASSETS (051 do 057)	<b>050</b>	12.070.400	0
1. Share in related parties	<b>051</b>		
2. Loans to related parties	<b>052</b>	12.070.400	
3. Participating interests (shares)	<b>053</b>		
4. Loans to companies with participating interest	<b>054</b>		
5. Investments in securities	<b>055</b>		
6. Loans, deposits, etc.	<b>056</b>		
7. Other financial assets	<b>057</b>		
IV. CASH AND CASH EQUIVALENTS	<b>058</b>	1.652.791	14.014.912
<b>D) PREPAYMENTS AND ACCRUED INCOME</b>	<b>059</b>		
<b>E) TOTAL ASSETS (001+002+034+059)</b>	<b>060</b>	202.862.799	202.989.415
<b>F) OFF BALANCE SHEET ITEMS</b>	<b>061</b>		

<b>EQUITY AND LIABILITIES</b>			
<b>A) ISSUED CAPITAL AND RESERVES (063+064+065+071+072+075+078)</b>	<b>062</b>	202.828.256	202.985.513
I. SUBSCRIBED SHARE CAPITAL	<b>063</b>	202.769.470	202.769.470
II. CAPITAL RESERVES	<b>064</b>		
III. RESERVES FROM PROFIT (066+067-068+069+070)	<b>065</b>	1.972	1.973
1. Legal reserves	<b>066</b>	1.972	1.973
2. Reserve for own shares	<b>067</b>		
3. Treasury shares and shares (deductible items)	<b>068</b>		
4. Statutory reserves	<b>069</b>		
5. Other reserves	<b>070</b>		
IV. REVALUATION RESERVES	<b>071</b>		
V. RETAINED EARNINGS OR LOSS CARRIED FORWARD (073-074)	<b>072</b>	37.478	56.814
1. Retained earnings	<b>073</b>	37.478	56.814
2. Loss carried forward	<b>074</b>		
VI. NET PROFIT OR LOSS FOR THE PERIOD (076-077)	<b>075</b>	19.336	157.256
1. Net profit for the period	<b>076</b>	19.336	157.256
2. Net loss for the period	<b>077</b>		
VII. MINORITY INTEREST	<b>078</b>		
<b>B) PROVISIONS (080 do 082)</b>	<b>079</b>	0	0
1. Provisions for pensions, severance pay and similar liabilities	<b>080</b>		
2. Provisions for tax liabilities	<b>081</b>		
3. Other provisions	<b>082</b>		
<b>C) NON-CURRENT LIABILITIES (084 do 092)</b>	<b>083</b>	0	0
1. Liabilities to related parties	<b>084</b>		
2. Liabilities for loans, deposits, etc.	<b>085</b>		
3. Liabilities to banks and other financial institutions	<b>086</b>		
4. Liabilities for advances	<b>087</b>		
5. Trade payables	<b>088</b>		
6. Commitments on securities	<b>089</b>		
7. Liabilities to companies with participating interest	<b>090</b>		
8. Other non-current liabilities	<b>091</b>		
9. Deferred tax liabilities	<b>092</b>		
<b>D) CURRENT LIABILITIES (094 do 105)</b>	<b>093</b>	34.543	3.902
1. Liabilities to related parties	<b>094</b>		
2. Liabilities for loans, deposits, etc.	<b>095</b>		
3. Liabilities to banks and other financial institutions	<b>096</b>		
4. Liabilities for advances	<b>097</b>		
5. Trade payables	<b>098</b>	33.580	3.678
6. Commitments on securities	<b>099</b>		
7. Liabilities to companies with participating interest	<b>100</b>		
8. Liabilities to employees	<b>101</b>		
9. Taxes, contributions and similar liabilities	<b>102</b>	963	
10. Liabilities arising from share in the result	<b>103</b>		
11. Liabilities arising from non-current assets held for sale	<b>104</b>		
12. Other current liabilities	<b>105</b>		224
<b>E) ACCRUED EXPENSES AND DEFERRED INCOME</b>	<b>106</b>		
<b>F) TOTAL EQUITY AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	202.862.799	202.989.415
<b>G) OFF BALANCE SHEET ITEMS</b>	<b>108</b>		
<b>ADDITION TO BALANCE SHEET (only for consolidated financial statements)</b>			
<b>ISSUED CAPITAL AND RESERVES</b>			
1. Attributable to majority owners	<b>109</b>		
2. Attributable to minority interest	<b>110</b>		

## Income statement

period 01.01.2017. to 30.09.2017.

Company: FTB TURIZAM d.d.

Position	AOP	Previous period	Previous period	Current period	Current period
		Cummulative	Quarter	Cummulative	Quarter
1	2	3	4	5	6
<b>I. OPERATING INCOME (112 do 113)</b>	<b>111</b>	24.141	0	650	0
1. Rendering of services	112				
2. Other operating income	113	24.141		650	
<b>II. OPERATING COSTS (115+116+120+124+125+126+129+130)</b>	<b>114</b>	547.617	276.842	156.501	12.646
1. Change in inventories of work in progress	115				
2. Material expenses (117 do 119)	116	213.045	74.575	87.652	12.174
a) Costs of raw materials	117				
b) Cost of goods sold	118				
c) Other material expenses	119	213.045	74.575	87.652	12.174
3. Employee benefits expenses (121 do 123)	120	0	0	0	0
a) Net salaries	121				
b) Tax and contributions from salary expenses	122				
c) Contributions on salary	123				
4. Depreciation and amortisation	124				
5. Other expenses	125	334.572	202.267	68.849	472
6. Write down of assets (127+128)	126	0	0	0	0
a) non-current assets (except financial assets)	127				
b) current assets (except financial assets)	128				
7. Provisions	129				
8. Other operating costs	130				
<b>III. FINANCIAL INCOME (132 do 136)</b>	<b>131</b>	514.815	164.615	313.348	71.521
1. Interest, foreign exchange differences, dividends and similar income from related parties	132	346.110	156.690	256.155	51.566
2. Interest, foreign exchange differences, dividends and similar income from third parties	133	168.705	7.925	57.193	19.955
3. Income from investments in associates and joint ventures	134				
4. Unrealised gains (income) from financial assets	135				
5. Other financial income	136				
<b>IV. FINANCIAL EXPENSES (138 do 141)</b>	<b>137</b>	17	0	241	0
1. Interest, foreign exchange differences, dividends and similar income from related parties	138				
2. Interest, foreign exchange differences, dividends and similar income from third parties	139	17		241	
3. Unrealised losses (expenses) from financial assets	140				
4. Other financial expenses	141				
<b>V. SHARE OF PROFIT FROM ASSOCIATED COMPANIES</b>	<b>142</b>				
<b>VI. SHARE OF LOSS FROM ASSOCIATED COMPANIES</b>	<b>143</b>				
<b>VII. EXTRAORDINARY - OTHER INCOME</b>	<b>144</b>				
<b>VIII. EXTRAORDINARY - OTHER EXPENSES</b>	<b>145</b>				
<b>IX. TOTAL INCOME (111+131+144)</b>	<b>146</b>	538.956	164.615	313.998	71.521
<b>X. TOTAL EXPENSES (114+137+143+145)</b>	<b>147</b>	547.634	276.842	156.742	12.646
<b>XI. PROFIT OR LOSS BEFORE TAXES (146-147)</b>	<b>148</b>	-8.678	-112.227	157.256	58.875
1. Profit before taxes (146-147)	149	0	0	157.256	58.875
2. Loss before taxes (147-146)	150	8.678	112.227	0	0
<b>XII. TAXATION</b>	<b>151</b>				
<b>XII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	-8.678	-112.227	157.256	58.875
1. Profit for the period (149-151)	153	0	0	157.256	58.875
2. Loss for the period (151-148)	154	8.678	112.227	0	0
<b>ADDITION TO PROFIT AND LOSS ACCOUNT (only for consolidated financial statements)</b>					
<b>XIV. PROFIT OR LOSS FOR THE PERIOD</b>					
1. Attributable to majority owners	155				
2. Attributable to minority interest	156				
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME (only for IFRS adopters)</b>					
<b>I. PROFIT OR LOSS FOR THE PERIOD (=152)</b>	<b>157</b>	-8.678	-112.227	157.256	58.875
<b>II. OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAXES (159 TO 165)</b>	<b>158</b>	0	0	0	0
1. Exchange differences from international settlement	159				
2. Changes in revaluation reserves of long-term tangible and intangible assets	160				
3. Profit or loss from re-evaluation of financial assets held for sale	161				
4. Profit or loss from cash flow hedging	162				
5. Profit or loss from hedging of foreign investments	163				
6. Share of other comprehensive income/loss from associated companies	164				
7. Actuarial gains/losses from defined benefit plans	165				
<b>III. TAXATION OF OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>166</b>				
<b>IV. NET OTHER COMPREHENSIVE INCOME FOR THE PERIOD (158 TO 166)</b>	<b>167</b>	0	0	0	0
<b>V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)</b>	<b>168</b>	-8.678	-112.227	157.256	58.875
<b>ADDITION TO STATEMENT OF OTHER COMPREHENSIVE INCOME (only for consolidated financial statements)</b>					
<b>VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD</b>					
1. Attributable to majority owners	169				
2. Attributable to minority interest	170				

**Cash flow statement - indirect method**  
**period 01.01.2017. to 30.09.2017.**

Company: FTB TURIZAM d.d.			
Position	AOP	Previous period	Current period
1	2	3	4
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	-8.678	157.256
2. Depreciation and amortisation	002		
3. Increase of current liabilities	003		
4. Decrease of current receivables	004		
5. Decrease of inventories	005		
6. Other cash flow increases	006		
<b>I. Total increase of cash flow from operating activities</b>	<b>007</b>	-8.678	157.256
1. Decrease of current liabilities	008	527.261	165.057
2. Increase of current receivables	009		
3. Increase of inventories	010		
4. Other cash flow decreases	011	262.211	13.426
<b>II. Total decrease of cash flow from operating activities</b>	<b>012</b>	789.472	178.483
<b>A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>013</b>	0	0
<b>A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>014</b>	798.150	21.227
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
1. Proceeds from sale of non-current assets	015		
2. Proceeds from sale of non-current financial assets	016		
3. Interest received	017	514.815	313.348
4. Dividend received	018		
5. Other proceeds from investing activities	019		
<b>III. Total cash inflows from investing activities</b>	<b>020</b>	514.815	313.348
1. Purchase of non-current assets	021		
2. Purchase of non-current financial assets	022	8.449.784	
3. Other cash outflows from investing activities	023		
<b>IV. Total cash outflows from investing activities</b>	<b>024</b>	8.449.784	0
<b>B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>025</b>	0	313.348
<b>B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>026</b>	7.934.969	0
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
1. Proceeds from issue of equity securities and debt securities	027		
2. Proceeds from loans and borrowings	028		
3. Other proceeds from financing activities	029		25.370.000
<b>V. Total cash inflows from financing activities</b>	<b>030</b>	0	25.370.000
1. Repayment of loans and bonds	031		
2. Dividends paid	032		
3. Repayment of finance lease	033		
4. Purchase of treasury shares	034		
5. Other cash outflows from financing activities	035	12.070.400	13.300.000
<b>VI. Total cash outflows from financing activities</b>	<b>036</b>	12.070.400	13.300.000
<b>C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>037</b>	0	12.070.000
<b>C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>038</b>	12.070.400	0
Total increases of cash flows	039	0	12.362.121
Total decreases of cash flows	040	20.803.519	0
Cash and cash equivalents at the beginning of period	041	22.132.585	1.652.791
Increase of cash and cash equivalents	042	0	12.362.121
Decrease of cash and cash equivalents	043	20.803.519	0
Cash and cash equivalents at the end of period	044	1.329.066	14.014.912

## STATEMENT OF CHANGES IN EQUITY

period **1.1.2017** to **30.9.2017**

Position	AOP	Previous year	Current year
1	2	3	4
1. Subscribed share capital	<b>001</b>	202.769.470	202.769.470
2. Capital reserves	<b>002</b>		
3. Reserves from profit	<b>003</b>		1.973
4. Retained earnings or loss carried forward	<b>004</b>	39.450	56.814
5. Net profit or loss for the period	<b>005</b>	-8.678	157.256
6. Revaluation of tangible assets	<b>006</b>		
7. Revaluation of intangible assets	<b>007</b>		
8. Revaluation of available for sale assets	<b>008</b>		
9. Other revaluation	<b>009</b>		
<b>10. Total equity and reserves (AOP 001 to 009)</b>	<b>010</b>	202.800.242	202.985.513
11. Foreign exchange differences from foreign investments	<b>011</b>		
12. Current and deferred taxes	<b>012</b>		
13. Cash flow hedge	<b>013</b>		
14. Change of accounting policies	<b>014</b>		
15. Correction of significant mistakes of prior period	<b>015</b>		
16. Other changes	<b>016</b>		
<b>17. Total increase or decrease of equity (AOP 011 to 016)</b>	<b>017</b>	0	0
17 a. Attributable to majority owners	<b>018</b>	0	0
17 b. Attributable to minority interest	<b>019</b>		

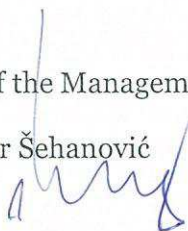
**Management Board Report on the state of FTB TURIZAM d.d. for the period  
January-September 2017**

The operating results of FTB TURIZAM d.d. for the period January-September 2017 show that the Company had a pre-tax profit of 157,000 kn, while the loss in same period of 2016 was 9,000 kn.

EBITDA (gross profit + amortisation + interest) amounted to 157,000 kn, while in the last year it was negative to the amount of 9,000 kn.

Member of the Management Board

Dr. Sc. Igor Šehanović



**FTB TURIZAM d.d.**  
**Zagreb** 1



# FTB TURIZAM d.d.

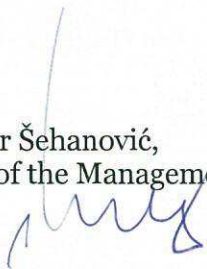
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Zagreb, 18/10/2017

Statement of persons responsible for the preparation of the reports

Pursuant to Article 407 Paragraph 2 of the Capital Market Act (Official Gazette Nos. 88/08 and 146/08), I declare that to the best of our knowledge the financial reports of the company FTB TURIZAM d.d. Zagreb have been prepared in accordance with International Financial Reporting Standards and the Croatian Accounting Act and that they provide a true and fair view of the assets and liabilities, profit and loss and financial operations of the Company for the period from 1 January to 30 September 2017.

Ph.D. Igor Šehanović,  
Member of the Management Board



FTB TURIZAM d.d.  
Zagreb 1