

Stanovi Jadran

Interim management report

STANOVI JADRAN d.d. SPLIT

01.01.2018. - 30.06.2018.

Split, 26. July 2018.

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I. COMMENTS ON BUSINESS DOING

Stanovi Jadran d.d. (the Company) had 579.815 HRK total revenues for the first six months in 2018 what is 648,90 % more than the year before for the same time period. Sales revenue were 297.583 HRK what is an increase of 519,96% from year prior. The revenue source is 51,32% from core business what was 61,99% last year. Other revenues are 6.981 HRK what is a decrease of 17.315 HRK.

100% of revenues streams are from local market and it remained like it was in 2017. Material expenses are 433.892 HRK what is a decrease of 55,71% from year before and those are 33,10% of total expenses.

Salaries went up for 7,54% and are weighting 31,09% in total expenses what was 23,63% year before. There was no value adjustment costs and account receivables adjustment neither this year.

Financial revenues increased for 270.125 HRK what is an increase of 5.369,70%. There are no positive currency exchange rates, while dividends from subsidiary company Winter d.o.o. affected the financial revenues the most.

Financial costs went up for 53.010 HRK or 4.279,54% from year before what is an increase in total expenses to 4,61%. There are no negative currency exchange rates, while the costs went up mostly due to interest rate increase for 48.169 HRK for credit line at Kreditna Banka Zagreb which was used to complete purchase of commercial property Ploka.

Gross loss is 590.158 HRK what is a decrease from 1.284.824 HRK from year before or 54,07%. The gross loss is lower from year before because the company had higher costs year before due to listing preparation.

In accordance with transactions among related persons the company had net income of 53.269 HRK, an increase of 10,98%.

Total assets increased for 8,44% to 74.789.944 HRK while fixed assets increased for 19.458.875 or 39,74%. Material assets increased for 17.420.208 HRK due to property purchase and investment in Šibenik.

Long-term financial assets mainly relate to shares in affiliated companies and to shares of non-listed companies. It amounts to 30.075.278 HRK and is 1.603.592 HRK higher compared to the beginning of the year, primarily due to the share capital increase of the subsidiary company Vile Orašac d.o.o.

Current assets are 6.797.898 HRK, which is by 65,17% lower than the beginning of the year. In the structure of current assets, receivables are higher compared to the beginning of the year, while cash is falling.

Total account receivables amounted to 3.266.807 HRK, an increase of 221.315 HRK or 7.27% compared to the beginning of the year.

Short-term financial assets amount to 3.357.667 HRK what is mostly short-term given loans. Compared to year before, financial assets decreased by 12.528.002 HRK. Cash in the bank and cash registers amounts to 173.424 HRK and is lower by 411.630 HRK compared to the beginning of the year. There was no change in capital and reserves compared to the beginning of the year.

Long-term liabilities amount to 10.234.640 HRK what are credit lines at Karlovačka Banka and Kreditna Banka Zagreb.

Short-term liabilities amount to 1.030.146 HRK, of which the largest portion of HRK 468,259 relates to liabilities on short-term borrowings. Account payables decreased from the beginning of the year to 249.373 HRK or 47.41%. Total loans of the company amounted to HRK 10,702,899 which is an increase from the beginning of the year for 7.423.516 HRK.

Stanovi Jadran d.d. (Group) achieved total revenues of 3.604.473 HRK in the first six months of 2018, what is 1.46% higher than in the same period of the previous year. Sales revenues, which amounted to 3.304.057 HRK for the first six months of 2018 were lower by 3,33% compared to the same period last year. Core business revenues in total revenues were 91.66%, compared with 96.20% in the same period last year. Other operating revenues, which amounted to 9.044 HRK were down for 118.451 HRK compared to the same period of the previous year.

Out of the total revenue, 8.63% of revenues were realized on the domestic market, while 91.37% of sales were generated on the foreign market. This structure did not change significantly in relation to the same period last year.

Material expenses amount to 1.878.737 HRK which is lower by 21.02% than the same period of the previous year. Salaries increased by 11.79% compared to the same period of the previous year. Their share in total expenses were 29.48%, compared with 24.80% in the same period last year.

There were no cost of value adjustments and receivables adjustment, neither this year.

Financial revenues were higher by 282.415 HRK or 3.963,40%, as compared to the same period of the previous year. There were no positive exchange rate differences in the structure of financial income.

Financial expenses increased by 38.444 HRK or 240,09% compared to the same period last year. Their share in total expenditures increased by 94% compared to the same period last year. In the structure of financial expenditures there were no negative exchange rate

differences, while interest costs are higher due to the realized credit line of Kreditna Banka Zagreb for the purpose of financing the purchase of the commercial building Ploka.

The gross loss (pre-tax loss) is 575.906 HRK, while in the same period of the previous year it was 789.218 HRK, which is a decrease of 213.312 HRK or 27,03%. The lower gross loss was due to the fact that the loss in the same period last year was significantly higher due to high listing preparation costs.

Total assets were 6.23% higher compared to the beginning of the year and amounts to 84.403.456 HRK. Fixed assets were higher by 16.739.080 HRK or 28.20%, compared to the beginning of the year. Long-term intangible assets were lower by 21.166 HRK compared to the beginning of the year, with the largest impact due to depreciation. Tangible assets are higher by 17.196.655 HRK compared to the beginning of the year due to the purchase of the commercial property Ploka in Split and the investment in the residential project in Šibenik.

Long-term financial assets mostly refer to the shares of non-listed companies, except for FMPS-R-A and VART -R-1. It amounts to 2.373.024 HRK and was 436.409 HRK less than the beginning of the year, primarily due to the value adjustment quoted on the Zagreb Stock Exchange.

Current assets amount to 8.308.231 HRK which is 58.66% less than the beginning of the year. In the structure of current assets, account receivables and inventories are greater compared to the beginning of the year, while cash and short-term assets are falling.

Total accounts receivables amounted to 4.036.960 HRK, an increase of 114.061 HRK or 2.90% compared to the beginning of the year. Trade receivables amounted to 2.820.472 HRK and recorded a decrease of 4,82% compared to the beginning of the year.

Short-term financial assets amount to 3.527.907 HRK relating to short-term given loans. Short-term financial assets decreased by 10.746.335 HRK from year before. Cash in the bank and cash registers amounted to 307.873 HRK and was lower by 1.256.939 HRK compared to the beginning of the year. There was no change in capital and reserves compared to the beginning of the year.

Long-term liabilities amount to 10.610.975 HRK what are credit lines at Karlovačka Banka and Kreditna Banka Zagreb.

Short-term liabilities amount to 2.480.467 HRK of which the largest portion of 827.442 HRK were liabilities to suppliers. Trade payables decreased by 43.170 HRK, or 4.96% compared to the beginning of the year. Total credit line of the Group Stanovi Jadran d.d. amounted to 10.957.534 HRK which is an increase from the beginning of the year.

II. IMPORTANT BUSINESS EVENTS

Stanovi Jadran d.d. has been listed at Zagreb Stock Exchange - Official Market on July 02, 2018.

The company purchased commercial property in Split and took over already signed rental agreements for commercial spaces, while the top floor, which is an apartment, will be rented on a daily base through booking services to tourists.

Furthermore, the company is constructing a residential property in Šibenik. Currently, the property is getting a facade and new environment. The management signed agreements with several real estate agencies in order to start selling apartments.

At the same time, the company hired design studios and consultants to prepare paperwork to build a hotel in Šibenik which is planning to open its door in spring 2019. The hotel location is right next to residential property.

Other properties that the company owns, such as land plots, has been listed on sale through real estate agencies. In this year, management sold two land plots in Lovinac.

Additionally, the management hired another design studio to develop new paperwork for two projects in Dubrovnik in order to reduce construction costs.

III. EXPECTED BUSINESS DEVELOPEMENT

The management of the company has already signed construction agreements for residential project in Šibenik and those are the only obligations the company has towards other parties. Since the investment in residential property is ongoing, it is expected that the management will sign new agreements at given stage in order to finish the project.

The apartments within the residential property are matching buyer's highest standard with five-star facilities. The commercial space at the ground floor will be restaurant that the company will rent.

In order to reduce costs, the management has hired new studios to get new permits in order to start constructing in Dubrovnik. Once it is done, the management will sign agreements with contractors to put the property in use and gain revenues. The management is rationalizing all projects in order to reduce risks and gain faster returns.

It is planned to merge VILE ORAŠAC d.o.o. to STANOVI JADRAN d.d. to during this year unless there is a potential buyer for a project. Apart from that, the management is planning

to buyout stakes of a partner in companies MEDITERAN GRADNJA d.o.o. i NOVA NEKRETNINE d.o.o so the company would be sole owner.

It is expected revenue increase to 2.05 -2.1 million BAM in subsidiary company WINTER d.o.o. what is believed to be the highest possible revenue for 55 units in Hotel Blanca Resort & Spa. The hotel is generating 40% of the revenues in three months what are January, July and August. There is an extension project what will increase number of units for 28 units and new conference halls. The reason behind the project is revenue increase since the hotel cannot host larger MICE groups therefore reaching the highest possible revenues with current number of units.

IV. RESEARCH AND DEVELOPEMENT ACTIVITIES

In order to understand market, the management did real estate market research. Taking a residential project and hotel in Šibenik, the management hired external consultant to make a feasibility study in order to reach inputs which will affect revenue stream starting in 2019.

Apart from that, the management hired new local studios in some projects as it believes local studios can affect the speed of permit issuance.

V. TREASURY SHARES INFORMATION

Stanovi Jadran d.d. does not have any treasury shares while current ownership structure depends on trading streams at Zagreb Stock Exchange.

VI. BRANCH OFFICES

The company and its subsidiary companies do not have and branch offices.

VII. IMPORTANT FINANCIAL INSTUMENTS

Important financial instruments that the company has in its portfolio are:

- stake at subsidiary companies
- shares bought at Zagreb Stock Exchange such as 10,57% of share capital of Proprius d.d. closed investment fund, while other shares has been sold during 2017

VIII. COMPANY AIMS AND POLICY

It is questionable level of financial risk management activities in Republic of Croatia due to shortage of financial instrument within a domestic financial industry. The company has not used any of financial risk management instruments such as hedging, terminal contracts or financial derivative so far. However, the management is expressing a will to use those instruments in a future within a domestic financial framework in order to reduce risk exposure.

IX. RISK EXPOSURE

Real estate market risk

Real estate market in Republic of Croatia has been recovering over the past three years. There has been an increase in building permits issuance and residential and commercial prices, especially on a coast what is affected with tourism. Since the Croatia entered EU, there is a real estate demand increase. Foreign investors are looking for exclusive properties at unique destinations such as property in Šibenik the company is developing. The market lacks upper class properties where the management of the company sees the opportunity and therefore focusing towards that niche.

Tourism market risk

Tourism is very specific industry and the best spending generator. Current risk level is medium since it is very important industry and it is still growing. However, the management sees the seasonality of tourism as the largest risk related to that market.

Construction related risk

Since the company is in investment cycle, it is important to note the deficit of construction companies and labour force in that sector. The management reduced this risk as it believes the company has partners which are already sign contracts with.

Industry risk in tourism

There is a high intensity in infrastructure investments within the country what is reducing this risk. The management believes it is a medium risk level since it is least probable that natural disasters will occur.

Personnel risk

The company, together with its subsidiary companies has 43 employees. This risk is low since the EU allows labour force movement what increase possibility of finding qualified employees.

Currency exchange risk

Existing currency exchange differences has been noted as expenses in P&L statement but do not affect money flow. The company has currency exchange risk in a sense of exchange movement between HRK and BAM or EUR and BAM since the subsidiary company WINTER d.o.o. operates in Bosnia and Herzegovina.

Exposure risk

The company employs engineer who is reducing risk by setting up control mechanism which controls cost and individual material prices. The management tries to reduce the cost exposure by hiring companies at the projects that has at least 50 employees and that are profitable.

Financing risk

The management believes financing risk is at the lowest possible level since the finance market offers affordable arrangements.

Liquidity risk

The management is trying to put all company assets in use in a shorter possible period in order to increase revenue streams and create stabile cash flow. All receivables has been secured with financial instruments so the management believe there is no liquidity risk.

Interest rate risk

There is an interest rate risk since all the credit arrangements are have changeable interest rate. The management is not using any financial instruments to protect changes in interest rate so far what makes this risk high.

Credit risk

The management of the company does not allow partner crediting by offering payment delay. The company is exposed to two credit lines and it is servicing it on time. The management is planning to pay off the credit lines once it sells residential property in Šibenik.

X. MANAGEMENT STATEMENT

Toni Jeličić Purko as a president of Management Board and Maja Bradić as a member of Management Board of STANOVI JADRAN d.d., Split, Kralja Zvonimira 14/IX, OIB 88680117715, as responsible persons for composition of financial reports for period 01.01.2018. – 30.06.2018. are giving

STATEMENT

According to our knowledge, financial report of STANOVI JADRAN d.d., Split, Kralja Zvonimira 14/IX, OIB 88680117715, for period 01.01.2018. – 30.06.2018. is in line with Accounting Law, Accounting Standards of Financial Reporting and EU Directives.

The interim management report consists of true information and business results for a company and its subsidiary companies together with risk exposure statements.

Toni Jeličić Purko
Management Board President



Maja Bradić
Management Board Member



Split, 26. July 2018.

STANOVI JADRAN
d.d. SPLIT

Attachment 1.

Reporting period:

01.01.2018.

to

30.06.2018.

Quarterly financial statement of the entrepreneur TFI-POD

Tax Number (MB): 02182190

Company registration number (MBS): 060227551

Personal identification number (OIB): 88680117715

Issuing company: STANOVI JADRAN d.d.

Postal code and place: 21000 SPLIT

Street and house number: Kralja Zvonimira 14/IX

E-mail address: info@stanovijadran.com

Internet address: www.stanovijadran.com

Municipality/city code and name: 409 Split

County code and name: 17 Splitsko - dalmatinska

Number of employees: 39
(year end)

Consolidated report: YES

NKD code: 6810

Companies o the consolidation subject (according to IFRS):

Seat:

MB:

WINTER d.o.o

Babanovac bb, Travnik, BIH

51-01-0259-08

MEDITERAN GRADNJA d.o.o

Rožat, Rožat gornji 47, 20236 Mokošica

90017849

NOVA NEKRETNINE d.o.o.

Za Gospom 6, 20233 Trsteno

90019408

VILE ORAŠAC d.o.o.

Za Gospom 6, 20233 Trsteno

80607279

Bookkeeping ervice:

Contact person: Katija Barić
(filling just the first and the 1st name)

Telephone: 021 482 374

Telefaks:

E-mail address: katija@stanovijadran.com

Family name and name: Toni Jeličić Purko
(legal person)**Documents to be published:**

1. Financial reports (balance sheet, profit and loss account, cash-flow statement, statement of changes in equity and notes to financial reports)
2. Interim management report,
3. Statement form persons responsible for preparation of reports

STANOVI JADRAN
M.P.
d.d. SPLIT
(signature of the person authorized to represent the company)

BALANCE SHEET
as at 30.6.2018.

Company: _STANOVI JADRAN d.d.			
Position	AOP code	Previous year (net)	Current year (net)
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED AND NON - PAID CAPITAL	001		
B) LONG - TERM ASSETS (003+010+020+029+033)	002	59.350.476	76.089.556
I. INTANGIBLE ASSETS (004 to 009)	003	134.625	113.459
1. Assets development	004		
2. Concessions, patents, licence fees, merchandise and service brands, software and other rights	005	134.625	113.459
3. Goodwill	006		
4. Prepayments for purchase of intangible assets	007		
5. Intangible assets in preparation	008		
6. Other intangible assets	009		
II. TANGIBLE ASSETS (011 to 019)	010	56.406.418	73.603.073
1. Land	011	2.051.226	2.051.226
2. Buildings	012	25.752.899	25.487.584
3. Plant and equipment	013	24.065	102.923
4. Instruments, plant inventories and transportation assets	014	523.968	484.092
5. Biological assets	015		
6. Prepayments for tangible assets	016		
7. Tangible assets in preparation	017		
8. Other material assets	018		
9. Investment in buildings	019	28.054.260	45.477.248
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	2.809.433	2.373.024
1. Shares (stocks) in related parties	021	0	0
2. Loans given to related parties	022		
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		
7. Other long - term financial assets	027	2.809.433	2.373.024
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	0	0
1. Receivables from related parties	030		
2. Receivables based on trade loans	031		
3. Other receivables	032		
V. DEFERRED TAX ASSETS	033		
C) SHORT- TERM ASSETS (035+043+050+058)	034	20.099.107	8.308.231
I. INVENTORIES (036 to 042)	035	337.154	435.491
1. Raw material	036	337.154	435.491
2. Work in progress	037		
3. Finished goods	038		
4. Merchandise	039		
5. Prepayments for inventories	040		
6. Long - term assets held for sale	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	3.922.899	4.036.960
1. Receivables from related parties	044	0	0
2. Accounts receivable	045	2.963.475	2.820.472
3. Receivables from participating entrepreneurs	046		
4. Receivables from employees and shareholders	047		0
5. Receivables from government and other institutions	048	485.744	825.904
6. Other receivables	049	473.680	390.584
III. SHORT - TERM FINANCIAL ASSETS (051 to 057)	050	14.274.242	3.527.907
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052	0	0
3. Participating interests (shares)	053		
4. Loans to entrepreneurs in whom the entity hold participating interests	054		
5. Investment in securities	055		
6. Loans, deposits and similar assets	056	14.274.242	3.527.907
7. Other financial assets	057		
IV. CASH AT BANK AND IN CASHIER	058	1.564.812	307.873
D) PREPAID EXPENSES AND ACCRUED INCOME	059	776	5.669
E) TOTAL ASSETS (001+002+034+059)	060	79.450.359	84.403.456
F) OFF-BALANCE SHEET NOTES	061		

LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	72.480.467	71.283.438
I. SUBSCRIBED CAPITAL	063	76.248.000	76.248.000
II. CAPITAL RESERVES	064		
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	3.357.629	3.357.629
1. Reserves prescribed by law	066		
2. Reserves for treasury stocks	067		
3. Treasury stocks and shares (deduction)	068		
4. Statutory reserves	069		
5. Other reserves	070	3.357.629	3.357.629
IV. REVALUATION RESERVES	071	-430.465	-911.896
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	-9.654.132	-10.398.777
1. Retained earnings	073		
2. Accumulated loss	074	9.654.132	10.398.777
VI. PROFIT / LOSS FOR THE CURRENT YEAR (076-077)	075	-594.483	-579.366
1. Profit for the current year	076		
2. Loss for the current year	077	594.483	579.366
VII. MINORITY INTEREST	078	3.553.918	3.567.848
B) PROVISIONS (080 to 082)	079	0	0
1. Provisions for pensions, severance pay and similar liabilities	080		
2. Reserves for tax liabilities	081		
3. Other reserves	082		
C) LONG TERM LIABILITIES (084 to 092)	083	3.856.617	10.610.975
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085		
3. Liabilities to banks and other financial institutions	086	3.856.617	10.610.975
4. Liabilities for received prepayments	087		
5. Accounts payable	088		
6. Liabilities arising from debt securities	089		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	090		
8. Other long-term liabilities	091		
9. Deferred tax liability	092		
D) SHORT - TERM LIABILITIES (094 to 105)	093	3.094.414	2.480.467
1. Liabilities to related parties	094	0	0
2. Liabilities for loans, deposits etc.	095	1.433.429	346.559
3. Liabilities to banks and other financial institutions	096	46.077	590.460
4. Liabilities for received prepayments	097	165.518	34.694
5. Accounts payable	098	870.612	827.442
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	120.085	152.988
9. Liabilities for taxes, contributions and similar fees	102	403.770	528.324
10. Liabilities to share - holders	103		
11. Liabilities for long term assets held for sale	104		
12. Other short - term liabilities	105	54.923	
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	18.861	28.576
F) TOTAL CAPITAL AND LIABILITIES (062+079+083+093+106)	107	79.450.359	84.403.456
G) OFF-BALANCE SHEET NOTES	108		
APPENDIX TO BALANCE SHEET (only for consolidated financial statements)			
A) CAPITAL AND RESERVES			
1. Attributed to equity holders of parent company	109	68.926.549	67.715.588
2. Attributed to minority interests	110	3.553.918	3.567.850

Note 1.: Appendix to balance sheet is filled out only by entrepreneurs who consolidate financial reports.

PROFIT AND LOSS ACCOUNT
for period 1.1.2018. to 30.6.2018.

Company: STANOVI JADRAN d.d.

Position	AOP code	Previous period		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I. OPERATING REVENUES (112+113)	111	3.545.307	1.170.122	3.314.748	1.087.037
1. Sales revenues	112	3.417.812	1.087.622	3.304.057	1.077.993
2. Other operating revenues	113	127.495	82.500	10.691	9.044
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	4.314.394	2.229.663	4.114.494	2.044.806
1. Changes in the value of work in progress and finished goods	115				
2. Material costs (117 to 119)	116	2.378.819	1.327.377	1.878.737	854.579
a) Raw material and material costs	117	1.019.973	362.600	1.005.431	410.962
b) Costs of goods sold	118		0	1.896	1.896
c) Other external costs	119	1.358.846	964.777	871.410	441.721
3. Staff costs (121 to 123)	120	1.070.171	518.186	1.213.175	606.418
a) Net salaries and wages	121	645.433	312.730	725.592	364.002
b) Costs for taxes and contributions from salaries	122	306.357	147.871	354.998	175.830
c) Contributions on gross salaries	123	118.381	57.585	132.585	66.586
4. Depreciation	124	381.716	191.666	427.389	236.528
5. Other costs	125	473.468	191.108	534.595	345.961
6. Impairment (127+128)	126	0	0	0	0
a) Impairment of long-term assets (excluding financial assets)	127				
b) Impairment of short-term assets (excluding financial assets)	128				
7. Provisions	129				
8. Other operating expenses	130	10.220	1.326	60.598	1.320
III. FINANCIAL INCOME (132 to 136)	131	7.310	5.880	289.725	111.803
1. Interest income, foreign exchange gains, dividends and similar income from related parties	132	0			
2. Interest income, foreign exchange gains, dividends and similar income from non-related parties	133	2.188	5.880	126.577	111.803
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136	5.122		163.148	
IV. FINANCIAL EXPENSES (138 to 141)	137	27.441	14.112	65.885	56.826
1. Interest expenses, foreign exchange losses and similar expenses from related parties	138				
2. Interest expenses, foreign exchange losses and similar expenses from non - related parties and other entities	139	27.441	14.112	65.885	56.826
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141	0			
V. INCOME FROM INVESTMENT SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS	142				
VI. LOSS FROM INVESTMENT SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS	143				
VII. EXTRAORDINARY - OTHER INCOME	144				
VIII. EXTRAORDINARY - OTHER EXPENSES	145				
IX. TOTAL INCOME (111+131+142 + 144)	146	3.552.617	1.176.002	3.604.473	1.198.840
X. TOTAL EXPENSES (114+137+143 + 145)	147	4.341.835	2.243.775	4.180.379	2.101.632
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	-789.218	-1.067.773	-575.906	-902.792
1. Profit before taxation (146-147)	149	0	0	0	0
2. Loss before taxation (147-146)	150	789.218	1.067.773	575.906	902.792
XII. PROFIT TAX	151	0			
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	-789.218	-1.067.773	-575.906	-902.792
1. Profit for the period(149-151)	153	0	0	0	0
2. Loss for the period (151-148)	154	789.218	1.067.773	575.906	902.792

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	-843.833	-1.056.287	-579.366	-859.924
2. Attributed to minority interests	156	54.615	-11.486	3.460	-42.868
STATEMENT OF COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	-789.218	-1.067.773	-575.908	-902.792
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 to 165)	158	-16.328	-14.330	-436.409	-436.409
1. Exchange differences on translation of foreign operations	159				
2. Movements in revaluation reserves of long-term tangible and intangible assets	160				
3. Profit or loss from revaluation of financial assets available for sale	161	-16.328	-14.330	-436.409	-436.409
4. Gains or losses on efficient cash flow hedging	162				
5. Gains or losses on efficient hedge of a net investment in foreign countries	163				
6. Share in other comprehensive income / loss of associated companies	164				
7. Actuarial gains / losses on defined benefit plans	165				
III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166				
IV. NET OTHER COMPREHENSIVE INCOME/ LOSS FOR THE PERIOD (158-166)	167	-16.328	-14.330	-436.409	-436.409
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	-805.546	-1.082.103	-1.012.317	-1.339.201
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	-860.161	-1.070.617	-1.015.777	-1.296.333
2. Attributed to minority interests	170	54.615	-11.486	3.460	-42.868

CASH FLOW STATEMENT - Indirect method
period 1.1.2018. to 30.6.2018.

Company: STANOVI JADRAN D.D.			
Position	AOP code	Previous period	Current Period
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	-594.483	-579.366
2. Depreciation	002	1.097.988	427.389
3. Increase in short-term liabilities	003	0	0
4. Decrease in short term receivables	004	4.143.422	0
5. Decrease in inventories	005	34.711	0
6. Other cash flow increases	006	28.659.810	6.573.104
I. Total increase in cash flow from operating activities (001 to 006)	007	33.341.448	6.421.127
1. Decrease in short - term liabilities	008	10.988.738	604.232
2. Increase in short - term receivables	009	0	118.954
3. Increase in inventories	010		98.337
4. Other cash flow decreases	011	0	
II. Total decrease in cash flow from operating activities (008 to 011)	012	10.988.738	821.523
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES (007-012)	013	22.352.710	5.599.604
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES (012-007)	014	0	0
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash flow from sale of long - term tangible and intangible assets	015	0	0
2. Cash inflows from sale of equity and debt financial instruments	016	0	10.746.335
3. Interest receipts	017		
4. Dividend receipts	018		
5. Other cash inflows from investing activities	019		
III. Total cash inflows from investing activities(015 to 019)	020	0	10.746.335
1. Cash outflows for purchase of long - term tangible and intangible assets	021	4.756.576	17.602.878
2. Cash outflows for purchase of equity and debt financial instruments	022	16.547.703	0
3. Other cash outflows from investing activities	023	0	
IV. Total cash outflows from investing activities (021 to 023)	024	21.304.279	17.602.878
B1) NET INCREASE OF CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	0	0
B2) NET DECREASE OF CASH FLOW FROM INVESTING ACTIVITIES (024-020)	026	21.304.279	6.856.543
CASH FLOW FROM FINANCING ACTIVITIES			
1. Cash receipts from issuance of equity and debt financial instruments	027		
2. Cash inflows from loans, debentures, credits and other borrowings	028		
3. Other cash inflows from financing activities	029		
V. Total cash inflows from financing activities (027 to 029)	030	0	0
1. Cash outflows for repayment of loans and bonds	031		
2. Dividends paid	032		
3. Cash outflows for finance lease	033		
4. Cash outflows for purchase of own stocks	034		
5. Other cash outflows from financing activities	035	0	
VI. Total cash outflows from financing activities (031 do 035)	036	0	0
C1) NET INCREASE OF CASH FLOW FROM FINANCING ACTIVITIES (030-036)	037	0	0
C2) NET DECREASE OF CASH FLOW FROM FINANCING ACTIVITIES (036-030)	038	0	0
Total increases of cash flows (013 – 014 + 025 – 026 + 037 – 038)	039	1.048.431	0
Total decreases of cash flows (014 – 013 + 026 – 025 + 038 – 037)	040	0	1.256.939
Cash and cash equivalents at the beginning of period	041	516.381	1.564.812
Increase in cash and cash equivalents	042	22.352.710	5.599.604
Decrease in cash and cash equivalents	043	21.304.279	6.856.543
Cash and cash equivalents at the end of period	044	1.564.812	307.873

STATEMENT OF CHANGES IN EQUITY
1/1/2018 to 6/30/2018

period

Position	AOP code	Previous year	Current year
1	2	3	4
1. Subscribed capital	001	76,248,000	76,248,000
2. Capital reserves	002		
3. Reserves from profit	003	3,357,629	3,357,629
4. Retained earnings or accumulated loss	004	-6,220,087	-6,834,389
5. Profit or loss for the current year	005	-474,610	-575,906
6. Revaluation of long - term tangible assets	006	0	
7. Revaluation of intangible assets	007		
8. Revaluation of financial assets available for sale	008	-430,465	-475,487
9. Other revaluation	009		
10. Total capital and reserves (AOP 001 to 009)	010	72,480,467	71,719,847
11. Currency gains and losses arising from net investments in foreign operations	011		
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	0	0
17 a. Attributed to equity holders of parent company	018	68,926,549	68,151,999
17 b. Attributed to minority interest	019	3,553,918	3,567,848

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