

Stanovi Jadran

MANAGEMENT REPORT

STANOVI JADRAN d.d. SPLIT

01.01.2019. to 31.03.2019.

Split, April 25, 2019

CONTENT

I.	COMMENTS ON BUSINESS DOING	pg. 3
II.	IMPORTANT BUSINESS EVENTS	pg. 5
III.	EXPECTED BUSINESS DEVELOPEMENT	pg. 5
IV.	RESEARCH AND DEVELOPEMENT ACTIVITIES	pg. 6
V.	TREASURY SHARES INFORMATION	pg. 7
VI.	BRANCH OFFICES	pg. 7
VII.	IMPORTANT FINANCIAL INSTRUMENTS	pg. 7
VIII.	COMPANY AIMS AND POLICY	pg. 7
IX.	RISK EXPOSURE	pg. 8
X.	BOARD STATEMENT	pg. 10

I. COMMENTS ON BUSINESS DOING

Stanovi Jadran d.d. (the Company) had 572.383 HRK total revenues for the first three months in 2019 what is 478,13 % more than the year before for the same time period. Sales revenue were 286.782 HRK what is an increase of 923,79 % from year prior. The revenue source is divided in a way that 50,1% from core business what was 28,29% last year. Other revenues are 18.132 HRK what is a decrease of 51.099 HRK.

100% of revenues streams are from local market and it remained like it was in 1Q 2018. Material expenses are 378.364 HRK what is an increase of 139% from year before and are weighting 45,65 % of business expenses.

Salaries went up for 36,04% what is mainly due to having two more persons employed. There was no value adjustment costs and account receivables adjustment neither this year.

Financial revenues for the first quarter are 267.469 what is mainly representing dividend pay-out from subsidiary company Winter. Financial expenses went up for 34.0101 HRK and is are 3,94% of total expenses.

Gross loss (EBT) is -290.381 HRK what was 279.435 year before.

Total assets increased for 7,55% to 85.477.145 HRK while fixed assets increased for 2.157.348 or 2,96% compared to the year ended 2018.

Long-term financial assets mainly relate to share capital in affiliated companies and to shares of non-listed companies. It amounts 30.426.509 HRK.

Current assets are 10.373.054 HRK, which is higher by 58,85 % comparing the value at the beginning of the year. In the structure of current assets, receivables remained the same compared to the beginning of the year while cash is raising.

Short-term financial assets amount to 3.909.943 HRK what is mostly short-term given loans. Compared to the end of the 2018, financial assets increased by 521.429 HRK. Cash in the bank and cash registers amounts to 3.259.224 HRK and is higher by 3.179.978 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 15.375.247 HRK what are credit lines at Karlovačka Banka and Kreditna Banka Zagreb.

Short-term liabilities amount to 7.277.334 HRK, of which the largest portion of HRK 5.898.185 relates to advance payment liabilities for sold apartments in Šibenik. Account payables decreased from the beginning of the year for 448.155 HRK. Total bank debts of

the company amounted to HRK 15.375.247 which is an increase from the beginning of the year for 5.721.708 HRK.

Stanovi Jadran d.d. (Group) achieved total revenues of 2.867.388 HRK in the first three months of 2019, what is 27,5 % higher than in the same period of the previous year. Sales revenues, which amounted to 2.828.699 HRK for the first three months of 2019 were higher by 26,37 % compared to the same period last year. Core business revenues in total revenues were 98,65 %, compared with 97,50% in the same period last year. Other operating revenues, which amounted to 80.428 HRK were down for 69.505 HRK compared to the same period of the previous year.

Material expenses amount to 1.999.570 HRK which is an increase of 91,26% than the same period of the previous year. There were no cost of value adjustments and receivables adjustment, neither this year.

The gross loss (pre-tax loss) is 556.892 HRK, while in the same period of the previous year it was 67.229 HRK, which is an increase of 489.663 HRK. The higher gross loss was due to investment in process, employing new persons and engagement of consultants for next project.

Total assets were 6,47 % higher compared to the beginning of the year and amounts to 95.071.469 HRK. Fixed assets were higher by 2.180.794 HRK or 2,71%, compared to the beginning of the year. Tangible assets are higher by 2.180.794 HRK compared to the beginning of the year due to investment to 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 2.500.122 HRK and is 91.002 HRK more than the value from the beginning of the year, primarily due to the value adjustment quoted on the Zagreb Stock Exchange.

Current assets amount to 12.512.490 HRK which is 40,54 % more than the beginning of the year. In the structure of current assets cash is recording higher value while everything else remain the same.

Total accounts receivables amounted to 4.588.638 HRK, an increase of 230.605 HRK or 5,29 % compared to the beginning of the year.

Short-term financial assets amount to 4.076.338 HRK relating to short-term given loans. Short-term financial assets increased by 489.200 HRK from year before. Cash in the bank and cash registers amounted to 3.325.004 HRK and was higher by 2.940.451 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 16.498.973 HRK what are credit lines at Karlovačka Bank and Agram Bank.

Short-term liabilities amount to 9.175.156 HRK of which the largest portion of 5.898.185 HRK were liabilities for advance payments for sold apartments in Šibenik. Total debt to banking institutions of the Group Stanovi Jadran d.d. amounted to 16.990.730 HRK which is an increase of 5.693.778 HRK from the beginning of the year.

II. IMPORTANT BUSINESS EVENTS

Stanovi Jadran d.d. as an investor of residential project in Šibenik expects the building to be ready to move in within one month what is the reason of completing all the paperwork for certificate of occupancy. After the company received all changed building permits, the management requested the certificate of occupancy and expects all permissions to have until beginning of June.

Furthermore, the company received building permit for hotel in Šibenik and expects the construction to start on May 02. Due to high demand for construction companies and time limit until summer construction ban, the management plans to open hotel in spring 2020.

The company sold 5 parcels at 2 locations, Pićan and Lovinac. At the same time, the company purchased 200 sq.mt. of business space in Zagreb together with 6 garage spots and 200 sq.mt. of basement space.

Other properties that the company owns, such as land plots, has been listed on sale through real estate agencies.

III. EXPECTED BUSINESS DEVELOPEMENT

The management of the company employed new persons to finish residential project in Šibenik and to lead new construction field what will be future hotel. 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.

The management decided not to merge VILE ORAŠAC d.o.o. to STANOVI JADRAN d.d. to during this year due to potential buyer for a project. Apart from that, the management is planning to to have building permits for "Creme de la Perfection" before summer.

In subsidiary company WINTER d.o.o., revenue increased for 19,23% to 676.516 BAM due to weather conditions and refreshed rooms.

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. – 30.09.2018. are giving

STATEMENT

According to our knowledge, financial report of STANOVI JADRAN d.d., Split, Kralja Zvonimira 14/IX, OIB 88680117715, for period 01.01.2019. – 31.03.2019. 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

STANOVI JADRAN
d.d. SPLIT

Split, 25 April 2019.

Attachment 1.

Reporting period:

01.01.2019.

to

31.03.2019.

Quarterly financial statement of the entrepreneur TFI-PODTax Number (MB): **02182190**Company registration number (MRS): **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.comInternet address: www.stanovijadran.comMunicipality/city code and name: **409** | **Split**County code and name: **17** | **Splitsko - dalmatinska**Number of employees: **38**
(year end)Consolidated report: **DA**NKD code: **6810**

Companies of the consolidation subject (according to IFRS)

Headquarters:

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 service: _____

Contact person: **Katija Barić**

(unos se samo prezime i ime osobe za kontakt)

Telephone: **021 482 374**

Telefaks: _____

E-mail address: katija@stanovijadran.comFamily name and name: **Toni Jeličić Purko**

(osoba ovlaštene za zastupanje)

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

M.P.

(signature of the person authorized to represent the company)

BALANCE SHEET
balance as at 31.03.2019

in HRK

Submitter: STANOVI JADRAN d.d.			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID	001	0,00	0,00
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	80.191.430,00	82.372.224,00
I INTANGIBLE ASSETS (ADP 004 to 009)	003	80.702,00	83.173,00
1 Research and development	004	0,00	0,00
2 Concessions, patents, licences, trademarks, software and other rights	005	80.702,00	83.173,00
3 Goodwill	006	0,00	0,00
4 Advances for the purchase of intangible assets	007	0,00	0,00
5 Intangible assets in preparation	008	0,00	0,00
6 Other intangible assets	009	0,00	0,00
II TANGIBLE ASSETS (ADP 011 to 019)	010	77.701.608,00	79.788.929,00
1 Land	011	2.025.000,00	2.027.041,00
2 Buildings	012	25.179.733,00	25.025.083,00
3 Plant and equipment	013	31.324,00	129.400,00
4 Tools, working inventory and transportation assets	014	454.207,00	544.152,00
5 Biological assets	015	0,00	0,00
6 Advances for the purchase of tangible assets	016	0,00	0,00
7 Tangible assets in preparation	017	0,00	0,00
8 Other tangible assets	018	0,00	0,00
9 Investment property	019	50.011.344,00	52.063.253,00
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	2.409.120,00	2.500.122,00
1 Investments in holdings (shares) of undertakings within the group	021	0,00	0,00
2 Investments in other securities of undertakings within the group	022	0,00	0,00
3 Loans, deposits, etc. to undertakings within the group	023	0,00	0,00
4 Investments in holdings (shares) of companies linked by virtue of participating interests	024	0,00	0,00
5 Investment in other securities of companies linked by virtue of participating interests	025	0,00	0,00
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	148.549,00	0,00
7 Investments in securities	027	2.249.571,00	2.249.573,00
8 Loans, deposits, etc. given	028	0,00	239.549,00
9 Other investments accounted for using the equity method	029	11.000,00	11.000,00
10 Other fixed financial assets	030	0,00	0,00
IV RECEIVABLES (ADP 032 to 035)	031	0,00	0,00
1 Receivables from undertakings within the group	032	0,00	0,00
2 Receivables from companies linked by virtue of participating interests	033	0,00	0,00
3 Customer receivables	034	0,00	0,00
4 Other receivables	035	0,00	0,00
V DEFERRED TAX ASSETS	036	0,00	0,00
C) CURRENT ASSETS (ADP 038+046+053+063)	037	8.903.396,00	12.512.490,00
I INVENTORIES (ADP 039 to 045)	038	573.672,00	522.510,00
1 Raw materials and consumables	039	491.829,00	448.377,00
2 Work in progress	040	0,00	0,00
3 Finished goods	041	0,00	0,00
4 Merchandise	042	81.843,00	74.133,00
5 Advances for inventories	043	0,00	0,00
6 Fixed assets held for sale	044	0,00	0,00
7 Biological assets	045	0,00	0,00
II RECEIVABLES (ADP 047 to 052)	046	4.358.033,00	4.588.638,00
1 Receivables from undertakings within the group	047	0,00	0,00
2 Receivables from companies linked by virtue of participating interests	048	0,00	0,00
3 Customer receivables	049	3.219.210,00	3.356.453,00
4 Receivables from employees and members of the undertaking	050	0,00	0,00
5 Receivables from government and other institutions	051	458.877,00	434.766,00
6 Other receivables	052	679.946,00	797.419,00

III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	3.587.138,00	4.076.338,00
1 Investments in holdings (shares) of undertakings within the group	054	0,00	0,00
2 Investments in other securities of undertakings within the group	055	0,00	0,00
3 Loans, deposits, etc. to undertakings within the group	056	0,00	0,00
4 Investments in holdings (shares) or companies linked by virtue of participating interests	057	0,00	0,00
5 Investment in other securities of companies linked by virtue of participating interests	058	0,00	0,00
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0,00	0,00
7 Investments in securities	060	0,00	0,00
8 Loans, deposits, etc. given	061	3.587.138,00	4.076.338,00
9 Other financial assets	062	0,00	0,00
IV CASH AT BANK AND IN HAND	063	384.553,00	3.325.004,00
D) PREPAID EXPENSES AND ACCRUED INCOME	064	200.354,00	186.755,00
E) TOTAL ASSETS (ADP 001+002+037+064)	065	89.295.180,00	95.071.469,00
OFF-BALANCE SHEET ITEMS	066	0,00	0,00
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+081+084+087)	067	70.004.789,00	69.397.340,00
I INITIAL (SUBSCRIBED) CAPITAL	068	76.248.000,00	76.248.000,00
II CAPITAL RESERVES	069	0,00	0,00
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	3.357.629,00	3.357.629,00
1 Legal reserves	071	0,00	0,00
2 Reserves for treasury shares	072	0,00	0,00
3 Treasury shares and holdings (deductible item)	073	0,00	0,00
4 Statutory reserves	074	0,00	0,00
5 Other reserves	075	3.357.629,00	3.357.629,00
IV REVALUATION RESERVES	076	0,00	0,00
V FAIR VALUE RESERVES (ADP 078 to 080)	077	-1.024.349,00	-1.024.349,00
1 Fair value of financial assets available for sale	078	-1.024.349,00	-1.024.349,00
2 Cash flow hedge - effective portion	079	0,00	0,00
3 Hedge of a net investment in a foreign operation - effective portion	080	0,00	0,00
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083)	081	-10.705.773,00	-12.093.824,00
1 Retained profit	082	0,00	0,00
2 Loss brought forward	083	10.705.773,00	12.093.824,00
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086)	084	-1.335.156,00	-564.271,00
1 Profit for the business year	085	0,00	0,00
2 Loss for the business year	086	1.335.156,00	564.271,00
VIII MINORITY (NON-CONTROLLING) INTEREST	087	3.464.438,00	3.474.155,00
B) PROVISIONS (ADP 089 to 094)	088	0,00	0,00
1 Provisions for pensions, termination benefits and similar obligations	089	0,00	0,00
2 Provisions for tax liabilities	090	0,00	0,00
3 Provisions for ongoing legal cases	091	0,00	0,00
4 Provisions for renewal of natural resources	092	0,00	0,00
5 Provisions for warranty obligations	093	0,00	0,00
6 Other provisions	094	0,00	0,00
C) LONG-TERM LIABILITIES (ADP 096 to 106)	095	10.791.303,00	16.498.973,00
1 Liabilities to undertakings within the group	096	0,00	0,00
2 Liabilities for loans, deposits, etc. of undertakings within the group	097	0,00	0,00
3 Liabilities to companies linked by virtue of participating interests	098	0,00	0,00
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	099	0,00	0,00
5 Liabilities for loans, deposits etc.	100	0,00	0,00
6 Liabilities to banks and other financial institutions	101	10.791.303,00	16.498.973,00
7 Liabilities for advance payments	102	0,00	0,00
8 Liabilities to suppliers	103	0,00	0,00
9 Liabilities for securities	104	0,00	0,00
10 Other long-term liabilities	105	0,00	0,00
11 Deferred tax liability	106	0,00	0,00

D) SHORT-TERM LIABILITIES (ADP 108 to 121)	107	8.499.089,00	9.175.156,00
1 Liabilities to undertakings within the group	108	0,00	0,00
2 Liabilities for loans, deposits, etc. of undertakings within the group	109	0,00	0,00
3 Liabilities to companies linked by virtue of participating interests	110	0,00	0,00
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	111	0,00	0,00
5 Liabilities for loans, deposits etc.	112	1.248.105,00	637.359,00
6 Liabilities to banks and other financial institutions	113	505.649,00	491.757,00
7 Liabilities for advance payments	114	4.599.556,00	5.898.185,00
8 Liabilities to suppliers	115	1.483.450,00	1.328.909,00
9 Liabilities for securities	116	0,00	0,00
10 Liabilities to employees	117	162.922,00	222.296,00
11 Taxes, contributions and similar liabilities	118	430.473,00	532.892,00
12 Liabilities arising from the share in the result	119	65.308,00	0,00
13 Liabilities arising from fixed assets held for sale	120	0,00	0,00
14 Other short-term liabilities	121	3.626,00	63.758,00
E) ACCRUALS AND DEFERRED INCOME	122	0,00	0,00
F) TOTAL – LIABILITIES (ADP 067+088+095+107+122)	123	89.295.181,00	95.071.469,00
G) OFF-BALANCE SHEET ITEMS	124	0,00	0,00

STATEMENT OF PROFIT OR LOSS
for the period 1.1.2019 to 31.03.2019

in HRK

Submitter: STANOVI JADRAN d.d.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 126 to 130)	125	2.245.628,00	2.245.628,00	2.864.721,00	2.864.721,00
1 Income from sales with undertakings within the group	126	0,00	0,00	0,00	0,00
2 Income from sales (outside group)	127	2.238.386,00	2.238.386,00	2.828.699,00	2.828.699,00
3 Income from the use of own products, goods and services	128	0,00	0,00	0,00	0,00
4 Other operating income with undertakings within the group	129	0,00	0,00	0,00	0,00
5 Other operating income (outside the group)	130	7.242,00	7.242,00	36.022,00	36.022,00
II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153)	131	1.915.987,00	1.915.987,00	3.422.609,00	3.422.609,00
1 Changes in inventories of work in progress and finished goods	132	0,00	0,00	0,00	0,00
2 Material costs (ADP 134 to 136)	133	1.045.460,00	1.045.460,00	1.999.570,00	1.999.570,00
<i>a) Costs of raw materials and consumables</i>	134	578.401,00	578.401,00	917.486,00	917.486,00
<i>b) Costs of goods sold</i>	135	0,00	0,00	0,00	0,00
<i>c) Other external costs</i>	136	467.059,00	467.059,00	1.082.084,00	1.082.084,00
3 Staff costs (ADP 138 to 140)	137	609.924,00	609.924,00	763.801,00	763.801,00
<i>a) Net salaries and wages</i>	138	363.442,00	363.442,00	451.568,00	451.568,00
<i>b) Tax and contributions from salary costs</i>	139	180.182,00	180.182,00	229.432,00	229.432,00
<i>c) Contributions on salaries</i>	140	66.300,00	66.300,00	82.801,00	82.801,00
4 Depreciation	141	256.524,00	256.524,00	339.925,00	339.925,00
5 Other costs	142	225.028,00	225.028,00	315.051,00	315.051,00
6 Value adjustments (ADP 144+145)	143	0,00	0,00	0,00	0,00
<i>a) fixed assets other than financial assets</i>	144	0,00	0,00	0,00	0,00
<i>b) current assets other than financial assets</i>	145	0,00	0,00	0,00	0,00
7 Provisions (ADP 147 to 152)	146	0,00	0,00	0,00	0,00
<i>a) Provisions for pensions, termination benefits and similar obligations</i>	147	0,00	0,00	0,00	0,00
<i>b) Provisions for tax liabilities</i>	148	0,00	0,00	0,00	0,00
<i>c) Provisions for ongoing legal cases</i>	149	0,00	0,00	0,00	0,00
<i>d) Provisions for renewal of natural resources</i>	150	0,00	0,00	0,00	0,00
<i>e) Provisions for warranty obligations</i>	151	0,00	0,00	0,00	0,00
<i>f) Other provisions</i>	152	0,00	0,00	0,00	0,00
8 Other operating expenses	153	35.575,00	35.575,00	4.262,00	4.262,00
III FINANCIAL INCOME (ADP 155 to 164)	154	3.236,00	3.236,00	2.667,00	2.667,00
1 Income from investments in holdings (shares) of undertakings within the group	155	0,00	0,00	0,00	0,00
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	156	0,00	0,00	0,00	0,00
3 Income from other long-term financial investment and loans granted to undertakings within the group	157	0,00	0,00	0,00	0,00
4 Other interest income from operations with undertakings within the group	158	0,00	0,00	0,00	0,00
5 Exchange rate differences and other financial income from operations with undertakings within the group	159	0,00	0,00	0,00	0,00
6 Income from other long-term financial investments and loans	160	0,00	0,00	0,00	0,00
7 Other interest income	161	2.564,00	2.564,00	2.667,00	2.667,00
8 Exchange rate differences and other financial income	162	0,00	0,00	0,00	0,00
9 Unrealised gains (income) from financial assets	163	0,00	0,00	0,00	0,00

10 Other financial income	164	672,00	672,00	0,00	0,00
IV FINANCIAL EXPENSES (ADP 166 to 172)	165	9.124,00	9.124,00	1.671,00	1.671,00
1 Interest expenses and similar expenses with undertakings within the group	166	0,00	0,00	0,00	0,00
2 Exchange rate differences and other expenses from operations with undertakings within the group	167	0,00	0,00	0,00	0,00
3 Interest expenses and similar expenses	168	9.124,00	9.124,00	1.671,00	1.671,00
4 Exchange rate differences and other expenses	169	0,00	0,00	0,00	0,00
5 Unrealised losses (expenses) from financial assets	170	0,00	0,00	0,00	0,00
6 Value adjustments of financial assets (net)	171	0,00	0,00	0,00	0,00
7 Other financial expenses	172	0,00	0,00	0,00	0,00
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	173	0,00	0,00	0,00	0,00
VI SHARE IN PROFIT FROM JOINT VENTURES	174	0,00	0,00	0,00	0,00
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	175	0,00	0,00	0,00	0,00
VIII SHARE IN LOSS OF JOINT VENTURES	176	0,00	0,00	0,00	0,00
IX TOTAL INCOME (ADP 125+154+173 + 174)	177	2.248.864,00	2.248.864,00	2.867.388,00	2.867.388,00
X TOTAL EXPENDITURE (ADP 131+165+175 + 176)	178	2.181.635,00	2.181.635,00	3.424.280,00	3.424.280,00
XI PRE-TAX PROFIT OR LOSS (ADP 177-178)	179	0,00	0,00	556.892,00	556.892,00
1 Pre-tax profit (ADP 177-178)	180	67.229,00	67.229,00	0,00	0,00
2 Pre-tax loss (ADP 178-177)	181	0,00	0,00	556.892,00	556.892,00
XII INCOME TAX	182	0,00	0,00	0,00	0,00
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182)	183	67.229,00	67.229,00	556.892,00	556.892,00
1 Profit for the period (ADP 179-182)	184	0,00	0,00	0,00	0,00
2 Loss for the period (ADP 182-179)	185	0,00	0,00	556.892,00	556.892,00
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 187-188)	186	0,00	0,00	0,00	0,00
1 Pre-tax profit from discontinued operations	187	0,00	0,00	0,00	0,00
2 Pre-tax loss on discontinued operations	188	0,00	0,00	0,00	0,00
XV INCOME TAX OF DISCONTINUED OPERATIONS	189	0,00	0,00	0,00	0,00
1 Discontinued operations profit for the period (ADP 186-189)	190	0,00	0,00	0,00	0,00
2 Discontinued operations loss for the period (ADP 189-186)	191	0,00	0,00	0,00	0,00
XVI PRE-TAX PROFIT OR LOSS (ADP 179+186)	192	67.229,00	67.229,00	556.892,00	556.892,00
1 Pre-tax profit (ADP 192)	193	67.229,00	67.229,00	0,00	0,00
2 Pre-tax loss (ADP 192)	194	0,00	0,00	556.892,00	556.892,00
XVII INCOME TAX (ADP 182+189)	195	0,00	0,00	0,00	0,00
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 192-195)	196	67.229,00	67.229,00	556.892,00	556.892,00
1 Profit for the period (ADP 192-195)	197	67.229,00	67.229,00	0,00	0,00
2 Loss for the period (ADP 195-192)	198	0,00	0,00	-556.892,00	-556.892,00
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 200+201)	199	0,00	0,00	-556.892,00	-556.892,00
1 Attributable to owners of the parent	200	0,00	0,00	0,00	0,00
2 Attributable to minority (non-controlling) interest	201	0,00	0,00	0,00	0,00
I PROFIT OR LOSS FOR THE PERIOD	202	67.229,00	0,00	-556.892,00	-556.892,00
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 204 to 211)	203	0,00	0,00	0,00	0,00
1 Exchange rate differences from translation of foreign operations	204	0,00	0,00	0,00	0,00
2 Changes in revaluation reserves of fixed tangible and intangible assets	205	0,00	0,00	0,00	0,00
3 Profit or loss arising from subsequent measurement of financial assets available for sale	206	0,00	0,00	0,00	0,00

4 Profit or loss arising from effective cash flow hedging	207	0,00	0,00	0,00	0,00
5 Profit or loss arising from effective hedge of a net investment in a foreign operation	208	0,00	0,00	0,00	0,00
6 Share in other comprehensive income/loss of companies linked by virtue of participating interests	209	0,00	0,00	0,00	0,00
7 Actuarial gains/losses on the defined benefit obligation	210	0,00	0,00	0,00	0,00
8 Other changes in equity unrelated to owners	211	0,00	0,00	0,00	0,00
III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	212	0,00	0,00	0,00	0,00
IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212)	213	0,00	0,00	0,00	0,00
V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213)	214		0,00	-556.892,00	-556.892,00
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 216+217)	215	67.210,00	67.210,00	-556.892,00	-556.892,00
1 Attributable to owners of the parent	216	28.961,00	28.961,00	-564.270,00	-564.270,00
2 Attributable to minority (non-controlling) interest	217	38.249,00	38.249,00	7.378,00	7.378,00

STATEMENT OF CASH FLOWS - indirect method
for the period 1.1.2019 . to 31.03.2019.

in HRK

Submitter: STANOVI JADRAN d.d.			
Item	AD P cod e	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	28.961,00	-564.270,00
2 Adjustments (ADP 003 to 010):	002	-370.390,00	296.747,00
a) Depreciation	003	256.524,00	339.925,00
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	0,00	0,00
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0,00	0,00
d) Interest and dividend income	006	0,00	0,00
e) Interest expenses	007	0,00	0,00
f) Provisions	008	0,00	0,00
g) Exchange rate differences (unrealised)	009	0,00	0,00
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	-626.914,00	-43.178,00
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	-341.429,00	-267.523,00
3 Changes in the working capital (ADP 013 to 016)	012	-1.112.625,00	510.223,00
a) Increase or decrease in short-term liabilities	013	-892.955,00	676.067,00
b) Increase or decrease in short-term receivables	014	-153.463,00	-217.006,00
c) Increase or decrease in inventories	015	-66.207,00	51.162,00
d) Other increase or decrease in working capital	016	0,00	0,00
II Cash from operations (ADP 011+012)	017	-1.454.054,00	242.700,00
4 Interest paid	018	0,00	0,00
5 Income tax paid	019	0,00	0,00
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	-1.454.054,00	242.700,00
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	0,00	0,00
2 Cash receipts from sales of financial instruments	022	0,00	0,00
3 Interest received	023	0,00	0,00
4 Dividends received	024	0,00	0,00
5 Cash receipts from repayment of loans and deposits	025	0,00	0,00
6 Other cash receipts from investment activities	026	0,00	0,00
III Total cash receipts from investment activities (ADP 021 to 026)	027	0,00	0,00
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-1.614.362,00	-2.429.717,00
2 Cash payments for the acquisition of financial instruments	029	0,00	-91.002,00
3 Cash payments for loans and deposits for the period	030	1.602.903,00	-489.200,00
4 Acquisition of a subsidiary, net of cash acquired	031	0,00	0,00
5 Other cash payments from investment activities	032	0,00	0,00
IV Total cash payments from investment activities (ADP 028 to 032)	033	-11.459,00	-3.009.919,00
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-11.459,00	-3.009.919,00
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0,00	0,00
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0,00	0,00

3 Cash receipts from credit principals, loans and other borrowings	037	<u>165.352,00</u>	<u>5.707.670,00</u>
4 Other cash receipts from financing activities	038	<u>0,00</u>	<u>0,00</u>
V Total cash receipts from financing activities (ADP 035 to 038)	039	<u>165.352,00</u>	<u>5.707.670,00</u>
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	<u>0,00</u>	<u>0,00</u>
2 Cash payments for dividends	041	<u>0,00</u>	<u>0,00</u>
3 Cash payments for finance lease	042	<u>0,00</u>	<u>0,00</u>
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	<u>0,00</u>	<u>0,00</u>
5 Other cash payments from financing activities	044	<u>0,00</u>	<u>0,00</u>
VI Total cash payments from financing activities (ADP 040 to 044)	045	<u>0,00</u>	<u>0,00</u>
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	<u>165.352,00</u>	<u>5.707.670,00</u>
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	<u>0,00</u>	<u>0,00</u>
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	<u>-1.300.161,00</u>	<u>2.940.451,00</u>
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	<u>1.564.812,00</u>	<u>384.553,00</u>
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (ADP 048+049)	050	<u>264.651,00</u>	<u>3.325.004,00</u>

