Stanovi Jadran

MANAGEMENT REPORT

STANOVI JADRAN d.d. SPLIT

01.01.2019. to 30.06.2019.

Split, July 26, 2019

CONTENT

| I. | COMMENTS ON BUSINESS DOING | pg. 3 |
|-------|--------------------------------------|--------|
| II. | IMPORTANT BUSINESS EVENTS | pg. 4 |
| III. | EXPECTED BUSINESS DEVELOPEMENT | pg. 4 |
| IV. | RESEARCH AND DEVELOPEMENT ACTIVITIES | pg. 5 |
| V. | TREASURY SHARES INFORMATION | pg. 5 |
| VI. | BRANCH OFFICES | pg. 5 |
| VII. | IMPORTANT FINANCIAL INSTRUMENTS | pg. 5 |
| VIII. | COMPANY AIMS AND POLICY | pg. 5 |
| IX. | RISK EXPOSURE | pg. 6 |
| X. | BOARD STATEMENT | pg. 10 |

I. COMMENTS ON BUSINESS DOING

Stanovi Jadran d.d. (the Company) had 1.598.117 HRK total revenues for the first six months in 2019 what is 424,72 % better than the year before for the same time period.

Material expenses were 531.348 HRK what is an increase of 22,46 % from year prior.

Salaries went up for 49,66% what is mainly due employing two persons for residential project Peškarija.

Profit before tax (PBT) were 78.727 HRK while the Company had loss for the first six months in 2018.

Total assets increased for 10,93 % to 88.249.319 HRK since the beginning of the year. Long-term financial assets is related to share capital in affiliated companies and to shares of non-listed companies. It amounts 30.274.502 HRK.

Current assets are 7.975.216 HRK, which is better of the year prior by the 20,67%.

Short-term financial assets amount to 2.973.746 HRK and is short-term given loans. Long-term liabilities were 16.644.507 HRK what are credit lines at Karlovačka Bank and Agram Bank.

Short-term liabilities amount to 8.330.201 HRK, of which HRK 5.898.185 are down payments for sold apartments in Šibenik.

Stanovi Jadran d.d. (Group) achieved total revenues of 5.397.482 HRK in the first six months of 2019, what is an increase of 62,83% for the same period of the previous year. The increase in revenues is mainly due to rent collection in Ploka commercial building, better business results in Hotel Blanca Resort & Spa and transaction where the company sold its land plots in Pićan and Lovinac.

Material expenses were 2.628.062 HRK which is an increase of 42,76. Salaries increased for 26,6% comparing tu the year before.

Profit before tax (PBT) were 74.174 HRK, while in the same time period of the previous year the Group had loss of 575.906 HRK.

Total assets were 9,9% higher compared to the beginning of the year and amounts to 98.141.567. Fixed assets were higher by 7.631.001HRK or 9,52 %, compared to the beginning of the year.

Long-term financial assets refer to shares of non-listed companies, except for FMPS-R-A and VART -R-1. It amounts to 2.615.115 HRK and is dependentan to the value adjustment quoted on the Zagreb Stock Exchange.

Current assets amount to 9.838.950 HRK what is 10,51 % more than the beginning of the year. Short-term financial assets amount to 3.138.543 HRK and is short-term given loans. 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 10.351.767 HRK of which the largest portion of 5.898.185 HRK were down payments liabilities for sold apartments in Šibenik. Total debt to banking institutions of the Group Stanovi Jadran d.d. amounted to 17.740.795 HRK.

II. IMPORTANT BUSINESS EVENTS

Stanovi Jadran d.d. as an investor of residential project in Šibenik expects the examination commission to issue a permit during August what leads to contract signature with buyers. Most of the apartments have been finished and ready to move in.

Regarding hotel investment, the company has finished building demolition and construction field has been closed due to summer season. The management expects to continue with construction activities mid-September and the opening venue should be in spring 2020.

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

III. EXPECTED BUSINESS DEVELOPEMENT

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. during this year due to potential buyer for a project. Apart from that, the management is planning to have building permits for "Creme de la Perfection" during summer.

In subsidiary company WINTER d.o.o., revenue increased for 26,84% to 1.017.837 BAM mainly due to weather conditions, higher selling prices and better F&B offer. The expenses increased for 33,4% mainly due to maintenance costs when the rooms and common areas has been refurbished.

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 Varteks PLC and Proprius PLC

 close end investment fund where the company holds 10,57% of share capital,
 while other shares has been sold during 2017. Proprius PLC has been in liquidation since 29.04.2019.

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 and competing markets such as Spain, Greece and Turkey 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 Sibenik.

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 01.01.2019. – 30.06.2019. 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. – 30.06.2019. 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, July 26, 2019.

| Annex 1 | | ISSUER'S GENERAL | DATA | | |
|---|--|---|-------------------------|-----------------------------|----------|
| Reporting period: | | 1/1/2019 | to | 6/30/2019 | |
| Year: | | 2019 | | | |
| Quarter: | | 2 | | | |
| | Quarte | rly financial statem | ents | | |
| egistration number (MB): | 02182190 | Issuer's hom | e Member State code: | HR | |
| Entity's registration number (MBS): | 060227551 | | | | |
| Personal identification number (OIB): | 88680117715 | | LEI: | 747800E0R03R0059Q263 | |
| Institution code: | 94048 | | | | |
| Name of the issuer: | STANOVI JADRAN d.d | 1. | | | 0752 |
| Postcode and town: | 21000 | s | PLIT | | |
| treet and house number: | Kralja Zvonimira 14/IX | | | | |
| E-mail address: | info@stanovijadrar | 1.com | | | |
| | www.stanovijadran | | | | |
| Number of employees (end of the reporting | 11 | | | | |
| Consolidated report: | KN (K | N-not consolidated/KD-conso | olidated) | | |
| Audited: | RN | (RN-not audited/RD-audited) | | | |
| Names of subsidiaries | (according to IFRS): | | Registered | office: | MB: |
| | | | | | |
| | | 1 | | | |
| | | 1 | | | |
| | | 100 00000000000000000000000000000000000 | | e to se act of 2 Secretaria | |
| | | | | | |
| | | | | | |
| | | | | | |
| Bookkeeping firm: | No | (Yes/No) | | | |
| Contact person: | Toni Jeličić Purko | (1 | iame of the | e bookkeeping firm) | 200 2 |
| | (only name and surnam 021/482-367 | ne of the contact person) | | | |
| E-mail address: | toni@stanovijadrar | n.com | | | |
| | Deloitte d.o.o. | | | | 52.5=432 |
| | (name of the audit firm) Branislav Vrtačnik | | | | |
| | (name and surname) | | | | |

BALANCE SHEET balance as at 30.6.2019

in HRK

| F | | | 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 | 0 |
| B) FIXED ASSETS (ADP 003+010+020+031+036) | 002 | 72.768.557 | 80.094.417 |
| I INTANGIBLE ASSETS (ADP 004 to 009) | 003 | 21.770 | 23.590 |
| 1 Research and development | 004 | 0 | 0 |
| 2 Concessions, patents, licences, trademarks, software and other | 005 | 21.770 | 23.590 |
| rights | | | 0 |
| 3 Goodwill | 006 | 0 | 0 |
| 4 Advances for the purchase of intangible assets | 007 | 0 | 0 |
| 5 Intangible assets in preparation | 800 | 0 | 0 |
| 6 Other intangible assets | 009 | | 49.796.325 |
| II TANGIBLE ASSETS (ADP 011 to 019) | 010 011 | 42.411.279 | 49.790.325 |
| 1 Land | 011 | 0 | 0 |
| 2 Buildings 3 Plant and equipment | 012 | 22.266 | 146.149 |
| 4 Tools, working inventory and transportation assets | 013 | 3.871 | 140.149 |
| 5 Biological assets | 015 | 3.671 | 0 |
| 6 Advances for the purchase of tangible assets | 016 | 0 | 0 |
| 7 Tangible assets in preparation | 017 | 0 | 0 |
| 8 Other tangible assets | 018 | 0 | 0 |
| 9 Investment property | 019 | 42.385.142 | 49.650.176 |
| III FIXED FINANCIAL ASSETS (ADP 021 to 030) | 020 | 30.335.508 | 30.274.502 |
| 1 Investments in holdings (shares) of undertakings within the group | 020 | 27.931.354 | 27.664.353 |
| 2 Investments in roldings (shares) of undertakings within the group | 021 | 27.931.334 | 27.004.555 |
| 3 Loans, deposits, etc. to undertakings within the group | 022 | 0 | 0 |
| Investments in holdings (shares) of companies linked by virtue of | | 0 | 0 |
| participating interests | 024 | 0 | 0 |
| 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 | 026 | 0 | 0 |
| interests | 3.75.7 | | |
| 7 Investments in securities | 027 | 0 | 0 |
| 8 Loans, deposits, etc. given | 028 | 148.549 | |
| 9 Other investments accounted for using the equity method | 029 | 0 | |
| 10 Other fixed financial assets | 030 | 2.255.605 | 2.336.543 |
| IV RECEIVABLES (ADP 032 to 035) | 031 | 0 | 0 |
| 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 | 0 | 0 |
| 4 Other receivables | 035 | 0 | 0 |
| V DEFERRED TAX ASSETS | 036 | 0 | 0 |
| C) CURRENT ASSETS (ADP 038+046+053+063) | 037 | 6.609.273 | 7.975.216 |
| I INVENTORIES (ADP 039 to 045) | 038 | 0 | 0 |
| 1 Raw materials and consumables | 039 | 0 | 0 |
| 2 Work in progress | 040 | 0 | 0 |
| 3 Finished goods | 041 | 0 | |
| 4 Merchandise | 042 | 0 | 0 |
| 5 Advances for inventories | 043 | 0 | 0 |
| 6 Fixed assets held for sale | 044 | 0 | 0 |
| 7 Biological assets | 045 | 0 | 0 |
| II RECEIVABLES (ADP 047 to 052) | 046 | 3.141.512 | |
| 1 Receivables from undertakings within the group | 047 | 68.250 | 15.750 |

| Interests | 2 Receivables from companies linked by virtue of participating | 048 | 0 | 0 |
|--|---|-----|-------------|-------------|
| 4 Receivables from employees and members of the undertaking 059 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 | | | | |
| \$ Receivables from government and other institutions | | | 2.442.592 | 2.615.490 |
| GOTHER TRIANCICAL ASSETS (ADP 064 to 062) | | | | 0 |
| III CURRENT FINANCIAL ASSETS (ADP 054 to 062) | | | | |
| 1 Investments in holdings (shares) of undertakings within the group 055 | | | | |
| 2 Investments in other securities of undertakings within the group 3 Loans, deposits, etc. to undertakings within the group 4 Investments in holdings (shares) of companies linked by virtue of participating interests 5 Investment in other securities of companies linked by virtue of participating interests 6 Loans, deposits, etc. to companies linked by virtue of participating interests 6 Loans, deposits, etc. to companies linked by virtue of participating interests 7 Investments in securities 8 BLOANS, deposits, etc. to companies linked by virtue of participating interests 7 Investments in securities 9 Ober financial assets 9 Clark financial assets 10 Clark financial assets assets available for sale 11 Legal reserves 12 Clark financial assets available for sale 12 Clark financial assets available for sale 13 Tressury shares and holdings (deductible item) 14 Tari value of financial assets available for sale 15 Clark financial assets available for sale 16 Clark financial assets available for sale 17 Legal reserves 18 Clark financial assets available for sale 19 Clark financial assets available for sale 10 Clark firm value of financial assets available for sale 10 Clark firm value of financial asset | III CURRENT FINANCIAL ASSETS (ADP 054 to 062) | | | 2.973.746 |
| 3 Loans, deposits, etc. to undertakings within the group 4 Investments in holdings (shares) of companies linked by virtue of participating inferests 5 Investment in other securities of companies linked by virtue of participating inferests 6 Loans, deposits etc. to companies linked by virtue of participating inferests 7 Investment in other securities of companies linked by virtue of participating inferests 8 Loans, deposits etc. to companies linked by virtue of participating one of the companies linked by virtue of participating one of the companies in the companies in the companies of the companies of the companies one of the companies of the c | 1 Investments in holdings (shares) of undertakings within the group | 054 | 0 | 0 |
| 4 Investments in holdings (shares) of companies linked by virtue of participating interests 5 Investment in other securities of companies linked by virtue of 058 | 2 Investments in other securities of undertakings within the group | 055 | 0 | 0 |
| 4 Investments in holdings (shares) of companies linked by virtue of participating interests 5 Investment in other securities of companies linked by virtue of 058 | 3 Loans, deposits, etc. to undertakings within the group | 056 | 98.500 | 93.500 |
| S Investment in other securities of companies linked by virtue of participating interests G Loans, deposits etc. to companies linked by virtue of participating interests T Newstments in securities O60 | 4 Investments in holdings (shares) of companies linked by virtue of | 057 | 0 | 0 |
| 6 Loans, deposits etc. to companies linked by virtue of participating interests 7 Investments in securities 8 060 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 | participating interests | 058 | 0 | 0 |
| 8 Loans, deposits, etc. given 9 Other financial assets 062 0 0 0 07 CASH AT BANK AND IN HAND 063 3 79.246 529.006 D) PREPAID EXPENSES AND ACCRUED INCOME 10 TOTAL ASSETS (ADP 001+002+037+064) 065 1 79.552.955 88.249.319 1 FORTAL AND RESERVES (ADP 068 to 1 INITIAL (SUBSCRIBED) CAPITAL 1 INITIAL (SUBSCRIPED) CAP | 6 Loans, deposits etc. to companies linked by virtue of participating | 059 | 0 | 0 |
| 9 Other financial assets | 7 Investments in securities | 060 | 0 | 0 |
| IV CASH AT BANK AND IN HAND | 8 Loans, deposits, etc. given | 061 | 3.290.015 | 2.880.246 |
| D PREPAID EXPENSES AND ACCRUED INCOME 064 175.125 179.686 E) TOTAL ASSETS (ADP 001+002+037+064) 065 79.552.955 88.249.319 066 0 | 9 Other financial assets | 062 | 0 | 0 |
| Description | IV CASH AT BANK AND IN HAND | 063 | 79.246 | 529.006 |
| ETOTAL ASSETS (ADP 001+002+037+064) | | 064 | 175.125 | 179.686 |
| OFF-BALANCE SHEET ITEMS 066 0 0 LIABILITIES 3.0 CAPITAL AND RESERVES (ADP 068 to 067 63.114.945 63.274.611 A) CAPITAL AND RESERVES (ADP 068 to 068 76.248.000 76.248.000 76.248.000 II CAPITAL RESERVES 069 0 0 0 III RESERVES FROM PROFIT (ADP 071+072-073+074+075) 070 3.357.629 3.357.629 1 Legal reserves 071 0 0 0 2 Reserves for treasury shares 072 0 0 0 3 Treasury shares and holdings (deductible item) 073 0 0 0 4 Statutory reserves 075 3.357.629 <t< td=""><td></td><td>065</td><td>79.552.955</td><td>88.249.319</td></t<> | | 065 | 79.552.955 | 88.249.319 |
| A CAPITAL AND RESERVES (ADP 068 to 067 63.114.945 63.274.611 | | | | 0 |
| A CAPITAL AND RESERVES (ADP 068 to 067 63.114.945 63.274.611 | LIABILITIES | | | |
| INITIAL (SUBSCRIBED) CAPITAL | | 067 | 63.114.945 | 63.274.611 |
| II CAPITAL RESERVES 069 | | | | |
| III RESERVES FROM PROFIT (ADP 071+072-073+074+075) | | | | 0 |
| 1 Legal reserves | | | | 3 357 629 |
| 2 Reserves for treasury shares 072 0 0 3 Treasury shares and holdings (deductible item) 073 0 0 4 Statutory reserves 074 0 0 5 Other reserves 075 3.357.629 3.357.629 IV REVALUATION RESERVES 076 0 0 V FAIR VALUE RESERVES (ADP 078 to 080) 077 -1.024.349 -943.411 2 Cash flow hedge - effective portion 078 -1.024.349 -943.411 2 Cash flow hedge - effective portion 079 0 0 3 Hedge of a net investment in a foreign operation - effective portion 080 0 0 0 RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-082-083) 081 -14.578.417 -15.466.334 11 Retained profit 082 0 0 0 2 Loss brought forward 083 14.578.417 15.466.334 VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) 084 -887.918 78.727 2 Loss for the business year 085 0 78.727 2 Loss for the business year 086 | | | | 3.337.029 |
| 3 Treasury shares and holdings (deductible item) | | | | 0 |
| 4 Statutory reserves 074 0 0 5 Other reserves 075 3.357.629 3.357.629 IV REVALUATION RESERVES 076 0 0 0 YFAIR VALUE RESERVES (ADP 078 to 080) 077 -1.024.349 -943.411 1 Fair value of financial assets available for sale 078 -1.024.349 -943.411 2 Cash flow hedge - effective portion 079 0 0 3 Hedge of a net investment in a foreign operation - effective portion 080 0 0 0 RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-080) 081 -14.578.417 -15.466.334 1 Retained profit 082 0 0 0 2 Loss brought forward 083 14.578.417 15.466.334 VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) 084 -887.918 78.727 1 Profit for the business year 086 887.918 0 78.727 2 Loss for the business year 086 887.918 0 0 VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 0 <tr< td=""><td></td><td></td><td></td><td>0</td></tr<> | | | | 0 |
| S Other reserves | | | | 0 |
| IV REVALUATION RESERVES 0.76 | | | | 0.057.000 |
| VFAIR VALUE RESERVES (ADP 078 to 080) 077 -1.024.349 -943.411 1 Fair value of financial assets available for sale 078 -1.024.349 -943.411 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 -14.578.417 -15.466.334 1 Retained profit 082 0 0 0 2 Loss brought forward 083 14.578.417 15.466.334 VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) 084 -887.918 78.727 1 Profit for the business year 085 0 78.727 2 Loss for the business year 086 887.918 0 VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 2 Provisions for ongoing legal cases 091 0 0 0 | | | | 3.357.629 |
| 1 Fair value of financial assets available for sale 078 -1.024.349 -943.411 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 -14.578.417 -15.466.334 1 Retained profit 082 0 0 0 2 Loss brought forward 083 14.578.417 15.466.334 VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) 084 -887.918 78.727 1 Profit for the business year 085 0 78.727 2 Loss for the business year 086 887.918 0 VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 2 Provisions for ongoing legal cases 091 0 0 0 4 Provisions for renewal of natural resources 092 0 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 -14.578.417 -15.466.334 1 Retained profit 082 0 0 2 Loss brought forward 083 14.578.417 15.466.334 VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) 084 -887.918 78.727 1 Profit for the business year 085 0 78.727 2 Loss for the business year 086 887.918 0 VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 2 Provisions for tax liabilities 090 0 0 0 3 Provisions for ongoing legal cases 091 0 0 4 Provisions for warranty obligations 092 0 0 5 Provisions for warranty obligations </td <td></td> <td></td> <td></td> <td></td> | | | | |
| 3 Hedge of a net investment in a foreign operation - effective portion 080 0 0 0 0 0 0 0 0 | | | | -943.411 |
| VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083) 081 -14.578.417 -15.466.334 1 Retained profit 082 0 0 2 Loss brought forward 083 14.578.417 15.466.334 VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) 084 -887.918 78.727 1 Profit for the business year 086 887.918 0 2 Loss for the business year 086 887.918 0 2 Loss for the business year 086 887.918 0 2 UIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 2 Provisions for tax liabilities 090 0 0 0 3 Provisions for ongoing legal cases 091 0 0 0 4 Provisions for renewal of natural resources 092 0 0 0 5 Provisions for warranty obligations 093 0 0 0 6 Other | | | | 0 |
| 083) 081 -14.578.417 -13.408.384 1 Retained profit 082 0 0 2 Loss brought forward 083 14.578.417 15.466.334 VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) 084 -887.918 78.727 1 Profit for the business year 085 0 78.727 2 Loss for the business year 086 887.918 0 VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 2 Provisions for tax liabilities 090 0 0 0 3 Provisions for ongoing legal cases 091 0 0 0 4 Provisions for renewal of natural resources 092 0 0 0 5 Provisions for warranty obligations 093 0 0 0 6 Other provisions 094 0 0 0 C) LONG-TERM LIABILITIES (ADP 096 to 106) | | 080 | 0 | 0 |
| 2 Loss brought forward 083 14.578.417 15.466.334 VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) 084 -887.918 78.727 1 Profit for the business year 085 0 78.727 2 Loss for the business year 086 887.918 0 VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 2 Provisions for tax liabilities 090 0 0 0 3 Provisions for ongoing legal cases 091 0 0 0 4 Provisions for renewal of natural resources 092 0 0 0 5 Provisions for warranty obligations 093 0 0 0 6 Other provisions 094 0 0 0 C) LONG-TERM LIABILITIES (ADP 096 to 106) 095 9.653.539 16.644.507 1 Liabilities for loans, deposits, etc. of undertakings within the group 096 0 0 | 083) | | -14.578.417 | -15.466.334 |
| VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086) 084 -887.918 78.727 1 Profit for the business year 085 0 78.727 2 Loss for the business year 086 887.918 0 VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 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 9.653.539 16.644.507 1 Liabilities for loans, deposits, etc. of undertakings within the group 096 0 0 | | | 0 | 0 |
| 1 Profit for the business year 085 0 78.727 2 Loss for the business year 086 887.918 0 VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 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 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | | | | 15.466.334 |
| 2 Loss for the business year 086 887.918 0 VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 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 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | | 084 | -887.918 | |
| VIII MINORITY (NON-CONTROLLING) INTEREST 087 0 0 B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 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 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | • | 085 | | 78.727 |
| B) PROVISIONS (ADP 089 to 094) 088 0 0 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 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 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | 2 Loss for the business year | 086 | 887.918 | 0 |
| 1 Provisions for pensions, termination benefits and similar obligations 089 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 | VIII MINORITY (NON-CONTROLLING) INTEREST | 087 | 0 | 0 |
| 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 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | B) PROVISIONS (ADP 089 to 094) | 088 | 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 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | 1 Provisions for pensions, termination benefits and similar obligations | 089 | 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 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | 2 Provisions for tax liabilities | 090 | 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 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | | 091 | 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 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | | | 0 | 0 |
| 6 Other provisions 094 0 0 C) LONG-TERM LIABILITIES (ADP 096 to 106) 095 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 0 | | | 0 | 0 |
| C) LONG-TERM LIABILITIES (ADP 096 to 106) 095 9.653.539 16.644.507 1 Liabilities to undertakings within the group 096 0 0 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 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 | | | | 16.644 507 |
| 2 Liabilities for loans, deposits, etc. of undertakings within the group 097 0 | | | | 0 |
| 2 Lightilities to companies lighted by winture of mention sting interests. | | | | 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 | 099 | 0 | 0 |
|---|-----|------------|------------|
| participating interests | | - | |
| 5 Liabilities for loans, deposits etc. | 100 | 0 | 0 |
| 6 Liabilities to banks and other financial institutions | 101 | 9.653.539 | 16.644.507 |
| 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 | 6.784.471 | 8.330.201 |
| 1 Liabilities to undertakings within the group | 108 | 0 | 0 |
| 2 Liabilities for loans, deposits, etc. of undertakings within the group | 109 | 103.700 | 98.700 |
| 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 | 1.215.605 | 1.418.401 |
| 6 Liabilities to banks and other financial institutions | 113 | 0 | 0 |
| 7 Liabilities for advance payments | 114 | 4.474.353 | 5.898.185 |
| 8 Liabilities to suppliers | 115 | 897.585 | 752.994 |
| 9 Liabilities for securities | 116 | 0 | 0 |
| 10 Liabilities to employees | 117 | 59.292 | 46.909 |
| 11 Taxes, contributions and similar liabilities | 118 | 33.936 | 115.012 |
| 12 Liabilities arising from the share in the result | 119 | 0 | 0 |
| 13 Liabilities arising from fixed assets held for sale | 120 | 0 | 0 |
| 14 Other short-term liabilities | 121 | 0 | 0 |
| E) ACCRUALS AND DEFERRED INCOME | 122 | 0 | 0 |
| F) TOTAL - LIABILITIES (ADP 067+088+095+107+122) | 123 | 79.552.955 | 88.249.319 |
| G) OFF-BALANCE SHEET ITEMS | 124 | 0 | 0 |

STATEMENT OF PROFIT OR LOSS

for the period 1. 1. 2019 to 30. 6. 2019

| Submitter: STANOVI JADRAN d.d. | | | | | |
|---|------|----------------|-------------------|------------|-----------|
| Item | ADP | Same period of | the previous year | Current | t period |
| | code | Cumulative | Quarter | Cumulative | Quarter |
| 1 | 2 | 3 | 4 | - 5 | 6 |
| I OPERATING INCOME (ADP 126 to 130) | 125 | 304.564 | 207,322 | 1.598.117 | 1.293.203 |
| 1 Income from sales with undertakings within the group | 126 | (| 0 | 45.000 | 24.700 |
| 2 Income from sales (outside group) | 127 | 297.583 | 207.322 | 1.519.289 | 1.252.807 |
| 3 Income from the use of own products, goods and services | 128 | (| 0 | 0 | 0 |
| 4 Other operating income with undertakings within the group | 129 | (| 0 | 0 | 0 |
| 5 Other operating income (outside the group) | 130 | 6.981 | 0 | 33.828 | 15.696 |
| II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153) | 131 | 1.116.008 | 765.515 | 1.417.352 | 588.604 |
| 1 Changes in inventories of work in progress and finished goods | 132 | | 0 | 0 | 0 |
| 2 Material costs (ADP 134 to 136) | 133 | 433.892 | 294.699 | 531.348 | 152.984 |
| a) Costs of raw materials and consumables | 134 | 59.593 | 34.267 | 127.578 | 7.985 |
| b) Costs of goods sold | 135 | (| 0 | 0 | 0 |
| c) Other external costs | 136 | 374.299 | 260.432 | 403.770 | 144.999 |
| 3 Staff costs (ADP 138 to 140) | 137 | 346.959 | 185.645 | 519.274 | 299.817 |
| a) Net salaries and wages | 138 | 219.870 | 118.755 | 319.319 | 183.355 |
| b) Tax and contributions from salary costs | 139 | 76.812 | 40.287 | 127.582 | 75.165 |
| c) Contributions on salaries | 140 | 50.277 | 26.603 | 72.373 | 41.297 |
| 4 Depreciation | 141 | 49.778 | 47.722 | 172.922 | 89.521 |
| 5 Other costs | 142 | 241.706 | 237.449 | 178.984 | 31.958 |
| 6 Value adjustments (ADP 144+145) | 143 | (| 0 | 0 | 0 |
| a) fixed assets other than financial assets | 144 | (| 0 | 0 | 0 |
| b) current assets other than financial assets | 145 | | 0 | 0 | 0 |
| 7 Provisions (ADP 147 to 152) | 146 | (| 0 | 0 | 0 |
| a) Provisions for pensions, termination benefits and similar obligations | 147 | (| 0 | 0 | 0 |
| b) Provisions for tax liabilities | 148 | | 0 | 0 | 0 |
| c) Provisions for ongoing legal cases | 149 | | 0 | 0 | 0 |
| d) Provisions for renewal of natural resources | 150 | | 0 | 0 | 0 |
| e) Provisions for warranty obligations | 151 | (| 0 | 0 | 0 |
| f) Other provisions | 152 | (| 0 | 0 | 0 |
| 8 Other operating expenses | 153 | 43.673 | 0 | 14.824 | 14.324 |
| III FINANCIAL INCOME (ADP 155 to 164) | 154 | 275.25 | 111.012 | 23.180 | 21.441 |
| 1 Income from investments in holdings (shares) of undertakings within the group | 155 | (| 0 | 0 | 0 |
| 2 Income from investments in holdings (shares) of companies linked by virtue of participating interests | 156 | (| 0 | 0 | 0 |
| 3 Income from other long-term financial investment and loans granted to undertakings within the group | 157 | (| 0 | 0 | 0 |
| 4 Other interest income from operations with undertakings within the | 158 | (| 0 | 0 | 0 |
| group 5 Exchange rate differences and other financial income from operations | | | | | |
| with undertakings within the group | 159 | (| | | 0 |
| 6 Income from other long-term financial investments and loans | 160 | | 0 | | 0 |
| 7 Other interest income | 161 | 112.103 | | | 21.441 |
| 8 Exchange rate differences and other financial income | 162 | (| | | 21.441 |
| 9 Unrealised gains (income) from financial assets | 163 | 100.11 | | | 0 |
| 10 Other financial income | 164 | 163.148 | | | F2 047 |
| IV FINANCIAL EXPENSES (ADP 166 to 172) | 165 | 53.96 | 53.959 | 125.218 | 53.017 |
| 1 Interest expenses and similar expenses with undertakings within the group | 166 | (| 0 | 0 | 0 |
| 2 Exchange rate differences and other expenses from operations with undertakings within the group | 167 | | 0 | 0 | 0 |
| 3 Interest expenses and similar expenses | 168 | 53.96 | 53.959 | | 53.017 |
| 4 Exchange rate differences and other expenses | 169 | | | | |
| 5 Unrealised losses (expenses) from financial assets | 170 | | | | |
| 6 Value adjustments of financial assets (net) | 171 | | | | |
| 7 Other financial expenses | 172 | (| 0 | 36.084 | 0 |
| V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VRITUE OF PARTICIPATING INTERESTS | 173 | | 0 | 77 | |
| VI SHARE IN PROFIT FROM JOINT VENTURES | 174 | | 0 | 0 | 0 |

in HRK

| VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF | 175 | 0 | 0 | 0 | 0 |
|---|---|---|---|---|---|
| PARTICIPATING INTEREST | 176 | 0 | 0 | 0 | 0 |
| VIII SHARE IN LOSS OF JOINT VENTURES IX TOTAL INCOME (ADP 125+154+173 + 174) | 176 | 579.815 | 318.334 | 1.621.297 | 1.314.644 |
| X TOTAL EXPENDITURE (ADP 131+165+175 + 176) | 178 | 1,169,973 | 819.474 | 1.542.570 | 641.621 |
| XI PRE-TAX PROFIT OR LOSS (ADP 177-178) | 179 | -590.158 | -501.140 | 78.727 | 673.023 |
| 1 Pre-tax profit (ADP 177-178) | 180 | -390.130 | -301.140 | 78.727 | 673.023 |
| 2 Pre-tax loss (ADP 178-177) | 181 | -590.158 | -501.140 | 0 | 070.020 |
| XII INCOME TAX | 182 | 0 | 0 | 0 | 0 |
| XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182) | 183 | -590.158 | -501.140 | 78.727 | 673.023 |
| 1 Profit for the period (ADP 179-182) | 184 | 0 | 0 | 78.727 | 673.023 |
| 2 Loss for the period (ADP 182-179) | 185 | -590.158 | -501.140 | 0 | 0 |
| DISCONTINUED OPERATIONS (to be filled in by undertakings subject t | | | | | |
| XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS | | 0 | 0 | 0 | 0 |
| (ADP 187-188) | 186 | U | U | | U |
| 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 IFF | RS with disc | ontinued operations | 5) | | |
| XVI PRE-TAX PROFIT OR LOSS (ADP 179+186) | 192 | 0 | 0 | 0 | 0 |
| 1 Pre-tax profit (ADP 192) | 193 | 0 | 0 | 101.148 | 695.444 |
| 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 | 101.148 | 695.444 |
| 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 cons | | | | 404 440 | COE 444 |
| XIX PROFIT OR LOSS FOR THE PERIOD (ADP 200+201) | 199 | -590.158 | -501.140 | 101.148 | 695.444 |
| 1 Attributable to owners of the parent | 200 | -590.158 0 | -501.140 0 | 101.148 | 695.444 |
| 2 Attributable to minority (non-controlling) interest STATEMENT OF OTHER COMPRHENSIVE INCOME (to be filled in by ur | | | U | ol ol | U |
| I PROFIT OR LOSS FOR THE PERIOD | 202 | -590.158 | -501.140 | 101.148 | 695.444 |
| II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX | | | -001.140 | | 000.111 |
| (ADP 204 to 211) | 203 | | 0 | 80.938 | 0 |
| | | -436.409 | 0 | | |
| I Exchange rate unreferees from translation of foreign operations | 204 | -436.409 | 0 | 0 | 0 |
| Exchange rate differences from translation of foreign operations Changes in revolution seems of fixed tangible and intensible assets. | 204 | | · · | | 0 |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets | | | · · | | 0 |
| Changes in revaluation reserves of fixed tangible and intangible assets Profit or loss arising from subsequent measurement of financial assets | 205 | 0 | · · | | 0 |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets | | | 0 | 0 | 0 |
| Changes in revaluation reserves of fixed tangible and intangible assets Profit or loss arising from subsequent measurement of financial assets | 205 | 0 | 0 | 0 | 0 0 |
| Changes in revaluation reserves of fixed tangible and intangible assets Profit or loss arising from subsequent measurement of financial assets available for sale Profit or loss arising from effective cash flow hedging | 205 206 207 | 0 | 0 0 | 0 0 80.938 | 0 0 |
| Changes in revaluation reserves of fixed tangible and intangible assets Profit or loss arising from subsequent measurement of financial assets available for sale | 205 206 | 0 | 0 0 | 0 | 0 0 0 0 0 0 |
| Changes in revaluation reserves of fixed tangible and intangible assets Profit or loss arising from subsequent measurement of financial assets available for sale Profit or loss arising from effective cash flow hedging Profit or loss arising from effective hedge of a net investment in a foreign operation Share in other comprehensive income/loss of companies linked by | 205 206 207 208 | 0 | 0 0 | 0 0 80.938 | 0 0 0 0 0 |
| Changes in revaluation reserves of fixed tangible and intangible assets Profit or loss arising from subsequent measurement of financial assets available for sale Profit or loss arising from effective cash flow hedging Profit or loss arising from effective hedge of a net investment in a foreign operation Share in other comprehensive income/loss of companies linked by virtue of participating interests | 205 206 207 208 209 | 0 0 -436.409 0 0 | 0 0 0 | 0 0 80.938 0 0 | 0 0 0 0 0 0 |
| Changes in revaluation reserves of fixed tangible and intangible assets Profit or loss arising from subsequent measurement of financial assets available for sale Profit or loss arising from effective cash flow hedging Profit or loss arising from effective hedge of a net investment in a foreign operation Share in other comprehensive income/loss of companies linked by virtue of participating interests Actuarial gains/losses on the defined benefit obligation | 205 206 207 208 209 210 | 0 0 -436.409 0 0 | 0 0 0 | 0 0 80.938 0 0 | 0 |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets 3 Profit or loss arising from subsequent measurement of financial assets available for sale 4 Profit or loss arising from effective cash flow hedging 5 Profit or loss arising from effective hedge of a net investment in a foreign operation 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests 7 Actuarial gains/losses on the defined benefit obligation 8 Other changes in equity unrelated to owners | 205 206 207 208 209 210 211 | 0 0 -436.409 0 0 0 | 0 0 0 0 0 0 0 | 0 0 80.938 0 0 | 0 |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets 3 Profit or loss arising from subsequent measurement of financial assets available for sale 4 Profit or loss arising from effective cash flow hedging 5 Profit or loss arising from effective hedge of a net investment in a foreign operation 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests 7 Actuarial gains/losses on the defined benefit obligation 8 Other changes in equity unrelated to owners III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD | 205 206 207 208 209 210 | 0 0 -436.409 0 0 | 0 0 0 | 0 0 80.938 0 0 | |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets 3 Profit or loss arising from subsequent measurement of financial assets available for sale 4 Profit or loss arising from effective cash flow hedging 5 Profit or loss arising from effective hedge of a net investment in a foreign operation 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests 7 Actuarial gains/losses on the defined benefit obligation 8 Other changes in equity unrelated to owners | 205 206 207 208 209 210 211 | 0 0 -436.409 0 0 0 | 0 0 0 0 0 0 0 | 0 0 80.938 0 0 | |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets 3 Profit or loss arising from subsequent measurement of financial assets available for sale 4 Profit or loss arising from effective cash flow hedging 5 Profit or loss arising from effective hedge of a net investment in a foreign operation 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests 7 Actuarial gains/losses on the defined benefit obligation 8 Other changes in equity unrelated to owners III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212) | 205 206 207 208 209 210 211 212 213 | 0 0 -436.409 0 0 0 0 0 0 0 -436.409 | 0 0 0 0 0 0 | 0 0 80.938 0 0 0 0 0 0 80.938 | 0 |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets 3 Profit or loss arising from subsequent measurement of financial assets available for sale 4 Profit or loss arising from effective cash flow hedging 5 Profit or loss arising from effective hedge of a net investment in a foreign operation 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests 7 Actuarial gains/losses on the defined benefit obligation 8 Other changes in equity unrelated to owners III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD | 205 206 207 208 209 210 211 212 | 0 0 -436.409 0 0 0 | 0 0 0 0 0 | 0 0 80.938 0 0 0 | |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets 3 Profit or loss arising from subsequent measurement of financial assets available for sale 4 Profit or loss arising from effective cash flow hedging 5 Profit or loss arising from effective hedge of a net investment in a foreign operation 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests 7 Actuarial gains/losses on the defined benefit obligation 8 Other changes in equity unrelated to owners III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212) V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP) | 205 206 207 208 209 210 211 212 213 | 0 0 0 -436.409 0 0 0 0 0 0 -436.409 -1.026.567 | 0 0 0 0 0 0 0 0 0 0 0 | 0 0 80.938 0 0 0 0 0 0 80.938 182.086 | 0 |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets 3 Profit or loss arising from subsequent measurement of financial assets available for sale 4 Profit or loss arising from effective cash flow hedging 5 Profit or loss arising from effective hedge of a net investment in a foreign operation 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests 7 Actuarial gains/losses on the defined benefit obligation 8 Other changes in equity unrelated to owners III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212) V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213) APPENDIX to the Statement on comprehensive income (to be filled in b | 205 206 207 208 209 210 211 212 213 | 0 0 0 -436.409 0 0 0 0 0 0 -436.409 -1.026.567 | 0 0 0 0 0 0 0 0 0 0 0 | 0 0 80.938 0 0 0 0 0 0 80.938 182.086 | 0 |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets 3 Profit or loss arising from subsequent measurement of financial assets available for sale 4 Profit or loss arising from effective cash flow hedging 5 Profit or loss arising from effective hedge of a net investment in a foreign operation 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests 7 Actuarial gains/losses on the defined benefit obligation 8 Other changes in equity unrelated to owners III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212) V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213) APPENDIX to the Statement on comprehensive income (to be filled in b VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 216+217) | 205 206 207 208 209 210 211 212 213 214 y undertakir 215 | 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 | 0 0 0 0 0 0 0 0 0 0 0 -501.140 | 0 0 80.938 0 0 0 0 0 0 80.938 182.086 | 0 0 0 695.444 695.444 |
| 2 Changes in revaluation reserves of fixed tangible and intangible assets 3 Profit or loss arising from subsequent measurement of financial assets available for sale 4 Profit or loss arising from effective cash flow hedging 5 Profit or loss arising from effective hedge of a net investment in a foreign operation 6 Share in other comprehensive income/loss of companies linked by virtue of participating interests 7 Actuarial gains/losses on the defined benefit obligation 8 Other changes in equity unrelated to owners III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212) V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213) APPENDIX to the Statement on comprehensive income (to be filled in b | 205 206 207 208 209 210 211 212 213 214 y undertakir | 0 0 -436.409 0 0 0 0 0 -436.409 -1.026.567 | 0 0 0 0 0 0 0 0 0 0 0 0 0 | 0 0 80.938 0 0 0 0 0 0 80.938 182.086 | 0 0 0 0 695.444 |

STATEMENT OF CASH FLOWS - indirect method for the period 1.1.2019. to 30.6.2019.

in HRK

| Submitter: STANOVI JADRAN d.d. | | | |
|--|-------------|----------------------------------|----------------|
| Item | ADP code | Same period of the previous year | Current period |
| 1 | 2 | 3 | 4 |
| Cash flow from operating activities | | | |
| 1 Pre-tax profit | 001 | -590.158 | 78.727 |
| 2 Adjustments (ADP 003 to 010): | 002 | 49.778 | 253.861 |
| a) Depreciation | 003 | 49.778 | 172.922 |
| b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets | 004 | 0 | C |
| c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets | 005 | 0 | C |
| d) Interest and dividend income | 006 | 0 | 0 |
| e) Interest expenses | 007 | 0 | 0 |
| f) Provisions | 008 | 0 | 0 |
| g) Exchange rate differences (unrealised) | 009 | | 0 |
| h) Other adjustments for non-cash transactions and unrealised gains and | 000 | | |
| losses | 010 | 0 | 80.939 |
| I Cash flow increase or decrease before changes in working capital (ADP 001+002) | 011 | -540.380 | 332.588 |
| 3 Changes in the working capital (ADP 013 to 016) | 012 | 13.620.860 | 210.217 |
| a) Increase or decrease in short-term liabilities | 013 | 6.652.115 | 1.545.730 |
| b) Increase or decrease in short-term receivables | 014 | -226.207 | -1.335.513 |
| c) Increase or decrease in inventories | 015 | 0 | 0 |
| d) Other increase or decrease in working capital | 016 | 7.194.952 | 0 |
| Il Cash from operations (ADP 011+012) | 017 | 13.080.480 | 542.805 |
| 4 Interest paid | 018 | 0 | 0 |
| 5 Income tax paid | 019 | 0 | 0 |
| A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019) | 020 | 13.080.480 | 542.805 |
| Cash flow from investment activities | | | |
| 1 Cash receipts from sales of fixed tangible and intangible assets | 021 | 0 | 0 |
| 2 Cash receipts from sales of financial instruments | 022 | 3.934.737 | 61.006 |
| 3 Interest received | 023 | 0 | 0 |
| 4 Dividends received | 024 | 0 | C |
| 5 Cash receipts from repayment of loans and deposits | 025 | 0 | 414.769 |
| 6 Other cash receipts from investment activities | 026 | 0 | C |
| III Total cash receipts from investment activities (ADP 021 to 026) | 027 | 3.934.737 | 475.775 |
| Cash payments for the purchase of fixed tangible and intangible assets | 028 | -17.426.847 | -7.559.788 |
| 2 Cash payments for the acquisition of financial instruments | 029 | 0 | 0 |
| 3 Cash payments for loans and deposits for the period | 030 | 0 | C |
| 4 Acquisition of a subsidiary, net of cash acquired | 031 | 0 | C |
| 5 Other cash payments from investment activities | 032 | | (|
| IV Total cash payments from investment activities (ADP 028 to 032) | 033 | -17.426.847 | -7.559.788 |
| B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033) | 034 | -13.492.110 | -7.084.013 |
| Cash flow from financing activities | | | |
| 1 Cash receipts from the increase in initial (subscribed) capital | 035 | 0 | |

| 2 Cash receipts from the issue of equity financial instruments and debt | 036 | o | o |
|---|-----|----------|-----------|
| financial instruments | 037 | 0 | 6.990.968 |
| 3 Cash receipts from credit principals, loans and other borrowings | | | 0.990.900 |
| 4 Other cash receipts from financing activities | 038 | 0 | 0 |
| V Total cash receipts from financing activities (ADP 035 to 038) | 039 | 0 | 6.990.968 |
| 1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments | 040 | 0 | 0 |
| 2 Cash payments for dividends | 041 | 0 | 0 |
| 3 Cash payments for finance lease | 042 | 0 | 0 |
| 4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital | 043 | 0 | 0 |
| 5 Other cash payments from financing activities | 044 | 0 | 0 |
| VI Total cash payments from financing activities (ADP 040 to 044) | 045 | 0 | 0 |
| C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045) | 046 | 0 | 6.990.968 |
| Unrealised exchange rate differences in respect of cash and cash equivalents | 047 | 0 | 0 |
| D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047) | 048 | -411.630 | 449.760 |
| E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | 049 | 585.054 | 79.246 |
| F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049) | 050 | 173.424 | 529.006 |

STATEMENT OF CHANGES IN EQUITY for the period from 1/1/2019 to 6/201246

| for the period from 1/1/2019 to 6 | 6/30/2019 | | | | | | | Attributable to come | es of the parent | | | | | | | in HRK | |
|--|---------------|---------------------------------|--------------------------|----------------|---|--|--------------------|----------------------|------------------|---|--|--|---|-------------------------------------|--|---|----------------------------|
| uga. | ADP code | Initial (subscribed) capital | Capital reserves | Legal reserves | Reserves for treasury shares | Tressury shares and holdings (deductible (tem) | Statutory reserves | Officer reserves | Revaluation | 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 | Profittoss for the business year | Total attributable to owners of the parent | Minority (non- cantolling) interest | Total capital and reserves |
| - | Ţ. | | | ٠ | 9 | , | | | 01 | = | 12 | g: | 14 | 15 | 16 (3 to 6 - 7 + 8 to 15) | 12 | 18 (16+17) |
| Previous period T Balance on the first day of the previous business year C Chances in accountin policies | 5 2 | 76.248.000 | 0 0 | 0 0 | 0 0 | 00 | 0 0 | 3.357.629 | 00 | 475,487 | 00 | 0 0 | -12 981 933 | -1 596 484 | 64 551 725 | 00 | 64.561.725 |
| 3 Correction of errors | 8 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | | 0 | 0 |
| 4 Balance on the fifst day of the previous business year (restated) (AUP U1 to U3) 5 Prolifices of the period | 8 8 | /8.248.000 | 0 | 0 0 | 0 | 0 | 0 | 3.30/ 628 | 0 | 4/0.48/ | 0 | 0 | -12,961,933 | -1.596.484 | 54.551.725 | 0 0 | -590.158 |
| 6 Exchange rate differences from translation of foreign operations 7 Chances in revaluation reserves of fixed tandible and intandible assets | 90 00 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 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 | 8 | | • | c | 6 | c | - | 6 | ° | 23.40 | - | | | | 007 807 | | 000 200 |
| sale 9 Profit or loss arising from effective cash flow hedge | 8 8 | 5 6 | | 0 | | . 0 | 0 | , 0 | • | 0 | 0 | 0 | 0 | 0 | 0 | 0 0 | 430.403 |
| 10 Profit or loss anising from effective hedge of a not investment in a foreign operation | 5 | | 0 | 0 | 0 | • | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Share in other comprehensive incomerious of companies linked by virtue of participating interests. | = | 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 13 Other changes in equity unrelated to owners. | 12 13 | 00 | 00 | 00 | 00 | 0 0 | 00 | 0 0 | 0 0 | 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 | 000000000000000000000000000000000000000 | 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) | 5 | 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 | 11 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| procedure 18 Redemption of treasury shares/holdings | 18 | 0 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19 Payment of share in profit/dividend 20 Other distribution to owners | 19 | 0 0 | 0 0 | 0 0 | 0 0 | 00 | 0 0 | 0.0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 00 | 00 |
| 2.1 Transfer to reserves according to the annual schedule | 3 7. 2 | 00 | | 000 | 0 0 | 000 | 000 | 000 | 000 | 0 0 | 000 | 0 0 | -1.596,484 | 1 596.484 | 0 0 | 0 0 | 0 0 |
| 22 Inclease in reserves arising from the pre-bankupincy pomenent procedure 22 Balance on the last day of the previous business year reporting period (04 to 22). | 2 2 | 76.248.000 | 0 0 | 0 0 | 0 | 0 0 | 0 | 3.357.629 | 0 0 | -911.896 | 0 0 | 0 | -14.578.417 | -590.158 | 63.525.158 | 0 0 | 63.525.158 |
| APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by underta | kings that d | raw up financial state | ments in accordance with | th the IFRS) | | | | | | | | | | | | | |
| I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 08 to 14) | 24 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | -436.409 | 0 | 0 | 0 | ٥ | 436.409 | 0 | -436.409 |
| II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+24) | 82 | 0 | 0 | 0 | 0 | 0 | 6 | 0 | 0 | 436.409 | 0 | 0 | 0 | -590.158 | -1.026.567 | 0 | -1,026,567 |
| III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 22) | 28 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | -1.596.484 | 1,596,484 | 0 | 0 | 0 |
| Current period | | | | | | | | | | | | | B | | | | |
| 1 Balance on the first day of the current business year 2 Changes in accounting policies | 28 | 76.248.000 | 0 0 | 0 0 | 0 0 | 00 | 0 0 | 3.357,629 | 0 0 | -1.024.349 | 0 0 | 0 0 | -15.466.334 | 0 0 | 63.114.946 | 0 0 | 63.114.946 |
| 3 Correction of errors 4 Balance on the first day of the rurrent husiness was freelated (ADD 27 to 20) | £ 5 | 0 78 248 000 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 3.357.629 | 0 6 | 0 000 1. | 0 0 | 0 0 | 0 245 345 31 | 0 | 0 877 53 | 0 0 | 0 |
| s beginned to the first way or the current business year (yearsed) (year at 10 and). S Profilloss of the period | 3 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 78.727 | 2 | 0 | 78.727 |
| 6 Exchange rate differences from translation of foreign operations | 32 | 0 | 0 | 0 | ٥ | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0//////// | | 0 0 | 0 |
| 7 Changes in revaluation reserves of fixed tangible and intangible assets | 8 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8 Profit or loss ansing from subsequent measurement of triancial assets available for sale. | 2 | 0 | ٥ | 0 | ٥ | 0 | ٥ | 0 | ٥ | 80.938 | 0 | 0 | 0 | 0 | 80.938 | 0 | 80 938 |
| 9 Profit or loss arising from effective cash flow hedge | 38 | 0 | 0 | 0 | ٥ | 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 | ٥ | 0 | ٥ | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 11 Share in other comprehensive incomprises of companies linked by virtue or participating interests | 37 | 0 | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12 Actuarial gains/losses on the defined benefit obligation 13 Other changes in equity unrelated to owners | 8 8 | 00 | 00 | 0 0 | 0 | 00 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 |
| 14 Tax on transactions recognised directly in equity 15 increase/decrease in initial (subscribed) capital (other than from reinvesting profit | 9 4 | | | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 |
| and other than arising from the pre-bankruptcy settlement procedure) | | | | , | | | | , | | | | | | | | | |
| To increase in unitial (subscribed) capital arrang from the reinvestment of profit 17 increase in initial (subscribed) capital arisins from the ore-bankrustic settlement | 7 | 0 | | D | 0 | 9 | 0 | 0 | 0 | D | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| procedures as a second control of the control of th | \$: | 0 (| | 0 0 | 0 0 | 0 0 | 0 (| 0 0 | 0 0 | 0 (| 0 0 | 0 0 | 0 (| 0 (| 0 (| 0 | 0 |
| 18 Koelempton of treasury shares/norangs 19 Payment of share in profit/dividend | 2 2 | 0 | | 0 0 | 0 | 0 0 | 0 0 | 0 | 0 0 | 9 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 |
| 20 Other distribution to owners 21 Transfer to reserves according to the annual schedule | 47 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 | 0 0 |
| 22 Increase in reserves arising from the pre-bankrupticy settlement procedure 23 Balance on the last day of the current business year reporting period (ADP 30 | 82 5 | 0 | 0 0 | 0 0 | 0 6 | 0 6 | 0 6 | 0 000 | 0 0 | - | 0 0 | 0 0 | 1 | | | 0 | 0 |
| to 48) APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY to be filled in by undert | akings that d | raw up financial stafe | ments in accordance wi | th the IFRS) | | | 5 | 5.00.10C6 | | 940.411 | 9 | 5 | +00 486 c1 · | 18.12.1 | 632/4.611 | 0 | 63.274.611 |
| I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADD 32 to 40). | 99 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 80 938 | 0 | 0 | 0 | 0 | 80.938 | 0 | 80 938 |
| II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP | ū | 6 | c | C | C | c | C | c | C | 80.038 | - | c | c | 765 97 | 244 034 | C | 200 000 |
| 31450) III TAMAGATTINAS MITU DAMAEDS IN THE PLIDDENT DEDICE DECOGNICED | ; | | | | | | | | | | | | | | | 5 | C00 8C1 |
| DIRECTLY IN EQUITY (ADP 41 to 48) | 52 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

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

Name of the issuer: STANOVI JADRAN d.d.

Personal identification number (OIB): 88680117715

Reporting period: 1.1.2019 to 30.6.2019

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

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.