

Pursuant to Item 35 of the validly concluded pre-bankruptcy settlement and Article 79 of the Act on Financial Operations and Pre-Bankruptcy Settlement (Official Gazette Nos. 108/12, 144/12, 81/13 and 112/13), INSTITUT IGH, d.d., with the registered seat in Zagreb, Janka Rakuše 1, OIB: 79766124714 (hereinafter "the Company" and/or "the Debtor"), submits herein the following

**REPORT ON FULFILMENT OF THE PRE-BANKRUPTCY SETTLEMENT PLAN
FOR THE PERIOD FROM 1 JULY 2015 TO 30 SEPTEMBER 2015**

- I INSTITUT IGH d.d. concluded a pre-bankruptcy settlement on 5 December 2013 before the Commercial Court in Zagreb, 72. Stpn-305/2013. The settlement came into force on 28 December 2013. The proof of the final force and effect of the settlement was received by the Company on 15 April 2014.
- II For the accounting period covering the third quarter (1 July 2015 - 30 September 2015), the Company has paid the calculated interest on the senior debt principal for the grace period to its creditors listed in category a) claims from credit activities secured by liens on the property of the Debtor or on the property of the Debtor's affiliates; creditors listed in category b) claims from other credit activities which are not secured by liens on the property of the Debtor; and creditors listed in category c) claims based on factoring, financial leasing and loans granted by non-financial creditors; in compliance with provisions of the validly concluded pre-bankruptcy settlement as follows:
- the amount of HRK 1,183,734.50 to creditors listed in category a),
 - the amount of HRK 27,671.87 to creditors listed in category b).
 - the amount of HRK 2,706.43 to creditors listed in category c).
- III In view of the above, the total amount paid by the Company for the accounting period covering the third quarter (1 July 2015 - 30 September 2015) is
- HRK 1,214,112.80**
(amount in words: one-million-two-hundred-fourteen-thousand-one-hundred-and-twelve kunas and eighty lipas)
- for liabilities arising from the validly concluded pre-bankruptcy settlement.
- IV From the date of the validly concluded pre-bankruptcy settlement until the accounting period ending on 30 September 2015, the Company has paid through monetary payments, issuance of shares by way of conversion of a part of creditors' claims into capital, payment of priority claims and other employee claims with the corresponding taxes and contributions, and through the liabilities write-off in compliance with provisions of the pre-bankruptcy settlement, **the total amount of HRK 94,608,789.57 (amount in words: ninety-four-million-six-hundred-and-eight-thousand-seven-hundred-eighty-nine kunas and fifty-seven lipas) for liabilities incurred prior to initiation of the pre-bankruptcy settlement procedure as of 30 September 2015.** In the accounting period ending on 30 September 2015, the Company has fully settled all liabilities assumed through the concluded pre-bankruptcy settlement for the aforementioned accounting period, including payment of priority and other employee claims with the corresponding taxes and contributions.
- V INSTITUT IGH, d.d. hereby declares that the Company has not undertaken any action which would lead to an unequal position of its creditors.

Zagreb, 30 October 2015

INSTITUT IGH d.d.

Ivan Paladina, B.Econ.
President of the Management Board