

Ericsson Nikola Tesla d.d.  
 Consolidated statement of comprehensive income  
 for the period ended 30 June 2018

	<b>2018</b>	<b>2017</b>
	<b>HRK '000</b>	<b>HRK '000</b>
Sales revenue	762.374	709.044
Cost of sales	-643.844	-612.695
<b>Gross profit</b>	<b>118.530</b>	<b>96.349</b>
Selling expenses	-19.692	-24.794
Administrative expenses	-15.561	-18.350
Other operating income	591	260
Other operating expenses	52	-579
<b>Operating profit</b>	<b>83.921</b>	<b>52.887</b>
Finance expense/income – net	-890	-3.990
<b>Profit before tax</b>	<b>83.031</b>	<b>48.897</b>
Income tax	-21.554	-11.544
<b>Profit for the year</b>	<b>61.477</b>	<b>37.353</b>
Other comprehensive income	-47	-89
<b>Total comprehensive income for the year</b>	<b>61.430</b>	<b>37.263</b>

Ericsson Nikola Tesla d.d.  
Consolidated statement of financial position  
as at 30 June 2018

	2018 HRK '000	2017 HRK '000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	103.179	108.712
Intangible assets	5.601	6.160
Loans and receivables	55.023	82.874
Equity securities	40	40
Deferred tax assets	14.904	14.901
<b>Total non-current assets</b>	<u>178.747</u>	<u>212.687</u>
<b>Current assets</b>		
Inventories	53.499	18.872
Trade receivables	182.628	144.445
Contract assets*	39.236	0
Receivables from related parties	94.499	104.483
Other receivables	19.774	90.289
Income tax receivable	1.042	986
Financial assets at fair value through profit or loss	84.605	84.520
Prepayments and accrued income	20.373	6.457
Cash and cash equivalents	143.281	159.261
<b>Total current assets</b>	<u>638.936</u>	<u>609.313</u>
<b>TOTAL ASSETS</b>	<u>817.683</u>	<u>822.000</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	133.165	133.165
Treasury shares	-280	-280
Legal reserves	6.658	6.658
Retained earnings	156.536	96.031
<b>Total equity</b>	<u>296.079</u>	<u>235.574</u>
<b>Non-current liabilities</b>		
Borrowings	8.900	8.381
Employee benefits	8.811	8.576
Other non-current liabilities	12.742	13.104
<b>Total non-current liabilities</b>	<u>30.453</u>	<u>30.061</u>
<b>Current liabilities</b>		
Payables to related parties	55.083	113.078
Trade and other payables	171.850	220.390
Contract liabilities*	109.038	0
Income tax payable	21.835	528
Provisions	23.534	26.619
Accrued charges and deferred revenue	109.812	195.750
<b>Total current liabilities</b>	<u>491.152</u>	<u>556.365</u>
<b>Total liabilities</b>	<u>521.604</u>	<u>586.426</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>817.683</u>	<u>822.000</u>

\* Following IFRS 15 application

Ericsson Nikola Tesla d.d.  
Consolidated statement of cash flows  
for the period ended 30 June 2018

	<b>2018</b>	<b>2017</b>
	<b>HRK '000</b>	<b>HRK '000</b>
<b>Cash flows from operating activities</b>		
<i>Profit before tax</i>	83.031	48.897
Adjustments for:		
Depreciation and amortisation	18.217	21.789
Impairment losses and reversals	648	1.140
Net increase of provisions	18.037	6.936
Gain on sale of property, plant and equipment	-36	-87
Net loss/(gain) on remeasurement of financial assets	766	158
Amortisation of discount		-3
Interest income	-1.034	-2.317
Interest expense	214	12
Foreign exchange losses/(gains)	-2.505	14.102
Equity-settled transactions		134
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	117.337	90.761
<i>Changes in working capital</i>		
In receivables	18.802	-21.035
In inventories	-34.627	-58.719
In payables	-73.386	-51.044
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<i>Cash generated from operations</i>	28.126	-40.037
Interest paid	-214	-12
Income taxes paid	-21.613	-19.215
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<b>Net cash from operating activities</b>	<b>6.299</b>	<b>-59.264</b>
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<b>Cash flows from investing activities</b>		
Interest received	1.258	1.202
Proceeds from sale of property, plant and equipment	95	100
Purchases of property, plant and equipment, and intangible assets	-21.624	-19.977
Deposits given to financial institutions - net		19
Proceeds from sale/(purchases) of financial assets at fair value through profit and loss	24	-8
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<b>Net cash used in investing activities</b>	<b>-20.247</b>	<b>-18.664</b>
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<b>Cash flows from financing activities</b>		
Dividends paid	-19	-82
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<b>Net cash used in financing activities</b>	<b>-19</b>	<b>-82</b>
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Effects of exchange rate changes on cash and cash equivalents	-2.014	-3.781
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<b>Net decrease in cash and cash equivalents</b>	<b>-15.981</b>	<b>-82.138</b>
Cash and cash equivalents at the beginning of the year	159.261	224.725
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<b>Cash and cash equivalents at the end of the year</b>	<b>143.281</b>	<b>142.587</b>
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