



JADRAN d.d. za hotelijerstvo i turizam
Bana Jelačića 16, HR-51260 Crikvenica
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www.JADRAN-crikvenica.hr
OIB: 56994999963

MANAGEMENT REPORT Q2 2022

1. GENERAL INFORMATION

Corporate name

Jadran, dioničko društvo za hotelijerstvo i turizam, Reg. No. (MBS): 040000817, VAT No.: 56994999963. The short corporate name is JADRAN d.d.

Registered office and legal form

JADRAN d.d. is a joint-stock company. It has its registered office at Bana Jelačića 16, Crikvenica, Republic of Croatia.

Securities

As of 30 June 2022, the Company's share capital was HRK 482,507,730.00, divided into 27,971,463 common shares with no nominal value. The shares were issued in dematerialized form, ticker symbol: JDRN-R-B, ISIN code: HRJDRNB0002, and are held at the repository of the Central Depository and Clearing Company.

Management Board Members until 22 May 2022:

- Goran Fabris, Chairman of the Management Board
- Ivan Safundžić, Management Board Member
- Miroslav Pelko, Management Board Member

Management Board Members as of 23 May 2022:

- Ivan Safundžić, Management Board Member
- Miroslav Pelko, Management Board Member

Supervisory Board:

- Goran Hanžek, Chairman of the Supervisory Board
- Karlo Došen, Deputy Chairman of the Supervisory Board
- Adrian Čajić, Supervisory Board Member
- Dragan Magaš, Supervisory Board Member
- Mirko Herceg, Supervisory Board Member

Jadran Group comprises Jadran d.d. and its subsidiaries:

- Club Adriatic d.o.o, in which Jadran holds 4 shares having a total value of HRK 117,104,500.00 and representing 100% of shares and voting rights – one share having a nominal value of HRK 9,900.00, one share having a nominal value of HRK 53,572,100.00, one share having a nominal value of HRK 6,418,000.00, and one share having a nominal value of HRK 57,104,500.00; and
- Stolist d.o.o., in which Jadran holds 100% of shares.

List of Company shareholders holding 5 percent or more of the Company's share capital (status as at 30 June 2022):

- ERSTE & STEIERMÄRKISCHE BANK D.D. for PBZ CO OMF – CLASSES A and B, holds 16,429,939 shares accounting for 58.74% of the Company's share capital;
- OTP BANKA D.D./ERSTE PLAVI OMF CLASSES A and B and EXPERT DOBROVOLJNI MIROVINSKI FOND hold 8,777,646 shares accounting for 31.38% of the Company's share capital.

2. COMPANY AND GROUP BUSINESS RESULTS

The COVID-19 pandemic situation eased in Q2 2022 and the Company and the Group continued to operate in line with the new market conditions. After a surprisingly successful Q1, the upward trends in physical indicators in the Company and the Group were maintained in Q2 and the properties were as a result opened as scheduled.

However, business in Q2 was more affected by the war in Ukraine than the pandemic. Although the war did not result in a significant number of canceled reservations in Company's and Group's properties, it did bring uncertainty regarding the prices of food, beverage, consumables and overhead materials, as well as energy costs, which directly affect our profitability. These costs began to rise quite sharply at the end of Q1 and their actual impact on our business remains to be seen in the forthcoming period.

In Q2, the Company and the Group finalized investments such as the completion of the swimming pool complex at Hotel Omorika, renovation of 35 bungalows in Kačjak (which had not been used commercially since 2019) and completion of the F&B point in Camp Selce. Toward the end of Q2, we also intensified our activities regarding the opening of Grand Hotel View in Postire on Brač, which the Company acquired on 29 June 2022.

Compared to the pandemic year of 2021 and the pre-pandemic year 2019, physical indicators also show significant revival of the tourism market. In Q2, the Group recorded a total of 172,160 overnights, which is 102,661 or 148% overnights more than recorded in the same period in 2021. Compared to the figures for 2019, the number of overnights recorded in 2022 increased by 46,285 or 37%.

It should be noted with regard to such comparisons to 2019 that in 2022 the Group held in its portfolio Hotel Lišanj, Garden Palace Resort, Uvala Slana Campsite and Hotel Noemia and that the actual result inclusive of such properties was 2,658 overnights, which is 2% less compared to 2019.

In the 1st half-year, the Group recorded a total of 194,016 overnights, which is 118,644 overnights or 157% more compared to 2021 and 63,381 overnights or 49% more compared to 2019. A comparison including the same properties show that a total of 2,325 or 2% less overnights were achieved compared to 2019.

In the 1st half-year, the Company obtained total revenue of HRK 55,789,907, which is HRK 26,585,834 or 91% more than the total revenue obtained in the same period in 2021. Operating revenue was HRK 54,095,164, which is HRK 27,960,099 or 107% more compared to the same period in 2021. Financial income was HRK 1,694,743, which is HRK 1,374,265 less than earned in the same period in 2021.

As regards the comparison of total revenue for JADRAN d.d., it should be noted that, between January and June 2021, the Company applied for and received job preservation aid for January, February, March, April and May. The total aid granted for the January-May period amounted to HRK 4,409,761. Comparing the total revenue earned in the 1st half-year of 2022 and 2021 exclusive of such aid, the total revenue earned in 2022 increased by HRK 30,995,595.

Company's total expenses in the January-June 2022 period were HRK 83,344,353, 50% more than the expenses incurred in the same period last year.

Operating expenses amounted to HRK 77,005,683, which is HRK 26,953,961 or 54% more than the operating expenses incurred in 2021. In 2022, material costs amounted to HRK 24,999,072, which is HRK 13,205,197 or 112% more than such costs incurred in 2021. Personnel costs incurred in 2022 were HRK 23,075,244, which is HRK 10,209,420 or 79% more than those incurred in the same period in 2021. Other costs incurred in 2022 amounted to HRK 4,351,412, which is HRK 775,194 or 22% more than the costs incurred in the same period in 2021. Other operating expenses totaled HRK 91,528, which is HRK 59,532 more than those incurred in the same period in 2021.

Financial expenses were HRK 6,338,670, which is HRK 895,096 or 16% more than those incurred in the same period in 2021.

In the 1st half-year, the Company incurred a loss of HRK 27,554,446, compared to the loss of HRK 26,327,223 incurred in the same period in 2021. EBITDA earned by the Company was HRK 1,577,908, compared to HRK -2,251,912 recorded in the same period in 2021.

Between January and June 2022, the Group obtained total revenue of HRK 63,079,267, compared to HRK 37,723,253 earned in the same period in 2021. It should be noted that HRK 1,612,907.40 of such revenue earned in 2021 is a result of selling properties of CLUB ADRIATIC d.o.o. in accordance with the Group's divestment plan made earlier.

Operating revenue totaled HRK 61,509,693, which is HRK 26,521,754 or 76% more than the revenue earned in the same period last year. Financial income earned in 2022 was HRK 1,569,574, compared to HRK 2,735,314 earned in 2021.

As regards the analysis of revenue, it should be taken into account that in the 1st half-year of 2021 the Group received job preservation aid for January, February, March, April, May and June of HRK 5,475,736. Exclusive of such impact of aid on revenue, the total revenue earned by the Group in 2022 would be greater by HRK 30,831,750 compared to 2021.

Group's total expenses incurred between January and June 2022 were HRK 94,442,455, which is HRK 30,334,303 or 47% more than such expenses incurred in the same period in 2021. In the January-June 2022 period, operating expenses totaled HRK 87,272,510, which is HRK 29,500,859 or 51% more than those incurred in the same period in 2021. Financial expenses were HRK 7,169,945, compared to HRK 6,336,501 incurred in the same period in 2021.



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Between January and June 2022, the Group incurred a loss of HRK 31,363,188, compared to the loss of HRK 26,384,899 incurred in the same period in 2021.

In the January-June 2022 period, the Group earned EBITDA of HRK 2,487,866, compared to HRK 2,454,952 earned in the same period in 2021.

3. COMPANY AND GROUP RISK EXPOSURE

The most significant risks faced by the Company and the Group are as follows:

Competition risk

Competition risk in the tourism market is very high because other similar tourism destinations have invested substantial funds in the growth and development of their capacities, as well as in marketing activities focused on tourist arrivals. Among other things, competition is based on the prices, quality and substance of tourism offerings in Crikvenica Riviera and Makarska Riviera and other domestic and foreign tourism destinations. To increase its market competitiveness, the Company and the Group launched an investment cycle in the 2018-2020 period, which includes not only investments in accommodations to increase the number of units and improve accommodation quality, but also investments in the destination through active involvement in all events and designing new attractions in Crikvenica Riviera and Makarska Riviera.

Currency risk

The official currency of the Company and the Group is HRK however certain transactions in foreign currencies are translated into HRK according to the exchange rate applicable on the balance sheet date. The resulting foreign exchange differences are recorded as operating expenses or through profit and loss, but do not affect operating cash flow. On 12 July 2022, the Council of the European Union made its decision allowing Croatia to adopt euro as its currency on 1 January 2023 and set a fixed conversion rate, thus reducing exchange rate fluctuations until the end of this year, as well as currency risk.

Interest rate risk

The Company and the Group are exposed to interest rate risk because they enter into loan agreements with, inter alia, variable interest rates with banks, which exposes the Company and the Group to increased risk. Rising trends of inflation rates and general levels of interest rates in international and national financial markets are actively monitored to allow the Company and the Group to respond in a timely manner in case of expected changes in interest rates on the national money market.

Settlement risk

Settlement risk is present in all bilateral transactions. Considering that the performance of monetary obligations to the issuers is one of the key elements necessary for uninterrupted business, the Company and the Group give high importance to this risk. The Company and the Group have established stringent procedures to minimize collection risks. During the pandemic, certain partners may be additionally exposed to liquidity risk, which may result in increased settlement risk. In addition, settlement risk arising from executed contracts may be significantly increased in case a contract is terminated for force majeure or if free movement of persons and goods is prevented during pandemics.

Inflation risk

As a direct consequence of the COVID-19 pandemic and the resulting supply chain disruptions, energy prices increased, and this situation has been further aggravated by the war in Ukraine. The war in Ukraine caused a global inflation and general increase in prices.

Inflation and increased prices of goods and services may reduce our customers' purchasing power and increase the prices in Company's and Group's properties.

Direct channels account for a large share of Company's and Group's overnights, which allows us to be flexible with our final prices.

Liquidity risk

The Company and the Group manage this risk by maintaining adequate reserves and by obtaining loans from banks and using other sources of funding, by constantly monitoring planned and actual cash flows, and by comparing maturity profiles of financial assets and liabilities. The Company and the Group treat this risk as particularly important as long as there is increased uncertainty with regard to revenue earning abilities as a result of the pandemic's adverse effects on the free movement of guests, impairment of their purchasing power, and default on contracts by business partners.

Liquidity risk management includes maintaining sufficient amounts of cash and working capital.

Risk of tax and concession legislation developments

The risk of tax and concession legislation developments is the likelihood that legislative authorities will amend tax legislation in a way that they adversely impact the Company's and Group's profitability. This risk is reflected in potential changes in tax rates and taxable assets, as well as in changes in regulations concerning concessions and concessional authorizations. The right to use a maritime domain is one of the significant conditions precedent to further operation of the Company and the Group, so the Company and the Group have actively endeavored to establish new bases for cooperation with the local community in this segment. The Company and the Group hope that, during the pandemic, the legislators, the executive authorities and the local community will offer various financial and operating benefits to entities exposed to significant adverse impacts of the pandemic, in addition to the measures necessary to protect people's health.

Tourism industry risk

Tourism trends are largely affected by the broader political situation, growth of terrorism, the global financial crisis and the pandemic. As an industry, tourism is highly sensitive to the state of security at the destination and its surroundings. After the risk in some rival destinations was reduced (e.g. Turkey, Greece), the competitive position of both Croatian tourism and the Company/Group has become additionally weakened. By launching the aforementioned investment cycle, the Company and the Group will endeavor to minimize the impact of adverse market trends and the resulting risks.

The global financial crisis may significantly reduce the purchasing power of individuals inclined to traveling, whereas a pandemic may also significantly reduce or completely eliminate the effects of tourist arrivals at the Company's and Group's destinations.

Environmental risk

Environmental risk may significantly affect the Company's and Group's performance, notably through the quality of the sea and coast where guests stay. Climate change may directly affect the length of stay in Company's and Group's accommodation facilities. This risk also includes other natural disasters.

4. EMPLOYEES

As of 30 June 2022, the JADRAN d.d. employed a total of 519 persons.
As of 30 June 2022, Club Adriatic d.o.o. employed a total of 97 persons.
As of 30 June 2022, Stolist d.o.o. employed 2 persons.
As of 30 June 2022, the Group employed 618 persons.

5. RESEARCH AND DEVELOPMENT ACTIVITIES

The Company and the Group constantly monitor developments in its environment and invests in market research, identification of business opportunities, and new acquisitions. The Company and the Group direct and support its affiliate's activities.

6. COMPANY AND GROUP OWN SHARE REDEMPTION

As of 30 June 2022, the share capital of JADRAN d.d. was HRK 482,507,730.00, divided into and contained in 27,971,463 common dematerialized shares with no nominal value, and the Company held 631 own shares, which accounted for 0.0023% of the Company's share capital.
As of 30 June 2022, the share capital of CLUB ADRIATIC d.o.o. was HRK 117,104,500.00.
As of 30 June 2022, the share capital of Stolist d.o.o. was HRK 20,000.

7. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

There were no events relevant to the Company or the Group after the reporting period.



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APPENDICES - FINANCIAL STATEMENTS (UNAUDITED)

Annex 1

ISSUER'S GENERAL DATA

Reporting period:

1.1.2022

to

30.6.2022

Year:

2022

Quarter:

2.

Quarterly financial statements

Registration number (MB):

03145662

Issuer's home Member

State code:

HR

Entity's registration
number (MBS):

040000817

Personal identification
number (OIB):

56994999963

LEI:

74780030Q33IX8LEE969

Institution
code:

1285

Name of the issuer: JADRAN d.d.

Postcode and town: 51260

CRIKVENICA

Street and house number: BANA JELAČIĆA 16

E-mail address: uprava@jadran-crikvenica.hr

Web address: www.jadran-crikvenica.hr

Number of employees
(end of the reporting

519

Consolidated report:

KN

(KN-not consolidated/KD-consolidated)

Audited:

RN

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

Bookkeeping firm:

No

(Yes/No)

(name of the bookkeeping firm)

Contact person:

NATALI IVANČIĆ MAJETIĆ

(only name and surname of the contact person)

Telephone:

051/800-482

E-mail address:

financije@jadran-crikvenica.hr

Audit firm:

(name of the audit firm)

Certified auditor:

(name and surname)

BALANCE SHEET
balance as at 30.06.2022

in HRK

Submitter: 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	834.182.991	821.625.630
I INTANGIBLE ASSETS (ADP 004 to 009)	003	100.397.777	89.342.591
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1.884.885	1.612.455
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	0	0
6 Other intangible assets	009	98.512.892	87.730.136
II TANGIBLE ASSETS (ADP 011 to 019)	010	615.204.029	613.701.854
1 Land	011	240.879.900	240.879.900
2 Buildings	012	244.474.473	240.078.321
3 Plant and equipment	013	94.813.763	86.383.399
4 Tools, working inventory and transportation assets	014	0	0
5 Biological assets	015	1.175.583	1.355.242
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	3.586.452	14.774.509
8 Other tangible assets	018	0	0
9 Investment property	019	30.273.858	30.230.483
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	118.581.185	118.581.185
1 Investments in holdings (shares) of undertakings within the group	021	118.581.185	118.581.185
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of 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 interests	026	0	0
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	0	0
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
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	37.285.660	48.937.356
I INVENTORIES (ADP 039 to 045)	038	804.981	2.163.072
1 Raw materials and consumables	039	774.573	2.108.180
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	30.408	54.892
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	10.190.285	23.376.955
1 Receivables from undertakings within the group	047	541.423	93.587
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	2.642.111	17.779.504
4 Receivables from employees and members of the undertaking	050	19.109	206.361
5 Receivables from government and other institutions	051	3.966.588	4.557.193

6 Other receivables	052	3.021.054	740.310
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	10.566.438	8.584.048
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	10.566.438	8.584.048
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	0	0
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	15.723.956	14.813.281
D) PREPAID EXPENSES AND ACCRUED INCOME	064	620.361	766.953
E) TOTAL ASSETS (ADP 001+002+037+064)	065	872.089.012	871.329.939
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to	067	482.237.268	454.682.822
I INITIAL (SUBSCRIBED) CAPITAL	068	482.507.730	482.507.730
II CAPITAL RESERVES	069	234.210.922	234.210.922
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	0	0
1 Legal reserves	071	0	0
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	0	0
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	0	0
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	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
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	-226.905.606	-234.481.384
1 Retained profit	084	0	0
2 Loss brought forward	085	226.905.606	234.481.384
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	-7.575.778	-27.554.446
1 Profit for the business year	087	0	0
2 Loss for the business year	088	7.575.778	27.554.446
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
B) PROVISIONS (ADP 091 to 096)	090	706.347	706.347
1 Provisions for pensions, termination benefits and similar obligations	091	706.347	706.347
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	0	0
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	0	0
C) LONG-TERM LIABILITIES (ADP 098 to 108)	097	311.530.924	311.852.963
1 Liabilities to undertakings within the group	098	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	099	0	0
3 Liabilities to companies linked by virtue of participating interests	100	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	101	0	0
5 Liabilities for loans, deposits etc.	102	0	0
6 Liabilities to banks and other financial institutions	103	215.083.930	215.425.647
7 Liabilities for advance payments	104	0	0
8 Liabilities to suppliers	105	0	0

9 Liabilities for securities	106	0	0
10 Other long-term liabilities	107	96.446.994	96.427.316
11 Deferred tax liability	108	0	0
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	76.876.562	104.057.723
1 Liabilities to undertakings within the group	110	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	111	0	0
3 Liabilities to companies linked by virtue of participating interests	112	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	113	0	0
5 Liabilities for loans, deposits etc.	114	533.619	533.619
6 Liabilities to banks and other financial institutions	115	29.718.363	21.892.781
7 Liabilities for advance payments	116	2.585.739	25.495.113
8 Liabilities to suppliers	117	10.522.870	26.966.268
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	7.143.941	7.688.478
11 Taxes, contributions and similar liabilities	120	1.361.077	7.850.562
12 Liabilities arising from the share in the result	121	0	0
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	25.010.953	13.630.902
E) ACCRUALS AND DEFERRED INCOME	124	737.911	30.084
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	872.089.012	871.329.939
G) OFF-BALANCE SHEET ITEMS	126	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2021. to 30.06.2022.

in HRK

Submitter: **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 002 to 006)	001	26.135.065	22.848.888	54.095.164	45.068.559
1 Income from sales with undertakings within the group	002	0	0	0	0
2 Income from sales (outside group)	003	18.870.432	17.538.482	50.474.383	42.587.241
3 Income from the use of own products, goods and services	004	0	0	0	0
4 Other operating income with undertakings within the group	005	264.567	128.037	436.423	219.350
5 Other operating income (outside the group)	006	7.000.066	5.182.369	3.184.358	2.261.968
II OPERATING EXPENSES (ADP 008+009+013+017+018+019+022+029)	007	50.051.722	29.764.877	77.005.683	49.506.299
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	11.793.875	9.142.654	24.999.072	19.049.432
a) Costs of raw materials and consumables	010	5.581.182	4.330.309	13.384.172	10.187.329
b) Costs of goods sold	011	193.590	154.781	97.735	81.226
c) Other external costs	012	6.019.103	4.657.564	11.517.165	8.780.877
3 Staff costs (ADP 014 to 016)	013	12.865.824	7.928.819	23.075.244	15.819.663
a) Net salaries and wages	014	8.226.009	5.211.765	14.621.047	10.531.562
b) Tax and contributions from salary costs	015	2.982.987	1.722.946	5.337.512	3.332.152
c) Contributions on salaries	016	1.656.828	994.108	3.116.685	1.955.949
4 Depreciation	017	21.664.745	10.931.228	24.488.427	12.174.443
5 Other costs	018	3.576.218	1.617.710	4.351.412	2.417.829
6 Value adjustments (ADP 020+021)	019	0	0	0	0
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	0	0	0	0
7 Provisions (ADP 023 to 028)	022	0	0	0	0
a) Provisions for pensions, termination benefits and similar obligations	023	0	0	0	0
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	0	0	0	0
d) Provisions for renewal of natural resources	026	0	0	0	0
e) Provisions for warranty obligations	027	0	0	0	0
f) Other provisions	028	0	0	0	0
8 Other operating expenses	029	151.060	144.466	91.528	44.932
III FINANCIAL INCOME (ADP 031 to 040)	030	3.069.008	2.873.574	1.694.743	1.620.973
1 Income from investments in holdings (shares) of undertakings within the group	031	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	032	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	033	0	0	0	0
4 Other interest income from operations with undertakings within the group	034	333.704	142.567	125.189	56.498
5 Exchange rate differences and other financial income from operations with undertakings within the group	035	0	0	0	0
6 Income from other long-term financial investments and loans	036	0	0	0	0
7 Other interest income	037	1.198	4	174	4
8 Exchange rate differences and other financial income	038	2.734.106	2.731.003	1.569.380	1.564.471
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	0	0	0	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	5.479.574	2.188.755	6.338.670	2.267.861
1 Interest expenses and similar expenses with undertakings within the group	042	0	0	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	043	0	0	0	0
3 Interest expenses and similar expenses	044	4.334.514	2.184.507	4.405.210	2.266.889
4 Exchange rate differences and other expenses	045	1.145.060	4.248	1.933.460	972
5 Unrealised losses (expenses) from financial assets	046	0	0	0	0
6 Value adjustments of financial assets (net)	047	0	0	0	0
7 Other financial expenses	048	0	0	0	0
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	049	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	050	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	051	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	052	0	0	0	0
IX TOTAL INCOME (ADP 001+030+049 +050)	053	29.204.073	25.722.462	55.789.907	46.689.532
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	55.531.296	31.953.632	83.344.353	51.774.160
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	-26.327.223	-6.231.170	-27.554.446	-5.084.628
1 Pre-tax profit (ADP 053-054)	056	0	0	0	0

2 Pre-tax loss (ADP 054-053)	057	-26.327.223	-6.231.170	-27.554.446	-5.084.628
XII INCOME TAX	058	0	0	0	0
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	-26.327.223	-6.231.170	-27.554.446	-5.084.628
1 Profit for the period (ADP 055-059)	060	0	0	0	0
2 Loss for the period (ADP 059-055)	061	-26.327.223	-6.231.170	-27.554.446	-5.084.628
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)	062	0	0	0	0
1 Pre-tax profit from discontinued operations	063	0	0	0	0
2 Pre-tax loss on discontinued operations	064	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	065	0	0	0	0
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 055-+062)	068	0	0	0	0
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
XVII INCOME TAX (ADP 058+065)	071	0	0	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)	072	0	0	0	0
1 Profit for the period (ADP 068-071)	073	0	0	0	0
2 Loss for the period (ADP 071-068)	074	0	0	0	0
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)	075	0	0	0	0
1 Attributable to owners of the parent	076	0	0	0	0
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	-26.327.223	-6.231.170	-27.554.446	-5.084.628
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)	079	0	0	0	0
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	0	0	0	0
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	0	0	0	0
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	083	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	084	0	0	0	0
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
IV Items that may be reclassified to profit or loss (ADP 088 to 095)	087	0	0	0	0
1 Exchange rate differences from translation of foreign operations	088	0	0	0	0
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	089	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	090	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	091	0	0	0	0
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087-086 - 096)	097	0	0	0	0
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	-26.327.223	-6.231.170	-27.554.446	-5.084.628
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)	099	0	0	0	0
1 Attributable to owners of the parent	100	0	0	0	0
2 Attributable to minority (non-controlling) interest	101	0	0	0	0

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2022 . to 30.06.2022.

in HRK

Submitter: <u>JADRAN d.d.</u>			
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	-26.327.223	-27.554.446
2 Adjustments (ADP 003 to 010):	002	20.477.545	29.439.737
a) Depreciation	003	21.664.745	24.488.427
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	0	0
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	0
d) Interest and dividend income	006	0	125.363
e) Interest expenses	007	-2.777.486	4.405.210
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	0	0
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	1.590.286	420.737
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	-5.849.678	1.885.291
3 Changes in the working capital (ADP 013 to 016)	012	376.102	11.781.981
a) Increase or decrease in short-term liabilities	013	11.293.857	27.181.161
b) Increase or decrease in short-term receivables	014	-8.407.435	-13.186.670
c) Increase or decrease in inventories	015	-1.036.760	-1.358.091
d) Other increase or decrease in working capital	016	-1.473.560	-854.419
II Cash from operations (ADP 011+012)	017	-5.473.576	13.667.272
4 Interest paid	018	0	3.071.122
5 Income tax paid	019	0	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	-5.473.576	16.738.394
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	0	0
3 Interest received	023	0	87.040
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	0	0
6 Other cash receipts from investment activities	026	0	0
III Total cash receipts from investment activities (ADP 021 to 026)	027	0	87.040
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-10.815.282	-11.931.066
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	-1.155.000	-60.000
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	0
IV Total cash payments from investment activities (ADP 028 to 032)	033	-11.970.282	-11.991.066
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-11.970.282	-11.904.026
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	11.692.823	2.080.539
4 Other cash receipts from financing activities	038	0	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	11.692.823	2.080.539
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-1.623.353	-7.825.582
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	-1.623.353	-7.825.582
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	10.069.470	-5.745.043
1 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	-7.374.388	-910.675
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	26.663.536	15.723.956
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	19.289.148	14.813.281

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

Name of the issuer: _____ JADRAN d.d. _____

Personal identification number (OIB): _____ 56994999963 _____

Reporting period: _____ 01.01.-30.06.2022. _____

Notes to financial statements for quarterly periods include:

- a) explanation of business events relevant to understanding changes in the statement of financial position and financial performance for the reporting semi-annual 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 (items 15 to 15C IAS 34 - Interim financial reporting)
- 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 semi-annual reporting period
- c) a statement explaining that the same accounting policies are applied while drawing up financial statements for the semi-annual 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 (item 16.A (a) IAS 34 - Interim financial reporting)
- d) a description of the financial performance in the case of the issuer whose business is seasonal (items 37 and 38 IAS 34 - Interim financial reporting)
- e) other comments prescribed by IAS 34 - Interim financial reporting
- f) in the notes to quarterly periods financial statements, in addition to the information stated above, information in respect of the following matters shall be disclosed:
 1. undertaking's name, registered office (address), legal form, country of establishment, entity's registration number and, if applicable, the indication whether the undertaking is undergoing liquidation, bankruptcy proceedings, shortened termination proceedings or extraordinary administration
 2. adopted accounting policies (only an indication of whether there has been a change from the previous period)
 3. the total amount of any financial commitments, guarantees or contingencies that are not included in the balance sheet, and an indication of the nature and form of any valuable security which has been provided; any commitments concerning pensions of the undertaking within the group or company linked by virtue of participating interest shall be disclosed separately
 4. the amount and nature of individual items of income or expenditure which are of exceptional size or incidence
 5. amounts owed by the undertaking and falling due after more than five years, as well as the total debts of the undertaking covered by valuable security furnished by the undertaking, specifying the type and form of security
 6. average number of employees during the financial year
 7. where, in accordance with the regulations, the undertaking capitalised on the cost of salaries in part or in full, information on the amount of the total cost of employees during the year broken down into the amount directly debiting the costs of the period and the amount capitalised on the value of the assets during the period, showing separately the total amount of net salaries and the amount of taxes, contributions from salaries and contributions on salaries
 8. where a provision for deferred tax is recognised in the balance sheet, the deferred tax balances at the end of the financial year, and the movement in those balances during the financial year
 9. the name and registered office of each of the undertakings in which the undertaking, either itself or through a person acting in their own name but on the undertaking's behalf, holds a participating interest, showing the proportion of the capital held, the amount of capital and reserves, and the profit or loss for the latest financial year of the undertaking concerned for which financial statements have been adopted; the information concerning capital and reserves and the profit or loss may be omitted where the undertaking concerned does not publish its balance sheet and is not controlled by another undertaking
 10. the number and the nominal value or, in the absence of a nominal value, the accounting par value of the shares subscribed during the financial year within the limits of the authorised capital
 11. the existence of any participation certificates, convertible debentures, warrants, options or similar securities or rights, with an indication of their number and the rights they confer
 12. the name, registered office and legal form of each of the undertakings of which the undertaking is a member having unlimited liability
 13. the name and registered office of the undertaking which draws up the consolidated financial statements of the largest group of undertakings of which the undertaking forms part as a controlled group member
 14. the name and registered office of the undertaking which draws up the consolidated financial statements of the smallest group of undertakings of which the undertaking forms part as a controlled group member and which is also included in the group of undertakings referred to in point 13
15. the place where copies of the consolidated financial statements referred to in points 13 and 14 may be obtained, provided that they are available
16. the nature and business purpose of the undertaking's arrangements that are not included in the balance sheet and the financial impact on the undertaking of those arrangements, provided that the risks or benefits arising from such arrangements are material and in so far as the disclosure of such risks or benefits is necessary for the purposes of assessing the financial position of the undertaking
17. the nature and the financial effect of material events arising after the balance sheet date which are not reflected in the profit and loss account or balance sheet

Annex 1

ISSUER'S GENERAL DATA

Reporting period:	1.1.2022	to	30.6.2022
Year:	2022		
Quarter:	2.		

Quarterly financial statements

Registration number (MB):	03145662	Issuer's home Member State code:	HR
Entity's registration number (MBS):	040000817		
Personal identification number (OIB):	56994999963	LEI:	74780030Q33IX8LEE969
Institution code:	1285		

Name of the issuer: JADRAN d.d.

Postcode and town: 51260

CRIKVENICA

Street and house number: BANA JELAČIĆA 16

E-mail address: uprava@jadran-crikvenica.hr

Web address: www.jadran-crikvenica.hr

Number of employees (end of the reporting period): 618

Consolidated report: KD (KN-not consolidated/KD-consolidated)

Audited: RN (RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

CLUB ADRIATIC D.O.O.	BAŠKA VODA, KRALJA PETRA KREŠIMIRA IV 11	1634470
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STOLIST D.O.O.	CRIKVENICA, FRANKOPANSKA 22	2741865
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Bookkeeping firm: No (Yes/No)

(name of the bookkeeping firm)

Contact person: NATALI IVANČIĆ MAJETIĆ
(only name and surname of the contact person)

Telephone: 051/800-482

E-mail address: financije@jadran-crikvenica.hr

Audit firm:
(name of the audit firm)Certified auditor:
(name and surname)

BALANCE SHEET
balance as at 30.06.2022

in HRK

Submitter: 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	949.170.626	933.131.306
I INTANGIBLE ASSETS (ADP 004 to 009)	003	156.001.047	142.831.608
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1.965.576	1.669.696
3 Goodwill	006	1.316.765	1.316.765
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	0	0
6 Other intangible assets	009	152.718.706	139.845.147
II TANGIBLE ASSETS (ADP 011 to 019)	010	791.806.131	788.936.250
1 Land	011	382.970.864	382.970.864
2 Buildings	012	264.534.468	259.733.593
3 Plant and equipment	013	105.054.771	95.687.986
4 Tools, working inventory and transportation assets	014	0	0
5 Biological assets	015	1.307.978	1.485.798
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	6.964.812	18.403.299
8 Other tangible assets	018	0	0
9 Investment property	019	30.973.238	30.654.710
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	1.363.448	1.363.448
1 Investments in holdings (shares) of undertakings within the group	021	0	0
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of 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 interests	026	0	0
7 Investments in securities	027	9.530	9.530
8 Loans, deposits, etc. given	028	0	0
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	1.353.918	1.353.918
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	49.826.551	66.667.144
I INVENTORIES (ADP 039 to 045)	038	895.796	2.727.164
1 Raw materials and consumables	039	860.549	2.659.840
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	35.247	67.324
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	25.674.582	43.265.929
1 Receivables from undertakings within the group	047	0	0
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	16.358.165	34.970.278
4 Receivables from employees and members of the undertaking	050	19.109	226.671
5 Receivables from government and other institutions	051	5.367.993	5.679.440

6 Other receivables	052	3.929.315	2.389.540
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	0	0
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	0
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	0	0
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	23.256.173	20.674.051
D) PREPAID EXPENSES AND ACCRUED INCOME	064	837.546	1.099.092
E) TOTAL ASSETS (ADP 001+002+037+064)	065	999.834.723	1.000.897.542
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to	067	540.817.960	509.454.772
I INITIAL (SUBSCRIBED) CAPITAL	068	482.507.730	482.507.730
II CAPITAL RESERVES	069	234.210.922	234.210.922
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	0	0
1 Legal reserves	071	0	0
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	0	0
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	0	0
1 Financial assets at fair value through other comprehensive income (i.e. available for sale)	078	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
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	-169.098.591	-175.900.692
1 Retained profit	084	0	0
2 Loss brought forward	085	169.098.591	175.900.692
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	-6.802.101	-31.363.188
1 Profit for the business year	087	0	0
2 Loss for the business year	088	6.802.101	31.363.188
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
B) PROVISIONS (ADP 091 to 096)	090	706.347	706.347
1 Provisions for pensions, termination benefits and similar obligations	091	706.347	706.347
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	0	0
4 Provisions for renewal of natural resources	094	0	0
5 Provisions for warranty obligations	095	0	0
6 Other provisions	096	0	0
C) LONG-TERM LIABILITIES (ADP 098 to 108)	097	371.835.538	372.157.577
1 Liabilities to undertakings within the group	098	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	099	0	0
3 Liabilities to companies linked by virtue of participating interests	100	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	101	0	0
5 Liabilities for loans, deposits etc.	102	0	0
6 Liabilities to banks and other financial institutions	103	215.083.930	215.396.263
7 Liabilities for advance payments	104	0	0
8 Liabilities to suppliers	105	0	0

9 Liabilities for securities	106	0	0
10 Other long-term liabilities	107	156.751.608	156.761.314
11 Deferred tax liability	108	0	0
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	85.736.967	118.548.762
1 Liabilities to undertakings within the group	110	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	111	0	0
3 Liabilities to companies linked by virtue of participating interests	112	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	113	0	0
5 Liabilities for loans, deposits etc.	114	552.144	552.144
6 Liabilities to banks and other financial institutions	115	29.720.111	21.887.996
7 Liabilities for advance payments	116	3.474.265	31.644.667
8 Liabilities to suppliers	117	15.476.049	32.076.905
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	7.668.069	8.533.278
11 Taxes, contributions and similar liabilities	120	1.787.889	8.859.990
12 Liabilities arising from the share in the result	121	0	0
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	27.058.440	14.993.782
E) ACCRUALS AND DEFERRED INCOME	124	737.911	30.084
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	999.834.723	1.000.897.542
G) OFF-BALANCE SHEET ITEMS	126	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2022. to 30.06.2022.

in HRK

Submitter: **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 002 to 006)	001	34.987.939	29.011.806	61.509.693	51.022.285
1 Income from sales with undertakings within the group	002	0	0	0	0
2 Income from sales (outside group)	003	22.625.510	20.446.697	57.935.538	48.428.667
3 Income from the use of own products, goods and services	004	0	0	0	0
4 Other operating income with undertakings within the group	005	0	0	0	0
5 Other operating income (outside the group)	006	12.362.429	8.565.109	3.574.155	2.593.618
II OPERATING EXPENSES (ADP 008+009+013+017+018+019+022+029)	007	57.771.651	34.020.291	87.272.510	56.144.940
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	12.911.355	9.941.467	27.266.158	20.974.532
a) Costs of raw materials and consumables	010	6.186.633	4.782.719	14.695.783	11.283.086
b) Costs of goods sold	011	197.514	158.705	104.724	88.215
c) Other external costs	012	6.527.208	5.000.043	12.465.651	9.603.231
3 Staff costs (ADP 014 to 016)	013	15.411.847	9.386.717	26.584.559	18.232.184
a) Net salaries and wages	014	9.920.776	6.198.269	16.992.610	12.217.383
b) Tax and contributions from salary costs	015	3.488.986	2.004.477	6.038.427	3.781.097
c) Contributions on salaries	016	2.002.085	1.183.971	3.553.522	2.233.704
4 Depreciation	017	25.238.664	12.718.276	28.250.683	13.999.980
5 Other costs	018	4.037.744	1.808.603	5.000.430	2.814.159
6 Value adjustments (ADP 020+021)	019	0	0	0	0
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	0	0	0	0
7 Provisions (ADP 023 to 028)	022	0	0	0	0
a) Provisions for pensions, termination benefits and similar obligations	023	0	0	0	0
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	0	0	0	0
d) Provisions for renewal of natural resources	026	0	0	0	0
e) Provisions for warranty obligations	027	0	0	0	0
f) Other provisions	028	0	0	0	0
8 Other operating expenses	029	172.041	165.228	170.680	124.085
III FINANCIAL INCOME (ADP 031 to 040)	030	2.735.314	2.731.009	1.569.574	1.564.482
1 Income from investments in holdings (shares) of undertakings within the group	031	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	032	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	033	0	0	0	0
4 Other interest income from operations with undertakings within the group	034	0	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	035	0	0	0	0
6 Income from other long-term financial investments and loans	036	0	0	0	0
7 Other interest income	037	1.208	6	194	11
8 Exchange rate differences and other financial income	038	2.734.106	2.731.003	1.569.380	1.564.471
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	0	0	0	0
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	6.336.501	2.617.247	7.169.945	2.683.630
1 Interest expenses and similar expenses with undertakings within the group	042	0	0	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	043	0	0	0	0
3 Interest expenses and similar expenses	044	5.191.441	2.612.999	5.236.485	2.682.658
4 Exchange rate differences and other expenses	045	1.145.060	4.248	1.933.460	972
5 Unrealised losses (expenses) from financial assets	046	0	0	0	0
6 Value adjustments of financial assets (net)	047	0	0	0	0
7 Other financial expenses	048	0	0	0	0
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	049	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	050	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	051	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	052	0	0	0	0
IX TOTAL INCOME (ADP 001+030+049 +050)	053	37.723.253	31.742.815	63.079.267	52.586.767
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	64.108.152	36.637.538	94.442.455	58.828.570
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	-26.384.899	-4.894.723	-31.363.188	-6.241.803
1 Pre-tax profit (ADP 053-054)	056	0	0	0	0

2 Pre-tax loss (ADP 054-053)	057	-26.384.899	-4.894.723	-31.363.188	-6.241.803
XII INCOME TAX	058	0	0	0	0
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	-26.384.899	-4.894.723	-31.363.188	-6.241.803
1 Profit for the period (ADP 055-059)	060	0	0	0	0
2 Loss for the period (ADP 059-055)	061	-26.384.899	-4.894.723	-31.363.188	-6.241.803
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 063-064)	062	0	0	0	0
1 Pre-tax profit from discontinued operations	063	0	0	0	0
2 Pre-tax loss on discontinued operations	064	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	065	0	0	0	0
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 055-+062)	068	0	0	0	0
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
XVII INCOME TAX (ADP 058+065)	071	0	0	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)	072	0	0	0	0
1 Profit for the period (ADP 068-071)	073	0	0	0	0
2 Loss for the period (ADP 071-068)	074	0	0	0	0
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076+077)	075	-26.384.899	-4.894.723	-31.363.188	-6.241.803
1 Attributable to owners of the parent	076	-26.384.899	-4.894.723	-31.363.188	-6.241.803
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	-26.384.899	-4.894.723	-31.363.188	-6.241.803
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)	079	0	0	0	0
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	0	0	0	0
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	0	0	0	0
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	083	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	084	0	0	0	0
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
IV Items that may be reclassified to profit or loss (ADP 088 to 095)	087	0	0	0	0
1 Exchange rate differences from translation of foreign operations	088	0	0	0	0
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	089	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	090	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	091	0	0	0	0
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087-086 - 096)	097	0	0	0	0
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	-26.384.899	-4.894.723	-31.363.188	-6.241.803
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)	099	-26.384.899	-4.894.723	-31.363.188	-6.241.803
1 Attributable to owners of the parent	100	-26.384.899	-4.894.723	-31.363.188	-6.241.803
2 Attributable to minority (non-controlling) interest	101	0	0	0	0

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2022. to 30.06.2022.

in HRK

Submitter: <u>JADRAN d.d.</u>			
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	-26.384.899	-31.363.188
2 Adjustments (ADP 003 to 010):	002	24.051.464	33.333.715
a) Depreciation	003	25.238.664	28.250.683
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	0	0
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	0
d) Interest and dividend income	006	0	0
e) Interest expenses	007	-2.777.486	4.405.210
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	0	0
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	1.590.286	677.822
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	-2.333.435	1.970.527
3 Changes in the working capital (ADP 013 to 016)	012	-6.732.351	12.419.707
a) Increase or decrease in short-term liabilities	013	11.166.507	32.811.795
b) Increase or decrease in short-term receivables	014	-15.028.368	-17.591.347
c) Increase or decrease in inventories	015	-1.251.431	-1.831.368
d) Other increase or decrease in working capital	016	-1.619.059	-969.373
II Cash from operations (ADP 011+012)	017	-9.065.786	14.390.234
4 Interest paid	018	0	3.071.122
5 Income tax paid	019	0	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	-9.065.786	17.461.356
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	21.419.980	0
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	0	0
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	0	0
6 Other cash receipts from investment activities	026	0	0
III Total cash receipts from investment activities (ADP 021 to 026)	027	21.419.980	0
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-13.311.737	-12.211.363
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	0
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	0
IV Total cash payments from investment activities (ADP 028 to 032)	033	-13.311.737	-12.211.363
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	8.108.243	-12.211.363
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	0	0
4 Other cash receipts from financing activities	038	0	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	0	0

1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-1.623.353	-7.832.115
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	-1.623.353	-7.832.115
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-1.623.353	-7.832.115
1 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	-2.580.896	-2.582.122
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	27.640.451	23.256.173
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	25.059.555	20.674.051

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

Name of the issuer: _____ JADRAN D.D. _____

Personal identification number (OIB): _____ 56994999963 _____

Reporting period: _____ 01.01.2022.-30.06.2022. _____

Notes to financial statements for quarterly periods include:

- a) explanation of business events relevant to understanding changes in the statement of financial position and financial performance for the reporting semi-annual 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 (items 15 to 15C IAS 34 - Interim financial reporting)
- 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 semi-annual reporting period
- c) a statement explaining that the same accounting policies are applied while drawing up financial statements for the semi-annual 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 (item 16.A (a) IAS 34 - Interim financial reporting)
- d) a description of the financial performance in the case of the issuer whose business is seasonal (items 37 and 38 IAS 34 - Interim financial reporting)
- e) other comments prescribed by IAS 34 - Interim financial reporting
- f) in the notes to quarterly periods financial statements, in addition to the information stated above, information in respect of the following matters shall be disclosed:
 1. undertaking's name, registered office (address), legal form, country of establishment, entity's registration number and, if applicable, the indication whether the undertaking is undergoing liquidation, bankruptcy proceedings, shortened termination proceedings or extraordinary administration
 2. adopted accounting policies (only an indication of whether there has been a change from the previous period)
 3. the total amount of any financial commitments, guarantees or contingencies that are not included in the balance sheet, and an indication of the nature and form of any valuable security which has been provided; any commitments concerning pensions of the undertaking within the group or company linked by virtue of participating interest shall be disclosed separately
 4. the amount and nature of individual items of income or expenditure which are of exceptional size or incidence
 5. amounts owed by the undertaking and falling due after more than five years, as well as the total debts of the undertaking covered by valuable security furnished by the undertaking, specifying the type and form of security
 6. average number of employees during the financial year
 7. where, in accordance with the regulations, the undertaking capitalised on the cost of salaries in part or in full, information on the amount of the total cost of employees during the year broken down into the amount directly debiting the costs of the period and the amount capitalised on the value of the assets during the period, showing separately the total amount of net salaries and the amount of taxes, contributions from salaries and contributions on salaries
 8. where a provision for deferred tax is recognised in the balance sheet, the deferred tax balances at the end of the financial year, and the movement in those balances during the financial year
 9. the name and registered office of each of the undertakings in which the undertaking, either itself or through a person acting in their own name but on the undertaking's behalf, holds a participating interest, showing the proportion of the capital held, the amount of capital and reserves, and the profit or loss for the latest financial year of the undertaking concerned for which financial statements have been adopted; the information concerning capital and reserves and the profit or loss may be omitted where the undertaking concerned does not publish its balance sheet and is not controlled by another undertaking
 10. the number and the nominal value or, in the absence of a nominal value, the accounting par value of the shares subscribed during the financial year within the limits of the authorised capital
 11. the existence of any participation certificates, convertible debentures, warrants, options or similar securities or rights, with an indication of their number and the rights they confer
 12. the name, registered office and legal form of each of the undertakings of which the undertaking is a member having unlimited liability
 13. the name and registered office of the undertaking which draws up the consolidated financial statements of the largest group of undertakings of which the undertaking forms part as a controlled group member
 14. the name and registered office of the undertaking which draws up the consolidated financial statements of the smallest group of undertakings of which the undertaking forms part as a controlled group member and which is also included in the group of undertakings referred to in point 13
15. the place where copies of the consolidated financial statements referred to in points 13 and 14 may be obtained, provided that they are available
16. the nature and business purpose of the undertaking's arrangements that are not included in the balance sheet and the financial impact on the undertaking of those arrangements, provided that the risks or benefits arising from such arrangements are material and in so far as the disclosure of such risks or benefits is necessary for the purposes of assessing the financial position of the undertaking
17. the nature and the financial effect of material events arising after the balance sheet date which are not reflected in the profit and loss account or balance sheet

Pursuant to Articles of the Capital Market Act the Management Bord, according to our best knowledge, gives the following

STATEMENT BY PERSONS RESPONSIBLE FOR THE PREPARATION OF THE REPORT

Unaudited financial reports of JADRAN d.d. and the Group are prepared in accordance with International Financial Reporting Standards and the Accounting Act valid at the date of the financial reports.

Unaudited financial reports of JADRAN d.d. and the Group for the period from January 1st 2022 to June 30th 2022 provide a true and fair view of the assets and liabilities, losses and gains, financial position and operations of the Company and the Group.

Reports on business operations and true and faithful presentation of the Company's and Group's business development and results, along with a description of the most significant risks and uncertainties to which the Company and the Group are exposed.

Crikvenica, 28 July 2022

Član Uprave



Ivan Safundžić

Član Uprave



Miroslav Pelko