



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

MANAGEMENT REPORT Q4 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 December 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:

- 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
- Sandra Janković, Supervisory Board Member appointed by Shareholders' Meeting's Resolution of 8 July 2022
- Mirko Herceg, Supervisory Board Member appointed by Shareholders' Meeting's Resolution of 8 July 2022

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, their nominal values being HRK 9,900.00, HRK 53,572,100.00, HRK 6,418,000.00 and HRK 57,104,500.00, respectively, accounting for 100% of all shares and voting rights; 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 31 December 2022):

- ERSTE & STEIERMÄRKISCHE BANK D.D./PBZ CO OMF – CLASS B, holds 16,307,401 shares accounting for 58.30% of the Company's share capital;
- OTP BANKA D.D./ERSTE PLAVI OMF – CLASS B, holds 8,547,346 shares accounting for 30.56% of the Company's share capital.

2. COMPANY AND GROUP BUSINESS RESULTS

After 2020, when the COVID-19 pandemic almost completely isolated the entire global population for a few months and daily activities were resumed in baby steps after the isolation, and after 2021 that still saw some travel restrictions, the tourism sector, among others, was once again in its full bloom in 2022.

However, the true growth expected in the tourism sector was partially impaired by the war in Ukraine which, among other issues, caused an omnipresent inflation that affected the Company's and Group's profitability. Despite the fact that the prices of almost all raw materials, services and costs of energy have increased, the Company and the Group managed to partly absorb this blow in Q4.

The positive trends that began to develop in Q2 2022 continued in Q4. In the last quarter of 2022, the Group recorded a total of 39,412 overnights, which is 5,358 or 16% overnights more than recorded in the same period in 2021. Compared to the figures recorded in the pre-pandemic year 2019, a total of 26,655 or 43% more overnights were recorded in 2022.

As regards the year-to-date physical indicators, the Group recorded a total of 805,701 overnights, which is 246,310 or 44% overnights more than recorded in the same period last year. Compared to the figures for the pre-pandemic year 2019, the number of overnights recorded by the Group between January and December of 2022 with the same properties was 38.295, which is 7% more compared to the same period in 2019.

Between October and December of 2022, JADRAN d.d. recorded a total of 38,277 overnights, which is 4,601 overnights or 14% more compared to the same period in 2021. Compared to the number of overnights recorded in 2019, 17,962 or 88% more overnights were recorded in 2022. It should be noted that in 2022 JADRAN d.d. held in its portfolio Grand Hotel View, Hotel Lišanjski, Garden Palace Resort and Uvala Slana Campsite, which it did not hold in 2019. Compared to 2019, the actual result achieved by JADRAN d.d. in 2022 inclusive of such properties was 5,817 or 29% more overnights.

Between January and December of 2022, JADRAN d.d. recorded a total of 640,777 overnights, which is 197,413 overnights or 45% more compared to the same period in 2021. A comparison between 2022 and 2019 including the same properties shows that a total of 49,481 or 13% more overnights were recorded in 2022 compared to 2019.

In Q4, JADRAN d.d. obtained total revenue of HRK 27,340,474, which is HRK 12,126,341 or 80% more than the total revenue obtained in the same period in 2021. Operating revenue was HRK 27,298,486, which is HRK

12,183,025 or 81% more compared to the revenue earned in same period in 2021. Financial income was HRK 41,988, which is HRK 56,684 less than earned in the same period in 2021.

In Q4, JADRAN d.d. incurred expenses totaling HRK 45,612,463, which is HRK 6,704,061 or 17% more compared to the expenses incurred in the same period in 2021. Operating expenses amounted to HRK 43,371,384, which is HRK 7,576,638 or 21% more than the operating expenses incurred in the same period in 2021. Between October and December, financial expenses amounted to HRK 2,241,079, which is HRK 872,577 less compared to the expenses incurred in the same period in 2021.

A loss of HRK -18,271,989 was incurred in Q4, compared to HRK -23,694,269 incurred in the same period in 2021. EBITDA earned in Q4 2022 was HRK -6,459,198, compared to HRK -8,075,567 earned in the same period in 2021.

Between January and December of 2022, JADRAN d.d. obtained total revenue of HRK 243,405,850, which is HRK 92,612,234 or 61% more than the revenue obtained in 2021. Total expenses amounted to HRK 221,297,980, which is HRK 62,928,586 or 40% more than the expenses incurred in the same period in 2021. During the relevant period, the Company earned EBITDA of HRK 77,674,840, which is HRK 31,278,995 or 67% more than EBITDA earned in the same period in 2021. In 2022, income before taxes was HRK 22,107,870, compared to a loss of HRK -7,575,778 recorded in the same period in 2021.

Between January and December, the Group obtained total revenue of HRK 275,611,404, which is HRK 97,537,307 or 55% more than the revenue obtained in the same period in 2021. Operating revenue amounted to HRK 273,879,368, which is HRK 98,577,967 or 56% more compared to the same period in 2021. Financial income amounted to HRK 1,732,036, which is HRK 1,040,660 less compared to the same period in 2021.

Group's total expenses incurred between January and December 2022 were HRK 250,870,357, which is HRK 65,994,159 or 36% more than such expenses incurred in the same period in 2021. Operating expenses totaled HRK 237,982,725, which is HRK 66,044,098 or 38% more than those incurred in the same period in 2021. Financial expenses amounted to HRK 12,887,632, which is HRK 49,939 less compared to the same period in 2021.

Between January and December of 2022, the Group earned income before taxes of HRK 24,741,047, compared to a loss of HRK -6,802,101 incurred in the same period in 2021. Between January and December of 2022, the Group earned EBITDA of HRK 89,971,563, compared to 56,824,526 earned in 2021.

On 15 December 2022, JADRAN d.d. entered into a 10-year Lease Agreement for Heritage Hotel Stypia in Crikvenica. Having entered into such Agreement, JADRAN d.d. added 57 beds to its accommodation capacity.

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, Makarska Riviera, Brač Riviera, and other domestic and foreign tourism destinations. To increase its market competitiveness, the Company and the Group launched an investment cycle in the 2018-2022 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 (EUR 1 = HRK 7.53450), which is expected to result in reduced 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. Such active monitoring includes in particular announcements by central banks that make monetary policies, with which the Company and the Group intend to align their credit arrangements.

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 them to be flexible with their 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.

A 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 31 December 2022, the JADRAN d.d. employed a total of 289 persons.

As of 31 December 2022, CLUB ADRIATIC d.o.o. employed a total of 40 persons.

As of 31 December 2022, Stolist d.o.o. had no employees.

As of 31 December 2022, the Group employed 329 persons.

5. RESEARCH AND DEVELOPMENT ACTIVITIES

The Company and the Group constantly monitor developments in its environment and invest 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 31 December 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 31 December 2022, the share capital of CLUB ADRIATIC d.o.o. was HRK 117,104,500.00.

As of 31 December 2022, the share capital of Stolist d.o.o. was HRK 20,000.

7. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

On 30 September 2022, JADRAN d.d. entered into the following agreements:

- Agreement for the purchase of shares in Adria coast turizam d.o.o, under which the Company was to acquire 100% of such company's shares from the Issuer; and
- Agreement for the sale of shares in Club Adriatic d.o.o, under which the Issuer sells and transfer 100% of such company's shares to Adria Grupa Baško Polje d.o.o.

These Agreements defined the conditions precedent to successful closing of the transaction. On 6 February 2023, all conditions precedent were successfully fulfilled and the following agreements were signed:

- Adria coast turizam d.o.o. Share Transfer Agreement, under which JADRAN d.d. acquired 100% of such company's shares; and
- Club Adriatic d.o.o. Share Transfer Agreement, under which JADRAN d.d. transferred 100% of such company's shares to Adria Grupa Baško Polje d.o.o.

Effective as of 6 February 2023, Mr. Miroslav Pelko resigned from his position as Management Board Member in Club Adriatic d.o.o. and was simultaneously appointed Management Board Member in Adria coast turizam d.o.o.

The Resolution passed by the Company's Shareholders' Meeting on 31 August 2022 was thereby implemented.

On 1 February 2023, the Lease Agreement for Hotel Lišanj in Novi Vinodolski expired and JADRAN d.d. returned such hotel to the lessor.



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APPENDICES - FINANCIAL STATEMENTS (UNAUDITED)

Annex 1

ISSUER'S GENERAL DATA

Reporting period:

1.1.2022

to

31.12.2022

Year:

2022

Quarter:

4.

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

289

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 31.12.2022

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	771,939,621
I INTANGIBLE ASSETS (ADP 004 to 009)	003	100,397,777	35,142,285
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1,884,885	1,926,297
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	33,215,988
II TANGIBLE ASSETS (ADP 011 to 019)	010	615,204,029	618,216,151
1 Land	011	240,879,900	240,555,022
2 Buildings	012	244,474,473	236,257,314
3 Plant and equipment	013	94,813,763	83,337,929
4 Tools, working inventory and transportation assets	014	0	0
5 Biological assets	015	1,175,583	1,240,108
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	3,586,452	26,638,669
8 Other tangible assets	018	0	0
9 Investment property	019	30,273,858	30,187,109
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	14,485,271
I INVENTORIES (ADP 039 to 045)	038	804,981	916,165
1 Raw materials and consumables	039	774,573	895,605
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	30,408	20,560
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	7,496,836
1 Receivables from undertakings within the group	047	541,423	138,354
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	2,642,111	1,712,107
4 Receivables from employees and members of the undertaking	050	19,109	272,729
5 Receivables from government and other institutions	051	3,966,588	3,491,030

6 Other receivables	052	3,021,054	1,882,616
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	10,566,438	99,081
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	99,081
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	5,973,189
D) PREPAID EXPENSES AND ACCRUED INCOME	064	620,361	239,253
E) TOTAL ASSETS (ADP 001+002+037+064)	065	872,089,012	786,664,145
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to	067	482,237,268	504,345,138
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	22,107,870
1 Profit for the business year	087	0	22,107,870
2 Loss for the business year	088	7,575,778	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
B) PROVISIONS (ADP 091 to 096)	090	706,347	619,176
1 Provisions for pensions, termination benefits and similar obligations	091	706,347	619,176
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	215,334,795
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	185,187,722
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	30,147,073
11 Deferred tax liability	108	0	0
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	76,876,562	65,665,146
1 Liabilities to undertakings within the group	110	0	377,328
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	37,714,585
7 Liabilities for advance payments	116	2,585,739	2,174,314
8 Liabilities to suppliers	117	10,522,870	8,863,402
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	7,143,941	7,390,953
11 Taxes, contributions and similar liabilities	120	1,361,077	1,974,878
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	6,636,067
E) ACCRUALS AND DEFERRED INCOME	124	737,911	699,890
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	872,089,012	786,664,145
G) OFF-BALANCE SHEET ITEMS	126	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2021. to 31.12.2022.

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	147,517,798	15,115,461	241,560,526	27,298,486
1 Income from sales with undertakings within the group	002	0	0	0	0
2 Income from sales (outside group)	003	133,741,797	11,847,116	220,523,114	14,569,280
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	935,457	522,435	969,106	258,304
5 Other operating income (outside the group)	006	12,840,544	2,745,910	20,068,306	12,470,902
II OPERATING EXPENSES (ADP 08+009+013+017+018+019+022+029)	007	147,147,958	35,794,746	210,388,533	43,371,384
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	54,359,111	9,046,132	90,457,377	12,728,475
a) Costs of raw materials and consumables	010	23,789,942	4,472,043	43,729,079	4,534,822
b) Costs of goods sold	011	192,044	7,185	274,206	15,567
c) Other external costs	012	30,377,125	4,566,904	46,454,092	8,178,086
3 Staff costs (ADP 014 to 016)	013	40,493,279	11,968,077	60,641,768	17,007,944
a) Net salaries and wages	014	28,088,314	8,531,214	40,934,101	12,669,384
b) Tax and contributions from salary costs	015	7,829,678	2,151,627	12,415,531	2,677,431
c) Contributions on salaries	016	4,575,287	1,285,236	7,292,136	1,661,129
4 Depreciation	017	46,026,005	12,603,718	46,502,847	9,613,700
5 Other costs	018	8,285,320	1,820,394	11,844,764	3,176,375
6 Value adjustments (ADP 020+021)	019	-2,723,192	0	120,105	120,105
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	-2,723,192	0	120,105	120,105
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	707,435	356,425	821,672	724,785
III FINANCIAL INCOME (ADP 031 to 040)	030	3,275,818	98,672	1,845,324	41,988
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	526,562	87,777	220,298	38,039
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	1,235	21	1,677	1,499
8 Exchange rate differences and other financial income	038	2,748,021	10,874	1,623,349	2,450
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	11,221,436	3,113,656	10,909,447	2,241,079
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	9,122,948	2,318,975	8,695,577	1,968,990
4 Exchange rate differences and other expenses	045	2,098,488	794,681	2,213,870	272,089
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	150,793,616	15,214,133	243,405,850	27,340,474
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	158,369,394	38,908,402	221,297,980	45,612,463
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	-7,575,778	-23,694,269	22,107,870	-18,271,989
1 Pre-tax profit (ADP 053-054)	056	0	0	22,107,870	0

2 Pre-tax loss (ADP 054-053)	057	-7,575,778	-23,694,269	0	-18,271,989
XII INCOME TAX	058	0	0	0	0
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	-7,575,778	-23,694,269	22,107,870	-18,271,989
1 Profit for the period (ADP 055-059)	060	0	0	22,107,870	0
2 Loss for the period (ADP 059-055)	061	-7,575,778	-23,694,269	0	-18,271,989
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	0	0	22,107,870	-18,271,989
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	0	0	22,107,870	-18,271,989
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 31.12.2022.

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	-7,575,778	22,107,870
2 Adjustments (ADP 003 to 010):	002	53,627,069	54,976,448
a) Depreciation	003	46,026,005	46,502,847
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	2,127,714	0
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	-2,723,192	0
d) Interest and dividend income	006	-527,797	-221,976
e) Interest expenses	007	9,122,948	8,695,577
f) Provisions	008	222,346	0
g) Exchange rate differences (unrealised)	009	-620,955	0
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	0	0
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	46,051,291	77,084,318
3 Changes in the working capital (ADP 013 to 016)	012	2,548,016	-8,629,151
a) Increase or decrease in short-term liabilities	013	5,474,694	-11,211,416
b) Increase or decrease in short-term receivables	014	-2,573,418	2,693,449
c) Increase or decrease in inventories	015	-353,260	-111,184
d) Other increase or decrease in working capital	016	0	0
II Cash from operations (ADP 011+012)	017	48,599,307	68,455,167
4 Interest paid	018	-9,640,069	-5,810,766
5 Income tax paid	019	0	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	38,959,238	62,644,401
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	1,348,205	307,298
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	16,009,643	10,440,357
6 Other cash receipts from investment activities	026	0	0
III Total cash receipts from investment activities (ADP 021 to 026)	027	17,357,848	10,747,655
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-30,101,408	-31,475,608
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	-31,256,408	-31,535,608
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-13,898,560	-20,787,953
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	-17,973,734	-28,612,259
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	-18,026,524	-22,994,956
VI Total cash payments from financing activities (ADP 040 to 044)	045	-36,000,258	-51,607,215
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-36,000,258	-51,607,215
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	-10,939,580	-9,750,767
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	15,723,956	5,973,189

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.-31.12.2022. _____

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
18. Issuer will subsequently publish the recognition of right of use asset and corresponding liabilities in the balance sheet as of 31 December 2022 related to Grand hotel View, as well as statement of profit or loss effect.

Annex 1

ISSUER'S GENERAL DATA

Reporting period:	1.1.2022	to	31.12.2022
Year:	2022		
Quarter:	4.		

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): 334

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 31.12.2022

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	879,426,881
I INTANGIBLE ASSETS (ADP 004 to 009)	003	156,001,047	86,499,660
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	1,965,576	1,942,698
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	83,240,197
II TANGIBLE ASSETS (ADP 011 to 019)	010	791,806,131	792,024,989
1 Land	011	382,970,864	382,645,983
2 Buildings	012	264,534,468	258,026,962
3 Plant and equipment	013	105,054,771	91,522,118
4 Tools, working inventory and transportation assets	014	0	0
5 Biological assets	015	1,307,978	1,368,824
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	6,964,812	27,938,029
8 Other tangible assets	018	0	0
9 Investment property	019	30,973,238	30,523,073
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	1,363,448	902,232
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	892,702
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	32,969,303
I INVENTORIES (ADP 039 to 045)	038	895,796	1,025,247
1 Raw materials and consumables	039	860,549	999,958
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	35,247	25,289
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	18,793,650
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	2,173,672
4 Receivables from employees and members of the undertaking	050	19,109	272,729
5 Receivables from government and other institutions	051	5,367,993	6,295,768

6 Other receivables	052	3,929,315	10,051,481
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	13,150,406
D) PREPAID EXPENSES AND ACCRUED INCOME	064	837,546	433,890
E) TOTAL ASSETS (ADP 001+002+037+064)	065	999,834,723	912,830,074
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to	067	540,817,960	550,521,193
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	-190,938,506
1 Retained profit	084	0	0
2 Loss brought forward	085	169,098,591	190,938,506
VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	-6,802,101	24,741,047
1 Profit for the business year	087	0	24,741,047
2 Loss for the business year	088	6,802,101	0
VIII MINORITY (NON-CONTROLLING) INTEREST	089	0	0
B) PROVISIONS (ADP 091 to 096)	090	706,347	619,176
1 Provisions for pensions, termination benefits and similar obligations	091	706,347	619,176
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	294,503,350
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	185,187,722
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	90,410,144
11 Deferred tax liability	108	0	18,905,484
D) SHORT-TERM LIABILITIES (ADP 110 to 123)	109	85,736,967	66,486,465
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	37,714,585
7 Liabilities for advance payments	116	3,474,265	2,256,688
8 Liabilities to suppliers	117	15,476,049	9,174,454
9 Liabilities for securities	118	0	0
10 Liabilities to employees	119	7,668,069	7,846,081
11 Taxes, contributions and similar liabilities	120	1,787,889	2,301,247
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	6,641,266
E) ACCRUALS AND DEFERRED INCOME	124	737,911	699,890
F) TOTAL – LIABILITIES (ADP 067+090+097+109+124)	125	999,834,723	912,830,074
G) OFF-BALANCE SHEET ITEMS	126	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2022. to 31.12.2022.

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	175,301,401	17,243,555	273,879,368	29,410,572
1 Income from sales with undertakings within the group	002	0	0	0	0
2 Income from sales (outside group)	003	155,867,039	13,700,226	252,344,159	16,596,812
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	19,434,362	3,543,329	21,535,209	12,813,760
II OPERATING EXPENSES (ADP 008+009+013+017+018+019+022+029)	007	171,938,627	40,009,929	237,982,725	48,010,708
1 Changes in inventories of work in progress and finished goods	008	0	0	0	0
2 Material costs (ADP 010 to 012)	009	60,789,621	9,619,873	100,047,377	13,146,037
a) Costs of raw materials and consumables	010	26,881,240	4,658,030	49,273,591	4,558,131
b) Costs of goods sold	011	230,502	7,185	306,106	15,567
c) Other external costs	012	33,677,879	4,954,658	50,467,680	8,572,339
3 Staff costs (ADP 014 to 016)	013	47,351,992	13,391,647	69,515,145	18,799,169
a) Net salaries and wages	014	32,898,172	9,525,796	46,984,378	13,898,796
b) Tax and contributions from salary costs	015	9,065,947	2,410,918	14,159,830	3,022,867
c) Contributions on salaries	016	5,387,873	1,454,933	8,370,937	1,877,506
4 Depreciation	017	53,461,752	14,394,147	54,074,920	11,545,855
5 Other costs	018	9,539,745	2,243,501	13,236,021	3,586,513
6 Value adjustments (ADP 020+021)	019	-14,377	0	206,418	206,418
a) fixed assets other than financial assets	020	0	0	0	0
b) current assets other than financial assets	021	-14,377	0	206,418	206,418
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	809,894	360,761	902,844	726,716
III FINANCIAL INCOME (ADP 031 to 040)	030	2,772,696	34,309	1,732,036	26,017
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	1,278	38	1,698	1,501
8 Exchange rate differences and other financial income	038	2,771,418	34,271	1,730,338	24,516
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	12,937,571	3,544,320	12,887,632	2,795,289
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	10,839,083	2,749,639	10,497,178	2,523,200
4 Exchange rate differences and other expenses	045	2,098,488	794,681	2,390,454	272,089
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	178,074,097	17,277,864	275,611,404	29,436,589
X TOTAL EXPENDITURE (ADP 007+041+051 + 052)	054	184,876,198	43,554,249	250,870,357	50,805,997
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	-6,802,101	-26,276,385	24,741,047	-21,369,408
1 Pre-tax profit (ADP 053-054)	056	0	0	24,741,047	0

2 Pre-tax loss (ADP 054-053)	057	-6,802,101	-26,276,385	0	-21,369,408
XII INCOME TAX	058	0	0	0	0
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	-6,802,101	-26,276,385	24,741,047	-21,369,408
1 Profit for the period (ADP 055-059)	060	0	0	24,741,047	0
2 Loss for the period (ADP 059-055)	061	-6,802,101	-26,276,385	0	-21,369,408
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	-6,802,101	-26,276,385	24,741,047	-21,369,408
1 Attributable to owners of the parent	076	-6,802,101	-26,276,385	24,741,047	-21,369,408
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	-6,802,101	-26,276,385	24,741,047	-21,369,408
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	-6,802,101	-26,276,385	24,741,047	-21,369,408
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	-6,802,101	-26,276,385	24,741,047	-21,369,408
1 Attributable to owners of the parent	100	-6,802,101	-26,276,385	24,741,047	-21,369,408
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 31.12.2022.

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	-6,802,101	24,741,047
2 Adjustments (ADP 003 to 010):	002	62,450,056	64,570,399
a) Depreciation	003	53,461,752	54,074,920
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	-445,419	0
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	-1,014,377	0
d) Interest and dividend income	006	-1,278	-1,698
e) Interest expenses	007	10,839,083	10,497,177
f) Provisions	008	222,346	0
g) Exchange rate differences (unrealised)	009	-612,051	0
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	0	0
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	55,647,955	89,311,446
3 Changes in the working capital (ADP 013 to 016)	012	4,135,174	-12,499,021
a) Increase or decrease in short-term liabilities	013	7,832,378	-19,250,502
b) Increase or decrease in short-term receivables	014	-3,422,312	6,880,932
c) Increase or decrease in inventories	015	-274,892	-129,451
d) Other increase or decrease in working capital	016	0	0
II Cash from operations (ADP 011+012)	017	59,783,129	76,812,425
4 Interest paid	018	-11,352,164	5,810,766
5 Income tax paid	019	0	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	48,430,965	82,623,191
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	27,973,446	0
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	1,278	1,698
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	27,974,724	1,698
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-43,101,961	-32,265,487
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	-353,918	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	-43,455,879	-32,265,487
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-15,481,155	-32,263,789
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	-17,973,734	-28,612,259
2 Cash payments for dividends	041	0	0
3 Cash payments for finance lease	042	-19,360,354	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	-31,852,910
VI Total cash payments from financing activities (ADP 040 to 044)	045	-37,334,088	-60,465,169
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-37,334,088	-60,465,169
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	-4,384,278	-10,105,767
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	23,256,173	13,150,406

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.-31.12.2022._____

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
18. Issuer will subsequently publish the recognition of right of use asset and corresponding liabilities in the balance sheet as of 31 December 2022 related to Grand hotel View, as well as statement of profit or loss effect.



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 December 31st 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, 27 February 2023

Član Uprave


Ivan Safundžić

Član Uprave

Miroslav Pelko

