

Ericsson Nikola Tesla d.d.
Consolidated statement of comprehensive income
for the period ended 30 June 2016

	2016	2015
	HRK '000	HRK '000
Sales revenue	730.288	679.436
Cost of sales	-638.963	-585.802
Gross profit	91.326	93.634
Selling expenses	-22.312	-23.544
Administrative expenses	-17.089	-16.549
Other operating income	217	2.187
Other operating expenses	-1.139	-3.458
Operating profit	51.002	52.270
Finance income	2.327	0
Finance expense	-79	-1.091
Finance expense/income – net	2.248	-1.091
Profit before tax	53.251	51.179
Income tax	-2.224	-228
Profit for the period	51.026	50.950
Other comprehensive income	-124	6
Total comprehensive income for the period	50.902	50.956

Ericsson Nikola Tesla d.d.
Consolidated statement of financial position
as at 30 June 2016

	2016	2015
	HRK '000	HRK '000
ASSETS		
Non-current assets		
Property, plant and equipment	129.499	137.667
Intangible assets	6.997	6.532
Loans and receivables	40.127	19.235
Other non-current assets	40	40
Total non-current assets	<u>176.662</u>	<u>163.474</u>
Current assets		
Inventories	72.305	21.187
Trade receivables	234.411	131.800
Receivables from related parties	87.487	113.949
Other receivables	2.876	3.396
Income tax receivable	896	1.204
Financial assets at fair value through profit or loss	92.988	53.917
Prepayments and accrued income	11.860	1.744
Cash and cash equivalents	70.173	233.195
Total current assets	<u>572.996</u>	<u>560.392</u>
TOTAL ASSETS	<u>749.658</u>	<u>723.866</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	133.165	133.165
Treasury shares	-3.434	-3.434
Legal reserves	6.658	6.658
Retained earnings	90.244	171.539
Total equity	<u>226.633</u>	<u>307.928</u>
Non-current liabilities		
Interest-bearing borrowings	2.798	0
Employee benefits	9.116	9.060
Other non-current liabilities	15.262	12.345
Total non-current liabilities	<u>27.176</u>	<u>21.405</u>
Current liabilities		
Payables to related parties	69.620	40.087
Interest-bearing borrowings	13	32
Trade and other payables	131.152	164.477
Provisions	9.299	10.003
Accrued charges and deferred revenue	285.765	179.934
Total current liabilities	<u>495.849</u>	<u>394.533</u>
Total liabilities	<u>523.025</u>	<u>415.938</u>
TOTAL EQUITY AND LIABILITIES	<u>749.658</u>	<u>723.866</u>

Ericsson Nikola Tesla d.d.
Consolidated statement of cash flows
for the period ended 30 June 2016

	2016	2015
	HRK '000	HRK '000
Cash flows from operating activities		
<i>Profit before tax</i>	53.251	51.179
Adjustments for:		
Depreciation and amortisation	25.620	24.959
Impairment losses and reversals	1.016	761
Net increase of provisions	2.426	1.186
Gain on sale of property, plant and equipment	-45	-153
Net gain on remeasurement of financial assets	-2.003	-11
Amortisation of discount	-288	0
Interest income	-1.429	-2.059
Interest expense	79	161
Foreign exchange losses, net	2.126	3.127
Equity-settled transactions	631	-2.972
	81.384	76.179
<i>Changes in working capital</i>		
In receivables	-95.220	-8.085
In inventories	-51.118	-747
In payables	104.456	-23.764
<i>Cash generated from operations</i>	39.503	43.582
Interest paid	-79	-161
Income taxes paid	-1.219	-1.258
Net cash (used in)/from operating activities	38.204	42.163
Cash flows from investing activities		
Interest received	1.510	2.117
Proceeds from sale of property, plant and equipment	40	267
Purchases of property, plant and equipment, and intangible assets	-21.393	-34.983
Deposits collected with financial institutions - net	-10.167	25
Purchases of financial assets at fair value through profit and loss	-89.000	64.158
Proceeds from sale of financial assets at fair value through profit and loss	51.932	-62.000
Net cash (used in)/generated from investing activities	-67.078	-30.415
Cash flows from financing activities		
Purchase of treasury shares	0	-
Dividends paid	-132.846	-119.714
Net cash used in financing activities	-132.846	-119.714
Effects of exchange rate changes on cash and cash equivalents	-1.303	-3.521
Net increase/decrease in cash and cash equivalents	-163.022	-111.488
Cash and cash equivalents at the beginning of the year	233.195	186.963
Cash and cash equivalents at the end of the period	70.173	75.476