

Ericsson Nikola Tesla d.d.
Consolidated statement of comprehensive income
for the period ended 31 March 2018

	2018	2017
	HRK '000	HRK '000
Sales revenue	340.985	360.399
Cost of sales	-280.551	-307.243
Gross profit	60.434	53.156
Selling expenses	-10.328	-13.317
Administrative expenses	-7.423	-10.912
Other operating income	559	207
Other operating expenses	-876	58
Operating profit	42.366	29.192
Finance expense/income – net	-1.366	-3.039
Profit before tax	41.001	26.154
Income tax	-10.674	-6.206
Profit for the year	30.327	19.948
Other comprehensive income	-62	-68
Total comprehensive income for the year	30.264	19.879

Ericsson Nikola Tesla d.d.
Consolidated statement of financial position
as at 31 March 2018

	2018	2017
	HRK '000	HRK '000
ASSETS		
Non-current assets		
Property, plant and equipment	107.895	108.712
Intangible assets	5.880	6.160
Loans and receivables	96.556	82.874
Equity securities	40	40
Deferred tax assets	14.912	14.901
Total non-current assets	225.283	212.687
Current assets		
Inventories	39.034	18.872
Trade receivables	107.210	144.445
Contract assets*	34.066	0
Receivables from related parties	88.423	104.483
Other receivables	22.824	90.289
Income tax receivable	982	986
Financial assets at fair value through profit or loss	84.528	84.520
Prepayments and accrued income	6.389	6.457
Cash and cash equivalents	155.034	159.261
Total current assets	538.490	609.313
TOTAL ASSETS	763.773	822.000
EQUITY AND LIABILITIES		
Equity		
Share capital	133.165	133.165
Treasury shares	-280	-280
Legal reserves	6.658	6.658
Retained earnings	125.297	96.031
Total equity	264.840	235.574
Non-current liabilities		
Borrowings	8.060	8.381
Employee benefits	8.667	8.576
Other non-current liabilities	13.388	13.104
Total non-current liabilities	30.116	30.061
Current liabilities		
Payables to related parties	69.753	113.078
Trade and other payables	190.743	220.390
Contract liabilities*	99.129	0
Income tax payable	10.966	528
Provisions	20.503	26.619
Accrued charges and deferred revenue	77.723	195.750
Total current liabilities	468.817	556.365
Total liabilities	498.933	586.426
TOTAL EQUITY AND LIABILITIES	763.773	822.000

* Following IFRS 15 application

Ericsson Nikola Tesla d.d.
Consolidated statement of cash flows
for the period ended 31 March 2018

	2018	2017
	HRK '000	HRK '000
Cash flows from operating activities		
<i>Profit before tax</i>	41.001	26.154
Adjustments for:		
Depreciation and amortisation	9.497	11.009
Impairment losses and reversals	-195	-24
Net increase of provisions	3.080	5.704
Gain on sale of property, plant and equipment	-26	-37
Net loss/(gain) on remeasurement of financial assets	-25	13
Amortisation of discount	0	-3
Interest income	-451	-1.761
Interest expense	177	6
Foreign exchange losses/(gains)	2.777	7.177
Equity-settled transactions	0	-67
	55.834	48.170
<i>Changes in working capital</i>		
In receivables	69.280	-8.887
In inventories	-20.162	-14.431
In payables	-95.130	-90.373
<i>Cash generated from operations</i>	9.822	-65.521
Interest paid	-177	-6
Income taxes paid	-243	-354
Net cash from operating activities	9.402	-65.881
Cash flows from investing activities		
Interest received	564	705
Proceeds from sale of property, plant and equipment	73	41
Purchases of property, plant and equipment, and intangible assets	-12.770	-10.250
Deposits given to financial institutions - net	0	10
Purchases of financial assets at fair value through profit and loss	18	0
Net cash used in investing activities	-12.115	-9.840
Cash flows from financing activities		
Dividends paid	-19	
Net cash used in financing activities	-19	0
Effects of exchange rate changes on cash and cash equivalents	-1.495	-3.209
Net decrease in cash and cash equivalents	-4.227	-78.931
Cash and cash equivalents at the beginning of the year	159.261	224.725
Cash and cash equivalents at the end of the year	155.034	145.794