

Ericsson Nikola Tesla d.d.
Statement of comprehensive income
for the period ended 31 December 2018

	2018	2017
	HRK '000	HRK '000
Sales revenue	1.373.684	1.464.878
Cost of sales	-1.216.931	-1.320.147
Gross profit	156.753	144.731
Selling expenses	-36.459	-44.847
Administrative expenses	-29.659	-33.103
Other operating income	25.602	7.511
Other operating expenses	-534	-3.070
Operating profit	115.703	71.222
Finance income/(expense) – net	2.238	-2.715
Profit before tax	117.941	68.507
Income tax	-6.093	-4.224
Profit for the year	111.848	64.283
Other comprehensive income	-	-
Total comprehensive income for the year	111.848	64.283

Ericsson Nikola Tesla d.d.
Statement of financial position
as at 31 December 2018

	2018	2017
	HRK '000	HRK '000
ASSETS		
Non-current assets		
Property, plant and equipment	107.516	98.011
Intangible assets	691	1.287
Loans and receivables	51.659	82.874
Investments in subsidiaries	1.053	1.093
Deferred tax assets	20.743	14.336
Total non-current assets	181.661	197.601
Current assets		
Inventories	108.720	17.348
Trade receivables	154.889	140.802
Contract Assets	3.335	0
Receivables from related parties	114.392	186.857
Other receivables	13.763	17.575
Income tax receivable	51	0
Financial assets at fair value through profit or loss	48.490	84.520
Prepayments and accrued income	11.382	5.068
Cash and cash equivalents	182.443	145.086
Total current assets	637.466	597.256
TOTAL ASSETS	819.127	794.857
EQUITY AND LIABILITIES		
Equity		
Share capital	133.165	133.165
Treasury shares	-241	-280
Legal reserves	6.658	6.658
Retained earnings	151.551	83.913
Total equity	291.134	223.456
Non-current liabilities		
Borrowings	5.668	8.378
Employee benefits	5.580	5.279
Other non-current liabilities	2.907	6.843
Total non-current liabilities	14.155	20.500
Current liabilities		
Payables to related parties	62.311	135.508
Trade and other payables	154.996	197.123
Income tax payable	0	340
Provisions	16.023	26.619
Accrued charges and deferred revenue	108.863	191.311
Contract liabilities*	171.645	0
Total current liabilities	513.838	550.901
Total liabilities	527.993	571.401
TOTAL EQUITY AND LIABILITIES	819.127	794.857

Ericsson Nikola Tesla d.d.
Statement of cash flows
for the period ended 31 December 2018

	2018	2017
	HRK '000	HRK '000
Cash flows from operating activities		
<i>Profit before tax</i>	117.941	68.507
Adjustments for:		
Depreciation and amortisation	29.708	36.146
Impairment losses and reversals - net	9.408	10.902
Net increase in provisions	39.111	21.217
Gain on sale of property, plant and equipment	-58	-136
Net loss/(gain) on remeasurement of financial assets	121	644
Amortisation of discount	-2.550	0
Interest income	-1.487	-4.936
Interest expense	53	256
Foreign exchange (gains)/losses	-6.800	16.321
Equity-settled transactions	-	268
	185.447	149.189
<i>Changes in working capital</i>		
In receivables	90.680	-82.748
In inventories	-91.372	-8.158
In payables	-101.960	65.619
<i>Cash generated from operations</i>	82.795	123.902
Interest paid	-53	-256
Income taxes paid	-1.333	-20.163
Net cash from operating activities	81.409	103.483
Cash flows from investing activities		
Interest received	2.207	2.388
Dividends received	70	77
Disposal of/(investment in) subsidiaries	40	-1.019
Proceeds from sale of property, plant and equipment	133	149
Purchases of property, plant and equipment, and intangible assets	-38.598	-26.450
Deposits given to financial institutions - net	-	-2.200
Purchases of financial assets at fair value through profit and loss	-	-54.008
Proceeds from sale of financial assets at fair value through profit and loss	35.909	31.760
Net cash used in investing activities	-238	-49.303
Cash flows from financing activities		
Dividends paid	-43.291	-119.887
Net cash used in financing activities	-43.291	-119.887
Effects of exchange rate changes on cash and cash equivalents	-523	-2.582
Net increase/(decrease) in cash and cash equivalents	37.357	-68.289
Cash and cash equivalents at the beginning of the year	145.086	213.375
Cash and cash equivalents at the end of the year	182.443	145.086