

Ericsson Nikola Tesla d.d.
Consolidated statement of comprehensive income
for the period ended 30 September 2017

	2017	2016
	HRK '000	HRK '000
Sales revenue	1.069.398	1.134.310
Cost of sales	-941.765	-1.013.477
Gross profit	127.634	120.833
Selling expenses	-35.022	-33.673
Administrative expenses	-25.853	-25.489
Other operating income	5.114	199
Other operating expenses	-1.442	-2.214
Operating profit	70.431	59.656
Finance income	0	2.852
Finance expense	-2.605	-94
Finance expense/income – net	-2.605	2.758
Profit before tax	67.826	62.413
Income tax	-15.948	-4.227
Profit for the year	51.878	58.187
Other comprehensive income	-39	-117
Total comprehensive income for the year	51.839	58.070

Ericsson Nikola Tesla d.d.
Consolidated statement of financial position
as at 30 September 2017

	2017	2016
	HRK '000	HRK '000
ASSETS		
Non-current assets		
Property, plant and equipment	109.423	122.897
Intangible assets	6.441	7.285
Loans and receivables	81.717	81.160
Equity securities	1.059	40
Deferred tax assets	14.250	14.250
Total non-current assets	212.890	225.632
Current assets		
Inventories	39.668	9.796
Trade receivables	187.469	174.952
Receivables from related parties	79.011	88.858
Other receivables	11.438	14.325
Income tax receivable	9.843	1.172
Financial assets at fair value through profit or loss	31.565	62.993
Prepayments and accrued income	8.283	5.671
Cash and cash equivalents	146.827	224.725
Total current assets	514.105	582.492
TOTAL ASSETS	726.994	808.124
EQUITY AND LIABILITIES		
Equity		
Share capital	133.165	133.165
Treasury shares	-1.630	-1.630
Legal reserves	6.658	6.658
Retained earnings	80.991	148.686
Total equity	219.185	286.879
Non-current liabilities		
Interest-bearing borrowings	8.588	8.962
Employee benefits	8.403	8.560
Other non-current liabilities	16.699	24.288
Total non-current liabilities	33.690	41.810
Current liabilities		
Payables to related parties	58.468	73.215
Interest-bearing borrowings	0	0
Trade and other payables	204.105	156.413
Income tax payable	15.945	21.659
Provisions	14.530	16.011
Accrued charges and deferred revenue	181.072	212.137
Total current liabilities	474.120	479.435
Total liabilities	507.810	521.245
TOTAL EQUITY AND LIABILITIES	726.994	808.124

Ericsson Nikola Tesla d.d.
Consolidated statement of cash flows
for the period ended 30 September 2017

	2017 HRK '000	2016 HRK '000
Cash flows from operating activities		
<i>Profit before tax</i>	67.826	62.413
Adjustments for:		
Depreciation and amortisation	31.628	37.617
Impairment losses and reversals	9.458	15.831
Net increase of provisions	7.599	13.616
Gain on sale of property, plant and equipment	-108	-78
Net gain on remeasurement of financial assets	-401	-1.674
Amortisation of discount	-3	-288
Interest income	-2.919	-1.932
Interest expense	121	94
Foreign exchange losses	14.156	795
Equity-settled transactions	201	947
	127.558	127.341
<i>Changes in working capital</i>		
In receivables	-13.542	-91.642
In inventories	-29.872	-34.966
In payables	-20.805	76.095
<i>Cash generated from operations</i>	63.339	76.829
Interest paid	-121	-94
Income taxes paid	-24.204	-1.593
<i>Net cash from operating activities</i>	39.014	75.142
Cash flows from investing activities		
Interest received	2.031	1.974
Dividend received	77	212
Acquisition of subsidiaries	-1.019	
Proceeds from sale of property, plant and equipment	131	75
Purchases of property, plant and equipment, and intangible assets	-25.550	-28.231
Deposits collected with financial institutions - net	-2.200	-10.140
Purchases of financial assets at fair value through profit and loss	-8	-89.000
Proceeds from sale of financial assets at fair value through profit and loss	31.760	58.795
<i>Net cash generated/(used) in investing activities</i>	5.222	-66.315
Cash flows from financing activities		
Dividends paid	-119.887	-132.846
<i>Net cash from financing activities</i>	-119.887	-132.846
Effects of exchange rate changes on cash and cash equivalents	-2.247	-912
Net increase/decrease in cash and cash equivalents	-77.898	-124.930
Cash and cash equivalents at the beginning of the year	224.725	233.195
Cash and cash equivalents at the end of the year	146.827	108.265