

Ericsson Nikola Tesla d.d.
Statement of comprehensive income
for the period ended 31 December 2019

	2019	2018
	HRK '000	HRK '000
Sales revenue	1,545,299	1,373,684
Cost of sales	-1,392,796	-1,237,342
Gross profit	152,503	136,342
Selling expenses	-43,663	-36,459
Administrative expenses	-31,589	-29,659
Other operating income	16,326	47,251
Operating profit	93,577	117,475
Finance income/(expense) – net	6,796	465
Profit before tax	100,373	117,940
Income tax	-4,821	-6,093
Profit for the year	95,552	111,847
Other comprehensive income	-	-
Total comprehensive income for the year	95,552	111,847

Ericsson Nikola Tesla d.d.
Statement of financial position
as at 31 December 2019

	2019	2018
	HRK '000	HRK '000
ASSETS		
Non-current assets		
Property, plant and equipment	138,436	107,516
Right of use asset	27,572	0
Intangible assets	226	691
Loans and receivables	53,772	51,659
Investments in subsidiaries	1,053	1,053
Deferred tax assets	15,449	20,743
Total non-current assets	236,508	181,661
Current assets		
Inventories	170,522	108,720
Trade receivables	207,009	158,224
Contract Assets	3,239	3,335
Receivables from related parties	121,316	111,057
Other receivables	12,472	13,763
Income tax receivable	13,870	52
Financial assets at fair value through profit or loss	38,899	48,490
Prepayments and accrued income	11,057	11,382
Cash and cash equivalents	81,833	182,443
Total current assets	660,217	637,466
TOTAL ASSETS	896,725	819,127
EQUITY AND LIABILITIES		
Equity		
Share capital	133,165	133,165
Treasury shares	-241	-241
Legal reserves	6,658	6,658
Reserve for treasury shares	14,873	14,873
Retained earnings	139,344	136,678
Total equity	293,800	291,134
Non-current liabilities		
Borrowings	27,324	5,668
Employee benefits	7,080	5,580
Lease liability IFRS 16 LT	17,830	0
Other non-current liabilities	5,679	2,907
Total non-current liabilities	57,913	14,155
Current liabilities		
Payables to related parties	104,505	62,311
Trade and other payables	162,425	154,996
Provisions	13,104	16,874
Accrued charges and deferred revenue	105,552	108,863
Contract liabilities*	149,375	171,645
Lease liability IFRS 16 ST	10,051	0
Total current liabilities	545,012	514,689
Total liabilities	602,925	528,844
TOTAL EQUITY AND LIABILITIES	896,725	819,978

Ericsson Nikola Tesla d.d.
Statement of cash flows
for the period ended 31 December 2019

	2019 HRK '000	2018 HRK '000
Cash flows from operating activities		
<i>Profit before tax</i>	100,372	117,941
Adjustments for:		
Depreciation and amortisation	41,590	29,708
Impairment losses and reversals - net	4,050	9,408
Net increase in provisions	30,494	39,111
Gain on sale of property, plant and equipment	-2,322	-58
Net loss/(gain) on remeasurement of financial assets	-497	121
Amortisation of discount	-1,019	-2,550
Interest income	-5,831	-1,487
Interest expense	669	53
Foreign exchange (gains)/losses	-5,597	-6,800
Equity-settled transactions	846	-
	162,755	185,447
<i>Changes in working capital</i>		
In receivables	-53,090	90,680
In inventories	-61,824	-91,372
In payables	-3,245	-101,960
<i>Cash generated from operations</i>	44,596	82,795
Interest paid	-656	-53
Income taxes paid	-3,968	-1,333
Net cash from operating activities	39,972	81,409
Cash flows from investing activities		
Interest received	1,734	2,207
Dividends received	70	70
Disposal of/(investment in) subsidiaries	0	40
Proceeds from sale of property, plant and equipment	2,360	133
Purchases of property, plant and equipment, and intangible assets	-78,142	-38,598
Deposits given to financial institutions - net	1,354	-
Proceeds from sale of financial assets at fair value through profit and loss	10,955	35,909
Net cash used in investing activities	-61,669	-238
Cash flows from financing activities		
Loans received	23,716	0
Lease liability	-9,190	0
Dividends paid	-94,000	-43,291
Net cash used in financing activities	-79,474	-43,291
Effects of exchange rate changes on cash and cash equivalents	561	-523
Net increase/(decrease) in cash and cash equivalents	-100,610	37,357
Cash and cash equivalents at the beginning of the year	182,443	145,086
Cash and cash equivalents at the end of the year	81,833	182,443