

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

	2017	2016
	HRK '000	HRK '000
Sales revenue	709.044	730.288
Cost of sales	-612.695	-638.963
Gross profit	96.349	91.326
Selling expenses	-24.794	-22.312
Administrative expenses	-18.350	-17.089
Other operating income	260	217
Other operating expenses	-579	-1.139
Operating profit	52.887	51.002
Finance income	-	2.327
Finance expense	-3.990	-79
Finance expense/income – net	-3.990	2.248
Profit before tax	48.897	53.251
Income tax	-11.544	-2.224
Profit for the year	37.353	51.026
Other comprehensive income	-89	-124
Total comprehensive income for the year	37.263	50.902

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

	2017	2016
	HRK '000	HRK '000
ASSETS		
Non-current assets		
Property, plant and equipment	114.743	122.897
Intangible assets	6.721	7.285
Loans and receivables	82.699	81.160
Equity securities	386	40
Deferred tax assets	14.250	14.250
Total non-current assets	218.799	225.632
Current assets		
Inventories	68.515	9.796
Trade receivables	173.304	174.952
Receivables from related parties	104.434	88.858
Other receivables	11.500	14.325
Income tax receivable	4.854	1.172
Financial assets at fair value through profit or loss	62.843	62.993
Prepayments and accrued income	10.480	5.671
Cash and cash equivalents	142.587	224.725
Total current assets	578.517	582.492
TOTAL ASSETS	797.315	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	186.083	148.686
Total equity	324.276	286.879
Non-current liabilities		
Interest-bearing borrowings	8.761	8.962
Other non-current liabilities	17.311	24.288
Employee benefits	8.621	8.560
Total non-current liabilities	34.694	41.810
Current liabilities		
Payables to related parties	44.975	73.215
Interest-bearing borrowings	43	0
Trade and other payables	179.074	156.413
Income tax payable	11.541	21.659
Provisions	16.848	16.011
Accrued charges and deferred revenue	185.864	212.137
Total current liabilities	438.345	479.435
Total liabilities	473.039	521.245
TOTAL EQUITY AND LIABILITIES	797.315	808.124

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

	2017 HRK '000	2016 HRK '000
Cash flows from operating activities		
<i>Profit before tax</i>	48.897	53.251
Adjustments for:		
Depreciation and amortisation	21.789	25.620
Impairment losses and reversals	1.140	1.016
Net increase of provisions	6.936	2.426
Gain on sale of property, plant and equipment	-87	-45
Net gain on remeasurement of financial assets	158	-2.003
Amortisation of discount	-3	-288
Interest income	-2.317	-1.429
Interest expense	12	79
Foreign exchange losses	14.102	2.126
Equity-settled transactions	134	631
	90.761	81.384
<i>Changes in working capital</i>		
In receivables	-21.035	-95.220
In inventories	-58.719	-51.118
In payables	-51.044	104.456
<i>Cash generated from operations</i>	-40.037	39.503
Interest paid	-12	-79
Income taxes paid	-19.215	-1.219
Net cash from operating activities	-59.264	38.204
Cash flows from investing activities		
Interest received	1.202	1.510
Acquisition of subsidiaries	-346	0
Proceeds from sale of property, plant and equipment	100	40
Purchases of property, plant and equipment, and intangible assets	-19.977	-21.393
Deposits collected with financial institutions - net	19	-10.167
Purchases of financial assets at fair value through profit and loss	0	-89.000
Proceeds from sale of financial assets at fair value through profit and loss	-8	51.932
Net cash generated/(used) in investing activities	-19.010	-67.078
Cash flows from financing activities		
Dividends paid	-82	-132.846
Net cash from financing activities	-82	-132.846
Effects of exchange rate changes on cash and cash equivalents	-3.781	-1.303
Net increase/decrease in cash and cash equivalents	-82.138	-163.022
Cash and cash equivalents at the beginning of the year	224.725	233.195
Cash and cash equivalents at the end of the year	142.587	70.173