

**MANAGEMENT BOARD'S
COMPANY AND GROUP BUSINESS REPORT
for the period January – June 2019
(unaudited)**

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1. GENERAL INFORMATION

Company Name

JADRAN JOINT STOCK COMPANY FOR HOTEL MANAGEMENT AND TOURISM, Company Registration Number (MBS): 040000817, Personal Identification Number (OIB): 56994999963.
The Company's short name is JADRAN d.d.

Registered Office and Legal Form

JADRAN d.d. is a joint stock company. The Company's registered office address is Bana Jelačića 16, Crikvenica, Republic of Croatia.

Securities

On June 30, 2019, the Company's share capital amounted to HRK 482,507,730.00 divided into 27,971,463 ordinary shares with undetermined nominal value. The shares have been issued in dematerialized form under Stock Symbol: JDRN-R-B, ISIN Code: HRJDRNB0002, and are held at the depository of the Central Depository and Clearing Company (CDCC).

Management Board Members:

- Goran Fabris, President of the Management Board
- Karlo Čulo, Member of the Management Board

Supervisory Board Members:

- Tomislav Kitonić, Chairman of the Supervisory Board
- Ante Jelčić, Vice Chairman of the Supervisory Board
- Ivan Blažević, Member of the Supervisory Board
- Dragan Magaš, Member of the Supervisory Board
- Mirko Herceg, Member of the Supervisory Board

2. ORGANIZATIONAL AND OWNERSHIP STRUCTURE

The Group is composed of the following companies: JADRAN d.d., CLUB ADRIATIC d.o.o. and STOLIST d.o.o.

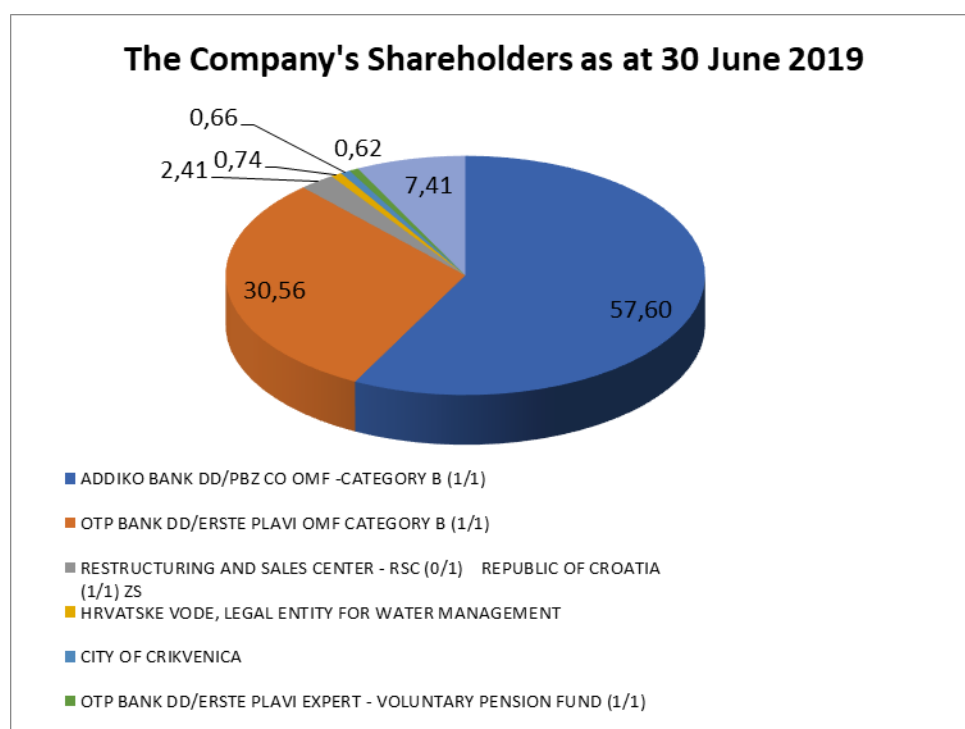
The Company has a 100% ownership interest in CLUB ADRIATIC d.o.o, Zagreb, Savska cesta 41/V.

As of June 18, 2019, the Company also has a 100% ownership interest in STOLIST d.o.o., Crikvenica, Frankopanska 22.

The shareholders that own a share of 5% or more in the Company's share capital (as at June 30, 2019):

- PBZ CO Category B Compulsory Pension Fund holds 16,110,862 shares, which represents a 57.60% interest in the Company's share capital,
- ERSTE PLAVI Category B Compulsory Pension Fund holds 8,547,346 shares, which represents a 30.56% interest in the Company's share capital.

The Company's Shareholders as at June 30, 2019



3. COMPANY AND GROUP BUSINESS RESULTS

In the period January - June 2019, Jadran d.d. realized a total operating income in the amount of HRK 29.6 million, i.e. 12% more than in the same period the year before. In particular, accommodation revenue increased by 5.5% compared to 2018, which is significant considering that, during the first half of the year, the Company operated with a significantly reduced number of accommodation units due to an ongoing investment cycle. More precisely, the rooms of the Omorika Hotel and Ad Turres Pavilions were being renovated in the observed period. Room renovation and reconstruction of the Ad Turres Hotel will eventually result in 560 renovated accommodation units, of which 445 upgraded to the 3* category.

To get a better understanding of the business results achieved in the first half of the year, it should be pointed out that the 19% increase in accommodation revenue recorded in June was achieved despite the fact that most of the “new” units were not yet in use. In addition, the Company recorded a 36.3% increase in the average price of accommodation, which is quite significant since no category upgrades had been made in respect of the relevant accommodation facilities.

In the observed period, the Company also recorded a quite noticeable increase in the effectiveness of business operations, which is reflected, among other, also in a decrease of 14.5% in the number of man-hours, and a 6% decrease in total salaries compared to the same period last year. It is important to emphasize, however, that the newly-signed collective agreement provides for higher employee salaries, thus ensuring the basic precondition for making a significant step forward in service quality improvement.

Considering the seasonal character of the activities performed by both the Company and the Group and the fact that only a small portion of the total annual revenue is realized in the relevant reporting period, it should be noted that the real results of the new investment cycle are expected in the next quarter, and not before. Despite that, both the Company and the Group recorded a profit in the 2nd quarter of the year, in the amount of HRK 785,349 and HRK 88,796 respectively. Furthermore, the Company recorded a loss in the amount of HRK 10,904,429, while the Group’s loss recorded in the observed period amounted to HRK 14,784,563.

This loss was a result of the increase in expenses by HRK 3.5 million compared to the same period the year before. The extraordinary increase in expenses results from the cost of long-term leases for new facilities in the amount of HRK 1 million. These facilities will be put in use in July and are expected to have a significant impact on further revenue increases as well as further improvement of operational and financial effectiveness of the Company. Furthermore, the increase in expenses is also a result of the need for professional support in the acquisition and integration of Club Adriatic into the Group, representing a onetime expense in the amount of HRK 0.5 million. The expenses also include the cost of donations in the total amount of HRK 1,675,000 at the local level that allowed a quicker and more effective integration of the involved companies into the Group and also helped position the Company within the local community as a socially responsible company and a desirable employer and business partner.

4. KEY INDICATORS



KAČJAK	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Resort	9.205	1.908	3.953	435
Campsite	1.188	524	477	90
TOTAL	10.393	2.432	4.430	525

OMORIKA	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Hotel	13.436	5.101	7.217	248

ZAGREB	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Hotel	2.366	582	1.286	64

KAŠTEL	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Hotel	7.685	3.239	4.095	178

KATARINA	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Hotel	18.700	6.370	9.948	352

AD TURRES	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Resort	5.639	1.491	2.362	762

ESPLANADE	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Hotel	3.585	1.117	1.857	76

INTERNATIONAL	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Hotel	7.638	1.374	4.536	83

SLAVEN	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Hotel	10.714	2.779	5.020	407

KAMP SELCE	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Camp	18.834	6.601	6.794	1.500

DELFIN	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Hotel	6	6	4	123

TOTAL JADRAN	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Resorts	14844	3399	6315	1197
Hotels	64130	20568	33963	1531
Camps	18834	6601	6794	1500
Campsites	1188	524	477	90
TOTAL	98996	31092	47549	4318

BAŠKO POLJE	OVERNIGHTS	ARRIVALS	UNITS	BEDS
hotel Alem	12.972	2.748	5.768	612
Camp Baško Polje	18.667	3.367	5.355	1.878
TOTAL	31.639	6.115	11.123	2.490

TOTAL GROUP	OVERNIGHTS	ARRIVALS	UNITS	BEDS
Resorts	14.844	3.399	6.315	1.197
Hotels	77.102	23.316	39.731	2.143
Camps	37.501	9.968	12.149	3.378
Campsites	1.188	524	477	90
TOTAL	130.635	37.207	58.672	6.808

5. COMPANY AND GROUP RISK EXPOSURE

The key risks associated with the operations of Jadran d.d. include:

Competitive Risk

Competitive risk is exceptionally high in the tourism market. This is due to the fact that other similar tourist destinations invest significant funds in the growth and development of their facilities, as well as in the marketing activities aimed at attracting tourists. In this context, competition basically refers, among other, to the price, quality and tourist offerings in the Crikvenica Riviera and other domestic and foreign tourist destinations. To increase its competitiveness in the market, the Company initiated a new investment cycle that does not include solely investments in accommodation facilities, made with the aim of increasing the number of units and raising the quality of accommodation, but also investments in the destination as a whole through active involvement in all existing and traditionally organized events, and development of concepts for new attractions in the Crikvenica Riviera.

Currency Risk

Currency risk is quite relevant in terms of the Company's operations considering that a large portion of its turnover comes from the foreign market and that the prices for services are often determined in a foreign currency. In addition, the Company has expenses that arise from currency clauses (loan liabilities).

Interest Risk

Since, among other, it also makes loan agreements with variable interest rates, the Company is also exposed to interest risk.

Counterparty Default Risk

Counterparty default risk is inherent in all two-sided legal relationships, and since the fulfillment of financial obligations to the Issuer represents one of the key elements for ensuring smooth business operations, the Company pays a lot of attention to this type of risk. More precisely, it has established rigorous procedures to ensure that collection risks are reduced to the minimum.

Inflation Risk (Risk of Rising Consumer Prices)

In particular, inflation risk is present in such contractual relationships where the price of the relevant products or services is linked to an index. Inflation risk is often associated with CNB's strong kuna policy, and since it represents an external risk, the possibilities for eliminating the same are minimal. Nevertheless, the Company makes efforts to reduce its inflation risk by insisting, wherever possible, on negotiating fixed purchase terms with all suppliers, with the exception of energy suppliers whose prices depend on the changes on the stock exchange.

Liquidity Risk

The Company manages its liquidity risk by maintaining adequate reserves, by arranging loans with banks and other sources of funding, by continuously monitoring the planned and realized cash flows, as well as by comparing the maturity profiles of its financial assets and liabilities. The Company does not expect to be exposed to liquidity risk in the following period.

Regulatory Risk - Taxes and Concessions

The risk of changes in tax and concession regulations represents the probability that the regulatory authorities might change the tax regulations in such a manner that would have a negative impact on the profitability of the Company's operations. This type of risk is reflected in potential changes in tax rates and taxable items, as well as in potential changes in the regulations concerning concessions and concession grants. Since the right to use parts of the maritime domain represents one of the key preconditions for further operations of the Company, it makes efforts to build new foundations for cooperation with the local community in that regard.

Sector Risk

Tourism trends are significantly influenced by the wider political situation and rising terrorism. As an economic sector, tourism is very sensitive with regard to the safety situation in the destination and its surroundings. A reduction of risk recorded in certain destinations that represent our competitors (e.g. Turkey, Greece) has additionally weakened the competitiveness of Croatian tourism, and thus of our Company as well. The aforementioned investment cycle has been initiated, among other, also to help minimize the impact of „unfavorable“ market trends and the associated risks.

Environmental Risk

Environmental risk may have a significant impact on the Company's business results, particularly with regard to the quality of the sea and the coastal area where the guests are accommodated. Climatic changes may have a direct impact on the length of stay in the Company's accommodation facilities. Environmental risk also includes various other natural disasters and weather-related catastrophes.

The key risks associated with the operations of CLUB ADRIATIC d.o.o. include:

Competitive Risk

As a result of the pre-bankruptcy settlement procedure, Club Adriatic d.o.o. has so far not been able to make any investments in accommodation quality improvement. With its 2* hotel and its 3* camp, the company was also not able to compete even with the closest competitors, neither in terms of the price, nor in terms of the quality of service.

Currency Risk

The official currency of Club Adriatic d.o.o. is kuna, but certain transactions in foreign currencies are converted into HRK using the relevant exchange rate applicable on the balance date. The differences in exchange rates are either included in the company's operating expenses, or booked on its profit and loss statement. They do not, however, have any impact on the company's cash flows.

Liquidity Risk

Among other, liquidity risk management presupposes maintaining a sufficient amount of funds and working capital. However, as a company subject to the pre-bankruptcy settlement procedure, Club Adriatic d.o.o. is obligated to regularly fulfill the obligations to its creditors and employees respecting the agreed due dates. Furthermore, most of the suppliers with remaining outstanding claims to Club Adriatic d.o.o., as determined in the pre-bankruptcy settlement procedure, demand to be paid either on the basis of a pro-forma invoice or within 8 days. The company must, therefore, have sufficient funds to fulfill its regular obligations, and its operations are exposed to the risk of prolongation of the

pre-bankruptcy settlement procedure, i.e. the risk that it will not be able to fulfill its obligations during the winter period.

6. EMPLOYEES

On June 30, 2019, the Company had a total of 369 employees, of which 144 employed on an open-ended contract basis, and 225 employed on a fixed-term contract basis.

On June 30, 2019, the Group (Jadran d.d. and Club Adriatic d.o.o.) had a total of 472 employees.

In accordance with an obligation prescribed under the Collective Agreement that was in force at the time the Company was privatized, collective negotiations were initiated at the beginning of the year. As a result, a new collective agreement was signed on April 1, 2019. Pursuant to the new Collective Agreement, certain general financial employee entitlements and salaries of workers performing hotel operations were increased.

7. RESEARCH AND DEVELOPMENT ACTIVITIES

The Company keeps track of the developments in its surrounding area and continuously invests in market research, identification of business opportunities and performance of new acquisitions. The Company directs and supports the activities of its related company.

8. SHARE BUYBACK INFORMATION

On June 30, 2019, the Company's share capital amounted to HRK 482,507,730.00 divided into 27,971,463 ordinary dematerialized shares with undetermined nominal value. The Company owns a total of 631 own shares, which represents 0.0023% of the Company's share capital.

9. SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

On June 18, 2019, the Company signed a Purchase Agreement for Stolist d.o.o. The main reason for acquiring the company is the right to manage the Kaštel beach, since Stolist d.o.o. is the beneficiary of the Maritime Domain Concession Contract allowing the economic exploitation of the said beach, signed for the period of 7 years. The main purpose of the acquisition is to expand and improve the offerings of the Kaštel Hotel.

10. CORPORATE GOVERNANCE CODE

In its operations, Jadran d.d. applies and is governed by the principles of corporate governance. The Company has, however, not drafted its own corporate governance code, but performs its operations in accordance with the provisions of the Zagreb Stock Exchange Code. For reporting purposes in this regard, the Company completes an annual questionnaire, and makes it publicly available pursuant to the relevant regulations. The said questionnaire with the Company's answers, clearly showing which provisions of the Code the Company applies and which it does not apply, is publicly available on the official website of the Zagreb Stock Exchange (www.zse.hr).

The Company's shares are officially listed on the Zagreb Stock Exchange, and the ownership structure report constitutes an integral part of the Annual Report.

The information about significant shareholders can be obtained every day on the official website of CDCC (www.skdd.hr).

The Company's share capital amounts to HRK 482,507,730.00 divided into 27,971,463 ordinary shares with undetermined nominal value.

One share entitles its holder to one vote, and no securities have been issued which give the holder special rights or subject the same to special restrictions.

To convene a general meeting, full attendance is required, and the meeting is held pursuant to the provisions of the Companies Act and the Company's Bylaws.

The invitation to the general meeting, the relevant decision proposals and the resolutions passed by the General Meeting are publicly disclosed pursuant to the Companies Act, the Capital Markets Act, and the Zagreb Stock Exchange Rules.

The Company's shares were officially listed on the Zagreb Stock Exchange at the beginning of 2018. Since the date its shares were listed on the stock market, the Company has operated without profit, and therefore no dividend payments have been made.

The shareholders cannot participate or vote at the general meeting using modern communication tools since, so far, there has been no need for the use of such tools.

The number of attendees is limited, and the shareholders are required to register for participation in accordance with the provisions of the Companies Act.

Furthermore, the Company's Management Board did not make any public disclosures concerning any possible complaints about the resolutions passed by the General Meeting, since no such complaints were submitted.

The Company has no long-term succession plan, i.e. a succession code, but has a directive plan for the replacement of employees holding key positions based on continuous training programs.

The General Meeting passes a resolution determining a fixed fee which will be paid to the members of the Supervisory Board.

The fees and other income received by the members of the Management and Supervisory Boards are presented in the Annual Report on a consolidated basis. They are not presented separately for individual members of the Management and Supervisory Boards.

No operations were recorded involving the members of the Supervisory or Management Board, or their related persons or company, or the relevant company's related persons. No such operations were, therefore, included in the Company's reports. This also refers to the operations involving the members of the Management Board or executive managers, and their related persons or company, or the relevant company's related persons.

The Company has not established an Internal Audit Commission, since it is not required by law to do so.

The Audit Commission did not perform any monitoring activities concerning the nature and quantity of the services that are not considered part of audit operations. The Company receives such reports from the audit company or from its related persons, since the restrictions concerning the provision of

services, with the exception of external audit services, are regulated by law.

Detailed information about all income and fees paid by the Company to individual members of its Management Board and executive managers is not publicly disclosed in the Annual Report, since the Company is not subject to any such obligation. The Remuneration Statement is published separately from the Annual Report.

The main risk management principles are provided in the Annual Report.

The Company's organizational model, which covers all its operations and business processes, also includes developed internal control systems established at all relevant levels, which, among other, also allow a fair and proper presentation of financial and business reports.

The rules concerning the appointment and removal of members of the Management and Supervisory Boards are prescribed in the Bylaws and provisions of the Companies Act. The rules concerning the appointment do not contain any restrictions in terms of sex, age, profession, education, or other.

The rules concerning the amendments to the Bylaws are determined under the Companies Act.

The powers of the members of the Management Board are determined fully in accordance with the provisions of the Companies Act.

In 2018, the Supervisory Board established various supervisory board commissions and appointed the members of those commissions. To be more precise, the Supervisory Board established the Audit Commission, the Appointment and Remuneration Commission, and the Corporate Governance Commission. Most of the members of the Audit Commission were elected from amongst the independent members of the Management Board.

11. SCHEDULES

Annex 1		
ISSUER'S GENERAL DATA		
Reporting period:	1.1.2019	to 30.6.2019
Year:	2019	
Quarter:	2.	
Quarterly financial statements		
Registration number (MB):	03145662	Issuer's home Member State code: HR
Entity's registration number (MBS):	040000817	
Personal identification number (OIB):	56994999963	LEI: 74780030Q33IX8LEE969
Institution code:	1285	
Name of the issuer:	JADRAN D.D.	
Postcode and town:	51260	CRIKVENICA
Street and house number:	BANA JELAČIĆA 16	
E-mail address:	uprava@jadran-crikvenica.hr	
Web address:	www.jadran-crikvenica.hr	
Number of employees (end of the reporting period):	369	
Consolidated report:	KN	(KN-not consolidated/KD-consolidated)
Audited:	RN	(RN-not audited/RD-audited)
Names of subsidiaries (according to IFRS):	Registered office:	MB:
Bookkeeping firm:	(Yes/No)	(name of the bookkeeping firm)
Contact person:	IVANČIĆ MAJETIĆ NATALI	
	(only name and surname of the contact person)	
Telephone:	051 800 482	
E-mail address:	financije@jadran-crikvenica.hr	
Audit firm:		
	(name of the audit firm)	
Certified auditor:		
	(name and surname)	

BALANCE SHEET
balance as at 30.06.2019.

in HRK

Submitter: JADRAN d.d.			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID	001	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	686.010.358	767.094.962
I INTANGIBLE ASSETS (ADP 004 to 009)	003	126.959	16.970.979
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	126.959	92.490
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	0	0
6 Other intangible assets	009	0	16.878.489
II TANGIBLE ASSETS (ADP 011 to 019)	010	625.048.928	688.312.827
1 Land	011	298.373.064	298.373.064
2 Buildings	012	293.486.252	290.152.093
3 Plant and equipment	013	27.895.465	30.911.976
4 Tools, working inventory and transportation assets	014	192.281	0
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	5.101.866	68.875.694
8 Other tangible assets	018	0	0
9 Investment property	019	0	0
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	60.500.000	61.476.685
1 Investments in holdings (shares) of undertakings within the group	021	60.500.000	61.476.685
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	0	0
5 Investment in other securities of companies linked by virtue of participating interests	025	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	0	0
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	0	0
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
IV RECEIVABLES (ADP 032 to 035)	031	0	0
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	334.471	334.471
C) CURRENT ASSETS (ADP 038+046+053+063)	037	134.518.190	89.731.215
I INVENTORIES (ADP 039 to 045)	038	452.470	1.600.640
1 Raw materials and consumables	039	429.856	1.570.222

2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	22.614	30.418
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	8.563.556	45.039.609
1 Receivables from undertakings within the group	047	5.209.228	6.721.755
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	1.387.318	8.545.894
4 Receivables from employees and members of the undertaking	050	36.444	145.904
5 Receivables from government and other institutions	051	319.463	1.454.594
6 Other receivables	052	1.611.103	28.171.462
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	0	5.000.000
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	5.000.000
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	0	0
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	125.502.164	38.090.966
D) PREPAID EXPENSES AND ACCRUED INCOME	064	1.329.588	966.539
E) TOTAL ASSETS (ADP 001+002+037+064)	065	821.858.136	857.792.716
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+081+084+087)	067	706.479.703	695.575.273
I INITIAL (SUBSCRIBED) CAPITAL	068	482.507.730	482.507.730
II CAPITAL RESERVES	069	234.210.922	234.210.922
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	0	0
1 Legal reserves	071	0	0
2 Reserves for treasury shares	072	0	0
3 Treasury shares and holdings (deductible item)	073	0	0
4 Statutory reserves	074	0	0
5 Other reserves	075	0	0
IV REVALUATION RESERVES	076	0	0
V FAIR VALUE RESERVES (ADP 078 to 080)	077	0	0
1 Fair value of financial assets available for sale	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083)	081	3.718.511	-10.238.950
1 Retained profit	082	3.718.511	0
2 Loss brought forward	083	0	10.238.950

VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086)	084	-13.957.460	-10.904.429
1 Profit for the business year	085	0	0
2 Loss for the business year	086	13.957.460	10.904.429
VIII MINORITY (NON-CONTROLLING) INTEREST	087	0	0
B) PROVISIONS (ADP 089 to 094)	088	482.414	482.414
1 Provisions for pensions, termination benefits and similar obligations	089	482.414	482.414
2 Provisions for tax liabilities	090	0	0
3 Provisions for ongoing legal cases	091	0	0
4 Provisions for renewal of natural resources	092	0	0
5 Provisions for warranty obligations	093	0	0
6 Other provisions	094	0	0
C) LONG-TERM LIABILITIES (ADP 096 to 106)	095	75.147.117	92.330.558
1 Liabilities to undertakings within the group	096	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	097	0	0
3 Liabilities to companies linked by virtue of participating interests	098	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	099	0	0
5 Liabilities for loans, deposits etc.	100	0	0
6 Liabilities to banks and other financial institutions	101	74.875.663	74.568.209
7 Liabilities for advance payments	102	0	0
8 Liabilities to suppliers	103	0	0
9 Liabilities for securities	104	0	0
10 Other long-term liabilities	105	271.454	17.762.349
11 Deferred tax liability	106	0	0
D) SHORT-TERM LIABILITIES (ADP 108 to 121)	107	38.383.310	67.847.955
1 Liabilities to undertakings within the group	108	0	41.400
2 Liabilities for loans, deposits, etc. of undertakings within the group	109	0	0
3 Liabilities to companies linked by virtue of participating interests	110	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	111	0	0
5 Liabilities for loans, deposits etc.	112	548.861	569.836
6 Liabilities to banks and other financial institutions	113	8.260.983	2.456.893
7 Liabilities for advance payments	114	3.084.303	16.258.371
8 Liabilities to suppliers	115	9.692.580	33.919.804
9 Liabilities for securities	116	0	0
10 Liabilities to employees	117	2.825.561	2.530.182
11 Taxes, contributions and similar liabilities	118	1.432.559	1.805.003
12 Liabilities arising from the share in the result	119	0	0
13 Liabilities arising from fixed assets held for sale	120	0	0
14 Other short-term liabilities	121	12.538.463	10.266.466
E) ACCRUALS AND DEFERRED INCOME	122	1.365.592	1.556.516
F) TOTAL – LIABILITIES (ADP 067+088+095+107+122)	123	821.858.136	857.792.716
G) OFF-BALANCE SHEET ITEMS	124	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2019. to 30.06.2019.

in HRK

Submitter: JADRAN d.d.					
Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 126 to 130)	125	26.346.588	23.280.729	29.572.776	27.155.130
1 Income from sales with undertakings within the group	126	0	0	0	0
2 Income from sales (outside group)	127	24.753.869	22.492.708	25.460.400	24.208.834
3 Income from the use of own products, goods and services	128	0	0	0	0
4 Other operating income with undertakings within the group	129	0	0	8.578	8.578
5 Other operating income (outside the group)	130	1.592.719	788.021	4.103.798	2.937.718
II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153)	131	36.141.141	23.990.680	39.520.441	25.916.405
1 Changes in inventories of work in progress and finished goods	132	0	0	0	0
2 Material costs (ADP 134 to 136)	133	13.860.261	10.222.800	17.025.386	11.746.531
a) Costs of raw materials and consumables	134	7.368.012	5.842.582	6.418.909	5.374.925
b) Costs of goods sold	135	33.747	32.376	1.916.293	1.831.489
c) Other external costs	136	6.458.502	4.347.842	8.690.184	4.540.117
3 Staff costs (ADP 138 to 140)	137	13.901.250	9.214.212	13.017.859	8.723.472
a) Net salaries and wages	138	8.754.434	5.868.102	8.265.419	5.677.370
b) Tax and contributions from salary costs	139	3.258.376	2.081.669	3.096.440	1.948.822
c) Contributions on salaries	140	1.888.440	1.264.441	1.656.000	1.097.280
4 Depreciation	141	5.315.105	2.659.204	6.062.096	3.376.929
5 Other costs	142	2.842.943	1.672.882	3.211.392	1.953.653
6 Value adjustments (ADP 144+145)	143	0	0	0	0
a) fixed assets other than financial assets	144	0	0	0	0
b) current assets other than financial assets	145	0	0	0	0
7 Provisions (ADP 147 to 152)	146	0	0	0	0
a) Provisions for pensions, termination benefits and similar obligations	147	0	0	0	0
b) Provisions for tax liabilities	148	0	0	0	0
c) Provisions for ongoing legal cases	149	0	0	0	0
d) Provisions for renewal of natural resources	150	0	0	0	0
e) Provisions for warranty obligations	151	0	0	0	0
f) Other provisions	152	0	0	0	0
8 Other operating expenses	153	221.582	221.582	203.708	115.820
III FINANCIAL INCOME (ADP 155 to 164)	154	1.504.271	1.498.466	528.303	489.469
1 Income from investments in holdings (shares) of undertakings within the group	155	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	156	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	157	0	0	0	0
4 Other interest income from operations with undertakings within the group	158	0	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	159	0	0	0	0

6 Income from other long-term financial investments and loans	160	0	0	0	0
7 Other interest income	161	622	6	198.866	182.252
8 Exchange rate differences and other financial income	162	1.503.649	1.498.460	329.437	307.217
9 Unrealised gains (income) from financial assets	163	0	0	0	0
10 Other financial income	164	0	0	0	0
IV FINANCIAL EXPENSES (ADP 166 to 172)	165	1.416.635	757.700	1.485.067	942.845
1 Interest expenses and similar expenses with undertakings within the group	166	0	0	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	167	0	0	0	0
3 Interest expenses and similar expenses	168	1.342.805	723.750	1.340.614	800.023
4 Exchange rate differences and other expenses	169	73.830	33.950	144.453	142.822
5 Unrealised losses (expenses) from financial assets	170	0	0	0	0
6 Value adjustments of financial assets (net)	171	0	0	0	0
7 Other financial expenses	172	0	0	0	0
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	173	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	174	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	175	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	176	0	0	0	0
IX TOTAL INCOME (ADP 125+154+173 + 174)	177	27.850.859	24.779.195	30.101.079	27.644.599
X TOTAL EXPENDITURE (ADP 131+165+175 + 176)	178	37.557.776	24.748.380	41.005.508	26.859.250
XI PRE-TAX PROFIT OR LOSS (ADP 177-178)	179	-9.706.917	30.815	10.904.429	785.349
1 Pre-tax profit (ADP 177-178)	180	0	30.815	0	785.349
2 Pre-tax loss (ADP 178-177)	181	-9.706.917	0	10.904.429	0
XII INCOME TAX	182	0	0	0	0
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182)	183	-9.706.917	30.815	10.904.429	785.349
1 Profit for the period (ADP 179-182)	184	0	30.815	0	785.349
2 Loss for the period (ADP 182-179)	185	-9.706.917	0	10.904.429	0
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 187-188)	186	0	0	0	0
1 Pre-tax profit from discontinued operations	187	0	0	0	0
2 Pre-tax loss on discontinued operations	188	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	189	0	0	0	0
1 Discontinued operations profit for the period (ADP 186-189)	190	0	0	0	0
2 Discontinued operations loss for the period (ADP 189-186)	191	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 179+186)	192	0	0	0	0
1 Pre-tax profit (ADP 192)	193	0	0	0	0
2 Pre-tax loss (ADP 192)	194	0	0	0	0
XVII INCOME TAX (ADP 182+189)	195	0	0	0	0

XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 192-195)	196	0	0	0	0
1 Profit for the period (ADP 192-195)	197	0	0	0	0
2 Loss for the period (ADP 195-192)	198	0	0	0	0
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 200+201)	199	0	0	0	0
1 Attributable to owners of the parent	200	0	0	0	0
2 Attributable to minority (non-controlling) interest	201	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	202	-9.706.917	30.815	-	785.349
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 204 to 211)	203	0	0	0	0
1 Exchange rate differences from translation of foreign operations	204	0	0	0	0
2 Changes in revaluation reserves of fixed tangible and intangible assets	205	0	0	0	0
3 Profit or loss arising from subsequent measurement of financial assets available for sale	206	0	0	0	0
4 Profit or loss arising from effective cash flow hedging	207	0	0	0	0
5 Profit or loss arising from effective hedge of a net investment in a foreign operation	208	0	0	0	0
6 Share in other comprehensive income/loss of companies linked by virtue of participating interests	209	0	0	0	0
7 Actuarial gains/losses on the defined benefit obligation	210	0	0	0	0
8 Other changes in equity unrelated to owners	211	0	0	0	0
III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	212	0	0	0	0
IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212)	213	0	0	0	0
V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213)	214	-9.706.917	30.815	-	785.349
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 216+217)	215	0	0	0	0
1 Attributable to owners of the parent	216	0	0	0	0
2 Attributable to minority (non-controlling) interest	217	0	0	0	0

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2019. to 30.06.2019.

in HRK

Submitter: JADRAN d.d.			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	-9.706.917	-10.904.429
2 Adjustments (ADP 003 to 010):	002	5.315.105	6.062.096
a) Depreciation	003	5.315.105	6.062.096
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	0	0
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	0
d) Interest and dividend income	006	0	0
e) Interest expenses	007	0	0
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	0	0
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	0	0
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	-4.391.812	-4.842.333
3 Changes in the working capital (ADP 013 to 016)	012	12.344.843	-1.822.491
a) Increase or decrease in short-term liabilities	013	19.156.057	35.247.759
b) Increase or decrease in short-term receivables	014	-5.548.322	-36.476.053
c) Increase or decrease in inventories	015	-697.794	-1.148.170
d) Other increase or decrease in working capital	016	-565.098	553.973
II Cash from operations (ADP 011+012)	017	7.953.031	-6.664.824
4 Interest paid	018	0	0
5 Income tax paid	019	0	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	7.953.031	-6.664.824
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	0	0
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	622	0
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	0	0
6 Other cash receipts from investment activities	026	66.100	0
III Total cash receipts from investment activities (ADP 021 to 026)	027	66.722	0
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-2.472.477	-87.146.701
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	0
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	0
IV Total cash payments from investment activities (ADP 028 to 032)	033	-2.472.477	-87.146.701
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-2.405.755	-87.146.701

Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	17.183.441
3 Cash receipts from credit principals, loans and other borrowings	037	2.648.708	0
4 Other cash receipts from financing activities	038	0	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	2.648.708	17.183.441
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-1.313.816	-10.783.114
2 Cash payments for dividends	041	0	0
3 Cash payments for finance lease	042	0	0
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	0	0
5 Other cash payments from financing activities	044	0	0
VI Total cash payments from financing activities (ADP 040 to 044)	045	-1.313.816	-10.783.114
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	1.334.892	6.400.327
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	0	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	6.882.168	-87.411.198
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	2.652.470	125.502.164
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	9.534.638	38.090.966

STATEMENT OF CHANGES IN EQUITY																		
for the period from 1.1.2019 to 30.6.2019																		
Item	ADP code	Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Attributable to owners of the parent							in HRK			
								Other reserves	Revaluation reserves	Fair value of financial assets available for sale	Cash flow hedge - effective portion	Hedge of a net investment in a foreign operation - effective portion	Retained profit / loss brought forward	Profit/loss for the business year	Total attributable to owners of the parent (3 to 6 + 7 + 8 to 10)	Minority (non-controlling) interest	Total capital and reserves (16 + 17)	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	
Previous period																		
1 Balance on the first day of the previous business year	01	491.316.690	25.401.322	0	0	0	0	0	0	0	0	0	0	3.718.511	0	520.436.523	0	520.436.523
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	03	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	491.316.690	25.401.322	0	0	0	0	0	0	0	0	0	0	3.718.511	0	520.436.523	0	520.436.523
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	0	0	0	0	0	0	-13.957.460	-13.957.460	0	-13.957.460	
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Profit or loss arising from subsequent measurement of financial assets available for sale	08	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	13	200.000.640	0	0	0	0	0	0	0	0	0	0	0	0	200.000.640	0	200.000.640	
14 Tax on transactions recognised directly in equity	14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	15	-208.809.600	208.809.600	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payment of share in profit/dividend	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Other distribution to owners	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Transfer to reserves according to the annual schedule	21	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	22	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23 Balance on the last day of the previous business year reporting period (04 to 22)	23	482.507.730	234.210.922	0	0	0	0	0	0	0	0	0	0	3.718.511	-13.957.460	706.479.703	0	706.479.703
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																		
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)																		
24	24	200.000.640	0	0	0	0	0	0	0	0	0	0	0	0	200.000.640	0	200.000.640	
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+24)																		
25	25	200.000.640	0	0	0	0	0	0	0	0	0	0	0	-13.957.460	186.043.180	0	186.043.180	
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 22)																		
26	26	-208.809.600	208.809.600	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Current period																		
1 Balance on the first day of the current business year	27	482.507.730	234.210.922	0	0	0	0	0	0	0	0	0	0	-10.238.950	0	706.479.702	0	706.479.702
2 Changes in accounting policies	28	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the current business year (restated) (ADP 27 to 29)	30	482.507.730	234.210.922	0	0	0	0	0	0	0	0	0	0	-10.238.950	0	706.479.702	0	706.479.702
5 Profit/loss of the period	31	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Exchange rate differences from translation of foreign operations	32	0	0	0	0	0	0	0	0	0	0	0	0	-10.904.429	-10.904.429	0	-10.904.429	
7 Changes in revaluation reserves of fixed tangible and intangible assets	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Profit or loss arising from subsequent measurement of financial assets available for sale	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payment of share in profit/dividend	45	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Other distribution to owners	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Transfer to reserves according to the annual schedule	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	48	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23 Balance on the last day of the current business year reporting period (ADP 30 to 48)	49	482.507.730	234.210.922	0	0	0	0	0	0	0	0	0	0	-10.238.950	-10.904.429	695.575.273	0	695.575.273
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																		
I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADP 32 to 40)																		
50	50	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 31+50)																		
51	51	0	0	0	0	0	0	0	0	0	0	0	0	-10.904.429	-10.904.429	0	-10.904.429	
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 41 to 48)																		
52	52	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	

Notes to Financial Statements

The data about the business operations for the period January – June, 2019 are provided in the interim report which constitutes an integral part of the report for the 2nd quarter of 2019.

Annex 1

ISSUER'S GENERAL DATA

Reporting period:

1.1.2019

to

30.6.2019

Year:

2019

Quarter:

2.

Quarterly financial statements

Registration number (MB):

03145662

Issuer's home Member
State code:

HR

Entity's registration
number (MBS):

040000817

Personal identification
number (OIB):

56994999963

LEI:

74780030Q33IX8LEE969

Institution
code:

1285

Name of the issuer: JADRAN D.D.

Postcode and town:

51260

CRIKVENICA

Street and house number: BANA JELAČIĆA 16

E-mail address: uprava@jadran-crikvenica.hr

Web address: www.jadran-crikvenica.hr

Number of employees
(end of the reporting

472

Consolidated report:

KD

(KN-not consolidated/KD-consolidated)

Audited:

RN

(RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS):

Registered office:

MB:

CLUB ADRIATIC D.O.O.

ZAGREB, SAVSKA CESTA 41/V

Bookkeeping firm: (Yes/No)

(name of the bookkeeping firm)

Contact person: IVANČIĆ MAJETIĆ NATALI
(only name and surname of the contact person)

Telephone: 051 800 482

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Audit firm:
(name of the audit firm)Certified auditor:
(name and surname)

BALANCE SHEET
balance as at 30.06.2019.

in HRK

Submitter: JADRAN d.d.- consolidated			
Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID	001	0	0
B) FIXED ASSETS (ADP 003+010+020+031+036)	002	825.902.428	913.979.363
I INTANGIBLE ASSETS (ADP 004 to 009)	003	126.959	16.970.979
1 Research and development	004	0	0
2 Concessions, patents, licences, trademarks, software and other rights	005	126.959	92.490
3 Goodwill	006	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	0	0
6 Other intangible assets	009	0	16.878.489
II TANGIBLE ASSETS (ADP 011 to 019)	010	825.431.468	887.790.021
1 Land	011	476.976.674	476.976.673
2 Buildings	012	311.189.299	307.150.641
3 Plant and equipment	013	31.827.922	34.643.853
4 Tools, working inventory and transportation assets	014	192.281	0
5 Biological assets	015	0	143.160
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	5.101.866	68.875.694
8 Other tangible assets	018	143.426	0
9 Investment property	019	0	0
III FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	9.530	986.215
1 Investments in holdings (shares) of undertakings within the group	021	0	976.685
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4. Investments in holdings (shares) of companies linked by virtue of participating interests	024	0	0
5 Investment in other securities of companies linked by virtue of participating interests	025	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	0	0
7 Investments in securities	027	0	0
8 Loans, deposits, etc. given	028	0	0
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	9.530	9.530
IV RECEIVABLES (ADP 032 to 035)	031	0	0
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	0	0
4 Other receivables	035	0	0
V DEFERRED TAX ASSETS	036	334.471	8.232.148
C) CURRENT ASSETS (ADP 038+046+053+063)	037	141.748.586	89.464.434
I INVENTORIES (ADP 039 to 045)	038	3.541.992	4.871.502

1 Raw materials and consumables	039	3.519.378	4.841.084
2 Work in progress	040	0	0
3 Finished goods	041	0	0
4 Merchandise	042	22.614	30.418
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Biological assets	045	0	0
II RECEIVABLES (ADP 047 to 052)	046	4.463.344	44.277.354
1 Receivables from undertakings within the group	047	0	0
2 Receivables from companies linked by virtue of participating interests	048	0	0
3 Customer receivables	049	1.616.792	9.967.044
4 Receivables from employees and members of the undertaking	050	37.019	188.178
5 Receivables from government and other institutions	051	379.905	1.454.594
6 Other receivables	052	2.429.628	32.667.538
III CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	0	0
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	0
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	0	0
8 Loans, deposits, etc. given	061	0	0
9 Other financial assets	062	0	0
IV CASH AT BANK AND IN HAND	063	133.743.250	40.315.578
D) PREPAID EXPENSES AND ACCRUED INCOME	064	1.369.508	975.428
E) TOTAL ASSETS (ADP 001+002+037+064)	065	969.020.522	1.004.419.225
OFF-BALANCE SHEET ITEMS	066	0	0
LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+081+084+087)	067	770.346.379	708.310.367
I INITIAL (SUBSCRIBED) CAPITAL	068	482.507.730	482.507.730
II CAPITAL RESERVES	069	234.210.922	287.947.290
III RESERVES FROM PROFIT (ADP 071+072-073+074+075)	070	0	0
1 Legal reserves	071	0	0
2 Reserves for treasury shares	072	0	0
3 Treasury shares and holdings (deductible item)	073	0	0
4 Statutory reserves	074	0	0
5 Other reserves	075	0	0
IV REVALUATION RESERVES	076	0	132.019.772
V FAIR VALUE RESERVES (ADP 078 to 080)	077	0	0
1 Fair value of financial assets available for sale	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
VI RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 082-083)	081	53.627.727	-179.379.862
1 Retained profit	082	53.627.727	0
2 Loss brought forward	083	0	179.379.862

VII PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 085-086)	084	0	-14.784.563
1 Profit for the business year	085	0	0
2 Loss for the business year	086	0	14.784.563
VIII MINORITY (NON-CONTROLLING) INTEREST	087	0	0
B) PROVISIONS (ADP 089 to 094)	088	482.414	482.414
1 Provisions for pensions, termination benefits and similar obligations	089	482.414	482.414
2 Provisions for tax liabilities	090	0	0
3 Provisions for ongoing legal cases	091	0	0
4 Provisions for renewal of natural resources	092	0	0
5 Provisions for warranty obligations	093	0	0
6 Other provisions	094	0	0
C) LONG-TERM LIABILITIES (ADP 096 to 106)	095	75.147.117	92.330.558
1 Liabilities to undertakings within the group	096	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	097	0	0
3 Liabilities to companies linked by virtue of participating interests	098	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	099	0	0
5 Liabilities for loans, deposits etc.	100	0	0
6 Liabilities to banks and other financial institutions	101	74.875.663	74.568.209
7 Liabilities for advance payments	102	0	0
8 Liabilities to suppliers	103	0	0
9 Liabilities for securities	104	0	0
10 Other long-term liabilities	105	271.454	17.762.349
11 Deferred tax liability	106	0	0
D) SHORT-TERM LIABILITIES (ADP 108 to 121)	107	121.679.020	201.739.370
1 Liabilities to undertakings within the group	108	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	109	0	0
3 Liabilities to companies linked by virtue of participating interests	110	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	111	0	0
5 Liabilities for loans, deposits etc.	112	548.861	6.353.208
6 Liabilities to banks and other financial institutions	113	41.368.703	52.726.525
7 Liabilities for advance payments	114	3.533.122	25.087.781
8 Liabilities to suppliers	115	20.536.272	53.569.328
9 Liabilities for securities	116	0	0
10 Liabilities to employees	117	26.685.199	14.343.793
11 Taxes, contributions and similar liabilities	118	6.194.242	14.265.323
12 Liabilities arising from the share in the result	119	0	0
13 Liabilities arising from fixed assets held for sale	120	0	0
14 Other short-term liabilities	121	22.812.621	35.393.412
E) ACCRUALS AND DEFERRED INCOME	122	1.365.592	1.556.516
F) TOTAL – LIABILITIES (ADP 067+088+095+107+122)	123	969.020.522	1.004.419.225
G) OFF-BALANCE SHEET ITEMS	124	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2019. to 30.06.2019.

in HRK

Submitter: JADRAN d.d. - consolidated					
Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
I OPERATING INCOME (ADP 126 to 130)	125	26.346.588	23.280.729	33.395.670	30.938.245
1 Income from sales with undertakings within the group	126	0	0	0	0
2 Income from sales (outside group)	127	24.753.869	22.492.708	29.216.928	27.965.362
3 Income from the use of own products, goods and services	128	0	0	0	0
4 Other operating income with undertakings within the group	129	0	0	0	0
5 Other operating income (outside the group)	130	1.592.719	788.021	4.178.742	2.972.883
II OPERATING EXPENSES (ADP 132+133+137+141+142+143+146+153)	131	36.141.141	23.990.680	47.201.986	30.385.035
1 Changes in inventories of work in progress and finished goods	132	0	0	0	0
2 Material costs (ADP 134 to 136)	133	13.860.261	10.222.800	18.869.683	13.302.001
a) Costs of raw materials and consumables	134	7.368.012	5.842.582	7.367.415	6.215.757
b) Costs of goods sold	135	33.747	32.376	1.916.292	1.831.489
c) Other external costs	136	6.458.502	4.347.842	9.585.976	5.254.755
3 Staff costs (ADP 138 to 140)	137	13.901.250	9.214.212	17.741.858	11.071.217
a) Net salaries and wages	138	8.754.434	5.868.102	11.363.939	7.168.778
b) Tax and contributions from salary costs	139	3.258.376	2.081.669	4.122.835	2.490.854
c) Contributions on salaries	140	1.888.440	1.264.441	2.255.084	1.411.585
4 Depreciation	141	5.315.105	2.659.204	7.123.444	3.906.437
5 Other costs	142	2.842.943	1.672.882	3.262.841	1.989.108
6 Value adjustments (ADP 144+145)	143	0	0	0	0
a) fixed assets other than financial assets	144	0	0	0	0
b) current assets other than financial assets	145	0	0	0	0
7 Provisions (ADP 147 to 152)	146	0	0	0	0
a) Provisions for pensions, termination benefits and similar obligations	147	0	0	0	0
b) Provisions for tax liabilities	148	0	0	0	0
c) Provisions for ongoing legal cases	149	0	0	0	0
d) Provisions for renewal of natural resources	150	0	0	0	0
e) Provisions for warranty obligations	151	0	0	0	0
f) Other provisions	152	0	0	0	0
8 Other operating expenses	153	221.582	221.582	204.160	116.272
III FINANCIAL INCOME (ADP 155 to 164)	154	1.504.271	1.498.466	528.347	489.513
1 Income from investments in holdings (shares) of undertakings within the group	155	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	156	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	157	0	0	0	0
4 Other interest income from operations with undertakings within the group	158	0	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	159	0	0	0	0

6 Income from other long-term financial investments and loans	160	0	0	0	0
7 Other interest income	161	622	6	198.866	182.252
8 Exchange rate differences and other financial income	162	1.503.649	1.498.460	329.481	307.261
9 Unrealised gains (income) from financial assets	163	0	0	0	0
10 Other financial income	164	0	0	0	0
IV FINANCIAL EXPENSES (ADP 166 to 172)	165	1.416.635	757.700	1.506.594	953.927
1 Interest expenses and similar expenses with undertakings within the group	166	0	0	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	167	0	0	0	0
3 Interest expenses and similar expenses	168	1.342.805	723.750	1.347.292	802.850
4 Exchange rate differences and other expenses	169	73.830	33.950	159.302	151.077
5 Unrealised losses (expenses) from financial assets	170	0	0	0	0
6 Value adjustments of financial assets (net)	171	0	0	0	0
7 Other financial expenses	172	0	0	0	0
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	173	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	174	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTEREST	175	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	176	0	0	0	0
IX TOTAL INCOME (ADP 125+154+173 + 174)	177	27.850.859	24.779.195	33.924.017	31.427.758
X TOTAL EXPENDITURE (ADP 131+165+175 + 176)	178	37.557.776	24.748.380	48.708.580	31.338.962
XI PRE-TAX PROFIT OR LOSS (ADP 177-178)	179	-9.706.917	30.815	-	88.796
1 Pre-tax profit (ADP 177-178)	180	0	30.815	0	88.796
2 Pre-tax loss (ADP 178-177)	181	-9.706.917	0	-	0
XII INCOME TAX	182	0	0	0	0
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 179-182)	183	-9.706.917	30.815	-	88.796
1 Profit for the period (ADP 179-182)	184	0	30.815	0	88.796
2 Loss for the period (ADP 182-179)	185	-9.706.917	0	-	0
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 187-188)	186	0	0	0	0
1 Pre-tax profit from discontinued operations	187	0	0	0	0
2 Pre-tax loss on discontinued operations	188	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	189	0	0	0	0
1 Discontinued operations profit for the period (ADP 186-189)	190	0	0	0	0
2 Discontinued operations loss for the period (ADP 189-186)	191	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 179+186)	192	0	0	0	0
1 Pre-tax profit (ADP 192)	193	0	0	0	0
2 Pre-tax loss (ADP 192)	194	0	0	0	0
XVII INCOME TAX (ADP 182+189)	195	0	0	0	0

XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 192-195)	196	0	0	0	0
1 Profit for the period (ADP 192-195)	197	0	0	0	0
2 Loss for the period (ADP 195-192)	198	0	0	0	0
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 200+201)	199	0	0	0	0
1 Attributable to owners of the parent	200	0	0	0	0
2 Attributable to minority (non-controlling) interest	201	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	202	-9.706.917	30.815	14.784.563	88.796
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 204 to 211)	203	0	0	0	0
1 Exchange rate differences from translation of foreign operations	204	0	0	0	0
2 Changes in revaluation reserves of fixed tangible and intangible assets	205	0	0	0	0
3 Profit or loss arising from subsequent measurement of financial assets available for sale	206	0	0	0	0
4 Profit or loss arising from effective cash flow hedging	207	0	0	0	0
5 Profit or loss arising from effective hedge of a net investment in a foreign operation	208	0	0	0	0
6 Share in other comprehensive income/loss of companies linked by virtue of participating interests	209	0	0	0	0
7 Actuarial gains/losses on the defined benefit obligation	210	0	0	0	0
8 Other changes in equity unrelated to owners	211	0	0	0	0
III TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	212	0	0	0	0
IV NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 203-212)	213	0	0	0	0
V COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 202+213)	214	-9.706.917	30.815	14.784.563	88.796
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 216+217)	215	0	0	0	0
1 Attributable to owners of the parent	216	0	0	0	0
2 Attributable to minority (non-controlling) interest	217	0	0	0	0

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2019. to 30.06.2019.

in HRK

Submitter: JADRAN d.d. - consolidated			
Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	-9.706.917	-14.784.563
2 Adjustments (ADP 003 to 010):	002	5.315.105	7.123.444
a) Depreciation	003	5.315.105	7.123.444
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	0	0
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	0	0
d) Interest and dividend income	006	0	0
e) Interest expenses	007	0	0
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	0	0
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	0	0
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	-4.391.812	-7.661.119
3 Changes in the working capital (ADP 013 to 016)	012	12.344.843	20.848.584
a) Increase or decrease in short-term liabilities	013	19.156.057	62.867.504
b) Increase or decrease in short-term receivables	014	-5.548.322	-41.274.414
c) Increase or decrease in inventories	015	-697.794	-1.329.510
d) Other increase or decrease in working capital	016	-565.098	585.004
II Cash from operations (ADP 011+012)	017	7.953.031	13.187.465
4 Interest paid	018	0	0
5 Income tax paid	019	0	0
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	7.953.031	13.187.465
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	0	0
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	622	0
4 Dividends received	024	0	0
5 Cash receipts from repayment of loans and deposits	025	0	0
6 Other cash receipts from investment activities	026	66.100	0
III Total cash receipts from investment activities (ADP 021 to 026)	027	66.722	0
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-2.472.477	-95.200.379
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	0
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	0
IV Total cash payments from investment activities (ADP 028 to 032)	033	-2.472.477	-95.200.379

B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	-2.405.755	-95.200.379
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	2.648.708	17.162.169
4 Other cash receipts from financing activities	038	0	17.183.441
V Total cash receipts from financing activities (ADP 035 to 038)	039	2.648.708	34.345.610
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-1.313.816	0
2 Cash payments for dividends	041	0	0
3 Cash payments for finance lease	042	0	0
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	0	-45.760.368
5 Other cash payments from financing activities	044	0	0
VI Total cash payments from financing activities (ADP 040 to 044)	045	-1.313.816	-45.760.368
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	1.334.892	-11.414.758
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	0	0
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	6.882.168	-93.427.672
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	2.652.470	133.743.250
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	9.534.638	40.315.578

STATEMENT OF CHANGES IN EQUITY																		
for the period from 1.1.2019 to 30.6.2019																		
Item	ADP code	Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible item)	Statutory reserves	Attributable to owners of the parent							in HRK			
								Other reserves	Revaluation reserves	Fair value of financial assets available for sale	Cash flow hedge effective portion	Hedge of a net investment in a foreign operation effective portion	Retained profit / loss brought forward	Profit/loss for the business year	Total attributable to owners of the parent	Minority (non-controlling) interest	Total capital and reserves	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16 (3 to 5-7 + 8 to 15)	17	18 (16+17)	
Previous period																		
1 Balance on the first day of the previous business year	01	491.316.690	25.401.322	0	0	0	0	0	0	0	0	0	0	3.718.511	0	520.436.523	0	520.436.523
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	03	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	491.316.690	25.401.322	0	0	0	0	0	0	0	0	0	0	3.718.511	0	520.436.523	0	520.436.523
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	0	0	0	0	0	0	49.909.217	49.909.217	0	49.909.217	
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Profit or loss arising from subsequent measurement of financial assets available for sale	08	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	13	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	14	200.000.640	0	0	0	0	0	0	0	0	0	0	0	0	0	200.000.640	0	200.000.640
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	15	-208.809.600	208.809.600	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	18	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payment of share in profit/dividend	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Other distribution to owners	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Transfer to reserves according to the annual schedule	21	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	22	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23 Balance on the last day of the previous business year reporting period (04 to 22)	23	482.507.730	234.210.322	0	0	0	0	0	0	0	0	0	0	3.718.511	49.909.217	770.346.380	0	770.346.380
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																		
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)	24	200.000.640	0	0	0	0	0	0	0	0	0	0	0	0	0	200.000.640	0	200.000.640
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+24)	25	200.000.640	0	0	0	0	0	0	0	0	0	0	0	49.909.217	249.909.857	0	249.909.857	
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 22)	26	-208.809.600	208.809.600	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Current period																		
1 Balance on the first day of the current business year	27	482.507.730	287.947.290	0	0	0	0	0	132.019.772	0	0	0	0	-179.379.862	0	723.094.930	0	723.094.930
2 Changes in accounting policies	28	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the current business year (restated) (ADP 27 to 29)	30	482.507.730	287.947.290	0	0	0	0	0	132.019.772	0	0	0	0	-179.379.862	0	723.094.930	0	723.094.930
5 Profit/loss of the period	31	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Exchange rate differences from translation of foreign operations	32	0	0	0	0	0	0	0	0	0	0	0	0	-14.784.563	-14.784.563	0	-14.784.563	
7 Changes in revaluation reserves of fixed tangible and intangible assets	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Profit or loss arising from subsequent measurement of financial assets available for sale	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Increase/decrease in initial (subscribed) capital (other than from reinvesting profit and other than arising from the pre-bankruptcy settlement procedure)	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Increase in initial (subscribed) capital arising from the reinvestment of profit	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Increase in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
19 Payment of share in profit/dividend	45	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Other distribution to owners	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21 Transfer to reserves according to the annual schedule	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
22 Increase in reserves arising from the pre-bankruptcy settlement procedure	48	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
23 Balance on the last day of the current business year reporting period (ADP 30 to 48)	49	482.507.730	287.947.290	0	0	0	0	0	132.019.772	0	0	0	0	-179.379.862	-14.784.563	708.310.367	0	708.310.367
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																		
I OTHER COMPREHENSIVE INCOME OF THE CURRENT PERIOD, NET OF TAX (ADP 32 to 40)	50	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 31+50)	51	0	0	0	0	0	0	0	0	0	0	0	0	-14.784.563	-14.784.563	0	-14.784.563	
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 41 to 48)	52	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0

Notes to Financial Statements

The data about the business operations for the period January – June, 2019 are provided in the interim report which constitutes an integral part of the report for the 2nd quarter of 2019.

The data for the same period of 2018 are not consolidated since, in that period, JADRAN d.d. had not yet acquired CLUB ADRIATIC d.o.o.

Pursuant to Articles 407 and 410 of the Capital Market Act (Official Gazette 88/08, 146/08), the Management Board of the company JADRAN d.d., according to our best knowledge, gives the following

STATEMENT BY PERSONS RESPONSIBLE FOR THE PREPARATION OF THE REPORT

Unaudited financial reports of JADRAN d.d. are prepared in accordance with International Financial Reporting Standards and the Accounting Act valid at the date of the financial reports.

Unaudited financial reports of JADRAN d.d. for the period from January 1st 2019 to June 30th 2019 provide a true and fair view of the assets and liabilities, losses and gains, financial position and operations of the Company.

Reports on business operations and true and faithful presentation of the Company's business development and results, along with a description of the most significant risks and uncertainties to which the Company is exposed.

In Crikvenica, July 26th 2019



Chairman of the Management Board

Goran Fabris



Member of the Management Board

Karlo Čulo

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