

## HPB p.l.c. H1 2023



**Unaudited Financial Statements for the period  
from January 1 to June 30, 2023**

Type and name of prescribed information:	Financial statements for the period 1.1.2023 - 30.6.2023, HPB p.l.c. H1 2023 Unaudited Financial statements for period from January 1 to June 30, 2023
Company, headquarter and address:	Hrvatska poštanska banka public listed company, Jurišićeva ulica 4, HR-10000 Zagreb
Issuer's Legal Entity Identifier (LEI)	529900D5G4V6THXC5P79
Home Member State:	Republic of Croatia
International Securities Identification Number (ISIN)	HRHPB0RA0002
Stock exchange identifier (ticker):	HPB-R-A
Regulated market and segment:	Zagreb Stock Exchange, Official market

In accordance with the Capital Markets Act, Hrvatska poštanska Banka p.l.c. publishes unaudited financial statements for the period from January 1 to June 30, 2023.

The report includes:

- Management report of Hrvatska poštanska Banka p.l.c.
- Statement by persons responsible for compiling the report
- Unaudited set of unconsolidated financial statements (balance sheet, profit or loss statement, statement of changes in equity, cash flow statement) and
- Notes to the financial statements

Financial statements and notes have been compiled in accordance with instructions defined in Rulebook on the content and structure of the issuer's reports for periods during the year (NN 114/2018, 27/2021, 26/2022, 32/2023).

*Original and official report is published in Croatian.*

*From January 1, 2023 the euro was introduced as the official currency in the Republic of Croatia, and for the purposes of this presentation, the previous periods are prepared using a fixed HRK/EUR conversion rate where EUR 1 = HRK 7.53450.*

## FINANCIAL RESULTS

**The legal merger process of NHB** was completed as of July 3, 2023, whereby NHB and HPB continue to operate as **one, stronger bank - HPB**. The integration of NHB has strengthened the client base and portfolio, which brings HPB closer to the goal of entering the TOP 5 banks in Croatia. In addition to the completion of the legal merger, the resources of both banks became one team, this event releases part of the resources, which HPB continues with development activities aimed at continuing to strengthen the already strong and modern bank that follows trends and new technologies and provides its clients with a fast, simple, and secure user experience through all channels for access to the Bank.

HPB continues with organic growth in the first half of 2023 **with an increase in assets by EUR 270.18 mn** in 2023. At the same time, the quality of the credit portfolio improved, leading to the **historically lowest NPL ratio** of 5.34%. Coverage ratio stands at 75.05%, and is significantly above the market level.

**The realized net profit** in the amount of **EUR 42.37 mn** not only represents a new record for the half-year period, but also **represents the best result recorded on an annual basis since the establishment of the Bank**, due to the **quadrupling of operating profit**, which amounts to almost EUR 39.74 mn.

**The main driver of operating profit growth relates to net interest income, which increased by an impressive 63.69 %**, mostly due to movements in interest rates on the financial market (ECB). This completely exceeded the slight increase on the side of operating expenses, leading to a significant improvement of the cost-to-income indicator, which for the first time in recent history is below 50 % (=47.91%, -30.67 p.p. compared to H1 2022).

**The Bank has no exposure to entities in Belarus**, and **minimal exposure to entities in Russia and Ukraine**. The Bank implements all measures and continues to monitor changes in EU restrictive measures (sanctions), especially in financial services.

## Key financials – Income statement

		H1 2022	H1 2023	Δ y-o-y	
Net interest income	EUR mn	33.81	<b>55.34</b>	21.53	▲
Net fee income	EUR mn	12.64	<b>13.00</b>	0.36	▲
Net trading (loss)/gain	EUR mn	(3.68)	<b>2.18</b>	5.86	▲
Net other income	EUR mn	0.87	<b>5.77</b>	4.91	▲
Operating income	EUR mn	43.63	<b>76.29</b>	32.66	▲
Operating expense	EUR mn	(34.29)	<b>(36.55)</b>	2.27	▲
Operating profit	EUR mn	9.34	<b>39.74</b>	30.39	▲
Provisioning	EUR mn	(1.66)	<b>7.03</b>	8.69	▲
Net profit	EUR mn	7.68	<b>42.37</b>	34.70	▲
Cost-to-income ratio	%	78.58	<b>47.91</b>	(30.67)	▼

The Bank's record half-yearly net profit is the result of strong growth in all components of business income, especially in the part of net interest income, with simultaneous active management of expenses.

The growth of total interest income in the first half of 2023 (+ 71.08%) is primarily the result of interest income realized from funds kept on account with the European Central Bank, as well as due to the continuous acquisition activities of the Bank. The aforementioned growth in income, in combination with a slightly milder increase in interest costs (+ EUR 3.65 mn) due to the still expressed preference of clients towards the availability of funds, i.e. only slight indications of the overflow of funds from transaction accounts to term deposits, resulted in an increase in net interest income by EUR 21.53 mn, which is the key driver of the achieved semi-annual profit.

Cash payment transactions and card operations have the highest contribution to net fees and commission income (+ 2.87%).

Net profit from trading in the amount of EUR 2.18 mn consists of EUR 1.32 mn realized through valuation of debt securities portfolio in the bank's portfolio with market prices, while in the segment of FX trading, the Bank recorded a gain in the amount of EUR 855.36 ths in H1 2023.

The slight increase in operating costs is mainly the result of an increase in the price level of external services used by HPB, as well as an increase in expenses for employees due to inflation, i.e. the still ubiquitous trend of general cost growth.

In H1 2023, income from reversal of provision was realized on the performing loans as a result of decrease of exposure and improving the credit quality of the performing loans. The movement of provisions for NPLs continues the positive trends from 2022 and in the first half of 2023 is on the level of total net income from provisions exclusively due to the significant effects of collections and the recovery of part of the portfolio, due to which it occurs an income from reversal of provision of value corrections, which neutralized the increase in provisions on the existing portfolio and the new entry of NPLs. The realized income from provisions did not have a negative impact on the coverage, which is still significantly above the market average (31 March 2023, the market coverage of NPLs is 67.76%).

In the segment of other provisions, income from reversal of provisions for legal cases was recorded in the amount of EUR 330.42 ths, and mostly refers the legal cases adjudicated in the bank's favor.

**Key financials – Balance sheet**

		31. 12. 2022	31. 6. 2023	Δ ytd
Assets	EUR mn	4,563.21	<b>4,833.39</b>	270.18 ▲
Gross loans	EUR mn	2,298.28	<b>2,269.68</b>	(28.60) ▼
Deposits	EUR mn	3,925.26	<b>4,046.05</b>	120.79 ▲
Equity	EUR mn	347.00	<b>389.62</b>	42.62 ▲
Regulatory capital	EUR mn	344.64	<b>340.01</b>	(4.63) ▼
Loan/deposit ratio	%	53.60	<b>56.56</b>	2.96 ▲
ROAE	%	5.27	<b>22.98</b>	17.71 ▲
ROAA	%	0.43	<b>3.30</b>	2.87 ▲
NPL ratio	%	5.90	<b>5.34</b>	(0.56) ▼
NPL ratio excluding government guarantees	%	5.72	<b>5.12</b>	(0.60) ▼
NPL coverage	%	78.18	<b>75.05</b>	(3.13) ▼
NPL coverage excluding government guarantees	%	80.69	<b>78.31</b>	(2.38) ▼
Loss allowance for loans	EUR mn	(208.98)	<b>(191.51)</b>	(17.00) ▼

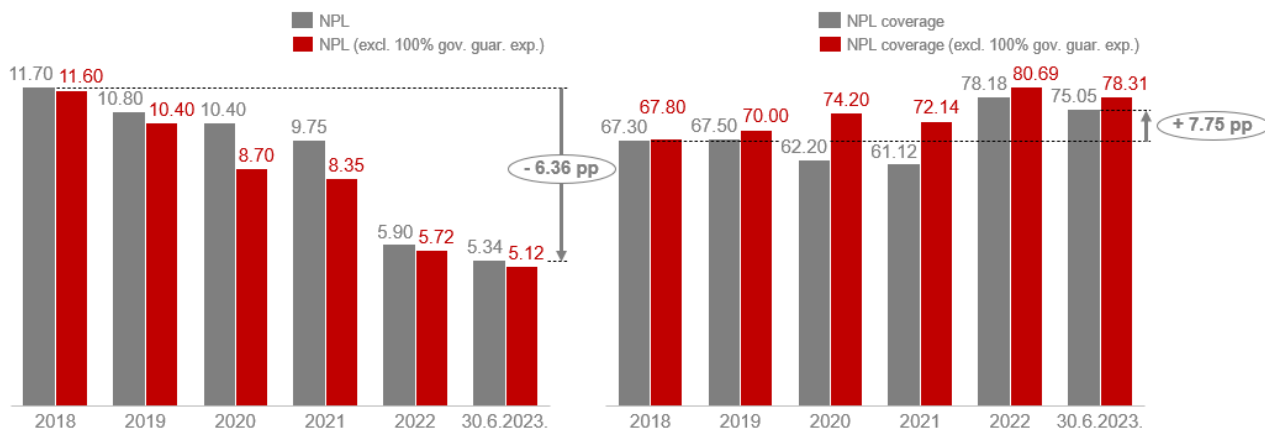
The Bank's assets amount to EUR 4.83 bn, which represents an increase of 5.92% compared to December 31, 2022, especially in the segment of liquid assets (+ EUR 247.58 mn) and securities (+ EUR 29.04 mn).

The gross loan portfolio of the retail segment recorded a growth of about EUR 4.64 mn, with the largest contribution to the growth coming from the portfolio of housing loans (growth of housing loans in the mentioned period by approximately EUR 16.13 mn). On the other hand, cash loans, did not increase in the reporting period, with a slight drop of almost EUR 10 mn, which actually represents a trend that applies not only to the Bank but also to the market in general, and which is reflected in the caution of citizens in borrowing due to the rise in interest rates and the general rise in prices.

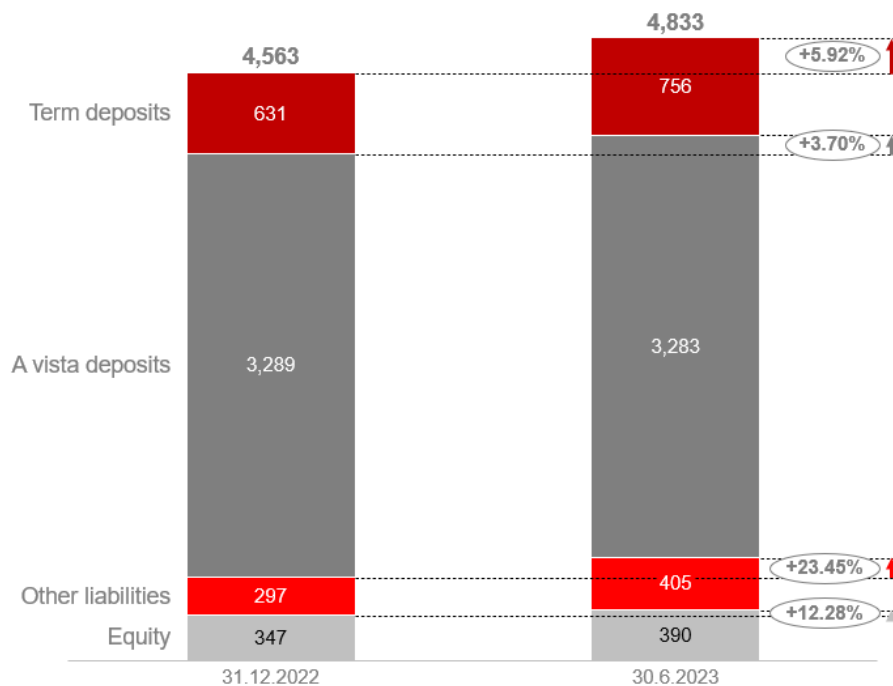
In the first half of 2023, there is a visible increase in corporate segment loans compared to the end of 2022, primarily in financing of large companies and local and regional government (+ EUR 21.24 mn), while a slight decrease was recorded for the central government segment (- EUR 32.28 mn), given that this segment is characterized by continuous repayments of long-term placements and borrowing in the form of other instruments (bonds and similar).. The increase in loans in the segment of large companies is the result of intensive acquisition activities throughout 2022, which continue in 2023, with a focus on creditworthy clients and financing of working capital. Local and regional government segment and companies owned by local self-government units, also recorded a slight increase in the movement of loans.

In the movement of the gross loan portfolio in the SME segment, a part of clients, in accordance with their growth and change in categorization, internally migrated to large corporate and public sector segment. Excluding the aforementioned transition effect, the SME segment recorded an increase of 3.50 % as a result of monitoring of the financing to clients from the existing portfolio and activities in the part of acquiring quality clients and financing them through high-quality transaction risk assessment and insurance, paying attention to the quality of the portfolio and the risk weighted average (RWA).

In 2023, the now perennial trend of reducing the level of NPL exposure and the NPL ratio continued, which, through efficient collection, recovery of part of the portfolio, write-off of uncollectible exposures with exhausted collection possibilities and growth in assets, represents the lowest level of the ratio ever. The coverage of NPL exposures continues to be at levels above the sector average.



On the liabilities and equity side, deposits continue to represent the primary and dominant source of HPB financing, with a share of 91.82% and a growth of 3.08% compared to December 31, 2022. In 2023, despite the challenging environment of rising interest rates, the continuation of the growth trend of sources of funds is visible, which consequently results in the improvement of the LCR indicator, which as of June 30, 2023 is 194.34%.



The retail segment, after the decline in the first quarter, which was mainly due to investments in government bonds, has returned to a long-term growth trend, with signs of a change in depositors' preferences, i.e. an overflow of a vista deposits into term deposits. Accordingly, demand deposits recorded a slight decrease of EUR 18.77 mn, while term deposits grew by EUR 21.28 mn. Total deposits of this segment therefore grew in the amount of EUR 2.52 mn, with an upward correction of interest rates on term deposits, which is the general trend in the market, which also ensures the stability of the balance sheet.

In the segment of large companies and the public sector, there is an evident growth of total deposits in June 30, 2023 compared to December 31, 2022, in the amount EUR 68.40 mn, especially in the part of term deposits, which is in accordance with a greater number of clients in the first half of 2023 compared to last year.

Decline in deposit level in the segment of small and medium enterprises (SME) in the amount of EUR 22.86 mn is the result of the operational use of liquidity by clients in conditions of inflation, i.e. the consumption of their own funds for expenditures and investments in fixed capital.

Other obligations refer to the stable structure of received loans from foreign financial institutions, HBOR, CNB - repo placements and MREL instruments that started contracting in the previous year.

The Bank's capital adequacy is 22.76%. The same indicator on a pro forma basis, including H1 2023 profit, amounts to 25.70%. The Bank's MREL as of June 30, 2022 is 37.31% and is above the level of the regulatory MREL requirement (27.08%).

Management report of Hrvatska poštanska Banka p.l.c. for the period from January 1 to June 30, 2023 is contained in the previous section of this material.

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**Marko Badurina**

President of the Management Board

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**Anto Mihaljević**

Member of the Management Board

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**Ivan Soldo**

Member of the Management Board



In accordance with the Capital Market Act, the Management Board of HPB plc., states that according to their best knowledge the set of unaudited financial statements for the period from January 1 to June 30, 2023, compiled in accordance with the accounting regulation applicable to credit institutions in Croatia, presents complete and accurate view of assets and liabilities, losses and gains, financial position and results of HPB p.l.c.

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Marko Badurina

Chief Executive Officer

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Anto Mihaljević

Member of the Management Board

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Ivan Soldo

Member of the Management Board

## Annex 1

### ISSUER'S GENERAL DATA

Reporting period: 1.1.2023. do 30.6.2023.

Year: 2023

Quarter: 2

### Quarterly financial statements

Registration number (MB): 03777928 Issuer's home Member State code: HRVATSKA

Entity's registration number (MBS): 080010698

Personal identification number (OIB): 87939104217 LEI: 529900D5G4V6THXC5P79

Institution code: 319

Name of the issuer: HRVATSKA POŠTANSKA BANKA, p.l.c.

Postcode and town: 10000 ZAGREB

Street and house number: JURIŠIĆEVA ULICA 4

E-mail address: hpb@hpb.hr

Web address: www.hpb.hr

Number of employees (end of the reporting): 1340

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: No (Yes/No)

(name of the bookkeeping firm)

Contact person: Filip Siladi  
(only name and surname of the contact person)

Telephone: 014804670

E-mail address: [filip.siladi@hpb.hr](mailto:filip.siladi@hpb.hr)

Audit firm:  
(name of the audit firm)

Certified auditor:  
(name and surname)

**BALANCE SHEET**  
as at June 30, 2023

Submitter: Hrvatska poštanska banka p.l.c.

in EUR

Item	AOP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
<b>Assets</b>			
Cash, cash balances at central banks and other demand deposits (from 2 to 4)	001	1,316,506,298	1,629,835,822
Cash in hand	002	126,110,085	167,373,957
Cash balances at central banks	003	1,179,043,853	1,446,556,428
Other demand deposits	004	11,352,360	15,905,437
Financial assets held for trading (from 6 to 9)	005	54,714,278	56,498,645
Derivatives	006	48,141	9,748
Equity instruments	007	12,505,659	13,758,635
Debt securities	008	42,160,478	42,730,262
Loans and advances	009	-	-
Non-trading financial assets mandatorily at fair value through profit or loss (from 11 to 13)	010	908,193	547,568
Equity instruments	011	-	-
Debt securities	012	-	-
Loans and advances	013	908,193	547,568
Financial assets at fair value through profit or loss (15 + 16)	014	-	-
Debt securities	015	-	-
Loans and advances	016	-	-
Financial assets at fair value through other comprehensive income (from 18 to 20)	017	3,788,891	4,120,741
Equity instruments	018	3,788,891	4,120,741
Debt securities	019	-	-
Loans and advances	020	-	-
Financial assets at amortised cost (22 + 23)	021	3,104,467,730	3,055,520,444
Debt securities	022	722,976,345	749,897,743
Loans and advances	023	2,381,491,385	2,305,622,701
Derivatives - hedge accounting	024	-	-
Fair value changes of the hedged items in portfolio hedge of interest rate risk	025	-	-
Investments in subsidiaries, joint ventures and associates	026	13,418,985	10,718,806
Tangible assets	027	42,278,803	51,226,534
Intangible assets	028	13,269,613	11,679,977
Tax assets	029	3,006,236	4,960,575
Other assets	030	10,851,336	8,514,691
Fixed assets and disposal groups classified as held for sale	031	-	-
<b>Total assets (1 + 5 + 10 + 14 + 17 + 21 + from 24 to 31)</b>	<b>032</b>	<b>4,563,210,363</b>	<b>4,833,623,803</b>
<b>Liabilities</b>			
Financial liabilities held for trading (from 34 to 38)	033	70,801	335,827
Derivatives	034	70,801	335,827
Short positions	035	-	-
Deposits	036	-	-
Debt securities issued	037	-	-
Other financial liabilities	038	-	-
Financial liabilities at fair value through profit or loss (from 40 to 42)	039	-	-
Deposits	040	-	-
Debt securities issued	041	-	-
Other financial liabilities	042	-	-
Financial liabilities measured at amortised cost (from 44 to 46)	043	4,163,491,754	4,391,330,068
Deposits	044	4,152,678,064	4,380,468,841
Debt securities issued	045	-	-
Other financial liabilities	046	10,813,690	10,861,227
Derivatives - hedge accounting	047	-	-
Fair value changes of the hedged items in portfolio hedge of interest rate risk	048	-	-
Provisions	049	19,199,035	16,203,361
Tax liabilities	050	1,469,513	4,548,957
Share capital repayable on demand	051	-	-
Other liabilities	052	31,984,098	31,588,283
Liabilities included in disposal groups classified as held for sale	053	-	-
<b>Total liabilities (33 + 39 + 43 + from 47 to 53)</b>	<b>054</b>	<b>4,216,215,201</b>	<b>4,444,006,496</b>
<b>Equity</b>			
Capital	055	161,228,350	161,228,350
Share premium	056	-	-
Equity instruments issued other than capital	057	-	-
Other equity	058	-	-
Accumulated other comprehensive income	059	8,020,695	8,394,125
Retained profit	060	72,286,496	89,761,887
Revaluation reserves	061	-	-
Other reserves	062	87,859,802	87,859,803
( - ) Treasury shares	063	0	-
Profit or loss attributable to owners of the parent	064	17,599,819	42,373,142
(-) Interim dividends	065	-	-
Minority interests [non-controlling interests]	066	-	-
<b>Total equity (from 55 to 66)</b>	<b>067</b>	<b>346,995,162</b>	<b>389,617,307</b>
<b>Total equity and liabilities (54 + 67)</b>	<b>068</b>	<b>4,563,210,363</b>	<b>4,833,623,803</b>

**STATEMENT OF PROFIT AND LOSS**  
for the period January 01, 2023 to June 30, 2023

Submitter: Hrvatska poštanska banka p.l.c.

in EUR

Item	AOP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>
Interest income	001	35,432,377	17,946,133	60,617,029	33,056,039
(Interest expenses)	002	1,889,960	976,637	5,502,750	3,228,303
(Expenses on share capital repayable on demand)	003	-	-	-	-
Dividend income	004	222,494	218,717	973,377	893,554
Fees and commissions income	005	31,359,230	17,317,606	32,109,824	16,653,019
(Fees and commissions expenses)	006	18,718,916	10,435,669	19,107,228	9,519,342
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	007	303,411	-	-	-
Gains or (-) losses on financial assets and liabilities held for trading, net	008	(3,962,602)	(1,983,130)	2,176,440	1,269,262
Gains or losses on non-trading financial assets mandatorily at fair value through profit or loss, net	009	16,467	7,624	454,131	491,117
Gains or (-) losses on derecognition of financial assets and liabilities at fair value through profit or loss, net	010	-	-	-	-
Gains or (-) losses from hedge accounting, net	011	-	-	-	-
Exchange rate differences [gain or (-) loss], net	012	(564,533)	(125,202)	(3,203)	5,778
Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net	013	-	-	-	-
Gains or (-) losses on derecognition of non-financial assets, net	014	-	-	-	-
Other operating income	015	2,288,229	1,856,698	6,364,967	6,067,513
(Other operating expenses)	016	1,102,528	716,629	3,279,062	2,387,676
<b>Total operating income, net (1 – 2 – 3 + 4 + 5 – 6 + from 7 to 15 – 16)</b>	<b>017</b>	<b>43,383,669</b>	<b>23,109,511</b>	<b>74,803,525</b>	<b>43,300,961</b>
(Administrative expenses)	018	27,783,665	14,322,027	31,606,572	16,277,279
(Cash contributions to resolution boards and deposit guarantee schemes)	019	1,541,183	1,079,429	50,000	(313,060)
(Depreciation)	020	4,698,418	2,346,527	4,673,084	2,330,829
Modification gains or (-) losses, net	021	(486,621)	(116,225)	(193,042)	(41,112)
(Provisions or (-) reversal of provisions)	022	2,475,897	1,847,988	(2,800,400)	389,512
(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss)	023	(1,282,012)	(247,148)	(5,680,963)	(4,071,809)
(Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates)	024	-	-	-	-
(Impairment or (-) reversal of impairment on non-financial assets)	025	-	-	-	-
Negative goodwill recognised in profit or loss	026	-	-	-	-
Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method	027	-	-	-	-
Profit or (-) loss from fixed assets and disposal groups classified as held for sale not qualifying as discontinued operations	028	-	-	-	-
<b>Profit or (-) loss before tax from continuing operations (17 – 18 to 20 + 21 – from 22 to 25 + from 26 to 28)</b>	<b>029</b>	<b>7,679,897</b>	<b>3,644,463</b>	<b>46,762,190</b>	<b>28,647,098</b>
(Tax expense or (-) income related to profit or loss from continuing operations)	030	4,018	(90,183)	4,389,048	4,257,874
<b>Profit or (-) loss after tax from continuing operations (29 – 30)</b>	<b>031</b>	<b>7,675,879</b>	<b>3,734,646</b>	<b>42,373,142</b>	<b>24,389,224</b>
Profit or (-) loss after tax from discontinued operations (33 – 34)	032	-	-	-	-
Profit or (-) loss before tax from discontinued operations	033	-	-	-	-
(Tax expense or (-) income related to discontinued operations)	034	-	-	-	-
<b>Profit or (-) loss for the year (31 + 32; 36 + 37)</b>	<b>035</b>	<b>7,675,879</b>	<b>3,734,646</b>	<b>42,373,142</b>	<b>24,389,224</b>
Attributable to minority interest (non-controlling interests)	036	-	-	-	-
Attributable to owners of the parent	037	7,675,879	3,734,646	42,373,142	24,389,224
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME</b>					
Income or (-) loss for the current year	038	7,675,879	3,734,646	42,373,142	24,389,224
Other comprehensive income (40 + 52)	039	(46,206,518)	(16,439,474)	373,429	373,429
Items that will not be reclassified to profit or loss (from 41 to 47 + 50 + 51)	040	-	-	373,429	373,429
Tangible assets	041	-	-	-	-
Intangible assets	042	-	-	-	-
Actuarial gains or (-) losses on defined benefit pension plans	043	-	-	-	-
Fixed assets and disposal groups classified as held for sale	044	-	-	-	-
Share of other recognised income and expense of entities accounted for using the equity method	045	-	-	-	-
Fair value changes of equity instruments measured at fair value through other comprehensive income	046	-	-	456,662	456,662
Gains or (-) losses from hedge accounting of equity instruments at fair value through other comprehensive income, net	047	-	-	-	-
Fair value changes of equity instruments measured at fair value through other comprehensive income [hedged item]	048	-	-	-	-
Fair value changes of equity instruments measured at fair value through other comprehensive income [hedging instrument]	049	-	-	-	-
Fair value changes of financial liabilities measured at fair value through profit or loss attributable to changes in their credit risk	050	-	-	-	-
Income tax relating to items that will not be reclassified	051	-	-	(83,233)	(83,233)
Items that may be reclassified to profit or loss (from 53 to 60)	052	(46,206,518)	(16,439,474)	-	-
Hedge of net investments in foreign operations [effective portion]	053	-	-	-	-
Foreign currency translation	054	-	-	-	-
Cash flow hedges [effective portion]	055	-	-	-	-
Hedging instruments [not designated elements]	056	-	-	-	-
Debt instruments at fair value through other comprehensive income	057	(56,416,800)	(21,112,210)	-	-
Fixed assets and disposal groups classified as held for sale	058	-	-	-	-
Share of other recognised income and expense of investments in subsidiaries, joint ventures and associates	059	-	-	-	-
Income tax relating to items that may be reclassified to profit or (-) loss	060	10,210,282	4,672,736	-	-
<b>Total comprehensive income for the current year (38 + 39; 62 + 63)</b>	<b>061</b>	<b>(38,530,639)</b>	<b>(12,704,828)</b>	<b>42,746,571</b>	<b>24,762,653</b>
Attributable to minority interest (non-controlling interest)	062	-	-	-	-
Attributable to owners of the parent	063	(38,530,639)	(12,704,828)	42,746,571	24,762,653

**STATEMENT OF CASH FLOW**  
for the period January 01, 2023 to June 30, 2023

Submitter: Hrvatska poštanska banka p.l.c.

in EUR

Item	AOP code	Same period of the previous year	Current period
1	2	3	4
<b>Operating activities - direct method</b>			
Interest received and similar receipts	001	-	-
Fees and commissions received	002	-	-
(Interest paid and similar expenditures)	003	-	-
(Fees and commissions paid)	004	-	-
(Operating expenses paid)	005	-	-
Net gains/losses from financial instruments at fair value through statement of profit or loss	006	-	-
Other receipts	007	-	-
(Other expenditures)	008	-	-
<b>Operating activities - indirect method</b>			
Profit/(loss) before tax	009	7,679,898	46,762,190
Adjustments:		-	-
Impairment and provisions	010	1,680,505	(8,288,321)
Depreciation	011	4,698,418	4,673,084
Net unrealised (gains)/losses on financial assets and liabilities at fair value through statement of profit or loss	012	3,642,724	(2,630,571)
(Profit)/loss from the sale of tangible assets	013	-	-
Other non-cash items	014	(16,572,921)	(55,114,279)
<b>Promjene u imovini i obvezama iz poslovnih aktivnosti</b>			
Deposits with the Croatian National Bank	015	(2,944,387)	-
Deposits with financial institutions and loans to financial institutions	016	-	-
Loans and advances to other clients	017	(370,401,482)	81,356,605
Securities and other financial instruments at fair value through other comprehensive income	018	151,501,263	(3,222,364)
Securities and other financial instruments held for trading	019	22,151,332	1,206,829
Securities and other financial instruments at fair value through statement of profit or loss, not traded	020	-	-
Securities and other financial instruments mandatorily at fair value through statement of profit or loss	021	-	-
Securities and other financial instruments at amortised cost	022	(271,601,740)	(26,921,398)
Other assets from operating activities	023	(721,732)	2,336,644
Deposits from financial institutions	024	38,066,848	119,807,193
Transaction accounts of other clients	025	39,136,706	683,252,405
Savings deposits of other clients	026	321,314,637	(1,002,224,920)
Time deposits of other clients	027	(53,269,477)	150,872,379
Derivative financial liabilities and other liabilities held for trading	028	1,268,292	312,563
Other liabilities from operating activities	029	(1,244,201)	236,731,389
Interest received from operating activities [indirect method]	030	17,486,244	60,617,029
Dividends received from operating activities [indirect method]	031	222,494	973,377
Interest paid from operating activities [indirect method]	032	(913,323)	(5,502,750)
(Income tax paid)	033	(767,445)	-
<b>Net cash flow from operating activities (from 1 to 33)</b>	<b>034</b>	<b>(109,587,347)</b>	<b>284,997,084</b>
<b>Investing activities</b>			
Cash receipts from the sale / payments for the purchase of tangible and intangible assets	035	(5,678,915)	(9,455,427)
Cash receipts from the sale / payments for the purchase of investments in branches, associates and joint ventures	036	(9,423,319)	-
Cash receipts from the sale / payments for the purchase of securities and other financial instruments held to maturity	037	-	-
Dividends received from investing activities	038	-	-
Other receipts/payments from investing activities	039	-	-
<b>Net cash flow from investing activities (from 35 to 39)</b>	<b>040</b>	<b>(15,102,234)</b>	<b>(9,455,427)</b>
<b>Financing activities</b>			
Net increase/(decrease) in loans received from financing activities	041	6,778,374	37,736,969
Net increase/(decrease) in debt securities issued	042	-	-
Net increase/(decrease) in Tier 2 capital instruments	043	-	-
Increase in share capital	044	-	-
(Dividends paid)	045	-	-
Other receipts/(payments) from financing activities	046	90,464	-
<b>Net cash flow from financing activities (from 41 to 46)</b>	<b>047</b>	<b>6,868,838</b>	<b>37,736,969</b>
<b>Net increase/(decrease) of cash and cash equivalents (34 + 40 + 47)</b>	<b>048</b>	<b>(117,820,743)</b>	<b>313,278,626</b>
Cash and cash equivalents at the beginning of period	049	874,237,686	1,325,718,840
Effect of exchange rate fluctuations on cash and cash equivalents	050	(564,533)	(3,203)
<b>Cash and cash equivalents at the end of period (48 + 49 + 50)</b>	<b>051</b>	<b>755,852,410</b>	<b>1,638,994,263</b>

STATEMENT OF CHANGES IN EQUITY  
for the period January 01, 2023 to June 30, 2023

Submitter: Hrvatska poštanska banka p.l.c.

in EUR

Item	AOP code	Attributable to owners of the parent										Non-controlling interest		Total	
		Equity	Share premium	Equity instruments issued other than capital	Other equity	Accumulated other comprehensive income	Retained profit	Revaluation reserves	Other reserves	(-) Treasury shares	Profit or (-) loss attributable to owners of the parent	(-) Interim dividends	Accumulated other comprehensive income		Other items like
	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Opening balance (before restatement)	001	161,228,350	-	-	-	8,020,696	72,286,496	-	87,859,803	-	17,599,819	-	-	-	346,995,163
Effects of error corrections	002	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Effects of changes in accounting policies	003	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Opening balance (current period) (1 + 2 + 3)	004	161,228,350	-	-	-	8,020,696	72,286,496	-	87,859,803	-	17,599,819	-	-	-	346,995,163
Ordinary shares issue	005	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Preference shares issue	006	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Issue of other equity instruments	007	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exercise or expiration of other equity instruments issued	008	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Conversion of receivables to equity instruments	009	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital reduction	010	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	011	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchase of treasury shares	012	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale or cancellation of treasury shares	013	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of financial instruments from equity to liability	014	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of financial instruments from liability to equity	015	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers among components of equity	016	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Equity increase or (-) decrease resulting from business combinations	017	-	-	-	-	-	-	17,599,819	-	-	(17,599,819)	-	-	-	-
Share based payments	018	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other increase or (-) decrease in equity	019	-	-	-	-	-	-	(124,428)	-	-	-	-	-	-	(124,428)
Total comprehensive income for the current year	020	-	-	-	-	373,430	-	-	-	-	42,373,142	-	-	-	42,746,572
Closing balance (current period) (from 4 to 20)	021	161,228,350	-	-	-	8,394,126	89,761,867	-	87,859,803	-	42,373,142	-	-	-	389,617,397

