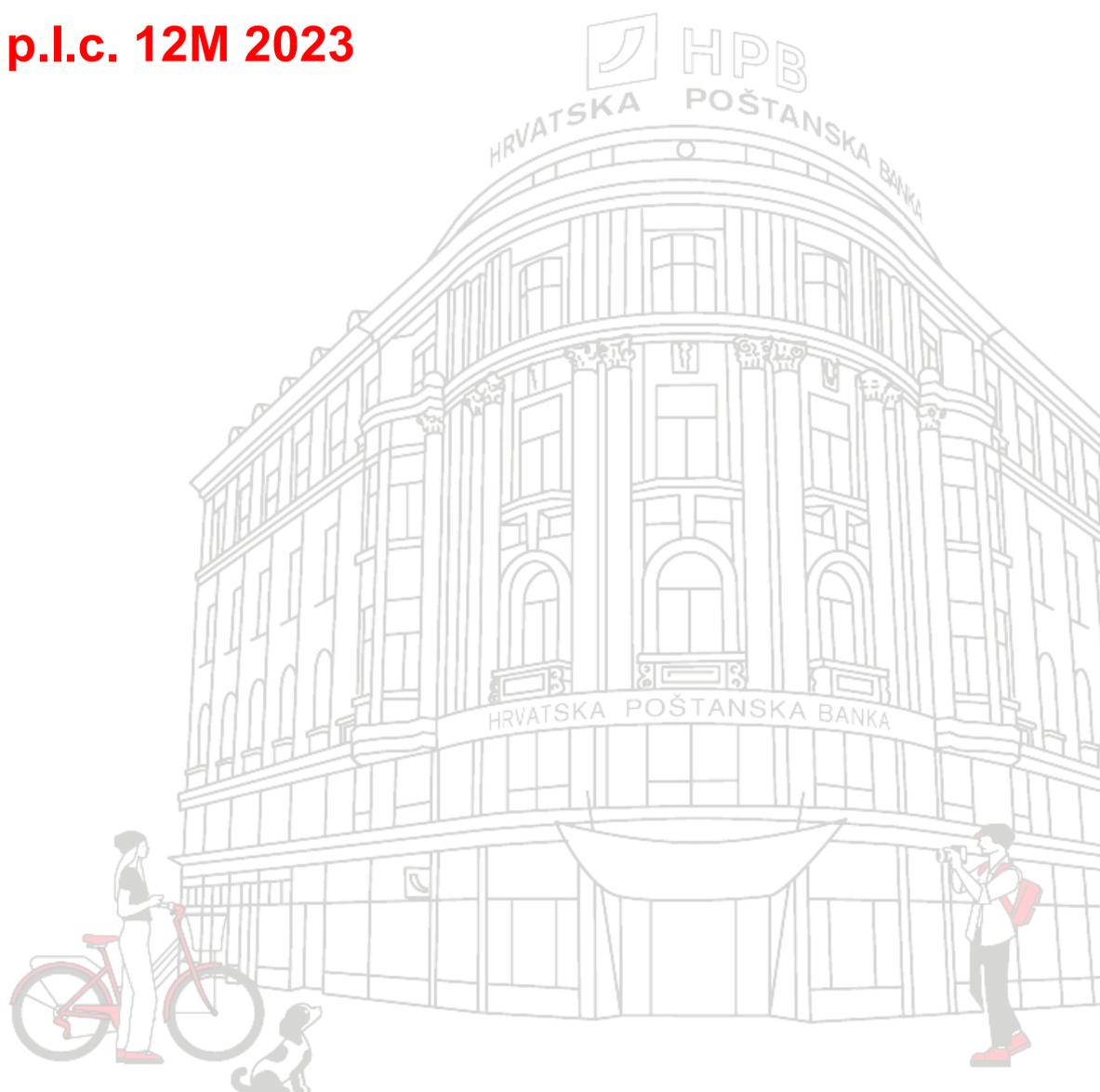


## HPB p.l.c. 12M 2023



**Unaudited Financial Statements for the period  
from January 1 to December 31, 2023**

Type and name of prescribed information:	Financial statements for the period 1.1.2023 - 31.12.2023, HPB p.l.c. 12M 2023 Unaudited Financial Statements for the period from January 1 to December 31, 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. (hereinafter HPB or the Bank) publishes unaudited financial statements for the period from January 1 to December 31, 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

Integrating with Nova Hrvatska Banka, excellent business results, and achievements in the past period have enabled HPB to strengthen its market position and become a bank that is reshaping the market and making a difference.

Nova Hrvatska Banka (hereinafter NHB) was successfully merged with Hrvatska poštanska banka on July 3, 2023, continuing operations as one strong and modern bank with a unique product offering under one brand - HPB. With the completion of the strategic project of the merger of NHB, clients are provided with a wider availability and higher quality of financial services.

As of the fall of 2023, HPB has an expanded Management Board, consisting of Marko Badurina as President of the Management Board, and Anto Mihaljević, Ivan Soldo, Tadija Vrdoljak, and Josip Majher as members of the Management Board. Strengthened in this way, HPB can intensify the development of its business model, focusing on new technologies and keeping up with major trends in the financial and digital sphere. This is built on the foundation of organic and inorganic growth and sustainable development to increase market share and continue creating value for all stakeholders.

In October 2023, HPB became the first among the large banks in the Croatian banking market to offer HPB Super Štednja, a deposit product with significantly higher interest rates reaching up to 3% for a 12-month term. Within three months of introducing the new savings product, the newly contracted HPB Super Štednja exceeded a volume of one billion euros with more than 30 thousand signed contracts.

In 2023, after being declared the Share with the Highest Increase in Turnover the previous year, HPB was awarded by the Zagreb Stock Exchange for having the Share with the Highest Increase in Price. In September 2023, the share of HPB, as one of the most liquid shares with extremely high daily turnover achieved on the Zagreb Stock Exchange based on investor interest, was included in the CROBEX stock indices.

In 2023, HPB received PwC's Recognition for the Greatest Progress in Building Public Trust, showcasing the Bank's effort invested over several years in improving corporate governance and transparent, timely communication. The Bank also received a significant HRIO award in the Environmental Management category and became the first bank in Croatia to sign the UN Principles for Responsible Banking and a member of the International Institute for Climate Change.

On the first working day of 2023, the Bank enabled clients to conduct transactions in euros across the entire business network and on all channels, successfully completing the Euro project along with all post-implementation activities.

**Profit and loss account**

Profit and loss account (EUR mn)	12M 2022 <sup>1</sup>	12M 2023 <sup>2</sup>	Y-o-Y	Y-o-Y %
Net interest income	98.1	164.8	66.7	68.0
Net fee and commission income	34.1	32.7	(1.4)	(4.0)
Net other (expenses)/income	(8.7)	7.4	16.0	184.9
<b>Operating income</b>	<b>123.5</b>	<b>204.9</b>	<b>81.4</b>	<b>65.9</b>
Employee expenses	(44.5)	(51.0)	6.5	14.6
Administrative expenses	(44.0)	(44.9)	0.9	2.1
Depreciation	(9.1)	(10.5)	1.4	15.3
<b>Operating expenses</b>	<b>(97.6)</b>	<b>(106.4)</b>	<b>8.8</b>	<b>9.0</b>
<b>Operating profit</b>	<b>25.9</b>	<b>98.5</b>	<b>72.6</b>	<b>280.2</b>
Gain from bargain purchase (badwill)	135.2	-	(135.2)	(100.0)
Provisions	(31.2)	(0.1)	(31.3)	(100.4)
Tax	(3.4)	(14.1)	10.8	320.6
<b>Profit after tax</b>	<b>126.6</b>	<b>84.2</b>	<b>(42.3)</b>	<b>(33.5)</b>

<sup>1</sup> The data in the profit and loss statement for the 12M 2022 include the results of HPB (from January 1 to December 31) and NHB from the time of acquisition until the reporting date (April 14 to December 31).

<sup>2</sup> The data in the profit and loss statement for the 12M 2023 include the results of both HPB and NHB for the period from January 1 to December 31.

Net interest income is the key driver of the record net profit in the amount of EUR 84.2 mn, excluding the one-off gain from the bargain purchase of NHB in 2022.

A significant increase in interest income is caused primarily by an increase in income on deposits with the ECB, which is in line with the movement of the risk-free interest rate during 2023, while the net fee and commission income remains at the same level as the previous year.

The net other (expenses)/income primarily relates to the gain from the increase in the fair value of the trading portfolio of securities amount to EUR +3.4 mn (compared to EUR -7.7 mn in 2022) and realized one-off net other income in 2023 as a result of legal actions taken in Bank's favor.

Relative increase in employee expenses is primarily due to the impact of the consolidation of NHB in 2023 (as of January 1) rather than in 2022 (as of April 14), and to the lesser extent by labor and service price adjustments due to the inflationary environment and other factors. Administrative expenses maintained at the level of the previous year despite inflation, ongoing projects, and integration activities primarily conducted throughout the year 2023.

The movement in provisions is primarily influenced by positive trends in the Bank's performing portfolio.

Increase in operating profit has resulted in an improvement in the CIR indicator, which stands at 51.9% in 2023 (compared to 79.0% in 2022).

**Balance sheet**

Balance sheet (EUR mn)	31.12.2022	31.12.2023	YTD	YTD %
Cash and cash equivalents	1,483	3,103	1,620	109.2
Securities	867	915	48	5.5
Net loans and advances	3,063	2,908	(155)	(5.1)
Other assets	127	120	(7)	(5.9)
<b>Total assets</b>	<b>5,541</b>	<b>7,046</b>	<b>1,505</b>	<b>27.2</b>
Deposits	4,644	5,929	1,285	27.7
Loan liabilities	322	468	146	45.3
Other liabilities	118	115	(3)	(2.6)
<b>Total liabilities</b>	<b>5,085</b>	<b>6,512</b>	<b>1,427</b>	<b>28.1</b>
<b>Total equity and reserves</b>	<b>456</b>	<b>534</b>	<b>78</b>	<b>17.1</b>

In the last quarter of 2023, the growth of deposits continued (+ EUR 1,285 mn), particularly in the share of term deposits within the total deposits (+14.1 pp), primarily due to success of the new product, HPB Super Štednja, which further strengthened the Bank's market share in terms of assets.

On the asset side, the movement is reflected in the position of liquid assets (+ EUR 1.6 bn), with a simultaneous slight growth of the securities portfolio associated with investment in the securities of the Republic of Croatia. Additionally, adjustments to the loan portfolio were made in line with optimizing RWA to comply with regulatory MREL requirements.

Loan liabilities refer to received loans from financial institutions (HBOR, CNB repo loans and foreign financial institutions) and MREL instruments that the Bank started contracting in 2022. The increase in the volume of these instruments in 2023 contributed to the growth of this position.

*An appendix to this Unaudited financial statements is the Quarterly Financial Statements (TFI-KI), which show the result of HPB on an individual basis for the period January 1, 2022, to December 31, 2022, compared to the period January 1, 2023, to December 31, 2023, which includes the achieved result of HPB and NHB from the merger date on July 3, 2023.*

*In the previously presented unaudited financial statements of the Bank, the realized net profit amounts to EUR 84.2 mn, while the same in the TFI-KI report amounts to EUR 80.6 mn. The difference refers to the realized net profit of Nova Hrvatska banka from January 1, 2023 until the time of merger, July 3, 2023, in the amount of EUR 3.6 mn, which is presented in the position of retained earnings in TFI-KI forms, while in the presented unaudited financial statements is an integral part of the Bank's cumulative net profit.*

Management report of Hrvatska poštanska Banka p.l.c. for the period from January 1 to December 31, 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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**Tadija Vrdoljak**

Member of the Management Board

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**Ivan Soldo**

Member of the Management Board

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**Josip Majher**

Member of the Management Board

---

**Anto Mihaljević**

Member of the Management Board

In accordance with the Capital Market Act, the Management Board of HPB p.l.c., states that according to their best knowledge the set of unaudited financial statements for the period from January 1 to December 31, 2023, are 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.

On behalf of HPB p.l.c.:

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**Marko Badurina**

President of the Management Board

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**Tadija Vrdoljak**

Member of the Management Board

---

**Ivan Soldo**

Member of the Management Board

---

**Josip Majher**

Member of the Management Board

---

**Anto Mihaljević**

Member of the Management Board

## Annex 1

### ISSUER'S GENERAL DATA

Reporting period: 1.1.2023. do 31.12.2023.

Year: 2023

Quarter: 4

### 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): 1727

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: Tea Bažant  
(only name and surname of the contact person)

Telephone: 014804670

E-mail address: [tea.bazant@hpb.hr](mailto:tea.bazant@hpb.hr)

Audit firm:  
(name of the audit firm)

Certified auditor:  
(name and surname)

**BALANCE SHEET**  
as at December 31, 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	3.103.793.849
Cash in hand	002	126.110.085	136.782.367
Cash balances at central banks	003	1.179.043.853	2.957.462.257
Other demand deposits	004	11.352.360	9.549.225
Financial assets held for trading (from 6 to 9)	005	54.714.278	54.809.698
Derivatives	006	48.141	612.632
Equity instruments	007	12.505.659	14.348.314
Debt securities	008	42.160.478	39.848.752
Loans and advances	009	-	-
Non-trading financial assets mandatorily at fair value through profit or loss (from 11 to 13)	010	908.193	490.500
Equity instruments	011	-	-
Debt securities	012	-	-
Loans and advances	013	908.193	490.500
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	4.394.287
Equity instruments	018	3.788.891	4.394.287
Debt securities	019	-	-
Loans and advances	020	-	-
Financial assets at amortised cost (22 + 23)	021	3.104.467.730	3.786.154.629
Debt securities	022	722.976.345	855.856.956
Loans and advances	023	2.381.491.385	2.930.297.673
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	1.295.487
Tangible assets	027	42.278.803	60.791.774
Intangible assets	028	13.269.613	14.601.447
Tax assets	029	3.006.236	5.316.953
Other assets	030	10.851.336	14.404.365
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>7.046.052.989</b>
<b>Liabilities</b>			
Financial liabilities held for trading (from 34 to 38)	033	70.801	16.165
Derivatives	034	70.801	16.165
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	6.418.350.046
Deposits	044	4.152.678.064	6.397.218.638
Debt securities issued	045	-	-
Other financial liabilities	046	10.813.690	21.131.408
Derivatives - hedge accounting	047	-	-
Fair value changes of the hedged items in portfolio hedge of interest rate risk	048	-	-
Provisions	049	19.199.035	41.571.561
Tax liabilities	050	1.469.513	7.508.138
Share capital repayable on demand	051	-	-
Other liabilities	052	31.984.098	44.870.182
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>6.512.316.092</b>
<b>Equity</b>			
Capital	055	161.228.350	161.970.000
Share premium	056	-	-
Equity instruments issued other than capital	057	-	-
Other equity	058	-	-
Accumulated other comprehensive income	059	8.020.695	8.645.102
Retained profit	060	72.286.496	194.508.595
Revaluation reserves	061	-	-
Other reserves	062	87.859.802	87.998.143
( - ) Treasury shares	063	0	-
Profit or loss attributable to owners of the parent	064	17.599.819	80.615.055
(-) 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>533.736.895</b>
<b>Total equity and liabilities (54 + 67)</b>	<b>068</b>	<b>4.563.210.363</b>	<b>7.046.052.987</b>

**STATEMENT OF PROFIT AND LOSS**  
for the period January 01, 2023 to December 31, 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	74.863.131	20.739.658	172.024.623	59.907.715
(Interest expenses)	002	4.249.157	1.203.283	26.248.803	13.845.576
(Expenses on share capital repayable on demand)	003	-	-	-	-
Dividend income	004	338.302	4.017	983.998	5.620
Fees and commissions income	005	69.332.053	16.243.954	71.144.260	17.775.724
(Fees and commissions expenses)	006	41.861.790	9.976.253	41.786.385	10.201.362
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	007	404.386	100.975	48.460	40.520
Gains or (-) losses on financial assets and liabilities held for trading, net	008	(1.063.369)	2.197.781	6.458.100	3.431.364
Gains or losses on non-trading financial assets mandatorily at fair value through profit or loss, net	009	(6.391)	(32.068)	202.518	527
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	(407.326)	490.991	(1.044.303)	(577.843)
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	-	-	18.970	213
Other operating income	015	2.686.647	(893.953)	7.671.345	1.180.901
(Other operating expenses)	016	1.602.447	(1.212.092)	4.441.421	1.719.754
<b>Total operating income, net (1 – 2 – 3 + 4 + 5 – 6 + from 7 to 15 – 16)</b>	<b>017</b>	<b>98.434.039</b>	<b>28.883.911</b>	<b>185.031.362</b>	<b>55.998.049</b>
(Administrative expenses)	018	60.676.742	19.060.336	77.899.213	24.831.557
(Cash contributions to resolution boards and deposit guarantee schemes)	019	3.286.792	1.538.093	1.614.947	1.552.447
(Depreciation)	020	9.298.176	2.324.667	11.838.680	3.753.610
Modification gains or (-) losses, net	021	(474.335)	(94.812)	(423.864)	96.443
(Provisions or (-) reversal of provisions)	022	6.591.812	4.592.075	(5.364.485)	(639.135)
(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss)	023	(2.847.135)	(1.268.254)	1.926.399	5.713.265
(Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates)	024	-	-	-	-
(Impairment or (-) reversal of impairment on non-financial assets)	025	(73.930)	(73.930)	2.664.464	2.664.464
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>21.027.247</b>	<b>2.616.112</b>	<b>94.028.280</b>	<b>18.218.284</b>
(Tax expense or (-) income related to profit or loss from continuing operations)	030	3.427.428	1.786.086	13.413.225	3.080.443
<b>Profit or (-) loss after tax from continuing operations (29 – 30)</b>	<b>031</b>	<b>17.599.819</b>	<b>830.026</b>	<b>80.615.055</b>	<b>15.137.841</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>17.599.819</b>	<b>830.026</b>	<b>80.615.055</b>	<b>15.137.841</b>
Attributable to minority interest [non-controlling interests]	036	-	-	-	-
Attributable to owners of the parent	037	17.599.819	830.026	80.615.055	15.137.841
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME</b>					
Income or (-) loss for the current year	038	17.599.819	830.026	80.615.055	15.137.841
<b>Other comprehensive income (40 + 52)</b>	<b>039</b>	<b>(23.858.488)</b>	<b>1.348.119</b>	<b>624.407</b>	<b>224.106</b>
Items that will not be reclassified to profit or loss (from 41 to 47 + 50 + 51)	040	1.619.343	1.348.119	624.407	224.106
Tangible assets	041	1.644.048	1.644.048	-	-
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	330.761	-	707.640	307.339
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	(355.466)	(295.929)	(83.233)	(83.233)
Items that may be reclassified to profit or loss (from 53 to 60)	052	(25.477.831)	-	-	-
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	(31.070.526)	-	-	-
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	5.592.695	-	-	-
<b>Total comprehensive income for the current year (38 + 39; 62 + 63)</b>	<b>061</b>	<b>(6.258.669)</b>	<b>2.178.145</b>	<b>81.239.462</b>	<b>15.361.947</b>
Attributable to minority interest [non-controlling interest]	062	-	-	-	-
Attributable to owners of the parent	063	(6.258.669)	2.178.145	81.239.462	15.361.947

**STATEMENT OF CASH FLOW**  
for the period January 01, 2023 to December 31, 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	21.027.247	94.028.280
Adjustments:			
Impairment and provisions	010	4.219.012	(349.758)
Depreciation	011	9.298.176	11.838.680
Net unrealised (gains)/losses on financial assets and liabilities at fair value through statement of profit or loss	012	665.374	(6.709.078)
(Profit)/loss from the sale of tangible assets	013	-	-
Other non-cash items	014	(70.613.974)	(145.775.820)
<b>Promjene u imovini i obvezama iz poslovnih aktivnosti</b>			
Deposits with the Croatian National Bank	015	176.049.045	-
Deposits with financial institutions and loans to financial institutions	016	-	-
Loans and advances to other clients	017	(474.416.241)	242.739.924
Securities and other financial instruments at fair value through other comprehensive income	018	(32.184.192)	(6.284.848)
Securities and other financial instruments held for trading	019	26.390.567	7.001.605
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	(118.705.658)	(132.880.611)
Other assets from operating activities	023	(3.981.431)	(364.586)
Deposits from financial institutions	024	94.257.224	60.383.971
Transaction accounts of other clients	025	350.095.600	894.102.619
Savings deposits of other clients	026	364.624.112	(385.324.932)
Time deposits of other clients	027	(35.379.783)	783.627.385
Derivative financial liabilities and other liabilities held for trading	028	(1.647.721)	7.261.097
Other liabilities from operating activities	029	40.466.458	(2.867.036)
Interest received from operating activities [indirect method]	030	74.863.131	172.024.623
Dividends received from operating activities [indirect method]	031	338.302	983.998
Interest paid from operating activities [indirect method]	032	(4.249.157)	(26.248.803)
(Income tax paid)	033	(767.445)	-
<b>Net cash flow from operating activities (from 1 to 33)</b>	<b>034</b>	<b>420.348.646</b>	<b>1.567.186.710</b>
<b>Investing activities</b>			
Cash receipts from the sale / payments for the purchase of tangible and intangible assets	035	(10.005.587)	(18.542.917)
Cash receipts from the sale / payments for the purchase of investments in branches, associates and joint ventures	036	(12.123.499)	22.541.086
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>(22.129.086)</b>	<b>3.998.169</b>
<b>Financing activities</b>			
Net increase/(decrease) in loans received from financing activities	041	53.578.453	217.146.976
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>53.668.917</b>	<b>217.146.976</b>
<b>Net increase/(decrease) of cash and cash equivalents (34 + 40 + 47)</b>	<b>048</b>	<b>451.888.477</b>	<b>1.788.331.855</b>
Cash and cash equivalents at the beginning of period	049	874.237.686	1.316.506.298
Effect of exchange rate fluctuations on cash and cash equivalents	050	(407.326)	(1.044.303)
<b>Cash and cash equivalents at the end of period (48 + 49 + 50)</b>	<b>051</b>	<b>1.325.718.837</b>	<b>3.103.793.850</b>

STATEMENT OF CHANGES IN EQUITY  
for the period January 01, 2023 to December 31, 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
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Opening balance (before restatement)	001	161.228.350	-	-	-	8.020.695	72.286.499	-	87.859.803	-	17.569.819	-	-	-	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	-	-	-	8.020.695	72.286.499	-	87.859.803	-	17.569.819	-	-	-	346.995.163
Ordinary shares issue	005	741.650	-	-	-	-	-	-	(741.650)	-	-	-	-	-	-
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	-	-	-	-	-	(5.284.271)	-	-	-	-	-	-	-	(5.284.271)
Purchase of treasury shares	012	-	-	-	-	-	-	-	(6.800)	-	-	-	-	-	(6.800)
Sale or cancellation of treasury shares	013	-	-	-	-	-	-	-	6.800	-	-	-	-	-	6.800
Reclassification of financial instruments from equity to liability	014	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of financial instruments from liability to equity	015	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers among components of equity	016	-	-	-	-	-	16.719.828	-	-	-	(16.719.828)	-	-	-	-
Equity increase or ( - ) decrease resulting from business combinations	017	-	-	-	-	-	110.786.543	-	-	-	-	-	-	-	110.786.543
Share based payments	018	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other increase or ( - ) decrease in equity	019	-	-	-	-	-	-	-	879.991	-	(879.991)	-	-	-	-
Total comprehensive income for the current year	020	-	-	-	-	624.407	-	-	-	-	80.615.055	-	-	-	81.239.462
Closing balance (current period) (from 4 to 20)	021	161.970.000	-	-	-	8.645.102	194.508.999	-	87.998.144	-	80.615.055	-	-	-	533.736.897

**1) INTEREST INCOME**

	Same period of the previous year 01.01.- 31.12.2022.		Current period 01.01. – 31.12.2023.	
	Cumulative	Quarter	Cumulative	Quarter
AOP 001				
Debt securities	10.553.886	3.185.660	17.691.422	6.110.679
Loans and advances	64.306.985	17.553.998	103.179.754	31.070.825
Other assets	2.260	0	51.153.447	22.726.211
Deposits	-	-	-	-
Other liabilities	-	-	-	-
<b>Total</b>	<b>74.863.131</b>	<b>20.739.658</b>	<b>172.024.623</b>	<b>59.907.715</b>

**2) INTEREST EXPENSE**

	Same period of the previous year 01.01.- 31.12.2022.		Current period 01.01. – 31.12.2023.	
	Cumulative	Quarter	Cumulative	Quarter
AOP 002				
Debt securities	-	-	-	-
Loans and advances	534.353	60.908	7.961	619
Other assets	-	-	-	-
Deposits	3.692.520	1.152.438	26.174.181	13.789.584
Other liabilities	22.284	16.946	66.662	55.402
<b>Total</b>	<b>4.249.157</b>	<b>1.203.292</b>	<b>26.248.803</b>	<b>13.845.576</b>

**3) FEE AND COMMISSION INCOME**

	Same period of the previous year 01.01.- 31.12.2022.		Current period 01.01. – 31.12.2023.	
	Cumulative	Quarter	Cumulative	Quarter
AOP 005				
Securities	314.724	54.377	336.048	136.647
Asset management	3.145	714	6.496	696
Cash/ty (according to the type of client)	655.229	155.348	1.291.263	185.401
Loan commitments	3.614	807	6.558	1.773
Other	68.355.341	16.032.706	70.147.902	17.451.207
<b>Total</b>	<b>69.332.053</b>	<b>16.243.954</b>	<b>71.144.260</b>	<b>17.775.724</b>

**4) FEE AND COMMISSION EXPENSE**

	Same period of the previous year 01.01.- 31.12.2022.		Current period 01.01. – 31.12.2023.	
	Cumulative	Quarter	Cumulative	Quarter
AOP 006				
Bank clearing and settlement	320.708	(136.938)	336.260	95.799
Other	41.541.082	10.113.191	41.450.125	10.105.663
<b>Total</b>	<b>41.861.790</b>	<b>9.976.253</b>	<b>41.786.385</b>	<b>10.201.362</b>

**5) GAIN/LOSSES ON TERMINATION OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

	Same period of the previous year 01.01.- 31.12.2022.		Current period 01.01. – 31.12.2023.	
	Cumulative	Quarter	Cumulative	Quarter
AOP 007				
Debt securities	281.119	-	(1.936)	-
Loans and advances	-	-	-	-
Deposits	-	-	-	-
Debt Securities issued	-	-	-	-
Other financial liabilities	123.267	100.975	50.397	40.520
<b>Total</b>	<b>404.386</b>	<b>100.975</b>	<b>48.460</b>	<b>40.520</b>

**6) GAINS OR ( ) LOSSES ON FINANCIAL ASSETS AND LIABILITIES HELD FOR TRADING**

	Same period of the previous year 01.01.- 31.12.2022.		Current period 01.01. – 31.12.2023.	
	Cumulative	Quarter	Cumulative	Quarter
AOP 008				
Equity instruments	(1.518.339)	430.084	2.049.867	664.220
Debt securities	(7.387.747)	362.720	1.291.263	1.418.859
FX transactions and derivatives	7.812.716	1.395.977	3.176.970	1.348.285
<b>Total</b>	<b>(1.093.369)</b>	<b>2.197.781</b>	<b>6.458.100</b>	<b>3.431.364</b>

**7) GAINS OR LOSSES ON NON-TRADING FINANCIAL ASSETS MANDATORILY AT FAIR VALUE THROUGH PROFIT OR LOSS**

	Same period of the previous year 01.01.- 31.12.2022.		Current period 01.01. – 31.12.2023.	
	Cumulative	Quarter	Cumulative	Quarter
AOP 009				
Equity instruments	-	-	-	-
Debt securities	-	-	-	-
Loans and advances	(6.391)	(32.068)	202.518	527
<b>Total</b>	<b>(6.391)</b>	<b>(32.068)</b>	<b>202.518</b>	<b>527</b>

**8) OPERATING EXPENSES**

	Same period of the previous year 01.01.- 31.12.2022.		Current period 01.01. – 31.12.2023.	
	Cumulative	Quarter	Cumulative	Quarter
AOP 015 & AOP 017 & AOP 018				
Other operating expenses	1.602.447	(1.212.092)	4.441.421	1.719.754
Administrative expenses	60.676.742	19.060.336	77.899.213	24.631.557
Employee expenses	34.785.851	10.000.920	44.256.256	13.699.952
Other administrative expenses	25.890.891	9.059.416	33.642.957	11.161.805
(Contributions in cash rehabilitation committees and Deposit Insurance Schem	3.286.792	1.538.093	1.614.947	1.552.447
Amortization	6.288.667	2.324.667	11.838.680	3.753.610
Property, plant and equipment	5.260.573	1.339.324	7.230.221	2.116.759
Investment property	-	-	-	-
Other intangible assets	4.037.203	985.343	4.608.458	1.636.851
<b>Total</b>	<b>74.864.157</b>	<b>21.711.004</b>	<b>95.794.260</b>	<b>31.857.568</b>

**9) IMPAIRMENT LOSSES AND PROVISION EXPENSES**

	Same period of the previous year 01.01.- 31.12.2022.		Current period 01.01. – 31.12.2023.	
	Cumulative	Quarter	Cumulative	Quarter
AOP 019 & AOP 020 & AOP 021 & AOP 023				
Modification gains or ( ) losses, net	(474.335)	(94.812)	(423.894)	96.443
Financial assets at fair value through other comprehensive income	-	-	-	-
Financial assets at amortized cost	(474.335)	(94.812)	(423.894)	96.443
(Provisions or ( ) reversal of provisions)	6.991.812	4.992.075	(5.364.485)	(698.135)
Liabilities towards resolution committees and deposit insurance systems	-	-	-	-
(Liabilities and Guarantees)	2.925.619	1.894.324	(5.052.532)	(843.139)
(Other Provisions)	3.665.193	2.697.751	(311.953)	204.004
(Impairment or ( ) reversal of impairment on financial assets that are not measured at fair value through profit or loss)	(2.847.135)	(1.268.254)	1.926.399	5.713.265
(Financial assets at fair value through other comprehensive income)	(2.815.299)	(1.052.198)	-	-
(Financial assets at amortized cost)	(31.836)	(216.116)	1.926.399	5.713.265
(Impairment or ( ) reversal of impairment off of investments in subsidiaries, joint ventures, and associates)	-	-	-	-
(Impairment or ( ) reversal of impairment off non-financial assets)	(73.930)	(73.930)	2.664.464	2.664.464
(Property, plant and equipment)	-	-	(1.604)	(1.604)
(Investment property)	(73.930)	(73.930)	(49.859)	(49.859)
(Goodwill)	-	-	-	-
(Other intangible assets)	-	-	2.715.926	2.715.926
(Other)	-	-	-	-
<b>Total</b>	<b>4.145.082</b>	<b>3.344.702</b>	<b>(349.798)</b>	<b>7.642.151</b>

**10) LOANS AND ADVANCES**

	31.12.2022.			31.12.2023.		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
AOP 023						
Central banks	2.931	-	-	-	-	-
Gross loans	-	-	-	-	-	-
Allowance	-	-	-	-	-	-
Deposits	2.931	-	-	-	-	-
Government	466.044.303	4.392.479	67	35.994.286	6.402	527
Gross loans	467.561.947	4.427.815	12.279	35.792.179	11.336	132.772
Allowance	(1.517.644)	(35.337)	(12.213)	(197.893)	(4.934)	(132.245)
Credit institutions	262.570.725	-	-	1.564.563	-	169
Gross loans	13.203	-	-	-	-	172
Allowance	(3)	-	-	(0)	-	(4)
Deposits	263.814.761	-	-	1.551.167	-	-
Allowance	(1.257.286)	-	-	(3.035)	-	-
Other financial institutions	35.618.897	68	436	450.964.654	1.773.946	2.846.111
Gross loans	33.757.620	69	66.817	450.089.885	1.805.576	2.916.570
Allowance	(308.341)	(2)	(66.381)	(1.229.610)	(31.630)	(70.459)
Deposits	2.235.401	-	-	2.157.717	-	-
Allowance	(65.183)	-	-	(52.138)	-	-
Non - financial institutions	409.316.331	120.208.881	29.957.286	652.151.687	186.276.332	36.332.874
Gross loans	417.468.373	126.213.825	114.286.055	661.450.783	195.925.509	98.793.546
Allowance	(8.150.041)	(6.004.943)	(84.288.779)	(3.298.697)	(9.649.177)	(62.460.672)
Retail	911.684.873	123.410.929	18.991.099	1.274.097.668	256.463.808	34.226.225
Gross loans	917.701.708	134.874.095	108.431.633	1.279.022.452	277.544.147	187.697.343
Allowance	(6.016.736)	(11.463.166)	(90.150.654)	(5.924.786)	(22.080.319)	(133.472.118)
<b>Total</b>	<b>2.085.240.161</b>	<b>248.012.367</b>	<b>48.238.957</b>	<b>2.413.372.259</b>	<b>443.520.509</b>	<b>73.464.902</b>

**11) NON-TRADING FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS**

	31.12.2022.	31.12.2023.
AOP 013		
Central banks	-	-
Local state	-	-
Credit institutions	-	-
Other financial institutions	-	-
Non - financial institutions	324.420	-
Retail	583.773	490.500
<b>Total</b>	<b>908.193</b>	<b>490.500</b>

**12) DEPOSITS**

	31.12.2022.	31.12.2023.
AOP 044		
Government	53.464.434	73.098.623
Local state	1.291.051.359	1.850.606.910
Credit institutions	67.902.861	119.203.207
Other financial institutions	231.891.384	317.689.710
Non - financial institutions	535.464.803	897.267.392
Retail	1.972.803.223	3.138.752.794
<b>Total</b>	<b>4.152.678.064</b>	<b>6.397.218.636</b>