

EXCELSIOR A.D., BEOGRAD

**Financial Statements
Year Ended December 31, 2023**

To be filled by legal entity - entrepreneur																							
Registration number	0	6	9	3	4	2	1	8	Activity code	5	5	1	0	TIN	1	0	0	2	7	9	5	2	2
Name: EXCELSIOR AD DHUT																							
Registered office: Kneza Miloša 5																							

BALANCE SHEET

on December 31, 2023

- in 000 RSD -

Group of accounts, account	ITEM	ADP	Note number	Amount		
				Current year	Previous year	
					Closing balance 20	Opening balance as at 1 January 20
1	2	3	4	5	6	7
	ASSETS					
00	A. SUBSCRIBED CAPITAL UNPAID	0001				
	B. PERMANENT ASSETS (0003 + 0009 + 0017 + 0018 + 0028)	0002		424.353	440.250	455.613
01	I. INTANGIBLE ASSETS (0004 + 0005 + 0006 + 0007 + 0008)	0003	5	2.534	3.197	3.860
010	1. Investment in development	0004				
011, 012 and 014	2. Concessions, patents, licenses, trademarks, service marks, software and other intangible assets	0005	5	2.534	3.197	3.860
013	3. Goodwill	0006				
015 and 016	4. Leased intangible assets and intangible assets under construction	0007				
017	5. Advances for intangible assets	0008				
02	II. IMMOVABLES, PLANTS AND EQUIPMENT (0010 + 0011 + 0012 + 0013 + 0014 + 0015 + 0016)	0009	5	421.819	437.053	451.753
020, 021 and 022	1. Land and buildings	0010	5	414.777	427.057	443.495
023	2. Plant and equipment	0011	5	6.869	9.823	8.085
024	3. Investment immovables	0012				
025 and 027	4. Leased immovables, plant and equipment and immovables, plant and equipment under construction	0013				
026 and 028	5. Other immovables, plant and equipment and investment in third-party immovables, plant and equipment	0014	5	111	111	111
029 (part)	6. Advances for immovables, plant and equipment - domestic	0015	5	62	62	62
029 (part)	7. Advances for immovables, plant and equipment - foreign	0016				
03	III. BIOLOGICAL RESOURCES	0017				
04 and 05	IV. LONG-TERM FINANCIAL INVESTMENTS AND LONG-TERM RECEIVABLES (0019 + 0020 + 0021 + 0022 + 0023 + 0024 + 0025 + 0026 + 0027)	0018				

Group of accounts, account	ITEM	ADP	Note number	Amount		
				Current year	Previous year	
					Closing balance 20	Opening balance as at 1 January 20
1	2	3	4	5	6	7
040 (part), 041 (part) and 042 (part)	1. Participation in equity of legal entities (except participation in equity valued by method of participation)	0019				
040 (part), 041 (part) and 042 (part)	2. Participation in equity valued by method of participation	0020				
043, 050 (part) and 051 (part)	3. Long-term investments in parent companies, subsidiaries and other associated companies and long-term receivables - domestic	0021				
044, 050 (part), 051 (part)	4. Long-term investments in parent companies, subsidiaries and other associated companies and long-term receivables - foreign	0022				
045 (part) and 053 (part)	5. Long-term investments (credits and loans) - domestic	0023				
045 (part) and 053 (part)	6. Long-term investments (credits and loans) - foreign	0024				
046	7. Long-term financial investments (securities valued through method of depreciation)	0025				
047	8. Treasury shares and redeemed own stakes	0026				
048, 052, 054, 055 and 056	9. Other long-term investments and other long-term receivables	0027				
28 (part), except 288	V. LONG-TERM ACCRUED EXPENSES	0028				
288	V. DEFERRED TAX ASSETS	0029	13	322	569	569
	G. CURRENT ASSETS (0031 + 0037 + 0038 + 0044 + 0048 + 0057 + 0058)	0030		86.454	95.030	55.777
Class 1, except group 14	I. INVENTORIES (0032 + 0033 + 0034 + 0035 + 0036)	0031	7	2.062	2.835	2.488
10	1. Materials, spare parts, tools and small inventory	0032	7	1.206	1.484	894
11 and 12	2. Work in progress and finished products	0033				
13	3. Goods	0034				
150, 152 and 154	4. Advances paid for inventories and services - domestic	0035	7	856	1.351	1.594
151, 153 and 155	5. Advances paid for inventories and services - foreign	0036				
14	II. PERMANENT ASSETS HELD FOR SALE AND FOR DISCONTINUED OPERATIONS	0037				
20	III. RECEIVABLES FROM SALES (0039 + 0040 + 0041 + 0042 + 0043)	0038	8	2.345	1.822	4.336
204	1. Domestic trade receivables	0039	8	1.240	816	1.398
205	2. Foreign trade receivables	0040	8	1.105	1.006	2.938

Group of accounts, account	ITEM	ADP	Note number	Amount		
				Current year	Previous year	
					Closing balance 20	Opening balance as at 1 January 20
1	2	3	4	5	6	7
200 and 202	3. Receivables from domestic parent companies, subsidiaries and other associated companies	0041				
201 and 203	4. Receivables from foreign parent companies, subsidiaries and other associated companies	0042				
206	5. Other receivables from sales	0043				
21, 22 and 27	IV. OTHER SHORT-TERM RECEIVABLES (0045 + 0046 + 0047)	0044	11	2.526	4.125	5.128
21, 22 except 223 and 224 and 27	1. Other receivables	0045	11	2.526	2.494	2.258
223	2. Receivables from overpaid tax on profit	0046			1.631	2.870
224	3. Receivables from overpaid other taxes and contributions	0047				
23	V. SHORT-TERM FINANCIAL INVESTMENTS (0049 + 0050 + 0051 + 0052 + 0053 + 0054 + 0055 + 0056)	0048				
230	1. Short-term credits and investments - parent companies and subsidiaries	0049				
231	2. Short-term credits and investments – other associated companies	0050				
232, 234 (part)	3. Short-term credits, loans and investments - domestic	0051				
233, 234 (part)	4. Short-term credits, loans and investments - foreign	0052				
235	5. Shares valued through method of depreciation	0053				
236 (part)	6. Financial assets at fair value through profit and loss account	0054				
237	7. Treasury shares and redeemed own stakes	0055				
236 (part), 238 and 239	8. Other short-term financial investments	0056				
24	VI. CASH AND CASH EQUIVALENTS	0057	10	77.448	84.021	39.620
28 (part), except 288	VII. SHORT-TERM ACCRUED EXPENSES	0058	12	2.073	2.227	4.205
	D. TOTAL ASSETS = OPERATING ASSETS (0001 + 0002 + 0029 + 0030)	0059		511.129	535.849	511.959
88	D. OFF-BALANCE SHEET ASSETS	0060				
	EQUITY AND LIABILITIES					
	A. EQUITY (0402 + 0403 + 0404 + 0405 + 0406 - 0407 + 0408 + 0411 - 0412) ≥ 0	0401	14	486.670	239.420	221.989
30, except 306	I. CAPITAL	0402	14	95.790	63.859	63.859
31	II. SUBSCRIBED CAPITAL UNPAID	0403				

Group of accounts, account	ITEM	ADP	Note number	Amount		
				Current year	Previous year	
					Closing balance 20	Opening balance as at 1 January 20
1	2	3	4	5	6	7
306	III. SHARE PREMIUM	0404				
32	IV. RESERVES	0405	14	79.288		
330 and credit balance account of 331, 332, 333, 334, 335, 336 and 337	V. POSITIVE REVALUATION RESERVES AND UNREALIZED PROFIT FROM FINANCIAL ASSETS AND OTHER ELEMENTS OF OTHER COMPREHENSIVE INCOME	0406	14	267.960	267.960	267.960
debit balance accounts 331, 332, 333, 334, 335, 336 and 337	VI. UNREALIZED LOSSES FROM FINANCIAL ASSETS AND OTHER ELEMENTS OF OTHER COMPREHENSIVE INCOME	0407				
34	VII. RETAINED EARNINGS (0409 + 0410)	0408	14	43.632	64.076	46.645
340	1. Retained earnings from previous years	0409	14	21.952	46.645	32.122
341	2. Retained earnings for the current year	0410	14	21.680	17.431	14.523
	VIII. PARTICIPATION WITHOUT CONTROL RIGHTS	0411				
35	IX. LOSS (0413 + 0414)	0412	14		156.475	156.475
350	1. Loss from previous years	0413	14		156.475	156.475
351	2. Loss for the current year	0414				
	B. LONG-TERM PROVISIONS AND LIABILITIES (0416 + 0420 + 0428)	0415		2.820	254.334	125.491
40	I. LONG-TERM PROVISIONS (0417 + 0418 + 0419)	0416	15	2.820	4.990	4.990
404	1. Provisions for compensations and other employment benefits	0417	15	670	670	670
400	2. Provisions for costs incurred during the warranty period	0418				
40, except 400 and 404	3. Other long-term provisions	0419	15	2.150	4.320	4.320
41	II. LONG-TERM LIABILITIES (0421 + 0422 + 0423 + 0424 + 0425 + 0426 + 0427)	0420			249.344	120.501
410	1. Debts convertible into equity	0421				
411 (part) and 412 (part)	2. Long-term credits and other long-term liabilities to parent companies, subsidiaries and other associated companies-domestic	0422	15		249.344	120.501
411 (part) and 412 (part)	3. Long-term credits and other long-term liabilities to parent companies, subsidiaries and other associated companies-foreign	0423				
414 and 416 (part)	4. Long-term credits, loans and leasing liabilities – domestic	0424				
415 and 416 (part)	5. Long-term credits, loans and leasing liabilities -foreign	0425				
413	6. Liabilities for issued securities	0426				
419	7. Other long-term liabilities	0427				

Group of accounts, account	ITEM	ADP	Note number	Amount		
				Current year	Previous year	
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1	2	3	4	5	6	7
49 (part), except 498 and 495 (part)	III. LONG-TERM DEFERRED EXPENSES	0428				
498	V. DEFERRED TAX LIABILITIES	0429	16	10.405	11.903	13.006
495 (part)	G. DEFERRED LONG-TERM INCOME AND DONATIONS RECEIVED	0430				
	D. SHORT-TERM PROVISIONS AND SHORT-TERM LIABILITIES (0432+ 0433 + 0441+ 0442 + 0449 + 0453 + 0454)	0431		11.234	30.192	151.473
467	I.SHORT-TERM PROVISIONS	0432				
42, except 427	II. SHORT-TERM FINANCIAL LIABILITIES (0434 + 0435 + 0436 + 0437 + 0438 + 0439 + 0440)	0433		4		129.356
420 (part) and 421 (part)	1.Liabilities from credits from parent company and subsidiaries and other associated companies - domestic	0434	17	4		129.356
420 (part) and 421 (part)	2. Liabilities from credits from parent company and subsidiaries and other associated companies - foreign	0435				
422 (part), 424 (part), 425 (part), and 429 (part)	3.Liabilities from credits and loans from legal entities which are not domestic banks	0436				
422 (part), 424 (part), 425 (part), and 429 (part)	4. Credit liabilities from domestic banks	0437				
423, 424 (part), 425 (part) and 429 (part)	5.Credits, loans and liabilities - foreign	0438				
426	6. Liabilities from short-term shares	0439				
428	7. Liabilities from financial derivatives	0440				
430	III. PREPAYMENTS, DEPOSITS AND GUARANTEES	0441	18	703	439	682
43, except 430	IV. OPERATING LIABILITIES (0443 + 0444 + 0445 + 0446 + 0447 + 0448)	0442		4.303	3.878	3.664
431 and 433	1. Trade payables - domestic parent company, subsidiaries and other associated companies	0443	18	220	194	170
432 and 434	2. Trade payables - foreign parent company, subsidiaries and other associated companies	0444				
435	3. Trade payables - domestic	0445	18	3.059	1.304	1.685
436	4. Trade payables - foreign	0446	18	905	820	282
439 (part)	5. Promissory note liabilities	0447				
439 (part)	6. Other operating liabilities	0448	18	119	1.560	1.527
44, 45, 46 except 467, 47 and 48	V. OTHER SHORT-TERM LIABILITIES (0450 + 0451 + 0452)	0449		4.688	24.339	16.235
44, 45 and 46 except 467	1.Other short-term liabilities	0450			23.277	15.824
47, 48 except 481	2. Liabilities for value added tax and other public revenues	0451	19	1.402	1.062	411
481	3. Liabilities for tax on profit	0452	19	3.286		
427	VI. LIABILITIES FOR ASSETS HELD FOR SALE AND FOR DISCONTINUED OPERATIONS	0453				
49 (part) except 498	VII. SHORT DEFERRED EXPENSES	0454	20	1.536	1.536	1.536

Group of accounts, account	ITEM	ADP	Note number	Amount		
				Current year	Previous year	
					Closing balance _____ 20	Opening balance as at 1 January 20
1	2	3	4	5	6	7
	D. LOSS ABOVE EQUITY (0415 + 0429 + 0430 + 0431 - 0059) ≥ 0 = 0407 + 0412 - 0402 - 0403 - 0404 - 0405 - 0406 - 0408 - 0411) ≥ 0	0455				
	E. TOTAL EQUITY AND LIABILITIES (0401 + 0415 + 0429 + 0430 + 0431 - 0455)	0456		511.129	535.849	511.959
89	Z. OFF-BALANCE SHEET LIABILITIES	0457				

In _____ on _____ 20____	S.P. _____	Legal representative _____
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This form is mandatory pursuant to the Rulebook on the content and layout of financial statement forms for legal entities, cooperatives and entrepreneurs (RS Official Gazette No 89/2020).

To be filled by legal entity - entrepreneur

Registration number	0	6	9	3	4	2	1	8	Activity code	5	5	1	0	TIN	1	0	0	2	7	9	5	2	2
Name: EXCELSIOR AD DHUT																							
Registered office: Kneza Miloša 5																							

PROFIT AND LOSS ACCOUNT
for the period from January 1, 2023, to December 31, 2023

- in 000 RSD -

Group of accounts, account	ITEM	ADP	Note number	A m o u n t	
				Current year	Previous year
1	2	3	4	5	6
	A. OPERATING INCOME (1002 + 1005 + 1008 + 1009 – 1010 + 1011 + 1012)	1001	21	203.188	173.424
60	I. INCOME FROM GOODS SOLD (1003 + 1004)	1002			
600, 602 and 604	1. Goods sold - domestic	1003			
601, 603 and 605	2. Goods sold - foreign	1004			
61	II. INCOME FROM PRODUCTS SOLD AND SERVICES PROVIDED (1006 + 1007)	1005		200.830	170.757
610, 612 and 614	1. Products sold and services provided - domestic	1006	21	200.830	170.757
611, 613 and 614	2. Products sold and services provided - foreign	1007			
62	III. REVENUE FROM UNDERTAKING FOR OWN PURPOSES	1008	21	483	213
630	IV. INCREASE IN INVENTORIES OF WORK IN PROGRESS AND UNFINISHED PRODUCTS AND FINISHED PRODUCTS	1009			
631	V. DECREASE IN INVENTORIES OF WORK IN PROGRESS AND UNFINISHED PRODUCTS AND FINISHED PRODUCTS	1010			
64 and 65	VI. OTHER OPERATING INCOME	1011	21	1.875	2.454
68, except 683, 685 and 686	VII. INCOME ON VALUE ADJUSTMENT OF ASSETS (EXCEPT FINANCIAL)	1012			
	B. OPERATING EXPENSES (1014 + 1015 + 1016 + 1020 + 1021 + 1022 + 1023 + 1024)	1013		171.999	147.556
50	I. COST OF GOODS SOLD	1014			
51	II. RAW MATERIAL COSTS, FUEL AND ENERGY COSTS	1015	23	28.578	23.821
52	III. SALARIES, WAGES AND OTHER PERSONAL INDEMNITIES (1017 + 1018 + 1019)	1016	24	62.459	53.527
520	1. Salaries and wages	1017	24	50.300	42.229
521	2. Tax costs, contribution costs and wages	1018	24	7.444	6.611
52 except 520 and 521	3. Other personal indemnities and fees	1019	24	4.715	4.687
540	IV. DEPRECIATION COSTS	1020	26	22.389	22.300
58, except 583, 585 and 586	V. EXPENSES ON VALUE ADJUSTMENT OF ASSETS (EXCEPT FINANCIAL)	1021			

Group of accounts, account	ITEM	ADP	Note number	A m o u n t	
				Current year	Previous year
1	2	3	4	5	6
53	VI. PRODUCTION SERVICES COSTS	1022	25	14.596	11.230
54, except 540	VII. PROVISION COSTS	1023			
55	VII. INTANGIBLE COSTS	1024	27	43.977	36.678
	V. OPERATING PROFIT (1001 - 1013) ≥ 0	1025		31.189	25.868
	G. OPERATING LOSS (1013 - 1001) ≥ 0	1026			
	D. FINANCIAL INCOME (1028 + 1029 + 1030 + 1031)	1027		138	588
660 and 661	I. FINANCIAL INCOME FROM PARENT COMPANIES, SUBSIDIARIES AND OTHER ASSOCIATED COMPANIES	1028			
662	II. INCOME FROM INTEREST	1029			
663 and 664	III. POSITIVE EFFECTS ON EXCHANGE RATE AND EFFECTS OF FOREIGN CURRENCY CLAUSE	1030	28	138	588
665 and 669	IV. OTHER FINANCIAL INCOME	1031			
	D. FINANCIAL EXPENSES (1033 + 1034 + 1035 + 1036)	1032	29	6.141	7.138
560 and 561	I. FINANCIAL EXPENSES FROM PARENT COMPANIES, SUBSIDIARIES AND OTHER ASSOCIATED COMPANIES	1033	29	6.104	6.911
562	II. INTEREST EXPENSES	1034	29	6	17
563 and 564	III. NEGATIVE EFFECTS ON EXCHANGE RATE AND EFFECTS OF FOREIGN CURRENCY CLAUSE	1035	29	31	210
565 and 569	IV. OTHER FINANCIAL EXPENSES	1036			
	E. PROFIT FROM FINANCING (1027 - 1032) ≥ 0	1037			
	Z. LOSS FROM FINANCING (1032 - 1027) ≥ 0	1038		6.003	6.550
683, 685 and 686	Z. INCOME ON VALUE ADJUSTMENT OF FINANCIAL ASSETS CARRIED AT FAIR VALUE THROUGH PROFIT AND LOSS ACCOUNT	1039			
583, 585 and 586	I. EXPENSES ON VALUE ADJUSTMENT OF FINANCIAL ASSETS CARRIED AT FAIR VALUE THROUGH PROFIT AND LOSS ACCOUNT	1040			984
67	J. OTHER INCOME	1041	30	2.727	1.122
57	K. OTHER EXPENSES	1042	31	2.461	1.846
	L. TOTAL INCOME (1001 + 1027 + 1039 + 1041)	1043		206.053	175.134
	Lj. TOTAL EXPENSES (1013 + 1032 + 1040 + 1042)	1044		180.601	157.524
	M. PROFIT FROM REGULAR OPERATIONS BEFORE TAX (1043 - 1044) ≥ 0	1045		25.452	17.610
	N. LOSS FROM REGULAR OPERATIONS BEFORE TAX (1044 - 1043) ≥ 0	1046			
69-59	Nj. POSITIVE NET EFFECT OF RESULT ON PROFIT FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND CORRECTIONS OF ERRORS FROM PREVIOUS PERIODS	1047			

Group of accounts, account	ITEM	ADP	Note number	A m o u n t	
				Current year	Previous year
1	2	3	4	5	6
59-69	O. NEGATIVE NET EFFECT OF RESULT ON LOSS FROM DISCONTINUED OPERATIONS, EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND CORRECTIONS OF ERRORS FROM PREVIOUS PERIODS	1048	32		42
	P. PROFIT BEFORE TAX (1045 - 1046 + 1047 - 1048) ≥ 0	1049	33	25.452	17.568
	R. LOSS BEFORE TAX (1046 - 1045 + 1048 - 1047) ≥ 0	1050			
	S. TAX ON PROFIT				
721	I. TAX EXPENSES FOR THE PERIOD	1051	33	5.023	1.240
722 debit side of account	II. DEFERRED TAX EXPENSES OF A PERIOD	1052			
722 credit side of account	III. DEFERRED TAX INCOME OF A PERIOD	1053	33	1.251	1.103
723	T. PERSONAL INDEMNITIES PAID TO EMPLOYER	1054			
	Č. NET PROFIT (1049 - 1050 - 1051 - 1052 + 1053 - 1054) ≥ 0	1055	33	21.680	17.431
	U. NET LOSS (1050 - 1049 + 1051 + 1052 - 1053 + 1054) ≥ 0	1056			
	I. NET PROFIT WHICH BELONGS TO PARTICIPATION WITHOUT CONTROL RIGHTS	1057			
	II. NET PROFIT WHICH BELONGS TO PARENT COMPANY	1058			
	III. NET LOSS WHICH BELONGS TO PARTICIPATION WITHOUT CONTROL RIGHTS	1059			
	IV. NET LOSS WHICH BELONGS TO PARENT COMPANY	1060			
	V. EARNINGS PER SHARE				
	1. BASIC EARNING PER SHARE	1061			
	2. DILUTED EARNING PER SHARE	1062			

In _____

Legal representative

on _____ 20 _____

S.P.

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To be filled by legal entity - entrepreneur																							
Registration number	0	6	9	3	4	2	1	8	Activity code	5	5	1	0	TIN	1	0	0	2	7	9	5	2	2
Name: EXCELSIOR AD DHUT																							
Registered office: Kneza Miloša 5																							

STATEMENT OF COMPREHENSIVE INCOME

for the period from January 1, 2023 to December 31, 2023

- in 000 RSD -

Group Group of accounts, account	ITEM	ADP	Note number	Amount	
				Current year	Previous year
1	2	3	4	5	6
	A. NET OPERATING RESULT				
	I. NET PROFIT (ADP 1055)	2001		21.680	17.431
	II. NET LOSS (ADP 1056)	2002			
	B. OTHER COMPREHENSIVE PROFIT OR LOSS				
	a) items that will not be reclassified into Profit and loss account in future periods				
	1. Revaluations of intangible assets, immovables, plant and equipment				
330	a) increase in revaluation reserves	2003			
	b) decrease in revaluation reserves	2004			
	2. Actuarial profits or losses arising from defined benefit plans				
331	a) profit	2005			
	b) losses	2006			
	3. Profit or losses from shares in other comprehensive profit or loss of associated companies				
333	a) profit	2007			
	b) losses	2008			
	b) items that can be subsequently reclassified into Profit and loss account in future periods				
	1. Profit or losses from investing in equity instruments				
332	a) profit	2009			
	b) losses	2010			
	2. Profit or losses from conversion of financial statements of foreign operations				
334	a) profit	2011			
	b) losses	2012			

Group Group of accounts account	ITEM	ADP	Note number	Amount	
				Current year	Previous year
1	2	3	4	5	6
335	3. Profit or losses on hedging instruments of net investments in foreign operations				
	a) profit	2013			
	b) losses	2014			
336	4. Profit or losses on cash flow hedging instruments				
	a) profit	2015			
	b) losses	2016			
337	5. Profit or losses on securities valued at fair value through other comprehensive income				
	a) profit	2017			
	b) losses	2018			
	I. OTHER GROSS COMPREHENSIVE INCOME (2003 + 2005 + 2007 + 2009 + 2011 + 2013 + 2015 + 2017) - (2004 + 2006 + 2008 + 2010 + 2012 + 2014 + 2016 + 2018) ≥ 0	2019			
	II. OTHER GROSS COMPREHENSIVE LOSS (2004 + 2006 + 2008 + 2010 + 2012 + 2014 + 2016 + 2018) - (2003 + 2005 + 2007 + 2009 + 2011 + 2013 + 2015 + 2017) ≥ 0	2020			
	III. DEFERRED TAX EXPENSE ON OTHER COMPREHENSIVE PROFIT OR LOSS FOR THE PERIOD	2021			
	IV. DEFERRED TAX REVENUE ON OTHER COMPREHENSIVE PROFIT OR LOSS FOR THE PERIOD	2022			
	V. NET OTHER COMPREHENSIVE PROFIT (2019 - 2020 - 2021 + 2022) ≥ 0	2023			
	VI. NET OTHER COMPREHENSIVE LOSS (2020 - 2019 + 2021 - 2022) ≥ 0	2024			
	V. TOTAL NET COMPREHENSIVE RESULT FOR THE PERIOD				
	I. TOTAL NET COMPREHENSIVE PROFIT (2001 - 2002 + 2023 - 2024) ≥ 0	2025		21.680	17.431
	II. TOTAL NET COMPREHENSIVE LOSS (2002 - 2001 + 2024 - 2023) ≥ 0	2026			
	G. TOTAL NET COMPREHENSIVE PROFIT OR LOSS (2028 + 2029) = ADP 2025 ≥ 0 or ADP 2026 > 0	2027			
	1. Attributed to parent legal entity	2028			
	2. Attributed to non-controlling participations	2029			

To be filled by legal entity - entrepreneur																							
Registration number	0	6	9	3	4	2	1	8	Activity code	5	5	1	0	TIN	1	0	0	2	7	9	5	2	2
Name: EXCELSIOR AD DHUT																							
Registered office: Kneza Miloša 5																							

CASH FLOW STATEMENT
in the period from January 1, 2023 to December 31, 2023

- in 000 RSD -

ITEM	ADP	Amount	
		Current year	Previous year
1	2	3	4
A. CASH FLOWS FROM OPERATING ACTIVITIES			
I. Cash inflows from operating activities (from 1 to 4)	3001	226.085	193.346
1. Inflows from sales and prepayments - domestic	3002	223.526	187.063
2. Inflows from sales and prepayments - foreign	3003		5.967
3. Interests provided by operating activities	3004		
4. Other inflows from operating activities	3005	2.559	316
II. Cash outflows from operating activities (from 1 to 8)	3006	234.430	144.928
1. Trade payables and prepayments - domestic	3007	118.309	60.817
2. Trade payables and prepayments - foreign	3008	25.153	20.420
3. Salaries, wages and other personal indemnities	3009	62.459	49.143
4. Interests paid - domestic	3010	6.110	
5. Interests paid - foreign	3011		
6. Tax on profit	3012	106	
7. Outflows from other public revenues	3013	18.690	11.741
8. Other outflows from operating activities	3014	3.603	2.807
III. Net cash inflows from operating activities (I-II)	3015		48.418
IV. Net cash outflows from operating activities (II-I)	3016	8.345	
B. CASH FLOWS FROM INVESTING ACTIVITIES			
I. Cash inflows from investing activities (from 1 to 5)	3017		
1. Sale of shares and stakes	3018		
2. Sale of intangible assets, immovables, plant, equipment and biological resources	3019		
3. Other financial investments	3020		

ITEM 1	ADP 2	Amount	
		Current year 3	Previous year 2
4. Interests from investing activities	3021		
5. Inflows from dividends	3022		
II. Cash outflows from investing activities (from 1 to 3)	3023	6.491	4.097
1. Purchase of shares and stakes	3024		
2. Purchase of intangible assets, immovables, plants, equipment and biological resources	3025	6.491	4.097
3. Other financial investments	3026		
III. Net cash inflows from investing activities (I-II)	3027		
IV. Net cash outflows from investing activities (II-I)	3028	6.491	4.097
V. CASH FLOWS FROM FINANCING ACTIVITIES			
I. Cash inflows from financing activities (1 to 7)	3029	31.931	
1. Capital increase	3030	31.931	
2. Long-term credits - domestic	3031		
3. Long-term credits - foreign	3032		
4. Short-term credits - domestic	3033		
5. Short-term credits - foreign	3034		
6. Other long-term liabilities	3035		
7. Other short-term liabilities	3036		
II. Cash outflows from financing activities (from 1 to 8)	3037	23.637	
1. Treasury shares and stakes	3038	23.637	
2. Long-term credits - domestic	3039		
3. Long-term credits - foreign	3040		
4. Short-term credits - domestic	3041		
5. Short-term credits - foreign	3042		
6. Other liabilities	3043		
7. Financial leasing	3044		
8. Dividends paid	3045		
III. Net cash inflows from financing activities (I-II)	3046	8.294	
IV. Net cash outflows from financing activities (II-I)	3047		
G. TOTAL CASH INFLOWS (3001 + 3017 + 3029)	3048	258.016	193.346
D. TOTAL CASH OUTFLOWS (3006 + 3023 + 3037)	3049	264.558	149.025
D. NET CASH INFLOWS (3048 - 3049) ≥ 0	3050		44.321
E. NET CASH OUTFLOWS (3049 - 3048) ≥ 0	3051	6.542	
Z. CASH AT THE BEGINNING OF THE ACCOUNTING PERIOD	3052	84.021	39.620
Z. POSITIVE EFFECTS ON EXCHANGE RATE CHANGES FROM CASH CALCULATION	3053		80
I. NEGATIVE EFFECTS ON EXCHANGE RATE CHANGES FROM CASH CALCULATION	3054	31	
J. CASH AT THE END OF THE ACCOUNTING PERIOD (3050 - 3051 + 3052 + 3053 - 3054)	3055	77.448	84.021

In _____ 20 _____

Legal representative

S.P.

This form is mandatory pursuant to the Rulebook on the content and layout of financial statement forms for legal entities, cooperatives and entrepreneurs (RS Official Gazette No 89/2020)

To be filled by legal entity - entrepreneur

Registration number	0	6	9	3	4	2	1	8	Activity code	5	5	1	0	TIN	1	0	0	2	7	9	5	2	2
Name: EXCELSIOR AD DHUT																							
Registered office: Kneza Miloša 5																							

CAPITAL CHANGES STATEMENT
in period from January 1 to December 31, 2023

NO.	DESCRIPTION	ADP	Capital (group 30 except 306 and 309)	ADP	Other Capital (acc 309)	ADP	Subscribed capital unpaid (group 31)	ADP	Issue premium and reserves (acc 306 and group 32)
	1		2		3		4		5
1.	Balance on day 01.01. year ____	4001	63.859	4010		4019		4028	
2.	Effects of retroactive correction of material mistakes and changes of accounting policies	4002		4011		4020		4029	
3.	Corrected opening balance on day 01.01. year ____ (col 1+2)	4003	63.859	4012		4021		4030	
4.	Net changes in year ____.	4004		4013		4022		4031	
5.	Balance on day 31.12. year ____ (col 3+4)	4005	63.859	4014		4023		4032	
6.	Effects of retroactive correction of material mistakes and changes of accounting policies	4006		4015		4024		4033	
7.	Corrected opening balance on day 01.01. year (col 5+6)	4007	63.859	4016		4025		4034	
8.	Net changes in year ____	4008	31.931	4017		4026		4035	79.288
9.	Balance on day 31.12. year (col 7+8)	4009	95.790	4018		4027		4036	79.288

NO.	DESCRIPTION	ADP	Revalutaion reserves and unrealized profit and losses (group 33)	ADP	Unrealized profit (group 34)	ADP	Losses (group 35)	ADP	Participation without control rights
	1		6		7		8		9
1.	Balance on day 01.01. year	4037	267.960	4046	46.645	4055	156.475	4064	
2.	Effects of retroactive correction of material mistakes and changes of accounting policies	4038		4047		4056		4065	
3.	Corrected opening balance on day 01.01. year (col 1+2)	4039	267.960	4048	46.645	4057	156.475	4066	
4.	Net changes in year	4040		4049	17.431	4058		4067	
5.	Balance on day 31.12. year (col 3+4)	4041	267.960	4050	64.076	4059	156.475	4068	
6.	Effects of retroactive correction of material mistakes and changes of accounting policies	4042		4051		4060		4069	
7.	Corrected opening balance on day 01.01. year (col 5+6)	4043	267.960	4052	64.076	4061	156.475	4070	
8.	Net changes in year.	4044		4053	-20.444	4062	-156.475	4071	
9.	Balance on day 31.12. year (col 7+8)	4045	267.960	4054	43.632	4063		4072	

NO.	DESCRIPTION	ADP	In total (correspondents to ADP 0401) (col. 2+3+4+5+6+7-8+9) ≥0	ADP	Loss above equity (correspondents to ADP 0455) (col. 2+3+4+5+6+7-8+9) <0
	1		10		11
1.	Balance on day 01.01. year	4073	221.989	4082	
2.	Effects of retroactive correction of material mistakes and changes of accounting policies	4074		4083	
3.	Corrected opening balance on day 01.01. year (col 1+2)	4075	221.989	4084	
4.	Net changes in year ____.	4076		4085	
5.	Balance on day 31.12. year (col 3+4)	4077	239.420	4086	
6.	Effects of retroactive correction of material mistakes and changes of accounting policies	4078		4087	
7.	Corrected opening balance on day 01.01. year (col 5+6)	4079	239.420	4088	
8.	Net changes in year	4080		4089	
9.	Balance on day 31.12. year (col 7+8)	4081	486.670	4090	

In	Legal representative
S.P.	

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***1. INCORPORATION AND ACTIVITY**

The Shareholding Company for Hotel, Hospitality and Tourist Services *Excelsior a.d., Beograd*, (hereinafter: the "Company") was founded on November 2, 1993.

Under the Agreement on the Acquisition of Socially-Owned Capital via Public Auction dated February 27, 2008, 70% of the socially-owned capital was sold to the entity "Eteria Ellinikon Ksenodohion Lampsas AE", Athens, Greece.

On April 24, 2017, the Company executed the Management Agreement with Orbis S.A., Warsaw, Poland, a licensed agent of Accor Group, France in Serbia. Under the said Agreement, Orbis S.A., Warsaw, Poland undertook to manage all the hotel activities under the protected Mercure brand and in conformity with all the brand standards for a period of ten years, commencing on September 1, 2017, when the hotel was reopened under the new name of the Mercure Belgrade Excelsior Hotel.

The primary business activity of the Company includes hotel, accommodation and tourist services. The Company's registered office is in Belgrade, at no. 5, Kneza Milosa Street.

The Company's tax identification number (fiscal code) is 100279522, and its corporate ID is 06934218.

Beogradsko Mešovito Preduzeće a.d. purchased all shares of Excelsior a.d. as of January 8, 2020. As of December 25, 2020 the shares of Excelsior a.d. were withdrawn from the Belgrade Stock Exchange listing.

As of December 31, 2023 the Company had 32 employees (December 31, 2022 - 33 employees).

2. BASIS OF PREPARATION AND PRESENTATION OF THE FINANCIAL STATEMENTS AND ACCOUNTING CONVENTION**2.1. Basis of Preparation and Presentation of Financial Statements**

The Company's financial statements are prepared in accordance with the Law on Accounting (Official Gazette of RS, no. 73/2019, 44/2021) and other accounting regulations that apply in the Republic of Serbia.

Financial statements of the Company for the accounting period ending on December 31, 2023 were compiled, on all materially significant issues, in accordance with the International Financial Reporting Standards for Small and Medium-Sized Entities ("IFRS for SMEs"), Law on Accounting (Official Gazette of RS, no. 73/2019, 44/2021), the Rules on the Chart of Accounts and Contents of Accounts within the Chart of Accounts for Companies, Cooperatives and Entrepreneurs (Official Gazette of RS no. 89/2020) and other effective bylaws and regulations as well as in accordance with the selected and adopted accounting policies of the Company, established by the Rules on Accounting and Accounting Policies.

Consequently, in preparation of these financial statements the Company applies the IFRS for SMEs that were effective for the year ending on December 31, 2023.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***2. BASIS OF PREPARATION AND PRESENTATION OF THE FINANCIAL STATEMENTS AND ACCOUNTING CONVENTION (Continued)****2.1. Basis of Preparation and Presentation of Financial Statements (Continued)**

The financial statements have been prepared under the historical cost principle, unless otherwise stated in the accounting policies set out below.

In the preparation of the accompanying financial statements, the Company adhered to the accounting policies described in Note 3. In accordance with the Law on Accounting, the Company's financial statements are stated in thousands of dinars (RSD). Dinar being the official reporting currency in the Republic of Serbia.

These financial statements are prepared for the purpose of compliance with legal requirements.

2.2. Going Concern

Ability of the Company to operate on a going concern basis depends on a continued financial support of the majority shareholder. The Company's management expects that the Company will continue to generate stable revenues and reduce costs in the forthcoming period, or that the increase in costs will be less than the increase in revenues. Furthermore, the Company expects that the Management Agreement executed with Orbis S.A., Warsaw, Poland, which will manage all the hotel activities under the protected brand Mercure, will contribute to the business stabilization and profitable operations. Accordingly, these financial statements have been prepared on a going concern basis, assuming that the Company will continue to operate in the foreseeable future.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Company consistently applied the following accounting policies in all periods presented in these financial statements.

3.1. Income*Income from Sales and Rendering of Services*

Income from sales of products and services is recognized when the substantial risk and rewards associated with the right of ownership are transferred to the customer.

Income from service rendering is recognized in the period in which a relevant service is rendered and stated at the amounts invoiced net of approved discounts and value added tax.

Finance Income

Finance income includes interest income, foreign exchange gains and other finance income.

Interest income is recognized on an accrual basis in the income statement of the period it relates to.

Other Income

Other income includes: reversal of long-term provisions, surpluses and other income.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****3.2. Expenses**

Expenses are recognized in the income statement as per “matching principle,” i.e. on an accrual basis and are determined for the period when incurred.

Operating Expenses

Operating expenses include costs incurred in generating sales revenues and comprise cost of commercial goods sold, cost of materials, fuel and energy, costs of gross wages and salaries, depreciation and amortization charge and services rendered by third parties. Operating expenses also include general expenditures such as rental costs, costs of marketing and advertising, insurance, bank charges, taxes payable and other costs incurred in the current accounting period.

Finance Expenses

Finance expenses encompass interest expenses, foreign exchange losses and other finance expenses. Interest expenses comprise interest accrued on borrowings, which is recorded within the income statement of the period it relates to as per the “matching principle.”

Other Expenses

Other expenses include expenses for damage caused to a guest and miscellaneous other expenses.

3.3. Foreign Currency Translation

Transactions denominated in foreign currencies are translated into dinars at the official middle exchange rates as determined in the interbank foreign exchange market and effective at the date of each transaction.

Monetary assets, receivables and liabilities denominated in foreign currencies are translated into dinars by applying the official exchange rates as determined in the interbank foreign exchange market and prevailing at the balance sheet date. Non-monetary items are translated into dinars at the official middle exchange rate effective as at the transaction date.

Foreign exchange positive or negative effects arising upon the translation of transactions performed during the year, and assets and liabilities in foreign currencies as of the balance sheet date, are credited or charged to the income statement as foreign exchange gains or losses within the items of finance income or expenses.

Receivables with a currency clause index are translated into dinars at the middle exchange rate of the National Bank of Serbia effective as at the balance sheet date. Foreign exchange positive or negative effects arising thereof are stated in the income statement, as gains or losses on the risk hedges within other income or expenses.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****3.4. Employee Benefits***Short-Term Employee Benefits - Taxes and Contributions Made to the Employee Social Security Funds*

In accordance with regulatory requirements effective in the Republic of Serbia, the Company is obligated to pay contributions to tax authorities and to various state social security funds, which guarantee social security insurance benefits to employees. These obligations involve the payment of taxes and contributions on behalf of the employee, by the employer, in an amount computed by applying the specific, legally prescribed rates. The Company is also legally obligated to withhold contributions from gross salaries to employees, and on behalf of its employees, to transfer the withheld portions directly to government funds. These taxes and contributions payable on behalf of the employee and employer are charged to expenses in the period in which they arise.

Long-Term Employee Benefits - Obligations for Retirement Benefits

Pursuant to the Collective Bargaining Agreement, the Company is obligated to pay retirement benefits in an amount equal to two gross average salaries of the vesting employee earned in the month preceding the month of retirement benefit payment, which cannot be lower than two average gross salaries paid in the Republic of Serbia in the month preceding the month of retirement benefit payment.

In the Company's assessment, the amount of liabilities for retirement benefits as of December 31, 2021, was provided for the aforesaid liabilities as at the reporting date.

Short-Term Compensated Absences

Accumulating compensated absences (annual vacation leaves) can be carried forward and used in future periods if the current period's entitlement is not used in full. Expenses for compensated absences are recognized at the amount the Company expects to pay as a result of the unused entitlement that has accumulated at the balance sheet date. In the case of non-accumulating compensated absences, an obligation or expense is recognized when the absences occur.

In the Company's assessment, the amount of liabilities for unused annual leaves as of December 31, 2023, was immaterial. Accordingly, the Company did not provide for the aforesaid liabilities as at the reporting date.

3.5. Income Taxes*Current Income Tax*

Current income tax is the amount calculated by applying the prescribed tax rate of 15% (2022: 15%) on the taxable income determined within the tax statement and reported in the annual corporate income tax return. The taxable base includes the profit before taxation shown in the statutory statement of income, as adjusted for differences that are specifically defined under statutory tax rules of the Republic of Serbia, less any prescribed tax credits.

The Corporate Income Tax Law of the Republic of Serbia does not envisage that any tax losses of the current period be used to recover taxes paid within a specific carryback period. However, current period tax losses may be used to reduce or eliminate taxes to be paid in future periods for duration of no longer than five ensuing years.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****3.5. Income Taxes (Continued)***Deferred Income Taxes*

Deferred income taxes are provided using the balance sheet liability method, for temporary differences arising between the tax bases of assets and liabilities and their carrying values in the financial statements. Deferred tax liabilities are recognized for all taxable temporary differences. Deferred tax assets are recognized for all deductible temporary differences and tax credits and losses available for carryforward, to the extent that it is probable that taxable profit will be available, against which the deductible temporary differences and the tax loss/credits of the carryforwards can be utilized. Deferred tax assets and liabilities are determined at the tax rate expected to be applied in the period of the relevant asset realization/liability settlement. As of December 31, 2023, deferred tax assets and liabilities were provided at the rate of 15%.

Deferred income taxes are either charged or credited to the income statement, except in so far as they relate to items that are directly credited or charged to equity, in which case deferred taxes are also recognized under equity.

3.6. Intangible Assets

Intangible assets can be identified as non-monetary assets without physical features.

Intangible assets are recognized and amortized as such if they meet the requirements prescribed by IAS 38 "Intangible Assets" and have useful economic lives over a year. Unless an intangible asset fulfills the aforesaid criteria, it is recognized as an expense of the period in which the related investment was made.

Intangible assets are initially recognized at cost or purchase price. Subsequently, intangible assets are carried at cost decreased by any allowance for accumulated amortization and impairment losses.

Acquired software licenses are capitalized in the amount of expenses incurred in acquisition and placement into use and amortized over a period of ten years.

3.7. Property and Equipment

Items of property and equipment are initially recognized at cost or purchase price and carried at cost less allowance for accumulated depreciation and impairment losses, if any. Cost includes any costs directly attributable to the acquired assets.

Expenditure such as modification or adaptation to assets is recognized as an asset, when it is probable that future economic benefits, in excess of the originally assessed standard of performance, will flow to the Company and if reliably measured. Additions to the items of property and equipment during the year are stated at cost, which comprises the amount billed by suppliers increased by direct acquisition-related costs and any costs directly attributable to bringing the assets to working condition for their intended use.

Gains on the sales of property and equipment are recognized as other income. Losses on the sales or disposal of property and equipment are included within other expenses.

Depreciation of property and equipment is computed on a straight-line basis by applying depreciation rates determined in such a manner that cost of property and equipment items is depreciated in equal annual amounts in order to fully write off the cost of the assets over their estimated useful lives. Depreciation of assets activated during the year commences upon the asset placement in use, i.e., in the month following the month in which the respective asset became available for its intended use.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****3.7. Property and Equipment (Continued)**

The applied useful lives and depreciation rates in the current and previous accounting period are:

Asset	Useful life (years) 2023	Useful life (years) 2022
Buildings	33	33
Computer equipment	4.16	4.16
Motor vehicles	6.6	6.6
Furniture and other equipment	6.6	6.6

Calculation of depreciation for tax purposes is performed in accordance with the Corporate Income Tax Law of the Republic of Serbia, Rulebook on the manner of classification of assets by groups and the manner of determining of depreciation for tax purposes and Rulebook on depreciation of property, plant and equipment recognized for tax purposes, resulted in effects on current income tax expense, as well on deferred taxes.

3.8. Impairment of Assets

At each balance sheet date, the Company's management reviews the carrying amounts of the Company's tangibles in order to determine the indications of impairment loss. If there is any indication that such assets have been impaired, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. In cases where it is impossible to assess the recoverable amount of an individual asset, the Company assesses the recoverable value of the cash generating unit to which the asset belongs.

The recoverable amount of an asset is the higher of its costs to sell and its value in use. For the purpose of assessing value in use, estimated future cash flows are discounted to the present value by applying the discount rate prior to taxation reflecting the present market estimate of time value of cash and risks specifically related to the asset in question.

If the estimated recoverable amount of assets (or cash generating unit) is below their carrying value, the carrying amount of the asset (or cash generating unit) is reduced to its recoverable amount. An impairment loss is recognized as an expense of the current period under operating expenses, except in case of land and buildings that are not used as investment property which is stated at revalued amount in which case impairment loss is presented as a loss on revaluation of assets.

Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash generating unit) is increased to the revised estimate of its recoverable value. However, this is performed so that the increased carrying amount does not exceed the carrying value that would have been determined had no impairment loss been recognized for the asset (or cash generating unit) in prior years.

A reversal of an impairment loss is recognized as income immediately, unless the respective asset is carried at a revalued amount, in which instance, the reversal of the impairment loss is treated as a revaluation increase.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****3.9. Inventories**

Inventories are primarily stated at the lower of cost and net realizable value. The net realizable value is the price at which inventories may be realized throughout the normal course of business, after allowing for the costs of realization.

The cost of raw material is comprised of the amount billed by suppliers and is determined using the weighted-average cost method.

Inventories found to be damaged or of a substandard quality are written off in full. Impairment of inventories via impairment allowance accounts is performed for materials and raw materials.

3.10. Financial Instruments***Financial Assets***

The Company's business model reflects the manner in which the Company manages groups of its financial assets in order to achieve a certain business goal. This analysis entails judgments made based on all the relevant evidence. An entity's business model could be determined as groups of financial assets that are managed together to collect contractual cash flows and comprise of financial placements and receivables (trade receivables and other).

Financial assets and liabilities of the Company comprise of trade receivables, other short-term receivables, financial liabilities, trade payables and other operating liabilities.

The Company does not have financial assets and liabilities measured at fair value through profit or loss, nor financial assets measured at fair value through other comprehensive income.

Financial assets include current assets, unless their maturities are longer than 12 months from the balance sheet date, in which case they are classified as non-current assets.

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity, or the Company neither transfer nor retains all the risks and rewards, but transfer the control over asset.

Write-off of receivables constitutes a derecognition of financial asset. Also, a renegotiation or other modification of the contractual cash flows of a financial assets result in derecognition of financial asset.

After initial recognition, financial assets are measured as follows:

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****3.10. Financial Instruments (Continued)***a) Accounts Receivable and Other Receivables*

The Company perform its operations under common contractual terms and such receivables are non-interest bearing receivables. Trade receivables and other receivables are measured at amortized cost.

Trade receivables are stated at their nominal value, net of allowance for impairment for expected credit losses. Impairment allowances are recorded under losses on the value adjustment of other assets at fair value through profit and loss within the income statement.

Income from reversal of provisions is recorded under gains on the value adjustment of other assets at fair value through profit and loss within the income statement.

b) Cash and Cash Equivalents

For the purposes of the cash flow statement, cash and cash equivalents include balances on accounts held with commercial banks and other highly liquid financial assets with maturities of up to three months and that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Financial Liabilities

The management of the Company perform classification of financial liabilities at their initial recognition.

Financial liabilities comprise finance lease liabilities, trade payables and other operating liabilities.

Financial liabilities are initially recognized at fair value of consideration received. After initial recognition financial liabilities are stated at amortized cost by applying the effective interest rate.

Financial liabilities cease to be recognized when the Company fulfills the respective obligations, or when the contractual repayment obligation has either been cancelled or has expired.

In a case of change a current financial liability by another liability toward the same creditor, but under significant changes in contractual terms or contractual terms relating to the current financial liability has significantly changed, such change should be treated as cease of previous financial liability and recognition of new liability, while the difference between initial and new liability should be recorded within income statement.

Trade payables and other operating liabilities are subsequently measured at amortized cost, which is equal to their nominal value, as these are short-term liabilities.

3.11. Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***4. SUMMARY OF THE KEY ACCOUNTING ESTIMATES**

Presentation of the financial statements requires the Company's management to make the best estimates and reasonable assumptions that influence the assets and liabilities amounts, as well as the disclosure of contingent liabilities and receivables as of the date of preparation of the financial statements, and the income and expenses arising during the accounting period. These estimations and assumptions are based on information available as of the date of preparation of the financial statements. Actual results may vary from these estimates.

What follows are the key assumptions in respect of the future events and other sources of estimations, uncertainties as of the balance sheet date which represent risk from material adjustments to the amounts of balance sheet items in the following fiscal year.

4.1. Depreciation and Amortization Charge and Rates Applied

The calculation of depreciation and amortization, as well as depreciation and amortization rates are based on the economic useful lives of buildings, equipment and intangible assets. At least once a year, the Company assesses the economic useful lives based on the current estimates.

In addition, due to the significance of the non-current assets within the total assets of the Company, any change in the aforesaid assumptions may result in materially significant effects on the financial position and performance of the Company.

4.2. Allowance for Impairment of Receivables

Impairment allowance of bad and doubtful receivables is calculated based on estimated losses resulting from the inability of customers to settle the liabilities to the Company when due. The management estimates are based on the aging of trade receivables balance and historical write-off experience, customer credit-worthiness and changes in customer payment terms when evaluating the adequacy of the impairment allowance of doubtful receivables. This involves assumptions about future customer behavior and the resulting future collections. The management believes that no additional impairment allowance is required in excess of the allowance already recognized in these financial statements.

4.3. Provisions for Litigations

Generally, provisions are highly judgmental. The Company estimates the likelihood of unfavorable events happening as a result of past events and assesses the amount necessary to settle such liability. Although the Company acts prudently in making such estimates, given the great extent of uncertainty, in certain cases actual results may depart from these assessments.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***4. SUMMARY OF THE KEY ACCOUNTING ESTIMATES (Continued)****4.4. Fair Value**

It is a policy of the Company to disclose the fair value information of those components of assets and liabilities for which published or quoted market prices are readily available, and of those for which the fair value may be materially different from their carrying amounts. In the Republic of Serbia, sufficient market experience, stability and liquidity do not exist for the purchase and sale of receivables and other financial assets or liabilities, for which published market prices are presently not readily available. As a result, fair value cannot readily or reliably be determined in the absence of an active market.

The Company's management assesses its overall risk exposure, and in instances in which it estimates that the value of assets stated in its books may not have been realized, it recognizes a provision. In the opinion of management, the reported carrying amounts are the most valid and useful reporting values under the present market conditions.

Fair value of tangible assets

Fair values of tangible assets are estimated by qualified valuers. In the absence of current prices in an active market for similar properties, the Company considers information from a variety of sources, including:

- a) current prices in an active market for properties of a different nature, condition or location, adjusted to reflect those differences;
- b) recent prices of similar properties on less active markets, with adjustments to reflect any changes in economic conditions since the date of the transactions that occurred at those prices; and
- c) discounted cash flow projections based on reliable estimates of future cash flows, supported by the management's plans and expectations regarding the market fluctuations, such as prices, number of overnight stays, average income per room, occupancy and the like, using discount rates that reflect current market assessments of the uncertainty as to the amount and timing of the cash flows.

The Company's management believes that the net carrying values correspond to the fair values of its property as of the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***4.5 FOREIGN EXCHANGE RATES**

The official middle exchange rates for major currencies as of December 31, were as follows:

	31.12.2023	31.12.2022
EUR	117,1737	117,3224
USD	105,8671	110,1515
GBP	135,0550	132,7026
CHF	125,5343	119,2543

BALANCE SHEET**5. IMMOVABLES, PLANTS AND EQUIPMENT AND INTANGIBLE ASSETS**

Description	Cost	Accumulated Depreciation	Net book value
Land	112.613		112.613
Buildings and equipment	754.857	445.651	309.206
Biological resources			
Total:	867.470	445.651	421.819

Intangible assets comprise of software:

Description	Cost	Accumulated Depreciation	Net book value
Software	7.415	4.881	2.534
Patents, licenses			
Other intangible assets			
Intangible assets in progress			
Advances for intangible assets			
Total:	7.415	4.881	2.534

STRUCTURE OF NET BOOK VALUE OF FIXED ASSETS

Description	Amount	Structure (%)
Land	112.613	26%
Buildings and equipment	309.206	74%
Total	421.819	100%

The equipment consists of hotel furniture, appliances, computer equipment, office furniture, etc.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***MOVEMENTS ON FIXED ASSETS**

No.	Description	Land	Buildings	Equipment	Other Assets	Investments in Progress	Advances Paid	Total
I.	Cost							
1.	Balance at January 1, 2023	112.613	696.674	51.518	111		62	860.978
2.	Correction of errors and changes in accounting policies							
3.	Additions		5.526	966				6.492
4.	Disposals							
5.	Transfer to assets held for sale							
6.	Revaluation							
7.	Other							
8.	Balance at December 31, 2023	112.613	702.200	52.484	111		62	867.470
II	ACCUMULATED DEPRECIATION							
1.	Balance at January 1, 2023		382.230	41.695				423.925
2.	Correction of errors and changes in accounting policies							
3.	Charge for the year		17.806	3.920				21.726
4.	Impairment losses							
5.	Disposals							
6.	Transfer to assets held for sale							
7.	Revaluation							
8.	Other							
9.	Balance at December 31, 2023		400.036	45.615				445.651
III	Net book value	112.613	302.164	6.869	111		62	421.819

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***6. LONG -TERM FINANCIAL INVESTMENTS**

Description	2023	2022
Long-term loans to employees		
Total:	0	0

7. INVENTORIES

The structure of inventories is as follows:

Description	2023	2022
Materials	1.206	1.484
Goods		
Work in progress		
Finished products		
Semi-finished products		
Advances paid for inventories	856	1.351
Allowance for impairment		
Total:	2.062	2.835

Advances paid for inventories comprise of advance payments to suppliers.

8. RECEIVABLES FROM SALES

Short-term receivables and investments refer to:

Description	2023	2022
Trade receivables - related parties		
Domestic trade receivables	1.240	816
Receivables from domestic parent company		
Receivables from foreign parent company		
Allowance for impairment of domestic trade receivables		
Foreign trade receivables	1.105	1.006
Total:	2.345	1.822

Confirmations of outstanding balances as of December 31, 2023 were sent to trade receivables.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***9. SHORT – TERM FINANCIAL INVESTMENTS**

Short-term financial investments as of December 31, 2023

Description	2023	2022
Short-term investments-other related parties		
Short-term deposits in RSD		
Current maturity of long-term investments		
Short-term loans abroad		
Securities held up to maturity		
Securities held for trading		
Other short-term financial investments		
Impairment of financial investments		
Total:		

10. CASH AND CASH EQUIVALENTS

Description	2023	2022
Securities (cash equivalents)	0	0
Transit account	0	0
Current account in RSD	63.180	72.186
Cash in hand		32
Foreign currency account	14.268	11.803
Other cash	0	0
Other funds	0	0
Total:	77.448	84.021

Current accounts are held with Banca Intesa AD Beograd, OTP Banka AD Novi Sad and Halkbank AD Beograd.

11. OTHER SHORT-TERM RECEIVABLES

Description	2023	2022
Receivables from funds	2.424	2.424
Deferred VAT	102	44
Receivables from the Government institutions		1.631
Other short-term receivables		26
Total:	2.526	4.125

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***12. SHORT – TERM ACCRUED EXPENSES**

Description	2023	2022
Accruals	2.073	2.227
Total:	2.073	2.227

Accruals relate to prepaid insurance premiums and other prepaid expenses.

13. DEFERRED TAX ASSETS

Description	2023	2022
Deferred tax assets	322	569
Total:	322	569

Deferred tax assets arose in connection with provisions for court cases.

14. EQUITY

The structure of equity is as follows:

Description	2023	2022
Share capital	95.790	63.859
Reserves	79.288	0
Revaluation reserves	267.960	267.960
Retained earnings from previous years	21.952	46.645
Adjustments on retained earnings from previous years		
Dividend payments		
Other increases		
Other decreases		
Net profit for the year	21.680	17.431
Previous years losses		(156.475)
Balance as of December 31	486.670	239.420

15. LONG-TERM PROVISIONS AND LIABILITIES

Description	2023	2022
Provisions for retirement benefits	670	670
Long-term borrowings		249.344
Other long-term provisions	2.150	4.320
Total:	2.820	254.334

Other long-term provisions relate to provisions for litigations.

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***16. DEFERRED TAX LIABILITIES**

Description	2023	2022
Deferred tax liabilities	10.405	11.903
Total:	10.405	11.903

17. SHORT – TERM FINANCIAL LIABILITIES

Description	2023	2022
Short-term borrowings from the parent company and other related parties, domestic	4	0
Other short-term financial liabilities		
Total:	4	0

18. PREPAYMENTS, DEPOSITS AND GUARANTEES AND OPERATING LIABILITIES

Description	2023	2022
Advances received, deposits and security	703	439
Trade payables - parent company and subsidiaries	220	194
Trade payables - other related parties		
Trade payables in the country	3.059	1.304
Trade payables abroad	905	820
Other operating liabilities		
Liabilities to importers		
Liabilities for export in favor of other legal entities		
Liabilities for consignment sales		
Other liabilities from specific operations	119	1.560
Total:	5.006	4.317

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***19. OTHER SHORT-TERM LIABILITIES**

Description	2023	2022
Liabilities for value added tax	1.391	1.053
Liabilities for taxes and contributions		563
Liabilities for tax on profit	3.286	
Liabilities for public duties	11	9
Liabilities for interest and financing costs		22.714
Total:	4.688	24.339

20. SHORT DEFERRED EXPENSES

Description	2023	2022
Deferred expenses	1.536	1.536
Total:	1.536	1.536

Deferred expenses relate to accrued expenses.

INCOME STATEMENT**21. OPERATING INCOME**

Description	2023	2022
Income from sales of goods to a parent company		
Income from sales of goods to a related party		
Income from sales of products and services on the domestic market	200.830	170.757
Income from sales of products and services on the foreign market		
Own-work capitalized	483	213
Income from the sale of products and services to other related legal entities		
Income from the sale of products and services on the foreign market		
Income from subsidies	0	0
Other operating income	1.875	2.454
Total:	203.188	173.424

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***22. COST OF GOODS SOLD**

Description	2023	2022
Cost of goods sold		
Total:	0	0

23. RAW MATERIAL COSTS, FUEL AND ENERGY COSTS

Description	2023	2022
Cost of materials	11.038	9.741
Costs of other materials	5.500	3.839
Costs of fuel and energy	10.947	9.490
Write-off of tools and fixtures	1.093	751
Total:	28.578	23.821

24. SALARIES, WAGES AND OTHER PERSONAL INDEMNITIES

Description	2023	2022
Employee gross salaries	50.300	42.229
Payroll taxes and contributions	7.444	6.611
Considerations payable to individuals per other contracts	591	957
Considerations payable per service contracts	1.610	1.262
Considerations payable to employees	2.514	1.588
Other staff costs	0	880
Total:	62.459	53.527

25. PRODUCTION SERVICES COSTS

Description	2023	2022
Costs from undertaking for own purposes	0	0
Transportation services	1.345	1.176
Postage services	1.342	1.030
Maintenance services	6.901	4.441
Rental costs	934	1.088
Marketing and advertising	226	145
Cost of other services	3.848	3.350
Total:	14.596	11.230

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***26. DEPRECIATION AND PROVISIONS**

Description	2023	2022
Depreciation of tools, fixtures	1.853	1.541
Depreciation of intangible assets	663	663
Depreciation of buildings	17.806	17.605
Depreciation of equipment	2.067	2.491
Provision charge		0
Total:	22.389	22.300

27. INTANGIBLE COSTS

Description	2023	2022
Costs from undertaking for own purposes		
Costs of fairs		
Research expenses		
Costs of non-production services	12.105	10.202
Entertainment	1.366	1.798
Insurance premiums	523	462
Bank charges	8.869	6.101
Membership fees	0	24
Taxes	3.771	3.913
Contributions payable	0	23
Other non-material costs	17.343	14.155
Total:	43.977	36.678

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***28. FINANCIAL INCOME**

Description	2023	2022
Finance income from parent company and subsidiaries		
Finance income from other related parties		
Interest income		
Foreign exchange gains	138	588
Positive currency clause effects		
Investment income		
Other finance income		
Total:	138	588

29. FINANCIAL EXPENSES

Description	2023	2022
Financial expenses from parent company and subsidiaries	6.104	6.911
Financial expenses from other related legal entities		
Interest expenses	6	17
Foreign exchange losses	31	210
Negative currency clause effects		
Investment losses		
Other finance expenses		
Toatal:	6.141	7.138

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***30. OTHER INCOME**

Description	2023	2022
Income from sale of intangible assets, property, plant and equipment		
Income from sale of biological assets		
Income from sale of equity investments and long-term securities		
Income from sale of materials		
Collection of receivables previously provided for		
Surpluses	248	43
Income from damages		266
Income based on the effects of contracted risk protection except for the currency clause		
Income from reduction of liabilities	309	792
Reversal of long-term provisions	2.170	
Other income, elsewhere not specified		21
Income from value adjustment of biological assets		
Income from value adjustment of intangible assets		
Income from value adjustment of property, plant and equipment		
Income from value adjustment of long-term financial investments and securities held for sale		
Income from inventory value adjustment		
Income from value adjustment of receivables and short-term financial placements		
Income from value adjustment of other assets		
Total:	2.727	1.122

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***31. OTHER EXPENSES**

	2023	2022
Losses on sale of intangible assets, property, plant and equipment		
Losses on sale of biological assets		
Losses on sale of equity investments and securities		
Expenses on legal proceedings	1.023	
Shortages	517	
Expenses based on the effects of contracted risk		
Allowance for impairments of receivables		984
Expenses on disposal of inventories		
Other expenses, elsewhere not specified	921	862
Impairment of biological assets		
Impairment of intangible assets		
Impairment of property, plant and equipment		
Impairment of long-term financial investments		
Impairment of inventories		
Impairment of receivables and short-term financial placement		
Impairment of other assets		
Total:	2.461	1.846

**32. POSITIVE/(NEGATIVE) NET EFFECT OF RESULT ON PROFIT/(LOSS) FROM
DISCONTINUED OPERATIONS, EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND
CORRECTIONS OF ERRORS FROM PREVIOUS PERIODSs**

Description	2023	2022
Positive net effect - corrections of errors from previous years		
Negative net effect - corrections of errors from previous years		(42)

NOTES TO THE FINANCIAL STATEMENTS**December 31, 2023***All amounts expressed in thousands of RSD, unless otherwise stated***33. NET PROFIT**

Description	2023	2022
Profit before tax	25.452	17.568
Loss before tax		
Profit from discontinued operations		
Loss from discontinued operations		
Income tax expense	(5.023)	(1.240)
Deferred tax expense		
Deferred tax income	1.251	1.103
Personal indemnities paid to employer		
Net profit	21.680	17.431
Net loss		

Reconciliation of receivables and liabilities

The Company reconciled receivables and liabilities as of December 31, 2023.

34. LITIGATION

As of December 31, 2023, the Company was involved in several legal suits on different grounds. Based on the opinion of the Company's attorneys and the assessment of the management in the previous years, the Company accrued a liability in the amount of RSD 2,150 thousand.

35. OFF- BALANCE SHEET ASSETS AND LIABILITIES

There is none.

36. GOING CONCERN

When evaluating the justification of the assumption of continuity of operations, the management took into account all available data regarding the foreseeable future, which includes at least twelve months from the date of the balance sheet, although it was not limited to that period only.

The management estimates that the Company is capable of continuing to operate for an indefinite period of time in accordance with the principle of going concern.

37 . EVENTS AFTER THE REPORTING PERIOD

There were no events after the reporting period which needs to be disclosed.

In Belgrade, March 20, 2024

Responsible person

APPENDIX 1

INCOME STATEMENT
Year Ended December 31, 2023
(Thousands of EUR)

	2023	2022
Operating income		
Sales of products and services to domestic customers	1,713	1,454
Other operating income	16	21
	<u>1,729</u>	<u>1,475</u>
Operating expenses		
Revenue from undertaking for own purposes	4	2
Cost of materials, fuel and energy	(244)	(203)
Staff costs	(533)	(456)
Cost of production services	(124)	(96)
Depreciation/amortization charge	(191)	(190)
Non-material costs	(375)	(312)
	<u>(1,463)</u>	<u>(1,255)</u>
Profit from operations	<u>266</u>	<u>220</u>
Finance income		
Foreign exchange gains and positive currency clause effects (third parties)	1	5
	<u>1</u>	<u>5</u>
Finance expenses		
Finance expenses incurred with parent company and subsidiaries	(52)	(59)
Foreign exchange losses and negative currency clause effects (to third parties)	-	(2)
	<u>(52)</u>	<u>(61)</u>
Loss from financing activities	<u>(51)</u>	<u>(56)</u>
Losses on value adjustment of other assets carried at fair value through profit and loss	-	(8)
Other income	23	10
Other expenses	(21)	(16)
Profit from continuing operations before taxes	<u>217</u>	<u>150</u>
Net profit/(losses) from discontinued operations, effects of changes in the accounting policies and prior years' error adjustment	-	-
Current income tax expense	(43)	(11)
Deferred tax benefits	11	9
NET PROFIT FOR THE YEAR	<u>185</u>	<u>148</u>

Note:

In accordance with the majority shareholders requirements, the Company's financial statements prepared in accordance with the accounting regulations of the Republic of Serbia and presented in the Company's Serbian dinar (functional currency) were translated into EUR (presentation currency). Translation of Income Statement for the years ended December 31, 2023 and 2022 was performed using the following average exchange rates:

- 2023: 117,2530
- 2022: 117,4641

APPENDIX 2

BALANCE SHEET
As of December 31, 2023
(Thousands of EUR)

	December 31, 2023	December 31, 2022
ASSETS		
Non-current assets	3,624	3,758
<i>Intangible assets</i>		
Concessions, patents, licenses, trademarks, software and other rights	22	27
<i>Property, plant and equipment</i>	3,600	3,726
Land	960	960
Buildings	2,578	2,680
Plant and equipment	60	84
Other property, plant and equipment	1	1
Advances paid for property, plant and equipment	1	1
Deferred tax assets	2	5
Current assets	738	810
<i>Inventories</i>	17	25
Materials, spare parts, small tools and fixtures	10	13
Advances paid for inventories and services	7	12
<i>Trade receivables</i>	20	16
Domestic – parent companies and subsidiaries		
Domestic	11	7
Foreign	9	9
Other receivables	22	35
Cash and cash equivalents	661	716
Prepayments	18	18
Total assets	4,362	4,568

(Continued)

BALANCE SHEET (Continued)
As of December 31, 2023
(Thousands of EUR)

	December 31, 2023	December 31, 2022
EQUITY AND LIABILITIES		
Equity	4,153	2,041
Share capital	1,059	786
Revaluation reserves	3,689	3,689
Prior years retained earnings/(accumulated losses)	872	(929)
Current year profit	185	148
Translation reserves	(1,652)	(1,653)
Non-current provisions and liabilities	24	2,168
Provisions for retirement and other employee benefits	6	6
Provisions for litigations	18	37
Long-term liabilities to parent and subsidiaries	-	2,125
Deferred tax liabilities	89	101
Current liabilities	96	258
Advances, deposits and retainers received	6	4
Trade payables	37	33
Domestic – parent company and subsidiaries	2	2
Domestic	26	11
Foreign	8	7
Other	1	13
Other current liabilities	-	194
Value added tax payable	12	9
Liabilities for tax on profit	28	-
Other taxes, contributions and duties payable	-	5
Accruals	13	13
Total equity and liabilities	4,362	4,568

Note:

In accordance with the majority shareholder requirements, the Company's financial statements prepared in accordance with the accounting regulations of the Republic of Serbia and presented in the Company's Serbian dinar (functional currency) were translated into EUR (presentation currency).

Translation of Balance Sheet as at December 31, 2023 and 2022 was performed using the following rates:

- Balance Sheet items at December 31, 2023 except for the share capital, revaluation reserves and net profit were translated using the closing rate: 117,1737
- Balance Sheet items at December 31, 2022 except for the share capital, revaluation reserves and net profit were translated using the closing rate: 117,3224
- Share capital at December 31, 2017 and December 31, 2016 was translated using the historical exchange rate: 81.2203
- Revaluation reserves at December 31, 2017 and December 31, 2016 were translated using the exchange rate at the date of revaluation of property, plant and equipment: 83.8286.
- Net profit for the year ended December 31, 2023 was translated using the average exchange rate 117.2530
- Net profit for the year ended December 31, 2022 was translated using the average exchange rate 117.4641