



CROATIA osiguranje d.d.
Vatroslava Jagića 33, 10 000 Zagreb
www.crosig.hr

**CONSOLIDATED UNAUDITED
QUARTERLY REPORT,
FOR THE PERIOD
1 January 2022 – 31 March 2022**

Zagreb, April 2022

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I. UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

Annex 1

ISSUER'S GENERAL DATA

Reporting period: 1.1.2022 to 31.3.2022

Year: 2022

Quarter: 1

Quarterly financial statements

Registration number (MB): 03276147 Issuer's home Member State code: HR

Entity's registration number (MBS): 080051022

Personal identification number (OIB): 26187994862 LEL: 74780000M0GHQ1VXJU20

Institution code: 199

Name of the issuer: CROATIA osiguranje d.d.

Postcode and town: 10 000 ZAGREB

Street and house number: Vatroslava Jagića 33

E-mail address: info@crosig.hr

Web address: www.crosig.hr

Number of employees (end of the reporting period): 3688

Consolidated report: KD (KN-not consolidated/KD-consolidated)

Audited: RN (RN-not audited/RD-audited)

Names of subsidiaries (according to IFRS): Registered office: MB:

CROATIA PREMIUM d.o.o.	ZAGREB	01885880
CORE 1 d.o.o.	ZAGREB	04570243
AUTO MAKSIMIR VOZILA d.o.o.	ZAGREB	01804812
CROATIA OSIGURANJE DD	MOSTAR	20097647
MILENIJUM OSIGURANJE A.D.	BEOGRAD	7810318
CROATIA OSIGURANJE A.D. - ZA ŽIVOTNA OSIG.	SKOPJE	05920922
CROATIA OSIGURANJE A.D. - ZA NEŽIVOTNA OSIG.	SKOPJE	06479570
CROATIA OSIGURANJE MIROVINSKO DRUŠTVO D.O.O.	ZAGREB	01731742
RAZNE USLUGE D.O.O. - U LIKVIDACIJI	ZAGREB	01892037
CROATIA - TEHNIČKI PREGLEDI D.O.O.	ZAGREB	01450930
PBZ CROATIA OSIGURANJE DD	ZAGREB	01583999
CO ZDRAVLJE D.O.O.	ZAGREB	04837550
STRMEC PROJEKT d.o.o.	ZAGREB	02586649
AGROSERVIS STP d.o.o.	VIROVITICA	01233033
ASTORIA d.o.o.	ZAGREB	080339352
CO LOGISTIKA d.o.o.	ZAGREB	081353961

Bookkeeping firm: No (Yes/No) (name of the bookkeeping firm)

Contact person: Jelena Matijević (only name and surname of the contact person)

Telephone: 072 00 1884

E-mail address: izdavatelji@crosig.hr

Audit firm: (name of the audit firm)

Certified auditor: (name and surname)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(STATEMENT OF PROFIT OR LOSS)
For the period: 1.1.2022 - 31.3.2022

in HRK

Item	ADP code	Same period of the previous year			Current year		
		Life	Non-life	Total	Life	Non-life	Total
		1	2	3	4	5(3+4)	6
I Earned premiums (ADP 119 to 123)	118	137.792.523	603.843.029	741.635.552	167.621.653	635.122.130	802.743.783
1 Gross written premium	119	137.699.311	844.029.942	981.729.253	167.798.433	971.389.331	1.139.187.764
2 Value adjustment and charged premium value adjustment	120	0	2.269.291	2.269.291	0	4.002.734	4.002.734
3 Outward reinsurance premiums (-)	121	-44.310	-130.994.703	-131.039.013	-37.578	-156.254.012	-156.291.590
4 Change of gross provisions for unearned premiums (+/-)	122	182.877	-188.821.192	-188.638.315	-94.504	-269.656.131	-269.750.635
5 Change of provisions for unearned premiums, reinsurers' share (+/-)	123	-45.355	77.359.691	77.314.336	-44.698	85.640.208	85.595.510
II Income from investments (ADP 125 to 131)	124	41.304.606	93.868.547	135.173.153	53.247.363	101.623.823	154.871.186
1 Income from branches, associates and joint ventures.	125	445.052	4.865.016	5.310.068	493.108	4.491.796	4.984.904
2 Income from investment in land and buildings	126	71.061	26.221.850	26.292.911	20.235	27.672.440	27.692.675
3 Interest income	127	25.777.411	22.419.828	48.197.239	25.869.585	20.474.693	46.344.278
4 Unrealised gains on investments	128	907.087	4.372.368	5.279.455	841.173	5.932.426	6.773.599
5 Realised gains on investments	129	1.863.165	18.049.795	19.912.960	3.776.652	22.231.757	26.008.409
6 Net positive exchange rate differences	130	12.126.995	9.633.659	21.760.654	22.245.713	14.712.292	36.958.005
7 Other income from investments	131	113.835	8.306.031	8.419.866	897	6.108.419	6.109.316
III Income from commissions and fees	132	477.546	2.867.773	3.345.319	389.349	10.907.331	11.296.680
IV Other insurance-technical income, net amount from reinsurance	133	46.567	10.157.075	10.203.642	36.722	7.661.769	7.698.491
V Other income	134	49.494	34.590.346	34.639.840	75.778	39.534.679	39.610.457
VI Claims incurred, net (ADP 136 + 139)	135	-121.885.501	-267.396.767	-389.282.268	-143.495.029	-290.564.157	-434.059.186
1 Claims settled (ADP 137+138)	136	-125.692.658	-362.551.974	-488.244.632	-132.082.201	-331.954.621	-464.036.822
1.1 Gross amount (-)	137	-125.692.658	-394.589.772	-520.282.430	-132.082.201	-368.027.163	-500.109.364
1.2 Reinsurers' share (+)	138	0	32.037.798	32.037.798	0	36.072.542	36.072.542
2 Change in the provision for claims (+/-) (ADP 140+141)	139	3.807.157	95.155.207	98.962.364	-11.412.828	41.390.464	29.977.636
2.1 Gross amount	140	3.807.157	87.003.488	90.810.645	-11.412.828	45.828.981	34.416.153
2.3 Reinsurers' share	141	0	8.151.719	8.151.719	0	-4.438.517	-4.438.517
VII Change in mathematical provision and other technical provisions, net of reinsurance (ADP 143+146)	142	-32.203.790	-10.250.854	-42.454.644	-79.309.076	3.243.063	-76.066.013
1 Change in mathematical provisions (+/-) (ADP 144+145)	143	-32.203.790	1.330.679	-30.873.111	-79.309.076	886.397	-78.422.679
1.1 Gross amount (-)	144	-32.208.612	1.330.679	-30.877.933	-79.310.446	886.397	-78.424.049
1.2 Reinsurers' share (+)	145	4.822	0	4.822	1.370	0	1.370
2 Change in other technical provisions, net of reinsurance (+/-) (ADP 147+148)	146	0	-11.581.533	-11.581.533	0	2.356.666	2.356.666
2.1 Gross amount (-)	147	0	-11.581.533	-11.581.533	0	2.356.666	2.356.666
2.2 Reinsurers' share (+)	148	0	0	0	0	0	0
VIII Change of special provision for life assurance where policyholders bear the investment risk, net of reinsurance (+/-) (ADP 150+151)	149	2.958.057	0	2.958.057	42.777.298	0	42.777.298
1 Gross amount (-)	150	2.958.057	0	2.958.057	42.777.298	0	42.777.298
3 Reinsurers' share (+)	151	0	0	0	0	0	0
IX Cash payments for bonuses and rebates, net of reinsurance (ADP 153+154)	152	0	-3.908.947	-3.908.947	0	-4.741.148	-4.741.148
1 Performance-dependent (bonuses)	153	0	-2.767.377	-2.767.377	0	-3.506.207	-3.506.207
2 Performance-independent (rebates)	154	0	-1.141.570	-1.141.570	0	-1.234.941	-1.234.941

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
(STATEMENT OF PROFIT OR LOSS)
For the period: 1.1.2022 - 31.3.2022**

in HRK

Item	ADP code	Same period of the previous year			Current year		
		Life	Non-life	Total	Life	Non-life	Total
1	2	3	4	5(3+4)	6	7	8(6+7)
X Operating expenses (business expenditures), net (ADP 156+160)	155	-16.498.820	-277.003.056	-293.501.876	-13.346.959	-302.760.095	-316.107.054
1 Acquisition costs (ADP 157 to 159)	156	-8.492.589	-142.867.885	-151.360.474	-6.214.617	-157.805.833	-164.020.450
1.1 Commission	157	-2.875.066	-79.078.235	-81.953.301	-3.433.729	-100.525.837	-103.959.566
1.2 Other acquisition costs	158	-5.617.523	-71.770.302	-77.387.825	-2.780.888	-75.397.753	-78.178.641
1.3 Change in deferred acquisition costs	159	0	7.980.652	7.980.652	0	18.117.757	18.117.757
2 Administration expenses (administrative costs) (ADP 161 to 163)	160	-8.006.231	-134.135.171	-142.141.402	-7.132.342	-144.954.262	-152.086.604
2.1 Depreciation	161	-847.801	-19.014.113	-19.861.914	-629.174	-22.357.816	-22.986.990
2.2 Salaries, taxes and contributions from/on salaries	162	-3.264.552	-45.831.208	-49.095.760	-2.819.930	-50.441.449	-53.261.379
2.3 Other administration expenses	163	-3.893.878	-69.289.850	-73.183.728	-3.683.238	-72.154.997	-75.838.235
XI Investment expenses (ADP 165 to 171)	164	-2.798.203	-24.917.490	-27.715.693	-3.406.175	-36.608.850	-40.015.025
1 Depreciation of land and buildings not occupied by an undertaking for its own activities	165	0	0	0	0	0	0
2 Interest	166	-266.019	-2.344.340	-2.610.359	-155.197	-2.922.310	-3.077.507
3 Impairment of investments	167	0	-59.571	-59.571	0	-2.174.163	-2.174.163
4 Realised loss on investments	168	-705.769	-1.821.570	-2.527.339	-201.733	-1.491.466	-1.693.199
5 Unrealised loss on investments	169	-1.196.995	-8.948.173	-10.145.168	-2.550.878	-17.823.802	-20.374.680
6 Net negative exchange rate differences	170	0	0	0	0	0	0
7 Other investment expenses	171	-629.420	-11.743.836	-12.373.256	-498.367	-12.197.109	-12.695.476
XII Other technical expenses, net of reinsurance (ADP 173+174)	172	-1.080.487	-14.243.147	-15.323.634	-267.980	-14.993.328	-15.261.308
1 Expenses of preventive activities	173	0	-312.155	-312.155	0	-293.629	-293.629
2 Other technical expenses of insurance	174	-1.080.487	-13.930.992	-15.011.479	-267.980	-14.699.699	-14.967.679
XIII Other activities, including value adjustments	175	-3.576	-125.065	-128.641	-2.841	-10.371.979	-10.374.820
XIV Profit or loss for the accounting period before tax (+/-) (ADP 118+124+132 to 135+142+149+152+155+164+172+175)	176	8.158.416	147.481.444	155.639.860	24.320.103	138.053.238	162.373.341
XV Profit or loss tax (ADP 178+179)	177	-1.394.380	-26.188.351	-27.582.731	-4.195.922	-24.517.589	-28.713.511
1 Current tax expense	178	-1.394.380	-26.235.700	-27.630.080	-4.195.922	-24.541.305	-28.737.227
2 Deferred tax expense (income)	179	0	47.349	47.349	0	23.716	23.716
XVI Profit or loss for the accounting period after tax (+/-) (ADP 176+177)	180	6.764.036	121.293.093	128.057.129	20.124.181	113.535.649	133.659.830
1 Attributable to owners of the parent	181	6.741.849	121.024.747	127.766.596	20.104.545	113.306.223	133.410.768
2 Attributable to non-controlling interest	182	22.187	268.346	290.533	19.636	229.426	249.062
XVII TOTAL INCOME (ADP 118+124+132+133+134+179)	183	179.670.736	745.374.119	925.044.855	221.370.865	794.873.448	1.016.244.313
XVIII TOTAL EXPENSES (ADP 135+142+149+152+155+164+172+175+178)	184	-172.906.700	-624.081.026	-796.987.726	-201.246.684	-681.337.799	-882.584.483
IX Other comprehensive income (ADP 186 to 193)	185	-2.921.782	66.734.535	63.812.753	-104.721.246	-73.643.162	-178.364.408
1 Gains/losses arising from translation of financial statements relating to foreign operations	186	687.982	884.244	1.572.226	867.803	1.212.627	2.080.430
2 Gains/losses arising from the revaluation of financial assets available for sale	187	-5.507.824	80.124.129	74.616.305	-126.171.031	-92.826.009	-218.997.040
3 Gains/losses arising from the revaluation of land and buildings occupied by an undertaking for its own activities	188	0	0	0	0	0	0
4 Gains/losses arising from the revaluation of other tangible (other than land and property) and intangible assets	189	0	0	0	0	0	0
5 Effects of cash flow hedging instruments	190	0	0	0	0	0	0
6 Actuarial gains/losses on pension plans with defined pensions	191	0	0	0	0	0	0
7 Share in other comprehensive income of associates	192	0	0	0	0	0	0
8 Income tax on other comprehensive income	193	1.898.060	-14.273.838	-12.375.778	20.581.982	17.970.220	38.552.202
XX Total comprehensive income (ADP 180 +185)	194	3.842.254	188.027.628	191.869.882	-84.597.065	39.892.487	-44.704.578
1 Attributable to owners of the parent	195	3.816.644	187.744.184	191.560.828	-84.623.122	39.653.198	-44.969.924
2 Attributable to non-controlling interests	196	25.610	283.444	309.054	26.057	239.289	265.346
XI Reclassification adjustments	197	0	0	0	0	0	0

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

As at: 31.3.2022

Item	ADP code	Last day of the preceding business year			At the reporting date of the current period			in HRK
		Life	Non-life	Total	Life	Non-life	Total	
		1	2	3	4	5(3+4)	6	7
ASSETS								
A) INTANGIBLE ASSETS (ADP 002 to 003)	001	472.132	143.869.010	144.341.142	435.668	146.724.038	147.159.706	
1 Goodwill	002	0	0	0	0	0	0	0
2 Other intangible assets	003	472.132	143.869.010	144.341.142	435.668	146.724.038	147.159.706	
B) TANGIBLE ASSETS (ADP 005 to 007)	004	17.732.515	799.689.323	817.421.838	17.784.848	803.147.483	820.932.331	
1 Land and buildings occupied by an undertaking for its own activities	005	13.689.938	402.155.214	415.845.152	13.748.566	403.784.794	417.533.360	
2 Equipment	006	271.955	79.170.914	79.442.869	347.818	78.313.897	78.661.715	
3 Other tangible assets and inventories	007	3.770.622	318.363.195	322.133.817	3.688.464	321.048.792	324.737.256	
C) INVESTMENTS (ADP 009+010+014+033)	008	3.814.231.702	6.395.107.932	10.209.339.634	3.776.450.982	6.385.813.243	10.162.264.225	
I Investments in land and buildings not occupied by an undertaking for its own activities	009	1.287.178	1.070.658.666	1.071.945.844	1.297.368	1.068.486.386	1.069.783.754	
II Investments in branches, associates and joint ventures (ADP 011 to 013)	010	0	72.411.760	72.411.760	0	64.946.019	64.946.019	
1 Shares and holdings in branches	011	0	0	0	0	0	0	0
2 Shares and holdings in associates	012	0	4.778.185	4.778.185	0	5.290.396	5.290.396	
3 Shares and holdings in joint ventures	013	0	67.633.575	67.633.575	0	59.655.623	59.655.623	
III Financial assets (ADP 015+018+023+029)	014	3.812.944.524	5.252.037.506	9.064.982.030	3.775.153.614	5.252.380.838	9.027.534.452	
1 Financial assets held to maturity (ADP 016+017)	015	1.279.408.121	1.128.479.246	2.407.887.367	1.294.126.988	1.146.386.921	2.440.513.909	
1.1 Debt financial instruments	016	1.279.408.121	1.128.479.246	2.407.887.367	1.294.126.988	1.146.386.921	2.440.513.909	
1.2 Other	017	0	0	0	0	0	0	0
2 Financial assets available for sale (ADP 019 to 022)	018	2.256.877.011	3.564.079.383	5.820.956.394	2.196.997.704	3.551.880.030	5.748.877.734	
2.1 Equity financial instruments	019	78.874.762	794.171.621	873.046.383	88.181.020	838.775.311	926.956.331	
2.2 Debt financial instruments	020	2.073.289.542	2.449.521.308	4.522.810.850	2.010.426.786	2.427.840.836	4.438.267.622	
2.3 Units in investment funds	021	104.712.707	320.386.454	425.099.161	98.389.898	285.263.883	383.653.781	
2.4 Other	022	0	0	0	0	0	0	0
3 Financial assets at fair value through statement of profit or loss (ADP 024 to 028)	023	5.183.476	50.361.276	55.544.752	10.401.579	60.498.013	70.899.592	
3.1 Equity financial instruments	024	0	25.765.552	25.765.552	0	27.159.521	27.159.521	
3.2 Debt financial instruments	025	0	0	0	0	0	0	0
3.3 Derivative financial instruments	026	309.553	2.723.833	3.033.386	161.538	1.782.085	1.943.623	
3.4 Units in investment funds	027	4.873.923	21.871.891	26.745.814	10.240.041	31.556.407	41.796.448	
3.5 Other	028	0	0	0	0	0	0	0
4 Loans and receivables (ADP 030 to 032)	029	271.475.916	509.117.601	780.593.517	273.627.343	493.615.874	767.243.217	
4.1 Deposits with credit institutions	030	223.330.823	324.013.977	547.344.800	227.012.984	309.140.517	536.153.501	
4.2 Loans	031	47.426.249	38.601.483	86.027.732	45.408.307	33.391.129	78.799.436	
4.3 Other	032	718.844	146.502.141	147.220.985	1.206.052	151.084.228	152.290.280	
IV Deposits with cedants	033	0	0	0	0	0	0	0
D) INVESTMENTS FOR THE ACCOUNT OF LIFE ASSURANCE POLICYHOLDERS WHO BEAR THE INVESTMENT RISK	034	376.481.979	0	376.481.979	326.470.581	0	326.470.581	
E) REINSURANCE AMOUNT IN TECHNICAL PROVISIONS (ADP 036 to 042)	035	164.115	348.954.558	349.118.673	121.387	430.335.779	430.457.166	
1 Provisions for unearned premiums, reinsurance amount	036	143.488	81.788.923	81.932.411	99.389	167.504.888	167.604.277	
2 Mathematical provision, reinsurance amount	037	20.627	0	20.627	21.998	0	21.998	
3 Claims outstanding, reinsurance amount	038	0	267.041.716	267.041.716	0	262.706.169	262.706.169	
4 Provisions for bonuses and rebates, reinsurance amount	039	0	123.919	123.919	0	124.722	124.722	
5 Equalization provision, reinsurance amount	040	0	0	0	0	0	0	0
6 Other technical provisions, reinsurance amount	041	0	0	0	0	0	0	0
7 Special provisions for life assurance where policyholders bear the investment risk, reinsurance amount	042	0	0	0	0	0	0	0
F) DEFERRED AND CURRENT TAX ASSETS (ADP 044 +045)	043	2.125.392	82.469.832	84.595.224	2.125.392	89.624.638	91.750.030	
1 Deferred tax assets	044	2.125.392	70.777.210	72.902.602	2.125.392	70.857.912	72.983.304	
2 Current tax assets	045	0	11.692.622	11.692.622	0	18.766.726	18.766.726	
G) RECEIVABLES (ADP 047+050+051)	046	47.134.307	1.022.187.283	1.069.321.590	31.223.081	1.226.739.924	1.257.963.005	
1 Receivables arising from insurance business (ADP 048+049)	047	233.896	583.556.745	583.790.641	233.896	814.874.726	815.108.622	
1.1 From policyholders	048	0	583.444.369	583.444.369	0	814.390.493	814.390.493	
1.2 From insurance agents or insurance brokers	049	233.896	112.376	346.272	233.896	484.233	718.129	
2 Receivables arising from reinsurance business	050	128.630	150.534.850	150.663.480	752	108.022.664	108.023.416	
3 Other receivables (ADP 052 to 054)	051	46.771.781	288.095.688	334.867.469	30.988.433	303.842.534	334.830.967	
3.1 Receivables arising from other insurance operations	052	0	133.942.791	133.942.791	0	133.455.180	133.455.180	
3.2 Receivables for investment income	053	386.389	140.639	527.028	359.449	124.008	483.457	
3.3 Other receivables	054	46.385.392	154.012.268	200.397.650	30.628.984	170.263.346	200.892.330	
H) OTHER ASSETS (ADP 056+060+061)	055	57.404.797	711.958.881	769.363.678	92.228.616	700.217.346	792.445.962	
1 Cash at bank and in hand (ADP 057 to 059)	056	57.404.797	703.157.606	760.562.403	92.228.616	692.228.540	784.457.156	
1.1 Funds in the business account	057	8.255.075	702.705.594	710.960.669	7.262.997	691.399.489	698.662.486	
1.2 Funds in the account of assets covering mathematical provisions	058	49.148.673	0	49.148.673	84.964.847	0	84.964.847	
1.3 Cash in hand	059	1.049	452.012	453.061	772	829.051	829.823	
2 Fixed assets held for sale and termination of business operations	060	0	1.731.115	1.731.115	0	1.727.278	1.727.278	
3 Other	061	0	7.070.160	7.070.160	0	6.261.528	6.261.528	
I) PREPAYMENTS AND ACCRUED INCOME (ADP 063 to 065)	062	1.563.722	269.261.313	270.825.035	1.269.225	295.470.998	296.740.223	
1 Deferred interest and rent	063	0	384.071	384.071	0	361.978	361.978	
2 Deferred acquisition costs	064	0	236.929.796	236.929.796	0	255.357.050	255.357.050	
3 Other prepayments and accrued income	065	1.563.722	31.947.446	33.511.168	1.269.225	39.751.970	41.021.195	
J) TOTAL ASSETS (ADP 001+004+008+034+035+043+046+055+062)	066	4.317.310.661	9.773.498.132	14.090.808.793	4.248.109.780	10.078.073.449	14.326.183.229	
K) OFF-BALANCE SHEET ITEMS	067	298.481.477	3.175.257.358	3.473.738.835	298.618.489	3.574.696.796	3.873.315.285	

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

As at: 31.3.2022

in HRK

Item	ADP code	Last day of the preceding business year			At the reporting date of the current period		
		Life	Non-life	Total	Life	Non-life	Total
1	2	3	4	5(3+4)	6	7	8(6+7)
LIABILITIES							
A) CAPITAL AND RESERVES (ADP 069+072+073+077+081+084)	068	542.627.107	4.058.521.259	4.601.148.366	458.109.837	4.098.160.550	4.556.270.387
1 Subscribed capital (ADP 070 to 071)	069	44.288.720	545.037.080	589.325.800	44.288.720	545.037.080	589.325.800
1.1 Paid in capital - ordinary shares	070	44.288.720	545.037.080	589.325.800	44.288.720	545.037.080	589.325.800
1.2 Paid in capital - preference shares	071	0	0	0	0	0	0
2 Premium on shares issued (capital reserves)	072	0	681.482.525	681.482.525	0	681.482.525	681.482.525
3 Revaluation reserves (ADP 074 to 076)	073	147.476.155	548.957.110	696.433.265	42.748.488	474.878.409	517.626.897
3.1 Land and buildings	074	0	106.333.697	106.333.697	0	105.922.345	105.922.345
3.2 Financial assets available for sale	075	147.476.155	442.457.823	589.933.978	42.748.488	368.790.474	411.538.962
3.3 Other revaluation reserves	076	0	165.590	165.590	0	165.590	165.590
4 Reserves (ADP 078 to 080)	077	85.295.937	316.742.639	402.038.576	85.295.937	316.742.639	402.038.576
4.1 Legal reserves	078	2.214.436	27.864.354	30.078.790	2.214.436	27.864.354	30.078.790
4.2 Statutory reserve	079	7.581.501	139.638.499	147.220.000	7.581.501	139.638.499	147.220.000
4.3 Other reserves	080	75.500.000	149.239.786	224.739.786	75.500.000	149.239.786	224.739.786
5 Retained profit or loss brought forward (ADP 082 + 083)	081	252.230.964	1.617.294.890	1.869.525.854	265.672.147	1.966.713.674	2.232.385.821
5.1 Retained profit	082	252.230.964	1.617.294.890	1.869.525.854	265.672.147	1.966.713.674	2.232.385.821
5.2 Loss brought forward (-)	083	0	0	0	0	0	0
6 Profit or loss for the current accounting period (ADP 085+086)	084	13.335.331	349.007.015	362.342.346	20.104.545	113.306.223	133.410.768
6.1 Profit for the current accounting period	085	13.335.331	349.007.015	362.342.346	20.104.545	113.306.223	133.410.768
6.2 Loss for the current accounting period(-)	086	0	0	0	0	0	0
B) SUBORDINATE LIABILITIES	087	0	0	0	0	0	0
C) MINORITY INTEREST	088	821.750	9.349.523	10.171.273	850.946	9.310.283	10.161.229
D) TECHNICAL PROVISIONS (ADP 090 to 095)	089	3.235.659.788	4.396.227.440	7.631.887.228	3.329.914.889	4.620.899.868	7.950.814.757
1 Provisions for unearned premiums, gross amount	090	6.639.516	1.494.855.949	1.501.495.465	6.743.419	1.766.760.704	1.773.504.123
2 Mathematical provisions, gross amount	091	3.126.810.816	6.553.376	3.133.364.192	3.207.368.288	5.666.979	3.213.035.267
3 Claims outstanding, gross amount	092	102.209.456	2.847.892.563	2.950.102.019	113.676.932	2.803.842.734	2.917.519.666
4 Provisions for bonuses and rebates, gross amount	093	0	24.175.940	24.175.940	0	25.251.383	25.251.383
5 Equalization provision, gross amount	094	0	7.055.533	7.055.533	0	7.055.533	7.055.533
6 Other technical provisions, gross amount	095	0	15.694.079	15.694.079	2.126.250	12.322.535	14.448.785
E) SPECIAL PROVISIONS FOR LIFE ASSURANCE WHERE POLICYHOLDERS BEAR THE INVESTMENT RISK, gross amount	096	376.481.979	0	376.481.979	326.470.581	0	326.470.581
F) OTHER PROVISIONS (ADP 098 + 099)	097	4.397.636	66.183.483	70.581.119	4.090.708	55.622.598	59.713.306
1 Provisions for pensions and similar obligations	098	3.994.621	63.595.466	67.590.087	3.887.198	53.000.621	56.887.819
2 Other provisions	099	403.015	2.588.017	2.991.032	203.510	2.621.977	2.825.487
G) DEFERRED AND CURRENT TAX LIABILITIES (ADP 101 + 102)	100	30.065.787	192.016.345	222.082.132	12.444.619	189.258.396	201.703.015
1 Deferred tax liability	101	28.818.637	154.880.088	183.698.725	8.246.805	137.232.204	145.479.009
2 Current tax liability	102	1.247.150	37.136.257	38.383.407	4.197.814	52.026.192	56.224.006
H) DEPOSITS HELD UNDER BUSINESS CEDED	103	0	0	0	0	0	0
I) FINANCIAL LIABILITIES (ADP 105 to 107)	104	24.048.547	394.592.699	418.641.246	5.411.972	349.465.289	354.877.261
1 Loan liabilities	105	0	2.647.724	2.647.724	0	2.410.467	2.410.467
2 Liabilities for issued financial instruments	106	0	0	0	0	0	0
3 Other financial liabilities	107	24.048.547	391.944.975	415.993.522	5.411.972	347.054.822	352.466.794
J) OTHER LIABILITIES (ADP 109 to 112)	108	72.602.199	388.044.342	460.646.541	100.898.526	426.311.150	527.209.676
1 Liabilities from direct insurance business	109	2.592.849	101.831.575	104.424.424	5.282.856	121.299.662	126.582.518
2 Liabilities from coinsurance and reinsurance business	110	18.567	116.272.399	116.290.966	18.803	154.266.342	154.285.145
3 Liabilities for disposal and discontinued operations	111	0	11.819	11.819	0	13.204	13.204
4 Other liabilities	112	69.990.783	169.928.549	239.919.332	95.596.867	150.731.942	246.328.809
K) ACCRUALS AND DEFERRED INCOME (ADP 114+115)	113	30.605.868	268.563.041	299.168.909	9.917.702	329.045.315	338.963.017
1 Deferred reinsurance commission	114	0	8.988.308	8.988.308	0	15.892.797	15.892.797
2 Other accruals and deferred income	115	30.605.868	259.574.733	290.180.601	9.917.702	313.152.518	323.070.220
J) TOTAL LIABILITIES (ADP 068+087+088+089+096+097+100+103+104+108+113)	116	4.317.310.661	9.773.498.132	14.090.808.793	4.248.109.780	10.078.073.449	14.326.183.229
M) OFF-BALANCE SHEET ITEMS	117	298.481.477	3.175.257.358	3.473.738.835	298.618.489	3.574.696.796	3.873.315.285

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period: 1.1.2022 - 31.3.2022

in HRK

Item	ADP code	Attributable to owners of the parent							Attributable to non-controlling interest	Total capital and reserves (9+10)
		Paid in capital (ordinary and preference shares)	Premium on shares issued	Revaluation reserves	Reserves (legal, statutory, other)	Retained profit or loss brought forward	Profit/loss for the year	Total capital and reserves (3 to 8)		
1	2	3	4	5	6	7	8	9	10	11
I Balance on the first day of the previous business year	1	589.325.800	681.482.525	568.449.623	402.038.576	1.538.153.217	327.902.069	4.107.351.810	12.654.441	4.120.006.251
Change in accounting policies	2	0	0	0	0	0	0	0	0	0
Correction of errors from prior periods	3	0	0	0	0	0	0	0	0	0
II Balance on the first day of the previous business year (restated)	4	589.325.800	681.482.525	568.449.623	402.038.576	1.538.153.217	327.902.069	4.107.351.810	12.654.441	4.120.006.251
III Comprehensive income or loss for the same period of the previous year (ADP 006 + ADP 007)	5	0	0	130.012.326	0	0	362.342.346	492.354.672	417.356	492.772.028
Profit or loss for the period	6	0	0	0	0	0	362.342.346	362.342.346	414.927	362.757.273
2 Other comprehensive income or loss for the same period of the previous year (ADP 008 to ADP 11)	7	0	0	130.012.326	0	0	0	130.012.326	2.429	130.014.755
Unrealised gains or losses on tangible assets (land and buildings)	8	0	0	-3.889.180	0	0	0	-3.889.180	6.012	-3.883.168
Unrealised gains or losses on financial assets available for sale	9	0	0	160.194.552	0	0	0	160.194.552	-6.985	160.187.567
Realised gains or losses on financial assets available for sale	10	0	0	-25.615.096	0	0	0	-25.615.096	0	-25.615.096
Other changes in equity unrelated to owners	11	0	0	-677.950	0	0	0	-677.950	3.402	-674.548
IV Transactions with owners (previous period)	12	0	0	-2.028.684	0	331.372.637	-327.902.069	1.441.884	-2.900.524	-1.458.640
Increase/decrease in subscribed capital	13	0	0	0	0	0	0	0	0	0
Other contributions by owners	14	0	0	0	0	1.131.514	0	1.131.514	-2.785.495	-1.653.981
Payment of share in profit/dividend	15	0	0	0	0	0	0	0	-134.972	-134.972
Other distribution to owners	16	0	0	-2.028.684	0	330.241.123	-327.902.069	310.370	19.943	330.313
V Balance on the last day of the previous business year reporting period	17	589.325.800	681.482.525	696.433.265	402.038.576	1.869.525.854	362.342.346	4.601.148.366	10.171.273	4.611.319.639
VI Balance on the first day of the current business year	18	589.325.800	681.482.525	696.433.265	402.038.576	1.869.525.854	362.342.346	4.601.148.366	10.171.273	4.611.319.639
Change in accounting policies	19	0	0	0	0	0	0	0	0	0
Correction of errors from prior periods	20	0	0	0	0	0	0	0	0	0
VII Balance on the first day of the current business year (restated)	21	589.325.800	681.482.525	696.433.265	402.038.576	1.869.525.854	362.342.346	4.601.148.366	10.171.273	4.611.319.639
VIII Comprehensive income or loss for the year	22	0	0	-178.380.692	0	0	133.410.768	-44.969.924	265.346	-44.704.578
Profit or loss for the period	23	0	0	0	0	0	133.410.768	133.410.768	249.062	133.659.830
Other comprehensive income or loss for the year	24	0	0	-178.380.692	0	0	0	-178.380.692	16.284	-178.364.408
Unrealised gains or losses on tangible assets (land and buildings)	25	0	0	0	0	0	0	0	0	0
Unrealised gains or losses on financial assets available for sale	26	0	0	-159.354.118	0	0	0	-159.354.118	-7.809	-159.361.927
Realised gains or losses on financial assets available for sale	27	0	0	-21.082.911	0	0	0	-21.082.911	0	-21.082.911
Other changes in equity unrelated to owners	28	0	0	2.056.337	0	0	0	2.056.337	24.093	2.080.430
Transactions with owners (current period)	29	0	0	-425.676	0	362.859.967	-362.342.346	91.945	-275.390	-183.445
Increase/decrease in subscribed capital	30	0	0	0	0	0	0	0	0	0
Other contributions by owners	31	0	0	0	0	0	0	0	0	0
Payment of share in profit/dividend	32	0	0	0	0	0	0	0	-275.390	-275.390
Other transactions with owners	33	0	0	-425.676	0	362.859.967	-362.342.346	91.945	0	91.945
Balance on the last day of the current year reporting period	34	589.325.800	681.482.525	517.626.897	402.038.576	2.232.385.821	133.410.768	4.556.270.387	10.161.229	4.566.431.616

CONSOLIDATED STATEMENT OF CASH FLOWS – indirect method

For the period: 1.1.2022 - 31.3.2022

Item	ADP code	Same period of the previous year	Current business period
1	2	3	4
I Cash flow from operating activities (ADP 002+013+031)	001	-90.600.684	52.594.806
1 Cash flow before changes in operating assets and liabilities (ADP 003+004)	002	123.995.228	128.031.481
1.1 Profit/loss before tax	003	155.639.860	162.373.341
1.2 Adjustments: (ADP 005 to 012)	004	-31.644.632	-34.341.860
1.2.1 Depreciation of property and equipment	005	13.738.350	15.768.422
1.2.2 Amortization of intangible assets	006	6.123.564	7.218.568
1.2.3 Impairment and gains/losses on fair valuation	007	-1.245.248	-9.864.479
1.2.4 Interest expenses	008	2.610.359	3.077.507
1.2.5 Interest income	009	-48.197.239	-46.344.278
1.2.6 Share in profit of associates	010	-2.803.967	-3.019.666
1.2.7 Profit/loss from the sale of tangible assets (including land and buildings)	011	-160.086	-696.013
1.2.8 Other adjustments	012	-1.710.365	-481.921
2 Increase/decrease in operating assets and liabilities (ADP 014 to 030)	013	-191.825.918	-58.761.230
2.1 Increase/decrease in financial assets available for sale	014	-291.735.923	-101.431.091
2.2 Increase/decrease in financial assets at fair value through statement of profit or loss	015	-13.839.521	-10.140.232
2.3 Increase/decrease in loans and receivables	016	106.699.037	-111.156
2.4 Increase/decrease in deposits with cedants	017	0	0
2.5 Increase/decrease in investments for the account of life assurance policyholders who bear the investment risk	018	-462.121	50.011.398
2.6 Increase/decrease in reinsurance amount in technical provisions	019	-85.748.272	-81.338.491
2.7 Increase/decrease in tax assets	020	-5.788.117	-7.131.089
2.8 Increase/decrease in receivables	021	-259.100.152	-186.919.013
2.9 Increase/decrease in other assets	022	0	0
2.10 Increase/decrease in prepayments and accrued income	023	22.810.532	-25.915.188
2.11 Increase/decrease in technical provisions	024	145.111.277	318.927.531
2.12 Increase/decrease in special provisions for life assurance where policyholders bear the investment risk	025	462.121	-50.011.398
2.13 Increase/decrease in tax liabilities	026	11.511.916	6.204.473
2.14 Increase/decrease in deposits held under reinsurance business ceded	027	0	0
2.15 Increase/decrease in financial liabilities	028	85.953.781	-66.121.008
2.16 Increase/decrease in other liabilities	029	60.862.949	55.419.934
2.17 Increase/decrease in accruals and deferred income	030	31.436.575	39.794.100
3 Income tax paid	031	-22.769.994	-16.675.445
II CASH FLOW FROM INVESTING ACTIVITIES (ADP 033 to 046)	032	-25.787.022	13.636.115
1 Cash receipts from the sale of tangible assets	033	20.755	382.591
2 Cash payments for the purchase of tangible assets	034	-3.874.735	-13.266.590
3 Cash receipts from the sale of intangible assets	035	0	0
4 Cash payments for the purchase of intangible assets	036	-22.564.456	-10.206.613
5 Cash receipts from the sale of land and buildings not occupied by an undertaking for its own activities	037	1.133.665	4.300.000
6 Cash payments for the purchase of land and buildings not occupied by an undertaking for its own activities	038	-448.027	-1.324.691
7 Increase/decrease of investments in branches, associates and joint ventures.	039	3.960.817	10.500.000
8 Cash receipts from financial assets held to maturity	040	37.209.504	37.397.628
9 Cash payments for financial assets held to maturity	041	-55.174.995	-37.272.288
10 Cash receipts from the sale of financial instruments	042	0	0
11 Cash payments for investments in financial instruments	043	0	0
12 Cash receipts from dividends and share in profit	044	1.533.750	1.965.237
13 Cash receipts from repayments of short-term and long-term loans given	045	17.727.498	26.318.315
14 Cash payments for short-term and long-term loans	046	-5.310.798	-5.157.474
III CASH FLOW FROM FINANCING ACTIVITIES (ADP 048 to 052)	047	-6.789.884	-6.190.632
1 Cash receipts resulting from the increase of initial capital	048	0	0
2 Cash receipts from short-term and long-term loans received	049	0	0
3 Cash payments for the repayment of short-term and long-term loans received	050	-6.646.496	-6.190.632
4 Cash payments for the redemption of treasury shares	051	0	0
5 Cash payments of share in profit (dividend)	052	-143.388	0
NET CASH FLOW (ADP 001 + 032 + 047)	053	-123.177.590	60.040.289
IV EFFECT OF EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS	054	-21.760.654	-36.958.005
V NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (053+054)	055	-144.938.244	23.082.284
Cash and cash equivalents at the beginning of period	056	662.448.984	769.363.678
Cash and cash equivalents at the end of period (ADP 055 + 056)	057	517.510.740	792.445.962

II. QUARTERLY MANAGEMENT REPORT

In the period observed, the CROATIA osiguranje Group, operating in Croatia and the markets of the region (BiH, North Macedonia, Serbia and Slovenia), achieved consolidated profit after tax and non-controlling interest in the amount of HRK 133.4m, which represents an increase of 4.4 percent compared to the comparative period of the previous year.

Gross written premium for the reporting period amounted to 1,139.2m, which represents an increase of 16 percent compared to the comparative period of the previous year. Gross written premium of non-life insurance amounted to HRK 971,4m which represents an increase by 15.1 percent, while gross written premium of life insurance increased by 21.9 percent and amounted to HRK 167.8m.

Earned premium for the reporting period amounted to HRK 802.7m, which represents 79 percent of total income and an increase of 8.2 percent compared to the comparative period of the previous year.

In the non-life and life insurance business, the Group has achieved income from investments in the amount of HRK 154.9m, which represents an increase of 14.6 percent compared to the comparative period of the previous year. Income from investments represents 15.2 percent of total income. Investment expenses amounted to HRK 40m, which represents an increase of 44.4 percent compared to the comparative period of the previous year. Investment expenses represent 4.7 percent of total expenses.

Net claims incurred for the reporting period represent 50.8 percent of total expenses and amounted to HRK 434.1m, which represents an increase of 11.5 percent compared to the same period of the previous year, while claims settled amounted to HRK 464m, representing a decrease of 5 percent compared to the same period of the previous year.

Acquisition and administration costs amounted to HRK 316.1m, representing 37 percent of total expenses of the Group. Acquisition and administration costs increased by 7.7 percent compared to the comparative period of the previous year.

Total assets of the Group as at 31 March 2022 amounted to HRK 14.3 billion, representing an increase of 1.7 percent compared to 31 December 2021.

Technical reserves as at 31 March 2022 amounted to HRK 8 billion, representing an increase of 4.2 percent compared to 31 December 2021.

Unaudited consolidated financial statements for the first quarter of 2022 will be available on the web sites of CROATIA osiguranje d.d., Zagreb Stock Exchange and Officially appointed mechanism for the central storage of regulated information.

Significant business events in the reporting period

Approvals from the Croatian Financial Services Supervisory Agency to perform the functions of members of the Supervisory Board

In accordance with the Capital Market Act and the Rules of the Zagreb Stock Exchange, on 18 January 2022 CROATIA osiguranje held its General Assembly on which the Decision on the election of the members of the Supervisory Board CROATIA osiguranje d.d. was adopted. By the mentioned decision Roberto Škopac and Hrvoje Patajac were elected as members of the Supervisory Board of CROATIA osiguranje d.d. for a term of 4 years, starting from the 24 April 2022, subject to obtaining an approval to perform the function of a member of the Supervisory Board issued by the Croatian Financial Services Supervisory Agency. The Governing Board of the Croatian Financial Services Supervisory Agency (HANFA) held a session on 17 February 2022 and issued a decision approving Roberto Škopac and Hrvoje Patajac to perform the function of a member of the Supervisory Board of CROATIA osiguranje d.d. for a term starting from 24 April 2022 to 24 April 2026.

Employee representative to the Supervisory Board of CROATIA osiguranje d.d.

After elections for the employee representative to the Supervisory Board of CROATIA osiguranje d.d. for a member of the Supervisory Board of CROATIA osiguranje d.d. is elected employee Pero Kovačić from Zagreb, for a term of 4 years, starting from 10 March 2022.

Impact of the COVID-19 outbreak on the Group's operations

Due to the further course of the COVID-19 pandemic, the Group is continuously monitoring the situation and no significant negative impacts on the Group's operations have been identified in 2021, which is confirmed by the Group's results and high solvency ratio of the Group of 227% (as of 31 December 2021). Despite this, Group continues to assess the possible effects of pandemic on its operations. Negative financial effects caused directly by the COVID-19 pandemic could occur in the event of a new deterioration of the epidemiological situation if it would cause re-closures and reduction of economic activities. In addition, there are risks indirectly caused or triggered by the COVID-19 pandemic. This primarily refers to supply chain disruptions that continue to have negative impact on certain segments of economic activities as well as occurrence of increased inflation, which in the event of prolonged retention could have negative effects on the Group's operations if there is a significant decrease of consumer purchasing power. A negative impact could occur if there is a sharp increase in interest rates in financial markets, which could primarily be effected with the lower market valuations and decrease in value of financial instruments.

The mentioned effects of the pandemic impact could be realized in the future and therefore the Group will continue to have the special emphasis on monitoring the situation and taking timely measures to mitigate the potential negative consequences on its operations.

The Russian-Ukrainian crisis

The ongoing war in Ukraine and the related sanctions targeted against the Russian Federation may have impact on the European economies and globally. The Group has no direct operations in insurance and reinsurance business with Russia and Ukraine (nor with reinsurance companies, brokers, MGA agencies, etc.). In addition, reinsurance contracts through the Sanction & Embargo clause exempt reinsurance transactions with states under any sanctions and the terms of insurance on the direct side exclude war damage. The Group has an exposure to insurance policyholders who are members of certain companies (related to entities from Russia) and does not expect a significant adverse effect on the ability to collect these receivables in the short term, ie. as a direct consequence of the war in Ukraine. In case of collection

receivables inability, the Group can activate collateral instruments in the form of mortgage on real estate. The Group does not have direct business operations in Russia or Ukraine. However, the Group's certain investments are to some extent exposed to operations in Russia - investments in shares and investments in debt instruments of EU issuers that have a slightly more exposed part of operations in Russia. These exposures are not material in terms of business threats and given the size of the total investment portfolio. The aforementioned indirect exposures may have a negative impact on the Group's results in the event of escalation, which cannot be precisely quantified due to uncertainty and market volatility. However, based on the internal analysis of the impact of the Russian-Ukrainian crisis, as well as the sanctions imposed on Russia, the Group expects to maintain financial stability and a further high level of solvency (SCR ratio). In addition, at the date of these financial statements the Group continues to meet its obligations as they fall due and therefore continues to apply the going concern basis of preparation.

Significant events after the end of the reporting date

No events occurring after the reporting date were material to the financial statements for the reporting period.

Expected development in the future

Negative effects and trends are expected to increase in the future. In addition to the already present effect of delays in the delivery of new vehicles (waiting from six months to a year or more) due to the global problem in supply chains, there are also strong inflationary pressures. Rising prices of basic groceries, as well as energy prices (gas, oil) will reduce the amount of the household disposable income for essentials, which includes some insurance products such as voluntary insurance. The negative effects will be partially mitigated by the increase in the minimum wage in the Republic of Croatia as well as the pressure on wage growth in general, which will potentially affect the increased amount of claims due to rising labor costs and repairs that may lead to price corrections.

The potential rise in interest rates could revive the life insurance market, which has grown much slower in recent years due to the pandemic and low interest rates.

At the beginning of 2023, two major regulatory changes will take place: the introduction of the euro as the official currency of the Republic of Croatia and changes in the accounting standards for insurance companies (IFRS 17 and IFRS 9). Accordingly, 2022 will be a year of major IT investments and changes, which due to the state of available resources in the IT market will be a significant challenge for all insurance companies in the Republic of Croatia.

In the forthcoming period, the goal is to continue the best practice of transferring operational excellence from the parent to subsidiaries in the region, as well as help by the parent in the adoption of new accounting regulations (in those countries where it enters into force).

New sources of growth in the future are combinations of organic and acquisition activities. New acquisitions are aimed at strengthening the insurance business and further development of healthcare offering in addition to using the synergies arising from the insurance offer.

Research and development activities

Customer focus and continuous innovations are the values of the Company that underlie research activities and new product development. The aim is to provide fast and quality service and increasing client satisfaction.

In the first quarter of 2022, a new cycle of transformation initiatives "Sprint 2022" was launched, the implementation of which in the second half of the year should lead to new premium growth and even more efficient cost management. This program also includes Croatian and regional branches.

The process of digitalization of business continues, and total investments in this segment in 2022 amounts to more than HRK 100 million. The realized premium from digital business in the first quarter of 2022 increased by 42 percent compared to the first quarter of 2021, while the number of Croatia osiguranje clients using the Moja Croatia mobile application increased by 80 percent. In the first quarter of 2022, Croatia's digital brand Laqo grew by 95 percent compared to the same period last year. The Laqo Prevent safe driving program is actively used by 33 percent of mobile application users, and was awarded as the best in the Technology and Innovation category at this year's Communication Days.

Croatia osiguranje continuously invests in private healthcare with the highest standards, while total value of the investment amounts HRK 60 million in this and next year. In March, a new Croatia Polyclinic was opened in Rijeka, equipped with the most modern devices and technology for diagnostics and treatment. This is the fifth Polyclinic after Zagreb, Split, Pula and Koprivnica. The plan is to open two more Polyclinics in 2022.

Description of the most significant risks and uncertainties

In relation to the most significant risks and uncertainties which were described in the audited financial statements for the year 2021, in the period observed there were no significant changes in relation to the risks to which the Group is exposed in the course of its business, except as described in the note *Significant business events in the reporting period*.

Zagreb, 28 April 2022

Member of the Management Board

Luka Babić

President of the Management Board

Davor Tomašković



III. NOTES TO THE UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD I-III 2022

1. GENERAL INFORMATION

The Group consolidated the following entities as at 31 March 2022:

Group	Activity	31 March 2022		
		Shares directly held by parent (%)	Shares held by the Group (%)	Shares held by non-controlling interests (%)
Subsidiaries registered in Croatia which are consolidated:				
Croatia premium d.o.o., Zagreb	Real estate business	100.00	100.00	-
- <i>M teh d.o.o.</i>	<i>Equipment rental</i>	<i>100.00</i>	<i>100.00</i>	-
Core 1 d.o.o., Zagreb	Real estate business	100.00	100.00	-
Razne usluge d.o.o. (u likvidaciji)	-	100.00	100.00	-
AUTO MAKSIMIR VOZILA d.o.o.	Insurance agency	100.00	100.00	-
CO LOGISTIKA d.o.o.	Real estate business	100.00	100.00	-
Strmec projekt d.o.o	Real estate business	100.00	100.00	-
CO Zdravlje d.o.o.	Consulting and services	100.00	100.00	-
- <i>CROATIA Poliklinika, Zagreb</i>	<i>Healthcare</i>	-	<i>100.00</i>	-
Croatia-Tehnički pregledi d.o.o., Zagreb	MOT*	100.00	100.00	-
- <i>Herz d.d., Požega</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>Slavonijatrans-Tehnički pregledi d.o.o., Sl. Brod</i>	<i>MOT</i>	-	<i>76.00</i>	<i>24.00</i>
- <i>STP Pitomača, Pitomača</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>STP Blato</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>Autoprijevoz d.d.</i>	<i>MOT</i>	-	<i>79.12</i>	<i>20.88</i>
- <i>Crotehna d.o.o., Ljubuški</i>	<i>MOT</i>	-	<i>100.00</i>	-
- <i>Ponte d.o.o., Mostar</i>	<i>Insurance agency</i>	-	<i>100.00</i>	-
- <i>Skadencna d.o.o.,</i>	<i>Insurance agency</i>	-	<i>100.00</i>	-
Croatia osiguranje mirovinsko društvo d.o.o., Zagreb	Fund management	100.00	100.00	-
ASTORIA d.o.o.	Real estate business	100.00	100.00	-
Subsidiaries registered abroad which are consolidated				
Milenijum osiguranje a.d.o., Beograd	Insurance	100.00	100.00	-
Croatia osiguranje d.d., Mostar	Insurance	97.12	97.12	2.88
- <i>Croatia remont d.d., Čapljina**</i>	<i>MOT</i>	-	<i>69.79</i>	<i>30.21</i>
- <i>Croauto d.o.o., Mostar</i>	<i>MOT</i>	-	<i>66.79</i>	<i>33.21</i>
- <i>Hotel Hum d.o.o., Ljubuški</i>	<i>Hospitality</i>	-	<i>100.00</i>	-
Croatia osiguranje d.d., non-life insurance company, Skopje	Insurance	91.75	100.00	-
Croatia osiguranje d.d., life insurance company, Skopje	Insurance	95.00	100.00	-

*MOT – Motor vehicle examination stations

** Crotehna d.o.o. additionally holds 9.27% in Croatia remont d.d.

In consolidation, the equity method is used for the valuation of investments in associates Agroservis - STP d.o.o., Virovitica (37%) and joint venture PBZ CROATIA osiguranje d.d. (50.0%).

The following is a summary of financial information for PBZ Croatia osiguranje d.d. for the last year for which the annual financial statements have been adopted and which have been presented for the Group using the equity method.

	31 December 2021
	in HRK'ooo
Financial assets	104,872
Other assets	36,203
Total assets	141,075
Liabilities	9,247
Capital and reserves	131,828
Total equity and liabilities	141,075
 Summary financial information	
 Opening balance of net assets at 1 January	130,240
Profit for the period	21,389
Dividends	(19,800)
Closing balance of net assets	131,829
Share in profit of joint venture @ 50%	65,914
 Carrying amount	65,914

CROATIA osiguranje d.d., Zagreb, Vatroslava Jagića 33 (parent company) is registered in the Court Register of the Commercial Court in Zagreb, Republic of Croatia, under the Company's Court Reg. No. ("MBS") 080051022 and PIN ("OIB") 26187994862. The Company's principal activity is non-life and life insurance business together with activities that are related to insurance activities and reinsurance business in the non-life insurance segment. Among other important activities, the Group also carries out activities of pension fund management, technical examinations and providing medical services of clinics.

Croatia osiguranje d.d. is majorly owned by ADRIS GRUPE d.d., Rovinj and is included in the consolidated financial statements of ADRIS GRUPE d.d. which are available on the website of ADRIS GROUP d.d.

The average number of employees of the Group during the current period is 3,622.

Supervisory Board and Management Board

According to the Company Act, Insurance Act and the Articles of Association of the Company the Company's bodies are the General Assembly, the Supervisory Board and the Management Board. Obligations and responsibilities of the members of these bodies are determined by the mentioned acts.

Members of the Supervisory Board are:

Roberto Škopac	President
Dr.sc. Željko Lovrinčević	Vice President
Vitomir Palinec	Member
Hrvoje Patajac	Member
Vlasta Pavličević	Member
Dr. sc. Zoran Barac	Member
Pero Kovačić	Member since 10 March 2022

Members of the Management Board are:

Davor Tomašković	President
Robert Vučković	Member
Luka Babić	Member
Vančo Balen	Member

Basis for preparation and consolidation

Financial statements are prepared in accordance with the Capital Market Act (Official Gazette 65/18, 17/20, 83/21), International Accounting Standard 34 – *Interim Financial Reporting*, Rules of the Zagreb Stock Exchange and the Ordinance on the contents and structure of issuers interim reports and on the form and manner of their submission to the Croatian Financial Services Supervisory Agency, which is issued by the Croatian Financial Services Supervisory Agency.

Quarterly financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as at 31 December 2021. The Group's annual financial statements have been prepared in accordance with

International Financial Reporting Standards (IFRS) as adopted by the European Union. The Annual Financial Report for 2021, for the purpose of understanding the information published in the notes to the financial statements prepared for the first quarter of the 2022, is available on the company's official website, the official website of the Zagreb Stock Exchange and the Croatian Financial Services Supervisory Agency's Official Register.

Financial statements are prepared by using the accrual principle which is the underlying accounting assumption. Economic events are recognized when they occurred and are reported in financial statements for the period in which they occurred by using the underlying accounting principle of going concern.

Consolidated financial statements comprise the Company and its subsidiaries (together 'the Group'). All significant intragroup transactions and balances are eliminated.

Financial statements for the first quarter of the 2022 have not been audited.

Presentation currency

The Group's financial statements are prepared in Croatian kuna as presentation currency of the Group.

Use of estimates and judgements

Preparation of financial statements in conformity with IFRS requires the Management Board to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, and information available at the date of preparation of financial statements, the results of which form the basis of making the judgements about carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Changes of accounting estimates are recognised from the period in which an estimate is revised.

Accounting policies

Accounting policies and measurement methods which are used in the preparation of financial statements for the reporting period are the same as those which are used for preparation of the audited financial statements for the year 2021.

Related party transactions

There were no unusual related party transactions of goods and services in the current reporting period.

Seasonality of business activities

Group's operations are not seasonal. However, in the first part of the year, gross written premium and receivables for written premiums are higher than in the rest of the year due to dynamics of conclusion of insurance contracts.

Segment reporting

The Group's reporting segments comprise the life insurance segment and the non-life insurance segment. The description of segments as well as allocation of costs between segment of life insurance and non-life insurance, capital and reserves and assets described in the annual financial statements for 2021, have not changed. There were no significant intersegmental revenues and expenses in the period observed.

Earnings per share

	1 January-31 March 2021	1 January-31 March 2022
	in HRK	in HRK
Profit for the year attributable to the Company's shareholders	127,766,596	133,410,768
Weighted average of ordinary shares	420,947	420,947
Earnings per share attributable to the Company's shareholders		
Basic and diluted earnings per share in HRK	303.5	316.9

Fair value

Fair value is the amount that should be received for an asset sold or paid to settle a liability in an arm's length transaction between market participants at the value measurement date. Fair value is based on quoted market prices, where available. If market prices are not available, fair value is estimated by using discounted cash flow models or other appropriate pricing techniques. Changes in assumptions on which the estimates are based, including discount rates and estimated future cash flows, significantly affect the estimates. Therefore, at this point the estimated fair value cannot be certainly achieved from the sale of a financial instrument.

The fair value of investments at amortised cost is presented below:

	31 March 2022			31 December 2021		
	Net book value	Fair value	Difference	Net book value	Fair value	Difference
	in HRK	in HRK	in HRK	in HRK	in HRK	in HRK
Debt securities	2,440,513,909	2,464,885,655	24,371,746	2,407,887,367	2,610,989,562	203,102,195
Loans	215,989,716	216,408,142	418,426	229,748,717	230,316,307	567,590
Deposits	551,253,501	551,392,747	139,246	550,844,800	551,062,376	217,576
	3,207,757,126	3,232,686,544	24,929,418	3,188,480,884	3,392,368,245	203,887,361

Methods of assessment or assumptions in determining fair value

For measuring the fair value, the Group takes into account the IFRS fair value hierarchy rules that reflect the significance of inputs used in the assessment process. Each instrument is assessed individually and in detail. The levels of the fair value hierarchy are determined on the basis of the lowest level and the input data that are important for determining the fair value of the instrument.

The table below analyses financial instruments carried at fair value using the valuation method. Different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices or interest rates information) or indirectly (that is, derived from prices or interest rates) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

The Group's assets measured at fair value as at 31 March 2022 are presented as follows:

	Level 1 in HRK	Level 2 in HRK	Level 3 in HRK	Total in HRK
Property for own use	-	-	417,533,360	417,533,360
Investment property	-	-	1,069,783,754	1,069,783,754
Equity securities	768,490,756	150,466,808	7,998,767	926,956,331
Debt securities	3,258,534,863	1,178,113,603	1,619,156	4,438,267,622
Investment funds	100,853,464	282,741,120	59,197	383,653,781
Available-for-sale financial assets	4,127,879,083	1,611,321,531	9,677,120	5,748,877,734
Equity securities	27,159,521	-	-	27,159,521
Debt securities	-	-	-	-
Investment funds	368,267,029	-	-	368,267,029
Foreign currency forward contracts	-	1,943,623	-	1,943,623
Financial assets at fair value through profit or loss	395,426,550	1,943,623	-	397,370,173
Total assets at fair value	4,523,305,633	1,613,265,154	1,496,994,234	7,633,565,021

The Group's assets measured at fair value as at 31 December 2021 are presented as follows:

	Level 1 in HRK	Level 2 in HRK	Level 3 in HRK	Total in HRK
Property for own use	-	-	415,845,152	415,845,152
Investment property	-	-	1,071,945,844	1,071,945,844
Equity securities	764,583,928	100,466,852	7,995,603	873,046,383
Debt securities	3,071,780,572	1,449,139,583	1,890,695	4,522,810,850
Investment funds	180,957,159	244,082,807	59,195	425,099,161
Available-for-sale financial assets	4,017,321,659	1,793,689,242	9,945,493	5,820,956,394
Equity securities	25,765,552	-	-	25,765,552
Debt securities	-	-	-	-
Investment funds	403,227,793	-	-	403,227,793
Foreign currency forward contracts	-	3,033,386	-	3,033,386
Financial assets at fair value through profit or loss	428,993,345	3,033,386	-	432,026,731
Total assets at fair value	4,446,315,004	1,796,722,628	1,497,736,489	7,740,774,121

The Group has adopted IFRS 13, pursuant to which it is required to disclose the fair value hierarchy of financial assets that are not measured at fair value as well as a description of valuation techniques and inputs used.

Financial liabilities are recorded at amortised cost. The Management Board believes that, due to fact that interest rate of these instruments is in line with market rates, the carrying value of these instruments is not significantly different from their fair value.

The fair value of deposits, loans and financial liabilities are estimated on the basis of inputs that are not commercially available rates, and are therefore classified as Level 3, or by using publicly available rates published by the Croatian national bank (for the Company's loans) and would therefore be classified as Level 2 in the fair value hierarchy. Investments with available market prices that are classified in the portfolio of held-to-maturity investments are classified as Level 1.

The fair values of cash and cash equivalents and insurance receivables and other receivables do not differ significantly from their carrying amounts due to the short-term nature of these financial instruments. Fair value is determined based on Level 2 inputs for cash and cash equivalents and based on Level 3 inputs for insurance receivables and other receivables.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2. The fair value of financial instruments that are classified as Level 3 is determined by using discontinued cash flow techniques or other valuation techniques by using relevant observable market data, information about current business and estimation of issuer's future business. There was no significant increase or decrease in the value of the parameters that would affect the change in the fair value of financial assets classified in Level 3 fair value.

There have been no significant reclassifications of financial assets at fair value through profit or loss from Level 1 and Level 2 to Level 3 and vice versa in statement of financial position.

The fair value of investment property is derived primarily by applying a sales comparison and income approach, and sometimes lacking information on market parameters by applying the cost method, depending on a particular property.

The fair value of the property for own use was carried out primarily by applying the income method.

The most significant inputs in the valuations were prices or rental income per square meter, generated based on comparable properties in the immediate vicinity and then adjusted by differences in key characteristics.

Information on measurements of the fair value of investment property using significant inputs that are not available on the market (Level 3) is published in the financial statements for 2021.

Intangible assets

In the period observed, intangible assets increased by HRK 2.8m, primarily due to additional investments in the new Core IT system. The Group capitalized the costs of net salaries in the amount of HRK 2m, the costs of contributions from salaries in the amount of HRK 0.6m, the costs of taxes and surcharges from salaries in the amount of HRK 0.3m, the costs of contributions to salaries in the amount of HRK 0.4m and other employee costs in the amount of HRK 0.1m.

Financial assets and financial liabilities

The structure of financial assets as at 31 March 2022 and 31 December 2021 was as follows:

	31 March 2022				
	Held-to-maturity investments	Available-for-sale financial assets	Financial assets at fair value through profit or loss - for trading	Loans and receivables	Total
	in HRK	in HRK	in HRK	in HRK	in HRK
Shares					
Shares, listed	-	860,257,475	27,159,521	-	887,416,996
Shares, not listed	-	66,698,856	-	-	66,698,856
	-	926,956,331	27,159,521	-	954,115,852
Debt securities					
Government bonds	2,376,164,447	3,775,361,627	-	-	6,151,526,074
Corporate bonds	64,349,462	662,905,995	-	-	727,255,457
	2,440,513,909	4,438,267,622	-	-	6,878,781,531
Derivative financial instruments					
Foreign currency forward contracts	-	-	1,943,623	-	1,943,623
	-	-	1,943,623	-	1,943,623
Investment funds					
Open-ended investment funds	-	383,653,781	41,796,448	-	425,450,229
Open-ended investment funds - assets for coverage of unit-linked products	-	-	326,470,581	-	326,470,581
	-	383,653,781	368,267,029	-	751,920,810
Loans and receivables					
Deposits with credit institutions	-	-	-	551,253,501	551,253,501
Loans	-	-	-	215,989,716	215,989,716
	-	-	-	767,243,217	767,243,217
	2,440,513,909	5,748,877,734	397,370,173	767,243,217	9,354,005,033

31 December
2021

	Held-to-maturity investments	Available-for-sale financial assets	Financial assets at fair value through profit or loss - for trading		Loans and receivables	Total
			in HRK	in HRK		
			in HRK	in HRK		
Shares						
Shares, listed	-	806,347,984	25,765,552	-	832,113,536	
Shares, not listed	-	66,698,399	-	-	66,698,399	
	-	873,046,383	25,765,552	-	898,811,935	
Debt securities						
Government bonds	2,344,006,246	4,000,023,314	-	-	6,344,029,560	
Corporate bonds	63,881,121	522,787,536	-	-	586,668,657	
	2,407,887,367	4,522,810,850	-	-	6,930,698,217	
Derivative financial instruments						
Foreign currency forward contracts	-	-	3,033,386	-	3,033,386	
	-	-	3,033,386	-	3,033,386	
Investment funds						
Open-ended investment funds	-	425,099,161	26,745,814	-	451,844,975	
Open-ended investment funds - assets for coverage of unit-linked products	-	-	376,481,979	-	376,481,979	
	-	425,099,161	403,227,793	-	828,326,954	
Loans and receivables						
Deposits with credit institutions	-	-	-	550,844,800	550,844,800	
Loans	-	-	-	229,748,717	229,748,717	
	-	-	-	780,593,517	780,593,517	
	2,407,887,367	5,820,956,394	432,026,731	780,593,517	9,441,464,009	

The structure of financial liabilities as at 31 March 2022 and 31 December 2021 was as follows:

	31 March 2022		31 December 2021	
		in HRK		in HRK
Lease liabilities		322,259,163		320,875,077
Liabilities for repo transactions		-		76,481,325
Loan liabilities		2,410,467		2,647,724
Derivative financial instruments		17,913,019		5,987,102
Preference shares		12,250,000		12,250,000
Other financial liabilities		44,612		400,018
		354,877,261		418,641,246

Share capital and shares

The Company's share capital with a nominal value of 601,575,800 as at 31 March 2022 is divided among 429.697 shares with a nominal value of HRK 1,400. The shares are marked as follows:

Number of shares	Nominal amount:
307.598 ordinary shares I. emission with ticker CROS-R-A/CROS	430,637,200
113.349 ordinary shares II. emission with ticker CROS-R-A/CROS	158,688,600
TOTAL OF ORDINARY SHARES	589,325,800
8.750 preference shares I. emission with ticker CROS-P-A/CROS2	12,250,000
TOTAL OF PREFERENCE SHARES	12,250,000

Each share, ordinary and preference, provides the right to 1 (one) vote at the Company's General Assembly. Due to the guaranteed dividend payment, preference shares are classified as financial liabilities. All shares are paid in full, issued in dematerialized form, are transferable and are managed at the central depository of the Central Depository & Clearing Company. CROATIA osiguranje d.d. has no treasury shares.

Liabilities

The structure of liabilities as at 31 March 2022 and 31 December 2021 was as follows:

	31 March 2022			
	No later than 1 year	1-5 years	More than 5 years	Total
Other provisions	8,282,131	40,774,080	10,657,095	59,713,306
Financial liabilities	40,180,772	81,591,257	233,105,232	354,877,261
Liabilities arising from insurance contracts, other liabilities and deferred income	816,236,855	23,922,006	26,013,832	866,172,693
Total	864,699,758	146,287,343	269,776,159	1,280,763,260

	31 December 2021			
	No later than 1 year	1-5 years	More than 5 years	Total
Other provisions	13,369,039	46,382,641	10,829,439	70,581,119
Financial liabilities	106,827,432	76,455,463	235,358,351	418,641,246
Liabilities arising from insurance contracts, other liabilities and deferred income	719,758,884	26,022,288	14,034,278	759,815,450
Total	839,955,355	148,860,392	260,222,068	1,249,037,815

Deferred taxes

The Group has recognized deferred tax assets and liabilities as at 31 March 2022. There were no significant changes in deferred tax assets compared to 31 December 2021 while the movement of deferred tax liability is shown in the note below:

	Land and buildings occupied by an undertaking for its own activities	Land and buildings not occupied by an undertaking for its own activities	Financial assets available for sale	Other	Total
	in HRK	in HRK	in HRK	in HRK	in HRK
31 December 2021					
Recognized deferred tax liabilities in profit or loss		(91,945)			(91,945)
Recognized deferred tax liabilities in profit or loss			419,632		419,632
Utilization through profit or loss		-	-	-	-
Change in fair value of available-for-sale investments through other comprehensive income		-	(38,552,202)		(38,552,202)
Foreign exchange differences			4,799		4,799
31 March 2022	22,098,310	33,219,941	127,895,184	485,290	183,698,725
	22,006,365	33,639,573	89,347,781	485,290	145,479,009

Commitments

As at 31 March 2022, the Group's contractual obligations for future investments amount to HRK 394.5 based on binding bids for investments in alternative investment funds.

MANAGEMENT BOARD STATEMENT

Pursuant to article 20 of the Articles of Association of the Company from 9 September 2021 and article 468 of the Capital Market Law (Official Gazette 65/18, 17/20, 83/21), the Management Board provides this

STATEMENT

That to the best of our knowledge:

- the set of quarterly consolidated unaudited financial statements of the issuer for the period 1 January – 31 March 2022, prepared by using applicable financial reporting standards, gives a true and fair view of assets and liabilities, the financial position, profit or loss of the issuer and the entities included in consolidation,
- the management report presents an objective view of the development and business results and position of the issuer and entities included in consolidation, with description of significant risks and uncertainties to which they are exposed.

Zagreb, 28 April 2022

Member of the Management Board

Luka Babić



President of the Management Board

Davor Tomašković