

ERICSSON NIKOLA TESLA d.d.
Krapinska 45, 10000 Zagreb

SECURITY: ERNT (ISIN: HRERNTRA0000)

LEI: 5299001W91BFWSUOVD63

HOME MEMBER STATE: Republic of Croatia

REGULATED MARKET SEGMENT: Regular Market of the Zagreb Stock Exchange

Ericsson Nikola Tesla Group

Zagreb, October 24, 2024

Management Report on the Company and Ericsson Nikola Tesla Group business performance with comments on the financial results for the first nine months of 2024

Highlights:

- Sales revenue: EUR **168.1** million
- Gross margin: **13.3 %**
- Operating profit: EUR **17.9** million
- Profit before tax: EUR **18.8** million
- Net profit: EUR **11.9** million
- Cash flow from operating activities: EUR **1.2** million

Gordana Kovačević, President of Ericsson Nikola Tesla, commented:

"In the first nine months of 2024, in line with our strategy, we continued with the implementation of many projects in the domestic and export markets and achieved sales revenue amounting to EUR 168.1 million. Total sales revenue decreased by 18.4% YoY, primarily due to lower sales revenue in the domestic market in Managed Services segment, caused by the contract expiration with Hrvatski Telekom which was completed at the end of last year. For comparable units, if we exclude revenue from Managed Services with Hrvatski Telekom, the total sales revenue increased by 6% YoY, which indicates the continuation of stable business performance. Our strategy to strengthen business operations in export markets and in new business segments has been showing results. Sales revenue in the operator segment in the export markets and the Digital Society segment recorded growth and, together with the continuously stable business performance in Ericsson market, partially offset the decline in sales revenue in the domestic market in the operator segment.

Talking about financial indicators, gross profit amounted to EUR 22.3 million, down by 22.5% YoY, mainly due to lower sales revenue in the domestic market in the operator segment, and business mix. Gross margin was 13.3% (first nine months of 2023: 14.0%). Operating profit amounted to EUR 17.9 million, down by 27.5% YoY, primarily as a result of lower sales revenue and gross profit. We concluded the end of Q3 with a solid balance sheet and an equity ratio of 39.7%. Cash and cash equivalents, including the short-term financial assets, amounted to EUR 54.8 million, which accounts for 33.8% of the total assets. In line with our expectations, a positive cash flow from operating activities was realized in the amount of EUR 1.2 million (first nine months of 2023: EUR -2.4 million).

During the third quarter, we continued quality cooperation with our partners, the leading operators on the domestic market, on the extension and modernization of telecom networks. For us, the success of our customers is confirmation of our expertise and dedication in creating and implementing the latest technological solutions. Our strategic partnership with Hrvatski Telekom (HT) in the radio part of mobile network, has certainly contributed that Hrvatski Telekom once again, for the sixth year in a row, wins the Ookla® Speedtest Awards™ for the fastest mobile network and the best mobile coverage in Croatia. With our strategic partner A1 Hrvatska, that celebrates 25 years of successful business performance this year, we have achieved many significant joint steps forward in the application of state-of-the-art technological solutions. Currently, our activities continue on the extension of coverage and capacity of the 5G radio network, as well as on the modernization and construction of the convergent core network. In the Digital Society segment in the domestic market, we would like to highlight new contracts related to the green borders monitoring system, and the maintenance of the Joint Information System of Land Registry and Cadaster. With the City of Osijek the contract was signed on the development and implementation of the single and comprehensive City web and mobile app in which our consortium partner is A1 Hrvatska.

As we have previously commented, our strong focus is on strengthening business operations in export markets. During Q3, we continued intense activities on the modernization and expansion of network capacity with the Kosovo operators IPKO and Telekom Kosova, as well as HT Mostar (Bosnia and Herzegovina) and Crnogorski Telekom (Montenegro). We are pleased that the pre-sales activities in the Digital Society segment resulted in the signing of a contract with the company Logicom Solutions from Cyprus on the replacement of the land administration information system of the Department of Lands and Surveys of the Republic of Cyprus.

We have further strengthened our strategic partnership cooperation with Ericsson by gaining new assignments in R&D and Services. As already announced, our R&D Center gained new responsibilities for the development of 5G Radio Access Network (RAN). Gaining these responsibilities is important because it will enable us to build additional E2E capability within networks software/modules. In order to achieve this goal, the focus remains on efficient deliveries of high-quality software, agile organization and continuous improvement and optimization in the way of working. Our teams in the Services segment have also gained additional responsibilities for the development of software tools for mobile networks management and optimization.

We are proud of our long-term cooperation with the academic community, through which we actively strengthen the innovation potential, knowledge and technology transfer, and the development of quality experts. In September we marked the closing of the 23rd Ericsson Nikola Tesla Summer Camp, which provides students with an opportunity to apply academic knowledge in specific business projects. This year's Summer Camp, held in Zagreb, Split and Osijek, has gathered 69 students from faculties from Croatia and abroad who, with the support of their mentors, worked on 27 projects. These are concrete projects through which students were solving challenges by using the latest technologies, such as AI, XR, Big Data, Blockchain, etc.

In the past weeks, there was a lot of talk about the CEZIH system considering that, among other things, due to activities on system modernization, there were difficulties in using certain features. Due to obsolete infrastructure, it was necessary to migrate the CEZIH system with the accompanying data to new technological infrastructure, which is an extremely demanding technical process because of different hardware and software components, numerous functionalities and a large number of stakeholders. As well as on other tasks where our experts are engaged, both on activities related to maintenance and CEZIH modernization, we are doing everything we can to fulfill the responsibilities we have taken over, timely and with quality, in line with the contractual obligations.

Our focus remains on profitability, cost and operational efficiency, cash flow from operating activities and responsible risk management. We are working intensely to secure stable business performance by implementing a strategy focused on strengthening the leading position in mobile networks, growth in the Digital Society segment through intensified pre-sales activities and activities related to the expansion of our portfolio, business diversification in services and R&D segment, as well as continuous improvement of our position in the segments of services and R&D for Ericsson. Our investments continue in new business segments and customers, the development of ICT solutions based on the latest technologies, our employees' competencies and digital transformation of Ericsson Nikola Tesla Group. Furthermore, we have been working on a stronger application of Artificial Intelligence (AI) in creating new business opportunities and increasing internal efficiency.

In November we will celebrate 75 years of Ericsson Nikola Tesla doing business, and we will present our new visual identity. We are proud of our company that, thanks to technology leadership, strong innovative capacity and competent employees, has successfully adapted to numerous market and technological changes over the years.“

Financial highlights for the Group:

- Sales revenue amounted to EUR 168.1 million (first nine months of 2023: EUR 205.9 million), down by 18.4% year-over-year, as a result of non-renewal of the contract with Hrvatski Telekom regarding managed services, and slow-down of operators' investments in mobile telecom infrastructure in the domestic market. The decline in sales revenue in the operator segment in the domestic market was partially offset by the growth in the Digital Society and in the operator segment in export markets, as well as continuously stable business performance in Ericsson market.
- Sales in the Networks segment amounted to EUR 106.1 million (first nine months of 2023: EUR 104.0 million), Digital Services segment amounted to EUR 59.6 million (first nine months of 2023: EUR 53.9 million), Managed Services segment amounted to EUR 2.0 million (first nine months of 2023: EUR 47.6 million), and the segment Other amounted to EUR 396 thousand (first nine months of 2023: EUR 377 thousand). As expected, there was a decline in the Managed Services segment, however, the results of other segments are somewhat better compared to the same period last year.
- Gross profit amounted to EUR 22.3 million (first nine months of 2023: EUR 28.8 million), down by 22.5% year-over-year, mainly due to lower sales revenue in the domestic market in the operator segment and business mix. Gross margin was 13.3% (first nine months of 2023: 14.0%).
- Selling and administrative expenses increased by 2.4% year-over-year and amounted to EUR 8.8 million (first nine months of 2023: EUR 8.6 million). This increase is the result of investments in the development of new business opportunities, and expenses related to the celebration of the company's 75th anniversary and new visual identity. The share of selling and administrative expenses in the total sales revenue was 5.2% (first nine months of 2023: 4.2%).
- Operating profit amounted to EUR 17.9 million (first nine months of 2023: EUR 24.7 million), down by 27.5% year-over-year, primarily as a result of lower sales revenue and gross profit. Operating margin was 10.7% (first nine months of 2023: 12.0%).
- Profit from financial activities amounted to EUR 0.8 million (first nine months of 2023: EUR 0.3 million), as a result of higher interest income due to an increase in interest rates.

- Profit before tax decreased by 24.9% year-over-year and amounted to EUR 18.8 million (first nine months of 2023: EUR 25.0 million).
- Net profit amounted to EUR 11.9 million (first nine months of 2023: EUR 20.5 million), down by 41.9% year-over-year, partially also due to additionally calculated one-time tax expense from the previous years due to subsequent change in interpretation of cost eligibility for tax deduction. Return on sales (ROS) was 7.1% (first nine months of 2023: 9.9%).
- Cash flow from operating activities was EUR 1.2 million (first nine months of 2023: EUR -2.4 million).
- Total working capital efficiency, expressed in Working Capital Days (WCD), was 35 days (first nine months of 2023: 27 days). Excluding services to Ericsson, Working Capital Efficiency was 25 days (first nine months of 2023: 49 days). WCD is affected by the demanding projects in terms of work and capital engagement, with additionally extended dynamics of collection of receivables in the domestic and export markets, including Ericsson.
- Cash and cash equivalents, including the short-term financial assets, as at September 30, 2024, amounted to EUR 54.8 million (33.8% of the total assets), and at the end of 2023 they amounted to EUR 76.9 million (39.9% of the total assets). In July 2024, the dividend was paid, amounting to EUR 19.9 million.
- The Group has a solid balance sheet with the total assets of EUR 162.4 million as at September 30, 2024, down by 15.7% compared to the end of 2023, mainly as the result of lower customer receivables due to lower sales revenue in managed services segment and lower cash and cash equivalents, while the inventory (work-in-progress) records an increase due to contract execution dynamics. End of Q3 2024, the equity ratio was 39.7% (end of 2023: 37.6%).
- With related parties, the transactions were as follows: stable sale of products and services was realized, amounting to EUR 102.5 million (first nine months of 2023: EUR 104.2 million), while the procurement of products and services amounted to EUR 29.1 million (first nine months of 2023: EUR 28.7 million).
- As at September 30, 2024, balances outstanding with related parties were as follows: receivables amounted to EUR 33.1 million (end of 2023: EUR 37.4 million), and payables amounted to EUR 10.9 million (end of 2023: EUR 15.1 million).

Business situation in major markets

In the domestic market sales revenue amounted to EUR 38.5 million (first nine months of 2023: EUR 80.5 million), down by 52.2% year-over-year, primarily as a result of non-renewal of the contract with Hrvatski Telekom regarding managed services. Moreover, the operators are focused on 5G network monetization and have slowed down capital investments in the mobile telecom infrastructure.

The activities of implementation of Ericsson dual-mode 5G Core for 4G/5G core network of Hrvatski Telekom are ongoing as planned. The cooperation on modernization and extension of the radio part of mobile network in line with the exclusive multi-year agreement successfully continues. Hrvatski Telekom has won the Ookla® Speedtest Awards™ for the fastest mobile network and the best mobile coverage in Croatia, for the sixth year in a row. HT's mobile network achieved the best Speed Score™ result of 148.81, which also represents the best Speed Score™ result that was ever recorded in Croatia when testing all generations of mobile networks.

With A1 Hrvatska, we continue to work on extension of coverage and capacity of the 5G radio network, as well as on the modernization and construction of the convergent core network and the modernization of microwave transmission systems.

In the Digital Society segment, we signed a new contract with the Ministry of the Interior of the Republic of Croatia regarding green border monitoring system. With the Croatian Ministry of Justice, Public Administration and Digital Transformation and the State Geodetic Administration, we have contracted the maintenance of the Joint Information System of Land Registry and Cadaster. With the City of Osijek, we have signed a contract regarding the development and implementation of the single and comprehensive City web and mobile app, in which our consortium partner is A1 Hrvatska. With the company Split parking d.o.o., we contracted the replacement and expansion of the existing sensor system for vehicle detection in street parking lots.

As regards the CEZIH system, Ericsson Nikola Tesla is responsible for the maintenance of Subsystem 1, i.e. "Information subsystem of the Software of the central part of the CEZIH integrated information system at the primary, secondary and tertiary level of health care", while the entire CEZIH system consists of four subsystems. Due to obsolete infrastructure, it was necessary to migrate CEZIH's hardware and software base to a new technological environment, after which the activities of optimization of the system's operation followed. Considering the complexity of the system, various hardware and software components, including the ones which are not the products and solutions of our company and many functionalities, the optimization of the system's operation in a new environment, while at the same time securing the system's operation, is an extremely demanding technical process. The system's occasional unavailability was mainly caused by the activities mentioned. From the beginning of 2024 until now, the system was available 99.57% of the time, and in the first nine months of 2024, more than 650 million transactions were orderly executed, which include ePrescriptions, eReferrals, etc.

In export markets (excluding services to Ericsson) sales revenue amounted to EUR 25.2 million (first nine months of 2023: EUR 20.9 million), up by 20.8% year-over-year.

In Kosovo, with the operator IPKO, the activities are ongoing on the modernization and expansion of the functionalities of its core network, as well as on the expansion of coverage and capacity of 5G network. With the operator Telekom Kosova we have been working on the modernization and expansion of mobile network capacity.

With HT Mostar we have been working on the implementation of the latest technological version of the Ericsson IMS (IP Multimedia Subsystem) solution, as well as the introduction of VoLTE (Voice over LTE) service. New activities related to the expansion of radio access network and transmission network of this operator have been contracted.

With Crnogorski Telekom, the activities are ongoing on the implementation of Ericsson dual-mode 5G Core for 4G/5G core network.

In the Digital Society segment, a contract was signed with the company Logicom Solutions from Cyprus on the replacement of the land administration information system of the Department of Lands and Surveys of Cyprus. The commissioning party of this solution is the Deputy Ministry of Research, Innovation and Digital Policy of Cyprus.

In Ericsson market sales revenue remained at the same level year-over-year and amounted to EUR 104.4 million (first nine months of 2023: EUR 104.5 million). The trend of higher engagement of experts from the Services and Solutions Center on projects for the customers of Ericsson Nikola Tesla continues. Revenue from R&D activities are increasing year-over-year.

In Q3, Ericsson Nikola Tesla's R&D Center has gained new responsibilities for the development of 5G Radio Access Network (RAN), which is strategically important as it will also enable us to build additional E2E capability within networks software/modules.

The main development projects within R&D Center were in the segments: Remote Radio, Massive MIMO, Software Defined Infrastructure and G4 baseband, which are important for Ericsson technology leadership. The organization remains focused on efficient deliveries of high-quality software, agile organization and continuous improvement and optimization of the way of working.

Experts from the Customer Services and Solutions Center, in addition to customers of Ericsson Nikola Tesla Group, were engaged on projects for Ericsson customers through activities of creating solutions and defining network parameters, and optimization and integration of solutions and technologies in many EU Member States and other countries such as: the United Kingdom, Switzerland, Norway, the United States of America, Canada, Australia, India, Mexico, etc. These are complex projects that, among other activities, included the introduction of 5G technology, operational and business support systems, as well as projects of introduction of core solutions in Cloud.

The activities have also continued on the development and implementation of software tools for management and optimization of mobile networks which are used in network rollout by many operators worldwide, and additional responsibilities were also gained.

Good results were achieved in the work with the company Aeris Communications on projects regarding IoT.

The teams working on activities in the field of IT& Engineering Services, in addition to providing support and achieving excellent results on test environment management projects and IT operations for Ericsson corporation, also have a key role in the processes of Ericsson Nikola Tesla Group's digital transformation.

Other information

Extraordinary General Meeting of Ericsson Nikola Tesla, joint-stock company will be held on November 22, 2024, at the registered office of the Company in Zagreb, Krapinska 45. The agenda and the materials which serve as the basis to reach decisions are published on the Company's web site <https://www.ericsson.hr/en/20241011-general-meeting>.

For additional information, please contact:

Antonija Lončar

Director Marketing, Communication and CSR

Ericsson Nikola Tesla d.d.

Krapinska 45

HR-10 002 Zagreb

Tel.: +385 1 365 4473

Mob.: +385 91 365 4473

E-mail: antonija.loncar@ericssonnikolatesla.com

Orhideja Gjenero

Investor Relations Manager

Ericsson Nikola Tesla d.d.

Krapinska 45

HR-10 002 Zagreb

Tel.: +385 1 365 4431

Mob.: +385 91 365 4431

E-mail: orhideja.gjenero@ericssonnikolatesla.com

E-mail: odnosi.investitori@ericssonnikolatesla.com

For more information about Ericsson Nikola Tesla's business, please visit: <http://www.ericsson.hr>



Pursuant to the Articles 462 to 468 of the Capital Market Law (Official Gazette 65/18) the Managing Director of the joint stock company Ericsson Nikola Tesla d.d. Zagreb, Krapinska 45 gives the following:

Statement
of the Management Board responsibility

The accompanying consolidated and non-consolidated financial statements have been prepared in compliance with the International Financial Reporting Standards (IFRS). The financial statements also comply with the provisions of the Croatian Financial Accounting Law valid as of the date of these financial statements.

Unaudited financial statements for the period January 1, 2024 to September 30, 2024 present a true and fair view of the financial position of the Company and the Group and of the financial performance and cash flows in compliance with applicable accounting standards.

Managing Director:
Gordana Kovačević, MSc



Ericsson Nikola Tesla d.d.
 Statement of comprehensive income
 for the period ended 30 September 2024

	2024 EUR '000	2023 EUR '000
Sales revenue	163.704	158.509
Cost of sales	-141.378	-135.884
Gross profit	22.325	22.625
Selling expenses	-3.878	-3.904
Administrative expenses	-4.572	-3.722
Other operating income	11.622	4.996
Impairment loss on financial assets	-	-2
Operating profit	25.497	19.994
Finance income	1.195	443
Finance expense	-657	-135
Finance income/(expense), net	538	307
Profit before tax	26.035	20.301
Income tax	-6.855	-3.654
Profit for the year	19.180	16.647
Other comprehensive income	-	-
Total comprehensive income for the year	19.180	16.647
Earnings per share (EUR)	14,47	12,59

Ericsson Nikola Tesla d.d.
 Statement of financial position
 as at 30 September 2024

	2024 EUR '000	2023 EUR '000
ASSETS		
Non-current assets		
Property, plant and equipment	13.492	14.352
Right of use assets	14.337	14.818
Intangible assets	933	384
Investments in subsidiaries	4	4
Loans and receivables	1.605	2.587
Deferred tax assets	2.322	2.322
Total non-current assets	32.693	34.467
Current assets		
Inventories	16.531	9.781
Trade receivables	16.629	17.896
Receivables from related parties	33.137	37.893
Other receivables	1.611	1.180
Financial assets at fair value through profit or loss	4.344	4.235
Prepayments	1.920	2.238
Cash and cash equivalents	40.815	55.568
Total current assets	114.987	128.791
TOTAL ASSETS	147.680	163.258
EQUITY AND LIABILITIES		
Equity		
Share capital	17.674	17.674
Treasury shares	-808	-1.256
Legal and other reserves	1.797	1.230
Reserve for treasury shares	3.451	4.157
Retained earnings	37.697	38.711
Total equity	59.811	60.516
Non-current liabilities		
Borrowings	114	114
Lease liabilities	12.764	13.126
Other non-current liabilities	6	12
Employee benefits	1.031	934
Total non-current liabilities	13.915	14.186
Current liabilities		
Payables to related parties	10.278	13.907
Borrowings	-	467
Trade and other payables	23.332	29.560
Income tax payable	1.858	690
Provisions	1.044	1.558
Accrued charges and deferred revenue	16.595	13.749
Contract liabilities	18.822	26.768
Lease liabilities	2.025	1.857
Total current liabilities	73.954	88.556
Total liabilities	87.869	102.742
TOTAL EQUITY AND LIABILITIES	147.680	163.258

Ericsson Nikola Tesla d.d.
 Statement of cash flows
 for the period ended 30 September 2024

	2024 EUR '000	2023 EUR '000
Cash flows from operating activities		
<i>Profit before tax</i>	26.035	20.301
Adjustments for:		
Depreciation and amortisation	3.856	3.196
Impairment losses and reversals	57	41
Gain on sale of property, plant and equipment	-41	-
Net loss/(gain) on remeasurement of financial assets	-109	-64
Amortisation of discount	-	-8
Interest income	-1.083	-371
Dividend income	-7.001	-49
Interest expense	654	102
Foreign exchange (gain)/loss, net	-43	-47
Share-based payments	252	452
<i>Changes in working capital</i>		
In receivables	8.673	-13.116
In inventories	-6.750	-14.719
In provisions	-418	-304
In payables	-16.056	-7.532
<i>Cash generated from operations</i>	8.027	-12.119
Interest paid	-650	-102
Income taxes paid	-5.629	-904
Net cash from operating activities	1.748	-13.125
Cash flows from investing activities		
Proceeds from loans given	-	1.000
Interest received	1.036	445
Dividends received	7.001	49
Proceeds from sale of property, plant and equipment	19	3
Purchases of property, plant and equipment, and intangible assets	-2.002	-939
Deposits given to financial institutions - net	-	261
Net cash (used in)/from investing activities	6.055	820
Cash flows from financing activities		
Repayment of borrowings	-936	-1.811
Purchase of treasury shares	-258	-110
Dividends paid	-19.888	-7.927
Payment of lease liabilities	-1.466	-918
Net cash used in financing activities	-22.547	-10.766
Effects of exchange rate changes on cash and cash equivalents	-8	20
Net increase/(decrease) in cash and cash equivalents	-14.752	-23.051
Cash and cash equivalents at the beginning of the year	55.568	60.679
Cash and cash equivalents at the end of the year	40.815	37.628

Ericsson Nikola Tesla d.d.
 Statement of changes in equity
 for the period ended 30 September 2024

	Share capital EUR '000	Treasury shares EUR '000	Legal and other reserves EUR '000	Reserve for treasury shares EUR '000	Retained earnings EUR '000	Total EUR '000
As at 1 January 2023	17.674	-2.268	884	5.353	27.537	49.180
<i>Changes in equity for the period:</i>						
Total comprehensive income	-	-	-	-	18.841	18.841
Dividend distribution	-	-	-	-	-7.927	-7.927
Purchase of treasury shares	-	-184	-	-	-	-184
Shares granted	-	1.196	-	-1.196	-	-
Transfer	-	-	346	-	-346	-
Share-based payments	-	-	-	-	606	606
Total contributions by and distributions to owners of the parent recognized directly in equity	-	1.012	346	-1.196	-7.667	-7.505
As at 31 December 2023	17.674	-1.256	1.230	4.157	38.711	60.516
As at 1 January 2024	17.674	-1.256	1.230	4.157	38.711	60.516
<i>Changes in equity for the period:</i>						
Total comprehensive income	-	-	-	-	19.180	19.180
Dividend distribution	-	-	-	-	-19.879	-19.879
Purchase of treasury shares	-	-258	-	-	-	-258
Shares granted	-	706	-	-706	-	-
Transfer	-	-	566	-	-566	-
Share-based payments	-	-	-	-	252	252
Total contributions by and distributions to owners of the parent recognized directly in equity	-	448	566	-706	-20.193	-19.885
As at 30 September 2024	17.674	-808	1.796	3.451	37.698	59.811

Annex 1**ISSUER'S GENERAL DATA**

Reporting period:	1/1/2024	to	9/30/2024
Year:	2024		
Quarter:	3.		

Quarterly financial statements

Registration number (MB):	03272699	Issuer's home Member State code:	HR
Entity's registration number (MBS):	0800002028		
Personal identification number (OIB):	84214771175	LEI:	5299001W91BFWSUOVD63
Institution code:	233		
Name of the issuer: ERICSSON NIKOLA TESLA D.D. ZAGREB			
Postcode and town:	10000	Zagreb	
Street and house number:	Krapinska 45		
E-mail address:	etk.company@ericsson.com		
Web address:	www.ericsson.hr		
Number of employees (end of the reporting)	2766		
Consolidated report:	KN	(KN-not consolidated/KD-consolidated)	
Audited:	RN	(RN-not audited/RD-audited)	
Names of subsidiaries (according to IFRS):	Registered office:	MB:	
Bookkeeping firm:	No	(Yes/No)	
		(name of the bookkeeping firm)	
Contact person:	Tatjana Ricijaš		
	(only name and surname of the contact person)		
Telephone:	+385(0)13653343		
E-mail address:	tatjana.ricijas@ericsson.com		
Audit firm:	KPMG Croatia d.o.o.		
	(name of the audit firm)		
Certified auditor:	Domagoj Hrkać		
	(name and surname)		

BALANCE SHEET

balance as at 30.09.2024

in EUR

Submitter: ERICSSON NIKOLA TESLA D.D.

Item	ADP code	Last day of the preceding business year	At the reporting date of the current period
1	2	3	4
A) RECEIVABLES FOR SUBSCRIBED CAPITAL UNPAID			
0 FIXED ASSETS (ADP 020+010+020+051+036)	001	0	0
002 INTANGIBLE ASSETS (ADP 004 to 026)	002	94,495,414	92,893,707
1 Research and development	003	384,414	332,707
2 Concessions, patents, licences, trademarks, software and other rights	004	0	0
3 Goodwill	005	0	0
4 Advances for the purchase of intangible assets	007	0	0
5 Intangible assets in preparation	008	346,740	561,804
6 Other intangible assets	009	0	0
010 INTANGIBLE ASSETS (ADP 011 to 019)	010	26,169,262	27,826,236
1 Land	011	2,071,185	2,071,185
2 Buildings	012	20,205,668	18,831,755
3 Fixtures and equipment	013	4,322,453	4,449,192
4 Tools, working inventory and transportation assets	014	1,909,472	2,189,222
5 Biological assets	015	0	0
6 Advances for the purchase of tangible assets	016	0	0
7 Tangible assets in preparation	017	78,710	242,303
8 Other tangible assets	018	2,955	10,574
9 Advances for the purchase of intangible assets	019	0	0
020 FIXED FINANCIAL ASSETS (ADP 021 to 030)	020	1,548,429	859,707
1 Investments in holdings (shares) of undertakings within the group	021	4,341	4,341
2 Investments in other securities of undertakings within the group	022	0	0
3 Loans, deposits, etc. to undertakings within the group	023	0	0
4 Investments in other securities of companies linked by virtue of participating interests	024	0	0
5 Investment in other securities of companies linked by virtue of participating interests	025	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	026	0	0
7 Investments in securities	027	0	0
8 Loan deposits, etc. given	028	1,542,087	852,346
9 Other investments accounted for using the equity method	029	0	0
10 Other fixed financial assets	030	0	0
031 RECEIVABLES (ADP 032 to 035)	031	1,044,939	752,876
1 Receivables from undertakings within the group	032	0	0
2 Receivables from companies linked by virtue of participating interests	033	0	0
3 Customer receivables	034	936,870	648,772
4 Other receivables	035	106,269	104,206
036 DEFERRED TAX ASSETS	036	2,321,874	2,321,874
C) CURRENT ASSETS (ADP 038+046+053+063)	037	126,553,319	113,696,636
038 INVESTMENTS IN HOLDINGS (shares) OF UNDERTAKINGS (ADP 039 to 045)	038	0	0
1 Raw materials and consumables	039	665,760	2,084,253
2 Work in progress	040	9,114,993	14,466,482
3 Finished goods	041	0	0
4 Merchandise	042	0	0
5 Advances for inventories	043	0	0
6 Fixed assets held for sale	044	0	0
7 Equipment and fixtures	045	0	0
046 RECEIVABLES (ADP 047 to 052)	046	56,989,809	50,886,934
1 Receivables from undertakings within the group	047	740,314	148,952
2 Receivables from companies linked by virtue of participating interests	048	37,152,486	32,988,176
3 Customer receivables	049	17,897,063	16,628,980
4 Receivables from employees and members of the undertaking	050	0	0
5 Receivables from government and other institutions	051	0	0
6 Other receivables	052	1,179,947	920,846
053 CURRENT FINANCIAL ASSETS (ADP 054 to 062)	053	4,234,974	5,033,694
1 Investments in holdings (shares) of undertakings within the group	054	0	0
2 Investments in other securities of undertakings within the group	055	0	0
3 Loans, deposits, etc. to undertakings within the group	056	0	0
4 Investments in holdings (shares) of companies linked by virtue of participating interests	057	0	0
5 Investment in other securities of companies linked by virtue of participating interests	058	0	0
6 Loans, deposits etc. to companies linked by virtue of participating interests	059	0	0
7 Investments in securities	060	4,234,974	4,343,535
8 Loans, deposits, etc. given	061	0	690,159
9 Advances for the purchase of intangible assets	062	0	0
063 CASH AT BANK AND IN HAND	063	55,567,777	40,815,295
D) TOTAL ASSETS (ADP 061+062+037+064)	064	2,237,975	1,920,259
065 OFF-BALANCE SHEET ITEMS	065	163,258,265	147,680,471
066 OFF-BALANCE SHEET ITEMS	066	0	0
II. LIABILITIES			
A) CAPITAL AND RESERVES (ADP 068 to 070+076+077+086+089)	067	60,516,167	59,810,821
068 INITIAL (SUBSCRIBED) CAPITAL	068	17,674,030	17,674,030
069 CAPITAL RESERVES	069	0	0
070 RESERVES FROM PROFIT (ADP 071+072+073+074+075)	070	4,131,224	4,439,584
1 Legal reserves	071	1,230,443	1,795,545
2 Reserves for treasury shares	072	4,156,663	3,416,160
3 Treasury shares and holdings (deductible item)	073	-1,255,883	-308,144
4 Statutory reserves	074	0	0
5 Other reserves	075	0	0
076 REVALUATION RESERVES	076	0	0
077 FAIR VALUE RESERVES AND OTHER (ADP 078 to 082)	077	0	0
1 Financial assets at fair value through other comprehensive income (i.e. available for sales)	078	0	0
2 Cash flow hedge - effective portion	079	0	0
3 Hedge of a net investment in a foreign operation - effective portion	080	0	0
4 Other fair value reserves	081	0	0
5 Exchange differences arising from the translation of foreign operations (consolidation)	082	0	0
083 RETAINED PROFIT OR LOSS BROUGHT FORWARD (ADP 084-085)	083	19,870,199	18,517,406
1 Retained profit	084	19,870,199	18,517,406
2 Loss brought forward	085	0	0
086 PROFIT OR LOSS FOR THE BUSINESS YEAR (ADP 087-088)	086	10,179,621	10,179,621
087 LOSS FOR THE BUSINESS YEAR	087	18,840,714	19,179,621
088 MINORITY INTEREST	088	0	0
089 MINORITY (NON-CONTROLLING) INTEREST	089	0	0
090 PROVISIONS (ADP 091 to 096)	090	933,733	1,030,937
1 Provisions for pensions, termination benefits and similar obligations	091	933,733	1,030,937
2 Provisions for tax liabilities	092	0	0
3 Provisions for ongoing legal cases	093	0	0
4 Provisions for renewal of natural resources	094	0	0
5 Environmental warranty obligations	095	0	0
6 Other provisions	096	0	0
097 LONG-TERM LIABILITIES (ADP 098 to 108)	097	13,252,005	12,884,002
1 Liabilities to undertakings within the group	098	0	0
2 Liabilities for loans, deposits, etc. of undertakings within the group	099	0	0
3 Liabilities to companies linked by virtue of participating interests	100	0	0
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	101	0	0
5 Liabilities for loans, deposits etc.	102	0	0
6 Liabilities to banks and other financial institutions	103	13,239,601	12,878,250
7 Liabilities for advance payments	104	0	0
8 Liabilities to suppliers	105	0	0
9 Liabilities for securities	106	0	0
10 Other long-term liabilities	107	12,404	6,352
11 Deferred tax liability	108	0	0
099 SHORT-TERM LIABILITIES (ADP 110 to 123)	099	62,247,722	43,112,219
1 Liabilities to undertakings within the group	110	495,476	273,665
2 Liabilities for loans, deposits, etc. of undertakings within the group	111	0	0
3 Liabilities to companies linked by virtue of participating interests	112	13,411,818	10,004,297
4 Liabilities for loans, deposits etc. of companies linked by virtue of participating interests	113	0	0
5 Liabilities for loans, deposits etc.	114	0	0
6 Liabilities to banks and other financial institutions	115	2,324,908	2,024,887
7 Liabilities for advance payments	116	14,207,986	4,675,801
8 Liabilities to suppliers	117	6,249,148	8,081,100
9 Liabilities for securities	118	0	0
10 Liabilities for leases	119	19,677,751	11,655,984
11 Taxes, contributions and similar liabilities	120	4,322,363	5,453,001
12 Liabilities arising from the share in the result	121	0	0
13 Liabilities arising from fixed assets held for sale	122	0	0
14 Other short-term liabilities	123	1,558,262	1,043,504
124 ACCRUALS AND DEFERRED INCOME	124	26,308,608	30,842,092
125 TOTAL - LIABILITIES (ADP 067+090+097+109+124)	125	163,258,265	147,680,471
126 OFF-BALANCE SHEET ITEMS	126	0	0

STATEMENT OF PROFIT OR LOSS
for the period 01.01.2024 to 30.09.2024

in EUR

Submitter: ERICSSON NIKOLA TESLA D.D.

Item	ADP code	Same period of the previous year		Current period	
		Cumulative	Quarter	Cumulative	Quarter
I OPERATING INCOME (ADP 002 to 006)	001	163,505,481	52,244,283	175,325,388	66,503,400
1 Income from sales with undertakings within the group	002	418,696	112,980	573,703	149,126
2 Income from sales (outside group)	003	158,090,353	49,613,325	163,129,800	57,697,142
3 Income from the use of own products, goods and services	004	0	0	0	0
4 Other operating income with undertakings within the group	005	295,890	132,400	7,142,860	7,047,937
5 Other operating income (the group)	006	4,700,542	2,385,578	4,479,025	1,609,195
II OPERATING EXPENSES (ADP 08+09+13+017+018+019+022+029)	007	143,511,172	45,819,919	149,828,226	54,505,627
1 Changes in inventories of work in progress and finished goods	008	-15,669,559	-6,259,583	-5,352,013	278,279
2 Material costs (ADP 010 to 012)	009	64,928,412	21,472,106	56,405,279	21,578,052
a) Costs of raw materials and consumables	010	34,123,983	10,773,540	38,348,297	13,803,791
b) Costs of goods sold	011	0	0	0	0
c) Other external costs	012	30,802,429	10,698,566	18,056,982	7,772,261
3 Staff costs (ADP 014 to 016)	013	84,616,987	27,554,998	88,254,693	29,028,768
a) Net salaries and wages	014	51,159,130	16,465,436	53,892,653	17,569,360
b) Tax and contributions from salary costs	015	23,923,218	7,889,869	24,175,435	7,988,065
c) Contributions on salaries	016	9,534,639	3,199,693	10,186,605	3,471,343
4 Depreciation	017	3,195,861	989,507	3,856,127	1,252,662
5 Other costs	018	5,808,632	1,776,320	6,417,059	2,200,602
6 Value adjustments (ADP 020+021)	019	0	-2,238	0	0
a) Fixed assets other than financial assets	020	0	0	0	0
b) Current assets other than financial assets	021	0	-2,238	0	0
7 Provisions (ADP 023 to 028)	022	628,201	286,571	247,081	169,264
a) Provisions for pensions, termination benefits and similar obligations	023	609,939	278,796	310,940	179,777
b) Provisions for tax liabilities	024	0	0	0	0
c) Provisions for ongoing legal cases	025	0	0	0	0
d) Provisions for renewal of natural resources	026	0	0	0	0
e) Provisions for warranty obligations	027	18,262	7,775	46,499	24,406
f) Other provisions	028	0	0	-10,358	-34,919
8 Other operating expense	029	2,238	2,238	0	0
III FINANCIAL INCOME (ADP 031 to 040)	030	444,414	239,771	1,194,799	326,873
1 Income from investments in holdings (shares) of undertakings within the group	031	0	0	0	0
2 Income from investments in holdings (shares) of companies linked by virtue of participating interests	032	0	0	0	0
3 Income from other long-term financial investment and loans granted to undertakings within the group	033	0	0	0	0
4 Other interest income from operations with undertakings within the group	034	20,442	0	0	0
5 Exchange rate differences and other financial income from operations with undertakings within the group	035	1,803	0	0	0
6 Income from other long-term financial investments and loans	036	0	0	0	0
7 Other interest income	037	350,181	206,590	1,082,586	289,654
8 Exchange rate differences and other financial income	038	0	0	0	-9,667
9 Unrealised gains (income) from financial assets	039	0	0	0	0
10 Other financial income	040	71,983	33,181	112,213	46,886
IV FINANCIAL EXPENSES (ADP 042 to 048)	041	137,281	61,621	656,972	106,120
1 Interest expenses and similar expenses with undertakings within the group	042	41	7	0	0
2 Exchange rate differences and other expenses from operations with undertakings within the group	043	0	0	0	0
3 Interest expenses and similar expenses	044	101,500	37,912	653,753	102,901
4 Exchange rate differences and other expenses	045	35,740	23,802	3,219	3,219
5 Unrealised losses (expenses) from financial assets	046	0	0	0	0
6 Value adjustments of financial assets (net)	047	0	0	0	0
7 Other financial expenses	048	0	0	0	0
V SHARE IN PROFIT FROM UNDERTAKINGS LINKED BY VIRTUE OF PARTICIPATING INTERESTS	049	0	0	0	0
VI SHARE IN PROFIT FROM JOINT VENTURES	050	0	0	0	0
VII SHARE IN LOSS OF COMPANIES LINKED BY VIRTUE OF PARTICIPATING INTERESTS	051	0	0	0	0
VIII SHARE IN LOSS OF JOINT VENTURES	052	0	0	0	0
X TOTAL INCOME (ADP 01+030+049+050)	053	163,949,895	52,494,054	176,520,187	66,830,273
X- TOTAL EXPENDITURE (ADP 007+014+051+052)	054	143,840,053	45,881,540	160,495,198	54,611,747
XI PRE-TAX PROFIT OR LOSS (ADP 053-054)	055	20,309,842	6,602,514	26,034,989	12,218,526
1 Pre-tax profit (ADP 053-054)	056	20,309,842	6,602,514	26,034,989	12,218,526
2 Pre-tax loss (ADP 054-053)	057	0	0	0	0
XII INCOME TAX	058	3,654,151	1,188,452	6,855,368	939,335
XIII PROFIT OR LOSS FOR THE PERIOD (ADP 055-059)	059	16,646,691	5,414,062	19,179,621	11,279,191
1 Profit for the period (ADP 055-059)	060	16,646,691	5,414,062	19,179,621	11,279,191
2 Loss for the period (ADP 059-055)	061	0	0	0	0
DISCONTINUED OPERATIONS (to be filled in by undertakings subject to IFRS only with discontinued operations)					
XIV PRE-TAX PROFIT OR LOSS OF DISCONTINUED OPERATIONS (ADP 062)	062	0	0	0	0
1 Pre-tax profit from discontinued operations	063	0	0	0	0
2 Pre-tax loss on discontinued operations	064	0	0	0	0
XV INCOME TAX OF DISCONTINUED OPERATIONS	065	0	0	0	0
1 Discontinued operations profit for the period (ADP 062-065)	066	0	0	0	0
2 Discontinued operations loss for the period (ADP 065-062)	067	0	0	0	0
TOTAL OPERATIONS (to be filled in only by undertakings subject to IFRS with discontinued operations)					
XVI PRE-TAX PROFIT OR LOSS (ADP 055+062)	068	0	0	0	0
1 Pre-tax profit (ADP 068)	069	0	0	0	0
2 Pre-tax loss (ADP 068)	070	0	0	0	0
XVII INCOME TAX (ADP 058+065)	071	0	0	0	0
XVIII PROFIT OR LOSS FOR THE PERIOD (ADP 068-071)	072	0	0	0	0
1 Profit for the period (ADP 068-071)	073	0	0	0	0
2 Loss for the period (ADP 071-068)	074	0	0	0	0
APPENDIX to the P&L (to be filled in by undertakings that draw up consolidated annual financial statements)					
XIX PROFIT OR LOSS FOR THE PERIOD (ADP 076-077)	075	0	0	0	0
1 Attributable to owners of the parent	076	0	0	0	0
2 Attributable to minority (non-controlling) interest	077	0	0	0	0
STATEMENT OF OTHER COMPREHENSIVE INCOME (to be filled in by undertakings subject to IFRS)					
I PROFIT OR LOSS FOR THE PERIOD	078	16,646,691	5,414,062	19,179,621	11,279,191
II OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAX (ADP 80+ 87)	079	0	0	0	0
III Items that will not be reclassified to profit or loss (ADP 081 to 085)	080	0	0	0	0
1 Changes in revaluation reserves of fixed tangible and intangible assets	081	0	0	0	0
2 Gains or losses from subsequent measurement of equity instruments at fair value through other comprehensive income	082	0	0	0	0
3 Fair value changes of financial liabilities at fair value through statement of profit or loss, attributable to changes in their credit risk	083	0	0	0	0
4 Actuarial gains/losses on the defined benefit obligation	084	0	0	0	0
5 Other items that will not be reclassified	085	0	0	0	0
6 Income tax relating to items that will not be reclassified	086	0	0	0	0
IV Items that may be reclassified to profit or loss (ADP 088 to 095)	087	0	0	0	0
1 Exchange rate differences from translation of foreign operations	088	0	0	0	0
2 Gains or losses from subsequent measurement of debt securities at fair value through other comprehensive income	089	0	0	0	0
3 Profit or loss arising from effective cash flow hedging	090	0	0	0	0
4 Profit or loss arising from effective hedge of a net investment in a foreign operation	091	0	0	0	0
5 Share in other comprehensive income/loss of companies linked by virtue of participating interests	092	0	0	0	0
6 Changes in fair value of the time value of option	093	0	0	0	0
7 Changes in fair value of forward elements of forward contracts	094	0	0	0	0
8 Other items that may be reclassified to profit or loss	095	0	0	0	0
9 Income tax relating to items that may be reclassified to profit or loss	096	0	0	0	0
V NET OTHER COMPREHENSIVE INCOME OR LOSS (ADP 080+087-086 -096)	097	0	0	0	0
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 078+097)	098	16,646,691	5,414,062	19,179,621	11,279,191
APPENDIX to the Statement on comprehensive income (to be filled in by undertakings that draw up consolidated statements)					
VI COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (ADP 100+101)	099	16,646,691	5,414,062	19,179,621	11,279,191
1 Attributable to owners of the parent	100	16,646,691	5,414,062	19,179,621	11,279,191
2 Attributable to minority (non-controlling) interest	101	0	0	0	0

STATEMENT OF CASH FLOWS - indirect method
for the period 01.01.2024 to 30.09.2024

in EUR

Submitter: ERICSSON NIKOLA TESLA D.D.

Item	ADP code	Same period of the previous year	Current period
1	2	3	4
Cash flow from operating activities			
1 Pre-tax profit	001	20,300,842	26,034,989
2 Adjustments (ADP 003 to 010):	002	3,251,117	-3,457,495
a) Depreciation	003	3,195,861	3,856,127
b) Gains and losses from sale and value adjustment of fixed tangible and intangible assets	004	-436	-40,871
c) Gains and losses from sale and unrealised gains and losses and value adjustment of financial assets	005	-64,332	-108,560
d) Interest and dividend income	006	-419,610	-8,083,461
e) Interest expenses	007	101,786	653,753
f) Provisions	008	0	0
g) Exchange rate differences (unrealised)	009	-47,304	-42,924
h) Other adjustments for non-cash transactions and unrealised gains and losses	010	485,152	308,441
I Cash flow increase or decrease before changes in working capital (ADP 001+002)	011	23,551,959	22,577,494
3 Changes in the working capital (ADP 013 to 016)	012	-35,670,972	-14,550,686
a) Increase or decrease in short-term liabilities	013	-7,532,499	8,672,822
b) Increase or decrease in short-term receivables	014	-13,115,922	-6,749,963
c) Increase or decrease in inventories	015	-14,718,743	-417,555
d) Other increase or decrease in working capital	016	-303,808	-16,055,990
II Cash from operations (ADP 011+012)	017	-12,119,013	8,026,808
4 Interest paid	018	-101,685	-649,656
5 Income tax paid	019	-904,462	-5,628,739
A) NET CASH FLOW FROM OPERATING ACTIVITIES (ADP 017 to 019)	020	-13,125,160	1,748,413
Cash flow from investment activities			
1 Cash receipts from sales of fixed tangible and intangible assets	021	3,064	18,883
2 Cash receipts from sales of financial instruments	022	0	0
3 Interest received	023	445,449	1,036,395
4 Dividends received	024	48,987	7,000,874
5 Cash receipts from repayment of loans and deposits	025	1,261,446	0
6 Other cash receipts from investment activities	026	0	0
III Total cash receipts from investment activities (ADP 021 to 026)	027	1,758,946	8,056,152
1 Cash payments for the purchase of fixed tangible and intangible assets	028	-938,895	-2,001,604
2 Cash payments for the acquisition of financial instruments	029	0	0
3 Cash payments for loans and deposits for the period	030	0	0
4 Acquisition of a subsidiary, net of cash acquired	031	0	0
5 Other cash payments from investment activities	032	0	0
IV Total cash payments from investment activities (ADP 028 to 032)	033	-938,895	-2,001,604
B) NET CASH FLOW FROM INVESTMENT ACTIVITIES (ADP 027 +033)	034	820,051	6,054,548
Cash flow from financing activities			
1 Cash receipts from the increase in initial (subscribed) capital	035	0	0
2 Cash receipts from the issue of equity financial instruments and debt financial instruments	036	0	0
3 Cash receipts from credit principals, loans and other borrowings	037	0	0
4 Other cash receipts from financing activities	038	0	0
V Total cash receipts from financing activities (ADP 035 to 038)	039	0	0
1 Cash payments for the repayment of credit principals, loans and other borrowings and debt financial instruments	040	-1,811,092	-935,571
2 Cash payments for dividends	041	-7,927,347	-19,887,975
3 Cash payments for finance lease	042	-917,685	-1,465,983
4 Cash payments for the redemption of treasury shares and decrease in initial (subscribed) capital	043	-109,500	-257,764
5 Other cash payments from financing activities	044	0	0
VI Total cash payments from financing activities (ADP 040 to 044)	045	-10,765,624	-22,547,293
C) NET CASH FLOW FROM FINANCING ACTIVITIES (ADP 039 +045)	046	-10,765,624	-22,547,293
1 Unrealised exchange rate differences in respect of cash and cash equivalents	047	19,563	-8,150
D) NET INCREASE OR DECREASE IN CASH FLOWS (ADP 020+034+046+047)	048	-23,051,170	-14,752,482
E) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	049	60,678,904	55,567,777
F) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD(ADP 048+049)	050	37,627,734	40,815,295

STATEMENT OF CHANGES IN EQUITY

for the period from 1/1/2024 to 9/30/2024

Item	ADP code	Attributable to owners of the parent													Minority (non-controlling) interest	Total capital and reserves				
		Initial (subscribed) capital	Capital reserves	Legal reserves	Reserves for treasury shares	Treasury shares and holdings (deductible form)	Statutory reserves	Other reserves	Revaluation reserves	Fair value of financial assets through other comprehensive income (available for sale)	Cash flow hedge - effective portion	Hedge of a net investment in a foreign operation - effective portion	Other fair value reserves	Exchange rate differences from translation of foreign operations	Retained profit / loss brought forward	Profit/loss for the business year				
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18 (3 to 17)	19	20 (18+19)	
Previous period																				
1 Balance on the first day of the previous business year	01	17,674,033	0	883,703	5,352,791	2,268,251	0	0	0	0	0	0	0	0	0	27,537,038	0	49,179,313	0	49,179,313
2 Changes in accounting policies	02	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	03	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the previous business year (restated) (ADP 01 to 03)	04	17,674,033	0	883,703	5,352,791	2,268,251	0	0	0	0	0	0	0	0	0	27,537,038	0	49,179,313	0	49,179,313
5 Profit/loss of the period	05	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	18,840,714	18,840,714	0	18,840,714
6 Exchange rate differences from translation of foreign operations	06	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Changes in revaluation reserves of fixed tangible and intangible assets	07	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	08	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	09	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	10	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	11	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	12	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	13	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	14	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	15	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	16	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	17	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	18	0	0	0	0	0	183,760	0	0	0	0	0	0	0	0	0	-183,760	0	-183,760	0
19 Payments from members/shareholders	19	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Payment of share in profit/dividend	20	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-7,927,194	0	-7,927,194	0
21 Other distributions and payments to members/shareholders	21	-3	0	2	-1,196,128	-1,196,128	0	0	0	0	0	0	0	0	0	607,095	0	607,094	0	607,094
22 Transfer to reserves according to the annual schedule	22	0	0	0	346,740	0	0	0	0	0	0	0	0	0	0	-346,740	0	0	0	0
23 Increase in reserves arising from pre-bankruptcy settlement procedure	23	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24 Balance on the last day of the previous business year reporting period (ADP 04 to 23)	24	17,674,033	0	1,230,444	4,156,663	1,255,883	0	0	0	0	0	0	0	0	0	19,870,199	18,840,714	60,516,167	0	60,516,167
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																				
I OTHER COMPREHENSIVE INCOME OF THE PREVIOUS PERIOD, NET OF TAX (ADP 06 to 14)	25	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
II COMPREHENSIVE INCOME OR LOSS FOR THE PREVIOUS PERIOD (ADP 05+25)	26	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	18,840,714	18,840,714	0	18,840,714
III TRANSACTIONS WITH OWNERS IN THE PREVIOUS PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 15 to 23)	27	-3	0	6	346,742	-1,196,128	-1,012,368	0	0	0	0	0	0	0	0	-7,668,839	0	-7,503,860	0	-7,503,860
Current period																				
1 Balance on the first day of the current business year	28	17,674,030	0	1,230,444	4,156,663	1,255,883	0	0	0	0	0	0	0	0	0	38,710,913	0	60,516,167	0	60,516,167
2 Changes in accounting policies	29	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Correction of errors	30	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Balance on the first day of the current business year (restated) (ADP 28 to 30)	31	17,674,030	0	1,230,444	4,156,663	1,255,883	0	0	0	0	0	0	0	0	0	38,710,913	0	60,516,167	0	60,516,167
5 Profit/loss of the period	32	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	19,179,621	19,179,621	0	19,179,621
6 Exchange rate differences from translation of foreign operations	33	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
7 Changes in revaluation reserves of fixed tangible and intangible assets	34	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8 Gains or losses from subsequent measurement of financial assets at fair value through other comprehensive income (available for sale)	35	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9 Profit or loss arising from effective cash flow hedge	36	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
10 Profit or loss arising from effective hedge of a net investment in a foreign operation	37	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
11 Share in other comprehensive income/loss of companies linked by virtue of participating interests	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
12 Actuarial gains/losses on the defined benefit obligation	39	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
13 Other changes in equity unrelated to owners	40	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
14 Tax on transactions recognised directly in equity	41	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
15 Decrease in initial (subscribed) capital (other than arising from the pre-bankruptcy settlement procedure or from the reinvestment of profit)	42	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
16 Decrease in initial (subscribed) capital arising from the pre-bankruptcy settlement procedure	43	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
17 Decrease in initial (subscribed) capital arising from the reinvestment of profit	44	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
18 Redemption of treasury shares/holdings	45	0	0	0	0	0	257,764	0	0	0	0	0	0	0	0	0	-257,764	0	-257,764	0
19 Payments from members/shareholders	46	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Payment of share in profit/dividend	47	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-19,879,530	0	-19,879,530	0
21 Other distributions and payments to members/shareholders	48	0	0	0	0	0	-705,503	-705,503	0	0	0	0	0	0	0	252,127	0	252,127	0	
22 Decrease in paid-in capital	49	0	0	0	566,104	0	0	0	0	0	0	0	0	0	0	-566,104	0	0	0	0
23 Increase in reserves arising from the pre-bankruptcy settlement procedure	50	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
24 Balance on the last day of the current business year reporting period (ADP 31 to 50)	51	17,674,030	0	1,796,548	3,451,160	808,144	0	0	0	0	0	0	0	0	0	18,517,406	19,179,621	59,810,621	0	59,810,621
APPENDIX TO THE STATEMENT OF CHANGES IN EQUITY (to be filled in by undertakings that draw up financial statements in accordance with the IFRS)																				
I OTHER COMPREHENSIVE INCOME FOR THE CURRENT PERIOD, NET OF TAX (ADP 33 to 41)	52	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
II COMPREHENSIVE INCOME OR LOSS FOR THE CURRENT PERIOD (ADP 32 do 52)	53	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	19,179,621	19,179,621	0	19,179,621
III TRANSACTIONS WITH OWNERS IN THE CURRENT PERIOD RECOGNISED DIRECTLY IN EQUITY (ADP 42 to 50)	54	0	0	0	0	566,104	-705,503	-447,739	0	0	0	0	0	0	0	-20,193,507	0	-19,885,167	0	-19,885,167

NOTES TO FINANCIAL STATEMENTS - TFI
(drawn up for quarterly reporting periods)

Name of the issuer: ERICSSON/NIKOLA TESLA D.O.O.

Personal identification number (OIB): 84214771175

Reporting period: Q3 2024

Notes to financial statements for quarterly periods include:

- a) explanation of business events relevant to understanding changes in the statement of financial position and financial performance for the reporting semi-annual period of the issuer with respect to which year information is provided regarding these events and relevant information published in the last annual financial statement is updated (item 15 to 19C IAS 34 - Interim financial reporting)
- b) information on the access to the latest annual financial statements, for the purpose of understanding information published in the notes to financial statements drawn up for the semi-annual reporting period
- c) a statement explaining that the same accounting policies are applied while drawing up financial statements for the semi-annual reporting period as in the latest annual financial statements drawn up for the reporting period
- d) a description of the financial performance in the case of the issuer whose business is seasonal (items 37 and 38 IAS 34 - Interim financial reporting)
- e) other comments prescribed by IAS 34 - Interim financial reporting
- f) in the notes to quarterly periods financial statements, in addition to the information stated above, information in respect of the following matters shall be disclosed:
 - 1. information on the latest annual financial statements, for the purpose of understanding information published in the notes to financial statements drawn up for the reporting period
 - 2. adopted accounting policies (only an indication of whether there has been a change from the previous period)
 - 3. the total amount of any financial commitments, guarantees or contingencies that are not included in the balance sheet, and an indication of the nature and form of any valuable security which has been provided; any commitments concerning pensions of the undertaking within the group or company linked by virtue of participating interest shall be disclosed separately
 - 4. the amount and nature of individual items of income or expenditure which are of exceptional size or incidence
 - 5. amounts owed by the undertaking and falling due after more than five years, as well as the total debts of the undertaking covered by valuable security furnished by the undertaking, specifying the type and form of security
 - 6. average number of employees during the financial year
 - 7. where, in accordance with the regulations, the undertaking capitalised on the cost of salaries in part or in full, information on the amount of the total cost of employees during the reporting period and the amount of the costs of the period and the amounts capitalised on the value of the assets during the period, showing separately the total amount of net salaries and the amount of losses, comprising the amounts of the costs of employees and the amounts capitalised on the assets
 - 8. where a provision for deferred tax is recognised in the balance sheet, the deferred tax balances at the end of the financial year, and the movement in those balances during the reporting period
 - 9. the name and registered office of each of the undertakings in which the undertaking, either itself or through a person acting in their own name but on the undertaking's behalf, holds a participating interest, showing the proportion of the capital held, the amount of capital and reserves, and the profit or loss for the latest financial year of the undertaking concerned for which the information is available, and the name and registered office of each of the undertakings in which the undertaking concerned has a participating interest, showing the proportion of the capital and reserves and the profit or loss may be credited where the undertaking concerned does not publish its balance sheet and is not controlled by another undertaking
 - 10. the number and the nominal value or, in the absence of a nominal value, the accounting par value of the shares subscribed during the financial year within the limits of the authorised capital
 - 11. the existence of any participation certificates, convertible debentures, warrants, options or similar securities or rights, with an indication of their number and the rights they confer
 - 12. the name, registered office and legal form of each of the undertakings of which the undertaking is a member having unlimited liability
 - 13. the name and registered office of the undertaking which draws up the consolidated financial statements of the largest group of undertakings of which the undertaking forms part as a controlled group member
 - 14. the name and registered office of the undertaking which draws up the consolidated financial statements of the smallest group of undertakings of which the undertaking forms part as a controlled group member and which is also included in the group of undertakings referred to in point 13
 - 15. the place where copies of the consolidated financial statements referred to in points 13 and 14 may be obtained, provided that they are available
 - 16. the nature and business purpose of the undertaking's arrangements that are not included in the balance sheet and the financial impact on the undertaking of those arrangements, provided that the arrangements from which such arrangements are material and in so far as the disclosure of such risks or benefits is necessary for the purposes of assessing the financial position of the undertaking
 - 17. the nature and the financial effect of material events arising after the balance sheet date which are not reflected in the profit and loss account or balance sheet

a)

Explanation of business events relevant to understanding changes in the statement of financial position and financial performance are published in Press info/Management letter.

The financial statements have been prepared in accordance with International Financial Reporting Standards adopted by the European Union (IFRSs), on the historical cost basis, with the exception of financial instruments which are carried at fair value through profit or loss. Policies have been consistently applied to all the periods presented.

b) Last issued annual financial statements are available at ZSE and as well at www.ericsson.hr/en/reports.

c)

The interim financial statements for the reporting period are prepared applying the same accounting policies as in the latest annual financial statements presented in the Annual Report.

d)

The issuer does not have sesonal businnes activities.

e)

Segment report

	Networks		Digital Services		Managed Services		Other		Unallocated		Total	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023	30.09.2024	30.09.2023	30.09.2024	30.09.2023	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	EUR 000	EUR 000	EUR 000	EUR 000	EUR 000	EUR 000	EUR 000	EUR 000	EUR 000	EUR 000	EUR 000	EUR 000
Revenues	103,801	99,236	58,027	53,110	1,480	5,766	396	377	0	0	163,704	158,509
Operating profit	20,429	16,231	9,497	7,199	102	246	41	40	-4,572	-3,722	25,497	19,994

Transactions with related parties:

30.09.2024 30.09.2023
EUR 000 EUR 000

Sales	104,092	107,279
Purchases	27,147	30,891

Balances with related parties

30.09.2024 12/31/2023
EUR 000 EUR 000

Receivable	33,137	37,893
Payable	10,278	13,907

1. Issuer's name, registered office (address), legal form, country of establishment, entity's registration number are disclosed in the sheet General data of this document.

2. Announcement notices have not been channel in relation to previous reporting period.

3. Financial commitments in term of guarantees that are not included in the balance sheet are not material and Management Board believes that possibility of any outflow is remote. The Company has no commitments concerning pensions that are in scope of IAS 19.

4. In the reporting period there were no individual items of income or expenditure of exceptional size or incidence.

5. The Company has no debt falling due after more than five years.

At the balance sheet date, the Company does not have debts covered by valuable securities/insurance.

6.

The average number of employees during the reporting period is 2772 (Q3 2023: 2739). The Company does not categorise employees.

7. No cost of salaries was capitalised in the reporting period.

8.

Provision for deferred tax is calculated annually, at balance sheet date 31 December. There were no movement in deferred tax balances during reporting period.

9. The Company has no participating interest.

10.

There were no shares subscribed during the financial year within the limits of the authorised capital.

11.

The Company has no participation certificates, convertible debentures, warrants, options or similar securities or rights.

12.

The Company has no shares in companies having unlimited liability.

13. and 14.

The company Telefonaktiebolaget LM Ericsson (Sweden, Torshamngatan 21, SE-164 83 Stockholm) prepares the consolidated financial statements for the larger Group of companies, in which Ericsson Nikola Tesla Group is included as an associate member of Ericsson.

15. Those consolidated reports are available at www.ericsson.com/en/investors/financial-reports.

16.

The Company did not have any arrangements that are not included in the balance sheet, where the risks or benefits arising from such arrangements are material.

17.

There are no material events arising after the balance sheet date which are not reflected in the profit and loss account or balance sheet.

APPENDIX (Reconciliation of the differences arising due to structure and classification of the positions in TFI-POD in XLS format compared to classification of the positions in the audited annual report in PDF):

Balances Sheet

Within the category Non-current assets in Statement of financial position total amount of Loans and receivables is indicated in TFI-POD form under AOP 023 Loans, deposits, etc. to undertakings within the group, 028 Loans, deposits, etc. given 034 Customer receivables, 035 Other receivables.

Within the category Current assets in Statement of financial position total amount of Other receivables, Income tax receivables is indicated in TFI-POD form under AOP 051 Receivables from government and other institutions, 052 Other receivables, 061 Loans, deposits, etc. given.

Within the category Equity in Statement of financial position total amount of Retained earnings is indicated in TFI-POD form under AOP 083 Retained profits/brought forward and 086 Profit or Loss for the business year.

Additionally, within the category Non-current liabilities in Statement of Financial position total amount of Borrowings and Lease liabilities are shown under AOP 103 Liabilities to bank and other financial institutions.

Within the category Current liabilities in Statement of financial position total amount of Trade and other payables and Income tax payable is indicated in TFI-POD in AOP 117 Liabilities to suppliers, 119 Liabilities to employees, 120 Taxes, contributions and similar liabilities.

Within the category Current liabilities in Statement of financial position total amount of Accrued charge and deferred revenue and Contract liabilities is indicated in TFI-POD form under AOP 116 Liabilities for advance payments, 124 Accruals and deferred Income.

Also, within the category Current liabilities in Statement of financial position total amount of Provisions is indicated in TFI-POD form under AOP 123 Other short-term liabilities.

Additionally, both categories Borrowings and Lease liabilities in Statement of Financial position are shown under AOP 115 Liabilities to bank and other financial institutions.

P&L

Cost structure in Statement of comprehensive income (FS form) is according to function and the presentation is different from TFI-POD forms where cost is presented by nature. Total amount of Cost of Sales, Selling, Administrative and Other operating expenses equals to amount of AOP 007 Operating expenses.

The amount indicated in AOP 006 Other operating income (outside the group), is indicated in Other operating income and Impairment reversal on financial assets in Statement of Comprehensive income (FS form).