



Basic unaudited financial statements
Consolidated and unconsolidated
31 December 2018

Income statement

	(in HRK million)	
	GROUP	BANK
	31 December	31 December
	2018	2018
Interest income calculated using the effective interest method	3,151	2,455
Other interest income	81	23
Interest expense	(419)	(271)
Net interest income	2,813	2,207
Fee and commission income	1,960	880
Fee and commission expense	(388)	(148)
Net fee and commission income	1,572	732
Dividend income	3	51
Net trading income and net gains on translation of monetary assets and liabilities	350	265
Fair value adjustment in hedge accounting	-	-
Other operating income	142	87
Total operating income	4,880	3,342
Net impairment loss on loans and advances to customers	(371)	(221)
Other impairment losses and provisions	(66)	(53)
Personnel expenses	(1,154)	(761)
Depreciation, amortisation and impairment of goodwill	(203)	(122)
Other operating expenses	(1,206)	(708)
Share of profits from associates	14	-
Profit before income tax	1,894	1,477
Income tax expense	(174)	(97)
Profit for the year	1,720	1,380
Available for:		
Equity holders of the Bank	1,681	1,380
Non-controlling interests	39	-
	1,720	1,380
	in HRK	
Basic and diluted earnings per share	88.4	72.6

Statement of financial position

	(in HRK million)	
	GROUP	BANK
	31 December 2018	31 December 2018
Assets		
Cash and current accounts with banks	18,442	14,180
Balances with the Croatian National Bank	4,698	4,698
Financial assets held for trading	828	828
Derivative financial assets	10	1
Fair value changes of the hedged items in portfolio hedge of interest rate risk	9	-
Loans and advances to banks	7,784	6,869
Loans and advances to customers	66,688	45,457
Investment securities	10,557	7,374
Investments in subsidiaries and associates	69	1,962
Intangible assets	240	186
Property and equipment	1,337	636
Investment property	7	1
Non-current assets held for sale	334	124
Deferred tax assets	142	95
Other assets	740	360
Current tax assets	128	123
Total assets	112,013	82,894

Statement of financial position (continued)

	(in HRK million)	
	GROUP	BANK
	31 December 2018	31 December 2018
Liabilities		
Current accounts and deposits from banks	1,843	1,480
Current accounts and deposits from customers	85,938	63,042
Derivative financial liabilities	34	4
Fair value changes of the hedged items in portfolio hedge of interest rate risk	4	-
Interest-bearing borrowings	4,160	3,032
Other liabilities	1,994	601
Accrued expenses and deferred income	372	159
Provisions	516	393
Deferred tax liabilities	71	32
Current tax liability	11	-
Subordinated liabilities	-	-
Total liabilities	94,943	68,743
Equity		
Share capital	1,907	1,907
Share premium	1,570	1,570
Treasury shares	(76)	(76)
Other reserves	1,399	372
Fair value reserve	82	59
Retained earnings	12,368	10,319
Merger reserve	(1,214)	-
Total equity attributable to equity holders of the Bank	16,036	14,151
Non-controlling interests	1,034	-
Total equity	17,070	14,151
Total liabilities and equity	112,013	82,894

Contingent liabilities and commitments

	(in HRK million)	
	GROUP	BANK
	31 December 2018	31 December 2018
Undrawn lending commitments	15,077	11,103
Performance guarantees	2,699	2,149
Kuna payment guarantees	633	633
Foreign currency payment guarantees	1,658	761
Foreign currency letters of credit	89	65
Other contingent liabilities	1	1
	20,157	14,712