

INSTITUT IGH d.d., with registered office in Zagreb, Janka Rakuše 1, PIN: 79766124714 (hereinafter: Company and/or Debtor) pursuant to item 35 of legally binding pre-bankruptcy settlement, in compliance with Article 79 of the Act on Financial Operations and Pre-Bankruptcy Settlement (Official Gazette of the Republic of Croatia [108/12](#), [144/12](#), [81/13](#), [112/13](#)) hereby submits

REPORT ON FULFILMENT OF THE PRE-BANKRUPTCY SETTLEMENT PLAN FOR THE PERIOD from 1 July 2020 to 30 September 2020

I As of the date of validly concluded pre-bankruptcy settlement and until the accounting period ending 30 September 2020, the Company met its obligations through cash payments, issuance of shares to convert a part of creditor claims to equity, through payment of priority claims and other employee claims with pertaining taxes and contributions and through write-off of obligations in accordance with provisions of the pre-bankruptcy settlement, i.e. it settled a total amount of

171.007.884,58 kn

(in words: one hundred seventy one million four seven thousand eight hundred eighty four kuna-s and fifty eight lipa-s)

of obligations incurred prior to the start of the pre-bankruptcy settlement proceedings.

II INSTITUT IGH d.d. concluded the pre-bankruptcy settlement on 5 December 2013, before the Commercial Court in Zagreb, 72. Stpn-305/2013. The concerned settlement came into force on 28 December 2013. The proof of the legal validity clause was received by the Company on 15 April 2014.

III The Company additionally entered into an agreement with creditors of category a) claims from credit operations secured by lien on the property of the Debtor or on the property of associated companies of the debtor by which the parties agree that the grace period for the repayment of the principal of the senior debt is extended by 18 months, and upon expiry of the grace period the repayment will be made in 13 semi-annual instalments, the first of which becomes due on 30 June 2017, and the last on 30 June 2023. In the grace period and the period of repayment of the senior debt, a fixed 4.5% interest is calculated and charged annually, in the manner defined by the Decision on the approval of the pre-bankruptcy settlement.

IV The Company settled the following claims in the concerned accounting period:

- An amount of **HRK 3.497.776,20** to creditors of category a) - claims on credit securities secured rights on the Debtor's property or the assets of Debtor's related companies
- An amount of **HRK 100.000,00** to creditors of category b) - claims from other credit business without securing the pledging rights on Debtor's assets

Also, the Company settled the following claims from the end of the concerned accounting period until the date of this Report:

- An amount of **HRK 10.000,00** to creditors of category a) - claims on credit securities secured rights on the Debtor's property or the assets of Debtor's related companies

Until the date of this report, the Company has still not settled the interest due to creditors of category a) claims from credit operations secured by lien on the property of the Debtor or on the

property of associated companies of the debtor and category b) claims from other credit operations without security by lien on Debtor's property in the total amount of **HRK 14.507.441,54** and the instalments of the Senior debt in the amount of **HRK 44.690.128,22** that became due. The Company's Management is making the greatest possible effort to regulate relations with concerned creditors within a reasonable period of time and settle the mentioned obligations. The mentioned debt has not been settled for the Company's Management intent to settle the same amount by selling or replacing part of the company's assets under the pledge for the debts in question. The same is largely planned to be carried out till end of this business year.

- V Further to the above mentioned, in the concerned accounting period until the date of this Report, the Company settled a total of:

HRK 3.607.776,20

(in words: three million six hundred seven thousand seven hundred seventy six kuna-s and twenty lipa-s)

of obligations from the validly concluded pre-bankruptcy settlement.

- VI At the reporting date, the Company has still not settled debts to creditors of category f) - claims based on contracts signed with the Debtor for the purchase of goods or services in an amount exceeding HRK 1,333.33 in the amount of **HRK 196.549,64**. These debts will be settled out of the current business as soon as possible.
- VII The Company hereby declares that it has not undertaken any action that would lead to unequal position of its creditors.

Zagreb, 22 October 2020

Robert Petrosian
President of the management board

Miroslav Pauzar
Member of the management board

Vedrana Tudor
Member of the management board



INSTITUT IGH, d.d.