



**ZAGREBAČKI  
HOLDING**

Ulica grada Vukovara 41, Zagreb

**LEI:** 74780090ND4TXRKKO752

**Home member state:** Croatia

**ISIN:** HRZGH00287A8

**Symbol:** 3ZGH2

**Zagreb Stock Exchange, Inc.**

**Segment:** Official Market

Zagreb, 30<sup>th</sup> April 2024

**CROATIAN FINANCIAL SERVICES  
SUPERVISORY AGENCY**  
Official register of prescribed information  
**ZAGREB STOCK EXCHANGE INC.**  
**OTS HINA**

**OTHER PRESCRIBED INFORMATION – Zagreb holding announced the results of operations for 2023: positive operations maintained, debt repayment continued, investments initiated**

The Zagreb Holding Group announced today business results for 2023. Last year, the Group continued with the restructuring program and maintained the trend of positive business and profit growth, which has been recorded since 2022.

"Such operations enabled the start of debt relief, i.e. debt reduction, with the simultaneous launch of the investment cycle. The result is all the more significant because it was achieved in the circumstances of maintaining the prices of communal services for citizens", said Ivan Novaković, President of the Management Board of Zagreb Holding.

"Stable and positive business is the basis for starting projects for the renovation of communal infrastructure, which we plan to realize by 2026. This includes the acquisition of new equipment and vehicles for waste management, for the maintenance of roads and green and other public areas, which will contribute to our greater efficiency and improvement of the quality of communal services. In addition, by continuing the greening of urban areas, on which 8 thousand trees were planted last season, we continue to work on reducing the negative impact of climate change on life in urban areas," Novaković added.

With a total of EUR 803.23 million in revenue and EUR 785.80 million in expenses, the Group achieved a net profit of EUR 16.3 million, which is EUR 15.9 million more than in 2022. At the same time, earnings before interest, taxes and depreciation (EBITDA) amounted to EUR 92.1 million, which is 35 percent more than in 2022.

The growth of revenue and expenses is related to the increase in the segment's of gas supply and distribution services, the sale of pharmaceutical products and public areas cleanliness maintenance. Also, during 2023, changes to the Collective Agreement were signed and workplaces were systematized, which increased the material rights of workers and equalized earnings for work on similar jobs.

Compared to 2022, the net debt was reduced by EUR 84 million, or by 13.4 percent, and at the end of 2023 it amounted to EUR 545 million.

"With this significant debt reduction, Zagrebački Holding has confirmed its orientation towards significant debt repayment trend, with the aim of strengthening financial stability and reducing interest costs," said Novaković.

In the middle of 2023, Zagreb Holding successfully completed the bond refinancing process in the amount of EUR 305 million, which represents the largest single issue of bonds related to sustainable business in the history of the Republic of Croatia. International rating agencies have raised the ratings of the Holding's creditworthiness, thereby showing investors' confidence in the ability to manage risks and achieve positive business results.

More detailed information on the results of operations of the Zagreb Holding Group in 2023 can be found on the [website](#).

**ZAGREB HOLDING Ltd.**