



HALF-YEAR REPORT 2018/19

TATRY MOUNTAIN RESORTS, A. S.
AND ITS SUBSIDIARIES
FOR THE PERIOD FROM NOVEMBER 1, 2018 TO APRIL 30, 2019





Ing. Bohuš Hlavatý
CEO and Chairman of the Board of Directors
Tatry mountain resorts, a. s.

Dear Shareholders,

The past winter season 2018/19 was a success in terms of snow conditions in our mountain resorts and temperatures low enough for snowmaking. Our fully modernized Polish Szczyrk Mountain Resort reported the greatest growth in both the visit rate and the average revenue per visitor. The total visit rate of the mountain resorts maintained the level of prior year. We observed a decline in both the visit rate and the average revenue in the Vysoké Tatry resort due to the fact that we have been unable to proceed with our strategic goal to expand the resort, and thus, we've had to face competition of smaller resorts, especially under favorable snow conditions. Even though we were unable to beat the record breaking prior winter in our resorts' visitation numbers, we achieved a growth of consolidated revenues of 4.7% to reach EUR 68.6 mil. Operating profit before write-offs - EBITDA - year-over-year declined 1.6% to almost EUR 25.8 mil.

This past winter we launched a revolutionary ski pass pricing system, "flexi prices", with the goal to regulate the visit rate, increase the average revenue per skier day and the share of online clients. Thanks to flexi prices we are able to react promptly to current demand in our mountain resorts, plan resort capacities, and teach our clients to shop for ski passes in advance.

Our traditional events in the winter season were popular again, including the most visited Tatra attraction, Tatra Ice Dome at Hrebienok, which this year was constructed in

the style of the Vatican's St. Peter's Basilica. The Women's World Cup in Alpine Skiing in Špindlerův Mlýn had a great success among visitors also thanks to the attendance and victory of the world champion, Petra Vlhová.

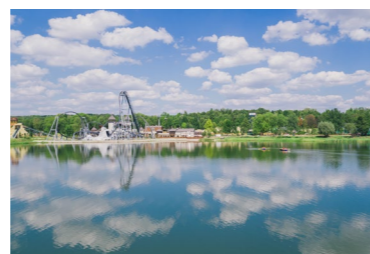
In the reported period we entered the golf segment by leasing two prestigious gold resorts in Czechia - Golf & Ski Resort Ostravice and Golf Resort Kaskáda for the period of at least 20 years. We are planning to develop mainly their lodging capacities while implementing our Gopass program and thus utilizing the Group's synergies.

Capital investments of this financial year are already underway. We are focusing mainly on a new attraction in Legendia, on ancillary services in Szczyrk, upgrading hotels in Poland and Slovakia, and on real estate projects in the Tatras.

Finally we fulfilled our medium term strategic plan and succeeded in acquiring the Alpine glacier ski resort, Mölltaler Gletscher, and its sister resort, Ankogel - Mallnitz, in Austria. The purchase agreement was signed after the end of the reported period.

June 24, 2019

Bohuš Hlavatý
Bohuš Hlavatý



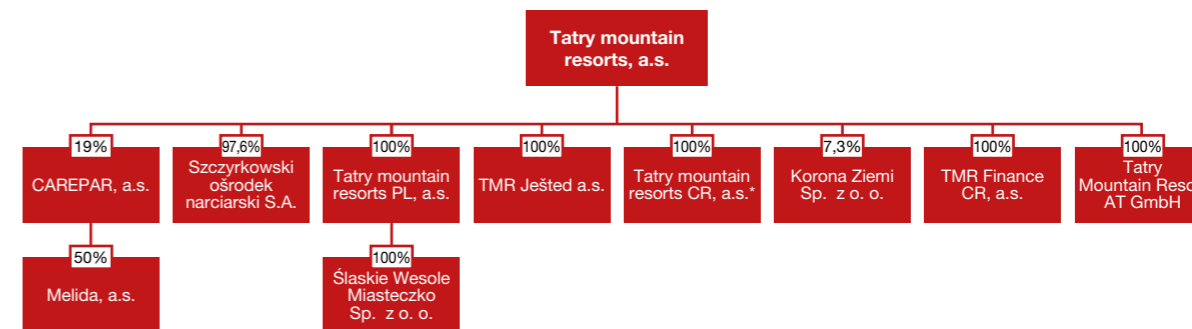
INTERIM REPORT BY THE BOARD OF DIRECTORS FOR THE PERIOD OF NOVEMBER 1, 2018 TO APRIL 30, 2019

PROFILE OF TMR

Tatry mountain resorts, a.s. (TMR, the Company) is a joint stock company with its headquarters in Liptovský Mikuláš, registered at the Bratislava Stock Exchange (BSSE), the Prague Stock Exchange (PSE), and the Warsaw Stock Exchange (WSE). TMR with its subsidiaries (the Group) is the biggest entity in tourism in Slovakia with emerging operations in Poland and the Czech Republic. TMR's operations are divided into seven key segments: Mountain Resorts, Leisure Parks, Golf, Dining, Sports Services and Stores, Hotels, and Real Estate¹. Within Mountain Resorts TMR owns and operates the Vysoké Tatry resort in the High Tatras with the ski areas of Tatranská Lomnica and Starý Smokovec and the ski area of Štrbské Pleso, which TMR co-manages. In the Low Tatras TMR owns and operates the mountain resort Jasná Nízke Tatry. In Czechia the Group leases the ski resort Ještěd and indirectly owns a 9.5% interest in Melida, a.s., which leases and operates the Špindlerův Mlýn ski resort. In the Polish Beskid Mountains TMR owns Szczyrk Mountain Resort (Szczyrk). Leisure Parks include Slovak Aquapark Tatralandia

and Legendia - Silesian Amusement Park in Poland. Within the latest Golf segment the Group leases and operates two prestigious golf resorts in Czechia: Golf & Ski Resort Ostravice and Golf Resort Kaskáda. TMR also provides complete ancillary services in all its resorts, such as dining facilities, ski schools, sports stores, and sports equipment rental and service. In addition, TMR owns or rents and operates a portfolio of attractive hotels in its resorts with the capacity of over 2,300 beds. In the High Tatras it owns and operates Grandhotel Praha**** Tatranská Lomnica, Grandhotel**** Starý Smokovec, and Hotel FIS***. In the Low Tatras TMR owns and/or operates the lodging facility Holiday Village Tatralandia in Aquapark Tatralandia, Hotel Grand Jasná****, Hotel Tri Studničky****, Hotel Srdiečko**, Chalets Jasná Collection****, Hotel Rotunda and Hotel Pošta. In the golf resorts the Group operates Green Inn Hotel and Hotel Kaskáda. The Real Estate segment is mainly focused on development, construction, and sale of apartments, commercial space, and lease of hotels in TMR's resorts.

The Group Structure



¹ In the FY 2018/19 the Group changed its segmentation from three key segments: Mountains & Leisure (with its subsegments Mountain Resorts, Leisure Parks, Dining, and Sports Services and Stores), Hotels, and Real Estate to seven equal segments: Mountain Resorts, Leisure Parks, Golf, Dining, Sports Services and Stores & Leisure, Hotels, and Real Estate, whilst the Golf segment was added.

SIGNIFICANT EVENTS

Investments

At the Annual General Meeting (AGM) held in April 2019 the Board of Directors presented an investment plan for the current calendar year.

The investments of this FY include a new design of the Gopass eshop and Gopass sale points of the resorts.

The updates in the hotel segment include a new central reservation system. Hotel Srdiečko will undergo the second phase of modernization with the budget of EUR 1.1 mil., and preparation works are underway on the construction of the new hotel, Centrum Jasná.

In the leased ski resort Ještěd the investment plans are being postponed till the following year due to the process of environmental impact assessment.

In the Polish Legandia - Silesian Amusement Park the last of the contractually agreed upon attractions in the first phase of the modernization is planned - Rapid River - with the transportation capacity of 900 persons per hour. In this FY EUR 2.4 mil. will be allocated for this investment.

In the Szczyrk resort in the reported period TMR purchased Hotel Szczyrk and this year is preparing a project of its remodeling and expansion. Another investment, costing EUR 3.5 mil., covers the opening of the new Szczyrk Restaurant, the largest one in all TMR's resorts, with a 430-person capacity.

In the Real Estate segment TMR will construct additional bungalows and apartments for sale in Holiday Village Tatralandia; it will kick off the residential project Horec in Tatranská Lomnica and another phase of Chalets Jasná Collection.

Following the first half of the financial year 2018/19, in June 2019 TMR bought a 100% share in the Mölltaler Gletscherbahnen Gesellschaft mbH & CO KG Company, which owns and operates the glacier ski resort of Mölltaler Gletscher and its affiliated resort of Ankogel - Mallnitz in Austria.

News & Events

Since November 2018 TMR has been renting and operating Golf & Ski Resort Ostravice in Czechia. The lease and management contract has been signed for 20 years.

Since January 2019 the Group rents Golf Resort Kaskáda near the Czech town of Brno for a 20-year term, whilst it manages the hotel and conference center operations.

In the winter season 2018/19 TMR implemented a revolutionary flexible price policy for ski passes with the goal to manage the visit rate, increase the average price per skier day, and to increase the share of online clients. The implementation of the "flexi" prices teaches people to shop for ski passes in advance, which is good for capacity planning. It also enables TMR to change online ski pass prices quickly and so react to current demand. That's why the ski pass prices are higher during peak periods and lower during the resort's greater capacity.

Jasná Nízke Tatry

TMR again expanded the snowmaking system in Jasná. It also widened dining options here. A new modern restaurant with Slovak cuisine, Habarka, has been opened at Mt. Chopok and a new dining point Jasná Mountain Food, a mountain version of street food. On the south side of Mt. Chopok the Jasná resort added a new comfortable managed entry point. An automatic defibrillator has been placed here in order to help with serious defects of heart rhythm.

The Jasná resort is turning "eco-friendly" also thanks to gradual replacement of plastic dishes in the dining facilities on the slope with ecological material (paper, bamboo) or porcelain. Other major upgrades include separation of trash at cableway entry points and in the resort's operations, or a waste press at Hotel Grand Jasná. The natural fridge that stores the last year's snow at Biela Púť was a successful project; 65% of the snow has been recycled.

TMR launched the ski season in Jasná on December 1 with a music show, Winter Jasná Opening. As for regular events, skiers could enjoy skiing yet before the official operation times with the Fresh Track product. Sports events included the international cup of the Smart Season club, known as Hero Season Trophy; International krňáčky race (historical wooden sledge) and the European Women's Cup in downhill skiing in Jasná, attended by the world champion, Petra Vlhová. Petra Vlhová also took part in an exhibition parallel slalom in Jasná.

Vysoké Tatry

In the Vysoké Tatry resort more snowmaking points have been

added. The resort obtained also two snow track vehicles, one with a GPS system to measure and visualize snow cover. Restaurants expanded their capacities and a new one has been added. The resort also got an automatic defibrillator.

In the first year of the grant program, 'For a better life in the town of Vysoké Tatry', TMR gained support for nine projects, the goal of which is improvement of life in the town of Vysoké Tatry. Before the winter season the second phase of the remodeling of restaurant Hrebienok with a new café and a cafeteria was completed. Grandhotel Starý Smokovec underwent a major remodeling; 79 rooms and apartments, the hotel's hallways and conference room were modernized. A new addition of Hotel Fis's terrace was opened. In November 2018 Grandhotel Praha was awarded the best European historical hotel in the Heritage & Wellness category by Heritage Hotels of Europe Awards and Slovakia's Best Ski Hotel 2018 by World Ski Awards 2018.

Tatranská Lomnica kicked off the season on December 15 with the event SKI Exclusive. At the beginning of the season the most popular Tatra attraction, the Tatra Ice Dome, was opened again at Hrebienok. The 6th annual most successful winter attraction in the High Tatras was built in the style of St. Peter's Basilica with Bernini's colonnade. Other popular winter events included Tatra Ice Master at Hrebienok, Snow Dogs in Tatranská Lomnica, Snow camp and Dinner under the stars at Skalnaté Pleso, the Tatra dinner with experiences, or 75 secrets of a cableway.

Szczyrk Mountain Resort

In Szczyrk trails got maintained and improved; a new cableway was added; and the implementation of the Leica system enabled a higher quality trail grooming. The resort was operational also during a windy weather thanks to technical solutions. New products, Fresh Track and Trail grooming, were added. Another annual Winter Sport & Music Festival took place, featuring the longest and the most difficult giant slalom in Poland. Volvo Fresh Track, a presentation of new car models, was very popular.

Ještěd

Visitors this past season appreciated an easier entry point to the resort thanks to a multi-functional center of the first contact, a high quality ski rental, a greater area for the ski school, new turnstiles, and new dining facilities. Events, such

as 'Your skis have a familiar face', or 'School report card on skis', had a great success.

Špindlerův Mlýn

In March 2019 TMR organized the World Cup in Alpine Skiing in Špindlerův Mlýn that met with a great success among visitors, also thanks to the attendance of the world champion, Petra Vlhová, and her victory in Giant Slalom.

Legandia

Polish Legandia partly opened its attractions in the winter mainly on weekends, e.g. for St. Nicolas' Day and during the event, Winter Legandia. For Easter the resort organized the event, Family Easter.

General Meeting

The Annual General Meeting (AGM) of TMR was held on April 17, 2019 in Holiday Village Tatralandia in Liptovský Mikuláš. Shareholders approved Individual Financial Statements as of 31/10/2018; and adopted the proposal to divide the net profit for the fiscal year 2017/18 in the amount of EUR 7.574 mil. in such a way that EUR 757.4 ths. will be used to replenish the reserve fund, EUR 225.3 ths. will be used to repay losses of prior periods, EUR 38 ths. will be transferred to the social security fund, and EUR 6.553 mil. will remain in the Company as retained earnings. KPMG Slovensko spol. s.r.o. was reelected as TMR's auditor. Also, shareholders approved changes in the Articles of Association and reelected Supervisory Board members, Igor Rattaj and Adam Tomis.

As part of the Business plan for the current financial year the Board of Directors presented a financial plan with annual consolidated revenues of EUR 120.0 mil., equal to a 10.9% increase year-over-year. Earnings before interest, taxes, depreciation, and amortization (EBITDA) are planned for EUR 37.0 mil., an 8.3% increase compared to last year's EBITDA. For more details on TMR's General Meeting visit <http://tmr.sk/investor-relations/regulated-information/general-meetings/>.



² The visit rate in Mountain Resorts in the winter season is measured in terms of skier days sold, i.e. the number of persons that visited a mountain resort during any part of the day or night for the purpose of skiing, snowboarding, or other downhill slide. E.g., a 4-day ticket means four skier days in Mountain Resorts.
^{3,4,5} Revised
² The hotel portfolio's KPIs for the reported period do not include the golf hotels Green Inn Hotel and Hotel Kaskáda

REVENUES AND INCOME

Revenues

The winter season 2018/19 can be described as a success in terms of snow conditions and temperatures low enough for snowmaking. The Group (Tatry mountain resorts, a.s. and subsidiaries) consolidated sales for the period of six months ended 30 April 2019 amounted to EUR 68.320 mil. (65.425), which yields a 4.4% growth when comparing the same period of the prior financial year. The total consolidated Group revenues increased 4.7% year-over-year to EUR 68.627 mil. (65.524).

Key Performance Indicators (KPIs)

The number of skier days² in Mountain Resorts maintained almost the same level as last year at 1.902 mil. (1.913) skier days. The average revenue per visitor in Mountain Resorts fell slightly by 3.9% to EUR 14.94 (EUR 15.54³). The Szczyrk resort reported above average KPIs as both the visit rate and the average revenue grew in double digit percentage numbers. The resort of Vysoké Tatry reported declines in both the visit rate and the average revenue due to the fact that TMR has been unable to execute its strategic plan to expand the resort and thus, it has to face the competition of smaller resorts, especially under favorable snow conditions.

Leisure Parks recorded a 6.3% fall in the number of visitors to 219 ths. (234), while Polish Legendia was only partly open. The average revenue per visitor, on the other hand, was 4.2% higher, reaching EUR 13.70 (13.15).

As for ancillary services, in the dining facilities on the slopes, and in the leisure parks the average client spending was 6.6% higher than last year at EUR 4.10 (3.85⁴). Sports Services & Stores reported a 7.8% higher spending per visitor at EUR 2.13 (EUR 1.98⁵).

The Hotels segment reported positive trends for the period. The average occupancy of the hotel portfolio grew by 8.3 percentage points to 64.7% (56.4%). The hotel analysis now also includes the special lodging facility Night at Lomnicak. Average daily rate per room (ADR) on the portfolio level increased by 10.3% to EUR 105.20 (EUR 95.34), whilst majority posted an improvement in its average rate.⁶

Revenues by Segments

The Mountain Resorts segment posted revenues of EUR 37.028 mil. (35.898), a 3.1% increase year-over-year. Mountain Resorts' revenues include a one-off impact of entry ticket sales, advertising, and lodging at the World Cup in Alpine Skiing in Špindlerův Mlýn, which TMR organized, and ski pass sale via Gopass for the Austrian Mölltaler Gletscher based on a business cooperation in the total amount of EUR 1.907 mil. On the like-for-like basis excluding these items revenues would reach EUR 35.120 mil., a 2.2% decrease due to the lower average revenue. The Szczyrk resort reported the most significant organic revenue growth.

Leisure Parks' revenues recorded a 9.0% decrease year-over-

year, reaching EUR 3.033 mil. (3.333). Besides the results of Aquapark Tatralandia revenues also include the performance of Silesian Amusement Park Legendia during a part of the winter when the park was open.

The latest Golf segment achieved revenues of EUR 344 ths.

Dining revenues posted an improvement of 10.4% with EUR 8.812 mil. (7.984) with new operations in the Ještěd resort.

Sports Services & Stores, correlated somewhat with the performance of Mountain Resorts, recorded a 10.3% increase in revenues, totaling EUR 4.532 mil. (4.108) with new operations in the Ještěd resort. The Szczyrk resort reported the steepest growth.

The Hotels segment grew 4.8% in revenues to EUR 14.312 mil. (13.661). The performance of this segment is the result of the growth in both - ADR and average occupancy of the portfolio. Effective marketing and sales tailored to clients' needs also contributed. The results were again supported by full capacity of the hotels, especially in peak periods, such as New Year's and "Golden Week" (the period after Christmas till Epiphany). For the first time the results also include revenues of the golf hotels, Green Inn Hotel and Hotel Kaskáda.

In the Real Estate segment during the observed six-month period TMR reported revenues of EUR 568 ths. (540) from the real estate projects' sales and the lease of the accommodation capacities - Kosodrevina Lodge, Hotel Ski & Fun, Hotel Liptov, and Lodging Otupné. In the Chalets Jasná Collection project three chalets were sold.

EBITDA

Earnings before interest, tax, depreciation, and amortization (EBITDA) slightly decreased, -1.6% year-over-year to EUR 25,779 mil. (26.211) primarily due to higher costs for purchased services and material and goods consumption, related to the organizing of the Ski World Cup in Špindlerův Mlýn, as well as due to higher personnel costs. As a result, operating profitability expressed as EBITDA margin decreased by 2.4 percentage points to 37.6%. On the like-for-like basis excluding the one-off items and the new golf segment EBITDA reached the level of EUR 26.067 mil., a -0.5% decrease yoy, and EBITDA margin was 39.4%.

On the segment level Mountain Resorts' EBITDA declined 3.6%, Leisure Parks' EBITDA was 22.8% lower yoy, EBITDA of Dining decreased 3.4%, EBITDA of Sports Services and Stores improved 2.1%, Hotels fell 1.9%, and Real Estate reported an EBITDA increase of 24.9%.

EBIT

Operating profit (EBIT) decreased by 8.3% year-over-year to EUR 16.654 mil. (18.171), whereas depreciation and amortization grew by almost EUR 1.1 mil. to EUR 9.125 mil.

Net Profit

TMR's consolidated net profit reached EUR 8.880 mil. (12.180), a decrease of 27.1% year-over-year. Interest expense incurred from the bonds issued and from drawing of bank loans increased by 13.4% year-over-year to EUR 7.754 mil. (6.837). Income tax for the period was reported at EUR -558 ths.

(+12). Total comprehensive income after currency translation differences reached EUR 8.927 mil. (12.249). Earnings per share were down to EUR 1.313 (1.813). Total comprehensive income for the parent company reached EUR 10.038 mil. (13.579).

Key Operating Results*	Revenues			EBITDA			EBITDA Margin		
	1H 2018/19	1H 2017/18	Change yoy (%)	1H 2018/19	1H 2017/18	Change yoy (%)	1H 2018/19	1H 2017/18	Change yoy (p.p.)
Mountain Resorts	37 028	35 898	3,1%	18 675	18 919	-1,3%	50,4%	52,7%	-2,3%
Leisure Parks	3 033	3 333	-9,0%	382	495	-22,8%	12,6%	14,9%	-2,2%
Golf	344	0	NA	-59	0	NA	-17,3%	NA	NA
Dining	8 812	7 984	10,4%	2 011	2 082	-3,4%	22,8%	26,1%	-3,3%
Sports Services & Stores	4 532	4 108	10,3%	839	821	2,1%	18,5%	20,0%	-1,5%
Hotels	14 312	13 661	4,8%	3 424	3 488	-1,9%	23,9%	25,5%	-1,6%
Real Estate	568	540	5,2%	508	406	24,9%	89,4%	75,3%	14,1%
Total	68 627	65 524	4,7%	25 779	26 211	-1,6%	37,6%	40,0%	-2,4%

Selected Consolidated Unaudited Results (IFRS)		
in €'000	1H 2018/19	1H 2017/18
Sales	68 320	65 425
Other Operating Revenues	307	99
Total Revenues	68 627	65 524
Consumption of Material and Goods	-10 012	-9 819
Personnel and Operating Costs	-33 209	-29 670
Other Gain/ Loss	373	177
EBITDA	25 779	26 211
EBITDA Margin	37,6%	40,0%
Depreciation & Amortization	-9 125	-8 040
EBIT	16 654	18 171
Interest Income	594	744
Interest Expense	-7 754	-6 837
Income from Financial Instruments, net	-56	90
Pre-tax Income	9 438	12 168
Income Tax	-558	12
Net Profit	8 880	12 180
Revaluation of available-for-sale securities to fair value	0	0
Currency Translation Differences	47	69
Total Comprehensive Income	8 927	12 249
EPS (€)	1.313	1.813

Financial Position in €'000 (unaudited)	April 30	April 30	October 31
	2018/19	2017/18	2017/18
Total Assets	503 162	454 223	521 684
Non-current Assets	409 578	379 236	395 924
Fixed Assets	384 051	358 963	372 556
Other Non-current Assets	25 527	20 273	23 368
Current Assets	93 584	74 987	125 760
Liquid Assets	25 052	3 455	54 525
Equity	122 716	123 021	113 789
Liabilities	380 446	331 201	407 895
Non-current Liabilities	347 612	296 371	259 355
Current Liabilities	32 834	34 830	148 540
Total Debt	331 703	284 500	354 193

FINANCIAL POSITION

As at the end of the first half-year 2018/19 the value of current liquid funds (Cash and cash equivalents) totaled EUR 25.052 mil. (EUR 3.455 mil. as of 30/04/2018) as opposed to EUR 54.525 mil. at the end of the previous financial year (FY) 2017/18.

The total amount of the Company's loans and borrowings for the last six-month period decreased to EUR 331.703 mil. (EUR 284.500 mil.) as opposed to EUR 354.193 mil. at the FY end. The debt-to-equity ratio came to 270.3% (231.3%) comparing to 311.3% at the FY end. The total level of debt slightly rose year-over-year to 71.0% (69.8%), but decreased by 2.7 percentage points in comparison to the FY end (75.7%).

The accounting value of total assets decreased since the FY end by EUR 18.5 mil. to EUR 503.162 mil. Year-over-year it grew by EUR

48.9 mil. Current assets decreased for the six months by EUR 32.2 mil. to EUR 93.584 mil, whilst year-over-year it increased by EUR 18.6 mil. Fixed assets increased since the FY end by EUR 11.5 mil. to EUR 384.051 mil. (EUR 358.963 mil. as of 30/4/2018).

CASH FLOW

Cash flow generated from operating activities for the given half-year period amounted to EUR 23.280 mil. (28.160). Cash flow from investing activities was reported in the amount of EUR -19.365 mil. (-24.479), out of which capital expenditures added up to EUR -18.347 mil. (-25.550). Cash flow from financing activities reached EUR -33.388 mil. (-9.810).

Cash Flows in €'000	01/11 - 30/04		01/11 - 31/10
	2018/19	2017/18	2017/18
Cash Flow from Operating Activities	23 280	28 160	38 074
Cash Flow from Investing Activities	-19 365	-24 479	-54 240
Cash Flow from Financing Activities	-33 388	-9 810	61 107
Net Increase in Cash and Cash Equivalents	-29 473	-6 129	44 941

OUTLOOK TILL THE END OF FY 2018/19

By the end of FY 2018/19 the Board of Directors expects to achieve a 10.9% growth in annual revenues, or EUR 120.0 mil. and a year-over-year EBITDA growth of 8.3% to EUR 37.0 mil. Having successfully completed the winter season, the Board now believes the financial targets are achievable. TMR's results till the end of FY 2018/19, i.e. till October 31, 2019, will be impacted by the summer season in the mountain resorts, leisure parks - Aquapark Tatralandia and Legendia - Silesian Amusement Park, in the new golf segment, in TMR

hotels, real estate projects, as well as in the ancillary services. Any impact of potentially unfavorable weather will be offset by the all-year operation of successful Tropical Paradise in Tatralandia.

OTHER FINANCIAL INFORMATION

Related Party Transactions

For the first half of 2018/19 the Group did not observe any transactions with related parties or any changes in such transactions that would have a significant impact on the Group's financial position or results.

Key Risk Factors and Uncertainties

The Company results mainly depend on visit rate of the TMR resorts. The visit rate depends on several factors, out of which some can and others cannot be controlled by Management. The vacation choices of TMR's clients also depend on the business cycle of the economy and the level of their discretionary income. The Group conducts its business operations in Slovakia, Poland and the Czech Republic.

According to NBS, in 2018 the growth of Slovakia's GDP most likely reached its peak and it should start slowing down already in 2019 to the rate of 3.5%, in 2020 to 3.4%, and in 2021 to 2.8%. The growth of the Slovak economy, even though slower, should continue to produce new jobs and positively impact wage growth. Thanks to these factors household consumption should continue to rise, as well as savings. Inflation for the near future should reach the level of 2.5%.⁷

According to the European Bank for Reconstruction and Development, the Polish economy grew 5.1% in 2018 thanks to a strong domestic demand. Besides fiscal government packages, domestic demand will also be the biggest growth factor in 2019. In 2019 the GDP growth should slow down to 4.1% and in 2020 to 3.5%.⁸

According to the Czech National Bank, the GDP growth of the Czech Republic will slow down, like in the whole Eurozone, and in 2019 the economy will grow 2.4% mainly thanks to household consumption. However, due to the uncertainty, households are saving, and negative impacts of Brexit and implementation of protectionist measures into foreign trade remain.⁹

Since majority of visitors to TMR's resorts and hotels come from various countries, each of which has its own unique macroeconomic profile, operations of TMR can be heavily affected by worsening of the economic and geopolitical situation on these markets.

Weather unfavorable for summer tourist activities may negatively impact cableway sales in the mountain resorts till the end of the financial year. An unfavorable summer weather may also negatively impact the visit rate in the Polish Legendia, and thus also the return on investments from the park's modernization project. In Aquapark Tatralandia this risk is eliminated thanks to the guarantee of tropical weather in Tropical Paradise, as well as thanks to thermal springs in outdoor pools.

As for competition in Mountain Resorts in the summer season, TMR is the leader in Slovakia in terms of the market share and the range of services. On the European market the Company faces monopolistic competition with a large number of competitors. TMR utilizes its high quality services, reasonable prices in comparing to alpine resorts, patriotism, and locality with the goal of attracting visitors. Moreover, TMR capitalizes on its competitive advantage of natural monopoly in terms

of the strategic location in the highest mountain range in the region to the East and North. On the Czech market TMR is only launching summer operations, and in services it also faces multiple competitors, like in Polish Szczyrk.

In Leisure Parks TMR is also among the top two players in the local market, as well as in the Polish market, although visitation of leisure parks also depends on the travel distance for the given visitor. The Company's profitability also depends on the occupancy rate of its own and managed hotels and lodging facilities in the resorts. TMR works to improve key performance indicators in Hotels - average daily rate (ADR) and occupancy - by constantly increasing the hotels' quality through renovations, services expansion, and organizing of marketing events.

In the Golf segment the golf resorts leased by TMR belong among the top 10 resorts in Czechia where competition is strong.

In the Real Estate segment revenues depend on sale and/or lease of residences, lodging facilities, and commercial space in TMR's real estate projects. Further growth of the segment in sale and/or lease of land, residences and commercial space depends on the situation on the real estate market in the Tatra region.

Management utilizes a well-defined marketing strategy to manage the abovementioned risks.

As for the main financial risks, due to the acquisitions of subsidiaries in Poland and Czechia, the Group mostly faces a foreign exchange risk of the Polish zloty and the Czech crown against euro. Management regularly monitors the difference between liabilities and accounts receivable denominated in a foreign currency. Secondly, the Company revenues are impacted by volatility of exchange rates in relation to euro since majority of TMR's foreign clients in the Slovak resorts come from countries outside the Eurozone - the Czech Republic, Poland, Ukraine, Russia, etc. Variable interest rates on bank loans may negatively impact the level of interest expense in case of increase in EURIBOR as of the pay date, based on which these interest rates are set.

The level of debt may cause TMR difficulties in obtaining other external financing in the future to finance future investments into its resorts or acquisitions. The ability to repay liabilities from the bonds also significantly increases liquidity risk. Management plans to repay the issued bonds in the future with a new bond issue.

The projects of modernization of the leisure park Legendia and the Szczyrk resort have required and in the future will still require massive capital investments that lead to a higher level of debt and liquidity risk of the Company.

For more information regarding risks refer to Risk Factors and Risk Management and Note 35 of Consolidated Financial Statements in the Annual Report 2017/18, available at www.tmr.sk.

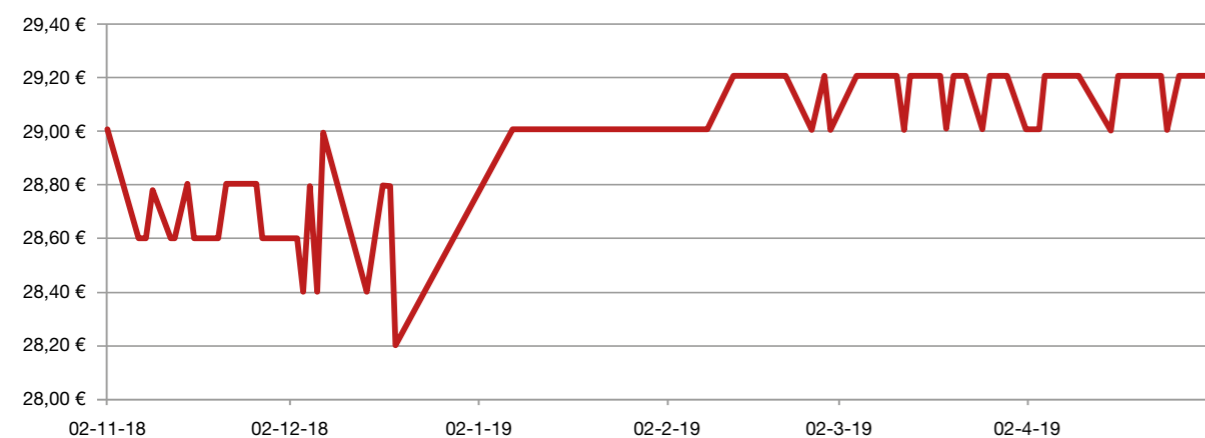
Human Resources

The average number of TMR employees for the first half of 2018/19 is 1.189 (1.281), what represents a 7% decrease when compared to the same period of the previous year.

⁷ National Bank of Slovakia Press Release 26/3/2019 Stanovisko Bankovej rady NBS k Strednodobej predikcii P1Q-2019
⁸ European Bank for Reconstruction and Development. Regional Economic Prospects in EBRD Countries of Operations: May 2019
⁹ Inflation expectations of the financial market. May 2019.

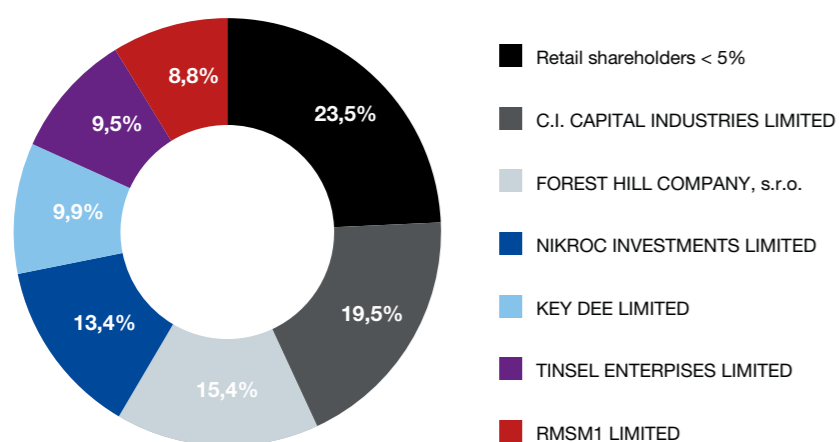
TMR STOCK PERFORMANCE

TMR Stock Performance on the BSSE



Closing Price of TMR Stock	BSSE (EUR)	WSE (PLN)	PSE (CZK)
30.4.2019	29,20	132	770
30.4.2018	27,60	119	700

Shareholder Structure as of 30-4-2019



Used Abbreviations and Explanations

() - the numbers in brackets represent values for the same period previous year compared to the current data on the year-over-year basis

1H - First half of TMR's financial year, the period from 1 November till 30 April

ADR - Average daily rate per room

AGM - Annual General Meeting

BSSE - the Bratislava Stock Exchange

EBITDA - Earnings before interest, taxes, depreciation and amortization; the key financial performance indicator of TMR

EBRD - European Bank for Reconstruction and Development

FY - Financial year of TMR, the period from November 1 to October 31

GDP - Gross Domestic Product

KPIs - Key performance indicators. In Mountains & Leisure KPIs include: visit rate and average revenue per visitor for the given period. In Hotels they include: occupancy and average daily rate per room (ADR).

mil. - millions

p.p. - percentage points

PSE - the Prague Stock Exchange

Skier days - the measure of visit rate in the mountain resorts of TMR in the winter season, counting the number of persons that visited a mountain resort during any part of the day or night for skiing, snowboarding, or other kind of downhill ride. E.g., a 4-day ski pass sold means four skier days.

SPV - Special purpose vehicle company

ths. - thousands

WSE - the Warsaw Stock Exchange

Yoy - year-over-year



**Tatry mountain resorts, a.s.
and Subsidiary Companies**

**Condensed Interim Consolidated Financial Statements
for the period from 1 November 2018 to 30 April 2019**

**prepared in accordance
with the International Financial Reporting Standards (“IFRS”)
in the wording adopted by the EU**

Tatry mountain resorts, a.s. and subsidiary companies

Consolidated Statement of Profit and Loss and Other Comprehensive Income

<i>In TEUR</i>	1.11.2018 – 30.4.2019	1.11.2017 – 30.4.2018
Sales	68,320	65,425
Other operating revenues	307	99
Total revenues	68,627	65,524
Material and goods consumption	-10,012	-9,819
Purchased services	-16,564	-15,839
Personal cost	-15,888	-13,211
Other operating expenses	-757	-621
Gain on sale of assets	373	177
Increase in fair value of investment property	-	-
Creation of value adjustments to receivables	-	-
Profit before interest, taxes, depreciation and amortization (EBITDA)*	25,779	26,211
Depreciation and amortization	-9 125	-8,040
Goodwill impairment losses	-	-
Profit before interest, taxes (EBIT)	16,654	18,171
Interest income	594	744
Interest expense	-7,754	-6,837
Net profit/(loss) on financial instruments	-56	90
Profit before taxes	9,438	12,168
Income tax	-558	12
Profit	8,880	12,180
Attributable to:		
- Holders of interest in the parent company's equity	8,809	12,161
- Non-controlling interest	71	19
Other comprehensive income		
<i>Items with possible subsequent reclassification into profit/(loss)</i>		
Revaluation of available-for-sale securities to fair value	-	-
Foreign currency translation reserve	47	69
Total comprehensive income	8,927	12,249
Attributable to:		
- Holders of interest in the parent company's equity	8,854	12,229
- Non-controlling interest	73	20
Profit per share (in EUR)	1.31324	1.813
Number of shares	6,707,198	6,707,198

* EBITDA represents profit from recurring activities of the Group before tax, interest, depreciation and amortization adjusted for other income and expenses which are listed under EBITDA.

The notes presented on page 6 form an integral part of the Condensed Interim Consolidated Financial Statements.

Tatry mountain resorts, a.s. and subsidiary companies

Consolidated Statement of Financial Position

<i>In TEUR</i>	30.4.2019	31.10.2018
Assets		
Goodwill and Intangible Assets	14,189	14,116
Property, Plant and Equipment	376,772	365,277
Investment Property	7,279	7,279
Investment in an Associate and a Joint Venture	2,097	-
Loans Provided	3,159	3,043
Other receivables	3,861	3,997
Deferred tax asset	2,221	2,212
Total non-current assets	409,578	395,924
Inventory	5,880	8,123
Trade receivables	4,522	3,335
Loans Provided	22,759	22,198
Other receivables	24,793	29,494
Financial investments	4,652	4,652
Cash and Cash Equivalents	25,052	54,525
Other Assets	5,926	3,433
Total current assets	93,584	125,760
Total assets	503,162	521,684
Equity		
Share capital	46,950	46,950
Share premium	30,430	30,430
Profit for the period	8,809	3,173
Retained earnings and other funds	36,919	33,746
Foreign currency translation reserve	-573	-618
Total equity attributable to holders of interest in the parent company's equity	122,535	113,681
Non-controlling interest	181	108
Total equity	122,716	113,789
Liabilities		
Loans and borrowings	66,708	35,852
Provisions	24	24
Other non-current liabilities	1,457	1,525
Issued bonds	255,812	167,415
Deferred tax liability	23,611	23,649
Total non-current liabilities	347,612	228,465
Loans and borrowings	7,508	79,924
Trade payables	9,601	8,816
Provisions	466	468
Issued bonds	1,675	71,002
Other current liabilities	13,584	19,220
Total current liabilities	32,834	179,430
Total liabilities	380,446	407,895
Total equity and liabilities	503,162	521,684

The notes presented on page 6 form an integral part of the Condensed Interim Consolidated Financial Statements.

Tatry mountain resorts, a.s. and subsidiary companies
Consolidated Statement of Changes in Equity

<i>In TEUR</i>	Share capital	Share premium	Legal reserve fund	Funds from revaluation	Foreign currency translation reserve	Retained earnings	Equity attributable to holders of interest in the parent company's equity	Non-controlling interest	Total
Balance as at 1 November 2018	46,950	30,430	5,852	184	-618	30,883	113,681	108	113,789
Transfer of retained earnings into the legal reserve fund	-	-	3	-	-	-3	-	-	-
Profit for the current period	-	-	-	-	-	8,809	8,809	71	8,880
Other comprehensive income, after tax									
- items with possible subsequent reclassification into profit/(loss):									
Revaluation of available-for-sale securities to fair value	-	-	-	-	-	-	-	-	-
Foreign currency translation reserve	-	-	-	-	45	-	45	2	47
Total comprehensive income for the period	-	-	3	-	45	8,806	8,854	73	8,927
Transactions with owners posted directly into equity									
Contributions to the fund	-	-	-	-	-	-	-	-	-
Effect of acquisition of a subsidiary	-	-	-	-	-	-	-	-	-
Acquisition of non-controlling interest	-	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-	-
Balance as at 30 April 2019	46,950	30,430	5,855	184	-573	39,689	122,535	181	122,716

Tatry mountain resorts, a.s. and subsidiary companies
Consolidated Statement of Changes in Equity (continued)

	<i>In TEUR</i>								
	Share capital	Share premium	Legal reserve fund	Funds from revaluation	Foreign currency translation reserve	Retained earnings	Equity attributable to holders of interest in the parent company's equity	Non-controlling interest	Total
Balance as at 1 November 2017	46,950	30,430	4,930	180	-413	29,484	111,561	1,588	113,149
Transfer of retained earnings into the legal reserve fund	-	-	-	-	-	12,161	12,161	19	12,180
Profit for the current period	-	-	-	-	-	-	-	-	-
Other comprehensive income, after tax	-	-	-	-	-	-	-	-	-
- items with possible subsequent reclassification into profit/(loss):	-	-	-	-	-	-	-	-	-
Effect of revaluation of available-for-sale securities to fair value	-	-	-	-	-	-	-	-	-
Revaluation of available-for-sale securities to fair value	-	-	-	-	68	-	68	1	69
Foreign currency translation reserve	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	68	12,161	12,229	20	12,249
Transactions with owners posted directly into equity	-	-	-	-	-	-	-	-	-
Contributions to the fund	-	-	-	-	-	-	-	-	-
Effect of acquisition of a subsidiary	-	-	-	-	-	-	-	-	-
Acquisition of non-controlling interest	-	-	-	-	-125	-852	-977	-1,401	-2,378
Total transactions with owners	-	-	-	-	-125	-852	-977	-1,401	-2,378
Balance as at 30 April 2018	46,960	30,430	4,930	180	-470	40,793	122,813	207	123,020

The notes presented on page 6 form an integral part of the Condensed Interim Consolidated Financial Statements.

Tatry mountain resorts, a.s. and subsidiary companies

Consolidated Cash Flow Statement

	1.11.2018 – 30.4.2019	1.11.2017 – 30.4.2018
<i>In TEUR</i>		
OPERATING ACTIVITIES		
Profit	8,880	12,180
Adjustments relating to:		
(Profit) from the sale of property, plant and equipment and intangible assets	-373	-177
Depreciation and amortization	9,125	8,040
Foreign currency differences	-	-
Creation of value adjustments to receivables	-	-
Loss / (profit) from financial instruments, net (non-monetary part)	56	-90
(Profit) / Loss from revaluation of investments in property	-	-
Net interest expense / (income)	7,160	6,093
Gross change in provisions	-2	-2
Income tax	558	-12
Change in trade receivables, other receivables and other assets	809	4,822
Change in inventories	2,243	-1,574
Change in trade payables and other liabilities	-4,919	-827
Cash flow from operating activities before tax	23,537	28,453
Income tax paid	-257	-293
Cash flow from operating activities	23,280	28,160
INVESTING ACTIVITIES		
Acquisition of property, plant and equipment and intangible assets	-18,347	-25,550
Proceeds from disposal of property, plant and equipment and intangible assets	1,134	180
Loans provided	-2,653	-324
Repayment of loans provided	2,563	1,213
Acquisition of associate and joint venture	-2,097	-
Income from the sale of financial investments	-	-
Interest receivable	35	2
Cash flow from / (used by) investing activities	-19,365	-24,479
FINANCING ACTIVITIES		
Repayment of liabilities from financial leasing	-606	-475
Financial leasing received	1,516	871
Repayment of received loans and borrowings	-45,415	-4,608
Loans and borrowings received	-	4,520
Repayment of the liability from decrease of the share capital	-	-
Bonds Issued	88,397	-
Bonds Repayment	-65,000	-
Interest paid	-12,280	-10,118
Cash flow from / (used by) financing activities	-33,388	-9,810
Net increase / (decrease) of cash and cash equivalents	-29,473	-6,129
Cash and cash equivalents at the beginning of the year	54,525	9,584
Cash and cash equivalents at end of the year	25,052	3,455

The notes presented on page 6 form an integral part of the Condensed Interim Consolidated Financial Statements.

Tatry mountain resorts, a.s. and subsidiary companies

Selected notes to the Condensed Interim Consolidated Financial Statements

1. Investments

The Group opened a new gastronomic facility "Habarka" in Jasná Nízke Tatry during the winter season and is working on preparations for a new hotel "Centrum Jasná". The Group has invested in the construction of new and modernized existing cabins in hotel complex Holiday Village Tatralandia. Gastro facility at Skalnaté Pleso has been renovated, which had impact on increased capacity and comfort of its customers. The Group continues to invest in upgrading the amusement park in Chorzów (Slaskie Wesołe Miasteczko) while continuing to modernize a ski resort Szczyrk, where investments are used to improve existing services and build a new gastro facility.

2. Inventories

During reporting period the Group finished the realisation of second stage of real estate investment project Chalety Otupné (Chalety Otupné 2), development works are in progress for construction of third stage of Chalety Otupné (Chalety Otupné 3) and started initial works for construction of fourth stage of Chalety Otupné (Chalety Otupné 4). All these projects are intended for future sale or operation directly by the Group. Value of these investments is recognized in the financial statements in Inventories.

3. Financial investments

Since 1 November 2018, the Group operates a golf resort „Golf and Ski Resort Ostravice“, which the Group rented for period of 20 years. On 1 January 2019, the Group signed another lease for 20 years with GOLF BRNO a.s., giving the Group rights to lease and operate the golf resort „KASKÁDA GOLF RESORT BRNO“.

4. Subsequent events

On 7th June 2019, the Group has signed a contract to purchase 100% stake in Mölltaler Gletscherbahnen GmbH & Co. KG, which is owner and operator of glacier ski resort Mölltaler Gletscher and its associated resort Ankogel – Mallnitz.

Bohuš Hlavatý
*Chairman of the
Board of Directors*

Jozef Hodek
*Member
Board of Directors*

Marián Vojtko
*Person in charge
of accounting*

Tatry mountain resorts, a.s.
Condensed Interim Individual Financial Statements
for the period from 1 November 2018 to 30 April 2019

prepared in accordance
with the International Financial Reporting Standards (“IFRS”)
in the wording adopted by the EU

Tatry mountain resorts, a.s.

Separate Statement of Profit and Loss and Other Comprehensive Income

<i>In TEUR</i>	1.11.2018 – 30.4.2019	1.11.2017 – 30.4.2018
Sales	56,822	58,333
Other operating revenues	284	68
Total revenues	57,106	58,401
Material and goods consumption	-8,858	-9,055
Purchased services	-11,580	-12,430
Personal cost	-13,803	-12,064
Other operating expenses	-633	-562
Gain on sale of assets	372	177
Increase in fair value of investment property	-	-
Creation of value adjustments to receivables	-	-
Profit before interest, taxes, depreciation and amortization (EBITDA)*	22,604	24,467
Depreciation and amortization	-6,907	-6,345
Goodwill impairment losses	-	-
Profit before interest, taxes (EBIT)	15,697	18,122
Interest income	2,874	1,782
Interest expense	-7,741	-6,024
Net profit on financial instruments	-788	-294
Profit before taxes	10,042	13,586
Income tax	-4	-7
Profit	10,038	13,579
Other components of comprehensive income		
<i>Items with possible subsequent reclassification into profit/(loss)</i>		
Revaluation of available-for-sale securities to fair value	-	-
Total comprehensive income	10,038	13,579
Profit per share (in EUR)	1.497	2.025
Number of shares	6,707,198	6,707,198

* EBITDA represents profit from recurring activities of the Group before tax, interest, depreciation and amortization adjusted for other income and expenses which are listed under EBITDA.

The notes presented on page 6 form an integral part of the Condensed Interim Separate Financial Statements.

Tatry mountain resorts, a.s.

Separate Statement of Financial Position

<i>In TEUR</i>	30.4.2019	31.10.2018
Assets		
Goodwill and Intangible Assets	7,303	7,020
Property, Plant and Equipment	277,445	278,535
Investment Property	7,279	7,279
Loans Provided	3,159	3,043
Other receivables	3,695	3,708
Investments in Subsidiaries	7,482	7,482
Total non-current assets	306,363	307,067
Inventory	5,350	7,895
Trade receivables	3,345	3,387
Loans Provided	99,298	86,322
Other receivables	23,850	24,224
Financial investments	4,652	4,652
Cash and Cash Equivalents	22,030	52,787
Other Assets	8,432	8,770
Total current assets	166,957	188,037
Total assets	473,320	495,104
Equity		
Share capital	46,950	46,950
Share premium	30,430	30,430
Profit for the period	10,038	7,573
Retained earnings and other funds	45,542	37,969
Total equity	132,960	122,922
Liabilities		
Loans and borrowings	96,565	39,874
Provisions	24	24
Other non-current liabilities	-	-
Issued bonds	197,025	167,415
Deferred tax liability	23,079	23,079
Total non-current liabilities	316,693	230,392
Loans and Borrowings	5,469	46,548
Trade payables	5,379	7,689
Provisions	389	389
Issued bonds	1,675	71,002
Other current liabilities	10,755	16,162
Total current liabilities	23,667	141,790
Total liabilities	340,360	372,182
Total equity and liabilities	473,320	495,104

Tatry mountain resorts, a.s.
Separate Statement of Changes in Equity

<i>In TEUR</i>	Share capital	Share premium	Legal reserve fund	Funds from revaluation	Retained earnings	Total
Balance as at 1 November 2018	46,950	30,430	5,852	180	39,510	122,922
Transfer of retained earnings into the legal reserve fund	-	-	-	-	-	-
Profit for the period	-	-	-	-	10,038	10,038
Other components of comprehensive income, after tax	-	-	-	-	-	-
- items with possible subsequent reclassification into profit/(loss):	-	-	-	-	-	-
Revaluation of available-for-sale securities at fair value	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	10,038	10,038
Transactions with owners posted directly into equity	-	-	-	-	-	-
Contributions to the fund	-	-	-	-	-	-
Total transactions during the year	-	-	-	-	-	-
Balance as at 30 April 2019	46,950	30,430	5,852	180	49,548	132,960

The notes presented on page 6 form an integral part of the Condensed Interim Separate Financial Statements.

Tatry mountain resorts, a.s.
Separate Statement of Changes in Equity (continued)

<i>In TEUR</i>	Share capital	Share premium	Legal reserve fund	Funds from revaluation	Retained earnings	Total
Balance as at 1 November 2017	46,950	30,430	4,930	180	32,859	115,349
Transfer of retained earnings into the legal reserve fund Profit for the period	-	-	-	-	-	-
Other components of comprehensive income, after tax - items with possible subsequent reclassification into profit/(loss): Revaluation of available-for-sale securities at fair value	-	-	-	-	13,579	13,579
Total comprehensive income for the period	-	-	-	-	13,579	13,579
Transactions with owners posted directly into equity Contributions to the fund	-	-	-	-	-	-
Total transactions during the year	-	-	-	-	-	-
Balance as at 30 April 2018	46,950	30,430	4,930	180	46,438	128,928

The notes presented on page 6 form an integral part of the Condensed Interim Separate Financial Statements.

Tatry mountain resorts, a.s.

Separate Cash Flow Statement

In TEUR

OPERATING ACTIVITIES

	1.11.2017 – 30.4.2018	1.11.2017 – 30.4.2018
Profit	10,038	13,579
Adjustments relating to: (Profit) from the sale of property, plant and equipment and intangible assets	-373	-177
Depreciation and amortization	6,907	6,345
Creation of value adjustments to receivables	-	-
Loss / (profit) from financial instruments, net (non-monetary part)	-	294
(Profit) / Loss from revaluation of investments in property	-	-
Net interest expense / (income)	4,867	4,242
Gross change in provisions	-	-
Income tax	4	7
Change in trade receivables, other receivables and other assets	818	-1,248
Change in inventories	2,545	-1,481
Change in trade payables and other liabilities	-7,717	-4,995
Cash flow from operating activities before tax	17,089	16,566
Income tax paid	-55	-293
Cash flow from operating activities	17,034	16,273

INVESTING ACTIVITIES

Acquisition of property, plant and equipment and intangible assets	-6,861	-5,313
Proceeds from sale of property, plant and equipment and intangible assets	1,134	180
Cost of acquisition of subsidiaries	-	-
Loans provided	-16,568	-9,684
Repayment of loans provided	6,350	4,804
Expenses for acquisition of financial investments	-	-
Income from the sale of financial investments	-	-
Interest receivable	28	2
Cash flow used by investing activities	-15,917	-10,011

FINANCING ACTIVITIES

Repayment of liabilities from financial leasing	-606	-475
Financial leasing received	1,516	872
Repayment of received loans and borrowings	-43,720	-9,208
Loans and borrowings received	58,422	6,020
Repayment of liability from reduction of share capital	-	-
Bonds Issued	30,000	-
Bonds Repayment	-65,000	-
Interest paid	-12,486	-9,095
Dividends paid	-	-
Cash flow used by financing activities	-31,874	-11,886

Net decrease of cash and cash equivalents	-30,757	-5,624
Cash and cash equivalents at the beginning of the year	52,787	6,062
Cash and cash equivalents at end of the year	22,030	438

The notes presented on page 6 form an integral part of the Condensed Interim Separate Financial Statements.

Tatry mountain resorts, a.s.

Selected Notes to the Condensed Interim Separate Financial Statements

1. Investments

The Company opened a new modern gastronomic facility "Habarka", serving slovak cuisine in Jasná Nízke Tatry during the winter season and is working on preparations for a new hotel "Centrum Jasná". The Company has invested in the construction of new and modernized existing cabins in hotel complex Holiday Village Tatralandia. Gastro facility at Skalnaté Pleso has been renovated, which had impact on increased capacity and comfort of its customers.

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During reporting period the Company finished the realisation of second stage of real estate investment project Chalety Otupné (Chalety Otupné 2), development works are in progress for construction of third stage of Chalety Otupné (Chalety Otupné 3) and started initial works for construction of fourth stage of Chalety Otupné (Chalety Otupné 4). All these projects are intended for future sale or operation directly by the Company. Value of these investments is recognized in the financial statements in Inventories.

3. Financial investments

On 1 November 2018, the Company signed a lease for a golf resort „Golf and Ski Resort Ostravice“ as an associated party. The lease gives the Company right to operate the resort for 20 years.

4. Subsequent events

On 7th June 2019, the Company has signed a contract to purchase 100% stake in Mölltaler Gletscherbahnen GmbH & Co. KG, which is owner and operator of glacier ski resort Mölltaler Gletscher and its associated resort Ankogel – Mallnitz.

Bohuš Hlavatý
*Chairman of the
Board of Directors*

Jozef Hodek
*Member
Board of Directors*

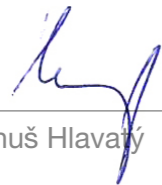
Marián Vojtko
*Person in charge
of accounting*



STATEMENT OF THE BOARD OF DIRECTORS

The Condensed interim consolidated and separate financial statements were prepared in accordance with relevant regulations, and they provide a true and accurate description of assets, liabilities, financial situation, and comprehensive income of TMR and its subsidiaries included in the consolidation. The Half-Year Report has not been audited. The Interim Report includes a true performance review of the Group.

Demänovská Dolina, June 26, 2019



Bohuš Hlavatý

Chairman of the Board of Directors



Jozef Hodek

Member of the Board of Directors



TATRY
MOUNTAIN RESORTS

TATRY MOUNTAIN RESORTS, a.s., e-mail: info@tmr.sk, www.tmr.sk, tel.: 0850 606 202

foto: Marek Hajkovský