

Zagreb, 21 December 2020

- Croatian Financial Services Supervisory Agency
- Zagreb Stock Exchange
- Croatian news agency HINA
- The Company's website

Subject: Information about merger between the companies KONČAR – Aparati i postrojenja d.d. as the acquiring company and KONČAR – Niskonaponske sklopke i prekidači d.o.o. as the acquired company

KONČAR – Elektroindustrija d.d. Zagreb, as an issuer whose securities are listed on the official market, announces a change that will be realised as part of the restructuring process within the companies of the KONČAR Group, based on decisions of the Management Board and the Supervisory Board of KONČAR – Elektroindustrija d.d.

On 21 December 2020, was filled application to the Registration Court for merger of KONČAR – Niskonaponske sklopke i prekidači d.o.o. to KONČAR – Aparati i postrojenja d.d.

On 17 December 2020 General Assembly meetings of the companies KONČAR – Aparati i postrojenja d.d. and KONČAR – Niskonaponske sklopke i prekidači d.o.o. were held, where the Decision on Approval of the Merger Agreement Concluded on 13 November 2020 between the companies KONČAR – Aparati i postrojenja d.d. (as the acquiring company) and KONČAR – Niskonaponske sklopke i prekidači d.o.o (as the acquired company) was adopted, along with the Decision on Increasing the Share Capital of the Acquiring Company in order to complete the merger.

KONČAR – Elektroindustrija d.d. Zagreb expects the above transaction to have a positive effect on the profitability of KONČAR Group's operations in the subsequent period.

Management Board of KONČAR – Elektroindustrija d.d.