

Dalekovod group
Marijana Čavića 4
10 000 Zagreb



The Management Board Report for the 1st quarter of 2011

Non-audited

In Zagreb, May 1st, 2011



CONTENTS:

- I. THE MANAGEMENT BOARD REPORT
- II. REPRESENTATION LETTER
- III. BALANCE SHEET
- IV. REPORT OF OVERALL PROFIT
- V. REPORT OF CASH FLOW
- VI. REPORT OF CHANGES TO CAPITAL



I. MANAGEMENT BOARD'S REPORT

In the first quarter 2011, Dalekovod Group ("Group") has generated operating income to the amount of 268 million HRK, operating profit before depreciation (EBITDA) of 10.8 million HRK and net loss to the amount of 22 million HRK. During the same period, Dalekovod d.d. ("Company") has generated operating income to the amount of 249 million HRK, operating profit before depreciation (EBITDA) of 12.6 million HRK and net loss to the amount of 18.5 million HRK.

The operations of the Company in the first quarter was as expected, worse than the other reporting periods during the fiscal year, mainly due to more severe climatic conditions and consequential slow-down of implementation of the projects. Despite the expected lower sales figures achieved in the first quarter this year, the Management Board points out some positive results in the operations of the Company and the Group:

- EBITDA of the Group amounted to 10.8 million HRK, which is an improvement compared to the Q4 2010 when EBITDA was -9.4 million HRK. EBITDA of the Company amounted to 12.6 million HRK, which is an improvement compared to the Q4 2010 when EBITDA was -15.7 million HRK.
- Although a negative result has been recorded at the net level of the Group mainly conditioned by increased expenditures, it has been improved by 37% compared to the loss of -35.3 million HRK in the fourth quarter in 2010. The same trend is at the level of the Company where the result is improved by 45.2% compared to the loss of -33.9 million HRK in the fourth quarter 2010.
- Decrease in debts to suppliers of the Company by 3.9% and a significant decrease in services by cooperation resulted in a reduction of share in tangible costs compared to operating income from 85% to 71% (Q4 2010 vs. Q1 2011). Simultaneously, other costs have been reduced compared to the operating income from 10.8% to 9.7% (Q4 2010 vs. Q1 2011). The Group has reduced debts to suppliers by 8%.
- Intensification of the Group's restructuring process (more information on the restructuring process is given in the Management Board's report relating to the disclosure of audited reports for 2010).
- Contracting long-term loan, amounting to 240 million HRK with HBOR with significantly better financing options.
- Bailout of 121.8 million commercial bills aimed at decreasing financing cost at the end of the quarter (consequently, the effects of favourable borrowing were not shown in the first quarter).

Although it is shown that the Group and the Company have made improvements in business operations, the reduction of expenses still does not follow the reduced volume of business operations. The Group and the Company are aware of the fact that the implementation of the announced restructuring measures and other strategic guidelines needs to be intensified and continued as to increase profitability and expected



yield for shareholders in the forthcoming period. According to the previous announcements, the measures for restructuring the company shall mainly burden the year 2011, which is why the operating profitability will be under great pressure throughout the entire year.

Due to a change in the strategy of the Company and the Group that mainly includes stronger focusing on international markets, the Company and its management are aware that it is crucial to continue with further optimization of fixed costs. Therefore, the Company must adjust to the newly created environment of reduced demand on the local market and take an important step with regard to penetration on the international markets.

During the previous period, the Company made great efforts to win projects on international markets and during the last 7 months orders and projects to the amount of 123.3 million EUR have been contracted. Majority of them will be implemented this and during the next fiscal year. Moreover, the Group and the Company aggressively participate in a great number of tenders locally and abroad as to win new contracts and realize the plan of moderate growth of income in the years to come according to the historic mean rate of growth of the Company and the Group. Finally, the activities have been undertaken by the Company to launch and appear on the markets of West Europe for the first time, where the process of pre-qualification for carrying out works is underway or has already been finished. Owing to strong international activities of the Company, we expect winning new important contracts abroad, wherefore the Company will promptly report the shareholders about such facts.

On behalf of the Management Board:

M.Sc. Luka Milčić,
President of the Board „Dalekovod“ d.d.



II. REPRESENTATION LETTER

According to Article 410, paragraph 2 and Article 407, paragraph 2, item 3 and paragraph 3 of the Capital Market Act, the persons in charge of the preparation of the reports: Luka Miličić – President of the Management Board, Krešo Kraljević – Deputy President and Tomislav Belamarić – the member of the Management Board submit this

REPRESENTATION LETTER

To the best of our knowledge, the short set of financial statements of the Company and the Group prepared by using suitable financial reporting standards, gives a full and a fair presentation of assets and liabilities and operating result of the Company and the Group with a short review of causes of disclosed data. Financial statements are consolidated and are not audited.

On behalf of the Management Board:

M.Sc. Luka Miličić,
President of the Board „Dalekovod“ d.d.

III. BALANCE SHEET

Assets

Item	AOP	Currency HRK	
		Previous period	Current period
1	2	4	5
DALEKOVOD J.S.C.			
ASSETS			
A) SUBSCRIBED CAPITAL UNPAID	001	0	0
B) NON CURRENT ASSETS (003+010+020+029+033)	002	678.111.938	826.077.449
I. INTANGIBLE ASSETS (004 do 009)	003	18.150.158	18.452.208
1. Research & Development expenditure	004	0	0
2. Patents, licences, royalties, trade marks, software&similar rights	005	16.197.111	8.666.212
3. Goodwill	006	0	0
4. Prepayments for intangible assets	007	0	0
5. Intangible assets under construction	008	1.953.047	9.785.996
6. Other intangible assets	009	0	0
II. TANGIBLE ASSETS (011 do 019)	010	468.458.748	470.347.185
1. Land	011	13.521.765	13.521.765
2. Property	012	118.319.745	120.140.025
3. Plants and equipment	013	181.376.004	161.761.544
4. Tools, plants&vehicles	014	31.133.001	21.984.002
5. Biological asset	015	0	0
6. Prepayments for tangible assets	016	0	0
7. Assets under construction	017	17.267.527	46.738.858
8. Other tangible assets	018	0	0
9. Investments property	019	106.840.706	106.200.992
III. NON-CURRENT FINANCIAL ASSETS (021 do 028)	020	191.503.032	337.278.055
1. Share in related parties	021	119.100.800	221.828.902
2. Loans to related parties	022	11.858.508	12.335.616
3. Participating interests (stakes)	023	33.665.538	39.123.740
4. Loans to participating interest	024	0	8.551.101
5. Investments in securities	025	23.109.846	29.698.444
6. Loans & deposits	026	3.768.340	25.740.253
7. Other non-current financial assets	027	0	0
8. Investment accounted by equity method	028	0	0
IV. TRADE RECEIVABLES (030 do 032)	029	0	0
1. Receivables from related parties	030	0	0
2. Receivables from credit sales	031	0	0
3. Other receivables	032	0	0
V. DEFERRED TAX ASSETS	033	0	0
C) CURENT ASSETS (035+043+050+058)	034	1.456.096.953	1.331.605.396
I. INVENTORIES (036 do 042)	035	444.713.689	322.484.040
1. Raw materials & consumables	036	100.001.544	79.223.922
2. Work in progress	037	344.712.145	150.380.815
3. Products	038	0	92.879.303
4. Merchandise	039	0	0

Item	AOP	Previous period	Current period	Previous period	Current period
1	2	4	5	6	7
DALEKOVOD J.S.C.			DALEKOVOD GROUP		
5. Prepayments for inventories	040	0	0	1.003.207	160.236
6. Other available-for-sale assets	041	0	0	0	117.671
7. Biological asset	042	0	0	0	0
II. RECEIVABLES (044 do 049)	043	908.076.263	851.172.347	918.742.794	902.639.865
1. Receivables from related parties	044	7.456.038	25.399.815	0	795.890
2. Trade receivables	045	865.742.878	709.666.337	879.971.690	752.650.987
3. Receivables from participating parties	046	0	0	0	0
4. Amounts receivable from employees	047	966.184	849.795	2.471.127	2.306.931
5. Receivables from government agencies	048	557.850	49.407.314	1.316.481	52.801.674
6. Other receivables	049	33.353.313	65.849.086	34.983.496	94.084.382
III. CURRENT FINANCIAL ASSETS (051 do 057)	050	63.014.840	127.163.573	60.383.596	96.030.083
1. Share in related parties	051	0	0	0	0
2. Loans to related parties	052	17.617.282	31.634.743	0	490.800
3. Participating interests (stakes)	053	0	0	276.992	0
4. Loans to participating interest	054	0	855.000	0	0
5. Investments in securities	055	26.023	26.629	26.023	27.629
6. Loans & deposits	056	45.371.535	94.647.201	59.850.036	95.511.016
7. Other financial assets	057		0	230.545	638
IV. CASH ON HAND AND IN THE BANK	058	40.292.161	30.785.436	48.437.505	46.000.625
D) PREPAYMENTS AND ACCRUED INCOME	059	12.052.995	13.686.775	13.861.910	17.396.866
E) TOTAL ASSETS (001+002+034+059)	060	2.146.261.886	2.171.369.620	2.332.609.455	2.389.551.038
F) OFF-BALANCE SHEET ITEMS	061	406.320.335	619.244.328	406.320.335	613.050.041

Liabilities

Item	AOP	Previous period	Current period
1	2	4	5
DALEKOVOD J.S.C.			
EQUITY AND LIABILITIES			
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	668.191.261	660.326.640
I. SHARE CAPITAL	063	229.381.200	229.381.200
II. CAPITAL RESERVES	064	0	0
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	342.650.517	431.585.358
1. Legal reserves	066	11.486.600	11.486.600
2. Reserves for own shares	067	0	0
3. Own shares and stakes (less)	068	0	0
4. Statutory reserves	069	218.400.504	307.335.345
5. Other reserves	070	112.763.413	112.763.413
IV. REVALUATION RESERVES	071	7.224.706	15.037.718
V. RETAINED EARNINGS OR LOSS BROUGHT FORWARD (073-074)	072	0	2.860.220
1. Retained earnings	073	0	2.860.220
2. Loss brought forward	074	0	0
VI. PROFIT OR LOSS FOR THE FINANCIAL YEAR (076-077)	075	88.934.838	-18.537.856
1. Profit for the financial year	076	88.934.838	0
2. Loss for the financial year	077	0	18.537.856
VII. MINORITY INTEREST	078	0	0
B) PROVISIONS (080 do 082)	079	6.876.000	6.282.000
1. Provisions for pensions, severance pay and similar liabilities	080	6.876.000	6.282.000
2. Provisions for tax obligations	081	0	0
3. Other provisions	082	0	0
C) NON-CURRENT LIABILITIES (084 do 092)	083	155.044.094	422.611.581
1. Liabilities to related parties	084	0	0
2. Liabilities for loans, deposits and other	085	0	0
3. Liabilities towards banks and other financial institutions	086	1.665.000	329.518.780
4. Amounts payable for prepayment	087	0	0
5. Trade payables	088	153.379.094	93.092.801
6. Amounts payable for securities	089	0	0
7. Liabilities toward participating interests	090	0	0
8. Other non-current liabilities	091	0	0
9. Deferred tax	092	0	0
D) CURRENT LIABILITIES (094 do 105)	093	1.244.995.504	1.082.149.400
1. Liabilities to related parties	094	9.778.074	17.367.343
2. Liabilities for loans, deposits and other	095	8.907.329	5.452.509
3. Liabilities towards banks and other financial institutions	096	335.385.720	467.726.743
4. Amounts payable for prepayment	097	27.490.675	154.569.210
5. Trade payables	098	578.507.453	351.044.394
6. Amounts payable for securities	099	232.836.403	53.233.829

Currency HRK

Previous period	Current period
6	7
DALEKOVOD GROUP	
686.999.363	683.009.628
229.381.200	229.381.200
0	2.344.113
345.632.495	436.784.851
12.522.134	12.831.316
0	0
0	0
218.400.504	307.335.345
114.709.857	116.618.190
7.224.760	15.035.203
2.324.459	18.305.959
2.324.459	18.305.959
	0
91.573.397	-21.650.097
91.573.397	0
0	21.650.097
10.863.052	2.808.399
8.475.988	8.280.711
8.475.988	7.672.182
0	0
0	608.529
279.185.838	522.035.961
0	1.477.778
0	0
125.806.744	426.378.326
0	0
153.379.094	94.179.857
0	0
0	0
0	0
0	0
1.280.098.888	1.176.060.708
7.325.986	9.389.135
8.907.329	19.199.928
343.896.704	505.237.439
27.894.232	136.084.415
595.998.921	401.548.916
232.836.403	53.233.829

Item	AOP	Previous period	Current period	Previous period	Current period
1	2	4	5	6	7
DALEKOVOD J.S.C.				DALEKOVOD GROUP	
7. Liabilities toward participating interests	100	0	21.000	0	0
8. Liabilities to employees	101	11.231.149	10.783.828	14.636.826	18.494.800
9. Taxes, contributions and similar liabilities	102	13.355.958	6.100.314	19.059.407	14.116.810
10. Liabilities arising from share in the result	103	1.899.762	1.899.762	1.899.762	2.899.762
11. Liabilities arising from non-current assets held for sale	104	0	0	0	0
12. Other current liabilities	105	25.602.981	13.950.467	27.643.318	15.855.674
E) ACCRUED EXPENSES AND DEFERRED INCOME	106	71.155.027	0	77.849.378	164.029
F) TOTAL LIABILITIES (062+079+083+093+106)	107	2.146.261.886	2.171.369.620	2.332.609.455	2.389.551.038
G) OFF-BALANCE SHEET ITEMS	108	406.320.335	619.244.328	406.320.335	613.050.041
ANNEX TO THE BALANCE SHEET (to be filled in by entrepreneur submitting consolidated financial report)					
A) CAPITAL AND RESERVES					
1. Attributable to equity holders of the parent company's capital	109			676.136.312	680.201.229
2. Attributable to non-controlling interests	110			10.863.052	2.808.399

IV. REPORT OF OVERALL PROFIT

Currency HRK

ITEM	AOP	Previous period	Current period	Previous period	Current period
1	2	3	4	5	6
DALEKOVOD J.S.C.					
DALEKOVOD GROUP					
I. OPERATING INCOME (112+113)	111	261.851.239	249.018.791	288.761.592	268.797.970
1. Sales revenue	112	253.184.238	241.690.195	279.013.436	263.173.126
2. Other operating income	113	8.667.001	7.328.596	9.748.156	5.624.844
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	241.343.184	249.083.960	269.622.400	271.697.701
1. Changes in inventories of finished products and work in progress	115	13.101.031	-13.443.430	12.441.425	-12.519.319
2. Material costs (117 do 119)	116	136.606.524	175.816.158	142.106.321	180.924.824
a) Cost of raw materials & consumables	117	36.575.955	49.938.480	33.476.106	42.620.613
b) Cost of goods sold	118	20.882.053	17.615.869	24.800.271	31.574.842
c) Other costs	119	79.148.516	108.261.809	83.829.945	106.729.369
3. Staff costs (121 do 123)	120	55.886.264	42.990.174	73.197.821	55.903.774
a) Net salaries	121	31.497.029	25.270.798	43.296.750	33.067.265
b) Employee income tax	122	16.187.494	11.410.238	19.703.394	15.048.181
c) Tax on payroll	123	8.201.740	6.309.138	10.197.677	7.788.328
4. Depreciation and amortisation	124	12.874.071	12.720.715	14.575.919	13.727.792
5. Other expenditures	125	18.337.369	24.410.040	22.607.731	26.827.495
6. Value adjustment (127+128)	126	75.723	0	75.723	0
a) non-current assets (without financial assets)	127	0	0	0	0
b) current assets (without financial assets)	128	75.723	0	75.723	0
7. Provisions	129	0	0	0	0
8. Other operating expenses	130	4.462.202	6.590.303	4.617.460	6.833.135
III. FINANCIAL INCOME (132 do 136)	131	330.423	284	604.784	6.905
1. Interest income, foreign exchange differences, dividends and other financial income related to subsidiaries	132	204.253	0	204.253	0
2. Interest income, foreign exchange differences, dividends and other financial income related to third parties	133	126.170	284	400.531	6.905
3. Part of income from associates and participating interests	134	0	0	0	0
4. Unrealized gains (income) from the financial assets	135	0	0	0	0
5. Other financial income	136	0	0	0	0
IV. FINANCIAL COSTS (138 do 141)	137	8.482.443	18.472.971	9.303.289	18.932.056
1. Interest, foreign exchange differences and other expenses related to subsidiaries	138	352.286	0	321.575	0
2. Interest, foreign exchange differences and other expenses related to third parties	139	8.125.742	18.472.971	8.971.033	18.932.056
3. Unrealized loss (expenses) from the financial assets	140	4.416	0	4.415	0
4. Other financial expenses	141	0	0	6.266	0
V. SHARE OF INCOME OF ASSOCIATES	142	0	0	0	0
VI. SHARE OF LOSS OF ASSOCIATES	143	0	0	0	0
VII. EXTRAORDINARY - OTHER INCOME	144	0	0	0	0
VIII. EXTRAORDINARY - OTHER EXPENSES	145	0	0	0	0
IX. TOTAL INCOME (111+131+142 + 144)	146	262.181.662	249.019.075	289.366.376	268.804.875
X. TOTAL EXPENSES (114+137+143 + 145)	147	249.825.627	267.556.931	278.925.689	290.629.757
XI. PROFIT OR LOSS BEFORE TAX (146-147)	148	12.356.035	-18.537.856	10.440.687	-21.824.882

ITEM	AOP	Previous period	Current period	Previous period	Current period
1	2	3	4	5	6
			DALEKOVOD J.S.C.		
1. Profit before tax (146-147)	149	0	0	10.440.687	0
2. Loss before tax (147-146)	150	0	18.537.856	0	21.824.882
XII. INCOME TAX EXPENSE	151	2.470.207	0	2.664.213	94.278
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	9.885.828	-18.537.856	0	-21.919.160
1. Profit for the period (149-151)	153	9.885.828	0	7.776.474	0
2. Loss for the period (151-148)	154	0	18.537.856	0	21.919.160
ANNEX TO THE PROFIT AND LOSS ACCOUNT (to be filled in by entities submitting consolidated financial statements)			0	0	0
XIV. PROFIT OR LOSS FOR THE PERIOD			0	7.776.474	-21.919.160
1. Attributable to owners of the company	155		0	7.896.425	-21.650.099
2. Attributable to non-controlling interests	156		0	-119.951	-269.061
STATEMENTS OF COMPREHENSIVE INCOME (to be filled by entities who work in compliance with IFRS)			0	0	0
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	9.885.828	-18.537.856	7.776.474	-21.919.160
II. OTHER COMPREHENSIVE INCOME /LOSS BEFORE TAX (159 do 165)	158		0	0	0
1. Exchange differences arising from foreign operations	159		0	0	0
2. Revaluation of non-current assets and intangible assets	160		0	0	0
3. Gains or loss available for sale investments	161		0	0	0
4. Gains or loss on net movement on cash flow hedges	162		0	0	0
5. Gains or loss on net investments hedge	163		0	0	0
6. Share of the other comprehensive income/loss of associates	164		0	0	0
7. Actuarial gain / loss on post employment benefit obligations	165		0	0	0
III. TAX ON OTHER COMPREHENSIVE INCOME OF THE PERIOD	166		0	0	0
IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE YEAR (158-166)	167		0	0	0
V. TOTAL COMPREHENSIVE INCOME/LOSS FOR THE PERIOD (157+167)	168	9.885.828	-18.537.856	7.776.474	-21.919.160
APPENDIX Statement of Comprehensive Income (to be filled in by entities submitting consolidated financial statements)					0
VI. TOTAL COMPREHENSIVE INCOME/LOSS FOR THE PERIOD					0
1. Attributable to owners of the company	169			7.896.425	-21.650.099
2. Attributable to non-controlling interests	170			-119.951	-269.061

V. REPORT OF CASH FLOW

ITEM	AOP	Previous period	Current period	Currency HRK	
	2	4	5	Previous period 4	Current period 5
1		DALEKOVOD j.s.c.		DALEKOVOD GROUP	
CASH FLOW FROM OPERATING ACTIVITIES					
1. Pre-tax profit	001	12.356.035	-18.537.856	10.440.688	-21.824.880
2. Depreciation	002	12.874.071	12.720.715	14.575.919	13.727.792
3. Increase in short-term liabilities	003	0	32.967.381	11.077.085	53.848.278
4. Decrease in short-term receivables	004	77.911.818	5.016.490	88.227.691	16.502.503
5. Reduction of stocks	005	6.989.682	0	10.409.875	5.232.991
6. Other increase in cash flow	006	0	0	1.897.787	3.378.650
I. Total increase in cash flow from operating activities (001 to 006)	007	110.131.606	32.166.730	136.629.045	70.865.334
1. Decrease in short-term liabilities	008	4.367.241	0	13.381.038	10.831.906
2. Increase in short-term receivables	009	0	0	10.193.100	4.385.007
3. Increase in stocks	010	0	7.716.596	3.500.508	8.855.223
4. Other decrease in cash flow	011	82.964.074	6.868.592	90.759.367	13.112.063
II Total decrease in cash flow from operating activities (008 to 011)	012	87.331.315	14.585.188	117.834.013	37.184.199
A1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (007-012)	013	22.800.291	17.581.542	18.795.032	33.681.135
A2) NET DECREASE IN CASH FLOW FROM OPERATING ACTIVITIES (012-007)	014	0	0	0	0
CASH FLOW FROM INVESTMENT ACTIVITIES					
1. Cash receipts from sale of fixed tangible and intangible assets	015	1.549.947	4.568.319	1.549.947	4.568.319
2. Cash receipts from sale of treasury and debt financial instruments	016	96.887	12.803.805	96.887	12.803.805
3. Cash receipts from interests	017	251.503	164.782	252.642	165.621
4. Cash receipts from dividends	018	0	0	0	0
5. Other cash receipts from investment activities	019	0	0	623	338.455
III. Total cash receipts from investment activities (015 do 019)	020	1.898.337	17.536.906	1.900.099	17.876.200
1. Expenditures for buying fixed assets and intangible assets	021	3.889.393	3.270.498	5.789.306	14.740.957
2. Expenditures for purchasing treasury and debt financial instruments	022	121.156.963	50.733.181	121.156.963	50.733.181
3. Other expenditures from investment activities	023	0	0	41.328	478.830
IV. Total expenditures from investment activities (021 to 023)	024	125.046.356	54.003.679	126.987.597	65.952.968
B1) NET INCREASE IN CASH FLOW FROM INVESTMENT ACTIVITIES (020-024)	025	0	0	0	0
b2) NET DECREASE IN CASH FLOW FROM INVESTMENT ACTIVITIES (024-020)	026	123.148.019	36.466.773	125.087.498	48.076.768
CASH FLOW FROM FINANCIAL ACTIVITIES					
1. Cash receipts from issuance of treasury and debt financial instruments	027	0	1.855.682	0	1.855.682
2. Cash receipts from loan principal, bonds, borrowings and other loans	028	195.715.887	322.133.493	200.332.474	335.646.910
3. Total cash receipts from financial activities	029	0	0	1.993.706	64.882.663
V. Total cash receipts from financial activities (027 To 029)	030	195.715.887	323.989.175	202.326.180	402.385.255
1. Expenditures for repayment of loan principal and bonds	031	67.591.600	360.409.796	69.530.686	364.757.930

ITEM	AOP	Previous period	Current period	Previous period	Current period
	2	4	5	4	5
1		DALEKOVOD j.s.c.		DALEKOVOD GROUP	
2. Expenditures for payment of dividends	032	0	0	0	0
3. Expenditures for financial leasing	033	5.842.489	0	5.842.489	15.171
4. Expenditures for redemption of treasury shares	034	149.098	0	149.098	0
5. Other expenditures from financial activities	035	0	0	0	76.637.151
VI. Total expenditures from financial activities (031 to 035)	036	73.583.187	360.409.796	75.522.273	441.410.252
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (030-036)	037	122.132.700	0	126.803.907	0
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (036-030)	038	0	36.420.621	0	39.024.997
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039	21.784.972	0	20.511.441	1.885.222
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	0	55.305.852	0	55.305.852
Cash and cash equivalents at the beginning of the period	041	40.292.162	86.091.288	48.437.504	99.421.255
Increase in cash and cash equivalents	042	21.784.972	0	20.511.441	1.885.222
Decrease in cash and cash equivalents	043	0	55.305.852	0	55.305.852
Cash and cash equivalents at the end of the period	044	62.077.134	30.785.436	68.948.945	46.000.625

VI. REPORT OF CHANGES TO CAPITAL

Item	AOP	Currency HRK		Previous period	Current period
		Previous period	Current period		
		DALEKOVOD J.S.C.			
		DALEKOVOD GROUP			
1. Share capital	117	229.381.200	229.381.200	229.381.200	229.381.200
2. Capital reserves	118	0	0	0	2.344.113
3. Profit reserves	119	431.585.358	431.585.358	436.803.555	436.784.851
4. Retained earnings or loss carried forward	120	0	2.860.224	18.947.385	18.305.959
5. Profit or loss of the current year	121	2.860.224	-18.537.856	1.190.869	-21.650.097
6. Revaluation of fixed tangible assets	122	0	15.037.718	0	0
7. Revaluation of intangible assets	123	0	0	0	0
8. Revaluation of financial property available for sale	124	15.037.718	0	15.037.772	15.035.203
9. Other revaluation	125	0	0	0	0
10. Foreign exchange differences from net investments in foreign operations	126	0	0	0	0
11. Foreign exchange differences from net investments in foreign operations	127	0	0	0	0
12. Cash flow hedge	128	0	0	0	0
13. Changes in accounting policies	129	0	0	0	0
14. Correction of significant mistakes from the previous period	130	0	0	0	0
15. Other equity changes	131				
Total equity increase or decrease	132	678.864.499	660.326.643	701.360.781	680.201.229
1. Ascribed to capital holders of the principal office	133			701.360.781	680.201.229
2. Ascribed to minority interest	134			2.697.789	2.808.399