

Dalekovod d.d.  
Marijana Čavića 4  
10 000 Zagreb



## Management Report for January - June 2015

*Unaudited, consolidated*

Zagreb, 31 July 2015



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## I. MANAGEMENT REPORT

In the first half of 2015, Dalekovod Group (the "Group") achieved revenues in the amount of HRK 483 million, which is approximately the same level of revenues as achieved in the same period in 2014. Operating revenues prior to depreciation (EBITDA) are HRK 30 million, which is 44% less than the achieved in the same period in 2014. The Group's net income is HRK 6.7 million.

In the same period, Dalekovod d.d. (the "Company") achieved operating revenues of HRK 338 million, which is at the level of revenues achieved in the first half of 2014. The revenues achieved in the first half of 2015 are lower than the planned due to delayed works primarily on domestic market because of public tenders postponement, and in Ukraine as a result of the local political situation. We expect that works on Ukraine projects will be completely realized by the end of the year and thus the planned revenues from that market achieved. The structure of works on the projects has resulted in higher operating expenses in relation to the last year. In addition, the Company had a one-time expense of obtaining the ECA guarantee for the project in Kosovo in the amount of ca. HRK 12 million. This has caused 66% lower earnings before depreciation (EBITDA) than the achieved in the first half of 2014, and they amount to HRK 13.4 million. In the first half of 2015, strong fluctuation of the Ukrainian currency - hryvnia (UAH) with a positive net effect significantly affected the financial revenues and expenses.

The net income of HRK 6.9 million in the first half of 2015 was earned in regular operation and it is not comparable with the net income of HRK 217.8 million earned in the same period last year which was the result of financial income in the amount of HRK 223.7 million obtained as a result of the pre-bankruptcy settlement and calculation of the fair value of the deriving financial instruments. According to the pre-bankruptcy settlement and refinancing of liabilities to financial institutions, suppliers and other creditors, the fair value on the reporting date was calculated and presented in financial statements for 2014 in accordance with the International Accounting Standards representing a one-time effect on the Company's Income Statement and Balance Sheet.

The Company's business in the first half of 2015 was marked by positive shifts in the Company's and Group's operations:

- The Company is being restructured as planned
- Strong focus on the core activity and obtaining new contacts abroad
- Commitments undertaken by the pre-bankruptcy settlement are regularly settled

The change in the strategy of the Company and the Group include a strong focus on international markets. The Company and its management continue with further optimization of fixed costs for the Company to adapt to the newly emerged setting of reduced demand on the local market and adapt for penetrating international markets.



During the past period, the Company used additional efforts to obtain projects on the international market and new contracts on the international market were signed in the amount of ca. EUR 79.5 million. In August a new contract on Finnish market will be signed in the amount of ca. EUR 20 million, which is Dalekovod's first step forward to this promising market. In addition to the domestic market, the Company carries out the projects in Norway, Ukraine, Latvia, Montenegro, Kosovo, Poland and Slovenia.

The Group and the Company are competing in a number of tenders in the country and abroad to contract new works and meet the plan for sustainable growth of revenues in the upcoming years. As a result of strong international activity, the Company is expected to be awarded significant new contracts abroad, of which the Company will promptly notify its shareholders.

For the Company's Management Board:



Adrijana Raković, Marko Jurković

Members of the Management Board  
Dalekovod d.d.





## II. DECLARATION

Pursuant to Article 410, paragraph 1 and Article 407, paragraph 2, subparagraph 3 and paragraph 3 of the Capital Market Act, the persons responsible for preparation of the Report: Paško Vela – President of the Management Board, member of the Management Board, Željko Lakić – member of the Management Board, Adrijana Raković – member of the Management Board, Marko Jurković – member of the Management Board, hereby make this

### DECLARATION

To the best of our knowledge, the summary set of financial statements of DALEKOVOD, prepared in compliance with the appropriate financial reporting standards, provides a full and true view of the assets and liabilities, as well as the operating result of DALEKOVOD, with a brief comment on the causes of the information provided. The financial statements have not been audited.

For the Company's Management Board:



Adrijana Raković, Marko Jurković

Members of the Management Board  
Dalekovod d.d.



**DALEKOVOD**  
dioničko društvo za inženjering, proizvodnju i izgradnju  
Zagreb, Republika Hrvatska, b. p. 128, MB 227831 4

### III. BALANCE SHEET

#### Assets

Name of position:	AOP	Previous year (net)	Current year (net)	Previous year (net)	Current year (net)	
		<b>DALEKOVOD jsc</b>			<b>DALEKOVOD GROUP</b>	
	1	3	4	5	6	
<b>ASSETS</b>	2					
<b>A) SUBSCRIBED CAPITAL UNPAID</b>	001	0	0	0	0	
<b>B) NON CURRENT ASSETS (003+010+020+029+033)</b>	002	1.068.950.323	1.064.828.624	1.214.364.820	1.194.632.697	
<b>I. INTANGIBLE ASSETS (004 to 009)</b>	003	19.142.919	16.832.867	22.182.740	19.876.294	
1. Research & Development expenditure	004	0	0	0	0	
2. Patents, licences, royalties, trade marks, software&similar rights	005	19.141.032	16.831.330	20.969.740	18.559.044	
3. Goodwill	006	0	0	1.213.000	1.213.000	
4. Prepay ments for intangible assets	007	0	0	0	0	
5. Intangible assets under construction	008	1.887	1.537	0	104.251	
6. Other intangible assets	009	0	0	0	0	
<b>II. TANGIBLE ASSETS (011 to 019)</b>	010	497.507.434	496.912.293	962.099.614	940.657.529	
1. Land	011	164.913.887	165.780.578	246.325.821	246.175.866	
2. Property	012	53.740.411	63.679.319	229.547.969	210.873.764	
3. Plants and equipment	013	61.144.279	54.860.075	95.808.778	95.568.321	
4. Tools, plants&vehicles	014	2.062.782	1.038.864	11.720.396	10.339.651	
5. Biological asset	015	0	0	0	0	
6. Prepay ments for tangible assets	016	0	0	0	44.895	
7. Assets under construction	017	0	0	12.861.258	15.589.808	
8. Other tangible assets	018	0	0	0	0	
9. Investments property	019	215.646.075	211.553.457	365.835.392	362.065.224	
<b>III. NON-CURRENT FINANCIAL ASSETS (021 to 028)</b>	020	485.835.440	477.881.419	157.986.706	158.537.016	
1. Share in related parties	021	287.780.917	280.534.492	0	46.448	
2. Loans to related parties	022	13.921.127	13.786.413	0	0	
3. Participating interests (stakes)	023	20.238.100	20.241.520	14.653.574	14.836.604	
4. Loans to participating interest	024	0	0	0	0	
5. Investments in securities	025	9.856.565	9.870.236	10.269.173	10.280.695	
6. Loans & deposits	026	2.680.872	2.643.980	5.568.987	6.344.180	
7. Other non-current financial assets	027	151.357.859	150.804.778	127.494.972	127.029.089	
8. Investment accounted by equity method	028	0	0	0	0	
<b>IV. TRADE RECEIVABLES (030 to 032)</b>	029	66.464.530	73.202.045	72.095.760	75.561.758	
1. Receivables from related parties	030	0	0	0	0	
2. Receivables from credit sales	031	0	0	0	0	
3. Other receivables	032	66.464.530	73.202.045	72.095.760	75.561.758	
<b>V. DEFERRED TAX ASSETS</b>	033	0	0	0	0	
<b>C) CURENT ASSETS (035+043+050+058)</b>	034	549.810.001	521.602.037	816.682.971	770.753.711	
<b>I. INVENTORIES (036 to 042)</b>	035	20.313.480	42.384.892	211.669.333	214.889.679	
1. Raw materials & consumables	036	19.725.812	29.346.425	83.113.674	85.143.271	
2. Work in progress	037	0	0	14.574.519	6.739.654	
3. Products	038	580.545	549.099	39.548.664	30.370.717	
4. Merchandise	039	7.123	12.489.368	8.534.589	21.857.185	
5. Prepay ments for inventories	040	0	0	855.040	287.986	
6. Other available-for-sale assets	041	0	0	65.042.847	70.490.866	
7. Biological asset	042	0	0	0	0	
<b>II. RECEIVABLES (044 to 049)</b>	043	412.815.574	349.383.200	470.425.942	407.741.602	
1. Receivables from related parties	044	55.330.944	29.147.820	0	0	
2. Trade receivables	045	302.117.479	264.833.402	405.747.748	330.252.871	
3. Receivables from participating parties	046	1.108.572	708.895	1.335.788	966.803	
4. Amounts receivable from employees	047	99.610	152.645	176.622	258.557	
5. Receivables from government agencies	048	15.489.948	18.106.310	24.771.624	23.204.023	
6. Other receivables	049	38.669.021	36.434.128	38.394.160	53.059.350	
<b>III. CURRENT FINANCIAL ASSETS (051 to 057)</b>	050	74.918.463	90.704.200	68.200.482	88.892.601	
1. Share in related parties	051	0	0	0	0	
2. Loans to related parties	052	17.702.151	22.395.929	0	0	
3. Participating interests (stakes)	053	0	0	0	0	
4. Loans to participating interest	054	2.000.000	0	2.000.000	0	
5. Investments in securities	055	40.177.710	40.177.710	40.679.848	40.177.710	
6. Loans & deposits	056	15.038.602	28.130.561	25.520.634	48.714.891	
7. Other financial assets	057	0	0	0	0	
<b>IV. CASH ON HAND AND IN THE BANK</b>	058	41.762.484	39.129.745	66.387.214	59.229.828	
<b>D) PREPAYMENTS AND ACCRUED INCOME</b>	059	243.351	514.452	6.802.740	15.316.484	
<b>E) TOTAL ASSETS (001+002+034+059)</b>	060	1.619.003.675	1.586.945.113	2.037.850.531	1.980.702.793	
<b>F) OFF-BALANCE SHEET ITEMS</b>	061	441.662.074	495.018.546	479.622.013	530.336.956	



## Equity and Liabilities

Name of position:	AOP	Previous year (net)	Current year (net)	Previous year (net)	Current year (net)
1	2	3	4	5	6
<b>DALEKOVOD js c</b>				<b>DALEKOVOD GROUP</b>	
<b>EQUITY AND LIABILITIES</b>					
<b>A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)</b>	<b>062</b>	<b>322.063.966</b>	<b>329.014.037</b>	<b>326.829.285</b>	<b>333.501.020</b>
<b>I. SHARE CAPITAL</b>	<b>063</b>	<b>247.193.050</b>	<b>247.193.050</b>	<b>247.193.050</b>	<b>247.193.050</b>
<b>II. CAPITAL RESERVES</b>	<b>064</b>	<b>86.141.670</b>	<b>86.141.670</b>	<b>86.141.670</b>	<b>86.141.670</b>
<b>III. RESERVES FROM PROFIT (066+067-068+069+070)</b>	<b>065</b>	<b>44.368.886</b>	<b>44.368.886</b>	<b>74.098.665</b>	<b>74.389.320</b>
1. Legal reserves	066	11.486.600	11.486.600	11.651.984	11.651.229
2. Reserves for own shares	067	7.773.071	7.773.071	7.773.071	7.773.071
3. Own shares and stakes (less)	068	7.773.071	7.773.071	7.773.071	7.773.071
4. Statutory reserves	069	32.882.286	32.882.286	32.882.286	32.924.976
5. Other reserves	070	0	0	29.564.395	29.813.115
<b>IV. REVALUATION RESERVES</b>	<b>071</b>	<b>40.014.573</b>	<b>40.031.664</b>	<b>40.014.627</b>	<b>40.031.718</b>
<b>V. RETAINED EARNINGS OR LOSS BROUGHT FORWARD (073-074)</b>	<b>072</b>	<b>-159.390.318</b>	<b>-95.654.213</b>	<b>-116.247.569</b>	<b>-119.971.641</b>
1. Retained earnings	073	0	0	0	0
2. Loss brought forward	074	159.390.318	95.654.213	116.247.569	119.971.641
<b>VI. PROFIT OR LOSS FOR THE FINANCIAL YEAR (076-077)</b>	<b>075</b>	<b>63.736.105</b>	<b>6.932.980</b>	<b>-3.724.072</b>	<b>6.932.016</b>
1. Profit for the financial year	076	63.736.105	6.932.980	0	6.932.016
2. Loss for the financial year	077	0	0	3.724.072	0
<b>VII. MINORITY INTEREST</b>	<b>078</b>	<b>0</b>	<b>0</b>	<b>-647.086</b>	<b>-1.215.114</b>
<b>B) PROVISIONS (080 to 082)</b>	<b>079</b>	<b>6.172.600</b>	<b>6.172.600</b>	<b>9.458.957</b>	<b>9.038.073</b>
1. Provisions for pensions, severance pay and similar liabilities	080	6.172.600	6.172.600	7.029.074	9.006.613
2. Provisions for tax obligations	081	0	0	0	0
3. Other provisions	082	0	0	2.429.883	31.460
<b>C) NON-CURRENT LIABILITIES (084 to 092)</b>	<b>083</b>	<b>704.461.778</b>	<b>697.872.559</b>	<b>672.770.303</b>	<b>649.193.166</b>
1. Liabilities to related parties	084	59.201.247	59.500.808	0	0
2. Liabilities for loans, deposits and other	085	0	0	0	0
3. Liabilities towards banks and other financial institutions	086	407.616.798	407.616.799	429.230.879	417.794.379
4. Amounts payable for prepayment	087	0	0	0	0
5. Trade payables	088	204.382.993	199.802.414	210.278.684	200.446.249
6. Amounts payable for securities	089	20.144.118	20.144.118	20.144.118	20.144.118
7. Liabilities toward participating interests	090	3.112.479	804.277	3.112.479	804.277
8. Other non-current liabilities	091	0	0	0	0
9. Deferred tax	092	10.004.143	10.004.143	10.004.143	10.004.143
<b>D) CURRENT LIABILITIES (094 to 105)</b>	<b>093</b>	<b>574.108.756</b>	<b>539.864.134</b>	<b>1.016.595.411</b>	<b>974.783.858</b>
1. Liabilities to related parties	094	31.312.674	35.726.610	0	0
2. Liabilities for loans, deposits and other	095	0	1.713.820	0	1.762.006
3. Liabilities towards banks and other financial institutions	096	220.519.103	220.383.653	541.119.870	549.027.757
4. Amounts payable for prepayment	097	100.166.424	71.401.261	103.831.552	74.253.507
5. Trade payables	098	177.131.926	172.815.674	232.025.669	226.627.596
6. Amounts payable for securities	099	0	0	0	0
7. Liabilities toward participating interests	100	0	0	586.699	744.788
8. Liabilities to employees	101	6.086.482	11.695.029	29.010.192	30.937.069
9. Taxes, contributions and similar liabilities	102	23.654.904	11.437.977	33.287.319	22.799.034
10. Liabilities arising from share in the result	103	1.899.762	1.899.762	1.899.762	1.899.762
11. Liabilities arising from non-current assets held for sale	104	0	0	0	0
12. Other current liabilities	105	13.337.481	12.790.348	74.834.348	66.732.338
<b>E) ACCRUED EXPENSES AND DEFERRED INCOME</b>	<b>106</b>	<b>12.196.575</b>	<b>14.021.783</b>	<b>12.196.575</b>	<b>14.186.677</b>
<b>F) TOTAL LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	<b>1.619.003.675</b>	<b>1.586.945.113</b>	<b>2.037.850.531</b>	<b>1.980.702.793</b>
<b>G) OFF-BALANCE SHEET ITEMS</b>	<b>108</b>	<b>441.662.074</b>	<b>495.018.546</b>	<b>479.622.013</b>	<b>530.336.956</b>
<b>ANNEX TO THE BALANCE SHEET (to be filled in by a company preparing the consolidated annual financial statements)</b>					
<b>A) CAPITAL AND RESERVES</b>					
1. Attributable to equity holders of the parent company's capital	109			327.476.371	334.716.134
2. Attributable to non-controlling interests	110			-647.086	-1.215.114



#### IV. STATEMENT OF COMPREHENSIVE INCOME

Name of position	AOP	1H 2014	1H 2015	1H 2014	1H 2015
1	2	3	4	5	6
<b>DALEKOVOD J.S.C.</b>					
<b>I. OPERATING INCOME (112+113)</b>	<b>111</b>	<b>339.661.569</b>	<b>338.113.230</b>	<b>486.246.189</b>	<b>483.257.393</b>
1. Sales revenue	112	333.769.416	333.036.395	470.284.587	473.190.915
2. Other operating income	113	5.892.153	5.076.835	15.961.602	10.066.388
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	<b>315.773.853</b>	<b>341.584.082</b>	<b>455.113.966</b>	<b>478.624.708</b>
1. Changes in inventories of finished products and work in progress	115	53.046	31.445	-9.208.055	15.257.410
2. Material costs (117 to 119)	116	190.514.212	209.724.755	265.146.172	251.846.590
a) Cost of raw materials & consumables	117	47.247.310	70.445.249	77.297.337	95.421.085
b) Cost of goods sold	118	12.879.535	35.137.618	48.429.384	34.886.905
c) Other costs	119	130.387.367	104.141.888	139.419.450	121.538.591
3. Staff costs (121 to 123)	120	57.138.656	58.800.224	102.413.380	104.915.221
a) Net salaries	121	39.170.830	38.900.316	65.359.583	66.579.779
b) Employee income tax	122	11.558.625	12.790.112	24.360.692	24.479.704
c) Tax on payroll	123	6.409.201	7.109.796	12.693.105	13.855.738
4. Depreciation and amortisation	124	16.447.989	16.862.586	22.824.938	25.438.960
5. Other expenditures	125	45.448.062	55.855.029	63.987.882	72.635.874
6. Value adjustment (127+128)	126	0	33.181	58.532	33.181
a) non-current assets (without financial assets)	127	0	0	0	0
b) current assets (without financial assets)	128	0	33.181	58.532	33.181
7. Provisions	129	500.000	0	500.000	0
8. Other operating expenses	130	5.671.688	276.862	9.391.117	8.497.482
<b>III. FINANCIAL INCOME (132 to 136)</b>	<b>131</b>	<b>228.482.315</b>	<b>87.155.767</b>	<b>204.211.699</b>	<b>82.510.926</b>
1. Interest income, foreign exchange differences, dividends and other financial income related to subsidiaries	132	29.283.364	11.847.042	326.764	0
2. Interest income, foreign exchange differences, dividends and other financial income related to third parties	133	20.539.859	75.308.725	25.218.168	82.488.297
3. Part of income from associates and participating interests	134	0	0	7.471	0
4. Unrealized gains (income) from the financial assets	135	0	0	0	0
5. Other financial income	136	178.659.092	0	178.659.296	22.629
<b>IV. FINANCIAL COSTS (138 to 141)</b>	<b>137</b>	<b>12.599.312</b>	<b>76.751.935</b>	<b>23.462.067</b>	<b>83.123.568</b>
1. Interest, foreign exchange differences and other expenses related to subsidiaries	138	393.026	927.826	0	0
2. Interest, foreign exchange differences and other expenses related to third parties	139	9.418.622	71.801.691	20.592.334	79.098.105
3. Unrealized loss (expenses) from the financial assets	140	0	0	7.471	0
4. Other financial expenses	141	2.787.664	4.022.418	2.862.261	4.025.460
<b>V. SHARE OF INCOME OF ASSOCIATES</b>	<b>142</b>	<b>0</b>	<b>0</b>	<b>52.730</b>	<b>5.626.369</b>
<b>VI. SHARE OF LOSS OF ASSOCIATES</b>	<b>143</b>	<b>0</b>	<b>0</b>	<b>2.444.877</b>	<b>857</b>
<b>VII. EXTRAORDINARY - OTHER INCOME</b>	<b>144</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>VIII. EXTRAORDINARY - OTHER EXPENSES</b>	<b>145</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>IX. TOTAL INCOME (111+131+142 + 144)</b>	<b>146</b>	<b>568.143.884</b>	<b>425.268.997</b>	<b>690.510.618</b>	<b>571.394.598</b>
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	<b>328.372.965</b>	<b>418.336.017</b>	<b>481.020.909</b>	<b>561.749.131</b>
<b>XI. PROFIT OR LOSS BEFORE TAX (146-147)</b>	<b>148</b>	<b>239.770.919</b>	<b>6.932.980</b>	<b>209.489.709</b>	<b>9.645.467</b>
1. Profit before tax (146-147)	149	239.770.919	6.932.980	209.489.709	9.645.467
2. Loss before tax (147-146)	150	0	0	0	0
<b>XII. INCOME TAX EXPENSE</b>	<b>151</b>	<b>287.364</b>	<b>0</b>	<b>1.539.342</b>	<b>2.976.893</b>
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	<b>239.483.555</b>	<b>6.932.980</b>	<b>207.950.367</b>	<b>6.668.575</b>
1. Profit for the period (149-151)	153	239.483.555	6.932.980	207.950.367	6.668.575
2. Loss for the period (151-148)	154	0	0	0	0
<b>ANNEX TO THE PROFIT AND LOSS ACCOUNT (to be filled in by entities submitting consolidated financial statements)</b>					
<b>XIV. PROFIT OR LOSS FOR THE PERIOD</b>					
1. Attributable to owners of the company	155	0	0	207.954.628	6.932.014
2. Attributable to non-controlling interests	156	0	0	-4.262	-263.439
<b>STATEMENTS OF COMPREHENSIVE INCOME (to be filled in by entities who work in compliance with IFRS)</b>					
<b>I. PROFIT OR LOSS FOR THE PERIOD (= 152)</b>	<b>157</b>	<b>239.483.555</b>	<b>6.932.980</b>	<b>207.950.367</b>	<b>6.668.575</b>
<b>II. OTHER COMPREHENSIVE INCOME /LOSS BEFORE TAX (159 to 165)</b>	<b>158</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
1. Exchange differences arising from foreign operations	159	0	0	0	0
2. Revaluation of non-current assets and intangible assets	160	0	0	0	0
3. Gains or loss available for sale investments	161	0	0	0	0
4. Gains or loss on net movement on cash flow hedges	162	0	0	0	0
5. Gains or loss on net investments hedge	163	0	0	0	0
6. Share of the other comprehensive income/loss of associates	164	0	0	0	0
7. Actuarial gain / loss on post employment benefit obligations	165	0	0	0	0
<b>III. TAX ON OTHER COMPREHENSIVE INCOME OF THE PERIOD</b>	<b>166</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE YEAR (158-166)</b>	<b>167</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>V. TOTAL COMPREHENSIVE INCOME/LOSS FOR THE PERIOD (157+167)</b>	<b>168</b>	<b>239.483.555</b>	<b>6.932.980</b>	<b>207.950.367</b>	<b>6.668.575</b>
<b>APPENDIX Statement of Comprehensive Income (to be filled in by entities submitting consolidated financial statements)</b>					
<b>VI. TOTAL COMPREHENSIVE INCOME/LOSS FOR THE PERIOD</b>					
1. Attributable to owners of the company	169	0	0	207.954.628	6.932.014
2. Attributable to non-controlling interests	170	0	0	-4.262	-263.439



## V. CASH FLOW STATEMENT

Naziv pozicije	AOP oznaka	Prethodna godina	Tekuća godina	Prethodna godina	Tekuća godina
1	2	3	4	5	6
<b>DALEKOVOD d.d.</b>					
<b>NOVČANI TIJEK OD POSLOVNIH AKTIVNOSTI</b>					
1. Dobit prije poreza	001	239.770.919	6.932.980	209.489.709	9.645.467
2. Amortizacija	002	16.447.989	16.862.586	22.824.938	25.438.960
3. Povećanje kratkoročnih obveza	003	0	97.684	0	0
4. Smanjenje kratkotrajnih potraživanja	004	0	55.149.061	0	62.684.340
5. Smanjenje zaliha	005	0	0	0	0
6. Ostalo povećanje novčanog tijeka	006	407.692.544	0	727.858.472	0
<b>I. Ukupno povećanje novčanog tijeka od poslovnih aktivnosti (001-006)</b>	<b>007</b>	<b>663.911.452</b>	<b>79.042.311</b>	<b>960.173.119</b>	<b>97.768.767</b>
1. Smanjenje kratkoročnih obveza	008	93.934.031	0	373.473.680	15.743.829
2. Povećanje kratkotrajnih potraživanja	009	53.651.577	0	36.495.869	0
3. Povećanje zaliha	010	3.100.589	22.071.412	19.723.872	3.220.346
4. Ostalo smanjenje novčanog tijeka	011	589.163.940	38.230.904	589.163.940	39.879.879
<b>II. Ukupno smanjenje novčanog tijeka od poslovnih aktivnosti (008-011)</b>	<b>012</b>	<b>739.850.137</b>	<b>60.302.316</b>	<b>1.018.857.361</b>	<b>58.844.054</b>
<b>A1) NETO POVEĆANJE NOVČANOG TIJEKA OD POSLOVNIH</b>	<b>013</b>	<b>0</b>	<b>18.739.995</b>	<b>0</b>	<b>38.924.713</b>
<b>A2) NETO SMANJENJE NOVČANOG TIJEKA OD POSLOVNIH</b>	<b>014</b>	<b>75.938.685</b>	<b>0</b>	<b>58.684.242</b>	<b>0</b>
<b>NOVČANI TIJEK OD INVESTICIJSKIH AKTIVNOSTI</b>					
1. Novčani primici od prodaje dugotrajne materijalne i nematerijalne	015	0	50.655	0	1.086.225
2. Novčani primici od prodaje vlasničkih i dužničkih instrumenata	016	0	7.292.838	0	0
3. Novčani primici od kamata	017	28.249	464.269	32.078	314.313
4. Novčani primici od dividendi	018	0	8.298.201	0	0
5. Ostali novčani primici od investicijskih aktivnosti	019	150.486.655	5.361.468	146.471.320	6.800.000
<b>III. Ukupno novčani primici od investicijskih aktivnosti (015 do 019)</b>	<b>020</b>	<b>150.514.904</b>	<b>21.467.431</b>	<b>146.503.398</b>	<b>8.200.538</b>
1. Novčani izdaci za kupnju dugotrajne materijalne i nematerijalne	021	975.871	13.957.393	15.850.517	1.690.429
2. Novčani izdaci za stjecanje vlasničkih i dužničkih financijskih	022	0	46.413	0	46.413
3. Ostali novčani izdaci od investicijskih aktivnosti	023	67.450.109	29.462.110	72.924.498	12.610.989
<b>IV. Ukupno novčani izdaci od investicijskih aktivnosti (021 do 023)</b>	<b>024</b>	<b>68.425.980</b>	<b>43.465.916</b>	<b>88.775.015</b>	<b>14.347.831</b>
<b>B1) NETO POVEĆANJE NOVČANOG TIJEKA OD INVESTICIJSKIH</b>	<b>025</b>	<b>82.088.924</b>	<b>0</b>	<b>57.728.383</b>	<b>0</b>
<b>B2) NETO SMANJENJE NOVČANOG TIJEKA OD INVESTICIJSKIH</b>	<b>026</b>	<b>0</b>	<b>21.998.485</b>	<b>0</b>	<b>6.147.293</b>
<b>NOVČANI TIJEK OD FINANCIJSKIH AKTIVNOSTI</b>					
1. Novčani primici od izdavanja vlasničkih i dužničkih financijskih	027	0	0	0	0
2. Novčani primici od glavnice kredita, zadužnica, pozajmica i drugih	028	0	7.514.532	0	14.848.552
3. Ostali primici od financijskih aktivnosti	029	4.500.000	0	13.382.273	0
<b>V. Ukupno novčani primici od financijskih aktivnosti (027 do 029)</b>	<b>030</b>	<b>4.500.000</b>	<b>7.514.532</b>	<b>13.382.273</b>	<b>14.848.552</b>
1. Novčani izdaci za otplatu glavnice kredita i obveznica	031	0	0	6.505.447	15.967.355
2. Novčani izdaci za isplatu dividendi	032	0	0	0	0
3. Novčani izdaci za financijski najam	033	4.432.238	4.470.685	4.622.794	4.634.767
4. Novčani izdaci za otkup vlastitih dionica	034	0	0	0	0
5. Ostali novčani izdaci od financijskih aktivnosti	035	0	2.418.096	0	25.883.035
<b>VI. Ukupno novčani izdaci od financijskih aktivnosti (031 do 035)</b>	<b>036</b>	<b>4.432.238</b>	<b>6.888.781</b>	<b>11.128.241</b>	<b>54.783.358</b>
<b>C1) NETO POVEĆANJE NOVČANOG TIJEKA OD FINANCIJSKIH</b>	<b>037</b>	<b>67.762</b>	<b>625.751</b>	<b>2.254.032</b>	<b>0</b>
<b>C2) NETO SMANJENJE NOVČANOG TIJEKA OD FINANCIJSKIH</b>	<b>038</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>39.934.806</b>
Ukupno povećanje novčanog tijeka (013 - 014 + 025 - 026 + 037 - 038)	039	6.218.001	0	1.298.173	0
Ukupno smanjenje novčanog tijeka (014 - 013 + 026 - 025 + 038 - 037)	040	0	2.632.739	0	7.157.386
<b>Novac i novčani ekvivalenti na početku razdoblja</b>	<b>041</b>	<b>5.546.106</b>	<b>41.762.484</b>	<b>30.068.631</b>	<b>66.387.214</b>
Povećanje novca i novčanih ekvivalenata	042	6.218.001	0	1.298.173	0
Smanjenje novca i novčanih ekvivalenata	043	0	2.632.739	0	7.157.386
<b>Novac i novčani ekvivalenti na kraju razdoblja</b>	<b>044</b>	<b>11.764.107</b>	<b>39.129.745</b>	<b>31.366.804</b>	<b>59.229.828</b>

## VI. STATEMENT OF CHANGES IN EQUITY

Name of position:	AOP	Previous period	Current period	Previous period	Current period
		DALEKOVOD jsc		DALEKOVOD GROUP	
1	2	3	4	5	6
1. Share capital	001	247.193.050	247.193.050	247.193.050	247.193.050
2. Capital reserves	002	86.141.670	86.141.670	86.141.670	86.141.670
3. Reserves from profit	003	44.368.886	44.368.886	74.098.665	74.389.320
4. Retained profit or loss carried forward	004	-159.390.318	-95.654.213	-116.247.569	-119.971.641
5. Profit or loss of current year	005	63.736.105	6.932.980	-3.724.072	6.932.016
6. Revaluation of longterm tangible assets	006	40.014.573	40.014.573	40.014.573	40.014.573
7. Revaluation of intangible assets	007	0	0	0	0
8. Revaluation of financial assets available for sale	008	0	17.091	0	17.091
9. Other revaluations	009	0	0	0	0
<b>10. Total equity and reserves (AOP 001 to 009)</b>	<b>010</b>	<b>322.063.966</b>	<b>329.014.037</b>	<b>327.476.371</b>	<b>334.716.133</b>
11. Foreign exchange differences arising from the titles of net investment in foreign operations	011	0	0	0	0
12. Current and deferred taxes (part)	012	0	0	0	0
13. Cash flow protection	013	0	0	0	0
14. Changes in accounting policies	014	0	0	0	0
15. Correction of significant errors in the previous period	015	0	0	0	0
16. Other changes in equity	016	0	0	0	0
<b>17. Total increase or decrease in equity (AOP 011 to 016)</b>	<b>017</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
17 a. Attributed to parent company equity holders	018			327.476.371	334.716.134
17 b. Attributed to minority interest	019			-647.086	-1.215.114



## VII. NOTES TO FINANCIAL STATEMENTS

### 1. MANAGEMENT BOARD MEMBERS

1. President: Paško Vela
2. Member: Adrijana Raković
3. Member: Marko Jurković
4. Member: Željko Lakić

### 2. SUPERVISORY BOARD MEMBERS

Chairman: Marko Lesić  
Deputy Chairman: Ivan Peteržilnik  
Member: Vlado Čović  
Member: Uwe Heiland  
Member: Marko Makek  
Member: Hrvoje Markovinović  
Member: Anton Pernar  
Member: Krešimir Ružđak  
Member: Mirela Tomljanović Radović

### 3. SHAREHOLDER STRUCTURE (as at 30 June 2015):

Natural persons	3,474,187
Funds - pension	3,788,509
Banks	1,397,942
Konsolidator d.o.o.	15,000,000
Other	1,014,733
Own shares	43,934
TOTAL	24,719,305

### 4. MERGERS AND CONSOLIDATIONS

There were no mergers or consolidations in the first half of 2015.

## 5. UNCERTAINTY

No items of doubtful and disputable debt affecting the business continuity were identified in the first half of 2015.

## 6. DESCRIPTION OF PRODUCTS AND SERVICES

Over time, Dalekovod d.d. has become specialized in performing contracts on a turnkey basis in the following areas:

- electrical facilities, especially transmission lines between 0.4 and 500 kV
- transformer stations of all levels and voltages up to 500 kV
- air, underground and underwater cables up to 110 kV
- telecommunication facilities
- all types of networks and antennas
- production of suspension and joining equipment for all types of transmission lines and transformer stations 0.4 and 500 kV
- production and installation of all metal parts for roads, especially for road lighting, safety barriers and traffic signals
- tunnel lighting and traffic management
- electrification of railways and tramways

## 7. CHANGES IN ACCOUNTING POLICIES

No new accounting policies were introduced.