

Zagreb, 15 Feb 2012

**ZAGREB STOCK EXCHANGE**  
Ivana Lučića 2a  
10000 Zagreb

Subject: Start of commercial operation of ZD2 and ZD3 wind power plants

Dear Sirs,

we are free to inform you about the start of commercial operation of ZD2 and ZD3 wind power plants, that are made up of 16 wind turbines of total installed capacity of 36 MW, that are located at Medviđa and Bruška near Bekovac, immediately upon issuance of a Ruling on granting the final status of eligible producer of electric power to EKO d.o.o., a special-purpose vehicle (SPV) for management of the above wind power park, by the Croatian Energy Regulatory Agency (CERA).

The ZD2 and ZD3 investment project is worth over €61million and it was financed through a loan agreement totalling €53.5million. The Agreement was signed by Societe Generale-Splitska banka d.d. as the leading arranger, agent and lender and Privredna banka Zagreb d.d. as the co-arranger and lender, and the design company EKO d.o.o. as borrower, Dalekovod Professio d.o.o. and Medviđa d.o.o. as project sponsors and the company Dalekovod d.d. The loan was approved for long-term project financing.

This has been the second wind power project already that has been initiated by Dalekovod together with its partners, along with the assistance of Societe Generale – Splitska banka d.d. The first wind power plant ZD 6 near Gračac with installed capacity of 9 MW was successfully commissioned in January this year. It is important to stress that Dalekovod performed design and construction of infrastructure and high voltage power projects and provided successful and timely connection of the ZD6, ZD 2 and ZD 3 wind power parks to the electric power grid, while Siemens Croatia delivered and installed masts and wind generators of 2.3 MW capacity each.

Upon completing the construction of ZD2 and ZD 3 wind power plants, Dalekovod shall participate in the management of ZD6, ZD2 and ZD3 wind power parks with total installed capacity of 45 MW, which is for the time being the largest portfolio in the Republic of Croatia. The anticipated annual income from this portfolio shall exceed the amount of €13million.

Dalekovod intends to continue investments in the wind power plants. Preparations for the new wind power project Kamensko-Voštane of the installed wind capacity of 63 MW are reaching the final stage. The above project is anticipated as a joint venture with former partners. The total value of this project is anticipated to exceed €100million.

Additional five locations for new wind turbines of the total anticipated capacity of over 100 MW are at various stages of the administrative procedure for procurement of building permits.

By the above activities, Dalekovod has established itself as a leader on the renewable energy sources market within the segment of the use of wind energy potentials.

Yours sincerely,

Dalekovod d.d.