

Zagreb, 5 Sep 2011

**ZAGREB STOCK EXCHANGE**

Ivana Lu i a 2a  
10000 Zagreb

Subject: Dalekovod d.d. being awarded a project in Slovenia

Dear Sirs,

We are free to inform you that Dalekovod was awarded a project and that on Friday it signed a Contract for construction, i.e. production, delivery and installation of a 80.4 km long section of the new double circuit 2x400 kV Beričevo-Krško transmission line, which includes construction, installation and electrical installation works and delivery of steel structures, while the delivery of other necessary equipment is not included in this Agreement. Ensured works and delivery of steel structures are 34.2 million euro worth (including VAT), and the works on the said facility shall be conducted during the 21<sup>st</sup> month upon signing the Agreement.

The Investor of the project, ELES, Elektro-Slovenija d.o.o., conducted a public bidding for the captioned transmission line as a single stage tender process and published it on the public procurement portal of the European Union. At the public opening of bids in a given period two bids had been received, namely the first bid from Dalekovod d.d., as the leading member of the Croatian-Slovenian Consortium Dalekovod d.d. Zagreb/Dalekovod d.o.o. Ljubljana/Elektroservis d.d. from Trzin, and the second bid from the Austrian-Hungarian Consortium VLB Leitungsbau GmbH & Co KG/OVIT Zrt. Budapest.

According to the technical and financial criteria and the standards of reference, the Bid of our Consortium, that was at the same time the most favourable one at the public opening of bids, was proclaimed as the most favourable bid for the Investor.

It should be noted that the competition appealed the Investor's decision on award of the project, within the prescribed statutory period of 10 days, to the National Auditing Commission in charge of reviewing public procurement procedures in the Republic of Slovenia, in accordance with the Slovenian legislation. As soon as the appeals procedure had been finalized, the National Auditing Commission reached a decision that the appeal of our competition was ungrounded and the Investor ELES accepted the above decision as such.

Construction and commission of this project is of great importance for the Republic of Slovenia, as in this way the 400 kV ring of the electric power network would be completed, ensuring a more efficient transit and evacuation of electricity from NEK.

Sincerely,

Dalekovod d.d