

CROATIAN FINANCIAL SERVICES
SUPERVISORY AGENCY
Miramarska Street 24 B
Hr-10000 Zagreb

ZAGREB STOCK EXCHANGE
Ivana Lučića Street 20a
Hr -10000 Zagreb

Zagreb, 18th April, 2019

KONČAR – ELECTRICAL INDUSTRY Inc. SUPERVISORY BOARD MEETING

The Supervisory Board of Končar – Electrical Industry Inc. held its meeting on 18th April, 2019.

At the stated Meeting, the Supervisory Board and the Managing Board of Končar – Electrical Industry Inc. adopted and commonly determined 2018 Financial Statements of Končar – Electrical Industry Inc. and Consolidated Financial Statements of the Končar Group including opinions of independent auditors. The Supervisory Board adopted Managing Board 2018 Business Report for Končar – Electrical Industry Inc. and for the Končar Group.

Financial Statements were revised by PricewaterhouseCoopers d.o.o. Zagreb, the auditing company that expressed its opinion that financial statements indicated a true and fair indications of the financial position of the Company and the Group as of 31/12/2018 in all materially significant aspects, as well as business operation results, changes in equity and Company cash flows for the year of 2018 pursuant the International Financial Reporting Standards applicable in the European Union.

The Managing and the Supervisory Board of the Company passed the decision on the usage of a part of 2018 profits. Končar – Electrical Industry Inc. net profits generated in 2018 amounted to HRK 75,503,105.02. The Managing and the Supervisory Board passed the decision to allocate a part of profits in the amount of HRK 3,775,155.25 into statutory provisions and the amount of HRK 33,369,079.77 into other provisions. It was proposed to the Annual General Meeting to pay the remaining part of profits in the amount of HRK 38,358,870.00 to shareholders for dividends. The stated amount represented a dividend of HRK 15.00 per share.

The Annual General Meeting of the Company would be held on 6th June, 2019.

Končar Electrical Industry Inc. Managing Board