

CROATIAN FINANCIAL SERVICES
SUPERVISORY AGENCY
Miramarska Street 24 B
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Zagreb Stock Exchange
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Zagreb, 29th April, 2016

KONČAR – ELECTRICAL INDUSTRY INC. SUPERVISORY BOARD MEETING

Končar – Electrical Industry Inc. Supervisory Board Meeting was held on 29th April, 2016. The stated Supervisory Board Meeting adopted Financial Reports of the Company Končar – Electrical Industry Inc. and Končar Group Consolidated Financial Reports for the time period from January to March, 2016.

Končar – Electrical Industry Inc. Supervisory Board Meeting also adopted the Končar Group Strategic Plan for the time period from 2016 to 2020.

Positive financial results, further development and growth of products and production, restructuring of companies outside core business activities and improvement of organisational and personnel structure of the Group are foreseen for all the years of the medium term. The majority of the development is based on the Group in-house personnel and financial potentials. An increase of incomes from sales of goods and services is foreseen for all the years of the medium term plan. The average annual rate of growth amounts to 5.8 %. The share of the export in the total incomes of sales of goods and services is growing from 51 % to 57% in the last year of the medium term. The average annual rate of growth of the export amounts to 12.3 %.

The consolidated balance sheet structure shows a good adjustment of asset sources and investments.

Končar – Electrical Industry Inc. Managing Board