

Croatian Financial Services  
Supervisory Agency

Miramarska 24 b  
10000 Zagreb

Zagreb, on 28<sup>th</sup> December 2012

**Subject: Končar – Elektroindustrija Inc. - Notice regarding the disposal of own shares**

Pursuant to Article 430 of the Croatian Capital Market Act, Končar – Elektroindustrija Inc. with headquarters in Zagreb, Fallerovo šetalište 22, disposed 4.458 of own shares (ticker KOEI-R-A) which makes 0.173 per cent of share capital .

After the above disposal, Končar – Elektroindustrija owns 664 of own shares (ticker KOEI-R-A) which comprise 0.026 per cent of the share capital and provide 0.026 per cent of the votes at the Assembly.

Yours faithfully,

Management Board of Končar – Elektroindustrija Inc.