

Croatian Financial Services
Supervisory Agency

Miramarska 24 b
10000 Zagreb

Zagreb, on 5th September 2018

Subject: Končar – Electrical Industry Inc. - Notice regarding the acquisition of own shares

Pursuant to Article 474 of the Croatian Capital Market Act, Končar – Electrical Industry Inc. with headquarters in Zagreb, Fallerovo šetalište 22, hereby notifies that the investment company Interkapital vrijednosni papiri d.o.o. made the following acquisitions of Company (treasury) shares in the name and on behalf of the Company at the regulated market of Zagreb Stock Exchange (ZSE):

- On 31 August 2018, 6 shares, identification code KOEI-RA, were acquired at a weighted average price of HRK 660,00 per share, representing 0.000233% of the Company's issued share capital.
- On 3 September 2018, 219 shares, identification code KOEI-RA were acquired at a weighted average price of HRK 660,00 per share, representing 0.00851 % of the Company's issued share capital.
- On 4 September 2018, 236 shares, identification code KOEI-RA were acquired at a weighted average price of HRK 660,00 per share, representing 0.00917 % of the Company's issued share capital.

After the aforementioned acquisition, Končar – Electrical Industry Inc. owns 11.153 of own shares (ticker KOEI-R-A) which comprise 0.434 per cent of the share capital and provide 0.434 per cent of the votes at the Assembly.

Yours faithfully,

Management Board of Končar – Electrical Industry Inc.