

Končar – Electrical Industry Inc.
Fallerovo šetalište 22, 10000 Zagreb
Ticker: KOEI-R-A
ISIN: HRKOEIRA0009
LEI: 74780000H0SHMRAW0115
Home Member State: Croatia
Regulated market segment of the Zagreb Stock Exchange

- Croatian Financial Services Supervisory Agency
- Zagreb Stock Exchange
- Croatian news agency
- Company web site

- regulated information

Zagreb, 9th July 2020

General Assembly of Končar – Electrical Industry Inc. held - resolutions passed

Pursuant to the provisions of the Regulation (EU) No. 596/2014 of the European Parliament and of the Council of 16th April 2014 on market abuse (Market Abuse Regulation), the Capital Market Law and the Stock Exchange Rules, we hereby notify that on 9th July 2020, starting at 12:00 PM, the General Assembly of Končar – Electrical Industry Inc. headquartered in Zagreb, Fallerovo šetalište 22 was held, where the agenda was determined and announced as was announced in the Invitation to the General Assembly of Končar – Electrical Industry Inc

The Annual General Meeting of the Company was held in the presence of holders of 2.054.616 shares amounting to 80,69 per cent of the Company Equity. Since 80,69 per cent of the Company Equity was present, conditions for operation of the AGM were fulfilled and all passed decision were valid.

The Chairman of the General Assembly was Joško Miliša, the President of the Supervisory Board of the Company, who was also the Chairman of the Annual General Meeting pursuant the Statutes of the Company. In addition to representatives of shareholders, Gordan Kolak, Company Managing Board President, as well as Company Supervisory and Managing Board Members were present at the Annual General Meeting.

The General Assembly of Končar – Electrical Industry Inc. adopted the following decisions:

Končar – Electrical Industry Inc.
Zagreb, Fallerovo šetalište 22

General Assembly

Pursuant to the provision of Article 220 of the Companies Act (Official Gazette Nos. 111/93, 34/99, 121/99, 52/00, 118/03, 107/07, 146/08, 137/09, 125/11, 111/12, 68 / 13, 110/15 and 40/19) the General Assembly of Končar – Electrical Industry Inc. on 09 July 2020 takes the following

Decision on the distribution of distributable profit for 2019

I Distributable profit in the amount of HRK 3,491,322.29 is allocated to retained profit.

Explanation

At the meeting of the Supervisory Board on 15 April 2020, the Management Board and the Supervisory Board of Končar – Electrical Industry Inc. approved the financial statements of the Company.

The net profit of Končar – Electrical Industry Inc. realized in the business year 2019 amounts to HRK 7,350,152.19. Profit in the amount of HRK 7,350,152.19 was allocated to:

| | | |
|-----------------------|---------------------|-------------------|
| - legal reserves (5%) | - in the amount of: | HRK 367,507.61, |
| - other reserves | - in the amount of: | HRK 3,491,322.29, |
| Total: | | HRK 3,858,829.90. |

The Management Board and the Supervisory Board proposed to the General Assembly of Končar – Electrical Industry Inc. that the remaining profit in the amount of HRK 3,491,322.29 be allocated to retained profit.

President of the General Assembly:

Joško Miliša

Končar – Electrical Industry Inc.
Zagreb, Fallerovo šetalište 22

General Assembly

Pursuant to the provision of Article 275 of the Companies Act (Official Gazette Nos. 111/93, 34/99, 121/99, 52/00, 118/03, 107/07, 146/08, 137/09, 125/11, 111/12, 68 / 13, 110/15 and 40/19) the General Assembly of Končar - Končar – Electrical Industry Inc. on 09 July 2020 takes the following

Decision

Discharge is given to the members of the Management Board for the management of business operations in 2019.

President of the General Assembly:

Joško Miliša

Končar – Electrical Industry Inc.
Zagreb, Fallerovo šetalište 22

General Assembly

Pursuant to the provision of Article 275 of the Companies Act (Official Gazette Nos. 111/93, 34/99, 121/99, 52/00, 118/03, 107/07, 146/08, 137/09, 125/11, 111/12, 68 / 13, 110/15 and 40/19) the General Assembly of Končar – Electrical Industry Inc. on 09 July 2020 takes the following

Decision

Discharge is given to the members of the Supervisory Board for supervising the management of the Company in 2019.

President of the General Assembly:

Joško Miliša

Končar – Electrical Industry Inc.
Zagreb, Fallerovo šetalište 22

General Assembly

Addiko Bank dd, Zagreb, Slavonska avenija 6, OIB: 14036333877 (hereinafter: Addiko Bank), in the name and for the account of PBZ CROATIA OSIGURANJA mandatory pension fund category B, OIB: 20455535575, represented by the attorney Vice Tomaš, OIB: 68767390750, based on 426,680 (in words: four hundred and twenty-six shares six hundred and eighty) ordinary shares of the issuer Končar - Elektroindustrija, dd, Zagreb, Fallerovo Šetalište 22, OIB: 45050126417 (hereinafter: the Company) (Fund account in the Central Depository and Clearing Company No. 3806944), and which shares of the Company account for more than one tenth of the share capital of the Company and which shares of the Company are held with the Central Depository and Clearing Company dd from Zagreb ("CDCC") in dematerialized form under the code KOEI-RA, and under the code HRKOEIRA0009, pursuant to the provision of Article 282 of the Companies Act (Official Gazette 111/93, 34/99, 121 - 99 - authentic interpretation, 52/00 - Decision of the Constitutional Court of the Republic of Croatia, 118/03, 107/07, 146/08, 137/09, 125/11, 111/12, 68 / 13, 110/15, 40/19 "), July 8, 2020 gives the following

The counterproposal
at the proposal of the Decision on the election of members of the Supervisory Board

The counter-proposal reads:

Pursuant to the provision of Article 275 of the Companies Act (Official Gazette nos. 111/93, 34/99, 121/99, 52/00, 118/03, 107/07, 146/08, 137/09, 125/11, 111 / 12, 68/13, 110/15 and 40/19) General Assembly of Končar - Elektroindustrija dd July 9, 2020 brings the following decision

I It is established that the members of the Supervisory Board:

- Vicko Ferić, OIB: 78639377930, Zagreb, Jurjevska 58,
- Branko Lampl, OIB: 60309355253, Zagreb, Petrova 40,
- Joško Miliša, OIB: 39972942361, Zagreb, Srebrnjak 131 i
- Nikola Anić, OIB: 52065340758, Zagreb, Dugavska 30

On July 12, 2020, the period for which they were elected members of the Supervisory Board expires.

II The following members of the Supervisory Board are elected:

- Branko Lampl, OIB: 60309355253, Zagreb, Petrova 40, pensioner,
- Joško Miliša, OIB: 39972942361, Zagreb, Srebrnjak 131, President of the Management Board of the Fund Management Company,
- Ivan Milčić, OIB: 73664447737, Zagreb, Drage Gervaisa 35, pensioner and
- Danko Škare, OIB: 29301266478, Zagreb, Ulica grada Vukovara 240, lawyer
for the period from 13 July 2020 to 12 July 2024

III A member of the Supervisory Board is elected:

- Mario Radaković, OIB: 98163346902, Zagreb, Palinovečka ulica 19g, advisor for finance, accounting and IT
for the period from October 14, 2020 to July 12, 2024.

IV This Decision shall enter into force on the day of its adoption, and point II of this Decision shall apply from 13 July 2020 and point III of this Decision from 14 October 2020.

Končar – Electrical Industry Inc., Fallerovo šetalište 22, 10000 Zagreb, Croatia, www.koncar.com

Explanation

The Supervisory Board of Končar - Elektroindustrije d.d. on 14 April 2020 proposed that the General Assembly elect Branko Lampla, Joško Miliša, Ivan Milčić, Danko Škara and Mario Radaković to the position of a member of the Supervisory Board in the period from 13 July 2020 to 12 July 2024, which proposal was published in the invitation to the General Assembly.

PBZ CROATIA OSIGURANJA mandatory pension fund category B agrees with the proposed candidates for the election of members of the Supervisory Board, with the proviso that Mario Radaković can not be elected from 13 July 2020. Namely, Mario Radaković in the period from 27.01.2012. to 10/13/2019 held the following positions in the Croatian Financial Services Supervisory Agency (hereinafter: Hanfa): Member of the Hanfa Management Board, Deputy Chairman of the Hanfa Management Board and Chief Sector Advisor at Hanfa and due to potential restrictions pursuant to Article 6 paragraph 8 of the Croatian Act to the Financial Services Supervisory Agency (OG 140/05, 12/12) as a member of the Management Board or an employee in the professional services of the Agency may not accept membership in the management or supervisory board of supervised entities for a period of one year after leaving office or employment with Hanfa. persons associated with them.

In accordance with the above, Mario Radaković can be elected to the Supervisory Board of Končar - Elektroindustrije d.d. only after the expiration of one year from holding office in Hanfa, and it is therefore proposed that he be elected to the position of a member of the Supervisory Board for the period from 14 October 2020 to 12 July 2024 as in this counter-proposal.

Attorney:

Vice Tomas

President of the General Assembly:

Joško Miliša

Končar – Electrical Industry Inc.
Zagreb, Fallerovo šetalište 22

General Assembly

Pursuant to the provisions of Articles 275 and 247 of the Companies Act (Official Gazette Nos. 111/93, 34/99, 121/99, 52/00, 118/03, 107/07, 146/08, 137/09, 125/11, 111/12, 68/13, 110/15 and 40/19) the General Assembly of Končar - Elektroindustrija d.d. on 09 July 2020 takes the following

Decision

The Remuneration Policy established by the Supervisory Board is approved in its entirety, without any objections.

President of the General Assembly:

Joško Miliša

Končar – Electrical Industry Inc.
Zagreb, Fallerovo šetalište 22

General Assembly

Pursuant to the provision of Article 275 of the Companies Act (Official Gazette Nos.111/93, 34/99, 121/99, 52/00, 118/03, 107/07, 146/08, 137/09, 125/11, 111/12, 68/13, 110/15 and 40/90) the General Assembly of Končar - Elektroindustrija d.d. on 09 July 2020 takes the following

Decision

The auditing company KPMG Croatia doo, Ivana Lučića 2a/17 from Zagreb is appointed as the auditor of the financial statements of the company Končar – Electrical Industry Inc. and the consolidated financial statements of the Končar Group for 2020.

President of the General Assembly:

Joško Miliša