



Pursuant provisions of Articles 220 and 300(d) of the Trading Company Act and provisions of Articles 22, 23 Para 2 and 24 of the Statutes of Končar – Electrical Industry Inc., on 4th April, 2011, the Managing Board and the Supervisory Board of Končar – Electrical Industry Inc. have passed the following

DECISION
On determination of 2010 Consolidated Financial Reports

The Supervisory Board and the Managing Board of Končar – Electrical Industry Inc. defined commonly 2010 Consolidated Financial Reports as follows:

1. Consolidated Balance Sheet including the sum of assets and liabilities in the amount of HRK 3,296,149,979

2. Consolidated income statement including following items:

• Total assets	- in the amount of HRK	2.826.291.704
• Total liabilities	- in the amount of HRK	2.624.646.630
• Profit before taxation	- in the amount of HRK	201.645.074
• Income tax	- in the amount of HRK	15.609.173
• Profit after taxation	- in the amount of HRK	186.035.901

3. Notes to 2010 Consolidated Financial Statements

Supervisory Board President

Managing Board President

Igor Lučić

Darinko Bago

Zagreb, 4th April, 2011

Pursuant provisions of Articles 220 and 300(d) of the Trading Company Act and provisions of Articles 22, 23 Para 2 and 24 of the Statutes of Končar – Electrical Industry Inc., on 4th April, 2011, the Managing Board and the Supervisory Board of Končar – Electrical Industry Inc. have passed the following

DECISION
On determination of 2010 Financial Reports

The Supervisory Board and the Managing Board of Končar – Electrical Industry Inc. defined commonly 2010 Financial Reports as follows:

1. Balance Sheet including the sum of assets and liabilities in the amount of HRK 1,548,168,499

2. Income statement including following items:

- | | | |
|--------------------------|------------------------|-------------|
| • Total assets | - in the amount of HRK | 234,587,768 |
| • Total liabilities | - in the amount of HRK | 173,072,679 |
| • Profit before taxation | - in the amount of HRK | 61,515,089 |
| • Income tax | - in the amount of HRK | 0 |
| • Profit after taxation | - in the amount of HRK | 61,515,089 |

3. Notes to 2010 Financial Statements

Supervisory Board President

Managing Board President

Igor Lučić

Darinko Bago

Zagreb, 4th April, 2011

Pursuant provisions of Article 220 of the Trading Company Act and provisions of Articles 22, 23 Para 2 and 24 of the Statutes of Končar – Electrical Industry Inc., on 4th April, 2011, the Managing Board and the Supervisory Board of Končar – Electrical Industry Inc. have passed the following

DECISION
On Allocation of 2010 Profits

I KONČAR – ELECTRICAL INDUSTRY Inc. net profits generated in the business year of 2010 amount to HRK 61,515,089.4. The profits in the amount of HRK 61,515,089.45 are allocated to:

- Legal reserves (5 %)	- in the amount of HRK	3,075,754.45
- Statutory reserves	- in the amount of HRK	8,786,953.29
- Reserves for acquisition of own shares	- in the amount of HRK	10,000,000.00
- Other reserves	- in the amount of HRK	8,786,953.30

Total	HRK	30,649,661.04
Rest of profits	HRK	30,865,428.00

II It is proposed to the KONČAR – ELECTRICAL INDUSTRY Inc. Annual General Meeting to:

- allocate the rest of profits generated in the business year of 2010 in the amount of HRK 30,865,428.00 to shareholders for the dividend. The stated amount represents the dividend of HRK 12.00 per share

(HRK 30,865,428.00: 2,572,119 shares = HRK 12.00 per share)

Supervisory Board President

Managing Board President

Igor Lučić

Darinko Bago

Zagreb, 4th April, 2011