

# ERICSSON NIKOLA TESLA BALANCE SHEET

AS AT JUNE 30, 2009

in HRK '000		
	31.12.2008. audited	30.06.2009. unaudited
<b>ASSETS</b>		
<b>A) RECEIVABLES FOR REGISTERED UNPAID CAPITAL</b>		
<b>B) NON-CURRENT ASSETS</b>	532,517	504,848
I. Intangible assets	6,265	5,391
II. Property, plant and equipment	163,289	168,099
III. Financial assets	7,445	7,412
IV. Receivables	342,511	310,939
V. Deferred tax assets	13,007	13,007
<b>C) CURRENT ASSETS</b>	987,111	911,885
I. Inventories	53,110	50,913
II. Receivables	566,367	543,317
III. Financial assets	49,331	50,011
IV. Cash and cash equivalents	318,303	267,644
<b>D) PREPAYMENTS AND ACCRUED INCOME</b>	1,290	3,389
<b>E) LOSS ABOVE CAPITAL</b>		
<b>F) TOTAL ASSETS</b>	1,520,918	1,420,122
<b>G) OFF-BALANCE SHEET ITEMS</b>	217,727	226,278
<b>EQUITY AND LIABILITIES</b>		
<b>A) EQUITY</b>	1,166,126	1,097,215
I. Share capital	133,165	133,165
II. Capital reserves		
III. Reserves from profit	33,759	37,379
IV. Revaluation reserve		
V. Retained earnings	794,834	891,862
VI. Accumulated losses		
VII. Profit for the year	204,368	34,809
VIII. Loss for the year		
IX. Minority interests		
<b>B) PROVISIONS</b>		
<b>C) NON-CURRENT LIABILITIES</b>	11,434	11,028
<b>D) CURRENT LIABILITIES</b>	218,068	180,287
<b>E) ACCRUED CHARGES AND DEFERRED REVENUE</b>	125,290	131,592
<b>F) TOTAL EQUITY AND LIABILITIES</b>	1,520,918	1,420,122
<b>G) OFF-BALANCE SHEET ITEMS</b>	217,727	226,278

## ERICSSON NIKOLA TESLA INCOME STATEMENT

FOR THE PERIOD JANUARY 1, 2009 TO JUNE 30, 2009

in HRK' 000, unaudited				
	2008		2009	
	Cumulative	Quarter	Cumulative	Quarter
<b>I. OPERATING INCOME</b>	807,511	426,681	626,205	325,901
1. Sales revenues	795,365	421,063	616,340	321,513
2. Revenues from sale of own products and services				
3. Other operating income	12,146	5,618	9,865	4,388
<b>II. OPERATING EXPENSES</b>	730,657	381,052	621,238	332,498
1. Decrease in inventories of finished goods and work in progress	11,121	5,299		
2. Increase in inventories of finished goods and work in progress			207	15,480
3. Raw material and consumables used	474,164	247,545	361,487	210,311
4. Staff costs	195,968	102,594	212,704	110,027
5. Depreciation and amortisation expense	37,987	18,033	32,224	16,139
6. Other costs	8,478	6,138	10,023	7,345
7. Impairment losses	1,035	232	3,139	3,139
8. Provisions				
9. Other operating expenses	1,904	1,211	1,868	1,017
<b>III. FINANCIAL INCOME</b>	39,078	21,095	48,686	25,072
1. Interest, foreign exchange gains, dividends and other income from related parties				
2. Interest, foreign exchange gains, dividends and other income from non-related and other entities	26,489	15,239	26,271	9,572
3. Income from associates and ownership interests				
4. Unrealised gains			7,040	6,305
5. Other financial income	12,589	5,856	15,375	9,195
<b>IV. FINANCIAL EXPENSES</b>	23,162	2,503	10,142	28,720
1. Interest, foreign exchange losses and other expenses with related parties				
2. Interest, foreign exchange losses and other expenses with non-related and other entities	20,069		511	28,720
3. Unrealised losses	3,093	2,503		
4. Other financial expenses			9,631	
<b>V. EXTRAORDINARY - OTHER INCOME</b>				
<b>VI. EXTRAORDINARY - OTHER EXPENSES</b>				
<b>VII. TOTAL INCOME</b>	846,589	447,776	674,891	350,973
<b>VIII. TOTAL EXPENSES</b>	753,819	383,555	631,380	361,218
<b>IX. PROFIT BEFORE TAX</b>	92,770	64,221	43,511	
<b>X. LOSS BEFORE TAX</b>				10,245
<b>XI. INCOME TAX EXPENSE</b>	18,554	12,844	8,702	2,049
<b>XII. PROFIT FOR THE PERIOD</b>	74,216	51,377	34,809	
<b>XIII. LOSS FOR THE PERIOD</b>				8,196

## ERICSSON NIKOLA TESLA STATEMENT OF CASH FLOW

FOR THE PERIOD JANUARY 1, 2009 TO JUNE 30, 2009

in HRK '000, unaudited		
	30.6.2008	30.6.2009
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
1. Profit before tax	92,770	43,511
2. Depreciation and amortisation	37,987	32,224
3. Increase in current liabilities	26,765	6,913
4. Decrease in current receivables	263,232	34,232
5. Decrease in inventories	9,029	2,197
6. Other increase in cash flow		
<b>I. Total increase in operating cash flow</b>	<b>429,783</b>	<b>119,077</b>
1. Decrease in current liabilities	27,280	37,782
2. Increase in current receivables	137,866	2,099
3. Increase in inventories		
4. Other decrease in cash flow	18,689	9,299
<b>II. Total decrease in operating cash flow</b>	<b>183,835</b>	<b>49,180</b>
<b>A1) NET INCREASE IN OPERATING CASH FLOW</b>	<b>245,948</b>	<b>69,897</b>
<b>A2) NET DECREASE IN OPERATING CASH FLOW</b>		
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
1. Proceeds from sale of property, plant and equipment and intangible assets	279	62
2. Net disposal of financial assets	11,753	
3. Interest received	26,489	20,390
4. Dividend received		
5. Other cash flow from investing activities	599	33
<b>III. Total cash flow from investing activities</b>	<b>39,120</b>	<b>20,485</b>
1. Purchases of property, plant and equipment and intangible assets	35,943	36,207
2. Purchase of financial instruments		680
3. Other cash flow used in investing activities		
<b>IV. Total cash flow used in investing activities</b>	<b>35,943</b>	<b>36,887</b>
<b>B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>3,177</b>	
<b>B2) NET DECREASE IN CASH FLOW USED IN INVESTING ACTIVITIES</b>		<b>16,402</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
1. Proceeds from issuance of financial instruments		
2. Proceeds from loans		
3. Other cash flow from financing activities		
<b>V. Total cash flow from financing activities</b>	<b>0</b>	<b>0</b>
1. Repayment of interest-bearing borrowings	333	1,016
2. Dividend paid	355,305	91,758
3. Repayment of finance lease		
4. Repurchase of treasury shares		11,380
5. Other cash flow used in financing activities		
<b>VI. Total cash flow used in financing activities</b>	<b>355,638</b>	<b>104,154</b>
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCING ACTIVITIES</b>		
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>355,638</b>	<b>104,154</b>
Total increase in cash flow		
Total decrease in cash flow	106,513	50,659
Cash and cash equivalents at the beginning of the period	338,276	318,303
Increase in cash and cash equivalents		
Decrease in cash and cash equivalents	106,513	50,659
Cash and cash equivalents at the end of the period	231,763	267,644

## ERICSSON NIKOLA TESLA STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD JANUARY 1, 2009 TO JUNE 30, 2009

in HRK '000, unaudited				
	Opening balance	Increase	Decrease	Closing balance
1. Share capital	133,165			133,165
2. Capital reserves				
3. Reserves from profit	33,759	15,000	11,380	37,379
4. Retained earnings	794,834	204,368	107,341	891,861
5. Profit for the period	204,368	34,809	204,368	34,809
6. Revaluation of property, plant and equipment				
7. Revaluation of intangible assets				
8. Revaluation of financial assets available for sale				
9. Other revaluations				
10. Currency translation differences from investment in a foreign operation				
11. Current and deferred taxes				
12. Cash flow hedge				
13. Changes in accounting policy				
14. Prior year adjustment				
15. Other changes in equity				
<b>16. Total increase / decrease in equity</b>	<b>1,166,126</b>	<b>254,177</b>	<b>323,089</b>	<b>1,097,214</b>