

OPERATIONAL RESULTS OF THE CROATIAN PRIVATIZATION FUND (CPF) IN THE PERIOD FROM I - III 2009.

The Croatian Privatization Fund (hereinafter - Fund) keeps its accounts in compliance with the Decree on Accountancy of Non-profit Organizations.

1. REVENUES + INFLOWS

A REVENUES

Revenues of the Fund as per Article 10 of the Law on the Fund include:

- dividends on shares i.e. business interests owned by the Fund
- revenues from the sale and lease of state property transferred to the Fund
- funds transferred to the Fund upon finalization of bankruptcy or liquidation procedure
- other revenues in compliance with the Law

In the period of I – III 2007 the total realized revenue amounted to **Kn 16.988.339** and in the same period of 2009 realized revenues amounted to **Kn 10.942.164** - which represents a decrease of **35,6 %**.

B FUNDS FROM THE SALE OF SHARES AND BUSINESS INTERESTS FROM THE PORTFOLIO OF THE CPF

Realized inflow from the sale of shares and interests paid to the accounts of the CPF in the period of I –III 2008 amounted to **Kn 20.952.930** while in the same period of 2009 it amounted to **Kn 5.739.023**.

C COVERAGE OF EXPENDITURES FROM THE FUNDS FROM THE SALE OF SHARES

If revenues are not sufficient for coverage of operation costs, the Fund uses funds for incorporation and activity of the Fund and in compliance with the Article 10 of the Law on the CPF they consist of:

- shares i.e. business interests transferred to the Fund
- fund realized by the sale of shares i.e. interests of the Fund in companies
- loans.

In the period of I - III 2009 realized revenue was less then incurred expenses by Kn 9.775.920 and for coverage of operation costs Fund used funds from the sale of shares and interests.

2. OPERATIONAL COSTS

For implementation of its tasks in accordance with the Law on Transformation of Socially-owned Enterprises and Privatization Law as on the 31.03.2008 the Fund had 177 employees. For salaries and coverage of other costs related to the operation of the Fund in the period I-III of the year 2009 spent was **Kn 20.718.084**.

BALANCE SHEET

for the period from January 1, to March 31, 2009

	Position 01.01.2009	Position 31.03.2009
ASSETS	15.884.681.676	15.755.257.744
I. TANGIBLE ASSETS (A+B+C)	259.199.578	259.436.692
A LONG TERM ASSETS (1+2)	7.684.708	7.896.250
1 <i>land</i>	7.417.411	7.417.411
2 <i>intangible assets</i>	267.297	478.839
B PRODUCED LONG TERM ASSETS (1 to 4)	250.992.836	251.018.408
1 <i>building structures</i>	247.936.543	247.936.543
2 <i>equipment and machinery</i>	2.904.852	2.930.424
3 <i>vehicles</i>	151.441	151.441
4 <i>other intangible assets</i>	0	0
C CURRENT ASSETS (1)	522.034	522.034
1 <i>Building structures in progress</i>	522.034	522.034
II. FINANCIAL ASSETS (1 to 5)	15.625.482.098	15.495.821.052
1 CASH AT BANKS AND IN HAND	235.881.464	130.733.661
2 DEPOSIT, GUARANTEES, SHARE BUYERS ETC.	583.243.404	538.783.426
3 LOANS	1.565.021.770	1.588.553.549
4 SHARES AND CAPITAL SHARE	13.115.964.756	13.116.164.755
5 RECEIVABLES FOR OPERATIONAL INCOME	125.370.704	121.585.661

	Position 01.01.2009	Position 31.03.2009
LIABILITIES AND RESOURCES (I + II)	15.884.681.676	15.755.257.744
I. LIABILITIES (A+B+C)	3.582.500.354	3.456.704.199
A LIABILITIES FOR OPERATIONAL EXPENDITURES (1 to 4)	1.655.524.428	1.541.079.024
1 <i>liabilities for salaries</i>	1.428.077	1.384.283
2 <i>liabilities for material expenditures</i>	1.933.556	1.377.368
3 <i>liabilities for financial expenditures</i>	2.734.589	2.323.503
4 <i>liabilities for advances, deposits and other liabilities</i>	1.649.428.206	1.535.993.870
B LIABILITIES FOR CREDITS AND LOANS (1 to 3)	1.804.730.172	1.795.607.713
1 <i>bank loans</i>	289.210.937	285.154.692
2 <i>foreign bank loans</i>	108.192.154	103.125.940
3 <i>domestic loans (Ministry of Finance of the Republic of Croatia)</i>	1.407.327.081	1.407.327.081
C ACCRUALS AND DEFERRED INCOME (1 to 2)	122.245.754	120.017.462
1 <i>accounts payable</i>	86.365	
2 <i>deferred accrued income</i>	122.159.389	120.017.462
II. OWN RESOURCES	12.302.181.322	12.298.553.545
1 own resources	12.175.388.652	12.308.329.456
2 income surplus	126.792.670	0
3 income deficit	0	9.775.911

PROFIT AND LOSS ACCOUNT
for the period from January 1, to March 31, 2009

	<i>PREVIOUS YEAR</i>	<i>CURRENT YEAR</i>
INCOME	16.988.339	10.942.164
1 INCOME FROM SALES AND SERVICES	165.170	79.201
2 INCOME FROM ASSETS	16.817.879	10.392.013
- Income from financial assets	15.370.200	3.321.721
- Income from non-financial assets	1.447.679	7.070.292
3 OTHER INCOME	5.290	470.950
EXPENDITURES	17.690.015	20.718.084
1 COSTS FOR EMPLOYEES	8.127.186	8.308.225
2 OPERATING CHARGES	5.262.861	4.584.845
- Costs for employees	341.665	279.186
- Cost of material and energy	408.676	449.968
- Cost of services	4.205.146	3.815.979
- Other unspecified costs	307.374	39.712
3 DEPRECIATION COSTS	308.573	237.114
4 FINANCIAL EXPENDITURES	3.971.607	7.554.506
5 DONATIONS	4.500	4.500
6 OTHER OPERATIONAL EXPENDITURE	15.288	28.894
OPERATIONAL INCOME DEFICIT	701.676	9.775.920