

OPERATIONAL RESULTS OF THE CROATIAN PRIVATIZATION FUND (CPF) IN THE PERIOD FROM I -XII 2010.

The Croatian Privatization Fund (hereinafter - Fund) keeps its accounts in compliance with the Decree on Accountancy of Non-profit Organizations and Rules on Book-keeping and Account Plan of Non-profit Organizations.

1. 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
- revenues from the sale of shares and business interests from the portfolio of the CPF

In the period of I - XII 2009 the total realized revenue amounted to **Kn 140.391.255.00** and in the same period of 2010 realized revenues amounted to **Kn 163.817.034.00** - which represents a increase of 16,7 %.

In the period of I - XII 2010 realized revenue exceeds then incurred expenses by Kn 88.887.473.00.

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 31.12.2010 the Fund had 164 employees. For salaries and coverage of other costs related to the operation of the Fund in the period I - XII of the year 2010 spent was **Kn 74.929.561.00.**

BALANCE SHEET

for the period from January 1, to December 31, 2010

Position 01.01.2010

Position 31.12.2010

ASSETS	12.368.136.874	10.755.365.847
I. TANGIBLE ASSETS (A+B+C)	313.083.699	311.945.747
A LONG TERM ASSETS (1+2)	7.609.543	7.585.362
1 <i>land</i>	7.398.954	7.478.931
2 <i>intangible assets</i>	210.589	106.431
B PRODUCED LONG TERM ASSETS (1 to 4)	304.926.907	303.860.716
1 <i>building structures</i>	302.236.312	302.142.856
2 <i>equipment and machinery</i>	2.573.830	1.635.771
3 <i>vehicles</i>	116.765	82.089
4 <i>other intangible assets</i>	0	0
C CURRENT ASSETS (1)	547.249	499.669
1 <i>Building structures in progress</i>	547.249	499.669
II. FINANCIAL ASSETS (1 to 5)	12.055.053.175	10.443.420.100
1 CASH AT BANKS AND IN HAND	39.567.194	12.794.454
2 DEPOSIT, GUARANTEES, SHARE BUYERS ETC.	520.209.674	489.560.632
3 LOANS	907.370.193	822.667.988
4 SHARES AND CAPITAL SHARE	10.458.854.579	8.957.589.152
5 RECEIVABLES FOR OPERATIONAL INCOME	129.051.535	160.807.874

	Position 01.01.2010	Position 31.12.2010
LIABILITIES AND RESOURCES (I + II)	12.368.136.874	10.755.365.847
I. LIABILITIES (A+B+C)	3.948.710.248	4.125.276.157
A LIABILITIES FOR OPERATIONAL EXPENDITURES (1 to 4)	1.113.536.844	1.185.249.027
1 <i>liabilities for salaries</i>	2.719.400	2.578.302
2 <i>liabilities for material expenditures</i>	924.643	1.628.041
3 <i>liabilities for financial expenditures</i>	2.213.767	3.189.725
4 <i>liabilities for advances, deposits and other liabilities</i>	1.107.679.034	1.177.852.959
B LIABILITIES FOR CREDITS AND LOANS (1 to 3)	1.808.786.111	1.905.072.818
1 <i>bank loans</i>	262.507.834	360.855.416
2 <i>foreign bank loans</i>	140.561.107	122.324.424
3 <i>domestic loans (Ministry of Finance of the Republic of Croatia)</i>	1.405.717.170	1.421.892.978
C ACCRUALS AND DEFERRED INCOME (1 to 2)	1.026.387.293	1.034.954.312
1 <i>accounts payable</i>	53.609	0
2 <i>deferred accrued income</i>	1.026.333.684	1.034.954.312
II. OWN RESOURCES	8.419.426.626	6.630.089.690
1 own resources	8.234.922.323	6.356.697.914
2 income surplus	184.504.303	273.391.776
3 income deficit	0	0

PROFIT AND LOSS ACCOUNT
for the period from January 1, to December 31, 2010

	<i>PREVIOUS YEAR</i>	<i>CURRENT YEAR</i>
INCOME	140.391.255	163.817.067
1 INCOME FROM SALES AND SERVICES	1.053.262	944.038
2 INCOME FROM ASSETS	137.943.881	160.422.854
- Income from financial assets	121.622.057	152.738.044
- Income from non-financial assets	16.321.824	7.684.810
3 OTHER INCOME	1.394.112	2.450.175
EXPENDITURES	82.679.622	74.929.561
1 COSTS FOR EMPLOYEES	33.406.822	32.456.899
2 OPERATING CHARGES	15.043.061	11.592.658
- Costs for employees	1.058.881	955.710
- Cost of material and energy	1.369.871	1.257.640
- Cost of services	12.345.647	8.935.948
- Other unspecified costs	268.662	443.360
3 DEPRECIATION COSTS	838.921	924.647
4 FINANCIAL EXPENDITURES	32.980.689	29.452.017
5 DONATIONS AND OTHER OPERATIONAL EXPENDITURE	410.129	503.340
OPERATIONAL INCOME SURPLUS	57.711.633	88.887.506