

OPERATIONAL RESULTS OF THE CROATIAN PRIVATIZATION FUND (CPF) IN THE PERIOD FROM I - III 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 - III 2008 the total realized revenue amounted to **Kn 10.942.164.00** and in the same period of 2010 realized revenues amounted to **Kn 47.383.539.00** - which represents a increase of 233,0%.

In the period of I - III 2010 realized revenue exceeds then incurred expenses by Kn 29.174.466.00.

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 31.03.2010 the Fund had 175 employees. For salaries and coverage of other costs related to the operation of the Fund in the period I - III of the year 2010 spent was **Kn 18.209.073.00.**

BALANCE SHEET

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

Position 01.01.2010

Position 31.03.2010

ASSETS	12.368.136.874	12.332.984.206
I. TANGIBLE ASSETS (A+B+C)	313.083.699	313.128.501
A LONG TERM ASSETS (1+2)	7.609.543	7.609.543
1 <i>land</i>	7.398.954	7.398.954
2 <i>intangible assets</i>	210.589	210.589
B PRODUCED LONG TERM ASSETS (1 to 4)	304.926.907	304.971.709
1 <i>building structures</i>	302.236.312	302.236.312
2 <i>equipment and machinery</i>	2.573.830	2.618.632
3 <i>vehicles</i>	116.765	116.765
4 <i>other intangible assets</i>	0	0
C CURRENT ASSETS (1)	547.249	547.249
1 <i>Building structures in progress</i>	547.249	547.249
II. FINANCIAL ASSETS (1 to 5)	12.055.053.175	12.019.855.705
1 CASH AT BANKS AND IN HAND	39.567.194	29.241.614
2 DEPOSIT, GUARANTEES, SHARE BUYERS ETC.	520.209.674	483.124.286
3 LOANS	907.370.193	822.476.363
4 SHARES AND CAPITAL SHARE	10.458.854.579	10.562.893.778
5 RECEIVABLES FOR OPERATIONAL INCOME	129.051.535	122.119.664

	Position 01.01.2010	Position 31.03.2010
LIABILITIES AND RESOURCES (I + II)	4.975.097.541	4.917.984.206
I. LIABILITIES (A+B+C)	3.948.710.248	3.880.493.134
A LIABILITIES FOR OPERATIONAL EXPENDITURES (1 to 4)	1.113.536.844	1.110.821.733
1 <i>liabilities for salaries</i>	2.719.400	2.741.575
2 <i>liabilities for material expenditures</i>	924.643	543.351
3 <i>liabilities for financial expenditures</i>	2.213.767	1.857.641
4 <i>liabilities for advances, deposits and other liabilities</i>	1.107.679.034	1.105.679.166
B LIABILITIES FOR CREDITS AND LOANS (1 to 3)	1.808.786.111	1.788.541.381
1 <i>bank loans</i>	262.507.834	248.459.498
2 <i>foreign bank loans</i>	140.561.107	134.364.713
3 <i>domestic loans (Ministry of Finance of the Republic of Croatia)</i>	1.405.717.170	1.405.717.170
C ACCRUALS AND DEFERRED INCOME (1 to 2)	1.026.387.293	981.130.020
1 <i>accounts payable</i>	53.609	0
2 <i>deferred accrued income</i>	1.026.333.684	981.130.020
II. OWN RESOURCES	1.026.387.293	1.037.491.072
1 own resources	53.609	823.812.303
2 income surplus	1.026.333.684	213.678.769
3 income deficit	0	0

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

	<i>PREVIOUS YEAR</i>	<i>CURRENT YEAR</i>
INCOME	10.942.164	47.383.539
1 INCOME FROM SALES AND SERVICES	79.201	294.074
2 INCOME FROM ASSETS	10.392.013	46.581.280
- Income from financial assets	3.321.721	46.006.202
- Income from non-financial assets	7.070.292	575.078
3 OTHER INCOME	470.950	508.185
EXPENDITURES	20.718.084	18.209.073
1 COSTS FOR EMPLOYEES	8.308.225	8.181.726
2 OPERATING CHARGES	4.584.845	3.190.886
- Costs for employees	279.186	288.617
- Cost of material and energy	449.968	429.105
- Cost of services	3.815.979	2.315.348
- Other unspecified costs	39.712	157.816
3 DEPRECIATION COSTS	237.114	44.802
4 FINANCIAL EXPENDITURES	7.554.506	6.788.538
5 DONATIONS	4.500	0
6 OTHER OPERATIONAL EXPENDITURE	28.894	3.121
OPERATIONAL INCOME DEFICIT	9.775.920	
OPERATIONAL INCOME SURPLUS		29.174.466