

ATTACHMENT 1

Reporting period:

1.1.2009

till

30.6.2009

Quarterly financial statements of the company – TFI-PODIdentification number (MB): **03275531**Company's identification
no (MBS): **080010093**Personal identification number
(OIB): **47911242222**Issuer's company: **Dalekovod d.d.**Zip code and place: **10000** **Zagreb**Street and house number: **Marijana Čavića 4**E-mail address: **dalekovod@dalekovod.hr**Internet address: **www.dalekovod.hr**City and municipality/town name: **133** **Zagreb**Code and county name: **21** **City of Zagreb** Number of employees: **1.532**

(at the end of the quarter)

Consolidated statements: **NO** Company's national classification code: **4299**

Companies of the company to be consolidated (acc. to IFR

Registered seat:

COMPANY NO.:

Bookkeeping service: _____

Contact person: **Viktor Horvatinović, B.Sc. (Econ.)**

(only contact person's surname and first name are to be entered)

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(person authorized for representation)

Documentation to be published:

1. Financial statements (balance sheet, profit and loss account, cash flow report, report of changes) to capital and notes accompanied to financial statements
2. Statement of persons responsible for preparing financial statements
3. Report by the Management Board on a position of the company

PLACE OF SEAL

(signature of a person authorized for representation)

BALANCE SHEET

Balance as at

30.6.2009

Amounts in thousand of Kuna

Name of position	AOP designation	Previous period	Current period
1	2	3	4
ASSETS			
A) RECEIVABLES FOR SUBSCRIBED CAPITAL, UNPAID	001	0	0
B) FIXED ASSETS	002	653.178	680.158
I. INTANGIBLE ASSETS	003	18.156	16.054
II. TANGIBLE ASSETS	004	491.707	479.291
III. LONG-TERM FINANCIAL ASSETS	005	143.315	184.813
IV. RECEIVABLES	006	0	0
V. DEFERRED TAX ASSETS	007	0	0
C) CURRENT ASSETS	008	1.926.629	1.898.127
I. INVENTORIES	009	691.663	568.918
II. RECEIVABLES	010	1.077.846	1.247.103
III. SHORT-TERM FINANCIAL ASSETS	011	52.400	39.540
IV. CASH IN BANK AND IN HAND	012	104.720	42.566
D) PREPAYMENTS AND ACCRUED INCOME	013	10.943	12.940
E) LOSS EXCEEDING CAPITAL	014	0	0
F) TOTAL ASSETS	015	2.590.750	2.591.225
G) OFF-BALANCE ITEMS	016	335.792	336.034
LIABILITIES			
A) CAPITAL AND RESERVES	017	578.021	598.500
I. SUBSCRIBED SHARE CAPITAL	018	229.381	229.381
II. CAPITAL RESERVES	019	0	0
III. RESERVES FROM PROFIT	020	262.534	260.135
IV. REVALUATION RESERVES	021	3.591	3.591
V. RETAINED PROFIT	022	0	82.515
VI. LOSS CARRIED FORWARD	023	0	0
VII. PROFIT FOR THE FISCAL YEAR	024	82.515	22.878
VII. LOSS FOR THE FISCAL YEAR	025	0	0
IX. MINORITY INTEREST	026	0	0
B) PROVISIONS	027	7.190	7.189
C) LONG-TERM LIABILITIES	028	183.957	208.646
D) SHORT-TERM LIABILITIES	029	1.744.194	1.696.386
E) ACCRUALS AND DEFERRED INCOME	030	77.388	80.504
F) TOTAL – LIABILITIES	031	2.590.750	2.591.225
G) OFF-BALANCE ITEMS	032	335.792	336.034
ADDITION TO THE BALANCE SHEET (to be filled in by the company preparing consolidated financial statements)			
CAPITAL AND RESERVES			
1. Ascribed to holders of capital of the principal office	033		
2. Ascribed to minority interest	034		

PROFIT AND LOSS ACCOUNT

for the period

1.1.2009

till

30.6.2009

Amounts in thousand of Kuna

Name of position	AOP designa tio	Previous period		Current period	
		Cumulatively	Quarter	Cumulatively	Quarter
		1	2	3	4
I. OPERATING INCOME	035	816.091	460.803	1.183.946	722.346
1. Income from sales	036	792.003	444.310	1.152.789	709.258
2. Income from use of own products, goods and services	037	10.218	9.107	16.558	5.375
3. Other operating income	038	13.870	7.386	14.599	7.713
II. OPERATING EXPENSES	039	776.812	444.955	1.168.165	725.621
1. Decrease in value of inventories of non-finished production and finished products	040	0	0	80.917	76.779
2. Increase in value of inventories of non-finished production and finished products	041	41.325	23.235	0	0
3. Tangible costs	042	594.158	360.972	859.476	524.256
4. Staff costs	043	135.387	66.555	129.497	63.403
5. Depreciation	044	21.686	11.022	22.399	11.160
6. Other costs	045	65.396	39.575	59.779	37.463
7. Value adjustment	046	229	-10.693	185	0
8. Provisions	047	0	0	0	0
9. Other operating expenses	048	1.280	759	15.910	12.560
III. FINANCIAL INCOME	049	4.821	2.000	15.989	5.999
1. Interests, foreign currency differences, dividends and similar income generated from affiliated companies	050	127	59	122	80
2. Interests, foreign currency differences, dividends and similar income generated from non-affiliated companies and other persons	051	4.554	1.941	15.216	5.268
3. A portion of income from affiliated companies and participating interests	052	0	0	0	0
4. Non-realized gains (revenues)	053	140	0	651	651
5. Other financial income	054	0	0	0	0
IV FINANCIAL EXPENSES	055	18.329	10.449	27.386	17.496
1. Interests, foreign currency differences and other expenses with affiliated companies	056	1	0	477	105
2. Interests, foreign currency differences and other expenses generated from non-affiliated companies and other persons	057	18.007	10.201	26.614	17.243
3. Non-realized losses (expenses) from financial assets	058	322	247	295	148
4. Other financial expenses	059	0	0	0	0
V. OTHER EXTRAORDINARY INCOME	060	3.871	3.720	30.133	29.429
V. OTHER EXTRAORDINARY EXPENSES	061	0	0	654	654
VII. TOTAL INCOME	062	824.783	466.522	1.230.068	757.774
VIII. TOTAL EXPENSES	063	795.141	455.403	1.196.205	743.771
IX. PROFIT BEFORE TAX	064	29.642	11.119	33.863	14.003
X. LOSS BEFORE TAXATION	065	0	0	0	0
XI. INCOME TAX	066	11.086	5.367	10.985	5.617
XII. PROFIT FOR THE PERIOD	067	18.556	5.752	22.878	8.386
XIII. LOSS FOR THE PERIOD	068				

ADDITION TO THE P&L (to be filled in by the company preparing consolidated annual financial statements)					
XIV. * PROFIT ASCRIBED TO HOLDERS OF CAPITAL OF THE PRINCIPAL OFFICE	069				
XI. * PROFIT ASCRIBED TO MINORITY INTEREST	070				
XVI. * LOSS ASCRIBED TO HOLDERS OF CAPITAL OF THE PRINCIPAL OFFICE	071				
XVII. * LOSS ASCRIBED TO MINORITY INTEREST	072				

CASH FLOW REPORT – Indirect method

During the period 1.1.2009 till 30.6.2009

Amounts in thousand of Kuna

Name of position	AOP designa tio	Previous period	Current period
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Pre-tax profit	073	29.642	33.863
2. Depreciation	074	21.686	22.399
3. Increase in short-term liabilities	075	0	143.521
4. Decrease in short-term receivables	076	0	0
5. Reduction of inventories	077	0	122.745
6. Other increase in cash flow	078	3.818	1.359
I. Total increase in cash flow from operating activities	079	55.145	323.886
1. Decrease in short-term liabilities	080	160.246	0
2. Increase in short-term receivables	081	36.697	172.420
3. Increase in inventories	082	100.624	0
4. Other decrease in cash flow	083	0	0
II. Total decrease in cash flow from operating activities	084	297.566	172.420
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	085	0	151.466
A2) NET DECREASE IN CASH FLOW FROM OPERATING ACTIVITIES	086	242.421	0
CASH FLOW FROM INVESTMENT ACTIVITIES			
1. Cash receipts from sale of fixed tangible and intangible assets	087	62	24.837
2. Cash receipts from sale of treasury and debt instruments	088	407.765	435.776
3. Cash receipts from interests	089	1.414	527
4. Cash receipts from dividends	090	0	0
5. Other Cash receipts from investment activities	091	0	0
III. Total cash receipts from investment activities	092	409.241	461.140
1. Expenditures for buying fixed tangible assets and intangible assets	093	18.903	29.602
2. Expenditures for acquisition of treasury and debt financial instruments	094	287.108	464.415
3. Other expenditures from investment activities	095	0	0
IV. Total expenditures from investment activities	096	306.011	494.017
B1) NET INCREASE IN CASH FLOW FROM INVESTMENT ACTIVITIES	097	103.230	0
B2) NET DECREASE IN CASH FLOW FROM INVESTMENT ACTIVITIES	098	0	32.877
CASH FLOW FROM FINANCIAL ACTIVITIES			
1. Cash receipts from issuance of treasury and debt financial instruments	099	0	6.696
2. Cash receipts from loan principal, bonds, borrowings and other loans	100	457.845	233.025
3. Total cash receipts from financial activities	101	0	0
V. Total cash receipts from financial activities	102	457.845	239.721
1. Expenditures for repayment of loan principal and bonds	103	329.000	401.232
2. Expenditures for payment of dividends	104	0	0
3. Expenditures for financial leasing	105	0	16.833
4. Expenditures for redemption of treasury shares	106	0	2.399
5. Other expenditures from financial activities	107	0	0
VI. Total expenditures from financial activities	108	329.000	420.464
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	109	128.845	0
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	110	0	180.743
Total increase in cash flow	111	0	0
Total decrease in cash flow	112	10.346	62.154
Cash and cash equivalents at the beginning of the period	113	32.894	104.720
Increase in cash and cash equivalents	114	0	0
Decrease in cash and cash equivalents	115	10.346	62.154
Cash and cash equivalents at the end of the period	116	22.548	42.566

REPORT OF CHANGES TO CAPITAL

From 1.1.2009 till 30.6.2009

nouns in thousand of Ku

Name of position	AOP designation	Previous period	Increase	Decrease	Current period
1	2	31.12. Previous years		3	4
1. Subscribed capital	117	229.381			229.381
2. Capital reserves	118	0			
3. Reserves from profit	119	262.534		2.399	260.135
4. Retained profit or loss carried forward	120		82.515		82.515
5. Profit or loss for the current year	121	82.515	22.878	82.515	22.878
6. Revaluation of fixed tangible assets	122	3.591			3.591
7. Revaluation of intangible assets	123				
8. Revaluation of financial assets disposable for sale	124				
9. Other revaluation	125				
10. Foreign currency differences with respect to net foreign investments	126				
11. Current and deferred taxes (part)	127				
12. Protection of cash flow	128				
13. Changes to accounting policies	129				
14. Correction of significant errors for the previous period	130				
15. Other changes to capital	131				
16. Total increase or decrease in capital	132	578.021	105.393	84.914	598.500
16a. Ascribed to holders of capital of the principal office	133				
16b. Ascribed to minority interest	134				

Notes accompanied to financial statements

NOTES ACCOMPANIED TO QUARTERLY FINANCIAL STATEMENTS

1. MEMBERS OF THE MANAGEMENT BOARD OF THE COMPANY

1. Chairman: Miličić Luka, B.Sc. (in Constr.), M.Sc.
2. Deputy Chairman - Member: Krešo Kraljević, B.Sc. (Electr. Eng.)
3. Member: Tomislav Belamarić, B.Sc. (Electr. Eng.)

2. MEMBERS OF THE SUPERVISORY BOARD

Chairman: Marijan Pavlović
Member: Anđa Bošković
Member: Gordan Mirošević
Member: Ivan Radotić
Member: Alda Zaninović
Member: Velimir Đurđević
Member: Željko Poljak

3. TEN MAJOR SHAREHOLDERS:

NAME	ADDRESS:	NUMBER:	PORTIO
CTG d.o.o.	Zagreb, Srednjaci 10	358.674	15,64%
PBZ d.d. Collective custodian account	Zgb, Račkog 6	68.069	2,97%
HPB d.d./Kapitalni fond d.d.	Zgb, Jurišićeva 4	44.071	1,92%
Societe generale - Splitska banka d.d.	Split, R. Boškovića 16	38.607	1,68%
Miličić Luka	Zagreb, Čačkovićeveva 7a	22.469	0,98%
Kraljević Krešo	Zagreb, Milana Rešetara 26	21.029	0,92%
Belamarić Tomislav	Zgb, Lastovska 5	20.669	0,90%
PBZ d.d. State street client account	Zgb, Račkog 6	20.341	0,89%
Mirošević Gordan	Zgb, Papova 10	19.463	0,85%
Alujević Branimir	Trnjanska cesta 64	19.463	0,85%
Dalekovod d.d. treasury		43.934	1,92%

4. DIVISION OF SHARES:

There was no issue of shares.

5. EARNING PER SHARE

Earning per share in the first semi-annual period in 2009 amounted to HRK 9.97.

6. CHANGES TO EQUITY STRUCTURE

The portion of PBZ d.d. has been reduced. The client's custodian account is in equity structure and it therefore is not included in the ten major shareholders.

7. ACQUISITION AND MERGER

During the first semi-annual period in 2009 there were no acquisitions and mergers.

8. UNCERTAINTY

During the first semi-annual period there were no identified bad and doubtful debts affecting the continuity of business operation.

9. DESCRIPTION OF PRODUCTS AND SERVICES

Dalekovod d.d has with time specialized for performance of the agreement according to the „turn key“ in the following areas:

- electric power supply facilities, especially for overhead transmission lines 0,4 to 500 kV
- substations of all levels and voltage levels up to 500 kV
- overhead, underground and underwater cables up to 110 kV
- telecommunication facilities
- all kinds of networks and antennas
- production of suspension and jointing equipment for all types of overhead lines and for substations from 0,4 to 500 kV
- buildings and installation of all metal parts for traffic roads, especially for road lighting, protective fencing and traffic signalization
- tunnel lighting and traffic management
- electrification of railways and trams in towns

10. CHANGES TO ACCOUNTING POLICIES

There are no new accounting policies.

11. LEGAL ISSUES

There are no legal issues unresolved significantly affecting the Company's operations.