

Ericsson Nikola Tesla balance sheet

as at 31 March 2007

(HRK '000)

	31/12/2006	31/12/2007
ASSETS		
Non-current assets	607,587	621,446
Intangible assets	3,888	4,867
Tangible assets	200,333	193,730
Financial assets	21,275	21,404
Receivables	382,091	401,445
Current assets	1,333,994	1,331,997
Inventories	30,608	249,133
Trade account receivables	560,526	453,457
Other receivables	25,141	20,866
Financial assets	436,952	341,459
Cash and cash equivalents	280,767	267,082
Prepayments and accrued income	1,249	2,032
TOTAL ASSETS	1,942,830	1,955,475
EQUITY AND LIABILITIES		
Equity and reserves	1,572,493	1,607,715
Share capital	133,165	133,165
Reserves	1,205,555	1,439,328
Profit/loss for current year	233,773	35,222
Long term provisions for risks and expenses	14,734	11,873
Non-current liabilities	5,746	5,513
Current liabilities	203,183	200,804
Trade and other payables	133,979	140,951
Current financial liabilities	59,444	45,423
Other current liabilities	9,760	14,430
Accruals and deferred income	146,674	129,570
TOTAL EQUITY AND LIABILITIES	1,942,830	1,955,475
Off-balance items	112,098	122,099

Ericsson Nikola Tesla income statement

(HRK '000)

	<i>Jan-March 2006</i>	<i>Jan-March 2007</i>
INCOME		
Operating income	319,669	291,539
Sales revenue in Croatia	104,785	116,215
Revenue on export sales	206,996	168,496
Other income	7,888	6,828
Financial income	46,268	19,226
Foreign exchange gains	0	1,559
Interests and other financial income	46,268	17,667
TOTAL INCOME	365,937	310,765
EXPENSES		
<i>Change in inventory of finished goods and in work in progress</i>	105	4,991
Operating expenses	318,285	261,736
Material costs	191,085	156,757
Staff costs	76,527	84,150
Depreciation	17,131	19,716
Value adjustments and provisions	27,232	723
Other expenses	6,310	390
Financial expenses	11,819	11
Foreign exchange losses	8,921	0
Interest and other financial expenses	2,898	11
TOTAL EXPENSES	330,209	266,738
PROFIT OR LOSS		
Profit before tax	35,728	44,027
Profit tax	7,146	8,805
Net profit	28,582	35,222

Ericsson Nikola Tesla statment of cash flow

(HRK '000)

	<i>Jan-March 2006</i>	<i>Jan-March 2007</i>
Cash flow from operating activities	-29,395	-112,391
Profit/loss after taxes	28,582	35,222
Depreciation	17,131	19,716
Increase/decrease in inventories	355	-218,525
Increase/decrease in receivables	126,658	107,069
Increase/decrease in other current receivables	-24,379	4,275
Increase/decrease in prepayments and accrued income	885	-783
Increase/decrease in trade payables	-88,719	6,972
Increase/decrease in long term provisions	151	-2,861
Increase/decrease in accruals and deferred income	-10,430	-17,104
Increase/decrease in long term receivables	-57,965	-19,354
Increase/decrease in current financial assets	-8,921	-17,667
Increase/decrease in other long term liabilities	0	0
Increase/decrease in other items	-12,743	-9,351
Cash flow from investing activities	21,605	98,939
Purchase of fixed tangible and intangible assets	-22,550	-14,092
Acquisition of subsidiaries	0	0
Acquisition of minority interests	0	0
Increase/decrease in long-term financial assets	36,065	95,364
Revenue from the sale of tangible and intangible assets	0	0
Dividends paid	0	0
Increase/decrease in other items	8,090	17,667
Cash flow from financial activities	-132,174	-233
Increase of capital by the new issue of shares	-131,403	0
Increase/decrease in long-term loans liabilities	0	0
Increase/decrease in other long-term liabilities	-771	-233
Increase/decrease in current loans liabilities	0	0
Increase/decrease in other items	0	0
Net increase/decrease in cash and cash equivalents	-139,964	-13,685
Cash and cash equivalents at the beginning of the period	192,320	280,767
Cash and cash equivalents at the end of the period	52,356	267,082