

ERICSSON NIKOLA TESLA BALANCE SHEET

as at Sep 30, 2009

| in HRK '000 | | |
|---|---------------------|-----------------------|
| | 31.12.2008. audited | 30.09.2009. unaudited |
| ASSETS | | |
| A) RECEIVABLES FOR REGISTERED UNPAID CAPITAL | | |
| B) NON-CURRENT ASSETS | 532,518 | 488,719 |
| I. Intangible assets | 6,265 | 4,888 |
| II. Property, plant and equipment | 163,289 | 158,533 |
| III. Financial assets | 7,445 | 6,687 |
| IV. Receivables | 342,511 | 305,603 |
| V. Deferred tax assets | 13,008 | 13,008 |
| C) CURRENT ASSETS | 987,111 | 1,015,186 |
| I. Inventories | 53,110 | 41,961 |
| II. Receivables | 566,367 | 533,776 |
| III. Financial assets | 49,331 | 46,059 |
| IV. Cash and cash equivalents | 318,303 | 393,390 |
| D) PREPAYMENTS AND ACCRUED INCOME | 1,290 | 5,863 |
| E) LOSS ABOVE CAPITAL | | |
| F) TOTAL ASSETS | 1,520,919 | 1,509,768 |
| G) OFF-BALANCE SHEET ITEMS | 217,727 | 235,298 |
| EQUITY AND LIABILITIES | | |
| A) EQUITY | 1,166,127 | 1,148,054 |
| I. Share capital | 133,165 | 133,165 |
| II. Capital reserves | | |
| III. Reserves from profit | 33,760 | 37,379 |
| IV. Revaluation reserve | | |
| V. Retained earnings | 794,834 | 897,862 |
| VI. Accumulated losses | | |
| VII. Profit for the year | 204,368 | 79,648 |
| VIII. Loss for the year | | |
| IX. Minority interests | | |
| B) PROVISIONS | | |
| C) NON-CURRENT LIABILITIES | 11,434 | 10,703 |
| D) CURRENT LIABILITIES | 218,068 | 229,687 |
| E) ACCRUED CHARGES AND DEFERRED REVENUE | 125,290 | 121,324 |
| F) TOTAL EQUITY AND LIABILITIES | 1,520,919 | 1,509,768 |
| G) OFF-BALANCE SHEET ITEMS | 217,727 | 235,298 |

ERICSSON NIKOLA TESLA INCOME STATEMENT

for the period Jan 1, 2009 to Sep 30, 2009

| in HRK' 000, unaudited | | | | |
|---|------------|---------|------------|---------|
| | 2008 | | 2009 | |
| | Cumulative | Quarter | Cumulative | Quarter |
| I. OPERATING INCOME | 1,325,053 | 517,542 | 1,022,569 | 396,364 |
| 1. Sales revenues | 1,308,358 | 512,993 | 1,008,570 | 392,230 |
| 2. Revenues from sale of own products and services | | | | |
| 3. Other operating income | 16,695 | 4,549 | 13,999 | 4,134 |
| II. OPERATING EXPENSES | 1,202,352 | 471,695 | 991,243 | 370,006 |
| 1. Decrease in inventories of finished goods and work in progress | | | 8,646 | 8,854 |
| 2. Increase in inventories of finished goods and work in progress | 12,602 | 23,723 | | |
| 3. Raw material and consumables used | 843,617 | 369,453 | 593,457 | 231,970 |
| 4. Staff costs | 296,054 | 100,086 | 312,727 | 100,023 |
| 5. Depreciation and amortisation expense | 55,898 | 17,911 | 48,333 | 16,109 |
| 6. Other costs | 10,877 | 2,399 | 18,343 | 8,320 |
| 7. Impairment losses | 4,414 | 3,379 | 6,179 | 3,040 |
| 8. Provisions | | | | |
| 9. Other operating expenses | 4,094 | 2,190 | 3,558 | 1,690 |
| III. FINANCIAL INCOME | 46,058 | 6,980 | 52,461 | 16,766 |
| 1. Interest, foreign exchange gains, dividends and other income from related parties | | | | |
| 2. Interest, foreign exchange gains, dividends and other income from non-related and other entities | 31,868 | 5,379 | 30,121 | 6,654 |
| 3. Income from associates and ownership interests | | | | |
| 4. Unrealised gains | | | 3,088 | |
| 5. Other financial income | 14,190 | 1,601 | 19,252 | 10,112 |
| IV. FINANCIAL EXPENSES | 35,381 | 12,219 | 4,139 | 6,987 |
| 1. Interest, foreign exchange losses and other expenses with related parties | | | | |
| 2. Interest, foreign exchange losses and other expenses with non-related and other entities | 21,606 | 1,537 | 743 | 3,035 |
| 3. Unrealised losses | 13,775 | 10,682 | | |
| 4. Other financial expenses | | | 3,396 | 3,952 |
| V. EXTRAORDINARY - OTHER INCOME | | | | |
| VI. EXTRAORDINARY- OTHER EXPENSES | | | | |
| VII. TOTAL INCOME | 1,371,111 | 524,522 | 1,075,030 | 413,130 |
| VIII. TOTAL EXPENSES | 1,237,733 | 483,914 | 995,382 | 376,993 |
| IX. PROFIT BEFORE TAX | 133,378 | 40,608 | 79,648 | 36,137 |
| X. LOSS BEFORE TAX | | | | |
| XI. INCOME TAX EXPENSE | 26,676 | 8,122 | 0 | 8,702 |
| XII. PROFIT FOR THE PERIOD | 106,702 | 32,486 | 79,648 | 44,839 |
| XIII. LOSS FOR THE PERIOD | | | | |

ERICSSON NIKOLA TESLA STATEMENT OF CASH FLOW

for the period Jan 1, 2009 to Sep 30, 2009

| in HRK '000, unaudited | | |
|--|----------------|----------------|
| | 30.9.2008 | 30.9.2009 |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| 1. Profit before tax | 133,378 | 79,648 |
| 2. Depreciation and amortisation | 55,898 | 48,333 |
| 3. Increase in liabilities | 20,116 | 8,303 |
| 4. Decrease in receivables | 131,491 | 37,880 |
| 5. Decrease in inventories | | 11,149 |
| 6. Other increase in cash flow | | 6,000 |
| I. Total increase in operating cash flow | 340,883 | 191,313 |
| 1. Decrease in liabilities | | |
| 2. Increase in receivables | | |
| 3. Increase in inventories | 7,114 | |
| 4. Other decrease in cash flow | 26,813 | 630 |
| II. Total decrease in operating cash flow | 33,927 | 630 |
| A1) NET INCREASE IN OPERATING CASH FLOW | 306,956 | 190,683 |
| A2) NET DECREASE IN OPERATING CASH FLOW | | |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| 1. Proceeds from sale of property, plant and equipment and intangible assets | 284 | 105 |
| 2. Net disposal of financial assets | 22,436 | 3,272 |
| 3. Interest received | 31,868 | 27,044 |
| 4. Dividend received | | |
| 5. Other cash flow from investing activities | 738 | 758 |
| III. Total cash flow from investing activities | 55,326 | 31,179 |
| 1. Purchases of property, plant and equipment and intangible assets | 51,045 | 42,256 |
| 2. Purchase of financial instruments | | |
| 3. Other cash flow used in investing activities | | |
| IV. Total cash flow used in investing activities | 51,045 | 42,256 |
| B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES | 4,281 | |
| B2) NET DECREASE IN CASH FLOW USED IN INVESTING ACTIVITIES | | 11,077 |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| 1. Proceeds from issuance of financial instruments | | |
| 2. Proceeds from loans | | |
| 3. Other cash flow from financing activities | | |
| V. Total cash flow from financing activities | 0 | 0 |
| 1. Repayment of interest-bearing borrowings | 685 | 1,358 |
| 2. Dividend paid | 355,305 | 91,758 |
| 3. Repayment of finance lease | | 22 |
| 4. Repurchase of treasury shares | | 11,381 |
| 5. Other cash flow used in financing activities | | |
| VI. Total cash flow used in financing activities | 355,990 | 104,519 |
| C1) NET INCREASE IN CASH FLOW FROM FINANCING ACTIVITIES | | |
| C2) NET DECREASE IN CASH FLOW FROM FINANCING ACTIVITIES | 355,990 | 104,519 |
| Total increase in cash flow | | 75,087 |
| Total decrease in cash flow | 44,753 | |
| Cash and cash equivalents at the beginning of the period | 338,276 | 318,303 |
| Increase in cash and cash equivalents | | 75,087 |
| Decrease in cash and cash equivalents | 44,753 | |
| Cash and cash equivalents at the end of the period | 293,523 | 393,390 |

ERICSSON NIKOLA TESLA STATEMENT OF CHANGES IN EQUITY

for the period Jan 1, 2009 to Sep 30, 2009

| in HRK '000, unaudited | | | | |
|---|------------------|----------------|----------------|------------------|
| | Opening balance | Increase | Decrease | Closing balance |
| 1. Share capital | 133,165 | | | 133,165 |
| 2. Capital reserves | | | | 0 |
| 3. Reserves from profit | 33,760 | 15,000 | 11,381 | 37,379 |
| 4. Retained earnings | 794,834 | 210,368 | 107,340 | 897,862 |
| 5. Profit for the period | 204,368 | 79,648 | 204,368 | 79,648 |
| 6. Revaluation of property, plant and equipment | | | | 0 |
| 7. Revaluation of intangible assets | | | | 0 |
| 8. Revaluation of financial assets available for sale | | | | 0 |
| 9. Other revaluations | | | | 0 |
| 10. Currency translation differences from investment in a foreign operation | | | | 0 |
| 11. Current and deferred taxes | | | | 0 |
| 12. Cash flow hedge | | | | 0 |
| 13. Changes in accounting policy | | | | 0 |
| 14. Prior year adjustment | | | | 0 |
| 15. Other changes in equity | | | | 0 |
| 16. Total increase / decrease in equity | 1,166,127 | 305,016 | 323,089 | 1,148,054 |