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**Title: Financial results for the 3rd quarter 2008**

**Subtitle: Commentary**

The result in the first 9 months compared with last year result for the same mentioned period, shows a significant growth and is compliant with ambitious plan for this year.

Owing to the agreements concluded in the local country with traditional investors from the sector of energy supply, highways/roads and railway, Dalekovod d.d. has for the first 9 months achieved a significant growth in income on the local market. Compared to the same period of the last year, the above growth amounts to 36.06%.

We wish to emphasize three agreements showing company's capability and capacity for expanding its market niche and demonstrating knowledge and experience with regard to new products as well.

The above mentioned projects: deliveries and construction of structure in the sports gym „Krešimir Ćosić“ at the Sports Recreational Center Višnjik in Zadar, then the construction of the demanding roof in the multifunctional Arena Spaladium (known as „Lora gym“) in Split, where we on a timely manner and with exceptionally high quality, finished the work, construction and equipment of the First Aid Institution, a very demanding project which is still underway, but which will undoubtedly be finished in time and with recognizable quality.

We should specially emphasize that the results achieved in the international market that in comparison to the same period indicate a growth amounting to 55.16%.

Besides the export of our ordinary products - suspension and jointing equipment and metal structures in accordance with the plan, the agreements on construction of transmission lines in Albania, Norway, Kazakhstan and Bosnia and Herzegovina have been performed.

Net profit has been generated to amount of HRK 34.8 million, representing a growth of total of 74 %. The reasons for such rise are on the one hand, cost-effectiveness owing to full employment and full capacity utilization with respect to core business activity relating to production and construction and owing to a significant rise in income on the other hand.

We also wish to mention that a growth of the last year was burdened by insufficient capacity employment; it was not very good especially in the area of construction.