



Annual Report 2004



13 successful years of business development

ELTODD

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Introduction

The ELTODO EG, a.s. company has been honouring the tradition of the quality of Czech entrepreneurship in the area of electrical installation services in all its domestic and foreign activities since the very beginning of its foundation. In parallel with this tradition and in accordance with a modern entrepreneurship style and incessant technical development, the company has been continuously enhancing its portfolio into related and supplementary businesses.

The company managed to maintain and to develop a demanding pace of the business within a wide spectre of its involvement also in the year 2004. A combination of long-term experience, expertise, healthy belligerence, and unflinching enthusiasm and steadfast optimism of employees at all levels provides the ELTODO EG, a.s. company with a guarantee of fulfilling demanding clients' requirements, a restless sleep of competitors and for a preservation of the position achieved in a demanding manner within a tough competitive environment. The ELTODO EG, a.s. company as the organizational leader of the ELTODO Group has been proving on a long-term basis that it is possible to survive at the market and to develop itself in a sensible manner by means of a systematic and conceptual approach.



Ing. Libor Hájek

President and Chairman of the Board of Directors of ELTODO EG, a.s.



ELTODO
CENTRUM

VOLEBAL BASKETBAL HÁŽENÁ FOTBAL
májer Graf

ELTODO EG, a.s. in 2004

BASIC INFORMATION ABOUT THE COMPANY

Name and registered office of the company	ELTODO EG, a.s. Novodvorská 1010/14, 142 01 Prague 4 Registered Number: 45274517 Tax Registered Number: CZ45274517
Board of Directors	Chairman: Ing. Libor Hájek Vice-chairman: Ing. Jaroslav Laňka Vice-chairman: Prof. Ing. Pavel Příbyl, CSc. Vice-chairman: Ing. Jindřich Hess Member: Ing. Antonín Havlíček Member: František Peringer
Supervisory Board	Chairman: PaedDr. Jan Rafaj Member: Monika Jedličková Member: Miroslav Povejšil
Called-up share capital	CZK 199 232 400,-



ORGANIZATION OF THE COMPANY

ELTODO EG, a.s. is a parent company of the whole ELTODO Group and its role is also reflected in the portfolio of services performed by the company within the group framework. A modern and flexible organization structure provides a space necessary for a successful fulfilling of the team work in the company and within the Group. The internal organization exhibits particularly short communication links and a flat decision-making structure.

The President of the company is the supreme representative of the company. The President is supported by the Vice-president of Research and Development, Office of the President, the Legal department, the Strategy department, and the Supervisory department.

The General Manager is the second most important representative of the company and he supervises specific sections as follows:

- Commercial and technical section
- Production section
- Operations section
- Foreign trade section
- Economic section
- Quality management and work safety section

The next management level consists of specialized divisions and departments.

PRODUCT LINES OF THE COMPANY

The ELTODO EG, a.s. company and the whole ELTODO Group has been focusing on three major product lines:

- Deliveries of electrical installation services and control systems, which represent the mainstay line of the business
- Traffic systems and telematics as the first branch that ELTODO began to dedicate to in the early 1990's
- Public lighting, which ELTODO has been occupying an exclusive position in in the Czech Republic

Other examples of products completing a wide range of services provided are as follows:

- Developer services associated with a comprehensive build-up and lease of office premises, which grew significantly up in 2004
- Research and development activities, which play a supporting role in the development of the company and the Group since the company foundation
- Electrical power trading

MAIN OBJECTIVES OF THE COMPANY FOR THE YEAR 2005

- To increase the market share in the area of mainstay product lines
- To increase the foreign trade turnover
- The integration of selected companies of the Group into the parent company with the aim of ensuring a financial prosperity
- The optimization of the company processes with the aim of increasing the efficiency
- To continue and stabilize the area of developer activities
- To maintain a high standard of client services provisioning with respect to quality, class and safety

CERTIFICATE ČSN EN ISO 9001:2001

CERTIFICATE BY NBÚ (NATIONAL SECURITY AUTHORITY)

**VÝZKUMNÝ ÚSTAV POZEMNÍCH STAVEB
CERTIFIKAČNÍ SPOLEČNOST, s.r.o.**
CERTIFIKAČNÍ ORGÁN PRO SYSTÉMY JAKOSTI

CERTIFIKÁT

č. 3009/229-03/SMJ

Důstoj: **ELTODO EG, a.s.**
Novodvorská 1010/14, 142 01 Praha 4 IČO: 45274517

**Organizace zavedla a udržuje systém managementu jakosti
splňující požadavky**

ČSN EN ISO 9001:2001

Vymezení působnosti: Výstavba, údržba, provoz a rekonstrukce veřejného a slavnostního osvětlení, veřejných a vážních hodin; výstavba, údržba, provoz a rekonstrukce světelné dopravní signalizace, světelných dopravních značek a dalšího komunikačního zařízení; výroba, dodávky, montáž a údržba světelných zabezpečovacích zařízení pro letiště a heliporty; dopravní řídicí systémy, řídicí dopravní ústředny, dálkové přenosy dat; kompletní dodávky technologií pro automobilové tunely; projekční, inženýrská a elektromontážní činnost nn, vn a vvn; pronájem kancelářských prostorů a zajištění komplexních služeb podnikatelského záměru; autodoprava a pronájem dopravních prostředků.

Platnost certifikátu stanovena do 15.12.2006 a je vázána na přední podmínky stanovených v závazném postupu a certifikaci P.3009/229-03/SMJ ze dne 10.12.2003.

V Praze dne: 10.12.2003




Ing. Vladimír Beranová, CSc.
vedoucí certifikačního orgánu č. 3009
světloosvětlení ČSA



Průmysl 11, 10231 Praha 10 - Hostivice IČO: 23890005

**Národní bezpečnostní úřad
POTVRZENÍ**

Číslo: 1/09/010

Národní bezpečnostní úřad vydává toto potvrzení podle § 63 odst. 1 zákona č. 140/1961 Sb.,
o ochraně utajovaných skutečností a v souladu s přílohou zákona.

pro
právnickou osobu

ELTODO EG, a.s.

1. Název: **ELTODO EG, a.s.**

Právní forma: **Akcievé společenství**

2. Obchodní jméno: **firma ELTODO EG, a.s.**

IČO: **452 74 517**

3. Místo - obec: **Praha 4**

okres: **Praha**

ulice: **Novodvorská**

6. popisná jednotka: **1010** číselní označení: **14** katastr. ústř.: **203**

4. Aflant produkce: **CR** katastr. ústř.: **203**

Na základě tohoto potvrzení

- organizací mohou být poskytovány nebo u ní mohou vzniknout utajované skutečnosti
do a včetně stupně utajení **DŮVĚRNĚ**
- organizace ne smíže srazovat s utajovanými skutečnostmi
do a včetně stupně utajení **DŮVĚRNĚ**



Podpis:  V Praze dne: **12.2.2004**



ELTODO Group in 2004

SIGNIFICANT CHANGES IN THE GROUP

The ELTODO Group has been enlarged by three companies in the course of the year 2004:

- ELEXA spol. s r.o.
- SPOLEČNOST INVESTIČNÍHO ROZVOJE a.s.
- KMET Handlová, a.s.

COMPANIES OF THE ELTODO GROUP

ELTODO EG, a.s.

ELTODO-CITELUM, s.r.o.

ELTODO dopravní systémy s.r.o.

ELTODO Power, s.r.o.

ELTODO MIS-ELEKTROTECHNIKA, s.r.o.

ELTODO Parking, s.r.o.

ACTUAL Plus Praha, a.s.

Českomoravská energetická, a.s.

ELEXA spol. s r.o.

ENEST, s.r.o.

KATES spol. s r.o.

KMET Handlová, a.s.

Slévárna a strojárna, a.s.

SPOLEČNOST INVESTIČNÍHO ROZVOJE a.s.

Střední odborné učiliště ELTODO, s.r.o.

ELTODO Slovakia, s.r.o.

Elektrovod OSVETLENIE, s.r.o.

ELTODO BULGARIA o.o.d.

SIGNIFICANT ACTIVITIES IN THE YEAR 2004

In 2004, the ELTODOD Group realized projects in all its major business areas, i.e. in the energetics (electrical supplies, electrical installations, engineering, energy audits, revisions, and others), the traffic (tunnel technologies, traffic control rooms, light signalling systems, garages, and parking systems), public lighting (assigned management, reconstruction, and new construction works), developer activities (projects, engineering, financing, and turnkey construction works), renting (office, parking, and advertising areas), power trading (purchase and sale), manufacturing (switchboards, poles, traffic signs and boards, lights, and fixed urban equipment), and in many other fields.

Significant activities commenced, performed or completed in the year 2004 include:

Project name	Reconstruction of central heating supply system in the city of Handlová
Work description	Replacement of the original heating source by 13 boiler houses with a heat output of 240 kW - 10 MW.
Place of performance	Handlová, Slovak Republic
Date of commencement – completion	7/2004 - 10/2004
Investor	KMET Handlová a.s.
Financial volume	CZK 244.000.000,-

Project name	Strahov tunnel – The 3rd project, the 6th stage
Work description	Coordinated traffic control and equipment of the south-west part of the road bypass.
Place of performance	Prague
Date of commencement – completion	2004
Investor	Prague Metropolitan Authority and TSK Praha
Financial volume	CZK 109.000.000,-

Project name	Strahov tunnel – The 3rd project, the 4th stage, the realization II
Work description	Enlargement of the control system in section 3.
Place of performance	Prague
Date of commencement – completion	2004
Investor	Prague Metropolitan Authority and TSK Praha
Financial volume	CZK 49.000.000,-

Project name	The Radlická-Strahov tunnel bypass, Project No. 9543 – Mrázovka tunnel
Work description	Delivery and installation of the control system and the technology.
Place of performance	Prague
Date of commencement – completion	2004
Investor	Prague Metropolitan Authority and TSK Praha
Financial volume	CZK 85.000.000,-

Project name	The Radlická-Strahov tunnel bypass, Project No. 9543 – Mrázovka tunnel
Work description	Delivery and installation of transformer station 22/0.4 kV including HV cables.
Place of performance	Prague
Date of commencement – completion	10/2003 – 08/2004
Investor	TSK Praha
Financial volume	CZK 40.400.000,-

Project name	Reconstruction of electrical wiring in Depo Kačerov – the A office building
Work description	Reconstruction of wiring in the office building “A” – METRO Kačerov, which included adjustment of main switchboard, reconstruction of rising mains (incombustible form) and floor switchboards including lighting and wall plug wiring. LV – structured cables, EPS, radio, and evacuation centre.
Place of performance	Prague
Date of commencement – completion	07/2001 – 11/2004
Investor	Dopravní podnik hl. m. Prahy, a.s.
Financial volume	CZK 12.080.000,-

Project name	Management, maintenance and operation of public lighting
Work description	Lease, management, operation and maintenance of public lighting (including festive and Christmas illumination) in the city of České Budějovice.
Place of performance	České Budějovice
Date of commencement – completion	01/10/2004 – 01/10/2014
Investor	ELTODO-Citelum, s.r.o.
Financial volume	CZK 63.000.000,-

Project name	Construction of the KYOCERA production hall
Work description	Sale of land, preparation and turnkey construction of production hall for a Japanese investor in the industrial zone.
Place of performance	"Královský vrch" industrial zone in Kadaň
Date of commencement – completion	09/2004 – 04/2005
Investor	KYOCERA
Financial volume	CZK 108.800.000,-

RESEARCH AND DEVELOPMENT

The research and development activities exhibit a significant support to orders acquisition. The R&D activities were particularly focusing on traffic solutions and public lighting in 2004.

Micro-simulation environment

The most important novelty in the services area is probably mastering the micro-simulation environment which enables efficient design of traffic measures and elaboration of independent evaluations as well as launching the service to the market. The aim of traffic the micro-simulation is to eliminate economic impacts of possible unsuitable measures of traffic solutions. The micro-simulation method represents a revolutionary breakthrough in the area of design and assessment of traffic measures compared to the past. Our abilities have been validated at the realization of five large domestic projects.

Completed projects

The following projects were successfully completed within the framework of the Ministry of Transport of the Czech Republic:

- RDS-TMC – traffic information system
- EFC – electronic road fee collection
- Risk analysis of road tunnels
- Traffic concept in the city of Beograd

Projects in progress

The work has been successfully progressing in the project:

- Galileo – a road traffic application

and new projects were commenced:

- OPTUN – optimization of road tunnels operation
- KONVAZ – truck weighting concept

Elaborated studies

A number of studies and projects were also elaborated, as for example:

- Traffic information centers
- TP98 technical conditions
- TP-DIC – optimization of traffic measures
- Systems of traffic reduction and increased safety in many cities and municipalities

The following projects were realized in the area of lighting:

- Lighting of soccer stadium of FK Viktoria Žižkov
- Localization of sections 2 – 4 of the European standard 13201 on road lighting to the Czech language
- Development, manufacturing, and launching the operations of a daylight changes detector in the period of switching the public lighting in Prague
- Documentation elaboration for the project of gas public lighting at the “Královská cesta” route in Prague





EURO-Trend Audit, a.s.

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e-mail: audit@eurotrend.cz, www.eurotrend.cz

Auditor's Report on the Financial Statements and Annual Report of ELTODO EG, a.s. for the 2004 Accounting Period

Auditor's Report to the Shareholders of ELTODO EG, a.s.

We conducted our audit of the balance sheet of ELTODO EG, a.s. as at 31 December 2004, the related income statement, the statement of changes in equity, the cash flow statement and notes for the year then ended ("the financial statements"), and issued an independent auditor's report on these financial statements on 31 March 2005, returning a verdict of 'no reservations'. The preparation of the financial statements was the responsibility of the Company's statutory body. Our responsibility was to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the Act on Auditors and the Auditing Standards of the Chamber of Auditors of the Czech Republic. Those auditing standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the correctness and expedience of the accounting principles used and significant estimates made by the Company, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, as expressed in the auditor's report of 31 March 2005, the financial statements for the year 2004 give a true and fair view, in all material respects, of the assets, liabilities, equity and financial situation of ELTODO EG, a.s. as at 31 December 2004, and the results of its operations for the year then ended in accordance with the Act on Accounting and the relevant legislation of the Czech Republic.

We have examined whether the information on the audited Company for 2004, included in this annual report, is consistent with the audited financial statements. In our opinion, this information is consistent, in all material respects, with the financial statements from which it was taken.

We have also reviewed the report on relations between related entities, which is contained in this annual report. The completeness and accuracy of the report on relations between related entities is the responsibility of the Company's statutory body. Our responsibility was to examine the accuracy of the information contained in the report. In our review of the report, no circumstances came to our attention that would give us cause to believe that the accompanying report on relations between related entities was not duly prepared in all material respects.


Prague, 16 May 2005



Auditing company:
EURO-Trend Audit, a.s.
Licence No 317

On behalf of the company:
Petr Ryneš, Chairman of the Board of Directors





Responsible auditor:
Petr Ryneš
Licence No 1299

BALANCE SHEET – ASSETS, ELTODO EG, a.s.

CZK '000			31.12.2004	31.12.2003
	TOTAL ASSETS	001	887 676	765 112
A.	Receivables for called-up share capital	002		
B.	Fixed assets	003	564 355	471 070
B.I.	Intangible fixed assets	004	1 070	1 936
B.I.1.	Incorporation costs	005		
B.I.2.	Intangible results of research and development	006		
B.I.3.	Software	007	1 070	1 936
B.I.4.	Valuable rights	008		
B.I.5.	Goodwill	009		
B.I.6.	Other intangible fixed assets	010		
B.I.7.	Intangible fixed assets in progress	011		
B.I.8.	Prepayments on intangible fixed assets	012		
B.II.	Tangible fixed assets	013	385 513	395 053
B.II.1.	Land	014	31 428	30 265
B.II.2.	Buildings	015	284 514	282 446
B.II.3.	Separate movable items and sets of movable items	016	10 837	18 759
B.II.4.	Perennial crops	017		
B.II.5.	Breeding and draught animals	018		
B.II.6.	Other tangible fixed assets	019	1 769	1 906
B.II.7.	Tangible fixed assets in progress	020	7 443	5 918
B.II.8.	Prepayments on tangible fixed assets	021	14 400	18 000
B.II.9.	Valuation adjustment to acquired assets	022	35 122	37 759
B.III.	Long-term financial assets (investments)	023	177 772	74 081
B.III.1.	Shares in controlled and managed entities	024	102 218	36 741
B.III.2.	Shares in accounting units under substantial influence	025	21 498	30 806
B.III.3.	Other long-term securities and shares	026	8	8
B.III.4.	Loans and credits – controlling and managing entity, substantial influence	027	40 893	
B.III.5.	Other long-term investments	028	13 156	6 526
B.III.6.	Long-term investments in progress	029		
B.III.7.	Prepayments on long-term investments	030		
C.	Current assets	031	321 858	291 055
C.I.	Stocks	032	31 917	65 168
C.I.1.	Material	033	14 442	22 580

C.I.2.	Work in progress and semi-finished products	034	17 356	42 588
C.I.3.	Finished products	035		
C.I.4.	Animals	036		
C.I.5.	Goods for resale	037		
C.I.6.	Prepayments on inventory	038	119	
C.II.	Debtors	039		
C.II.1.	Trade debtors	040		
C.II.2.	Debtors – controlling and managing entity	041		
C.II.3.	Debtors – substantial influence	042		
C.II.4.	Debtors – partners and association members	043		
C.II.5.	Long-term prepayments	044		
C.II.6.	Estimated debtors	045		
C.II.7.	Other debtors	046		
C.II.8.	Deferred tax receivables	047		
C.III.	Short-term debtors	048	280 645	216 216
C.III.1.	Trade debtors	049	253 426	190 945
C.III.2.	Debtors – controlling and managing entity	050		
C.III.3.	Debtors – substantial influence	051		
C.III.4.	Debtors – partners and association members	052		
C.III.5.	Social security and health insurance	053		
C.III.6.	Due from the state - tax receivables	054		5 657
C.III.7.	Short-term prepayments	055	20 992	17 155
C.III.8.	Estimated debtors	056	465	88
C.III.9.	Other debtors	057	5 762	2 371
C.IV.	Short-term financial assets	058	9 295	9 671
C.IV.1.	Cash on hand	059	552	938
C.IV.2.	Bank accounts	060	8 743	5 413
C.IV.3.	Short-term securities and interests	061		3 320
C.IV.4.	Short-term financial investments in progress	062		
D.I.	Accruals and deferrals	063	1 463	2 987
D.I.1.	Deferred expenses	064	1 413	2 965
D.I.2.	Complex deferred expenses	065		
D.I.3.	Accrued revenues	066	49	22

BALANCE SHEET – LIABILITIES, ELTODO EG, a.s.

CZK '000		31.12.2004	31.12.2003	
	TOTAL LIABILITIES	067	887 676	765 112
A.	Capital and reserves	068	463 451	403 268
A.I.	Called-up share capital	069	199 232	199 232
A.I.1.	Called-up share capital	070	199 232	199 232
A.I.2.	Own shares and ownership interests	071		
A.I.3.	Changes in registered capital	072		
A.II.	Capital funds	073	580	613
A.II.1.	Share premium	074		
A.II.2.	Other capital funds	075		
A.II.3.	Gains or losses from revaluation of assets and liabilities	076	580	613
A.II.4.	Gains or losses from transformation revaluation	077		
A.III.	Reserve funds, non-distributable fund, and other reserves	078	50 459	50 486
A.III.1.	Obligatory reserve fund / Non-distributable fund	079	50 000	50 000
A.III.2.	Statutory and other funds	080	459	486
A.IV.	Profit and loss from previous years	081	142 579	90 042
A.IV.1.	Retained earnings from previous years	082	142 579	90 042
A.IV.2.	Accumulated loss from previous years	083		
A.V.	Profit and loss for the current accounting period	084	70 601	62 894
B.	External funds	085	420 358	351 501
B.I.	Reserves	086	27 821	10 150
B.I.1.	Reserves according to special legislation	087	9 800	
B.I.2.	Reserve for pensions and similar liabilities	088		
B.I.3.	Reserve for income tax	089		
B.I.4.	Other reserves	090	18 021	10 150
B.II.	Long-term liabilities	091		
B.II.1	Trade creditors	092		
B.II.2.	Creditors – controlling and managing entity	093		
B.II.3.	Creditors – substantial influence	094		
B.II.4.	Creditors - partners and association members	095		
B.II.5.	Long-term prepayments received	096		
B.II.6.	Debentures and bonds issued	097		
B.II.7.	Long-term notes payable	098		
B.II.8.	Estimated creditors	099		
B.II.9.	Other liabilities	100		
B.II.10.	Deferred tax liability	101		

B.III.	Short-term liabilities	102	214 462	172 339
B.III.1.	Trade creditors	103	135 740	118 960
B.III.2.	Creditors – controlling and managing entity	104	13 035	
B.III.3.	Creditors – substantial influence	105		
B.III.4.	Creditors - partners and association members	106	15 306	143
B.III.5.	Creditors – employees	107	5 257	5 379
B.III.6.	Creditors - social security and health insurance	108	3 433	3 935
B.III.7.	Taxes and state subsidies payable	109	6 661	
B.III.8.	Short-term prepayments received	110	15 097	43 904
B.III.9.	Debentures and bonds issued	111		
B.III.10.	Estimated creditors	112	19 933	
B.III.11.	Other liabilities	113		19
B.IV.	Bank loans and overdrafts	114	178 075	169 012
B.IV.1.	Long-term bank loans	115	86 884	114 394
B.IV.2.	Current bank loans	116	83 184	54 608
B.IV.3.	Short-term financial assistance	117	8 007	9
C.I.	Accruals and deferrals	118	3 867	10 343
C.I.1.	Accrued expenses	119	3 867	2 334
C.I.2.	Deferred revenues	120		8 009

PROFIT AND LOSS ACCOUNT, ELTODO EG, a.s.

CZK '000		2004	2003	
I.	Revenues from goods sold	01	152 324	134 894
A.	Cost of goods sold	02	135 350	112 610
+	Gross margin	03	16 974	22 284
II.	Production	04	840 947	614 916
II.1.	Revenues from own products and services sold	05	865 436	618 909
II.2.	Change in stocks (self-produced)	06	-24 490	-3 993
II.3.	Capitalization	07		
B.	Cost of production	08	656 080	444 393
B.1.	Material and energy consumed	09	148 567	185 147
B.2.	Services	10	507 513	259 246
+	Value added	11	201 841	192 807
C.	Personnel costs	12	126 116	120 318
C.1.	Wages and salaries	13	92 242	87 807
C.2.	Remuneration of corporate body members	14		
C.3.	Social security and health insurance expenses	15	32 169	30 738
C.4.	Social expenses	16	1 705	1 773
D.	Taxes and charges	17	1 908	708
E.	Depreciation of intangible and tangible fixed assets	18	19 124	19 036
III.	Sale of fixed assets and material	19	14 671	8 196
III.1.	Sale of fixed assets	20	14 671	6 359
III.2.	Sale of material	21		1 837
F.	Net book value of fixed assets and material sold	22	7 080	11 287
F.1.	Net book value of fixed assets sold	23	7 080	10 168
F.2.	Material sold	24		1 119
G.	Change in operating reserves and adjustments	25	10 242	-12 739
IV.	Other operating revenues	26	33 623	8 180
H.	Other operating expenses	27	29 050	20 096
V.	Transfer of operating revenues	28		
I.	Transfer of operating expenses	29		
*	Operating profit	30	56 615	50 476

VI.	Sale of securities and interests	31	1 500	1 706
J.	Securities and interests sold	32	3 320	1 950
VII.	Revenues from long-term financial assets	33	27 228	14 258
VII.1.	Revenues from investments in controlled and managed entities and accounting units	34	27 228	14 258
VII.2.	Revenues from other securities and interests	35		
VII.3.	Revenues from other long-term investments	36		
VIII.	Revenues from short-term financial assets	37		
K.	Cost of financial assets	38		
IX.	Revenues from revaluation of securities and derivatives	39	3 361	
L.	Cost of revaluation of securities and derivatives	40	3 035	
M.	Change in reserves and adjustments to financial items	41	258	-2 897
X.	Interests received	42	2 351	2 689
N.	Interests paid	43	8 696	9 113
XI.	Other financial revenues	44	5 731	5 368
O.	Other financial expenses	45	6 189	3 452
XII.	Transfer of financial revenues	46		
P.	Transfer of financial expenses	47		
*	Profit from financial operations	48	18 674	12 403
Q.	Income tax on ordinary operations	49	4 688	
Q.1.	– due	50	4 688	
Q.2.	– deferred	51		
**	Profit after tax	52	70 601	62 879
XIII.	Extraordinary income	53		62
R.	Extraordinary expenses	54		46
S.	Income tax on extraordinary income	55		
S.1.	– due	56		
S.2.	– deferred	57		
*	Extraordinary profit	58		16
T.	Transfer of share on profit to partners (+/-)	59		
***	Profit from the current accounting period (+ / -)	60	70 601	62 894
****	Profit before tax (+/-)	61	75 289	62 894

CASH FLOW STATEMENT, ELTODO EG, a.s.

CZK '000	2004	2003
P. Cash and cash equivalents as of 1.1. 2004	6 351	12 275
CASH FLOW FROM OPERATIONS		
Z. Operating profit before interest and tax	81 633	69 303
A.1. Adjustment by non-cash operations		
A.1.1. Depreciation of fixed assets including adjustments to acquired assets	19 124	19 036
A.1.2. Change in adjustments and reserves	21 529	-45 530
A.1.3. Profit from sale of fixed assets (+/-)	-5 771	3 809
A.1.4. Revenues from long-term financial assets	-27 228	-14 258
A* Adjustment by non-cash operations – total	7 654	-36 943
A.2. Change in working capital		
A.2.1. Change in accruals	-4 952	5 144
A.2.2. Change in receivables from operations	-62 209	-45 773
A.2.3. Change in liabilities from operations	21 833	36 771
A.2.4. Change in inventory	33 251	5 732
A.2.5. Change in short-term financial assets		
A** Change in working capital – total	-12 077	1 874
AA* Cash flow from operations excluding extraordinary items	77 210	34 234
A.3. Extraordinary income		62
A.4. Extraordinary expenses		-46
A.5. Income tax paid		0
A.6. Interest paid	-8 281	-9 028
A.7. Interest received	131	876
A.8. Profits shares received	27 228	12 009
A*** Extraordinary items – total	19 078	3 873
AA** Cash flow from operations	96 288	38 107
Cash flow from financing activities		
B.1. Expenses on acquisition of tangible and intangible investments	-19 398	-27 881
B.2. Expenses on acquisition of financial investments	-41 280	-7 686
B.3. Change in loans and prepayments for acquisition of fixed assets	-47 523	-17 814
B.4. Revenues from sale of fixed assets	16 171	6 359
B* Cash flow from investment	-92 030	-47 022
Cash flow from financing activities		
C.1. Change in long-term liabilities and loans	9 063	13 255
C.2. Disbursements from social fund	-28	-16
C.3. Dividends paid and remuneration to statutory bodies	-10 349	-10 248
C* Cash flow from financing activities	-1 314	2 991
Net increase of cash and cash equivalents	2 944	-5 924
Cash and cash equivalents as of 31.12.	9 295	6 351

The Report on Related Parties for the Year 2004
elaborated by the Board of Directors of ELTODO EG, a.s.
in accordance with the Coll. 66a of the Commercial Code

Controlled party: ELTODO EG, a.s.
 Novodvorská 1010/14, 142 01 Prague 4
 Company ID. No.: 45274517

Controlling parties: Ing. Libor Hájek, Prague 4, Fadějevova 1178/4, postal code 148 00
 Zdeňka Molnárová, Prague 4, Fadějevova 1178/4, postal code 148 00

- 1. Contracts concluded between ELTODO EG, a.s. and controlling parties in 2004:**
- a) The Supplement No. 1 to the management contract amending the salary of Ing. Libor Hájek was concluded on the 1.11.2004.
 - b) The Supplement No. 1 to the management contract was concluded with Ms. Zdeňka Molnárová on the 1.2.2004. The supplement sets the terms and indicators for a payment of the annual remuneration.
 - c) The Agreement on qualification improvement was concluded with Ms. Zdeňka Molnárová on the 1.9.2004.
 - d) The Agreement of material responsibility was concluded between the company and Ms. Zdeňka Molnárová on the 2.1.2004.

The Board of Directors declares that no prejudice ensued from the stated contracts to the company and that the contracts were concluded at common rates.

- 2. Other legal acts performed in the interest of controlling parties in 2004:**
 In accordance with the decision of the regular general meeting of ELTODO EG, a.s. held on the 17th June 2006, dividends were paid to the controlling parties for the accounting period of 2003.
- 3. Other measures adopted or implemented by controlling parties in the interest or upon request of related parties:**
 No other measures were adopted or implemented by controlling parties in the interest or upon request of related parties.

Declaration of the Board of Directors of the controlled party:

The Board of Directors of ELTODO EG, a.s. declares that except for the contractual relations to the related parties stated herein the controlled party did not enter in any other contracts with the controlling parties. The Board of Directors further declares that except for the acts stated herein the controlled party did not perform any legal acts for the benefit of controlling parties and it did not adopt and realized other measures than stated herein in the interest of the related parties. The Board of Directors declares that no prejudice ensued to the controlled party by a virtue of control.

Prague, 25th March 2005
 a.s.:

On behalf of the Board of Directors of ELTODO EG,

Ing. Jaroslav Laňka, Vice-Chairman





Notes to the Financial Statements

GENERAL DATA OF ELTODO EG, a.s.

Novodvorská 1010/14, 142 01 Prague 4

Company ID. No.: 45274517

Date of incorporation: 6th May 1992

Balance sheet date: 31st December 2004

Main object of the business:

- Project design of electrical equipment
- Project construction design
- Assembly, repairs and revisions of special electrical equipment within the scope of the valid "licence"
- Manufacturing of LV switchboards, batteries, cables, and wires
- Manufacturing, installation, and repairs of electronic equipment
- Maintenance and repairs of aviation technology

and other activities according to the copy of the entry of the Commercial Register.

Persons who share at least 20% and more in the called-up share capital of the accounting unit:

Name: Ing. Libor Hájek

Description of changes and supplements entered into the Commercial Register in the elapsed accounting

period: The called-up share capital of the company amounts to CZK 199.232.400,-. It is fully paid-up.

Shares:

996 162 pieces of certificated bearer ordinary shares with a nominal value of CZK 200,-, materialized shares

Note: Stated data are related to the accounting year 2004

Companies of the ELTODO EG, a.s. Group as of the 31.12. 2004

(CC = called-up share capital)

Name of company	Legal form	Registered office	Share in CC (CZK/currency)	Share in CC (%)	Note
ELTODO Power	s.r.o.	Praha	25 000 000	100	
ELTODO-CITELUM	s.r.o.	Praha	50 000 000	50	
ELTODO dopravní systémy	s.r.o.	Praha	9 800 000	49	
ELTODO MIS-ELEKTROTECHNIKA	s.r.o.	Ostrava	3 525 000	75	
Českomoravská energetická	a.s.	Praha	340 000	34	
ACTUAL Plus Praha	a.s.	Praha	1 000 000	100	
KATES	s.r.o.	Hradec Králové	70 000	66,66	2)
ELTODO Parking	s.r.o.	Praha	8 500 000	100	
ENEST	s.r.o.	Praha	5 200 000	33,33	
SOU ELTODO	s.r.o.	Praha	200 000	100	
ELTODO Slovakia	s.r.o.	Skalica	150 000,- SKK	50	
ELEXA	s.r.o.	Bystřany	28 100 000	100	
ENERGOVOD - Slovakia	a.s.	Banská Bystrica	650 000,- SKK	65	1)
SPOLEČNOST INVESTIČNÍHO ROZVOJE	a.s.	Kadaň	1 530 000	51	
KMET Handlová	a.s.	Handlová	510 000,- SKK	51	
Zónapark	a.s.	Praha	1 000 000	50	
Elektrovod OSVETLENIE	s.r.o.	Košice	12 100 000,- SKK	50	
ELTODO Bulgaria	s.r.o.	Sofia	10 000,- LEV	100	

* s.r.o. – Limited liability company

** a.s. – Joint-stock company

Names and surnames of members of statutory and supervisory bodies as of the date of the financial statements:

Board of Directors:

Chairman of Board of Directors

Ing. Libor Hájek

Vice-chairman of Board of Directors

Prof. Ing. Pavel Příbyl, CSc.

Ing. Jindřich Hess

Ing. Jaroslav Laňka

Members of Board of Directors:

Ing. Antonín Havlíček

František Peringer

Supervisory Board:

Chairman of Supervisory Board:

PaedDr. Jan Rafaj

Members of Supervisory Board:

Miroslav Povejšil

Monika Jedličková

Average staff in the accounting period:

Total headcount: **284**

of which: **23** managers

Personnel costs per employee:

Total amount in CZK'000 structured according to the Profit and Loss Account items

	Current period 2004	Previous period 2003
Personnel costs	126 116	120 318
Wages and salaries	92 242	87 807
Remuneration of corporate body members		
Social security expenses	32 169	30 738
Social expenses	1 705	1 773
of which for the management:		
Personnel costs	30 488	25 668
Wages and salaries	22 438	18 943
Remuneration of corporate body members		
Social security expenses	7 853	6 646
Social expenses	197	79

II. BASELINE FOR ELABORATION OF THE FINANCIAL STATEMENTS

The attached financial statements have been elaborated in accordance with the Act No. 563/91, Accounting Act, and related regulations for the bookkeeping of entrepreneurs. A foreign reader should verify whether the requirements of the Czech Accounting Act are similar to his / her common accounting rules or not.

The financial statements have been elaborated upon the principle of historical prices.

III. VALUATION AND DEPRECIATION METHODS

The valuation and depreciation methods applied by the company upon the elaboration of the financial statements for the year 2004 are as follows:

III.1. Intangible and tangible fixed assets

Intangible and tangible fixed assets are evaluated in acquisition prices, which consist of acquisition costs including customs duty, transport costs and other costs related to an acquisition. Intangible and tangible fixed assets produced within the company, if capitalized, are evaluated in product costs which include direct material, labour costs and production overhead related to the production of the relevant intangible and tangible fixed assets.

Expenses on technical betterment of intangible and tangible fixed assets increase the acquisition price.

Repairs and maintenance are charged to the costs. The category of low-value tangible fixed assets is posted to the account No. 022. Tangible assets of a lifetime period exceeding one year and price from CZK 5.000,- to CZK 40.000,- are evaluated in acquisition prices and depreciated for the period of 15 months. Low-value tangible assets of a lifetime period exceeding one year and price up to CZK 5.000,- are charged to expenses at the moment of entry into assets records. Intangible assets of a lifetime period exceeding one year and price up to CZK 60.000,- are evaluated in acquisition prices and depreciated for the period of 15 months.

Accounting depreciation charges of tangible fixed assets are calculated according to the acquisition price and estimated lifetime period of the relevant asset. The lifetime period is derived from tax depreciation classes according to the Income Tax Act. The company applies the straight-line and monthly depreciation method. Upon recording a new asset, the accounting depreciation expense is charged in the month following the month of initial recording. Upon liquidation of an asset, the depreciation expense is no longer charged in the month of liquidation. Land and fixed assets under construction are not depreciated.

Intangible fixed assets are charged to expenses according to the estimated lifetime term.

Depreciation term	Number of depreciation years
Buildings and structures	45
Machinery and equipment	4 – 12
Vehicles	4 – 6
Furniture and fixtures	4 – 6

Land and investments in progress are not depreciated.

III.2. Stocks

Purchased stock items are evaluated in real acquisition cost using the FIFO method. The acquisition price includes acquisition costs with expenses related to acquisition (transport costs and customs duty).

Products and production in progress are evaluated in own product costs, which include direct costs and a proportional overhead. Orders (projects) are evaluated in direct material costs, direct payroll expenses, other direct expenses and production overhead.

As of the date of the financial statements, the acquisition price (production costs) is, in the case of a decrease of the asset value, adjusted according to an individual assessment by adjustments stated in the correction column of the balance sheet.

III.3. Long-term financial assets (financial investments)

Securities and ownership interests are evaluated upon the acquisition in acquisition price, including the share premium. As of the date of the financial statements, the acquisition price is, in the case of a decrease of the asset value, adjusted according to individual assessment by adjustments stated in the correction column of the balance sheet. Adjustments to shares and interests in companies of the Group are derived particularly from the amount of equity of owned companies.

III.4. Debtors

Debtors are charged at their nominal values and assigned debtors at acquisition prices. As of the date of the financial statements, the value of bad debts is reduced by adjustments charged to expenses in the correction column of the balance sheet.

Calculation of adjustments to trade debtors:

Debtors after maturity for more than 180 days	50 % adjustment
Debtors after maturity for more than 365 days	100 % adjustment

At selected debtors, adjustments are made according to an individual assessment.

In subsidiary accounts, adjustments are broken down to adjustments created in accordance with the Act No. 593/92 Coll., on reserves, and adjustments according to the Act No. 563/91 Coll., Accounting Act (non-deductible tax).

III.5. Received loans

Short-term and long-term loans are recorded at their nominal values upon receipt.

III.6. Foreign exchange operations

In foreign currency conversions of assets and liabilities, the company applies current and fixed exchange rates valid at the moment of acquisition of the asset or initiation of the liability (according to the internal directive).

Realized foreign exchange rate gains and losses are charged to revenues or expenses in the current accounting period and unrealized foreign exchange rate gains and losses are not charged to the P&L account in the accounting period. As of the date of the financial statements, the assets and liabilities in foreign currency are converted into the Czech currency at the exchange rate valid on the 31st December and declared by the Czech National Bank, and the currency variances are posted as realized ones to expenses or revenues of account classes No. 21, 22, 25, and 26. Unrealized exchange rate gains and losses, and particularly those originated from conversions of foreign currency debtors and creditors as of the 31st December, are stated in the P&L. The exchange rate variances originated from conversion of foreign currency securities and shares are posted to the account No. 414.

III. 7. Deferred tax

The company accounts for a deferred tax item provided the conditions of its origination are met. A deferred tax is calculated from temporary variances in between accounting and tax book residual values of intangible and tangible fixed assets and from other variances between accounting and tax values of assets (e.g. as a result of adjustments to debtors, stocks resulting from creation, and use of reserves) adjusted by the income tax rate valid for the following accounting period. A deferred tax debtor is accounted for only in the case of its highly probable set-off against future tax gains.

III.8. Financial leasing

Financial leases are accounted for in accordance with accounting regulations, i.e. costs accrued through the account No. 381.

III. 9. Accounting for expenses and revenues

Expenses and revenues are accounted for in accrued terms, i.e. to the period they are related to in respect of time and allowance in kind. In accordance with the prudence principle, the company is accounting for a creation of reserves and adjustments in order to cover all the risks, losses, and depreciations which are known as of the date of the financial statements to the costs.

The profits originated from long-term production orders are accounted for not until the moment of the order completion and delivery in compliance with the concluded contract.

IV. SUPPLEMENTARY INFORMATION TO THE BALANCE SHEET AND P&L ACCOUNT

IV.1. Review of tangible and intangible fixed assets

	FIXED ASSETS											Total
	Intangible Fixed Assets					Tangible Fixed Assets					Total	
	013.100	013.200	014.100	021.100	022.100	022.220	031.100	032.100	052.100	042.100		
	Software	Low-value IFA	Valuation rights	Buildings	Machinery	Low-value TFA	Land	Pieces of Art	Advances for FA	Investments in progress	Aggregate	
	19 051	4 172	10	344 000	45 578	31 301	30 265	1 906	18 000	5 918	500.201	
	316	261	0	11 388	2 056	2 752	1 339	0	0	1 525	19.638	
	of which											
	- Purchase	316	238	0	5.658	2 056	1 339	0	0	1 525	13.885	
	- Contribution	0	0	0	0	0	0	0	0	0	0	
	- Other	0	20	0	5.730	0	0	0	0	0	5.750	
	- Transfers	0	3	0	0	0	0	0	0	0	3	
	Total decrements	888	294	0	4 255	12 472	176	137	0	0	32.536	
	of which											
	- Sale	0	13	0	4-255	8 133	176	137	0	0	13.459	
	- Liquidation	888	281	0	0	4 171	2 102	0	0	0	7.441	
	- Other - gifts, losses...	0	0	0	0	168	11 464	0	0	0	11.633	
	- Transfers	0	0	0	0	0	3	0	0	0	3	
	Balance as of 31. 12. 2004	18 480	4 139	10	351 134	35 162	31 428	1 769	18 000	7 443	487.302	
	Balance as of 1. 1. 2004	17 411	3 875	10	61 555	29 888	28 232	0	0	0	140.971	
	Annual accounting depreciation											
	*regular (551)	1 037	274	0	6 510	4 563	3 692	0	0	0	16.076	
	* write-off (551)	0	0	0	307	49	55	0	0	0	411	
	Other changes	0	0	0	0	161	-235	0	3 600	0	3.526	
	Book value of sold assets (541)	0	1	0	2 519	4 218	342	0	0	0	7.080	
	Retirement	-888	-162	0	-4 272	-12 645	-14 256	0	0	0	-32.223	
	Transfers	0	0	0	0	0	0	0	0	0	0	
	Balance as of 31. 12. 2004	17 561	3 988	10	66 619	26 233	17 829	0	3.600	0	135.841	
	Book value of assets	919	150	0	284 514	8 929	1 909	1 769	14 400	7 443	351.461	

Note: The following items are not stated in the table:

1. Adjustment item "Slovan garages" amounting to CZK 37.136.000,-. The adjustment is charged regularly to revenues on a straight line basis for a period of 15 years. This adjustment shall be dissolved in the course of 15 years (from 2003). As of 31.12.2004, the accumulated depreciation amounted to CZK 2.476.000,-.
2. Adjustment to the acquired IPO s.r.o. asset, Kopernikova, Plzeň, that resulted from a purchase of a part of the enterprise. The adjustment shall be dissolved in the course of 15 years (from 15.07. 2000). As of 31.12.2004, the accumulated depreciation amounted to CZK 161.000,-.

IV.2. Debtors

1. Debtors by maturity term

Total trade debtors and debtors acquired by assignment	CZK 342 972 000
Customers – trade debtors	CZK 247 412 000
• within a maturity term	CZK 90 076 000
• within 180 days after maturity	CZK 117 615 000
• over 180 days after maturity	CZK 39 721 000
• assigned debtors	CZK 34 550 000
• collectable notes	CZK 54 579 000
• other debtors	CZK 6 431 000

2. Debtors of companies in the Group

Company	Trade debtors	Other debtors	From long-term financial assets – credits and loans
ELTODO Power	1 057		
ELTODO dopravní systémy	6 565		
ELTODO Parking	2 596		
ELTODO-MIS ELEKTROTECHNIKA	3147		672
ELTODO-CITELUM	18 679		
SOU ELTODO	10		
ELTODO Slovakia	42		556
ELEXA	2		
ACTUAL Plus	167		
ELEKTROVOD OSVETLENIE	3 858		
KMET	32 526		42 173
ELTODO Bulgaria	684		2 349
SIR	4 612		8 299
Total	70 945	0	54 049

3. Adjustments

CZK '000	As of 31. 12. 2003	Creation	Clearance	As of 31. 12. 2004
Adjustment to debtors	101 050	6 681	16 357	91 374
Litigations	6 208	1 256	5 684	1 780
Bankruptcy proceedings	26 672	270	532	26 590
Trade debtors	68 170	5 155	10 321	63 004
Adjustments to prepayments for acquisition of fixed assets	0	3 600	0	3 600
Adjustments to financial investment	4 577	298	40	4 835
Adjustments to stocks	2 843	747	2 843	747
Adjustments to production in progress	1 042	1 784	1 042	1 784

4. Debtors secured by notes

Notes receivable by ELTODO EG, a.s. – as of 31.12.2004:

- Debtor - Mgr. Miloš Tázler – promissory note, issued on 4.6.1999, due on 31.8.2002, amount of CZK 93.539,28.
(Unsuccessful recovery, the debtor was a partner in TV GASTRO 97 s.r.o., which had been declared bankrupt, bankruptcy proceedings terminated on 5.5.2001 due to a lack of assets.)
- Debtor – ATLAS PRAHA s.r.o. – blank promissory note, issued on 2.1.2003 to the contract dated 2.1.2003.
- Debtor – ECON Holding, a.s. – promissory note, issued on 8.11.2001, due on 28.12.2001, amount CZK 1.500.000,- (debtor declared bankrupt)
Debtor – ECON Holding, a.s. – promissory note, issued on 8.11.2001, due on 10.1.2002, amount CZK 1.500.000,- (debtor declared bankrupt)
Debtor – ECON Holding, a.s. – promissory note, issued on 29.11.2001, due on 28.2.2002, amount CZK 1.500.000 (debtor declared bankrupt)
- Debtor – EUROSPEKTRUM GROUP, a.s. – promissory note, issued on 27.9.2000, due on 31.12.2000, amount CZK 52.778.500,-
- Debtor – PaedDr. Hrstka Lubomír – bill of exchange, issued on 15.11.1993, due on 30.6.1994, amount CZK 54.450.000 (final judgment of the High Court in Prague dated 6.3.1997, debtor declared bankrupt)
- Debtor – MARILA INVEST a.s. – promissory note, issued on 28.5.2004, due according to the contract for sale of a part of the business

5. Debt

from the company Papírna Novosedlice has been assigned to the company Petrostav, spol. s r.o., currently waiting for a sale of assets to cover creditors.

IV.3. Liabilities

1. Creditors by maturity term

Total trade creditors (B.III.1)	CZK 135 740 000
Suppliers – trade creditors	CZK 130 750 000
• within maturity term	CZK 50 706 000
• within 180 days after maturity	CZK 78 524 000
• over 180 days after maturity	CZK 1 520 000
• other creditors (purchased creditors)	CZK 4 990 000

2. Creditors of companies in the Group

Company / CZK '000	Trade creditors	Other creditors
ELTODO Power	13 579	
ELTODO dopravní systémy	31 213	
ELTODO Parking	1 809	
ENEST	6 787	
ELTODO-MIS ELEKTROTECHNIKA	1 749	
ELTODO-CITELUM	53	
SOU ELTODO		5 704
ČME	53	6 698
ELEXA	817	4 331
Celkem	56 060	13 035

3. Liabilities covered and secured by notes

Notes payable by ELTODO EG, a.s. – as of 31.12.2004:

1. Živnostenská banka a.s., blank promissory note, issued on 10.8.2001 (to loan agreement dated 10.8.2001).
2. Citibank, a.s., blank promissory note, issued on 11.6.2004 (to loan agreement dated 11.6.2004).
3. Všeobecná úverová banka Bratislava, Slovak Republic, blank promissory note issued on 22.8.2003 (to contract dated on 22.8.2003).
4. Interbanka a.s., blank promissory note issued on 29.4.2004 (to loan agreement dated on 29.4.2004).
5. Rekultivační výstavba Most, a.s., promissory note No. 5 issued on 13.2.2004, amount CZK 3.237.500,- due on 31.3.2005
 Rekultivační výstavba Most, a.s., promissory note No. 6 issued on 13.2.2004, amount CZK 3.237.500,- due on 30.6.2005
 Rekultivační výstavba Most, a.s., promissory note No. 7 issued on 13.2.2004, amount CZK 3.237.500,- due on 30.9.2005
 Rekultivační výstavba Most, a.s., promissory note No. 8 issued on 13.2.2004, amount CZK 3.237.500,- due on 31.12.2005

Surety (aval) ELTODO EG, a.s. – as of 31.12.2004:

Promissory note – by drawer **SPOLEČNOST INVESTIČNÍHO ROZVOJE, a.s.** to the contract for loan of CZK 53.000.000,- dated 29.4.2004.

The company is not aware of any other liability except for the above stated ones in the notes.

4. Liabilities to the state

As of the date of the financial statements the company has no liabilities resulting from taxes, social security and health insurance except for liabilities related to wages and salaries for December 2004, due in January 2005, which have been already duly paid.

5. Subsidies

The company received four subsidies amounting to CZK 4.611.100,- from the Ministry of Transport of the Czech Republic in 2004. The company has no related liabilities and all the subsidies have been duly accounted for.

IV.4. Capital and reserves

A detailed description of the company's equity is stated in the Appendix to the Notes to the Financial Statements (see the last page).

The called-up share capital is described in the Chapter I.

IV.5. Financial leasing

CZK '000 Financial leasing	Installments total	Paid: 31. 12. 2004	Due within 1 year	Due in following years
Trucks	1 753	1 387	366	0
Cars	5 628	3 944	1 274	410
Office and other technology	7 638	3 541	2 235	1 862
Total	15 019	8 872	3 875	2 272

The company acquired 68 vehicles under the operating lease in 2004.

IV.6. Loans and overdrafts

CZK '000	Balance as of 31.12.2004	Balance as of 31.12.2003
Long-term loans		
Živnostenská banka, a.s.	37 500	52 500
Česká pojišťovna, a.s.	0	34 894
Všeobecná úvěrová banka, a.s.	21 000	27 000
Citibank, a.s.	28 384	0
Current bank loans incl. lines of credit		
Živnostenská banka, a.s. – open account	66 841	54 608
Citibank, a.s.	16 343	0

As of 31.12.2004, the company records short-term loans amounting to CZK 8.007.000,- .

IV.7. List of tangible assets encumbered with pledge or mortgage (real estate), stating the nature and form of the security:

Pledges on assets of ELTODO EG, a.s. as of 31.12.2004

Pledgee (mortgagee)	Pledge (mortgage) up to:	Real estate encumbered with a mortgage	Other assets pledged	Purpose	Contract
Živnostenská banka, a.s.	500 000 000	Novodvorská premises	ownership share of 50% in ELTODO-CITELUM, s.r.o.	loan to ELTODO-CITELUM, s.r.o.	mortgage contract
Živnostenská banka, a.s.	160 000 000	Novodvorská premises	debtors	loan facility	mortgage contract
	30 000 000				mortgage contract
	25 000 000				mortgage contract
Citibank, a.s.	33 250 000	Hvoždanská premises		loan	mortgage contract
Komerční banka, a.s.	6 550 000	Čerčanská premises		business case financing	mortgage contract

Other loans are secured by trade debtors.

IV.8. Income tax

- a) **Due** – the company has a tax liability amounting to CZK 4.687.760,- for the accounting period.
- b) **Deferred** – due to a lack of reasonable certainty of the future set-off of a such receivable against future profits, no deferred tax was accounted for in 2004.

List of temporary variances:

CZK '000	Accounting book value as of 31. 12. 2004	Tax book value as of 31. 12. 2004	Temporary variance for 2004
Variance of accounting and tax book value of fixed assets in use	329 618	314 120	- 15 498
Stocks	14 442	15 189	747
Production in progress – projects	19 243	21 027	1 784
Reserves	-18 021	0	18 021
Total temporary variances	-	-	5 054
Deferred tax receivable	-	-	1 314

IV.9. Reserves

Statutory reserves (CZK '000)

Reserves for repairs according to the Act No. 593/1992 Coll., to regulate reserves for determination of the income tax base

The company management decided to create reserves for repairs of assets amounting to CZK 9.800.000,- in 2004. The repairs relate to the buildings Novodvorská A, B, H, and Hvoždanská.

Accounting reserves for business risks and losses and extra works

CZK '000	Balance as of 31. 12. 2003	Creation of reserve	Use of reserve	Balance as of 31. 12. 2004
Reserve for outstanding works	10 150	18 021	10 150	18 021
Total	10 150	18 021	10 150	18 021

The reserves were created and used in accordance with the decision of the company. The reserve for outstanding works was established for future expenses resulting from orders in progress, which are going to be completed in 2005.

IV.10. Litigations

Claimant	Defendant	Amount in CZK	USD
ELTODO EG, a.s.	TRIOLIT s.r.o.	5 135,00	
	FINEST s.r.o.	56 387,00	
	EB GROUP spol. s r.o.	676 714,50	
	Elektrokompakt s.r.o.	7 296,00	
	ICC	300 000,00	150 000,00
	Y.V.D. Marketing	29 280,00	
	EUROTEC Ltd.	917 861,00	
	Pavel Kasal	16 672,00	
	ELPROMONT Praha, s.r.o.	151 255,00	
	Tomáš Kostlivý - Elektroinstalace	4 798,00	
	V. Motlík, Falke Holding Limited, Glossana Holdings	18 000 000,00	
Total		20 165 398,50	150 000,00

IV.11. Selected items of sales revenues from operating activities

CZK '000 Sales item	Current period			Previous period		
	Total	Domestic	Foreigní	Total	Domestic	Foreign
Goods	152 324	57 888	94 436	134 894	74 658	60 236
Services	808 915	808 915	0	553 735	549 964	3 771
Rent	56 521	56 450	71	65 174	65 163	11

IV.12. Events after the date of financial statements

According to the decision of the sole partner, the company decided on the plan to merge companies ACTUAL Plus, a.s., ELEXA, spol. s r.o., KATES, s.r.o., and ELTODO Parking, s.r.o. into the parent company ELTODO EG, a.s.

APPENDIX

Capital and Reserves

Current accounting period - 2004

Equity item	Opening balance	Increments	Decrements	Transfers	Closing balance
1. Called-up share capital	199 232				199 232
2. Own shares	0				0
3. Share premium	0				0
4. Reserve funds	50 000				50 000
5. Other funds from the profit (statutory funds)	487		28		459
6. Capital funds	0				0
7. Gains from revaluation not included in the profit	613		33		580
8. Retained earnings	90 042			52 537	142 579
9. Accumulated loss	0				0
10. Profit after tax from the accounting period	62 894	70 601		-62 894	70 601
11. Transfer of profit to partners	0		10 356	10 356	0
A. Capital and Reserves	403 268	70 601	10 417	0	463 451

The general meeting of ELTODO EG, a.s. held on the 17th June 2004 decided to approve the financial statements as follows:

Distributable profit from 2003	CZK 62 894 394,95
Shareholders' profit shares (dividends)	CZK 9 961 620,-
Remuneration of board members (total)	CZK 396 000,-
Retained profits	CZK 52 536 774,95



EURO-Trend Audit, a.s.

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tel.: (02) 24 22 84 27, (02) 22 24 45 11, fax: (02) 24 23 42 88
e-mail: audit@eurotrend.cz, www.eurotrend.cz

Auditor's Report on the Consolidated Financial Statements of ELTODO EG Group for the 2004 Accounting Period

Auditor's Report to the Shareholders of ELTODO EG, a.s.

We conducted our audit of the consolidated balance sheet of ELTODO EG Group as at 31 December 2004, the related consolidated income statement, and notes for the year then ended ("the consolidated financial statements"). The preparation of the consolidated financial statements was the responsibility of the Parent Company's statutory body. Our responsibility was to express an opinion on these consolidated financial statements based on our audit.

We conducted our audit in accordance with the Act on Auditors and the Auditing Standards of the Chamber of Auditors of the Czech Republic. Those auditing standards require that we plan and perform the audit to obtain reasonable assurance as to whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements, assessing the correctness and expedience of the accounting principles used and significant estimates made by the Companies in the Group, as well as evaluating the overall consolidated financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the consolidated financial statements give a true and fair view, in all material respects, of the assets, liabilities, equity and consolidated financial position of ELTODO EG, a.s. and other companies included into the consolidation Group as at 31 December 2004, and the consolidated results of its operations for the year then ended in accordance with the Act on Accounting and the relevant legislation of the Czech Republic.

Prague, 13 May 2005

Auditing company:
EURO-Trend Audit, a.s.

Licence No 317

On behalf of the company:

Petr Ryněš, Chairman of the Board of Directors



Responsible auditor:

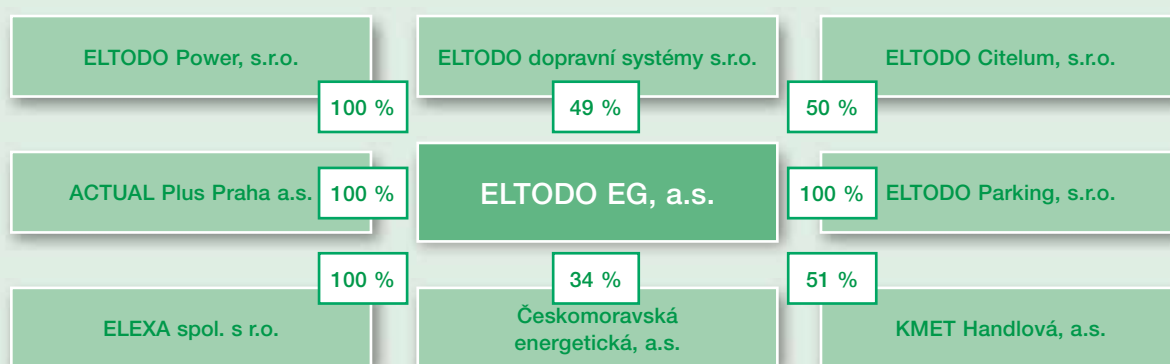
Petr Ryněš

Licence No 1299

CONSOLIDATED FINANCIAL STATEMENTS OF THE ELTODO GROUP

Definition of the consolidation set

For the purpose of the consolidated Balance Sheet and Profit and Loss Account the consolidation set was defined as follows:



The average headcount of the ELTODO Group in 2004 was 885.

Method and system of the consolidation

ELTODO EG, a.s.	parent company	KMET, s.r.o.	full consolidation
ELTODO Power, s.r.o.	full consolidation	ELTODO dopravní systémy s.r.o.	equivalence method
ACTUAL Plus Praha, a.s.	full consolidation	ELTODO-CITELUM, s.r.o.	equivalence method
ELEXA spol. s r.o.	full consolidation	Českomoravská energetická, a.s.	equivalence method
ELTODO Parking, s.r.o.	full consolidation		

The consolidation system: direct method

Accounting procedures, valuation and depreciation methods of the consolidation

All the companies included in the consolidation set use in principle identical methods for assets and liabilities valuation and assets depreciation and identical accounting procedures. The parent company either provides accounting services or performs control and audits to most of the companies integrated in the consolidation set.

All the companies integrated in the consolidated set compile their individual financial statements as of the 31st December 2004 with the exception of ELTODO dopravní systémy s.r.o. company, which closed its books and elaborated the financial statements as of the 30th September 2004 for its fiscal year.

Official statements of these companies were available at the time of compilation of the consolidated financial statements. In the case of ELTODO dopravní systémy s.r.o., the consolidation was based on official reports as of the 30th September 2004 and interim statements for the period of October till the 31st December 2004 (the statements were summarized and adjusted for the purpose of the consolidation).

CONSOLIDATED BALANCE SHEET OF THE ELTODO GROUP

CZK '000		2004	2003	
	TOTAL ASSETS	1	1 265 145	890 660
A.	Receivables for called-up share capital	2		0
B.	Fixed assets	3	890 831	572 465
B.I.	Intangible fixed assets	4	1 954	2 667
B.II.	Tangible fixed assets	5	647 925	397 134
B.III.	Long-term financial assets (investments)	6	82 038	43 152
B.IV.	Positive consolidation variance	7	24 263	
B.V.	Securities in equivalence	8	134 653	129 512
C.	Current assets	9	359 021	315 126
C.I.	Stocks	10	49 443	87 520
C.II.	Long-term debtors	11	10	0
C.III.	Short-term debtors	12	278 449	217 693
C.IV.	Financial assets	13	31 119	9 913
D.	Other assets – temporary assets accounts	14	15 293	3 069
	TOTAL LIABILITIES	15	1 265 145	890 660
A.	Capital and reserves	16	566 512	508 631
A.I.	Called-up share capital	17	199 232	199 232
A.II.	Capital funds	18	580	613
A.III.	Funds from profit	19	50 459	50 486
A.IV.	Profit from previous years	20	142 578	90 042
A.V.	Consolidated profit from the accounting period excl. minority interests (+-)	21	90 127	71 865
A.V.1.	Consolidated profit from the current accounting period (+-)	22	56 303	48 479
A.V.2.	Share in profit in equivalence (+-)	23	33 824	23 386
A.VII.	Consolidation reserve fund	24	83 536	96 393
B.	External funds	25	693 378	371 656
B.I.	Reserves	26	27 984	10 150
B.II.	Long-term liabilities	27	41 439	0
B.III.	Short-term liabilities	28	217 228	192 092
B.IV.	Bank loans and overdrafts	29	406 727	169 414
C.	Other liabilities – temporary liabilities accounts	30	9 313	10 373
D.	Minority equity	31	-4 058	
D.I.	Minority called-up share capital	32	385	
D.II.	Minority capital funds	33	0	
D.III.	Minority funds from profit incl. the profit from previous years	34	0	
D.IV.	Minority profit from the current accounting period	35	-4 443	

CONSOLIDATED PROFIT AND LOSS ACCOUNT OF THE ELTODO GROUP

CZK '000			2004	2003
I.	Revenues from goods sold	1	157 775	137 570
A.	Cost of goods sold	2	139 921	114 612
*	Gross margin	3	17 854	22 959
II.	Production	4	1 051 737	710 060
B.	Cost of production	5	802 987	515 957
*	Value added	6	266 604	217 062
C.	Personnel costs	7	175 137	142 649
D.	Taxes and charges	8	2 073	792
E.	Depreciation of intangible and tangible fixed assets	9	27 615	19 368
III.	Sale of fixed assets and material	10	20 730	10 207
F.	Net book value of fixed assets and material sold	11	9 419	11 799
G.	Change in operating reserves and adjustments	12	11 845	-11 785
IV.	Other operating revenues	13	34 103	8 867
H.	Other operating expenses	14	30 561	20 615
*	Consolidated operating profit	15	64 787	52 697
VI.	Sale of securities and interests	16	1 500	1 706
J.	Securities and interest sold	17	3 320	1 950
VII.	Revenues from long-term financial assets	18	10 241	-3 599
IX.	Revenues from revaluation of securities and derivatives	19	3 361	0
L.	Cost of revaluation of securities and derivatives	20	3 035	0
M.	Change in reserves and adjustments to financial items	21	258	-2 897
X.	Interest received	22	2 466	2 691
N.	Interest paid	23	12 926	9 113
XI.	Other financial revenues	24	7 218	6 915
O.	Other financial expenses	25	10 991	3 796
*	Consolidated profit from financial operations	26	-5 743	-4 249
Q.	Income tax on ordinary operations	27	7 222	0
**	Consolidated profit from ordinary operations after tax	28	51 822	48 448
XIII.	Extraordinary income	29	41	80
R.	Extraordinary expenses	30	3	48
*	Consolidated extraordinary profit	32	38	32
***	Consolidated profit for the accounting period excl. equivalent share	33	51 860	48 480
	Out of which			
	– profit from the current accounting period excl. minority interests	34	56 303	0
	– minority profit from the current accounting period	35	-4 443	0
	Share in profit in equivalence	36	33 824	23 386
***	Consolidated profit for the accounting period	37	85 684	71 865



ELTODO Power, s.r.o.

The ELTODO Power, s.r.o. company is the manufacturing and technical basis for the ELTODO Group and it simultaneously directly covers customers' requirements on comprehensive services in the area of manufacturing and supply of electrical equipment dedicated to public lighting, LV and HV equipment, control and traffic systems, and airport light signalling systems including control units.

Trading

In addition to manufacturing, the company delivers a broad line of electrical installation material, power, shielded and fire resistant cables, conductors, power cords, copper cables, and components for public lighting and traffic systems.

COMPANY BODIES

Statutory body of ELTODO Power, s.r.o.

Chief executive officer:	Ing. Luděk Šopov
Non-executive officer:	Ing. Libor Hájek
Delegation of partners:	Ing. Libor Hájek Ing. Jaroslav Laňka
Director:	Ing. Luděk Šopov

SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004	CZK '000
Revenues from goods sold	5 451
Gross margin	879
Production	98 933
Value added	26 060
Operating profit	2 477
Profit for the current accounting period	2 887

BALANCE SHEET as of 31. 12. 2004	CZK '000		CZK '000
Assets	38 046	Liabilities	38 046
Fixed assets	2 462	Equity	9 669
Current assets	35 547	External funds	28 377
Accruals and deferrals	37	Accruals and deferrals	0

ELEXA spol. s r.o.

In February 2004, ELTODO EG, a.s. became a sole owner of the company ELEXA spol. s r.o. which has been focusing on the area of buildings automation since 1995, beginning from family residences through administrative buildings to industrial complexes. The acquisition has significantly strengthened the ELTODO Group in the area of low voltage electrical installations and related project services and in the field of intelligent building control.

ELEXA offers the services as follows:

- System support for project design and realization
- Project design of system installations
- Realization of system installations
- System integration services
- General supplies of measuring and regulation systems
- Guarantee and post-guarantee service
- Sales of EIB components
- Technical consultancy and seminars

ELEXA focuses on the EIB standard (European Installation Bus) and as a result of that, it holds numerous Czech and foreign certificates including the "EIB Partner" certification.

COMPANY BODIES

Statutory body of ELEXA spol. s r.o.

Chief executive officer:	Jaroslav Gůnther
Non-executive officer:	Ing. Lumír Dvořák
Director:	Jaroslav Gůnther

SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004	CZK '000
Revenues from goods sold	0
Gross margin	0
Production	49 720
Value added	15 591
Operating profit	2 829
Profit for the current accounting period	1 254

BALANCE SHEET as of 31. 12. 2004	CZK '000		CZK '000
Assets	43 921	Liabilities	43 921
Fixed assets	22 197	Equity	29 622
Current assets	21 541	External funds	14 276
Accruals and deferrals	183	Accruals and deferrals	23

ELTODO-CITELUM, s.r.o.

The principal line of business of ELTODO-CITELUM, s.r.o. is the lease, operation, management and maintenance of public and festive lighting, public and tower clocks and power connections to fixed urban equipment. The business is executed in the area of capital of Prague and has been gradually expanding to other Czech cities and municipalities.

ELTODO-CITELUM has elaborated a detailed concept of a project for cities and municipalities called "Assigned management", which offers an opportunity of rapid and cost-effective way of transferring public lighting to the European standard level. In addition to its core business, the company is also dealing with auxiliary use of managed facilities, for example for outdoor advertising, and also offers its own consulting and engineering services and customized methods of urban projects financing.

COMPANY BODIES

Statutory body of ELTODO-CITELUM, s.r.o.

Non-executive officer:	Ing. Libor Hájek
Chief executive officer:	Ing. Jaroslav Laňka
Non-executive officer:	Ing. Josef Beránek
Non-executive officer:	Ing. Daniel Litecký

Delegation of partners:	Ing. Libor Hájek	Supervisory Board	
	Prof. Ing. Pavel Přebyl, CSc.	Chairman:	Michel Tesconi
	Ing. Jindřich Hess	Member:	Zdeňka Molnárová
	Ing. Josef Beránek	Member:	Ing. Lubomír Štěpán
	Philippe Texier	Director:	Ing. Jaroslav Laňka
	Jean-Sébastien Decavele		

SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004	CZK '000
Revenues from goods sold	0
Gross margin	0
Production	429 331
Value added	160 961
Operating profit	71 575
Profit for the current accounting period	32 059

BALANCE SHEET as of 31. 12. 2004	CZK '000		CZK '000
Assets	632 346	Liabilities	632 346
Fixed assets	501 017	Equity	199 308
Current assets	115 552	External funds	428 877
Accruals and deferrals	15 777	Accruals and deferrals	4 161

ELTODO Parking, s.r.o.

The ELTODO Parking, s.r.o. company was established for the purpose of offering a comprehensive solution in the field of stationary traffic. Its business plan comprises preparation and construction of garages and management and operation of garages and parking lots. It offers its services to cities, municipalities and private entities.

COMPANY BODIES

Statutory body of ELTODO Parking, s.r.o.

Chief executive officer:	Michal Prunar
Non-executive officer:	Ing. Jindřich Hess
Delegation of partners:	Ing. Libor Hájek Prof. Ing. Pavel Příbyl, CSc.
Director:	Michal Prunar

SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004 CZK '000

Revenues from goods sold	0
Gross margin	0
Production	18 367
Value added	6 135
Operating profit	-834
Profit for the current accounting period	-871

BALANCE SHEET as of 31. 12. 2004 CZK '000

Assets	4 048	Liabilities	4 048
Fixed assets	538	Equity	-355
Current assets	3 399	External funds	4 403
Accruals and deferrals	112	Accruals and deferrals	0

ELTODO dopravní systémy s.r.o.

The ELTODO dopravní systémy s.r.o. company is dealing with the field of road transport systems. It offers light traffic signalling equipment and its higher level of control, tunnel control systems, pay-and-display machines and parking systems, and intelligent traffic systems. The supplies cover the entire cycle of comprehensive service, from development and design, through construction and commissioning, to aftersale service of installed systems and equipment. The company headquarters are based in Prague. Other offices including the service back-office are located in Brno and Hradec Králové. The ELTODO dopravní systémy s.r.o. company has been a holder of the ISO 9002 quality certificate since the beginning of 2001.

COMPANY BODIES

Statutory body of ELTODO dopravní systémy s.r.o.

Non-executive officer:	Ing. Libor Hájek
Chief executive officer:	Ing. František Lusk
Non-executive officer:	Ing. Zdeněk Stehlík
Delegation of partners:	Ing. Radomír Šimek Ing. Antonín Havlíček Ing. Libor Hájek Prof. Ing. Pavel Příbyl, CSc.
Director:	Ing. František Lusk

SELECTED PROFIT AND LOSS ACCOUNT for the period of 1. 10. 2003 till 30. 9. 2004

Revenues from goods sold	15 508
Gross margin	10 220
Production	399 685
Value added	106 826
Operating profit	36 881
Profit for the current accounting period	23 415

BALANCE SHEET as of 30. 9. 2004

Assets	CZK '000	Liabilities	CZK '000
Fixed assets	28 314	Equity	41 475
Current assets	217 468	External funds	204 761
Accruals and deferrals	431	Accruals and deferrals	0

ENEST, s.r.o.

The ENEST, s.r.o. company manufactures a broad line of octagonal poles, mainly for the use in the area of public lighting, for which it has a full assortment of poles, cantilevers and other accessories developed. A similar production line includes traffic signalling poles. Other poles, which are produced by ENEST, s.r.o., are flag poles, transmission towers (for lines up to 35 kV voltage), traction line poles, towers for small wind-power stations, stanchions, billboard poles, and other atypical structures as required by customers.

COMPANY BODIES

Statutory body of ENEST, s.r.o.

Non-executive officer: Ing. Jaroslav Laňka
 Non-executive officer: Ing. Aleš Fleischmann

Supervisory Board

Chairman: Ing. Ladislav Musílek
 Member: Ing. Josef Fiala
 Member: Ing. Jiří Hrnčář
 Director: Milan Malík

SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004		CZK '000
Revenues from goods sold		0
Gross margin		0
Production		18.085
Value added		7.420
Operating profit		2.629
Profit for the current accounting period		2.533

BALANCE SHEET as of 31. 12. 2004	CZK '000		CZK '000
Assets	18 541	Liabilities	18 541
Fixed assets	4 214	Equity	17 299
Current assets	14 310	External funds	1 242
Accruals and deferrals	17	Accruals and deferrals	0

Střední odborné učiliště ELTODO, s.r.o.

Střední odborné učiliště ELTODO, s.r.o. has been profiling itself as a facility for preparing conventional trades and expert professions in the area of construction, technical development, and manufacturing within the group of ELECTRICAL ENGINEERING study lines, and in compliance with the founder's interests and his needs of qualified workforce, and in accordance with pedagogical documents by the Ministry of Education, Youth and Sports of the Czech Republic. The emphasis is put on achieving an expertise and full qualification for execution of expected works and acquisition of dispositions allowing for trainees mobility and rapid adaptability.

In the school year 2004/05, 150 students were being prepared in six classes of study lines „Electrician, light current”, “Electrician, heavy current”, “Mechanic of electrical equipment”, and one distant extended study line “Electrical engineering”.

COMPANY BODIES

Statutory body of Střední odborné učiliště ELTODO, s.r.o.

Non-executive officer:	PaedDr. Jan Rafaj
Chief executive officer:	PaedDr. Zdeněk Hovorka
Director:	PaedDr. Zdeněk Hovorka

SELECTED PROFIT AND LOSS ACCOUNT for the period of 1. 9. 2003 till 31. 8. 2004

	CZK '000
Revenues from goods sold	0
Gross margin	0
Production	884
Value added	-1 249
Operating profit	133
Profit for the current accounting period	127

BALANCE SHEET as of 31. 8. 2004

	CZK '000		CZK '000
Assets	7 948	Liabilities	7 948
Fixed assets	6 651	Equity	7 022
Current assets	1 296	External funds	926
Accruals and deferrals	0	Accruals and deferrals	0

Českomoravská energetická, a.s.

The Českomoravská energetická, a.s. company was established with the aim to supply electric power to entitled customers under the new conditions of deregulated and liberalized power market in the Czech Republic. The joint-stock company Českomoravská energetická is a holder of the licence No. 140100008 for electric power trading valid from the 1st July 2001 till the 16th July 2006, which was issued by the Power Regulation Office of the Czech Republic.

Major company activities

- Delivery of power quantities agreed upon in concluded contracts
- Purchase of power in the Czech Republic and sale of power to authorized power market participants
- Purchase of power from and its sale to other countries

COMPANY BODIES

Board of Directors of the company Českomoravská energetická, a.s.

Chairman:	Ing. Jiří Švancara
Member:	Ing. Libor Hájek
Member:	Ing. Josef Jehlička

Supervisory Board

Chairman:	Milan Chlapík
Member:	Ing. Jaroslav Laňka
Member:	JUDr. Stanislav Kabele

Director:	Ing. Jiří Švancara
-----------	--------------------

SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004	CZK '000
Revenues from goods sold	0
Gross margin	0
Production	1 200
Value added	-990
Operating profit	-3 903
Profit for the current accounting period	-3 604

BALANCE SHEET as of 31. 12. 2004	CZK '000		CZK '000
Assets	28 711	Liabilities	28 711
Fixed assets	9 962	Equity	28 412
Current assets	18 601	External funds	299
Accruals and deferrals	148	Accruals and deferrals	0

ELTODO MIS-ELEKTROTECHNIKA, s.r.o.

The ELTODO MIS-ELEKTROTECHNIKA, s.r.o. company has been a member of the ELTODO Group since the 30th October 2001. It has broadened the portfolio of group's activities in the area of industry and comprehensive maintenance. ELTODO MIS-ELEKTROTECHNIKA belongs to important suppliers of general and partial deliveries of electric equipment and services for all types of industry, energetics and services. The company business activities comprise a closed loop of activities in the area of electrotechnology within the whole life cycle of electrical equipment, from general deliveries, through revisions, service, general maintenance and repairs, to modernization and reconstruction. All the business activities including a consultancy are primarily focused on high reliability of deliveries, maintenance cost optimization, and electrical power savings of customers.

Major company activities

- Supplies of high current equipment
- Supplies of power and control electronics including static converters and programmable automatics
- Service and full-scale maintenance of electrical equipment including the SW support
- Dismantling-free technical diagnostics of electrical and engineering equipment
- Diagnostics of heat leaks from industrial equipment and buildings
- Consultancy in the area of maintenance and power savings
- Development of SW for maintenance optimization and internal corporate processes
- Deliveries and services for road traffic systems

COMPANY BODIES

Statutory body of ELTODO MIS-ELEKTROTECHNIKA, s.r.o.

Chief executive officer: Ing. Radim Otisk

Supervisory Board

Chairman: František Peringer

Member: Ing. Petr Soural

Member: Ing. František Lusk

Director: Ing. Radim Otisk

SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004		CZK '000
Revenues from goods sold		0
Gross margin		0
Production		36 136
Value added		15 985
Operating profit		2 162
Profit for the current accounting period		463

BALANCE SHEET as of 31. 12. 2004	CZK '000		CZK '000
Assets	17 436	Liabilities	17 436
Fixed assets	761	Equity	3 183
Current assets	16 563	External funds	14 153
Accruals and deferrals	112	Accruals and deferrals	100

Elektrovod OSVETLENIE, s.r.o.

The Elektrovod OSVETLENIE, s.r.o. company (formerly Elektrovod Košice, s.r.o.) was established on the 7th February 1997. It has been focusing on comprehensive services in the area of public and industrial lighting as well as lighting of other buildings. A comprehensive nature of its services lies particularly in deliveries of technical and economic audits and studies, project design of complete turnkey deliveries, material deliveries, civil construction and installation works for maintenance, reconstruction, and modernization of lighting systems, operating and servicing, and financing of investment projects.

One of the company's products is the project of comprehensive maintenance of public lighting, which represents a model solution of the current status of public lighting in Slovak cities and municipalities.

COMPANY BODIES

Statutory body of Elektrovod OSVETLENIE, s.r.o.

Non-executive officer: Ing. Peter Papan
 Non-executive officer: Andrej Jenčík

Supervisory Board

Chairman: Monika Jedličková
 Member: Ivan Beneš
 Member: Ing. Lubomír Indra

Director: Ing. Peter Palmaj

SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004		SKK '000
Revenues from goods sold		1 727
Gross margin		676
Production		15 186
Value added		6 871
Operating profit		1 765
Profit for the current accounting period		757

BALANCE SHEET as of 31. 12. 2004	SKK '000		SKK '000
Assets	45 275	Liabilities	45 275
Fixed assets	30 950	Equity	16 760
Current assets	14 175	External funds	28 515
Accruals and deferrals	150	Accruals and deferrals	0

ACTUAL Plus Praha, a.s.

The ACTUAL Plus a.s. company as a mandatary of ELTODO – CITELUM, s.r.o. is providing all advertising activities on public lighting poles and their other use in Prague and in municipalities in which ELTODO CITELUM, s.r.o. performs management, operation and maintenance of public lighting. The aim of ACTUAL Plus a.s. as a service organization is to create quality conditions for advertising agencies, firms and individual clients at realization of their intentions associated with exploitation of the public lighting technical infrastructure. Various types of advertising carriers, which can be used either separately or in combined lines, correspond with the character and objectives of clients requirements on advertising and navigation information systems.

COMPANY BODIES

Statutory body of ACTUAL Plus Praha, a.s.

Chairman of Board of Directors:	Ing. Jaroslav Laňka
Vice-chairman of Board of Directors:	Vlastimil Novák
Member:	Ing. Zdeňka Šopová

Supervisory Board

Chairman:	Ing. Jiří Skála
Vice-chairman:	Milan Chlapík
Member:	Libor Šich

Director:	Ing. Zdeňka Šopová
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SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004	CZK '000
Revenues from goods sold	0
Gross margin	0
Production	65 827
Value added	10 825
Operating profit	5 619
Profit for the current accounting period	4 044

BALANCE SHEET as of 31. 12. 2004	CZK '000		CZK '000
Assets	18 981	Liabilities	18 981
Fixed assets	244	Equity	5 167
Current assets	18 595	External funds	12 140
Accruals and deferrals	142	Accruals and deferrals	1 676

SPOLEČNOST INVESTIČNÍHO ROZVOJE a.s.

The Společnost investičního rozvoje, a.s. company was founded in 2001 for the purpose of construction of the private industrial zone "Královský vrch" in Kadaň. As a result of that, its main business activities consist in the management and maintenance of properties, related real estate services, engineering and project design in capital construction, as well as construction works themselves, with a focus on the city of Kadaň and its surroundings.

In the context of the investment plan of development of the "Královský vrch" industrial zone in Kadaň, ELTODO EG, a.s. acquired the 51% share in the company in 2004.

COMPANY BODIES

Statutory body of SPOLEČNOST INVESTIČNÍHO ROZVOJE a.s.

Chairman of Board of Directors:	Vlastislav Hofman
Member of Board of Directors:	Ing. Lumír Dvořák
Member of Board of Directors:	Ing. Jindřich Hess

Supervisory Board

Chairman:	Jan Crdlík
Member:	Miroslav Kabrna
Member:	Ing. Lucie Kneprová
Director:	Vlastislav Hofman

SELECTED PROFIT AND LOSS ACCOUNT INDICATORS in 2004	CZK '000
Revenues from goods sold	0
Gross margin	0
Production	82 087
Value added	-419
Operating profit	-909
Profit for the current accounting period	-2 614

BALANCE SHEET as of 31. 12. 2004	CZK '000	CZK '000	
Assets	239 420	Liabilities	239 420
Fixed assets	197 539	Equity	-13 608
Current assets	41 881	External funds	231 840
Accruals and deferrals	0	Accruals and deferrals	21 188

Addresses and contacts of companies in the group



ELTODO **dopravní systémy s.r.o.**

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Fax: +420 261 345 625
e-mail: eds@eltodo.cz



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Fax: +420 261 344 205
e-mail: citelum@eltodo.cz



ELTODO Power, s.r.o.

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Tel.: +420 272 921 149
Fax: +420 272 934 539
e-mail: power@eltodo.cz



ELTODO Parking, s.r.o.

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e-mail: parking@eltodo.cz





**ELTODO MIS-
-ELEKTROTECHNIKA, s.r.o.**

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Fax: +420 595 956 610
e-mail: misel@misel.cz



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e-mail: elexa@elexa.cz
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**SPOLEČNOST
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e-mail: sir.as@sirhofman.cz
<http://www.sirhofman.cz>

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142 01 Prague 4
Tel.: +420 261 341 111
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e-mail: enest@eltodo.cz
<http://www.enest.vyrobce.cz>

**Českomoravská
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**Střední odborné učiliště
ELTODO, s.r.o.**

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e-mail: spssou@eltodo.cz



Slévárna a strojírna, a.s.

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Contact

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E-mail:

eltodo@eltodo.cz

Internet:

www.eltodo.cz

Company ID:

45274517

Tax ID:

CZ45274517

Bank details:

Živnostenská banka, a.s.
Na Příkopě 20, Prague 1
Account no.: 125971003/0400

Registered in Commercial Register:

Municipal Court in Prague, section B, Insert 1573
Den of record: 6. 5. 1992

www.eltodo.cz