

KONČAR – Electrical Industry Inc. for manufacturing and services
Fallerovo šetalište 22, 10000 Zagreb

Security: KOEI-R-A
ISIN: HRKOEIRA0009
LEI: 74780000H0SHMRAW0I15
Home Member State: Croatia
Regulated Market Segment: Official Market of the Zagreb Stock
Exchange

Zagreb, 12 July 2024

Subject: Joint Venture Agreement between KONČAR Inc. and Siemens Energy Holding B.V.

On 12 July 2024, KONČAR Inc. (KONČAR) and Siemens Energy Holding B.V. entered into a Joint Venture Agreement.

The goal of this joint venture is to build a manufacturing facility and establish a company dedicated to producing transformer tanks at KONČAR's site in Sesvetski Kraljevec in which KONČAR will be the majority owner with a share of 60 percent

The European Union's green transition has spurred a substantial rise in transformer demand, with transformer tanks being a vital component. This strategic alliance with our established partner aims to scale up KONČAR's production of transformer tanks, thereby setting the stage for substantial growth in our global market reach.

The agreement sets forth the necessary conditions and legal actions to conclude the transaction and officially launch the joint venture. This includes, among other things, obtaining appropriate concentration approvals in accordance with the applicable legislation of certain markets where KONČAR and Siemens Energy Holding B.V. already present.

KONČAR Inc.