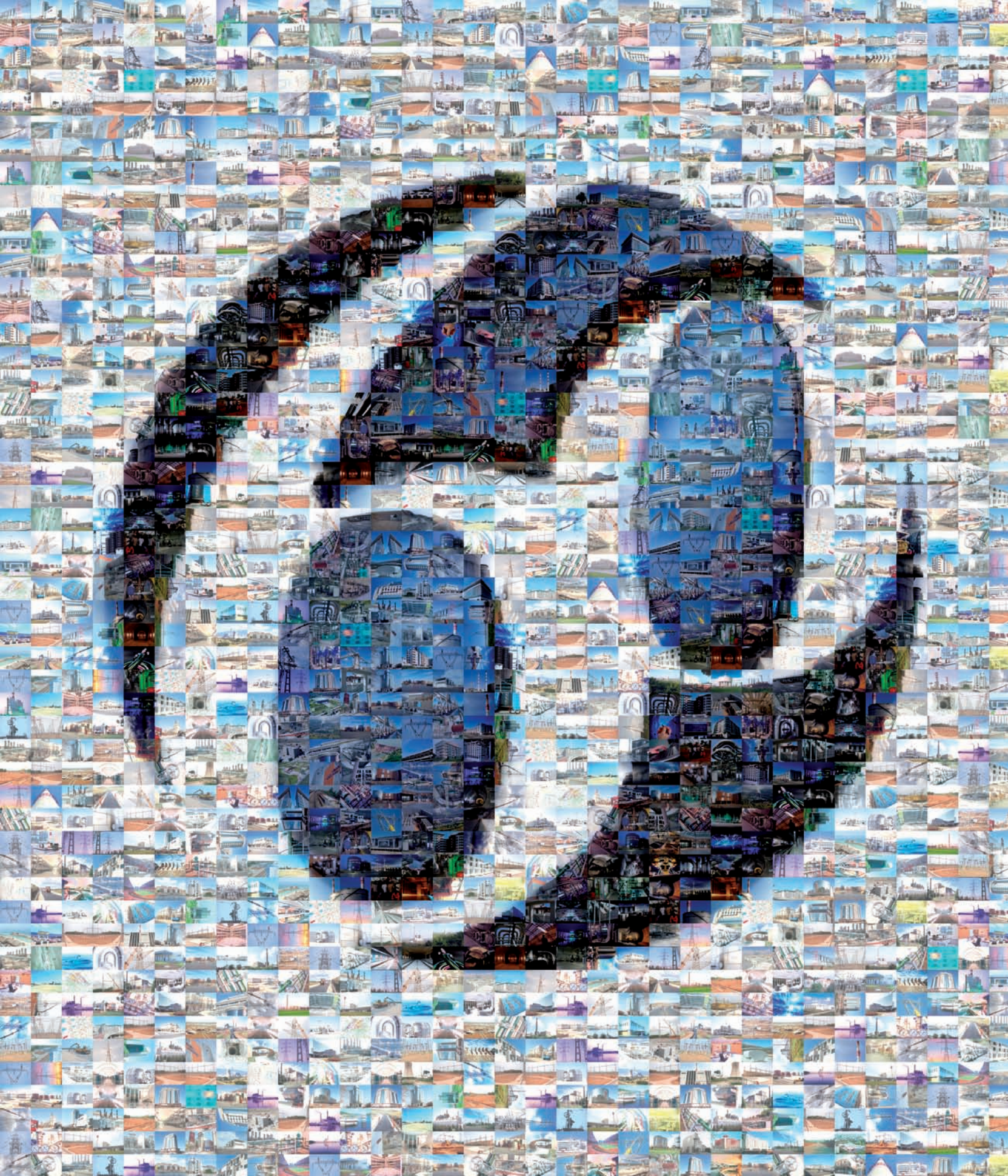




ENERGOPROJEKT

ANNUAL REPORT 2010



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LETTER TO SHAREHOLDERS

Dear Sirs/Madams,

Despite the economic crisis, Energoprojekt's business plans for 2010 have been realized and in some elements exceeded, thanks to diversification of Energoprojekt's activities and markets.

Total consolidated revenue of EUR 228.7 million has been realized, which is 2% more than planned, while gross profit of EUR 8.7 million is 15% more than planned. Revenue achieved at foreign markets was 59% of the total revenue, while 41% was generated at home.

In 2010, new projects were contracted worth EUR 276.60 million, or 60% more than in 2009, when EUR 182 million were contracted abroad, and a total of EUR 94.6 million at home. Of the total amount of newly contracted projects, EUR 117.1 million is for power, ecology and water economy projects, while EUR 153.3 million for building, industrial and infrastructural projects, while new contracts for support activities contributed with EUR 6.3 million.

The most important contracts signed in 2010 are:

- Rehabilitation and modernization of Unit 2, thermal power plant Kostolac B, Serbia
- Design and consulting services for phase IX of the Qatar power transmission system.
- Engineering, supply and installation of mechanical and electrical equipment and materials for phase II of the Governor's palace in the Nigerian federal state Aqua Ibon.



A total consolidated revenue of Euro 228.7 million is realized, which is 2% more than planned, while there is the gross profit of Euro 8.7 million which is 15% more than planned.

59% of the total revenue was achieved in foreign markets, and 41% in the country.

- Supervision over construction of the irrigation and hydro-power project Alto Piura, Peru.
- Works on the final layer of the road Kevempe-Kafu, 165 km long, Uganda.
- Design and construction of a residential complex and wine producing plant in Sariagashi, Kazakhstan.
- Construction of the National Telecommunication Agency office building in Accra, Ghana.
- Construction of a residential complex in Siktivkar, Russia.

Hard circumstances in realization of the annual plan are evident in 2011, as well as problems in ensuring current liquidity of dependent companies of the Energoprojekt Group, whose business is considerably affected by the economic crisis. Still, we expect strict control of costs, optimization of personnel and intense acquisition of new projects to result in realization of the overall business plan for this year.

In 2011 necessary preparations shall be made for positioning of Energoprojekt to significantly increase its participation at the Serbian market, through realisation of various infrastructural projects, in accordance with the announced important investments in energy, roads and other infrastructural projects.

We are grateful to all our investors and business partners for their trust, and to employees who implemented their skills and behaved professionally and achieved remarkable business results, especially considering current market conditions.

We are grateful to shareholders for their understanding and decision adopted at the General Shareholders' Meeting to invest a part of the annual profit for 2010 in increasing the equity of the shareholding company, which may in the forthcoming investment cycle in the country enable further increase of share capital value and creation of conditions for paying of dividends to shareholders.

Vladimir Milovanović
CEO

Ivar Berger
Chairman of the Board



A Brief History

Energoprojekt was founded in 1951 in Belgrade, the capital of former SFRY, as a state owned company to provide design and consultancy services within hydro and thermal power generation and water management (irrigation, land reclamation, water processing etc.).

During its long and successful history, Energoprojekt extended its business activities to the fields of: power generation, transmission and distribution, urban planning, buildings construction, infrastructure, water management and environmental protection, industry and information technologies.

Through its 60 years of business operations, Energoprojekt has evolved into a complex business entity, integrating today 10 internationally active and sophisticated companies in Serbia and over 20 subsidiaries and joint venture companies worldwide, offering a wide range of consulting, engineering and contracting services.

ENERGOPROJEKT GROUP is presently operating in more than 20 countries around the world, with an average annual turnover of around USD 300 million and annual contracts exceeding USD 500 million.

Today ENERGOPROJEKT GROUP is the largest Serbian contractor capable of executing complex projects. Energoprojekt is the only company in the region listed in the renowned American magazine "Engineering News Record" lists: "The Top 200 International Design Firms" and "The Top 225 International Contractors".



ENERGOPROJEKT GROUP manpower of 2,650 represents its basic creative force. The renowned professionalism of its 1,000 fully qualified, skilled and experienced engineers and other highly specialized experts, enable ENERGOPROJEKT GROUP to retain its position as one of the most prominent and trusted groups around the world.

During six decades, **ENERGOPROJEKT GROUP** designed and developed complex projects in more than 70 countries worldwide. The following list is a brief summary of relevant projects.

Fifty hydro power plants of various types and capacities;

Thirty-four thermal power plants (oil, gas or lignite fired) of various types and capacities (with a unit capacity up to 600 MW);

Fifteen industrial power plants;

Twenty heating plants and thirty-four district heating systems;

Over two hundred power transmission and distribution substations (voltage levels up to 400 kV);

Several thousand kilometers of overhead transmission and cable lines (voltage levels up to 400 kV);

Over fifty projects of rural and urban electrification;

Fifteen water management plants and basin developments;

Forty complex land improvement systems;

Over thirty water management and river flood control projects;

About fifty municipal and industrial water supply and sewage systems;

Multiple infrastructure projects (underground structures, tunnels, roads, runways etc.);

Over 200 designed and nearly 70 constructed industrial plants (oil and coal processing, ferrous and non-ferrous metallurgy, metalwork's, chemical and pharmaceutical industry, building materials, textile and leather, wood and paper, food etc.);

One hundred public buildings;

Ten conference centers;

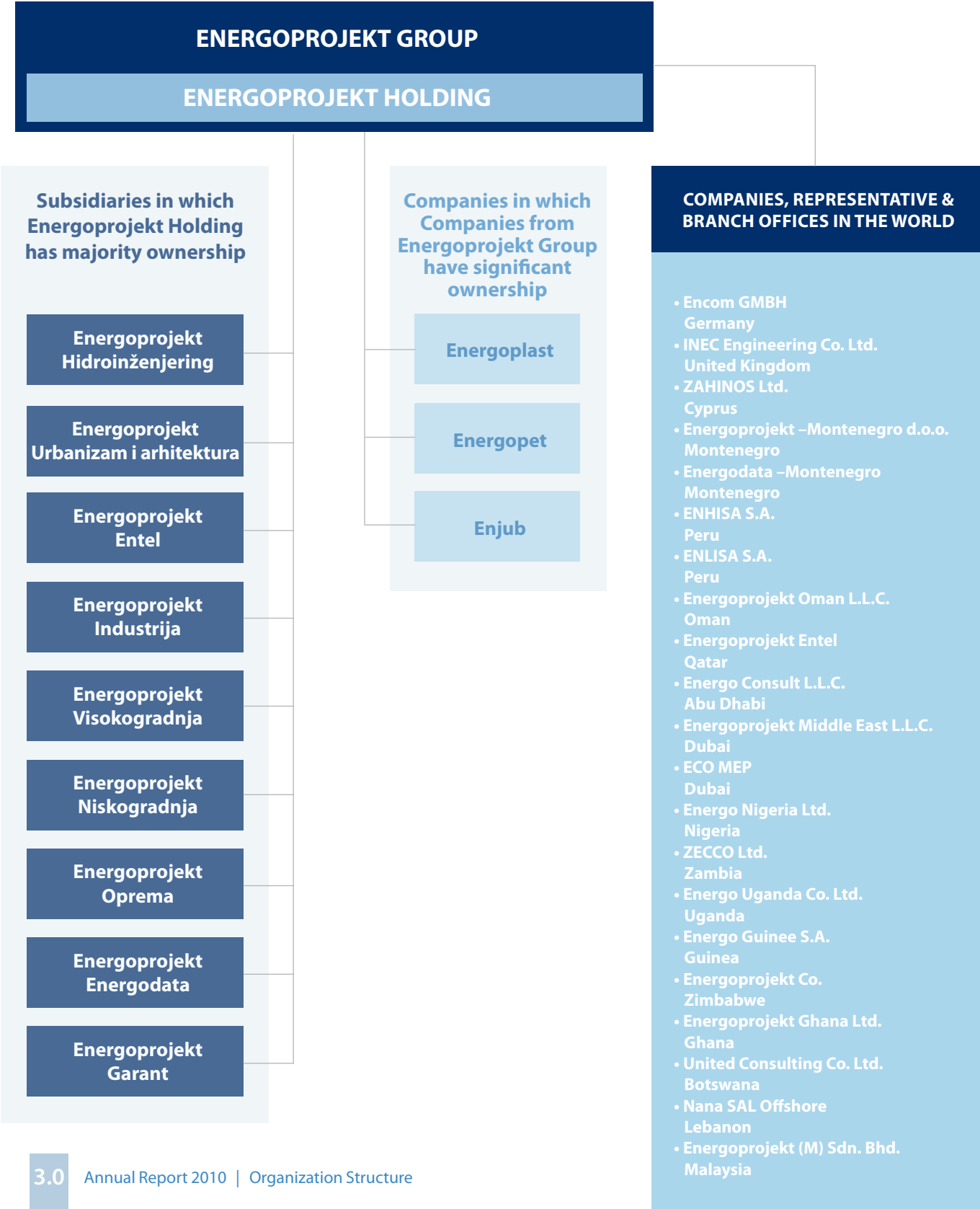
Several hundreds of housing projects, hospitals, health centers, tourist and sports facilities;

Heating, cooling and air-conditioning installations for a/m projects;

Interior design and furnishing for a/m projects;

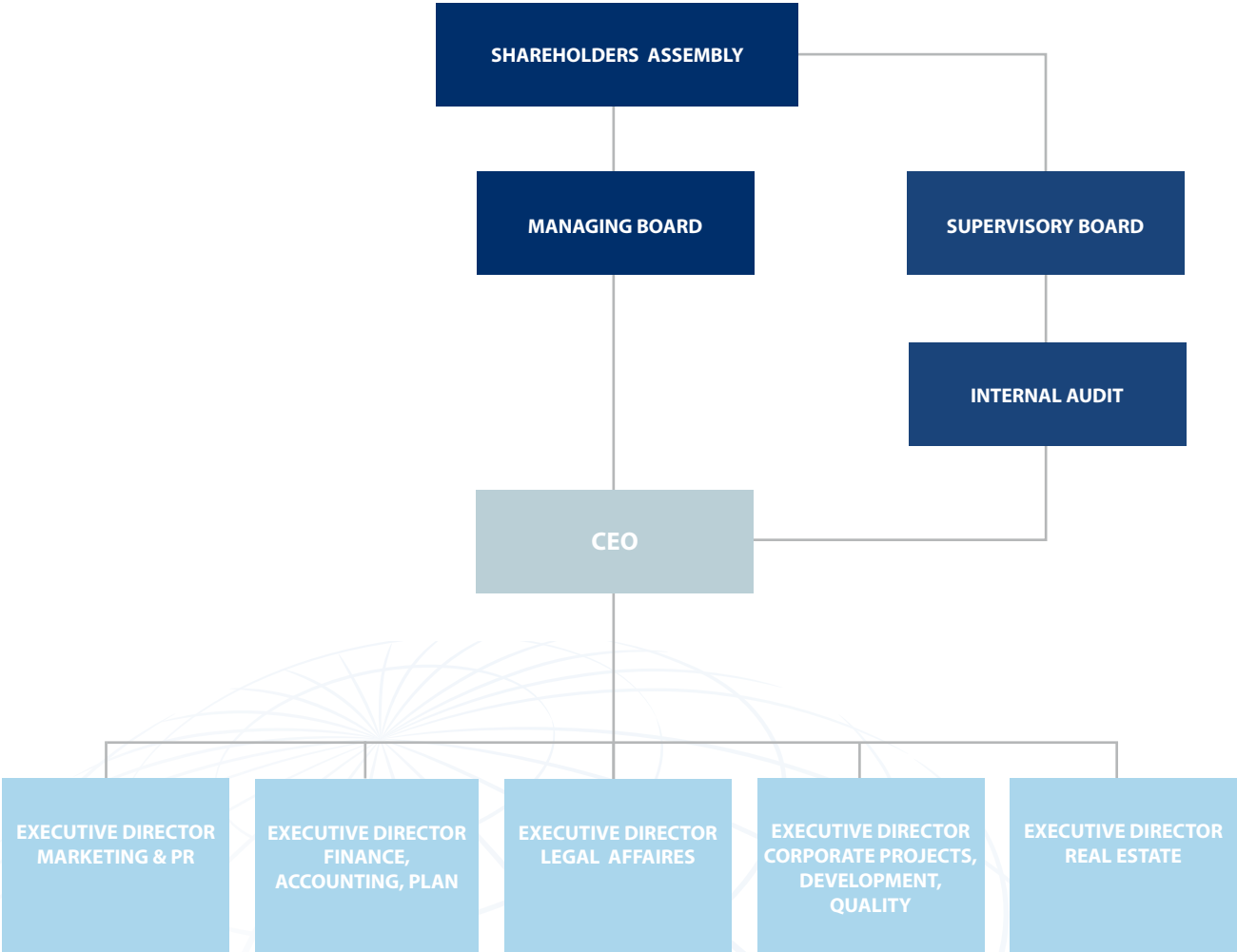
Information systems and technologies for a/m projects.

Energoprojekt Group Structure

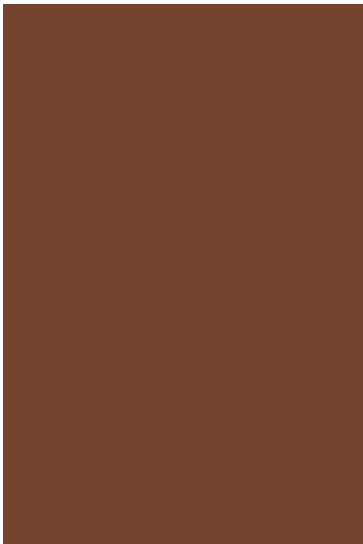
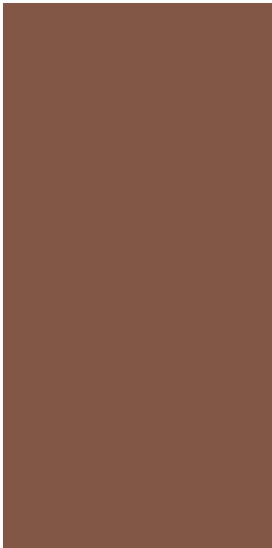




Energoprojekt Holding Organization structure



EXECUTIVE BOARD





MAIN BUSINESS ACTIVITIES

In six decades, Energoprojekt developed and extended its basic business activities to include today: preparation of studies and analyses; research and development; consulting and engineering; design; plant and equipment procurement and installation; construction; commissioning; project management as well as project execution on “turnkey” basis.

As a reliable, efficient and creative partner, ENERGOPROJEKT combines an extensive understanding of specific technologies and local conditions with international operational experience. This makes a strong base for a comprehensive set of consultancy and engineering services to be provided to our clients.



Energoprojekt Group Services by Field of Activity

Energoprojekt Group main business activities are as follow:

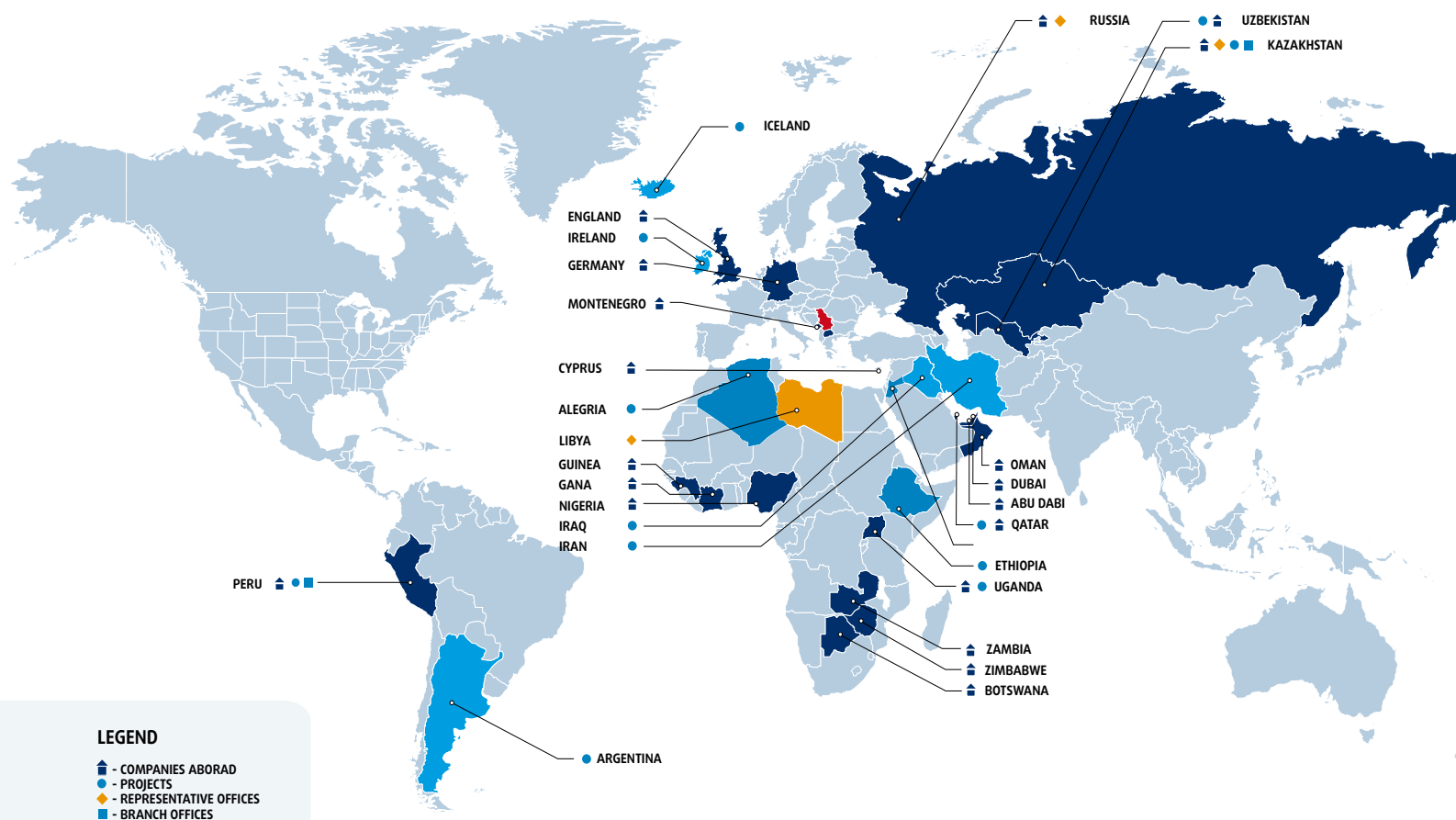
Name	Services	Field of Activity
Energoprojekt Holding	Corporate legal, finance, development, marketing and internal auditing services.	Subsidiaries: 4 design companies (Hidroinženjering, Urbanizam i arhitektura, Entel and Industrija) 3 construction companies (Visokogradnja, Niskogradnja and Oprema), Energodata and Garant.
Energoprojekt Hidroinženjering	Design, consulting, engineering, project development and project management	Power: Hydro - power generation Water - environmental protection: water management, irrigation, land reclamation, drainage, potable and waste water processing and water supply and sewage systems
Energoprojekt Urbanizam i arhitektura	Design, consulting, engineering, project development and project management	Buildings design: public, administrative and commercial buildings, conference centers, hospitals and health centers, tourist and sport centers and facilities, residential buildings
Energoprojekt Entel	Design, consulting, engineering, project development and project management	Power, Thermal power generation, transmission and distribution, nuclear and telecommunication facilities and systems
Energoprojekt Industrija	Design, consulting and engineering, project development and project management	Industry: Industrial plants and facilities (chemical, petrochemical, pharmaceutical, tobacco, wood, food etc.), industrial power plants, industrial and thermal technologies, gas transport and handling.



Name	Services	Field of Activity
Energoprojekt Visokogradnja	Engineering, construction, equipment procurement and installation, commissioning	Buildings construction: administrative, commercial and residential buildings; conference centers, hospitals and health centers, tourist and sport centers; industrial, thermal-power and special purpose facilities
Energoprojekt Niskogradnja	Geological research, engineering, construction, equipment and plant procurement and installation, commissioning	Infrastructure: dams, aquaducts, water tunnels, irrigation systems, water supply and sewage systems, highways and roads, tunnels, railway and metro stations, public utilities, industrial and hydro-technical equipment and plant
Energoprojekt Oprema	Engineering, construction, equipment and plant procurement and installation, commissioning, project management	Power: thermal power generation, transmission and distribution, Water - environmental protection: potable and waste water processing, water and sewage systems, Industry: industrial facilities and plants, MEP services and BMS for various types of buildings
Energoprojekt Energodata	Development, design, engineering, implementation, commissioning and maintenance	Information technologies: multidisciplinary information systems, software and hardware solutions Graphic engineering; video production
Energoprojekt Garant	Insurance	All lines of property and casualty insurance

MARKETS

CURRENT & PASSED

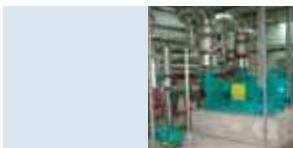


SUBSIDIARIES IN SERBIA; FOREIGN COMPANIES, REPRESENTATIVE AND BRANCH OFFICES WORLDWIDE



Energoprojekt Group is based in Serbia, having its Headquarters in Belgrade.

Today, through a network of subsidiaries, foreign companies, representative and branch offices, the Group is operating on four continents, covering more than twenty countries.



Currently, Energoprojekt Group is present and active in more than 20 countries across four continents. By generated revenues, apart from the local market, the most important markets are Nigeria, Uganda, Algeria, Ghana, Ethiopia, Zambia (Africa), Kazakhstan (Asia), Russia (Europe), followed by Qatar, UAE, Oman, Jordan (Middle East) and Peru (South America).

The synergy of know-how, business competency and experience supported by an impressive reference list of executed projects and clients in the country and abroad, is Energoprojekt Group competitive advantage and the key to its success in an ever-growing market competition.

SELECTED MARKETS



Kazakhstan, a rapidly developing country, represents an important market for Energoprojekt Group.

Energoprojekt - Niskogradnja in the field of infrastructure (roads, metro stations etc.), Energoprojekt - Visokogradnja and Energoprojekt - Urbanizam i arhitektura in the field of building construction (public buildings, shopping centres...), as well as in the field of industry, together with Energoprojekt - Industrija, are especially active in this country.

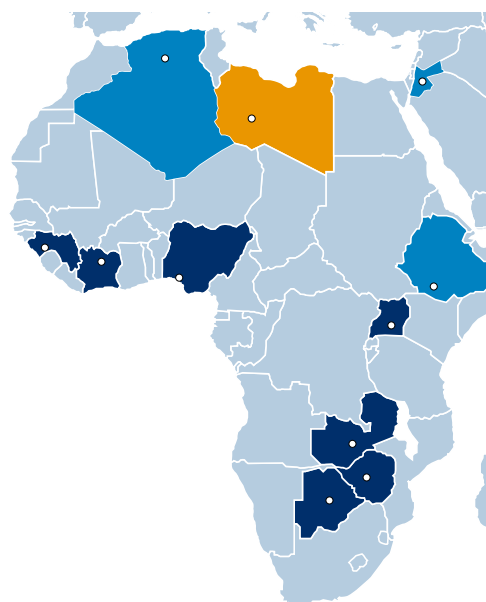
Energoprojekt Group has numerous references **on the Russian market**, obtained through the activity of Energoprojekt - Visokogradnja, Energoprojekt - Urbanizam i arhitektura, Energoprojekt - Industrija and Energoprojekt - Oprema, in domains of building construction and industry (public and office buildings, industrial complexes ...).

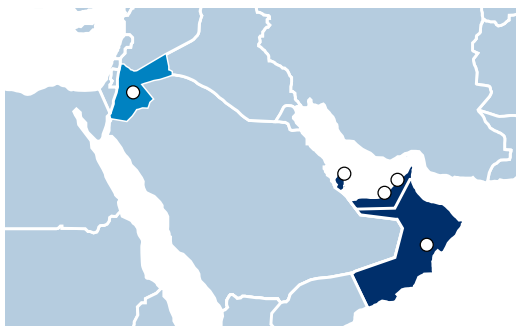
Africa is a traditional market of Energoprojekt Group.

In Nigeria, Energoprojekt - Oprema realizes capital projects in the fields of power generation and supply (substations, transmission lines ...) and building construction (parliament building, administrative and residential buildings...).

In Ghana, Energoprojekt - Visokogradnja is constructing various types of high-rise buildings (congress centre, public and residential buildings...).

On the dynamic Algerian market, a fast growing market, Energoprojekt - Hidroinženjering is a consultant on the execution of numerous water management projects.





Due to the significant capital investments in energy and infrastructure, **Middle East** became a very interesting market for Energoprojekt - Entel. Consultancy services for projects in the field of power generation, transmission and distribution are contracted and carried out in Qatar, Oman, Abu Dhabi and Dubai.

In South America (Peru) - Niskogradnja and Energoprojekt - Hidroinženjering are present for more than four decades. Due to good reputation and solid references in the fields of infrastructure and water management, they have a strong market position.



In South East Europe, Energoprojekt Group is providing services mainly in the civil engineering and power generation and transmission sector in the neighbouring countries (Montenegro, Macedonia and Bosnia and Herzegovina).



Within Serbia, Energoprojekt is a key driver of Serbian economy and a growth generator in all core business areas, starting with building construction, followed by infrastructure and industry to power generation, transmission and distribution, water management and environmental protection.





SELECTED References

During six decades of business activities, Energoprojekt, as an international company, obtained a leading position in the fields of:

- **Power** generation, transmission and distribution
- **Buildings** construction
- **Infrastructure**
- **Water - environmental protection**
- **Industry**
- **Information technologies**

Energoprojekt Group is a reliable partner with international experience, easily adaptable to various market requirements.

Following the principles of responsible and sustainable business, Energoprojekt offers quality for its clients, as well as for all other stakeholders – its employees, associates, partners, communities and the environment in which it operates.



POWER

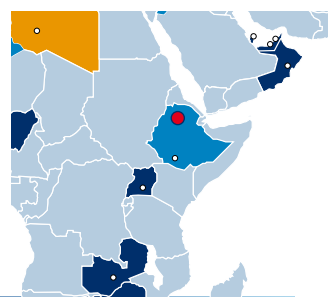
GENERATION, TRANSMISSION AND DISTRIBUTION

Energoprojekt has participated in the design, consulting, engineering, construction, plant and equipment procurement, installation and commissioning of all major hydro and thermal power projects in almost all countries of the former Yugoslavia and in all continents except for Australia.

Energoprojekt also designed and built a significant number of electric power facilities, thousands of kilometers of transmission and distribution systems in Serbia, Montenegro and many other countries in the Middle East and Africa.

Plants, Facilities, Systems, Energoprojekt deliver its services for, include:

- Hydro-electric power plants and systems
- Thermal-electric power plants
- Power transmission and distribution lines and substations
- District heating systems
- Management of electric energy systems and systems for transmission of thermal energy
- Telecommunication networks and systems
- Power control centers and SCADA systems



Client

Project

Services

EEPC (Ethiopian Electric Power Corporation)

HPP Tekeze, 4x75 MW and Dam h=185m

Design, supervision

Ethiopia



Client

Project

Services

Riko

HPP Sveta Petka 2x22.5 MW and Dam h=69m

Design, supervision

Macedonia



Client

Project

Services

EGEMSA (Emrpesa de Gueracion Electrica Machupicchu SA)

Reconstruction of HPP Machu Picchu, 101.4 MW with water intake of 68 m³/s capacity

Consultancy services

Peru



Serbia

Client	EPS (Electric Power Industry of Serbia)
Project	TPP “Kostolac B” , Kostolac, rehabilitation of Unit B2 with the reconstruction of electro-static precipitators (348,5MW)
Services	Works execution, equipment procurement & instalation, commissioning



Serbia

Client	EMS and Instalaciones Inabensa S.A.
Project	TL (400 kV), 100km
Services	SS Leskovac II - FYR Macedonia border Construction



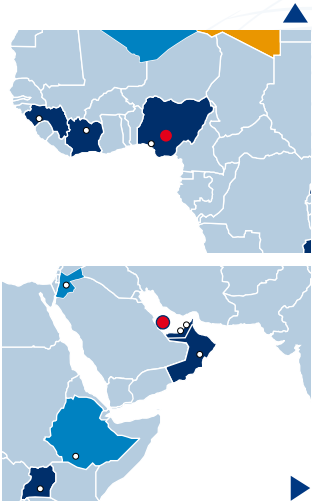
Nigeria

Client	Niger Delta PHCN
Project	Two DC TL (330kV), 2x240km
Services	Enugu - Ikot - Ekpene Construction , equipment procurement, plant and equipment installation



Serbia

Client	CCS (Clinical Centre of Serbia)
Project	Cogeneration (combine heat and power plant) - new energy supply system of CCS
Services	Design, construction, equipment proqurement, maintenance





Qatar

Client	KAHRAMAA (Qatar General Electricity and Water Corporation)
Project	Qatar system for electrical energy transmission and distribution, phase VII, VIII & IX
Services	Consultancy services

SELECTED REFERENCES

Hydro power plants



Name	HPP Đerdap I, Serbia
Description	Concrete dam on the Danube river, h=59 m
Installed Capacity	12 x 175 MW
Client	Electric Power Industry of Serbia Serbia



HPP Đerdap II, Serbia
Concrete dam on the Danube river, h=59 m
16 x 270 MW
Electric Power Industry of Serbia Serbia



HPP Bajina Bašta, Serbia
Concrete dam on the Drina river, h=90 m
360 MW
Electric Power Industry of Serbia Serbia



Name	HPP Perućica, Montenegro
Description	Earth-fill dams on the Zeta river, h=11, 15, 16, 22 m
Installed Capacity	364 MW
Client	Electric Power Industry of Montenegro Montenegro



HPP Mratinje, Montenegro
Concrete arch dam on the Piva river, h=220 m
3x114 MW
Electric Power Industry of Montenegro Montenegro



HPP Kafue Gorge, Zambia
Earth-fill dam on the Kafue river, h=44m
900 MW
Ministry of Electricity of Zambia Zambia



Name	HPP Bayano, Panama
Description	Concrete dam on the Bayano river, h=72 m
Installed Capacity	300 MW
Client	Institute for Water Resources and Electricity, Panama



HPP Bekhme, Iraq
Earth-fill dam on the Greater Zaab river, h=230 m
1.590 MW
State Commission for Water Management Projects of Iraq Iraq



Thermal power plants and power transmission and distribution



Name	TPP Nikola Tesla A, Obrenovac, Serbia
Description	Thermal power plant
Installed Capacity	1,650.5 MW
Client	Electric Power Industry of Serbia Serbia



Name	Ras Abu Fontas (RAF) C, Qatar
Description	CC with desalination Plant
Installed Capacity	GT - 4x125 MW, ST-2x210 MW, MFE 4x30,000 m³ per day
Client	Ministry of Electricity and Water, Qatar Qatar



Name	TPP Nikola Tesla A1 and A4, Obrenovac, Serbia
Description	Electrostatic precipitators at units A1 & A4
Installed Capacity	220 MW & 308.5 MW
Client	Electric Power Industry of Serbia Serbia



Name	Qatar Transmission System, Phases IV, VI, VII, VIII
Description	National control centre and distribution centre
Installed Capacity	Power control and SCADA system, substations, OHL, power cables, telecommunications
Client	Ministry of Electricity and Water, Qatar Qatar



Name	TPP Nikola Tesla A1 & A2, Obrenovac, Serbia
Description	Environmental impact assessment
Installed Capacity	2x220 MW
Client	Electric Power Industry of Serbia Serbia



Name	TPP Kolubara A, Lazarevac, Serbia
Description	Ash removal system
Installed Capacity	45 t/h of ash 3 km distance
Client	Electric Power Industry of Serbia Serbia

OVER 25,000 MW INSTALLED CAPACITY OF HYDRO POWER PLANTS
OVER 20,000 MW INSTALLED CAPACITY OF THERMAL POWER PLANTS
OVER 10,000 KM OF TRANSMISSION LINES
OVER TWO HUNDRED POWER SUBSTATIONS



BUILDINGS

Energoprojekt has designed and built exceptional architectural structures in Serbia and world wide.

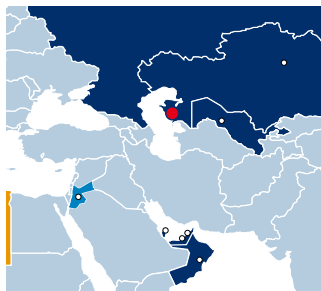
Our projects were designed on the principle of bringing together science and art to complement function and form.

Energoprojekt Group designed, constructed and equipped various structures such as:

- Commercial /office-space buildings
- Parliaments
- Congress centers
- Banks
- Hospitals and health centers
- Hotels, tourist complexes, sports centers
- Residential buildings and villas



Client	Bluehouse Accession Property Holding	Serbia
Project	Administration Building (50.700 m ²), Block 26, New Belgrade	
Services	Design and Construction	



Client	TOO "OIL Real Estate"	Kazakhstan
Project	Shopping mall & entertainment complex (49.000 m ²), Aktau	
Services	Design and construction	

SELECTED REFERENCES

Buildings



Name	Belgrade Arena, Belgrade, Serbia
Description	Universal sports hall, area 48,000 m ² , Capacity: 20,000 spectators
Client	City of Belgrade, Serbia



Sheraton Hotel and Conference Centre, Harare, Zimbabwe
Conference centre area: 30,145 m ² Hotel area: 30,648 m ²
Government of Zimbabwe Zimbabwe



NIS Naftagas Novi Sad, Serbia
Office area: 60,000 m ²
Nis Naftagas, Serbia



Name	Hotel Hyatt Regency, Belgrade, Serbia
Description	Hotel area: 37,500 m ²
Client	BMP Consortium Serbia



Shah Alam Sports Stadium Kuala Lumpur, Malaysia
Area: 270,000 m ² Capacity: 80,000 spectators
Government of Selangor State Malaysia



Bank Association of Uzbekistan, Tashkent, Uzbekistan
Area : 15,000 m ²
Bank Association of Uzbekistan Uzbekistan



Name	International Trade Fair Lagos, Nigeria
Description	Exhibition area: 80,000 m ² Complex area: 300ha
Client	Government of Nigeria Nigeria



Ministry Complex Kuwait
Area: 270,000 m ²
Government of Kuwait Kuwait



YU Business Centre - Building G, Belgrade, Serbia
Area: 27,500 m ²
Energoprojekt, Belgrade Serbia

Buildings

					
Name	Mazaya Office & Apartment Complex, Dubai, UAE	AL KHULafa Office & Apartment Complex		Hotel Complex Lazurnaya Sochi, Russia	
Description	Total area: 63,000 m ²	Total area: 86,000 m ²		Total area of the complex: 2.66 ha Total area of the hotel: 9,600 m ²	
Client	HH Sheikha Aliya Bint Sheikh Kalifa Saeed Al Maktoum	Baghdad City Council, Iraq		Gasexport Russia	
					
Name	Residential Block 29, New Belgrade, Serbia	White House, Presidential Palace, Tashkent, Uzbekistan		Conference Centre, Accra, Ghana	
Description	Total area: 13,500 m ²	Total area: 5,746 m ²		Total area: 15,000 m ²	
Client	Energoprojekt Visokogradnja plc. as developer for the market Serbia	Government of Uzbekistan Uzbekistan		Government of the Republic of Ghana Ghana	

ONE HUNDRED PUBLIC BUILDINGS
TEN CONFERENCE CENTERS
SEVERAL HUNDREDS OF HOUSING PROJECTS, HOSPITALS, HEALTH CENTERS,
TOURIST AND SPORTS FACILITIES

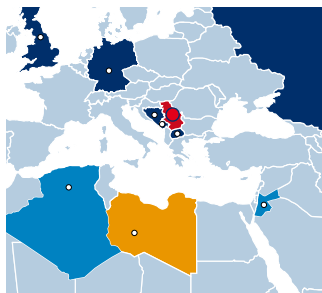


INFRASTRUCTURE

Construction of infrastructure with the implementation of the latest technical solutions, ranks among the most significant achievements of Energoprojekt's engineers.

In 60 years of experience Energoprojekt Group executed various projects including:

- Underground structures
- Tunnels
- Railway and metro stations
- Highways and roads
- Airports
- Oil and gas processing and transport
- Pollution control and solid waste disposals



Client	Public Enterprise "Roads of Serbia" and "Corridor 10"	Serbia
Project	Belgrade bypass, section 5, Belgrade	
Services	Construction of tunnel Straževica lenght 733m, and flyovers	



Client	Public Enterprise "Roads of Serbia"	Serbia
Project	Motorway E75, M22, section Novi Sad - Belgrade	
Services	Construction	



Client	Serbian Railways, Belgrade Railway Traffic Co.	Serbia
Project	"Beograd Centar" Railway Station, 5th and 6th terminal and railway traks, Belgrade	
Services	Reconstruction	



Client

Project

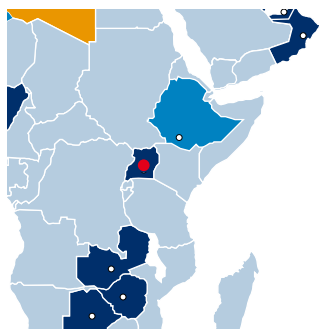
Services

Belgrade Land Development Public Agency

Construction of one track railway bridge (188m), reconstruction of the railway underbridge and Jurija Gagarina street, New Belgrade

Construction and reconstruction

Serbia



Client

Project

Services

Ministry of Works and Transport, Uganda National Roads Authority

Rehabilitation of two roads - Luwero - Kafu and Kawempe - Luwero Uganda

Construction works on 106km and 58,6km long sections of a very important regional roads

Uganda



Client

Project

Services

Chevrons Pension Fond and Bilfinger Berger GmbH

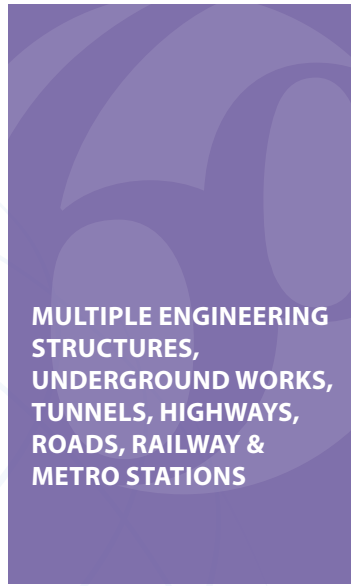
Twin Lake Estate, phase I, Lagos

Procurement and installation of plant and equipment and construction of infrastructure facilities (potable and waste water treatment plants; generator sets; telecommunication systems; MEP systems)

Nigeria

			
Name	“Vukov Spomenik” Belgrade, Serbia	“Vukov Spomenik” Belgrade, Serbia	Road Mityana - Fort, section Mityana - Mubende, Uganda
Description	Underground railway station Platform area: 2,500 m2 at the depth of 40 m oblique tunnels with 3 escalators diameter: 7.5 m and length of 65 m angle: 30 degree	Underground Railway Station Entrance hall at 3 levels - total area 4.735m ² Passenger Vestibules at 3 levels, 2.600 m ² 5 Tunnel Emergency exits ; total length 436m	Road length 225 km Mityana - Mubende section Total length 86 km
Client	Belgrade Railway Traffic Co. Serbia	Belgrade Railway Traffic Co. Serbia	Ministry of Transport and Communications, Uganda

			
Name	Vračar Tunnel Belgrade, Serbia	Pionirski Park Underground Garage, Belgrade, Serbia	Road Almaty-Akmola Section Almaty-Guishad
Description	Two railway tunnels Total length: 2x3,225m Inner radius: 6.7m	Underground garage with 460 parking places Total area: 13,818 m ²	Asphalted road length 166 km, 8 m width, with 2 m shoulders, totalling 12 m
Client	Belgrade Railway Traffic Co Serbia	Belgrade City Hall Serbia	Ministry of Transport and Communications of the Republic of Kazakhstan Kazakhstan

			
Name	Almaty Underground Metro Station, Alma Ata, Kazakhstan	Abay Underground Metro Station, Alma Ata, Kazakhstan	
Description	„Column“ type metro station Depth between 30 – 70 m; Construction of 3 tunnel tubes (diameter 90 - 100 m ²); Length 815 m	„Pylon“ type metro station Depth between 30 – 70 m; Construction of 3 tunnel tubes (diameter 90 - 100 m ²); Length 815 m	
Client	AO Almatymetrokurilis Kazakhstan	AO Almatymetrokurilis Kazakhstan	



WATER

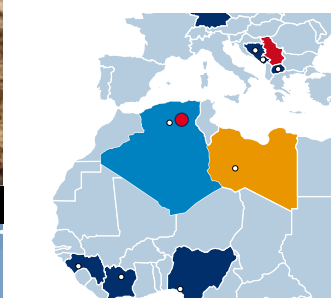
ENVIRONMENTAL PROTECTION

One of the core business activities of Energoprojekt Group with the longest experience is design, engineering and construction of water – environmental protection projects. In 60 years of business operations, Energoprojekt designed, constructed and commissioned numerous projects including:

- Dams and reservoirs
- Irrigation, land reclamation and drainage systems
- Potable and waste water processing facilities
- Water supply networks
- Sewage networks



Client	National Agency for Dams and Transfers	Algeria
Project	Ourkiss Dam, h=40m, lenght=380m	
Services	Design and supervision	



Client	RAECO (Rural Areas Electricity Company)	Oman
Project	Desalination plant and power plant In Duqm, 6,000m3/day drinking water; M65MW	
Services	Consultancy services	





Client	Government of La Libertad Region	Peru
Project	Irrigation system Chavimochic	
Services	Reconstruction of derivation dam - water intake, return channel and water cushion	



Client	Ministry of Agriculture (Peru)	Peru
Project	Construction of the embankment, stabilization and improvement of the Zarumilla river	
Services	Construction	



Water - Environmental Protection

  			
Name	Chira - Piura Irrigation System, Phases I/II/III, Peru	Jebel Ali Desalination and Power Plant, UAE	Mokroluški Main Drain, Belgrade, Serbia
Description	Regulation of irrigation, clay-filled dam h= 48 m, crest length 9.5 km Accumulation capacity 1,000x10 ⁶ m ³	Station M – 400 kV s/s and associated 400 kV OHL 400 kV GIS 505 MVA 400/132 kV Transformers	Reinforced concrete main drain for rainwater services Drainage: length - 800 m; 4 overflow structures; concrete diaphragm on both sides along the whole length of the 10.5 m deep canal
Client	Ministry of Agriculture, Peru	Dubai Electricity and Water Authority (DEWA), UAE	Belgrade Land Development Agency, Serbia

  			
Name	Pećina Potable Water Treatment Plant, Valjevo, Serbia	Potable Water Treatment Plant, Limassol Cyprus	Dam Rovni, Serbia
Description	Potable water treatment plant Q= 600 l/s	Water Treatment Plant Q= 3,500 m ³ /h	Earth-fill dam, h=75 m, Accumulation area: 2.4 km ²
Client	Water Supply System Kolubara, Rovni, Serbia	City Council of Limassol, Cyprus	Directorate for Water Supply and Sewage, Serbia

FIFTEEN WATER MANAGEMENT PLANTS AND BASIN DEVELOPMENTS
FORTY COMPLEX LAND IMPROVEMENT SYSTEMS
OVER THIRTY WATER MANAGEMENT AND RIVER FLOOD CONTROL PROJECTS
FIFTY MUNICIPAL AND INDUSTRIAL WATER SUPPLY AND SEWAGE SYSTEMS



INDUSTRY

During six decades, Energoprojekt executed a variety of complex, large-scale industrial projects. The company provides design, consulting services as well as construction, equipment procurement, installation and commissioning, knowledge transfer and state of the art technologies.

Employing more than 200 000 people, Energoprojekt designed more than 200 and constructed more than 70 factories in the domain of:

- Food industry
- Pharmaceutical industry
- Chemical and petrochemical industries
- Ore processing and transport systems
- Metalworking and electric equipment industries
- Wood-processing, cellulose and paper industries
- Non-metal and building materials industries
- Tobacco and cigarette production industry
- Industrial power plants, heating stations and boiler plants

Industry

2010 SELECTED REFERENCES



Russia

Client	Mondi SLPK
Project	Paper factory, Siktivkar (Komi)
Services	Construction works



Kazakhstan

Client	TOO Helios
Project	Oilfield Services Base with Tanks capacity 50.000 tons, Pavlodar
Services	Construction works



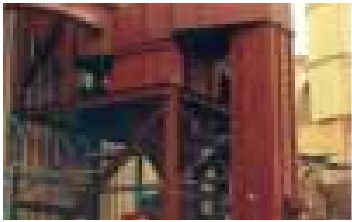
Serbia

Client	Jugoremedija
Project	Factory reconstruction Jugoremedija, Zrenjanin
Services	Design and construction



Republika Srpska

Client	Salford Group
Project	Diary Laktaši, capacity 50.000 lit / day Banja Luka
Services	Design and construction

			
Name		Pharmaceutical Factory, Tyumen, Russia	
Description		Pharmaceutical Factory	
Client		Tyumen Administration Russia	
			
Name		Detergent Factory Lab-Labs, Russia	
Description		Detergent active components factory Capacity: 50,000 t and 60,000 t/year	
Client		Kirishinjeftorgsintez Russia	
			
Name		Mineral Water Bottling Plant Vrujici, Serbia	
Description		Water bottling plant	
Client		Si & Si Company, Subotica, Serbia	
			
Name		Dairy industry, Belgrade Dairy Imlek, Serbia	
Description		Dairy capacity: 500,000 l/day	
Client		Imlek Serbia	
Name		Metro Cash & Carry Trade Centres Belgrade, Serbia	
Description		Trade centre, Krnjača 14,000m ² Trade centre, Zemun 16,500m ²	
Client		Metro Cash & Carry, Beograd Serbia	

OVER 200 DESIGNED AND 70 CONSTRUCTED INDUSTRIAL PLANTS

INFORMATION TECHNOLOGY

Energoprojekt was one of the pioneers in the field of Information Technologies in the region. For more than five decades, Energoprojekt has been involved in design, engineering and implementation of customized software and hardware solutions.

A long-term partnership with world leading software manufacturers (CA Technologies, Oracle, Microsoft, SAP Business Objects, Novell, Imperva etc), enables Energoprojekt to design, develop and implement IT solutions such as:

- Business Intelligence and Data Warehousing
- Project Management
- Security Management
- Service Management
- Infrastructure Management
- Backup and Recovery Management
- Software development for specific use
- Installation and maintenance of ATM machines

2010 SELECTED REFERENCES



Client	DDOR Novi Sad, Serbia
Description	Security Management



Agrobanka, Serbia
Infrastructure Management



DDOR Novi Sad, Serbia
Service



Client	Dunav osiguranje, Narodna Banka Srbije, Serbia
Description	Backup and Recovery Management



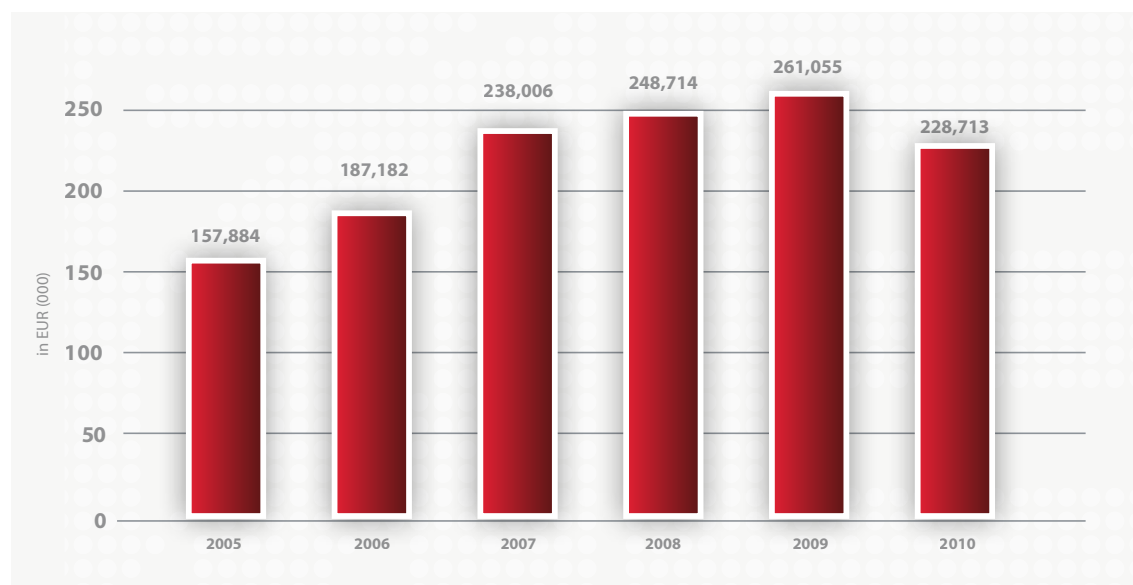
Post of Montenegro, Telekom Srbija, Serbia
Software development



Komercijalna banka Credit Agricole, Serbia
Mainframe of ATM

Financial Highlights

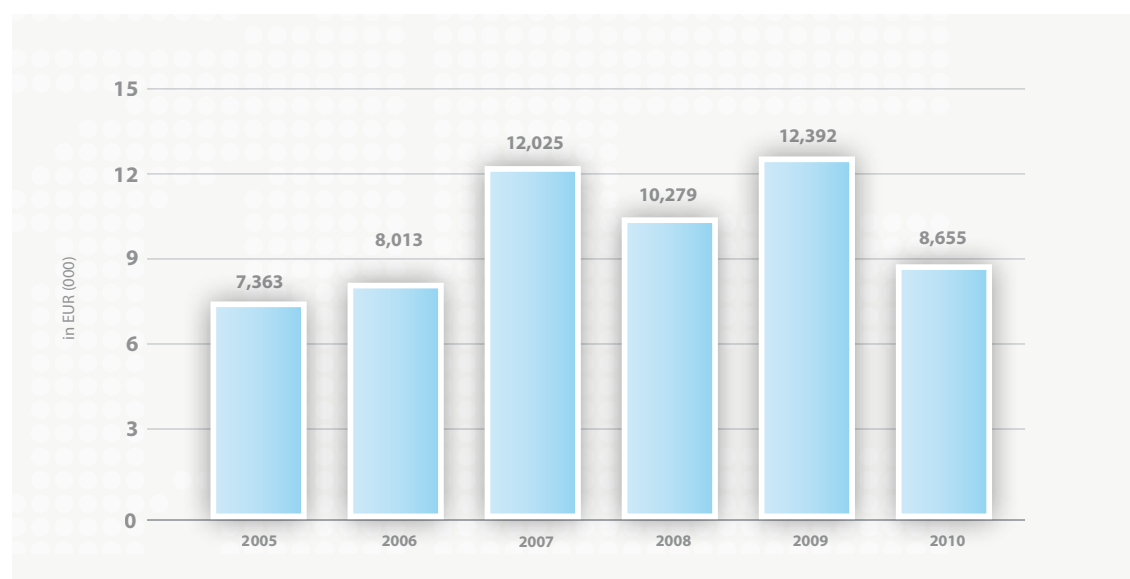
ENERGOPROJEKT GROUP - TOTAL REVENUE FOR THE YEARS 2005 - 2010



■ TOTAL REVENUE

Graphical presentation of total EP's revenue from 2005 to 2010.

ENERGOPROJEKT GROUP - PROFIT BEFORE TAXES FOR THE YEARS 2005 - 2010

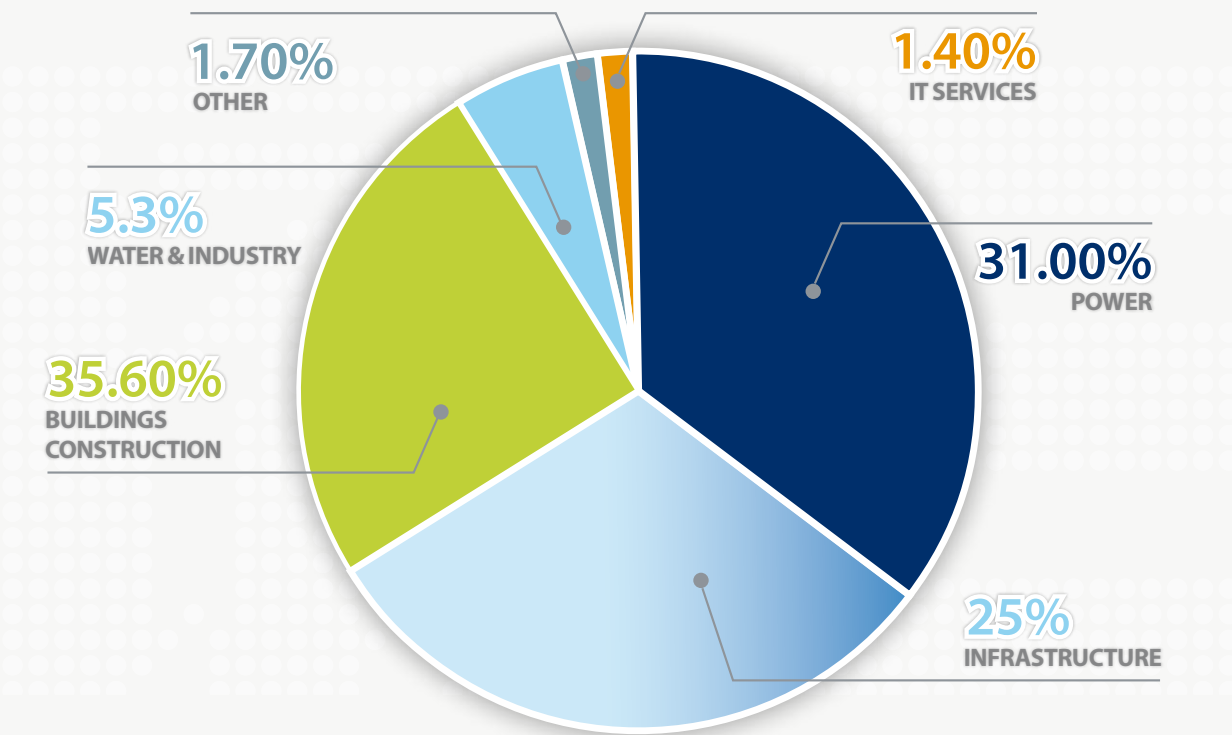


■ PROFIT BEFORE TAXES

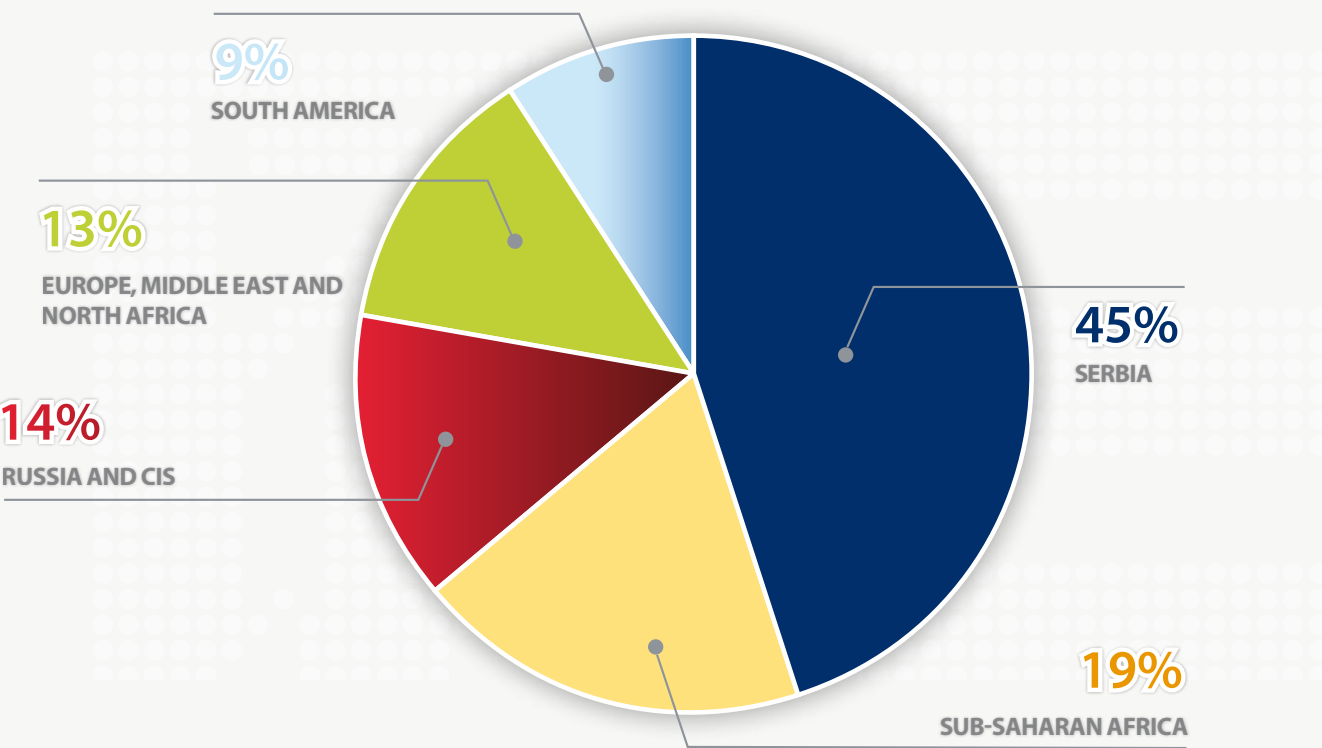
Graphical presentation of EP Group Profit before Taxes for the years 2005 to 2010

Financial Highlights

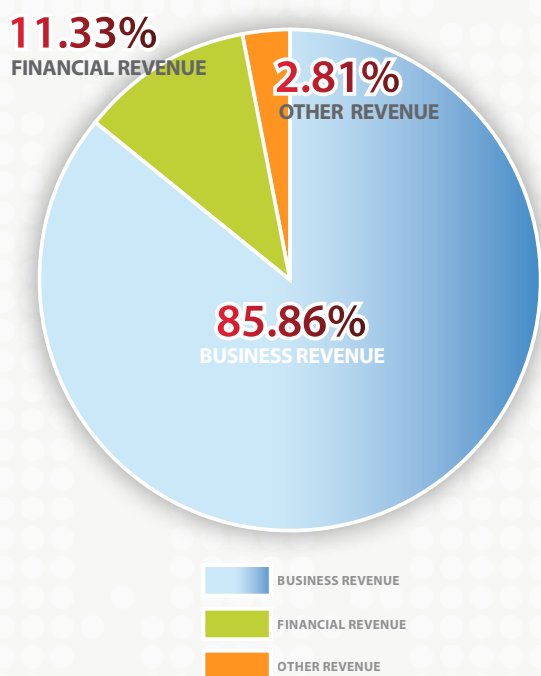
SALES BY INDUSTRIES, 2010



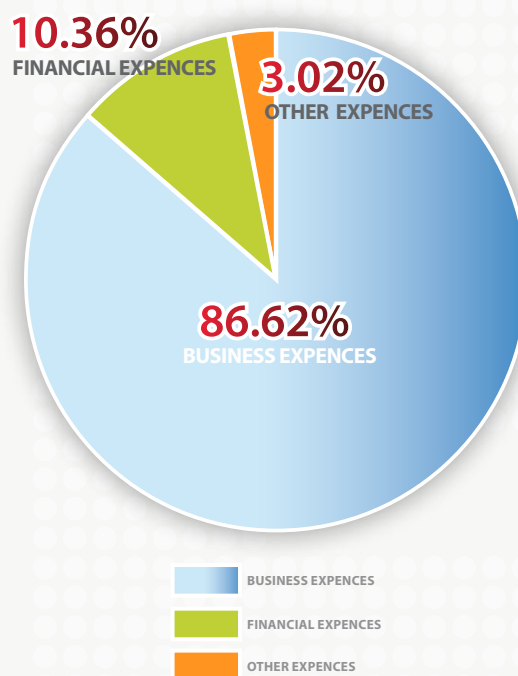
SALES BY REGIONS, 2010



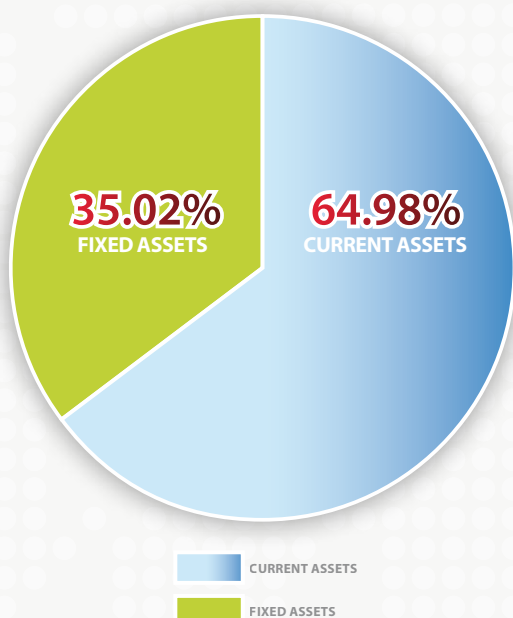
ENERGOPROJEKT GROUP
TOTAL REVENUE
FOR THE YEAR 2010: **228,713,000 €**



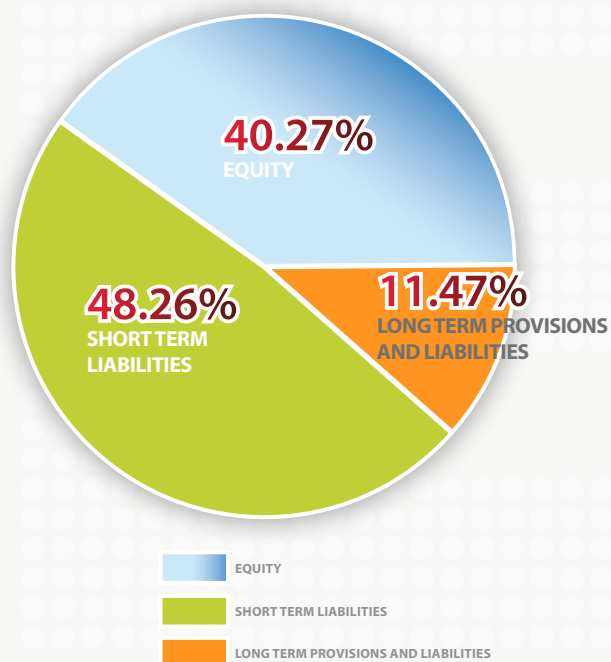
ENERGOPROJEKT GROUP
TOTAL EXPENCES
FOR THE YEAR 2010: **220,058,000 €**



ENERGOPROJEKT GROUP
TOTAL ASSETS
FOR THE YEAR 2010: **240,129,000 €**

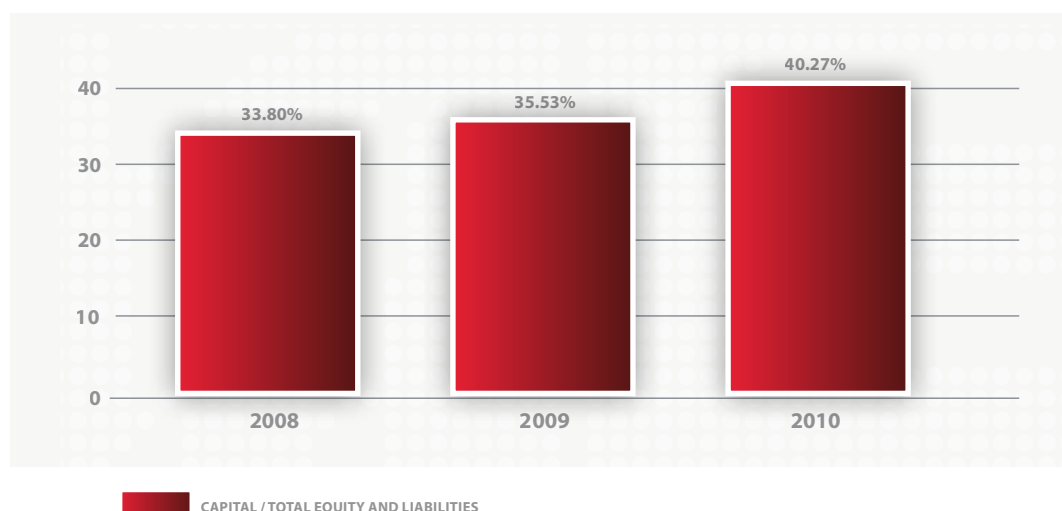


ENERGOPROJEKT GROUP
TOTAL EQUITY & LIABILITIES
FOR THE YEAR 2010: **240,129,000 €**

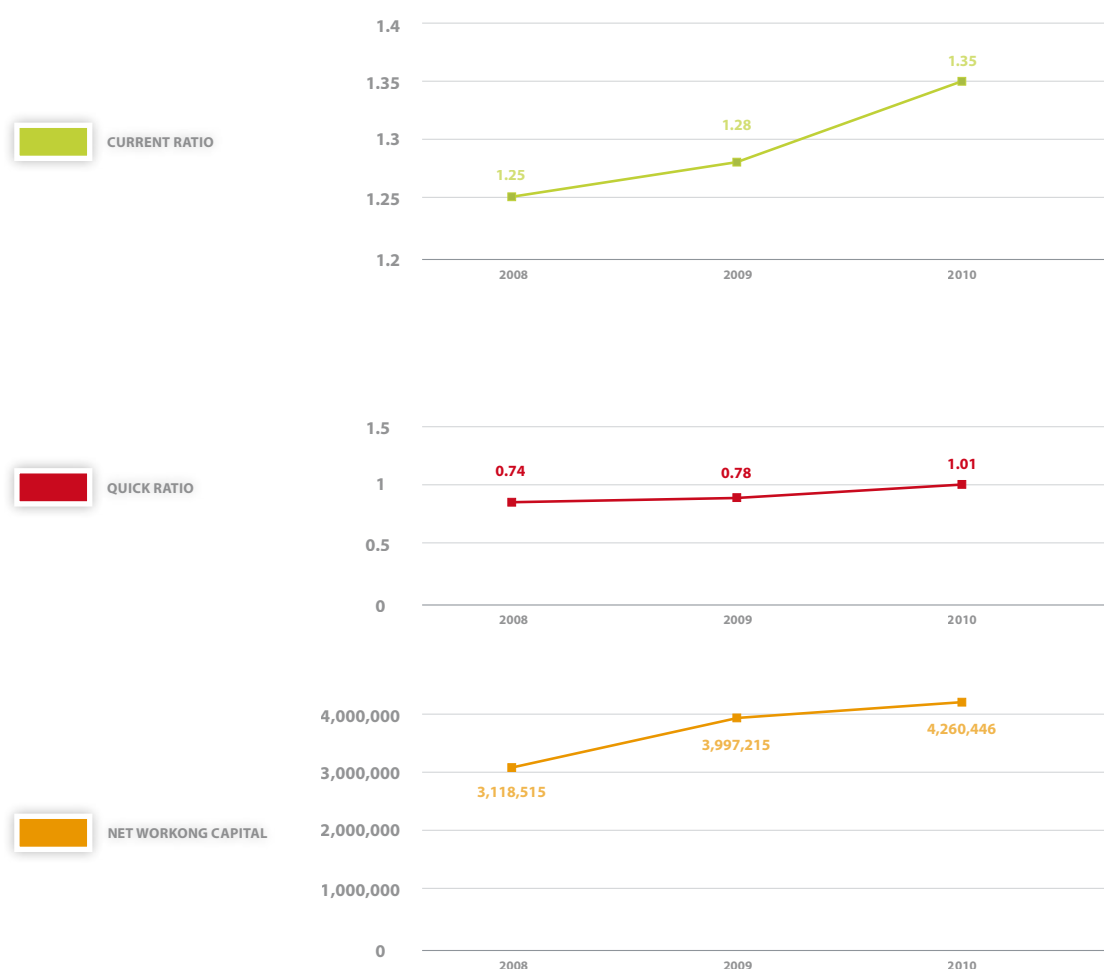


Financial Highlights

ENERGOPROJEKT GROUP - CAPITAL / TOTAL EQUITY AND LIABILITIES FOR THE YEARS 2008 - 2010



ENERGOPROJEKT GROUP - LIQUIDITY RATIOS FOR THE YEARS 2008 - 2010



MOORE STEPHENS REVIZIJA I RAČUNOVODSTVO

BEOGRAD - NOVI SAD - NIŠ - ZRENJANIN

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*This is an English translation of the Independent Auditors' Report
on the Financial Statements originally issued in the Serbian language*

INDEPENDENT AUDITOR'S REPORT

To the shareholders of Energoprojekt Holding a.d. Belgrade Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Energoprojekt Holding a.d. Belgrade and its subsidiaries disclosed in the Note 2 to the consolidated financial statements (referred to in the further text as the System Energoprojekt or the Group), which comprise the consolidated balance sheet as at 31 December 2010, and the consolidated income statement, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the current accounting regulations in effect in the Republic of Serbia and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

Under the item Receivables in the Consolidated balance sheet the receivable of the subsidiary Energoprojekt Visokogradnja from the Ministry of Foreign Affairs of the Republic of Serbia in the amount of RSD 257,925 thousand was shown, whereby the amount of RSD 18,720 thousand relates to the court decision made by the Commercial Court in Belgrade on 19 May 2009, and RSD 239,205 thousand to the corresponding penalty interest that was included in the consolidated financial income in 2010. As of the audit's date the aforementioned decision was not settled, nor provision was booked, in accordance with the principle of prudence, given that the management believes that the receivable will be collected in a soonest possible time.

INDEPENDENT AUDITOR'S REPORT

To the shareholders of Energoprojekt Holding a.d., Belgrade

Report on the Consolidated Financial Statements - continued

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for qualified opinion paragraph, the consolidated financial statements, in all material respects, give a true and fair view of the financial position of the System Energoprojekt Belgrade as at 31 December 2010 and its subsidiaries, its financial performance and its cash flows for the year then ended in accordance with the current accounting regulations in effect in the Republic of Serbia and accounting policies disclosed in the notes to the consolidated financial statements.

Emphasis of Matter

We draw attention to the following matters:

- Under the item Other long-term investments in the Consolidated balance sheet a receivable of the Energoprojekt Visokogradnja from the Preduzeće za izgradnju beogradskog čvora Belgrade was shown, under the court decisions made by the Supreme Court of Cassation in the amount of RSD 266,011 thousand, and under the item Receivables (ADP - 016 Consolidated balance sheet) the amount of RSD 970,037 thousand according to the protocol from 17 February 2011 made between JP Železnice Srbije and Preduzeće za izgradnju železničkog čvora doo Belgrade and Energoprojekt Holding ad Belgrade. The total recognized debt in this regards amounts to RSD 1,221,819 thousand. Of this amount the Government of Serbia took RSD 611,811 thousand, which was paid off to the Energoprojekt Holding until the completion of the audit of the financial statements, while the remaining debt of RSD 610,008 thousand should be, by order of the Government of Serbia, paid off by the PU Železnice Srbije in 14 monthly installments starting from March 2011. Pursuant to the aforementioned Protocol, in 2010 on behalf of valuation adjustments of receivables, the provision was abolished in favor of Other revenue for period in Consolidated income statement in the amount of RSD 266,011 thousand.
- Under the item Other incomes in Consolidated income statement for 2009 the Group showed a profit originated from burgling purchase at the acquisition date of the Energo Management Group doo, Belgrade (as the difference between the lower price of acquisition and the higher real value of net assets acquired in accordance IFRS 3 -Business Combinations) in the amount of RSD 204,977 thousand. Independent evaluation of the fair value of net assets acquired conducted in 2010, determined the amount of RSD 116,552 thousand, or less by RSD 88,425 thousand, for which the net value of assets evaluated and Profit from previous years in Consolidated balance sheet were reduced, whereby a net profit of the acquired company for a period from the acquisition date to the registration date amounted to RSD 28,105 thousand and disclosed under the item Financial income in the Consolidated income statement.

Our opinion is not qualified in respect of these matters.

Belgrade, 6 May 2011

MOORE STEPHENS
Revizija i Računovodstvo d.o.o., Beograd

Bogoljub Aleksić
Certified Auditor

MOORE STEPHENS
REVIZIJA I RAČUNOVODSTVO

Studentski Trg 4/V, 11000 Beograd, Srbija; Matični broj/ID: 06974848; PIB/VAT: 100300288

Financial Report

2010
BALANCE SHEET

SYSTEM ENERGOPROJEKT BELGRADE

CONSOLIDATED BALANCE SHEET

As of 31 December 2010

(In RSD thousand)

	Notes	2010	2009
ASSETS			
Non-current assets		8,872,679	7,973,821
Intangible assets		90,806	94,057
Property, plant and equipment	20	6,340,811	6,004,128
Investment property	20	451,443	189,186
Equity investments	21	643,424	778,866
Other long term financial investments	22	1,346,195	907,584
Current assets		16,460,454	18,023,578
Inventories	23	4,144,498	7,077,182
Non-current assets held for sale and discontinued operations		8,942	8,942
Short term receivables, investments and cash		12,307,014	10,937,454
Receivables	24	6,553,506	5,233,076
Receivables for prepaid income tax		110,120	137,570
Short term financial investments	25	1,987,170	1,185,091
Cash equivalents and cash	26	2,877,078	2,969,494
VAT and prepayments and accrued income	27	779,140	1,412,223
Deferred tax assets			13,383
TOTAL ASSETS		25,333,133	26,010,782
Off-balance sheet items	40	8,006,030	13,816,859

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SYSTEM ENERGOPROJEKT BELGRADE

CONSOLIDATED BALANCE SHEET - continued

As of 31 December 2010

(In RSD thousand)

EQUITY AND LIABILITIES	Notes	2010	2009
Capital		10,201,589	9,242,189
Issued and other capital	28	4,566,356	4,066,317
Reserves	29	578,431	532,332
Revaluation reserves	30	958,158	869,133
Unrealised gains on AFS securities	30	60,049	67,646
Unrealised losses on AFS securities	30	19,865	17,626
Undistributed profit	31	4,058,801	3,728,305
Redeemed own shares		341	3,918
Provisions and liabilities		15,106,502	16,708,158
Long term provisions	32	867,380	932,350
Long term liabilities		2,039,114	1,736,062
Long term loans	33	1,611,397	1,595,549
Other	34	427,717	140,513
Short term financial liabilities	35	3,176,582	2,249,532
Liabilities from business operations	36	6,711,561	9,643,544
Other short term liabilities	37	817,519	787,456
VAT duties, other public liabilities and accruals and deferred income	38	1,494,346	1,316,774
Income tax liabilities			42,440
Deferred tax liability		25,042	60,435
TOTAL EQUITY AND LIABILITIES		25,333,133	26,010,782
Off-balance sheet items	40	8,006,030	13,816,859
Minority interest (in equity)		1,081,234	1,000,533

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Financial Report

2010
INCOME STATEMENT

SYSTEM ENERGOPROJEKT BELGRADE

CONSOLIDATED INCOME STATEMENT

For the Period from 01 January to 31 December 2010

(In RSD thousand)

	Notes	2010	2009
Operating revenues and expenses			
Operating incomes		20,234,478	21,588,101
Sales	8	24,198,178	20,007,949
Income from undertaking of outputs and goods for own purposes		37,589	36,998
Increase of inventories	9	693,282	2,440,586
Decrease in inventories	9	4,884,400	1,110,706
Other operating incomes	10	189,829	213,274
Operating expenses		19,641,614	20,484,727
Purchase value of goods sold	11	203,512	188,840
Cost of material	12	5,297,782	5,238,724
Staff costs	13	5,997,996	5,841,456
Costs of depreciation and provisions	14	802,299	1,102,740
Other operating expenses	15	7,340,025	8,112,967
Profit from operations		592,864	1,103,374
Financial revenues	16	2,670,287	1,813,320
Financial expenses	16	2,346,352	2,137,177
Other revenues	17	662,526	1,124,699
Other expenses	17	684,481	739,649
Profit from ordinary activities before taxation		894,844	1,164,567
Net loss of discontinued operations	18	2,884	379
Profit before tax		891,960	1,164,188
Income tax			
Income tax expense for the period		145,048	92,534
Deferred income tax expense for the period			2,716
Deferred income tax revenue for the period		1,845	
Net profit		748,757	1,068,938
Net profit attributable to minority interest		105,136	200,922
Net profit attributable to equity holders of the parent		643,621	868,016

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Energoprojekt Annual Report

**Published by
Energoprojekt Holding plc**

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