

Announcement for the media

In Jastrebarsko, 1st July 2009

Held General assembly of Magma d.d.

On 30th June 2009 Magma d.d. held a regular 23rd session of the General assembly of the Company in Čabdin near Jastrebarsko.

Shareholders were given the report of the Board on the defined annual financial reports and consolidated annual financial reports of the Company for the year 2008, the annual report of the Board on the state of the Company and related companies and the report of the Board on acquiring Magma's own shares. Another report that was presented was the one of the Supervisory Board on the realised inspection of managing the Company's activities in the year 2008, on the results of analysis and adoption of annual financial reports and consolidated annual financial reports of the Company and on reviewing the reports of the Board on the state of the Company and related companies.

The assembly gave clearance to the members of the Board and the members of the Supervisory Board which approved management and the supervision of managing business activities of the Company in the year 2008.

The decision was brought at the Assembly to cover the losses of business activities from the year 2008 which are settled in the way that the amount of 4,165,309.00 kn is covered from legal reserves of the Company, and the amount of 20,001,998.00 kn is covered from profit of the previous periods.

The auditing company KPMG Croatia d.o.o., Zagreb was appointed as the auditor of the Company for the business year 2009.

On the regular 23rd session the shareholders empowered the Board of the Company for one or more purchases of regular shares in the name of the Company on Zagreb Stock Exchange d.d., and they also brought a decision to amend the subject of business activities of the Company with **exchange activities**. Furthermore, a decision was brought to establish reserves for Magma's own shares which will include part of transferred profit from the previous periods in the amount of 4,958,774.00 kn.

The shareholders approved the amendment of the Statute of the Company regarding the business year, subject of business activities and the number of members of the Supervisory Board. The Supervisory Board of the Company was expanded to five members, and the Assembly elected Mr Matjaž Schroll, the representative of Templeton fund, as the new member.

Nikolina Bradić Belobrajdić
Head of PR
MAGMA d.d.