



Zagreb, Capraška 1

ANNOUNCEMENT

Today 10.03.2011. beginning at 14.00 irregular meeting of Supervisory Board of Medika d.d was held over the telephone, at which Management board informed Supervisory Board that Council of Gradska Ljekarna Zagreb, after 20 years of successful business cooperation, had not accepted the offer of Medika d.d. for the business cooperation in the first half of 2011, although the offer of Medika d.d. was the most favourable one. Such decision of Council of Gradska Ljekarna Zagreb is unjustified businesswise, moreover since Gradska Ljekarna Zagreb is one of the major shareholders of Medika d.d.

Due to this unjustified decision of Council of Gradska Ljekarna Zagreb, it is estimated that the revenue of Medika d.d. will be lower for approximately HRK 50 million only in first six months.

Management Board has also informed Supervisory Board on undertaken legal actions regarding this Decision.

Supervisory Board has accepted above mentioned information given by the Management Board and has unanimously given consent to the Management Board for the undertaking of all legal actions regarding the decision of Council of Gradska Ljekarna Zagreb.