

In accordance with Article 8 of the Decree on conditions, manner, and procedure of sale of capital of large privatisation entities by method of public collection of bids (Official Gazette of the Republic of Serbia no. **56/2015** - hereinafter referred as: “**Decree**”), the Privatisation Agency (hereinafter referred as: “**Agency**”) announces:

Public Invitation
for collection of non-binding bids concerning the procedure of sale of capital of Telekom Srbija AD Beograd by sale of shares owned by the Republic of Serbia by method of public collection of bids
procedure code: **JP 100/15**

The Agency invites all interested domestic and foreign legal entities which fulfil qualification conditions set out in point 1 of this public invitation for participation in the privatisation procedure of Telekom Srbija AD Beograd (hereinafter referred to as: “**Privatisation Entity**”) by model: sale of capital and by method: public collection of bids (hereinafter referred to as: “**Procedure**”) to submit non-binding bids for acquisition of public capital of the Privatisation Entity expressed in shares.

1. Qualification conditions for participation in the Procedure

The applicant (or any of its affiliates or, in the case of a consortium, the lead member of the consortium independently) has to demonstrate that:

- 1.(a) It has been a provider of mobile telecom services over the last 3 (tree) years, and
- (b) In its last 3 audited fiscal years, it had average annual revenues related to telecom services exceeding EUR 500,000,000; or
2. It has raised in total funds of at least EUR 500,000,000 over the last 10 (ten) years; or
- 3.It had assets under management of at least EUR 2,000,000,000 as of end 2014; or
4. It has been an investor in the last 10 (ten) years via a minimum equity shareholding of 10% in at least one telecom operator with annual revenues related to telecom services exceeding EUR 500,000,000 in at least one given year of the investment period.

2. Basic information about the Privatisation Entity

Business name:	Telecommunication company "Telekom Srbija" joint stock company Beograd
Identification number:	17162543
Capital structure:	Republic of Serbia 58,10961% Telekom Srbija AD 20,00000% Natural persons 21,89039%
Value of capital:	<ul style="list-style-type: none"> • Subscribed pecuniary capital: RSD 17.487.874.126,60; • Subscribed non-pecuniary capital: RSD 82.512.125.873,40; • Paid-in pecuniary capital: RSD 425.252,88 as of 31 December 2011 RSD 17.487.448.873,72 as of 20 April 2012; • Invested non-pecuniary capital: RSD 82.512.125.873,40 as of 31 December 2011.

3. Documentation for the first phase of the Procedure

Interested persons fulfilling qualification conditions for participation in the Procedure and wishing to submit non-binding bids in accordance with this Public invitation may submit to the Agency a request for delivery of documentation for the first phase of the Procedure by 3:00 pm local time July 23rd 2015 at the latest.

Documentation for the first phase of the Procedure contains as follows:

1. Information Memorandum about the Privatization Entity;
2. Confidentiality Agreement;
3. Instructions to Bidders in the first phase of the Procedure.

Prior to taking over the documentation, the Interested persons which fulfil qualification conditions are obliged to sign the Confidentiality Agreement to be delivered to them by the Agency.

4. Invitation to participate in the second phase of the Procedure

After the Commission for carrying out the Procedure sets out the list of bidders (hereinafter: “**Short listed bidders**”) in accordance with Article 12 of the Decree, the Agency shall invite the Short listed bidders to participate in the second phase of the Procedure.

5. Amendments to the Public invitation

If needed, the Agency retains the right to amend any and all elements determined in this Public invitation.

6. Deadlines and manner for submission of non-binding bids

Interested persons which fulfil qualification criteria for participation in the Procedure set out in point 1 of this Public invitation may submit non-binding bids for purchase of subject matter of sale by 3:00 pm local time on August 2nd 2015 at the latest.

Non-binding bids along with the proof on fulfilment of criteria for participation in the Procedure set out in point 1 of this Public invitation in a closed envelope, all in accordance with rules defined in the Instructions to Bidders. Only non-binding bids which are complete and in time shall be taken into consideration.

7. Contact information

Requests for delivery of documentation for the first phase of the Procedure from point 4 hereof, as well as requests for additional information in relation to this Public invitation and submission of non-binding bids must be delivered in a written form and addressed to persons as follows:



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