

PRESS RELEASE

7 March, 2007

KTA Announces Provisional Winners of the 22nd Wave of privatisation

PRISTINA – The Kosovo Trust Agency (KTA) announced the provisional winners of the 22nd Wave of Privatisation at today's 22nd Bid Opening Ceremony.

Highlights

- A total of 23 NewCo's were available for purchase
- 20 NewCo's were available for purchase via "Regular Spin-off"
- 3 NewCo's were available for purchase via "Special Spin-off"

A total of 111 bids were received for the Regular and Special Spin-off NewCo's. 98 bids were received for enterprises sold through Regular Spin-off, and 13 bids were received for enterprises which were available for sale through Special Spin-off. The total value of the highest bids for regular spin offs, in total, was €8, 724, 398.

A second round of bidding will be held for enterprises which were available for purchase via Special Spin-off, on the 14th of March, 2007.

The results, and winners, given below are provisional. The Kosovo Trust Agency is now working to finalize all sales, contingent upon background checks and the completion of payments by the provisional winning bidders, and finalization of all sales contracts.

Provisional Results

Bid Results for Wave 22 - Ordinary Spin-Off's

| sheet | NewCo | Region | Highest Bid Price | 3 Highest Bidders | | | | | |
|------------------------------------|--|-----------|-------------------|-------------------|------------|--------|-------------|--------|-------------|
| | | | | Bidder | Price | Bidder | Price | Bidder | Price |
| 1 | NewCo VETERINARY STATION ISTOG/K LLC | PEJA | €203,000 | P51 | €203,000 | P97 | €156,000 | P66 | €141,100 |
| 2 | NewCo TE KLINE/A FURNITURE SHOPS L.L.C | | €77,000 | P52 | €77,000 | P53 | €69,500 | P14 | €33,000 |
| 3 | NewCo AGRICULTURAL LAND ERENIKU- BAKS L.L.C | | €1,077,156 | P98 | €1,077,156 | P32 | €985,888 | P107 | €650,109 |
| 4 | NewCo RESTAURANT DRENICA IN TRADE CENTRE L.L.C | MITROVICA | €9,350 | P49 | €9,350 | P33 | €7,000 | P41 | €6,200 |
| 5 | NewCo DRENICA SHOPS L.L.C | | €39,100 | P76 | €39,100 | 0 | €0 | 0 | €0 |
| 6 | NewCo PRODUKT ADMIN. BUILDING & RESTAURANT L.L.C | | €100,500 | P80 | €100,500 | P56 | €85,000 | P57 | €77,000 |
| 7 | NewCo VETERINARY STATION SKENDERAJ/SRBICA L.L.C (RT) | | €39,390 | P43 | €39,390 | P05 | €36,100 | P105 | €25,500 |
| 8 | NewCo IMB WAREHOUSE IN VUSHTRRI L.L.C (RT) | | €135,000 | P100 | €135,000 | P72 | €105,111 | 0 | €0 |
| 9 | NewCo 17 NENTORI CENTRAL SQUARE SHOPS L.L.C | GJILAN | €1,256,250 | P47 | €1,256,250 | P02 | €1,255,000 | P35 | €1,134,567 |
| 10 | NewCo 17 NENTORI TOWN CENTRE SHOPS L.L.C | | €1,476,077 | P25 | €1,476,077 | P85 | €1,368,380 | P86 | €1,200,000 |
| 11 | NewCo 17 NENTORI WEST END SHOPS L.L.C | | €1,428,888 | P61 | €1,428,888 | P62 | €1,420,000 | P27 | €1,283,100 |
| 12 | NewCo BARNATORJA POPULLORE I GJILAN L.L.C | | €452,000 | P71 | €452,000 | P73 | €397,000 | P96 | €377,777 |
| 13 | NewCo RILINDJA BOOKSHOPS No. 6 L.L.C | PRN | €225,555 | P91 | €225,555 | P12 | €125,000 | 0 | €0 |
| 14 | NewCo RILINDJA BOOKSHOPS No.40 L.L.C | | €0 | 0 | €0 | 0 | €0 | 0 | €0 |
| 15 | NewCo PRIZRENCOOP PRZ ADMIN. BUILDING L.L.C | PRIZREN | €1,370,000 | P82 | €1,370,000 | P54 | € 1,226,666 | P13 | € 1,217,810 |
| 16 | NewCo PODRIMA-WAREHOUSE RAHOVEC L.L.C | | €362,000 | P04 | €362,000 | P10 | € 336,655 | P75 | € 309,000 |
| 17 | NewCo KORITNIKU DRAGASH WAREHOUSE L.L.C (PTP) | | €123,021 | P38 | €123,021 | P24 | € 72,600 | P46 | € 72,011 |
| 18 | NewCo KORITNIKU DRAGASH OLD ADMIN BUILDING L.L.C (PTP) | | €56,000 | P42 | €56,000 | P39 | € 51,111 | P50 | € 42,168 |
| 19 | NewCo SHARPRODHIMI MEDICAL HERBS FACTORI L.L.C (PTP) | | €260,999 | P29 | €260,999 | P69 | € 214,765 | P84 | € 133,998 |
| 20 | NewCo LIRIA "BAZHDAHANE 1" SHOPS L.L.C | | €33,112 | P102 | €33,112 | 0 | € 0 | P106 | € 31,015 |
| 21 | | | €0 | 0 | €0 | 0 | €0 | 0 | €0 |
| 22 | | | €0 | 0 | €0 | 0 | €0 | 0 | €0 |
| SUMMARY FROM HIGHEST BIDS RECEIVED | | | €8,724,398 | | | | | | |
| TOTAL BIDS RECEIVED | | | 97 | | | | | | |

Two bids disqualified

FIRST ROUND - PROVISIONAL BID RESULTS (Special Spin-off) - WAVE 22

| NewCo | | First | | | | Second | | | | Third | | | |
|-------|--|--------|-----------|--------------|------------|--------|-----------|-------------|------------|--------|-----------|-------------|------------|
| NO | | Bidder | Price | Investment | Employment | Bidder | Price | Investment | Employment | Bidder | Price | Investment | Employment |
| 1 | NewCo XIM STREZOVC MAFNESITE MINE L.L.C (RT) | P95 | € 238,000 | € 14,300,000 | 238 | P103 | € 260,480 | € 3,199,365 | 201 | P109 | € 312,000 | € 2,100,000 | 45 |
| 2 | NewCo MINE & INDUSTRY OF MAGNESITE GOLESHI L.L.C. (RT) | P94 | € 312,000 | € 16,200,000 | 355 | P88 | € 618,000 | € 900,000 | 70 | P104 | € 239,550 | € 3,101,500 | 146 |
| 3 | NewCo TULLARA L.L.C. | P31 | € 47,111 | N/A | 81 | P07 | € 48,999 | N/A | 41 | P22 | € 1,999 | N/A | 48 |
| | | | | | | | | | | | | | |
| | | | € 597,111 | €30,500,000 | 674 | | € 927,479 | €4,099,365 | 312 | | € 553,549 | € 5,201,500 | 239 |