



Pursuant to Articles 26 and 42 of the Law on the Market of Securities and Other Financial Instruments (Official Gazette of the Republic of Serbia, no. 47/2006), and Certificate of Approval no. 4/0-03-7013/7-07 of 18 October 2007 issued by the Securities Commission, the Joint-Stock Company Tigar, Pirot hereby announces its

SHORT-FORM PROSPECTUS FOR THE ISSUE OF SHARES AND PUBLIC CALL FOR SUBSCRIPTION AND PAYMENT OF ISSUE V SHARES

ISSUER'S STATEMENT

This Short-Form Prospectus includes only general information about the securities and the issuer. Other relevant information for an objective assessment of the financial standing and legal status of the issuer of the securities and an assessment of the rights and obligations attached to the securities, may be found in the Securities Distribution Prospectus which will be available at subscription and payment locations.

This Short-Form Prospectus does not contain any information which may mislead investors with regard to the issuer of the securities, the securities to be issued, and the issuer's securities already issued.

Pursuant to the Joint-Stock Company Takeover Law (Official Gazette of the Republic of Serbia, no. 46/2006), a party that has acquired shares of the issuer which, together with the shares the party already holds, exceed 25% of the total number of votes granted by the issuer's voting shares, is required to promptly and simultaneously report such acquisition of shares to the organization that operates the organized market in which the issuer's shares are traded, the Commission, and the issuer, and to announce a takeover bid under the terms and conditions set forth by this Law.

The Securities Commission shall not be responsible for the accuracy and completeness of the information stated in the Securities Distribution Prospectus or for the ability of the issuer of the securities to fulfill the obligations arising from the securities it issues.

1. ISSUER OF SHARES

1.1. Name, registered address, corporate ID number, and fiscal ID number:

Akcionarsko društvo "Tigar", Pirot / Joint-Stock Company Tigar, Pirot (Tigar AD)
Nikole Pašića 213, 18300 Pirot, Serbia
Corporate ID number: 07187769
Fiscal ID number: 100358298

1.2. Number and date of registration at the Business Registers Agency:

BD 6728/2005, 25 March 2005

1.3. Core activity:

74150 - Holdings

1.4. Subscribed capital as reported in most recent financial statements:

2,062,152,000.00 RSD as of 31 December 2006

1.5. Date of resolution/decision of the issuer's competent body under which the shares are issued

Tigar AD's General Assembly of Shareholders resolved on 8 June 2006 to authorize unissued shares up to a maximum of 25% of the total number of shares. This Resolution by the General Assembly of

Shareholders also authorizes the Board of Directors (BoD) to decide on the implementation/issuance of the authorized shares over the next five-year period. At its meeting held on 9 October 2007, the BoD took a Decision to issue 15% of the authorized shares.

1.6. Allocation of proceeds from the issue of shares (as identified in the resolution/decision)

The proceeds of the sale of the additional issue of shares will be used to finance a portion of investment projects which are currently under way. The cost and timetime of each of these projects is shown in the basic prospectus for the issue of shares.

1.7. Locations where the full prospectus for the issue of securities and corporate documents may be accessed

The full prospectus for the issue of securities is available at the Tigar AD web site (www.tigar.com), the Belgrade Stock Exchange web site, and Issue V subscription and payment locations.

General documents may be inspected at the issuer's headquarters: 213, Nikole Pašića Street, Pirot, Serbia, on any business day between 9 a.m. and 2 p.m.

2. SHARES TO BE ISSUED

2.1. Type, class, issue designation, CFI Code and ISIN Number of security:

Grounds for the issue of shares:	Law on the Market of Securities and Other Financial Instruments
Sequence of the issue:	Fifth issue/Issue V
Type:	Ordinary voting shares
Class:	D
CFI Code:	ESVUFR
ISIN Number:	RSTIGRE55421

3. TOTAL VOLUME OF THE ISSUE

3.1. Total nominal value of all securities to be issued, in RSD:

Total nominal value of the issue: 309,322,800.00

4. NUMBER OF SHARES AND THEIR NOMINAL VALUE

4.1. Total number of securities to be issued:

257,769

4.2. Nominal value per security:

RSD 1,200.00

5. ISSUE PRICE OF SHARES

5.1. Offered price of security:

All shares are offered at an issue price of 2,222 RSD per share.

The issue price as been defined as the average weighted price of Tigar AD's shares on the Belgrade Stock Exchange for the period from 8 July 2007 to 8 October 2007 (past three months).

The shares will be sold to shareholders with pre-emptive rights at the issue price less a 10% discount, or at a price of 2,000 RSD.

6. RIGHTS AND OBLIGATIONS ATTACHED TO SHARES

6.1. All rights and obligations attached to shares:

Rights attached to the shares:

- Management rights, proportional to the interest in the subscribed capital;
- Participation in the distribution of profits, proportional to the interest in the capital;
- Right to a portion of the liquidation estate, in the event of liquidation, proportional to the interest in the capital, upon settlement of debts to creditors;
- Pre-emptive right of purchase of shares of subsequent issues, proportional to the nominal value of shares held, in accordance with the respective issue resolution/decision; and
- Disposal of shares pursuant to the law, the company's Articles of Association, and the issue resolution/decision;

Obligations attached to the shares:

- To bear the risk of the issuer's business operations up to the aggregate amount paid for the purchase of shares.

6.2. Pre-emptive rights:

6.2.1. Persons with pre-emptive rights of subscription and payment of shares and grounds for such rights (owners of ordinary shares, holders of warrants, convertible bonds, preferred convertible shares):

Shareholders of record as of the date of the BoD Decision (9 October 2007) are entitled to pre-emptive rights of subscription of this issue of shares, proportional to the nominal value of shares held on that date, as recorded by the Central Registry of Securities.

Total number of securities with respect to which pre-emptive rights of subscription can be exercised:

Fifth issue of shares / Issue V: total 257,769 shares

7. TIME, PLACE AND TIME PERIOD FOR SUBSCRIPTION OF SHARES

7.1. Time period for subscription of shares (time period for subscription based on pre-emptive rights stated separately)

The subscription of the shares will be processed by the Eurobank EFG Savings Bank, a member of the Central Registry, at its branches which will be listed in the public call for subscription and payment, on any business day from 9 a.m. to 3 p.m. (payment from 9 a.m. to 4 p.m.).

The time period for the subscription and payment of the shares of this issue is 35 days, or 21 days for shareholders with pre-emptive rights, counting from the opening date for subscription and payment of the shares, which will be identified in the public call. A payment shall be deemed timely if it reaches the account by 4 p.m. on the 35th day counting from the starting date identified for subscription and payment, or by 4 p.m. on the 21st day for shareholders with pre-emptive rights, counting from the starting date identified in the public call.

The securities shall be subscribed by signing a statement of subscription of shares – a subscription form, either personally or through a proxy upon submission of a power of attorney.

Current shareholders have pre-emptive rights of subscription of the shares of this issue, commensurate with the nominal value of shares held as of the date of the Decision.

A written notice will also be forwarded to shareholders with pre-emptive rights, which will identify the intention to issue shares and the pre-emptive rights. This notice will include information for each shareholder concerning the intention to issue new shares, the resolution/decision regarding the new issue, and the rights at the shareholder's disposal (time period, price and number of shares which the

shareholder may purchase).

Shareholders may exercise their pre-emptive rights within 21 days of the starting date for the subscription and payment of shares, which will be clearly identified in the public call for subscription and payment.

The distribution of Issue V shares during the subscription and payment period will be based on the criterion of proportionality. Shareholders with pre-emptive rights may exercise such rights commensurate with their interest in the existing capital of the issuer.

Any excess subscribed and paid-up securities over and above the offered number of shares, after the exercise of pre-emptive rights, will be distributed to persons who have subscribed and paid for the securities by pro-rated reduction of the number of subscribed and paid-up shares.

7.2. Opening and closing dates for subscription based on pre-emptive rights

Opening date: 25.10.2007 at 9 a.m.
Closing date: 14.11.2007 at 3 p.m.

7.3. Opening and closing dates for subscription, for shareholders who have exercised their pre-emptive rights and other interested parties

Opening date: 15.11.2007 at 9 a.m.
Closing date: 28.11.2007 at 3 p.m.

7.4. Location and business hours for subscription (name and address of broker-dealer company or bank and subscription time)

The shares are to be subscribed at EFG Bank branches, between 9 a.m. and 3 p.m.

8. LOCATION AND TERMS OF PAYMENT OF SHARES

8.1. Time period for payment of shares (stated separately for payment based on pre-emptive rights)

35 (thirty-five) days, starting on 25 October 2007 (21 days for pre-emptive rights)

8.2. Opening and closing dates for payment based on pre-emptive rights of subscription

Opening date: 25 October 2007 at 9 a.m.
Closing date: 14 November 2007 at 4 p.m.

8.3. Opening and closing dates for payment, for shareholders who have exercised their pre-emptive rights and other interested parties

Opening date: 15 November 2007 at 9 a.m.
Closing date: 28 November 2007 at 4 p.m.

8.4. Name, address, and business hours of the bank at which payment is to be made

The payment period will be 35 days, or 21 days for holders of pre-emptive rights of purchase, starting on the opening date identified in the public call for subscription and payment, from 9 a.m. to 4 p.m. on any business day. Payment should be made into special-purpose account no. 250145000003493095 at any of the following EFG Bank branches in Serbia:

	Address
Novi Beograd EFG, Beograd	Goce Delčeva 27
Vasina EFG, Beograd	Vasina 4
Zvezdara, Beograd	Bul. Kralja Aleksandra 288
Pančevo EFG	Vojv. Radomira Putnika 3
Takovska, Beograd	Takovska 46
Smederevo	Kralja Petra I 12
Vršac	Trg Zelena pijaca 13
Požarevac	Veljka Dugoševića 14
Kragujevac	Kralja Petra I 54
Čačak	Krenov prolaz bb
Gornji Milanovac	Karadjordjeva 6
Kraljevo	Hajduk Veljkova 33
Arandelovac	Knjaza Miloša 271-273
Užice	Petra Celovića 2
Niš-EFG	TC Kalča Obrenovićeve bb
Leskovac	Cara Lazara 2
Pirot	Trg oslobođenja 9
Vranje	Kralja Stefana Prvovenčanog 27
Zaječar	Nikole Pašića 17
Kruševac	Miloja Zakića 3
Svilajnac	Ustanička 4
Paraćin	Kralja Petra I 54
Jagodina	Braće Milosavljević 1
Novi Sad EFG	Katolička porta 2
Kikinda EFG	Trg srpskih dobrovoljaca 43
Bečej	Borisa Kidriča 82
Bačka Palanka	Kralja Petra I 7
Sombor	Arsenija Cernojevića 1
Sr.Mitrovica	Kralja Petra I 30
Ruma	Orlovićeve 2
Subotica	Korzo 5
Zrenjanin	Cara Dušana 2

8.5. Method to be applied in the distribution of excess subscribed and paid-up securities to persons who have subscribed and paid for the securities

The distribution of excess subscribed and paid-up securities, relative to the offered number of shares upon the exercise of pre-emptive rights, to persons who have subscribed and paid for the securities, will be subject to a pro-rated reduction of the subscribed shares.

8.6. Method and deadline for reimbursement of amounts paid if the sale is not successful, including the interest rate to be applied to the amounts paid

The issuer, Tigar AD, shall refund the amounts paid, including statutory interest, within 7 (seven) days following the closing date for subscription and payment.

9. SECURITIES TRADING MARKET

9.1. Name and seat of the organized market, date of admission of the same type of shares to the organized market, volume of transactions with this type of security in the organized market during the past six months, and the high and low prices realized:

Beogradska berza a.d. Beograd (Belgrade Stock Exchange), Omladinskih brigada 1, Novi Beograd

The high and low prices for the period from 8 April 2007 to 8 October 2007 are:

Low: 2,133.00 on 12 September 2007

High: 3,138.00 on 19 April 2007

Volume of transactions for the period from 8 April 2007 to 8 October 2007: total 275,118 shares

The issuer's shares have been traded in the official market – Listing A of the Belgrade Stock Exchange, since 10 April 2007.

10. SUMMARY INFORMATION ABOUT THE ISSUER OF SHARES

Today, Tigar is the leading manufacturer of rubber products in the region. Its main businesses include the manufacture of rubber and chemical products, and commercial activities in the country and abroad. Tigar is a holding company. The holding company is a joint-stock company, while its subsidiaries are limited liability companies. The core activity of the holding company is the management and financing of its subsidiaries. The holding company's stock is listed on the Belgrade Stock Exchange, Listing A. Its stockholdings are diversified and there are no dominant shareholders. Most of the stock is held by investment funds. State funds hold 34% of the stock capital.

Tigar's three main manufacturing businesses produce rubber footwear, technical rubber goods (including recycled-rubber products), and chemical products. Tires are manufactured by the joint venture, Tigar Tyres. Tigar operates a sales and automotive service network across Serbia, which sells Tigar-brand products, tires made by other manufacturers, and automotive afterparts, and provides all types of automotive services except engine repair. Tigar's international wholesale companies operate in the UK, the USA, and the Balkans. Service activities within the Tigar Group include transportation, construction, engineering, consulting, tourism, etc. As the controlling stockholder of its subsidiaries, Tigar AD defines their status and directions of development and exercises overall control of operations based on adopted goals and business plans. Through its representatives, Tigar AD participates in the management of the companies in which it has the status of an equal or minority stockholder.

In 2007, Tigar AD initiated negotiations with foreign investment funds concerning co-financing of its technical rubber goods development project (including recycling), through an equity partnership, as well as negotiations with international financial organization regarding funding of its footwear plant equipment upgrading program through a minority stake in the capital and investment financing. It is expected that these negotiations will be completed before the end of 2007 and implementation is scheduled to begin in March of 2008.

10.1. Basic facts about the issuer's business operations and development plans

Before 2006, Tigar AD fully consolidated its domestic subsidiaries, including Tigar MH (currently Tigar Tyres). Financial statements of the companies located abroad and of small domestic entities were not consolidated. In 2006, due to the change in Tigar MH stockholdings, Tigar MH financial statements were consolidated at 49.4%. As a result of the altered method of consolidation, 2006 and 2007 consolidated financial statements are not comparable.

Tigar Holdings has been focusing on the development of the tire business, first independently and then through alliances, through the year 2006. In view of the changes in the Tigar Tyres stockholding structure, Tigar's ongoing activities with regard to Tigar Tyres will include financial support through re-

investment of a portion of the profits and co-operation between Tigar Tyres and other entities within the Tigar Group. Tigar focuses and will continue to focus its key resources, including the available financial potential, on the development of Tigar's other businesses.

11. BROKER/DEALER COMPANY AND/OR AUTHORIZED BANK WHICH IS PARTICIPATING IN THE COORDINATION OF THE PUBLIC OFFERING

11.1. Registered name and address of the agent or underwriter of the issue, who is participating in the coordination of the issue of securities:

BDD Prospera Securities, Knez Mihailova 9, Belgrade

11.2. Registered name and address of the global coordinator of the issue, if several parties are involved:

BDD Prospera Securities is the sole coordinator of the issue.

11.3. Type of issue coordination agreement and type of responsibility of the agent or underwriter:

Issue Agent's Agreement

The scope of this Agreement includes the provision of necessary services during the period prior to Tigar AD's capital increase, the period of the public call for Tigar AD's capital increase, and the period following the capital increase, as well as the provision of other services to Tigar AD during the capital increase process and the performance of agent's activities.

11.4. Amounts payable to the agent or underwriter for issue coordination services, or margin to be applied when the underwriter re-sells the securities in the distribution process:

RSD 170,000.00 NET

11.5. Does the obligation of the agent or underwriter relate to all or a specific portion of the securities to be issued?

The agent's obligation is related to the entire fifth issue (Issue V) of shares.

Tigar A.D. Company President

Dragan Nikolić