



## TIGAR CORPORATION AD

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COMMERCIAL COUR OF NIŠ  
REGISTRY FILE NUMBER: 1 – 1087  
CORPORATE ID NO.: 07187769  
BANK ACCOUNT NO.: 180 – 0173750101000 – 57  
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Ref.:  
Date: 1 September 2008

Pursuant to Article 64 of the Law on the Market of Securities and Other Financial Instruments, and pursuant to Article 6 of the Regulations on Public Company Reporting and Disclosure of Possession of Voting Shares:

### TIGAR AD

hereby releases a

### SIGNIFICANT EVENT REPORT

Pursuant to Article 64 of the Law on the Market of Securities and Other Financial Instruments, we hereby notify our shareholders and members of the Stock Exchange and the Central Registry that Tigar AD's Board of Directions held a meeting on 1 September 2008.

**At this meeting, the Board of Directors took the following decisions which are significant to the Company's business operations:**

**1. A decision by which the Board of Directors adopted the Company's January-June 2008 Interim Report**

According to the adopted Interim Report, the Company earned a consolidated income of 2.635 billion dinars and a consolidated profit of 635 million dinars during the first six months of the year. The parent company, Tigar Holdings, earned an income of 796 million dinars and a net profit of 259 million dinars. The reported consolidated result does not include the result of the tire manufacturing company Tigar Tyres in which Tigar AD held a 30% interest as of 30 June 2008. The Interim Report is posted on the web sites of the Company, the Belgrade Stock Exchange and the Securities Commission.

**2. A decision by which the Board of Directors approved an in-kind capital contribution to Tigar Footwear and approved the Company's sponsorship for financial support of Tigar Footwear's Reconstruction and Upgrading Project**

The Board of Directors approved a capital increase of its wholly-owned subsidiary Tigar Footwear in the amount of 7.7 million euros through an in-kind contribution by Tigar AD consisting of industrial and administration buildings which will be used by Tigar Footwear at the new Tigar III industrial location. Tigar Footwear's previous industrial plants were shut down on 30 June 2008 and manufacturing at the new location begins on 1 September 2008.

The Board of Directors also approved a draft long-term capital investment loan agreement between the financial organization DEG of the Federal Republic of Germany and Tigar Footwear, a wholly owned subsidiary of Tigar Holdings. The loan will, once the loan agreement has been signed and conditions therein have been fulfilled, be used to finance the opening of new footwear production capacities at the Tigar III location, a change in product mix through orientation toward more sophisticated and more profitable products, market development, and the introduction of new brand names. Additionally, the Board of Directors approved a draft sponsor support agreement between the creditor and Tigar AD (Tigar Footwear's sole shareholder and sponsor of the transaction), under which the sponsor guarantees physical and financial completion of the project in accordance with the project documents, and approved the issuance of single bills of exchange as additional security for the due repayment of the loan over the next eight-year period, based on the agreed schedule. This transaction also includes, subject to the terms of the aforementioned loan agreement and the sponsor support agreement, the refinancing of the acquisition in August of manufacturing, sale and distribution rights pertaining to safety, firefighting, forestry and other work boots under the "Century", "Forester" and "Firefighter" brands, as well as the purchase of related manufacturing equipment and lasts, from the UK company Hunter Boot Limited.

3. **A decision by which the Board of Directors approved a draft statement of obligations and responsibilities to be submitted as part of the approval procedure concerning a long-term capital investment loan whose proceeds will be used to finance a modernization project of Tigar Technical Rubber Goods, including recycling.**
4. **The Board of Directors also took other decisions in connection with day-to-day operations of the Company.**

Approved by ATCO 14 of the new statute of the Republic of Serbia and Tigar Footwear, the Board of Directors of the Company, the members of the Board of Directors and the General Assembly of Tigar AD's Board of Directors held a meeting on 1 September 2008.

At this meeting, the Board of Directors took the following decisions which are significant to the Company's business operations:

1. A decision by which the Board of Directors adopted the 2008 Interim Report.

According to the interim report, the Company achieved a turnover of 235 million euros and a consolidated profit of 125 million euros in the year. The interim January-Tiger Holdings report shows a turnover of 255 million euros and a net profit of 255 million euros. The report also includes the decision to use manufacturing capacity Tigar Footwear in which Tigar AD had a 40% investment of 30 June 2008. The interim Report is posted on the web site of the Company, the Belgrade Stock Exchange and the Securities Commission.

2. A decision by which the Board of Directors approved an linking capital contribution to Tigar Footwear and approved the Company's sponsorship for financial support of Tigar Footwear's Reconstruction and Upgrading Project.

The Board of Directors approved a capital increase of its wholly-owned subsidiary Tigar Footwear in the amount of 1.7 million euros through an issued debentures by Tigar AD financing of industrial and construction buildings, which will be used by Tigar Footwear at the new Tigar III industrial location. Tigar Footwear's previous industrial plants were built down by 31 June 2008 and manufacturing at the new location begins in September 2008.



Slavoljub Stanković  
Company Secretary