

The Fiduciary Bond Auctor d.o.o., Zagreb, Dežmanova 5, (hereinafter: the Fiduciary Bond), acting pursuant to Articles 14.2. and 14.6. of the Bond Contract (hereinafter: the Contract) of the Bond Issuer Institut IGH d.d., Zagreb, Janka Rakuše 1, Personal Identification No. OIB: 7976766124714 (hereinafter: the Bond Issuer), Designation: IGH-O-176A, ISIN: HRIGH00176A8 (hereinafter: Bonds), pursuant to Article 13.3. (iii) of the subject Contract, hereby announces on 2 July 2013 the following invitation to the

BONDHOLDERS' ASSEMBLY MEETING
IGH-O-176A, ISIN: HRIGH00176A8

The Bondholders' Assembly Meeting will take place on 8 July 2013 at 11 a.m. at Institut IGH d.d. premises in Zagreb, Janka Rakuše 1, with the following agenda and proposed decisions:

1. Opening of the Bondholders' Assembly Meeting, determining a quorum and appointing a chairman of the meeting;
2. Granting approval to holding the Bondholders' Assembly Meeting within a shorter time, and to the validity of decisions reached at the Bondholders' Assembly;
3. The Bond Issuer's Report on important facts and planned activities pursuant to Article 7.1. of the Bond Contract with a clarification of measures anticipated by the Financial and Operating Restructuring Plan;
4. Granting approval to Amendments to the Bond Contract, Bond Designation: IGH-O-176A, ISIN: HRIGH00176A8;
5. Reaching a decision on procedural acting of Bondholders in the pre-bankruptcy settlement procedure of Institut IGH, d.d., and giving instructions to the Fiduciary Bond on acting in the aforementioned pre-bankruptcy settlement procedure;
6. Giving order to the Bond Issuer to issue Minutes of this Bondholders' Assembly Meeting.

Proposed decisions

Ad. 2

The approval is granted to holding the Bondholders' Assembly Meeting within a shorter time than the one anticipated by the Bond Contract. The decisions reached at this Bondholders' Assembly Meeting will be legally valid and binding for all Bondholders, provided that they are reached by the qualified majority of 75% of the total nominal value of Shares with voting rights.

Ad. 3

The Bond Issuer's Report has been acknowledged herein.

Ad. 4

The approval is granted to Amendments to the Bond Contract, Bond Designation: IGH-O-176A, ISIN: HRIGH00176A8, as follows:

I

Pursuant to the Decision of the Bondholders' Assembly Meeting held on 8 July 2013, Article 13, Paragraphs 13.4. and 13.5, of the Bond Contract are hereby amended to read:

- 13.4 The Bondholders' Assembly Meeting shall be convened by the Fiduciary Bond upon request of persons stated in the previous paragraph. If the Fiduciary Bond does not convene the Assembly Meeting within 4 working days from the receipt of the request to convene the Meeting, the request issuer is authorised to convene the Meeting by himself, and the Meeting must be held within 4 working days from the date the invitation was published.
- 13.5 Invitations to the Bondholders' Assembly Meetings shall be published not later than 4 working days before the actual Assembly Meeting. The Fiduciary Bond shall publish invitation to the Bondholders' Assembly Meeting on the website of Zagrebačka burza d.d. (www.zse.hr).

II

After paragraph 13.5, a new paragraph 13.6. is added and it now reads:

13.6. The Bondholders' Assembly Meeting can be held in writing, including deciding on all matters within the limits of the Assembly's competence. Holding and deciding on the Assembly's Meeting in writing must be explicitly stated in the invitation letter. The invitation and the proposed decisions must be published on the website of Zagrebačka burza d.d. (www.zse.hr). The invitation to the Assembly Meeting must include a text on the proposed decision in its entirety, manner and deadline for submission of Bondholders voices in writing, manner of announcing and publishing the Bondholders' Assembly decision. The decision shall be deemed to be reached if the Bondholders, representing the qualified majority of 75% of the nominal value of Shares with voting rights, have voted for it in writing, in a way and within the deadline specified in the invitation to the Assembly Meeting. Decisions reached by the Assembly in this way are binding for all Bondholders and for the Bond Issuer. The Assembly's Decision is deemed to be reached if after the expiry of the specified deadline the Fiduciary Bond receives declarations of will signed by Bondholders representing qualified majority of 75% of the nominal value of Shares with voting rights. The Fiduciary Bond shall inform without delay all Bondholders and the Bond Issuer of the voting results and reached decisions. All Bondholders will be deemed to be informed of decisions reached in writing by publishing the aforementioned decisions on the website of Zagrebačka burza d.d. (www.zse.hr).

III

In paragraph 13.7. (new paragraph 13.8.), last sentence is added which now reads as follows:

The Bond Issuer shall publish without delay Minutes of the Bondholders' Assembly Meeting on the website of Zagrebačka burza d.d. (www.zse.hr).

IV

The former paragraphs from 13.6. to 13.12. become paragraphs from 13.7. to 13.13.

V

These Amendments to the Contract, including Addendum to the Bond Contract, shall be binding to the Parties as of the date of the Bondholders' Assembly Meeting at which the decisions on these Amendments to the Bond Contract were reached.

Ad. 5

The following decision is reached:

Decision on procedural acting of Bondholders in the pre-bankruptcy settlement procedure of Institut IGH, d.d., and giving instructions to the Fiduciary Bond on acting in the aforementioned pre-bankruptcy settlement procedure

I

Every Bondholder shall report their claims in the pre-bankruptcy settlement procedure of the company Institut IGH d.d., Zagreb, Janka Rakuše 1, OIB: 7976766124714, in compliance with the prevailing rules and regulations.

II

The Fiduciary Bond, Auctor d.o.o., is entrusted with the task to act as the Fiduciary Bond, as the lien holder on his behalf and for the account of all Bondholders to report in the pre-bankruptcy settlement procedure of Institut IGH d.d., Zagreb, Janka Rakuše 1, OIB: 7976766124714, the existence of a separate satisfaction right, i.e. lien on properties registered with the land registry of the Municipal Court in Slavonski Brod under the following land registry Nos.: 400, 806, 817, 825, 401, 800, 843, 804, 747, 827, 791, 796, 360, 388, 798, 616, 64, 65, 433, 830, 793, 595, 803, 784, 98, 34, 795, 810, 792, 174, 315, 367, 802, 794, 321, 790, 428, 425, 801, 502, 799, 787, 818, 805, 596, 423, 788, 807, 789, 808, 671, 797 and 783 of the cadastral municipality Beravci, and with the land registry of the Municipal Court in Split under the land registry No. 15937, cadastral plot No. 5131/16 of the cadastral municipality Split.

III

Bondholders do not waive their right to be separately compensated pursuant to the separate satisfaction right which has been registered for their account on behalf of the Fiduciary Bond in the land registry of the Municipal Court in Slavonski Brod under the land registry Nos. 400, 806, 817, 825, 401, 800, 843, 804, 747, 827, 791, 796, 360, 388, 798, 616, 64, 65, 433, 830, 793, 595, 803, 784, 98, 34, 795, 810, 792, 174, 315, 367, 802, 794, 321, 790, 428, 425, 801, 502, 799, 787, 818, 805, 596, 423, 788, 807, 789, 808, 671, 797 and 783 of the cadastral municipality Beravci, and with the land registry of the Municipal Court in Split under the land registry No. 15937, cadastral plot No. 5131/16 of the cadastral municipality Split, pursuant to the Agreement on Ensuring Compensation of Claims by Establishing the Lien Priority on Properties, dated 13 December 2012.

The Fiduciary Bond, Auctor d.o.o., is hereby requested to give a statement on his behalf as the creditor with separate satisfaction right/encumbrancer, and for the account of Bondholders in the pre-bankruptcy settlement procedure of the company Institut IGH d.d., Zagreb, Janka Rakuše 1, OIB: 7976766124714, wherein he does not waive the right to a separate settlement in accordance with the prevailing rules and regulations.

Ad. 6

The Bond Issuer is hereby requested to publish without delay Minutes of this Bondholders' Assembly Meeting on the website of Zagrebačka burza d.d.

REQUIREMENTS FOR PARTICIPATION AND USE OF VOTING RIGHTS

Voting rights in the Assembly are granted to all persons who are registered with the Central Depository & Clearing Company Inc. as Bondholders on a date preceding the date of the Assembly Meeting (Bondholders registered on 5 July 2013). Every Bond of the nominal value of EUR 1 provides one voting right in the Assembly. Bonds owned by the Bond Issuer or persons related to him within the meaning of the Croatian Companies Act do not have any voting rights in the Assembly.

Decisions are reached by a qualified majority which is represented by at least 75% of the nominal value of Bonds.

The Assembly is presided over by the authorised representative of the Fiduciary Bond, and it can be also presided over by someone from the Bondholders representatives who are present in the Assembly, provided that the majority of present Bondholders decide so. The Chairman of the Assembly determines the list of Bondholders, the number of votes, announces the beginning and the end of the Assembly, and conducts all other activities necessary for a regular operation of the Assembly.

Minutes of the proceedings of the Assembly is kept by the notary public who has to record all adopted decisions and voting results. The Minutes is signed by the Chairman and at least one representative of Bondholders. A copy of the Minutes is given for safe-keeping to the Fiduciary Bond.

Bondholders can participate in the Assembly in person, through a legal representative in case of a legal entity, or by a proxy on the basis of a recommended form of a mandate in writing. The mandate has to be filled in as per marked places with the data relating to the person giving the mandate and the person given the mandate, the number of bonds and other data. The mandate has to be personally signed by a natural person who owns the Bond, or by a legal representative of a legal entity which owns the Bond, and it has to be certified by a stamp of a legal entity. The original of the mandate has to be submitted to the Chairman of the Assembly immediately before the beginning of the Assembly.

Bondholders are hereby asked to submit their application and mandate for the Assembly to the Fiduciary Bond by 5 July 2013 at the latest by post, fax or e-mail to the following address: Auctor d.o.o., Zagreb, Dežmanova 5, fax: 4807-622, e-mail: miroslava.gojsalic@auctor.hr, for the purpose of technical preparation and faster evidence of participants.

Bondholders are hereby invited to arrive in the Assembly 30 minutes before the scheduled beginning because of a timely authentication and determination of the list of participants. Authentication upon registering will be conducted on the basis of a personal identification document for natural persons, i.e. personal identification document and Excerpts from the Court Register, which must not be older than 7 days as on the date of the Assembly, for legal entities.

Bondholders who intend to suggest amendments to the agenda, i.e. questions which have to be discussed and/or counter-proposal to the published proposed decisions, can submit their elaborated amendments and/or counter-proposals to the Fiduciary Bond in a way specified for submitting applications for the Assembly, at least 1 day before the date of the Assembly, all for the purpose of preparing all participants and timely publishing. The submitted amendment and/or counter-proposal will be considered as duly published if published on the website of Zagrebačka burza d.d.

This invitation will be published on the website of Zagrebačka burza d.d.

Fiduciary Bond
Auctor d.o.o.