

ULJANIK PLOVIDBA

Pomorski promet, dioničko društvo

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THE ZAGREB STOCK EXCHANGE INC.

**Ivana Lučića 2a
10 000 Zagreb**

Pula, 04.02.2011.

Dear Sirs,

With regard to the announced delivery of the tanker POMER (Newbuilding 710.) at 3.MAJ Shipyard in Rijeka, and in order to provide a timely and exact information to the public about facts of importance for the business activity of the Company, the director of ULJANIK PLOVIDBA d.d. hereby gives the following statement:

5. Further to numerous meetings held in the last two months between Shipyard 3.MAJ as Builder and ULJANIK PLOVIDBA for and on behalf of its foreign subsidiary – Buyer, with the mediation of the interested Ministries, in order to resolve the current situation and to agree a solution to the dispute, we give in the continuation a short overview of the Company's activities:

- a) via its own subsidiary, i.e. the Buyer of the Vessel, an extension for the drawdown of the foreign credit facility in the amount of 60% of the market value of the vessel has been agreed. The deadline for the drawdown is end of February 2011., a condition precedent of which is to fulfil all the contractual requirements including agreeing the final solution for the payment of the remaining part of purchase price of the vessel (40% of the market value);
- b) on the 1st February 2011. a new valuation has been received by the first class broker house Clarksons further to a joint request made by the Builder and the Buyer pursuant to the terms of the Shipbuilding Contract and its annexes. The new price of the vessel amounts to 36,5 mil USD;
- c) Further and beyond its contractual obligations the Company is trying to agree an additional loan via domestic banks, which loan would be used as an additional cash payment towards the Builder. Pursuant to the above are the activities of the Company in securing additional guarantees further to the ones earlier provided, within the extent and rights acceptable to the Banks.
- d) via domestic banks it has proposed to the Ministry of Finance an amendment to the Model of Measures for the revival and development of the economy of the Republic of Croatia, by which amendments a universal frame would be created for the resolution of the dispute, which in addition would represent an adequate solution for the financing of shipbuilding in domestic shipyards in accordance with the worldwide established practice, being also a solution for the remaining three vessels being built at the 3.MAJ Shipyard in Rijeka, being them:
 - newbuildings 711. and 712. being built for the Buyers within the TANKERSKA PLOVIDBA Group of Zadar,
 - newbuilding 713. being built for the Buyer within the ULJANIK PLOVIDBA Group of Pula.

6. The Buyer was in accordance with the Shipbuilding Contract ready to take delivery of the Vessel for the intended delivery date on the 26th October 2010. Delivery of the vessel POMER has not been performed as of today, 04th February 2011.

7. By not delivering the vessel, and by a continuous rejection to deliver the vessel by the Shipyard 3.MAJ (contrary to the provisions of the Shipbuilding Contract and its annexes) the Company is suffering continuous damages, and because of the extremely high amount of damages suffered so far, the Buyer reserved all his rights to compensation.

Best regards,
ULJANIK PLOVIDBA d.d.
Dragutin Pavletić, director