

To Whom It May Concern,

Varteks submitted a request for the application of Model C to the Ministry of Economy, Labor and Entrepreneurship on July 30, 2010, together with its Integral Business and Financial Restructuring Plan. In our opinion, we have fully met all the prescribed criteria defined in the Guidelines on Aid to Entrepreneurs in Difficulties via Model C with the Integral Business and Financial Restructuring Plan, which has also been confirmed by the Economy Ministry's positive opinion we received in December 2010. According to verbally obtained information, the Finance Ministry has also presented a positive opinion.

Talks in regards to debts to the state and how to resolve these debts are currently underway, and once the talks have come to an end, we will inform the public about the outcome. It is important to point out that the issue of Varteks's credit exposure is being resolved with the banks that are accompanying us and it is not the topic of talks with the state.

In terms of procedure in relation to Model C, we are acting in line with the rules which regulate state subsidies. In connection to this, as defined by the Guidelines on Aid to Entrepreneurs in Difficulties, a final decision will depend on the opinion of AZTN (Market Competition Agency).

VARTEKS d.d.
Management Board President:
Zoran Koščec, dipl.oec.

/
Žiro račun:

2360000-1101339483

Zagrebačka banka d.d.

Zagreb

2340009-1100110839

Privredna banka d.d.

Zagreb

2484008-1100417652

Raiffeisenbank Austria d.d.

Zagreb

VARTEKS d.d. / Zagrebačka 94 / HR-42000 VARAŽDIN / tel. +385 42 377 105 / fax.+385 42 377 284 / P.P. 32 / info@varteks.com / www.varteks.com

/ Temeljni kapital 384.161.400 kn, uplaćen u cijelosti i podjeljen na 1.920.807 redovnih dionica, svaka nominalne vrijednosti 200 kn.

Društvo je upisano u registar Trgovačkog suda u Varaždinu, poslovni broj iz upisnika Tt: 95/463-2 (MBS) 070004039, M.B. 3747034, OIB: 00872098033.

Uprava: predsjednik Zoran Koščec, članovi Miljenko Vidaček, Nenad Davidović. Predsjednik Nadzornog odbora: Milan Horvat.