



KOMERCIJALNA BANKA AD BEOGRAD

The Issuer, KOMERCIJALNA BANKA AD BEOGRAD, pursuant to Articles 26. and 42. of the Law on Securities and Other Financial Instruments Market (" Official Gazette of the RS" No. 47/2006) and the Decision of the Securities Commission No. 4/0-03-7491/7-07 of November 16, 2007., announces:

THE CONCISE PROSPECTUS ON XX ISSUE OF SHARES WITH THE PUBLIC INVITATION FOR SUBSCRIPTION AND PAYING IN

The Concise Prospectus contains only the basic information on securities and the issuer thereof. Other information relevant for the objective evaluation of financial and legal position of the securities' issuer, as well as the estimation of rights and obligations under such securities can be found in the Prospectus for Securities Issuance which will be available at places for subscription and paying in.

The Summary Prospectus does not contain information which may present an adverse picture to the investor in relation to the securities' issuer, shares intended to be issued, and already issued issuer's securities.

NOTE

Pursuant to Article 94. of the Law on Banks ("Official Gazette of the RS" No. 107/2005) no entity may, without prior approval of the National Bank of Serbia, acquire direct or indirect ownership in the Bank entitling it to 5% to 20%, more than 20% to 33%, more than 33% to 50% and more than 50% voting rights.

Pursuant to Article 6. of the Law on Takeover of Shareholding Companies (" Official Gazette of the RS", No.. 47/2006), a person acquiring the shares of the target company, which, together with the already held shares exceeds 25% of the total number of votes gained on the grounds of the voting right shares of the target company, is obliged to immediately and simultaneously inform the organizational part of the organized market for trading the target company shares, the Commission and the target company, and to announce the offer for takeover, under the terms and in the manner provided by this law.

1. SHARES ISSUER									
1.1. Name, Head Office, Registry and Tax Identification No.;	KOMERCIJALNA BANKA AD BEOGRAD, Svetog Save 14, 11000 Beograd, RN-07737068, TIN - SR 100001931								
1.2. Number and date of registration with the Serbian Business Registers Agency	The subscription was made on April 14, 2005 with the Serbian Business Registers Agency, and the number of the Decision is BD 101156/2005								
1.3 Basic activity	065121 – banking organization								
1.4. Initial capital amount as per the latest financial statement;	<table><tr><td>Share and other capital</td><td>12.662.890 (Din. 000)</td></tr><tr><td>Reserves</td><td>1.962.557</td></tr><tr><td>Unallocated profit</td><td>1.369.106</td></tr><tr><td>TOTAL CAPITAL</td><td>15.994.553</td></tr></table>	Share and other capital	12.662.890 (Din. 000)	Reserves	1.962.557	Unallocated profit	1.369.106	TOTAL CAPITAL	15.994.553
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Reserves	1.962.557								
Unallocated profit	1.369.106								
TOTAL CAPITAL	15.994.553								

1.5 Date of making the decision of the competent authority of the issuer on the grounds of which the share issue is made	Share issue is made on the basis of Decision on the XX issue of ordinary shares of Komercijalna Banka ad Beograd by public offer, for the purpose of capital increase. Decision (number 17220/2) was made at the General Meeting of the Bank held on October 19, 2007.
1.6 The purpose of funds collected by share issue (state the purpose of funds pursuant to the decision)	The purpose of funds collected under this issue of shares is to perform operations from the Bank's field of activities: long-term and short-term corporate and retail loans for the realization of the Bank's building plans.
1.7 Places at which the full prospectus on issuance of securities, as well as the enactments of the company are available.	Full Prospectus on share issue, as well as the Bank's enactments are available at all places of subscription of shares, and on the Bank's web site : www.kombank.com as well.

2. ISSUING SHARES

2.1. Type, class, issue mark, CFI code and ISIN number of the relevant security;

Share type

Ordinary (common) shares

Class

All shares are of the same class

Issue mark

XX issue

CFI code

ESVUFR

ISIN number

RSKOBBE33594

3. SCOPE OF SHARES ISSUE

3.1. Total nominal value of all securities to be issued in dinars;

Total nominal value of all shares of the XX issue amounts to DIN 720.000.000,00 .

4. NUMBER OF INDIVIDUAL SHARES AND THEIR NOMINAL VALUE

4.1. Total number of securities to be issued;

72.000 individual securities

4.2. Nominal value per one security

Din. 10.000

5. SHARES SALE PRICE

5.1. Price at which the securities are offered ;

As concerns the Bank's shareholders with the preferential right of subscription, the XX issue of shares are sold at the price of Din. 112.000,00. Concerning shareholders who had already used their preferential right of subscription, as well as all other interested parties, shares are sold at the issuance price of Din. 124.000,00. Shares are paid for in dinars.

6. RIGHTS AND LIABILITIES ARISING FROM SHARES

6.1. Rights and obligations under shares

Rights of the purchasers of the XX issue of shares are defined by the Article 12. of the Decision on Issuance of the XX issue of ordinary shares of Komercijalna Banka ad Beograd for the purpose of capital

	<p>increase, and they comprise:</p> <ol style="list-style-type: none"> 1. right of access to legal enactments, other documents and information related to the company; 2. right to participate in the work of the General Meeting of the Bank, in the manner and under conditions stipulated by the Statute; 3. voting right at the General Meeting of the Bank, so that one share is always entitled to one vote, in the manner and under conditions stipulated by the Statute; 4. right to the payment of dividends, upon effecting payment of dividends for all issued preference shares in the full amount; 5. right to participate in allocation of bankruptcy surplus after the Bank's bankruptcy is completed, and after effecting payments of preference shares to creditors and shareholders; 6. preferential right of acquisition of new issue shares and convertible bonds; 7. right of disposal with shares, pursuant to the law; 8. other rights prescribed by the law and the decision on share issuance. <p>Shareholders obligations are stipulated in Articles of Association of Komercijalna Banka ad Beograd, and read as follows:</p> <ol style="list-style-type: none"> 1. they are to comply with the provisions of this agreement, Statute, and other enactments of the Bank, 2. they should duly notify the Bank on each incurred status change, 3. they are to meet other obligations in relation to the Bank, as stipulated by the law, other regulations, this agreement, Statute, and general enactments of the Bank.
6.2. Preferential right of subscription	<p>Present shareholders have the preferential right of subscription to the XX issue of shares, proportionally to the nominal value of owned shares as at October 3, 2007.</p>
6.2.1. Parties holding the preferential right of subscription and paying in of shares, as well as the grounds on which such right has been assigned (owners of ordinary shares, holders of ordinary shares, holders of warranties, convertible bonds, preference convertible shares)	<p>Present shareholders (owners of ordinary shares) have the preferential right of subscription to the XX issue of shares proportionally to the nominal value of owned shares as at October 3, 2007.</p>
6.2.2. Number of new issue shares with the preferential right of subscription	<p>Total number of the XX issue of shares with the preferential right of subscription is 72,000 shares.</p>

7. TIME, PLACE AND TERM FOR SUBSCRIPTION OF SHARES	
7.1. Term within which the subscription of shares can be	<p>The overall term for subscription and paying in of the XX issue of shares shall last for 90 days from the date stated in public invitation for commencement of subscription and paying in of shares. As concerns the</p>

<p>made (term for subscription under the preferential right of subscription should be entered separately</p>	<p>shareholders with the preferential right of subscription, the term for subscription and paying in is 70 days from the date stated in the public invitation. As concerns shareholders who have already exercised their preferential right of subscription as well as all other interested persons, the term for subscription shall last from the 71-st until 90-th day from the date stated in the public invitation for the commencement of subscription.</p> <p>Shareholders with the pre-emption right may exercise such right proportionally to their share in the existing capital of the issuer.</p>																						
<p>7.2. Date of commencement and date of completion of subscription under the preferential right of subscription</p>	<p>Date of commencement subscription of shares for the shareholders with the preferential right of subscription is November 24, 2007., while the date of completion of subscription is February 1, 2008.</p>																						
<p>7.3. Date of commencement and date of completion of subscription – for the shareholders who have already exercised their preferential right of subscription and for all other interested parties</p>	<p>Date of commencement of subscription for the shareholders who have already exercised their preferential right of subscription as well as all other interested parties is February 2, 2008., while the date of completion of subscription is February 21, 2008.</p>																						
<p>7.4. Place and working hours for subscription (corporate name and the address of the broker –dealer company or the bank, as well as the hours provided for the subscription)</p>	<p>Subscription of shares is made in KOMERCIJALNA BANKA AD BEOGRAD each working day from 9.00 A.M. until 3.00 P.M., and on Saturdays from 9.00 A.M. until 12.00. (in Kikinda sub-branch, the subscription will be made from Monday to Friday in the period from 09.00 A.M. until 3.00 P.M.) in the following organizational parts:</p> <table border="1" data-bbox="472 1384 1402 1888"> <thead> <tr> <th>No.</th> <th>Name of the branch</th> <th>Name of the organizational part</th> <th>Address</th> </tr> </thead> <tbody> <tr> <td rowspan="6">1.</td> <td rowspan="6">Beograd</td> <td>Beograd-BG sub-branch</td> <td>Svetog Save 14, Beograd</td> </tr> <tr> <td>Beograd-DE sub-branch</td> <td>Kralja Petra 19-21, Beograd</td> </tr> <tr> <td>Beograd-61 sub-branch</td> <td>Svetogorska 42-44, Beograd</td> </tr> <tr> <td>Novi Beograd-23 sub-branch</td> <td>YBC, Lenjinov bul. 10, Beograd</td> </tr> <tr> <td>Beograd-28 sub-branch</td> <td>Trg Nikole Pašića 2, Beograd</td> </tr> <tr> <td>Zemun-N2 sub-branch</td> <td>Rajačićeva 2, Zemun</td> </tr> <tr> <td></td> <td></td> <td>Zaječar-56 sub-branch</td> <td>Nikole Pašića 25, Zaječar</td> </tr> </tbody> </table>	No.	Name of the branch	Name of the organizational part	Address	1.	Beograd	Beograd-BG sub-branch	Svetog Save 14, Beograd	Beograd-DE sub-branch	Kralja Petra 19-21, Beograd	Beograd-61 sub-branch	Svetogorska 42-44, Beograd	Novi Beograd-23 sub-branch	YBC, Lenjinov bul. 10, Beograd	Beograd-28 sub-branch	Trg Nikole Pašića 2, Beograd	Zemun-N2 sub-branch	Rajačićeva 2, Zemun			Zaječar-56 sub-branch	Nikole Pašića 25, Zaječar
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		Negotin-91-sub-branch	Trg Đorđa Stanojevića 11, Negotin
		Knjaževac-N5 sub-branch	B. Radičevića 2, Knjaževac
		Bor-72 sub-branch	Zeleni Bulevar 4, Bor
3.	Sombor	Sombor-D2 sub-branch	Staparski put 14, Sombor
4.	Subotica	Subotica III-N9 sub-branch	Korzo 10, Subotica
		Kanjiža-D7 sub-branch	Glavna ulica 16, Kanjiža
		Senta-T6 sub-branch	Glavni trg 8, Senta
		Bačka Topola-T5 sub-branch	M. Tita 57, Bačka Topola
5.	Smederevo	Smederevo 1-92 sub-branch	Karađorđeva 30, Smederevo
6.	Jagodina	Jagodina II-T1 sub-branch	Knjeginje Milice 24, Jagodina
7.	Kraljevo	Kraljevo II-79 sub-branch	Trg Srpskih Ratnika bb, Kraljevo
8.	Loznica	Loznica II-P9 sub-branch	Gimnazijska 1, Loznica
9.	Vršac	Vršac-68 sub-branch	Trg Save Kovačevića 2, Vršac
10.	Užice	Užice III-FM sub-branch	Petra Čelovića 4, Užice
11.	Novi Pazar	Novi Pazar II-E4 sub-branch	Njegoševa 1, Novi Pazar
12.	Kikinda	Kikinda II-98 sub-branch	G. Drapšina 30, Kikinda
13.	Niš	Niš V-GH sub-branch	Episkopska 32, Niš
		Leskovac II-C7 sub-branch	Bul. Oslobođenja 92, Leskovac
14.	Novi Sad	Novi Sad III-FC sub-branch	Bul. Mihajla Pupina 6, Novi Sad
		Vrbas II-H6 sub-branch	M. Tita 49, Vrbas
		Bačka Palanka-51 sub-branch	Trg Bratstva i jedinstva 30-32, B. Palanka
15.	Čačak	Čačak III-FK sub-branch	Župana Stracimira 23, Čačak
16.	Šabac	Šabac-73 sub-branch	Gospodar Jevremova 2, Šabac
17.	Kragujevac	Kragujevac II-53 sub-branch	Kralja Petra 25, Kragujevac
		Arandelovac-D5 sub-branch	Kneza Miloša 212, Arandelovac

	18.	Zrenjanin	Zrenjanin II-G2 sub-branch	Trg Slobode 5, Zrenjanin
	19.	Požarevac	Požarevac III-DD sub-branch	Moše Pijade 8, Požarevac
	20.	Sremska Mitrovica	S. Mitrovica-48 sub-branch	Kralja Petra 5-7, S. Mitrovica
			Ruma-08 sub-branch	Poslovni centar bb, Ruma
			Šid-EA sub-branch	Karađorđeva 7, Šid
	21.	Vranje	Vranje II-58 sub-branch	Stefana Prvovenčanog 58, Vranje
	22.	Valjevo	Valjevo-C2 sub-branch	Gradski trg bb, Valjevo
	23.	Proboj	Priboj-R7 sub-branch	Meše Selimovića 1, Priboj
	24.	Kruševac	Kruševac-A0 sub-branch	Trg fontana 1, Kruševac

8. TIME, PLACE AND TERM FOR PAYING IN THE SHARES

8.1. Term within which the paying in of shares can be made (deadline for paying in under the preferential right of subscription)

The overall term for subscription of XX issue of shares will last for 90 days from the date stated in the public invitation for commencement of subscription and payment of shares. For the shareholders having the preemption right, the deadline is 70 days from the date stated in the public invitation. For the shareholders who used up the preemption right, as well as for all other interested parties, the paying in deadline lasts from the 71.-st until 90.-th day from the date stated in the public invitation.

8.2. Date of commencement of paying in and date of completion of paying in under the preferential right of subscription

Date of commencement of paying in for the shareholders with the preferential right of subscription is November 24, 2007., while the date of completion of paying in is February 1, 2008.

8.3. Date of commencement and date of completion of paying in – for the shareholders who have already exercised their preferential right of subscription and for all other interested parties

Date of commencement of paying in the XX issue of shares for the shareholders who have already exercised the preferential right of subscription and for other interested parties is February 2, 2008, while the date of completion of paying in is February 21, 2008.

8.4. Name, address, and working hours of the bank in which paying in is effected

Paying in of the XX issue of shares is made to the payment account opened with Čačanska Banka ad Čačak, Pivarska 1, to account no. 908-15501-35 reference number 4030 0000/4 – IN/UIIN of the person who effects payment.

Payments are received each working day during the working hours of the Bank from 8.00 A.M. until 4.00 P.M.

Paying in places of Čačanska Banka ad Čačak

Čačak	Čačak head office	Pivarska 1
Arandjelovac	Arandjelovac branch	Jadranska bb
Beograd	Beograd registered branch	Bul. Arsenija Čarnojevića 52a
Beograd	Beograd branch	Cara Dušana 78-80
Gornji Milanovac	G. Milanovac branch	Kneza Aleksandra 2
Jagodina	Jagodina branch	Nikčevićeva 24
Kragujevac	Kragujevac branch	Kneza Miloša 3
Kraljevo	Kraljevo branch	Trg Jovana Sarića 8
Užice	Užice branch	Nikole Pašića 48
Kruševac	Kruševac branch	Trg Kosturnice bb
Šabac	Šabac branch	Karađorđeva 77
Valjevo	Valjevo branch	Kneza Miloša 59a
Paraćin	Paraćin sub-branch	Vojvode Mišića 13
Guča	Guča sub-branch	Republike 65
Požega	Požega sub-branch	Kralja Petra 31
Čačak	Sub-branch 1	Skadarska 19
Čačak	Sub-branch 2	Pivarska 1
Čačak	Sub-branch 3	Nemanjina 32
Čačak	Sub-branch 4	Mrčajevci

8.5. Manner in which the allocation of more subscribed and paid in securities is made to the parties subscribing and paying in the securities;

Allocation of more subscribed and paid in shares, in relation to the offered number of shares, upon exercising the pre-emption rights, to the parties making the subscription and paying in of shares shall be made by proportional decrease of the number of subscribed and paid in shares.

8.6. Manner and term for returning paid in amounts in case of unsuccessful sale with the interest rate which is calculated for the paid in funds and the method of its computing

In case of share issue failure, the Bank is obliged, within the term of seven days from the date of expiry of the subscription and paying in term, to return to the subscribers the paid in funds with the prescribed interest.

9. SECURITIES MARKET

9.1. Name and head office of the organized market, date of introduction of the same type of securities into the organized market within the last six months with stating the highest and the lowest realized price

Over-the-counter of the BELGRADE STOCK EXCHANGE AD Beograd, Omladinskih brigada 1,; shares have been traded upon since August 17, 2006.

From April 20, 2007. until October 20, 2007., 16.228 individual ordinary shares have been traded upon (Din. 2.035.381.089)

For ordinary shares, the lowest price in the last six months was 114.000, while the highest was 150.000 (fromn April 20, 2004. until October 20, 2007.)
(data are taken from the official Internet site of Belgrade Stock Exchange)

10. SUMMARY BAISC INFORMATION ON THE SHARES ISSUER

10.1. Main data on business performance and issuer's building plan

Summary results realized in 2006.

Komercijalna banka ad Beograd has realized the scope of operations of almost EUR 2 billion, with the increase of 43% in comparison to the previous year; the Bank's capital has increased by 78% and together with reserves it exceeded EUR 200 million, making our Bank the second Bank of such size in our market; deposits amounted to almost EUR 1 billion, and the realized operating profit amounted to almost EUR 11 million, which is by 68% more than in the previous year. Qualitative indicators have also been significantly improved: profit and equity ratio (ROE) from 7,62% to 9,71%, return on assets rate (ROA) from 0,69% to 0,84%, capital adequacy from 15,37 to 17,28, income and expences ratio, etc.

Activities which will, in the future, be the Bank's priorities are the strengthening of the capital base, overall introduction of new organizational structure, improvement of funds management quality, implementation of new IT infrastructure, introduction of new banking products, development of investment banking by way of establishment of mutual fund.

11. BROKER-DEALER COMPANY AND/OR AUTHORIZED BANK TAKING PART IN ORGANIZING PUBLIC OFFER

11.1. Corporate name and head office of the agent, i.e., underwriter of the issue taking part in organizing securities issuance;	Komercijalna Banka ad Beograd independently organizes public offer of XX issue of shares
11.2. Corporate name, head office of the principal organizer of issuance, in case more persons take part in the organization of issuance;	-
11.3. Type of agreement on organizing the issuance and type of agent's obligation , i.e., underwriter of the issue;	-
11.4. Amount of compensation which the agent, i.e., issuance underwriter charges to the issuer for the services related to the organization of the issue,	-
11.5. The agent's liability, i.e., the issuance underwriter.	-

