

Pursuant to the Decision by the Commercial Court in Zagreb the Joint Stock Company Ericsson Nikola Tesla had the following announcement published in the Official Gazette number 70 of 8th June 2005 and herewith it informs all the shareholders and employees of it.

Pursuant to the Company Law, art. 345, the Board of Ericsson Nikola Tesla, Joint Stock Company for the manufacture of telecommunication systems and equipment, Zagreb, Krapinska 45

announces

A REDEMPTION OF SHARE CAPITAL

1. Pursuant to the Decision by the Commercial Court in Zagreb no. T-05/4800-2 of 1st June 2005 the intended redemption of share capital of the Company was registered in the court register of companies.
2. The share capital of the Company after the redemption will amount to HRK 133.165.000,00.
3. The Company is ready to settle all claims of its creditors that had arisen before this announcement was published in the Official Gazette, i.e. to provide payment insurance concerning their claims.
4. It shall be considered that creditors approve of this capital redemption if they do not put a request stated in previous item to the Company within six months after this announcement was published.
5. This notice shall be sent to all known creditors.

In Zagreb, 3rd June 2005

For Ericsson Nikola Tesla Zagreb

Gordana Kovačević
Managing Director