

Questions asked by shareholders at the meeting of the Shareholders' Assembly of Makedonski Telekom (the Company) held on 30.12.2011 and answers to these questions

Question: Upon the Agenda item 3 – **Miscellaneous**, Mr. Simo Gruevski, a minority shareholder, asked a question about the status of the treasury shares, which for a third year in a row are inactive and do not participate in the voting and the profit, since keeping inactive treasury shares is unreasonable and they should change the ownership in accordance with the Laws.

Answer:

The current number of treasury shares amounts to 10% of the total amount of shares issued by Makedonski Telekom (the MKT). In accordance with Article 333 of the Law on Trade Companies (the LTC) MKT may hold treasury shares up to 10% of its entire share capital for an unlimited period.

According to Article 338 of the LTC all rights attached to treasury shares are suspended, including the right to vote and the right to dividend. In practice this means that the voting rights (one share equals one vote) attached to treasury shares increase the voting rights of all other shareholders of Makedonski Telekom pro rata and the same is true for the right to dividend resulting in a higher dividend per share which is beneficial for all shareholders.