

INFORMATION MESSAGE

ON HOLDING AN AUCTION FOR THE REALISATION OF 100 PER CENT OF GOVERNMENT STAKE IN THE ALFA TELECOM CLOSED JOINT-STOCK COMPANY.

The State Property Management Fund, under the KR Government, is inviting participation in an auction for the realization of 100 per cent of the Government stake in the closed joint-stock company Alfa Telecom – 100,100 (one hundred thousand and one hundred) shares.

Republic of Kyrgyzstan is the owner of the company.

Means of payment is in national currency *som*.

Information on services provided by the cellular company:

Megacom (SCJC Alfa Telecom has the trademark for its goods as Megacom): services of movable cellular radiotelephone communication, services of movable cellular radiotelephone communication of standard 2G, 3G and 4 G, services regarding data communication, rendering of telematics services, rendering of services on projecting, construction and installation of networks, systems and devices of telecommunications.

Subscriber base – 2.924 million subscribers (by 01.03.2017)

Incorporated equipment, ZTE, Huawei, NokiaSiemensNetworks, Hewlett-Packard, Alcatel-Lucent, Ericsson, NEC, RAD, Protel, TEMS, Anritsu, Rohde and Schwarz, Memotec, TP-Link, Andrew, Coslight, Coiler, RFS, IPTK, Nemo, Emerson, PeterService, RID, GEKO, Turkuazmashiner, Vilson, AKSA, SunMicrosystems, Cisco, FujitsuSiemens, SunMicrosystems. Base stations – 2.752ea.

Distribution network is more than 6327 points of sale, seven regional divisions in districts, 36 brand showrooms, CPO-

The above mentioned documents must be submitted by applicants in the Kyrgyz or Russian languages.

Additional information about taking part in the auction is on the official website of the State Property Management Fund under the KR Government www.fei.gov.kg.

Also the applicant has the right to obtain extra information and a financial-economic statement from the State Property Management Fund under the KR at the following address by applying in writing:

151, Moscovskaya Street, Bishkek, 720017 Kyrgyz Republic.

Telephone: +996(312) 61-37-22, Fax:

+996(312) 61-49-58. (Note: Foreign

companies and individuals can obtain

above mentioned information thru diplomatic channels of Kyrgyz Republic)

Application forms with attachment of necessary documents must be submitted to the State Property Management Fund under the KR at latest 17:00 pm, 2 June,

2017 to the following address: 151, Moscovskaya Street, Bishkek, room 308.

The start of submission: 3 March 2017

The address and the time of receipt of documents: 151, Moscovskaya Street, Bishkek, room 308

The deadline is 2 June, 2017 at 5:00 pm.

The announcement date for auction participants: (date and time of meeting of the Commission of Privatization on allowing applicants for participation) – 5 June, 2017 at 1:00 pm.

Rule and regulation of warranty and return of deposit.

Warranty deposit 10 per cent of the starting cost in the amount of –1 350 000 000 (one billion three hundred and fifty million).

KGS should be transferred to a special account of the State Property Management

37.

International GSM roaming is supported by networks of 240 operators. GSM network coverage is 99.01% of the territory of Kyrgyzstan.

Number of employees as of 01.03.2017 are 1182 people.

Starting cost of Government stake in Alfa Telecom CSJC: **13 500 000 000** (thirteen billion five hundred million) KGS.

Date and time of auction and a day of summarising: 5 June 2017, 3:00 p.m., 59, Boulevard Molodaya Ovardiya, Bishkek, Department of Public TV and radio Corporation.

There is no restriction for participation in the auction for non-resident of Kyrgyz Republic as well as residents of the country, founders of affiliated foreign legal individuals and private companies.

List of documents in relation to the auction and requirements for execution of documents.

Applicants must present the following documents:

For private individuals:

1. Standard application form for participation in the auction.
2. Identification document of a participant or letter of attorney certified according to Kyrgyz Law, in the name of the applicant, authorizing the person acting on behalf of him/her to make transactions as needed.
3. Copy of deposit payment receipt for 10 per cent value of the object (the company), confirming payment to the current account of the State Property Management Fund under the KR Government.
4. Copy of a letter to the name of the participant from a Tax Office not being in debts on its duties from the department of Social Fund of Kyrgyz Republic. This inquiry isn't obligatory for foreign applicant who is non-resident of Kyrgyz Republic.

Fund :

The payment must be made in national currency (KGS):

Receiver	State Property Management Fund under the KR Government
Account	4402012100002561
Bank	State Treasury of Ministry of Finance of KR
Swift	440001
Tax payer ID	00405200110158
Payment Code	14238900

The payment destination: State Property Management Fund under the KR Government, guarantee deposit equal to 10 per cent of the starting price of the object. The warrant deposit must be transferred to the above account before 5:00 pm on 2 June, 2017. In case if warranty deposit will not be paid before this time applicant will not be allowed to participate in the auction.

Deposit payment must be returned to an applicant in these cases and on the following terms:

- If the applicant withdraws the application form before the deadline, the deposit will be returned within 10 bank working days.
- If a participant in the auction is not the winner of the auction (nominate) or the auction is not held, the deposit will be returned within 10 bank working days after the auction was held.

The winner of the auction will pay 7 % interest in additional of the cost the object.

Note:

The auction will be cancelled if there is only one participant.

The participant who offers the highest price for the object is considered to be the winner (nominate). After the auction the nominate will sign the protocol of the auction and must sign sale and purchase

5. Written approval of additional requirements of the seller (Terms and conditions of the auction). The sample of terms and conditions can be found on the website of the State Property Management Fund under the KR Government: www.fgl.gov.kg.

6. All the signed, listed documents should be in 2 copies of each.

For companies:

1. Standard application form for participation in the auction.
2. Letter of attorney from the applicant, empowering the agent to act in the name of the applicant and to make transactions, authenticated by established procedure under the legislation of Kyrgyz Republic.
3. Copy of ownership documents certified according to Kyrgyz Law.
4. Copy of certified State Registration Certificate according to Kyrgyz Law.
5. Letter from Social Fund Tax office declaring that participant has no tax debts. The current requirement is not obligatory for foreign applicants, nonresident in the Kyrgyz Republic.
6. Copy of payment document confirming payment on current account to the State Property Management Fund under the KR Government. Deposit equal to 10 per cent of starting cost of the object.
7. Written consent on accepting additional requirements of the vendor (auction terms). Terms and conditions are on the website of the State Property Management Fund under the KR Government: www.fgl.gov.kg.
8. All the signed, listed documents should be in 2 copies of each.

agreement within three working days.

The warranty deposit paid by the participant will be considered as part of the payment. The buyer must pay the agreed payment within 30 (thirty) bank working days after signing of purchase and sale agreement into the account which is specified in the agreement.

If the winner of the auction refuses or avoids signing the agreement of the auction of Sale and Purchase in time, the deposit which was paid will not be returned him, he loses right to sign the agreement of the Sale and Purchase.

If the nominate of the auction disagrees with the result (refuses to sign protocol), this will be counted as a refusal to purchase the object.

In this case the winner of the auction will be announced by the commission of the State Sale and Purchasing Property the participant who has offered less price than the nominate who had refused to purchase the object.

If the second nominate refuses to sign the protocol of the result of the auction and the agreement of Sale and Purchase in 2 (two) days, the deposit which was paid by him will not be returned to him.