

GENERAL NATIONAL REPORT: 2005 MOTORWAY DEVELOPMENT IN SERBIA

1. Total length of Serbian motorway and expressway network

Managed and maintained by PE Roads of Serbia:

31-12-2004:

- motorways and expressways: 620 km
- tolled motorways and expressways: 603 km

31-12-2005:

- motorways and expressways: 640 km
- tolled motorways and expressways : 603 km

2. Section opened in 2005

Motorway	Section	Length km
E.75 South	Nis - Leskovac	20
Total (motorways and expressways)		20

3. Section to be opened in 2006 – forecast

Motorway	Section	Length km
E.75 South	Nis - Pirot	40
Total (motorways and expressways)		40,0

4. Investments in motorways

Year	2005*		2006**	
	mil CSD	mil EUR	mil CSD	mil EUR
Investments in construction of new motorways	2000	22	6000	66
Investments in manitenance of existing motorways	16000	178	11500	128
Total	18000	200	17500	194

* source: 2005 actual data; 1 EUR = 90 CSD approx.

** source: Motorway Development and Maintenance Plan for the year 2006; 1 EUR = 90 CSD approx.

5. Financing

Year	2005	2006
National Budget	28 %	3 %
Loans	28 %	20 %
Own income (toll collection and other fees)	42 %	57%
Taxes – 10% of tax on oil derivatives	/	18%
Other sources	2 %	2%
Total	100 %	100 %

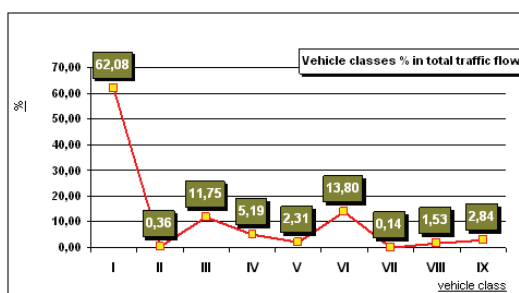
6. Traffic on Serbian motorway network

Motorway	Vehicle class group	Annual Average Daily Traffic (AADT)
E-70	Light	3400-13400
E-70	Heavy	600-1500
E -75 North	Light	4000-12500
E -75 North	Heavy	640-1700
E -75 South	Light	5000-21100
E -75 South	Heavy	1300-2500

Traffic growth on motorway network in 2005/2004: -3,66 %

GDP 2005: 15.935.833.000 EUR

7. Toll Rates



Toll rates are different for domestic (2.9 Eurocent/km) and foreign vehicles (5.8 Eurocent/km). The relation is 1:1.9
The last price increase was in 2005 and there is a plan to equitize the toll rate between domestic and foreign vehicles by the end of 2006.

Inflation rate in 2005 (taking December 2005/ December 2004 price index) was 17%.

Toll classes:

Class I and V: two axled vehicles with a maximum height above the front wheel of under 1.3 m

Class II and VI: vehicles with three axles, under 1.3 m in height above the front wheel

Class III and VII: vehicles with two or three axles, 1.3 m or over in height above the front wheel

Class IV and VIII: vehicles with more than three axles, 1.3 m or more in height above the front wheel

Comment: Classes V, VI, VII and VIII are for vehicles with foreign licence plates.

8. Toll revenues

The gross toll income in 2005 was 9.922 million CSD or 119 million EUR, taking the exchange rate 1 EUR = 83,38 CSD.

Toll revenue is approx. 42,54 % more than in the year 2004. The main reason for increased toll income in 2005 is increased toll rate for 60% for domestic vehicles in July 2005, in order to equalize domestic and foreign toll rates by the end of 2006.

9. Traffic safety

Main indicators:

According to Police Reports, Serbia has the following total of accidents on all roads in last several years:

Total number of accidents: 57.000

No. of personal injury accidents: 17.500

No. of dead: 1.180

10. Long term forecast and tendencies

- Modernization of toll collection system in Serbia

The new system of toll collection is based on the principle: "DO NOT WASTE TIME ON TOLL PAYMENT" introducing new no stop toll collection system.

The modernization of toll collection system is reflected in the following:

- it supports open and closed toll collection systems
- it enables payment transactions with cash, credit and debit cards and RF tags
- it performs automatic classification of vehicles
- it enables automatic vehicle licence plate recognition

The new system is interoperable with all ETC toll collection systems based on CEN 278 standard.

- Construction of second carriageway of E-75 motorway, section Novi Sad – Belgrade.

- Construction of Belgrade by-pass

11. Summary

Data as of 31-12-2005

SERBIA	
Total length of tolled motorway and expressway network	603 km
Total length of motorways in construction:	40 km
Opening of the new motorways (forecast 2006)	/
Toll revenue 2005:	119 mil EUR
Permanent staff:	1.080
AADT 2004 (LV) :	*
AADT 2004 (HV):	*
AADT 2004 (LV + HV):	*
No. of personal injury accidents**	17.500
No. of dead**	1.180
Km travelled (10 ⁶ x km)	Not available
Number of rest areas / service areas	205 / 50
Number of fuel stations:	30
Number of restaurants and/or snacks and no. of hotels	8 / 14

* AADT varies on different sections of motorways as in clause number 6, afore mentioned.

** total of accidents on all roads in last several years