Based on items 2, 3, 4 and 5 of the Decision Declaration of the Independence of the Republic of Montenegro (RM Official azette No. 36/06), the Government of the Republic of Montenegro, at the session on 20 Septemb 2007 has adopted the following

REGULATION ON PROVIDIN G THE APPLICATION OF INTELLECTUAL PROPERTY RIGHTS

Article 1

This Regulation shall govern the recognition of intellectual property rights granted by the Intellectual Property Office of SerbiachMontenegro (hereinafter referred to as: the Union Office) or the Intellectual Property office of Serbia (hereiafter referred to as: the Serbian Office), rights derivingor applications pending before those Offices, and rights in works subject to congrit and related rights ights registered though international registing as well as rights desing from international applications.

Article 2

The intellectual property rights referred to Amticle 1 of this Regulation shall be those established under the laws and rimited onal agreements overning copyright and related rights, patents, petty patents ignts, topographies integrated circuits, trademarks and indications of geographicaigin applicable in the Republic of Montenegro (hereinafter referred to as: Montenegro).

1. PATENT, PETTY PATENT, DESIGN AND TOPOGRAPHY OF INTEGRATED CIRCUITS

Article 3

Registration of any patent, petty patentside or a topography of tegrated circuit granted by the Union Office, as well as any changes or amendments thereto, before June 3, 2006, which is the effective date the Decision on Declaration of the Independence of the Republic of Montercegnall be effective in Montenegro until the expiry of their respective terms of the terms for which the maintenance fees have been paid for the scase may be, subject to the provisions of the applicable laws, without any additional sistration and without payment of any additional fees.

Article 4

The provisions of Article 3 of this Regulian shall also applyto any patent, petty patent, design or topography of integrater duit granted by the Inion Office or the Serbian Office, as the case may be, onather June 3, 2006, but prior to the

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commencement of operation of the Intelleal Property Officeof Montenegro (hereinafter referred to as Montenegrin Office).

Article 5

Any rights deriving from an application fogranting a patent, petty patent, design right or a topography of integred circuit, pending beforthe Serbian Office at the time of commencement of operation of thentenegrin Office, shall be recognized in Montenegro with the effect as of the date of filing of the application with the Union Office or the Serbian Office, as the case may be, or, in the case of international application which entered the national pleawith either the Union Office or the Serbian Office as designated Office under that Cooperation Treaty (hereinafter

After the commencement of operation the Montenegrin Office, renewals of trademark registrations shall be applied and recorded as provided by the applicable law. The Montenegrin Office shall establish record for the mark on the basis of the record in the appropriate register of etherian Office, or on the basis of the trademark certificate from the Serbian Office shall be submitted together with the application for the trademark renewal.

Article 8

Any appellation of origin or geographical dication registered directly with the Union Office or the Serbian Office prior the commencement of operation of the Montenegrin Office shall be tid in Montenegro with the effect as of the date of filing of the appropriate application with Union Office or the Serbian Office, as the case may be.

Any amendment to the registration of amppellation of origin or geographical indication referred to in pageaph 1 of this Article, made after the commencement of operation of the Montenegrin Office, shalle recorded with this Office, upon the submission of the certificate issued by the Serbian Office and payment of the prescribed fee.

3. COPYRIGHT AND RELATED RIGHTS

Article 9

Any rights deriving from the deposit in thunion Office or the Serbian Office of works subject to copyright and related **tiglp**rior to the commecement of operation of the Montenegrin Office shall be valid in Montenegro.

Any copyright and related right that came into existe aprior to June 3, 2006 by virtue of the laws of the Site Union Serbia and Montenegor of treaties binding on Montenegor shall be valid in Montenegor shall remain effective until the expiry of their term of protection, as probed under the applicable law.

4. INTERNATIONAL REGISTRAT IONS UNDER THE MADRID AGREEMENT AND THE PROTOCOL CONCERNING THE INTERNATIONAL REGISTRATION OF MARKS

Article 10

International registrations of Marks (hereinafter referred to as the Madrid Agreement) or the Protocol Relating to that Agreement (heretien are ferred to as the Protocol), which contain a territorial extension to the Stable on of Serbia and Montenegro effective from a date prior to June 3, 2006 shad effective in Montenegro subject to compliance with the procedure establishied Rule 39 of the Common Regulations under the Madrid Agreement and the Protocol.

Article 11

A mark that has been registered under Mazerid Agreement or the Protocol with a territorial extension to the epublic of Serbia, on or territorial 3, 2006, but prior to December 4, 2006, shall be registered by the Montenegrin Office if the holder of the international registration:

- 1) Files with the Montenegrin Office amplication for the registration of the mark, not later than six months after the commencement of operation of the Montenegrin Office;
- 2) Attaches with the application a proof of the international registration of that mark established by the International Bureau of the World Intellectual Property Organization (hereifter referred to as: International Bureau), showing that the registration extertod Republic of Serbia; and
- 3) Pays the prescribed fee.

The registration referred to imparagraph 1 of this Articlehall have effect as of the date of the territorial extension to the Republic of Serbia, and the term of the registration shall be compad from that date.

Any intervening rights acquire by third parties in respect the use or exploitation of a sign identical with or similar to the mapping to the registration shall be taken into consideration.

The scope, term, maintenance and valid the registration under the Madrid Arrangement and the Protocol shall be governed by the applicable law that governs trademarks.

5. INTERNATIONAL REGISTRATIONS UNDER THE HAGUE AGREEMENT CONCERNING THE INTERNATIONAL REGISTRATION OF INDUSTRIAL DESIGNS

Article 12

International registrations under the Hag Augreement Concerning the International Registration of Industrial Degrins (hereinafter referred to as the Hague Agreement), which contain a designation of the State dunof Serbia and Montenegro, effective from a date prior to June 3, 2006, shall be valid in the Montenegro with the effects prescribed in the Hague Agreement.

Article 13

Any design that has been registerender the Hague Agreement designating the Republic of Serbia on or after Juße 2006, but prior to December 4, 2006, may be registered in Montenegro if the holder the internation are gistration:

1) Files with the Montenegrin Office ampplication for the registration of a design, not later than six moths afthe commencement of operation of the Montenegrin Office;

Article 17

Any European patent extended the State Union of Serbian Montenegro or to the Republic of Serbia which has been grantled n a European pateral polication filed before June 3, 2006, shall be valid in Mannet gro until the expiry of the term for which maintenance fees have been paid to the Serbian Office ut any additional registration and without payment any additional fees.

Any European patent extended

Article 20

Nationals or residents d'Montenegro, as the case mbg, may file international applications with the International Bureau as revenig Office under the PCT under Rule 19.1(a)(iii) of PCT as from Jurge 2006, and with the Montenegrin Office as receiving Office under the PCT as from that of the commencement of operations of that Office.

Any international application filed in accordance with this Regulation shall have effect in accordance with CT Article 11(3) and (4).

International applications filed beforeunde 3, 2006, shall, if potential protection is desired in Montenegro, enter the national spendage fore the Montenegrin Office within:

- 1) the time limit under Article 22 or 39(1) PCT; or
- 2) six months after the date of the nonmencement of operations of the Montenegrin Office

In the case referred to in paragraph 3 of Marticle the time limit that expires later shall apply.

8. ISSUANCE OF CERTIFICATES

Article 21

Any right holder may request the MonteriegOffice to be issued a certificate on validity of any rights uder this Regulation.

The application referred to in paragrapbf1this Article shall be accompanied by the