OHR BiH Media Round-up, 19/7/2004

RADIO HERCEG-BOSNA (18,00 hrs)	BH TV 1 (19,00 hrs)	FED TV (19,30 hrs)	RT RS (19,30)
New attacks inIraq	Update to OSA	Operation Harvest	Patriarch Pavle in Sarajevo
Regional news	New RS NA chairman	Robberies in FBiH	Ashdown's statement
Mladic not in Serbia	HR's duty in BiH	Miletic on FBiH MoI audit	World news
Floods in Asia	Dejan Milenkovic trial	District Brcko budget	Police reform in BiH

Oslobodjenje	Bosniaks have announced vetoing the decision on renaming Foca
Dnevni Avaz	Havel: You have deserved the place within European family; Hadzipasic: the contract with LNM will be signed; Foca: Return name 500 years old; Dodik: Stojicic has plenty of crime behind him
Dnevni List	HIV explosion in Balkans/ Busovaca: About 80 persons underwent test
Vecernji List	Zagreb concerned about persecution of BiH Croats'
Slobodna Dalmacija	Features Croatia related headlines
Glas Srpske	Paddy Ashdown: There is no plan for ban of SDS; Madeleine Reese: Property should be confiscated from criminals; Patriarch Pavle declared Maksim Vasiljevic as Bishop
Nezavisne Novine	Robbers plundered Kojcinovic family: The night of horror and beating

	Political issues
SDS nominates	Nezavisne Novine pg 2 'SDS: We have 44 Serb votes
Dusan	for Stojicic', Glas Srpske pg 2 'Stojicic without
Stojicic as	support' – <mark>Bosko Siljegovic,</mark> member of SDS
new RSNA	Presidency, on Sunday confirmed to NN that SDS
speaker;	has provided the majority of 44 votes to support
reactions	Dusan Stojicic as new RS NA Speaker. He said that
	enough of Serb votes has been ensured, without
	going into details what parties would support
	nomination of Stojicic. PDP and SRS have
	previously announced they would support Stojicic.
	Darko Jotanovic, delegate of DPS, stated that the
	party would make decision on this issue at the
	DPS Presidency session. NN learnt from its
	sources close to DNS that this party would not
	support nomination of Stojicic. Tarik Sadovic,
	Head of SDA Caucus at RS NA, stated that: "The
	six SDA Ministersmight support Stojicic under
	condition that SDS and PDP give up on their
	demand for removal of SDA Ministers from RS
	Government."
	BHTV 1 – "I expect great support for the election
	of Dusan Stojicic; from position and opposition,
	since they have not declared to have their own
	candidates" said Bojic. "Our caucus thinks that
	the chairman should be elected from the greatest
	club of RS National Assembly, which is SDS," said
	Nevenka Trifkovic, PDP representative. Decision
	of SDA will depend on destiny of their 3 Ministers in RS Government. " <i>I think that SDA</i>
	presents party which only seeks to please its own
	interests, it often shows some irregularities and
	I am not assured that they will do so once more,
	since fight for participation in RS Government is
	obviously more powerful than some ideological
	attitudes the party should have," commented
	Dzevad Osmancevic from Party for BiH.
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Dodik:	Dnevni Avaz pg 4 'Dodik: Stojicic has a plenty of
Stojicic will	crime and unsolved business behind him',
not enjoy	mentioned on cover: Stojicic has plenty of crime
SNSD's	behind himself' by <u>M. Zgonjanin, Oslobodjenje pg</u>
support	8 'Dusan Stojicic without SNSD's support' by <u>B.</u>
	<u>Kahrimanovic</u> , Dnevni List pg 20'SNSD will not
	support Dusan Stojicic' <u>not signed</u> , <mark>Nezavisne</mark>
	Novine pg 2 'SDS: We have 44 Serb votes for
	Stojicic', Glas Srpske pg 2 'Stojicic without
	support', EuroBlic , cover and pg RS4 'Crisis in
	Srpska is just another fraud' <u>by Marija Jandric</u> —
	The president of the SNSD, Milorad Dodik,
	attending the SNSD election meeting in Prijedor
	on Saturday, said that he will not support the
	SDS decision to nominate Dusan Stojicic as RS
	National Assembly Speaker, instead of the removed
	Dragan Kalinic . Dodik said that his party cannot
	support someone who participated in the
	suspicious privatizations and sales of Radio
	Teslic's transmitters: "Stojicic has a plenty of
	crime and unsolved business behind himself."
	RHB – "The SDS is continuing its practice of
	promoting criminal cadres with the aim of
	building a criminal structure," Dodik said. He
	concluded "there can be no cooperation with the
	SDS in this regard".

DNS on	Glas Srpske pg 2 'Political hypocrisy' – Drago
Stojicic's	Kalabic, DNS delegate at RS NA, stated that the
nomination	appointment of new SDS personnel at vacant
	positions and nomination of Dusan Stojicic as new
	RS NA Speaker would mark "recognition of
	arguments presented by High Representative that
	he had removed a criminal group of people". At
	Saturday's press conference in Banja Luka,
	Kalabic stated that by election of Stojicic as
	new RS NA Speaker, the existing parliament
	majority would commit a political "patricide",
	since they got rid of Radovan Karadzic and took
	part in the political liquidation of Dragan
	Kalinic. He said it is extremely hypocritical
	from SDS and PDP to keep insisting on demands for
	removals of SDA Ministers at RS level, and
	continue to cooperate with Adnan Terzic at BiH
	level.

SNSD holds	Oslobodjenje pg 8 "Everything for better Srpska,
political	and better Srpska for all" by <u>B. Kahrimanovic</u> –
gathering in	On Saturday evening SNSD held elections meeting
Prijedor	in Prijedor, also attended by its president
	Milorad Dodik.
	Nezavisne Novine pg 4 'Dodik: SNSD surely wins at
	elections' — At the gathering Dodik said that
	SNSD would surely win at the upcoming October
	elections. He said: "During the rule of SNSD in
	executive authority of Prijedor, this city has
	become an open city from the black hole at the
	political maps of the world." Dodik reiterated
	that RS is a permanent creation, noting that
	whenever the issue on survival of this entity is
	raised, the issue regarding BiH is also raised.
	He noted: "Everybody can live normally in the RS,
	regardless of who is whom and who does what,
	under condition s/he accepts RS."
	Dnevni Avaz pg 4 'Dodik: Stojicic has a plenty of
	crime and unsolved business behind him',
	mentioned on cover: Stojicic has plenty of crime
	behind himself' by <u>M. Zgonjanin –</u> Commenting the
	initiatives to separate RS from BiH, Dodik says
	that Republika Srpska doesn't to be disposed to
	the projects "which will bring the attention from
	the rest of the Europe and the world": "It is
	fully clear that RS can be part of only Dayton
	BiH and in this sense I think that this is one
	emotional, hasty and fixed political demand."

Blic	EuroBlic , cover and pg RS4 'Crisis in Srpska is
interview	just another fraud' <u>by Marija Jandric</u> — SNSD
with Dodik	President Milorad Dodik said in an interview for
	EuroBlic reiterates that SNSD would not support
	Dusan Stojicic as a candidate for RS NA Speaker.
	Asked to say to which extent claims on denying
	support to SDA Ministers are realistic, Dodik
	said: 'This is a matter of the Assembly majority
	and daily-political speculations PDP and SDS are
	attempting to present to people. It seems as if
	they are fighting against SDA and, at the same
	time, they are maintaining their majority at the
	level of BiH CoM This is just another small
	fraud, because this authority has got used to
	functioning in this way'. Milorad Dodik is of
	the opinion it is very important, from the point
	of view of RS interests, not to have SDA at the
	authority of both RS and BiH. The article carries
	the inset 'Ashdown chased criminals away' quoting
	Milorad Dodik as saying that the latest decision
	of HR Paddy Ashdown was not an attack against RS,
	but it was good that this happened. He says he
	regrets that people, such as Radomir Njegus who
	is covering up crime, have remained.

Ashdown on removals of 59 officials from RS parties

RTRS, Dnevni Avaz pg 2 'Ashdown: I will do
everything to ensure BiH irreversibly starts
moving towards the Europe' by Onasa, Dnevni List
pg 20 'International Community does not want to
abolish or ban work of SDS' by De.L – In an

interview with the Beta agency, the High Representative Paddy Ashdown made the assessment that the international community did not have the long-range goal of abolishing or banning the work of the SDS. Ashdown specified that his recent dismissal of 59 officials belonging to that RS party did not represent "an attack on the RS, on that party, or on the Serb people". He stressed that he had acted because he could not permit the future of the whole of BiH to be held hostage by

a few irresponsible people, those who believe that it is more important to engage in corruption and in making certain that war criminals remain at liberty than in matters such as job creation and security and peace for all citizens. As he stated, his goal was the removal of those who were making it impossible for BiH finally to fulfill its international obligations towards the ICTY. Commenting on the recent initiative in the RS for calling a referendum on separating that entity from BiH, Ashdown said that "a monoethnic referendum of that sort would not represent a good basis for making a decision and that it would not have legal force," and he pointed out that "the BiH that emerged as a result of the Dayton Agreement can be changed only with the consensus of all its citizens". "I want to point out in that regard that it is my job to ensure that this country irrevocably sets out on the road towards Europe, and I am going to do everything possible so that this country's progress in that sense will not be frustrated because of the activities of small groups of individuals," Ashdown stated.

Reactions to renaming Foce into Foca/Srbinje

Oslobodjenje cover page story, pgs 4-5 'Bosniaks announced vetoing decision on changing Foca's name' by Elma Kazagic – Daily writes that chairmen of the Municipal Assemblies of Kopaci and Foca believe that the decision of the RS Government to change the name of city Foca to Foca/Srbinje is contradictory to the decision by the BiH Constitutional Court. Chairman of the Kopaci Municipal Assembly Safet Starhonic comments that everything in RS turns around SDS, and adds Bosniaks are not satisfied with this decision and are waiting for the OHR reaction. Lutvo Sukalo, Chairman of the Foca Municipal Assembly also says to be surprised with the decision, noting that the term Foca/Srbinje was imposed by the HR but only as the temporary decision. Sukalo adds that RS Council of Peoples will block the decision. **Dnevni Avaz** pg 2 'Return the 500 years old name of the city', mentioned on cover, by <u>J.S.</u> – SDA Foca has sent letters to a number of domestic and international organizations with a request to

launch initiative for protection of vital national interests of Bosniaks in Foca. Such demand follows decision of the RS Government to rename name of city Foca to Foca/Srbinje. SDA claims that the city should bear only name Foca, as it has no national or ethnic context. SDA further claims that the decision to call city Foca/Srbinje "is harsh violation of the decision by Constitutional Court in BiH, which stipulates that the name of city or municipality cannot include name Srbinje which is as such unacceptable for Bosniaks." SDA representative in RS National Assembly Sadik Ahmetovic expressed believe that this proposal will not pass parliamentary procedure.

DL: FBiH	Dnevni List , pg 4 'Functioning and work of state
politicians'	institutions will not be blocked', by <u>Danka</u>
reactions to	<u>Polovina-Mandic</u> – According to DL, political
crisis in RS	leaders from the FBiH believe the current
Govt	political crisis in the RS, which was caused by
	recent removals of 59 officials, mostly from the
	SDS, is likely to have an effect on whole of BiH,
	however they believe there will not be serious
	problems or blocking of work of state
	institutions. According to the Speaker of the BiH
	Parliament's House of Representatives and member
	of HDZ BiH Presidency, Martin Raguz, who does not
	expect bigger problems, everyone who brings into
	question the functioning of state institutions
	would have to assume the political responsibility
	that could mean a political elimination from
	further reform processes in BiH. According to
	Vice President of SDA, Seada Palavric , one could
	always expect the SDS to block the work of the
	Government or Parliament, but it has not happened
	in the last two years. In that context Palavric
	says: "Their behaviour after all these events
	does not show that the SDS has changed radically,
	same goes for the PDP, therefore I do not expect
	a blockade of work of Parliament".

BHTV 1 on HR	BHTV 1 by <u>Marina Boskovic</u> – BHTV 1 report deals
Ashdown's	with the public address by the Paddy Ashdown ,
increased	High Representative, in which he announced that
role as EUSR	as of now he would act more in the role of the EU
	Special Representative. BHTV1 says that according
	to the analyses this means that HR would impose
	fewer sanctions in the future. However,
	journalist notes that HR did not mention
	reduction of his own administration, nor did he
	mention some other more concrete changes. For
	instance, as Vildana Selimbegovic , Sarajevo
	based journalist, says there is no reason for BiH
	citizens to pay for visas, and that concerning
	that issue International Community could help BiH
	citizens. This HR's announcement is being
	referred to as extension of his mandate in BiH.
	Most BiH citizens believe that it is a time for
	the International Community to change its
	attitude towards BiH, however a small number of
	citizens actually believe in capabilities of the
	domestic authorities.
Update to	EuroBlic RSpg 1 'Municipalities cannot do it by
local	themselves' by <u>Rajna Radosavljevic – Vehid Sehic,</u>
elections	President of BiH Election Commission, confirmed
	to EuroBlic that the amount of BAM 2,135,200 (out
	of total of BAM 3,322,000) has been so far paid
	into the BiH Election Commission grant for the
	upcoming local elections. According to him,
	municipalities still need to pay BAM 6 million
	intended for the so-called direct expenses of
	elections. There are 13 municipalities in the
	BiH, that are unable to pay the necessary amount
	owing to poor material situation. Owing to this
	reason, entity institutions have obligated to pay
	these amounts instead of these 13 municipalities.

War crimes

Status conference for 6 indictees Croats today

Oslobodjenje pg 5 'Status conference for Prlic and others', **Dnevni List** pg 2 'Prosecution against pre-trail release of 6 Croats', mentioned on cover 'Prosecution against pretrial release' by I. Glibusic – DL carries that during the ICTY Status Conference, that is to take place today, the demand for pretrial release of 6 Croats (Jadranko Prlic, Bruno Stojic, Valentin Coric, Berislav Pusic, Slobodna Praljak and Milivoj Petkovic) charged with war crimes will be discussed. DL also says that the ICTY Prosecution is against pretrial release of all 6 indictees and their lawyers opposed this stand in a written form. Zeljko Olujic, who is a lawyer of Bruno Stojic in this process, stated that he does not know whether the ICTY will decide on their aforementioned demand soon or not since the ICTY does not have a deadline within which is has to pass the decision on this issue. Dnevni Avaz pg 2 'Halilovic and Kristo went to the status conference in the Hague' by H.0. -FBiH Government will be represented at the session by FBiH Interior Minister Mevludin Halilovic and Justice Minister Borjana Kristo. FBiH Government previously offered guarantees for all BiH Croats indicted, as all of them surrendered voluntarily. **Oslobodjenje** pg 5 'Kristo and Halilovic turn guarantees for Prlic' by <u>R.I.</u> – Daily says that Kristo and Halilovic will offer guarantees for Jadranko Prlic and Valentin Coric. It further speculates that according to the source close to ICTY, the tribunal will most probably reject to approve both Prlic and Coric to defend while at large. Daily also says that Republic of Croatia will not offer guarantees for Prlic.

AP	Dnevni Avaz pg 8 'Karadzic and Mladic seek
speculates	asylum in Russia?!' <u>by AP</u> — DA brings claims
on Karadzic	from the Associated Press news agency
and Mladic's	according to which Radovan Karadzic and Ratko
whereabouts	Mladic have recently asked from their
	counterparts in Russia to help them be granted
	with the asylum. AP says it learned this from
	a source in Serbian Government, adding that
	Slobodan Milosevic 's family currently also
	resides in Russia . AP's report also says
	that according to the information from both
	international and local institutions, Karadzic
	often hides in eastern Bosnia , Foca region,
	and that he has disguised, travels only during
	the night and hides in monasteries and caves.
	AP also claims that Karadzic also sometimes
	visits his wife and daughter in Pale, and
	mother in Montenegro . AP also stresses that
	according to the information from US, both
	Karadzic and Mladic very often cross BiH – SCG
	border.
Festival	Oslobodjenje pg 8 'Shameful celebration of war
dedicated to	crime indictees' by <u>R.I.</u> – Daily writes about
Karadzic	upcoming event to take place in village Sule
	on 21 July which will be dedicated to songs on
	Radovan Karadzic. The village will host what
	it calls the first festival named "Songs on
	Radovan", learns Vecernji list. OHR
	Spokesperson Kevin Sullivan was asked to
	comment: "Any event that celebrates people
	accused of war crimes is tasteless and
	contrary to the interests of BiH citizens."

Serbian	RHB – Ratko Mladic is not hidden in one of
Defence	military facilities in Serbia and Montenegro,
Minister:	stated Prvoslav Davinic , minister of defence
Mladic is	in Serbia and Montenegro . Davinic added
not in	that everybody is aware of the fact that
Serbia	Serbia cannot join Europe if it fails to
	fulfil its obligations toward the ICTY.

Police and legal issues

Update to	Nezavisne Novine pg 3 '130 dismissals at
OSA	OSA soon' – NN collocutor from OSA (BiH
	Intelligence and Security Agency) claims
	that around 130 currently employed staff
	should be dismissed in the near future,
	because they have over 20-years employment
	record. The majority of these are of
	Bosniak majority, according to NN source
	from OSA. NN collocutor further claims that
	dismissals of 130 staff make a space for
	Almir Dzuvo, OSA Director, to appoint new
	staff according to his wishes. According to
	NN inset 'New conflict between Dzuvo and
	Zaric', Almir Dzuvo and Risto Zaric have
	recently had another conflict, after Dzuvo
	appointed Zoran Kuljanin to the position of
	the Head of Office for International and
	local organisations. Zaric is of the view
	that this position should have been
	allocated to former OBS staff (RS
	Intelligence Agency).
	BHTV 1 – BHTV 1 recalls the article
	published by Nezavisne Novine on 12 July
	which say that Almir Dzuvo ordered
	investigation against ex employees of RS
	Intelligence Service. The article further
	quoted a source which said that deputy OSA
	director and former OBS senior official
	Risto Zaric complained to Mladen Ivanic,
	foreign minister that Dzuvo was bypassing
	him with regard to all tasks. However,
	Ivanic denies this: "Mr. Zaric, Deputy of
	OSA Director, did not complaint on any kind
	of wiretapping of RS Intelligence Agency's
	agents, and these information published in
	the newspaper should be checked."

Miletic	FTV – FBIH Police Director Zlatko Miletic
denies	claims that he did not have budgetary means
Halilovic's	at his disposal for FBiH MoI during the
accusations	last year. Miletic denied the claims by
over	Mevludin Halilovic, FBiH Minister of
overspending	Interior, who said after audit reported
budget	irregularities of spending 760.000 KM from
	FBiH MoI budget that only Directors of
	Police and Administration had an authority
	over the budget, while he only signed pay
	checks. "Regulations given by law in that
	area are absolutely clear; neither director
	of police nor director of administration
	are authorised to bring any kind of
	decision concerning that issue, minister is
	the only person authorized for that," said
	Miletic. He also said that he had not seen
	audit report but he admits that there were
	problems in use of budget means. Miletic
	explains that some overspending of the
	designated budget occurred, especially
	since MoI deals with some of the duties to
	be taken over by SIPA.

DL interview	Dnevni List pg 7 'Department for criminal
with SIPA	charges to start operating by end of year',
Director	mentioned on cover, <u>by D. Polovina-Mandic</u>
Novic	carries an interview with SIPA Director
	Sredoje Novic. Asked whether SIPA will
	start operating by the end of the year,
	Novic said: "It will not completely. Our
	absolute priority is establishing of the
	department for criminal investigations that
	will be able to carry out investigations on
	war crimes, money laundering, organized
	crime etc. together with BiH Prosecution."
	Novic added that this department of SIPA
	should start operating by the end of the
	year. Asked whether SIPA will be able to
	arrest war criminals, Novic says that as
	far as he and SIPA employees are concerned
	there is no dilemma that in due course of
	the time SIPA will be able to arrest war
	crime suspects and added that together with
	international factors and domestic police
	forces SIPA is preparing the joint activity
	with regard to exchange of information.

VL: Croatian	Vecernji List, front 'Zagreb concerned with
PM Sanader	persecution of BiH Croats' and pg 3
concerned	'Sanader against political processes
with	against Croats in BiH', by <u>Zoran Kresic</u> —
persecution	The article says that the Croatian Prime
of BiH	Minister, Ivo Sanader , in talks with BiH
Croats	diplomats (VL does not state whom),
	expressed concern with the course of
	judicial proceedings against a former
	leader of BiH Croats, Ante Jelavic, in the
	'Hercegovacka bank' case and possibility of
	new political processes of other BiH
	Croats' political officials prior to the
	local elections and new constitutional
	reforms. The information was confirmed by a
	source close to participants of unofficial
	talks that took place in Zagreb. Noting
	that Republic of Croatia kept neutral with
	regard to the situation in BiH because of
	HDZ Croatia's 'mortgage' when it comes to
	its attitude towards BiH, VL speculates
	that a sudden change could be caused by
	allegations that the Prosecutor in charge
	of the 'Hercegovacka bank' case, <mark>John</mark>
	McNair, is using documents of the 'Aid'
	Bosniak intelligence service, which could
	draw Croatia into the equation, i.e. into
	the scheme of funding of 'Herceg Bosna'. VL
	also reports that officials of the HDZ BiH
	have been contacted too, who in turn
	announced possibility of persecution of the
	HDZ BiH, especially the Croat member of BiH

Presidency, Dragan Covic.

NN interview	Nezavisne Novine cover and pg 4 'Property
with	should be confiscated from criminals' – In
Madeleine	an interview to NN, Madeleine Reese, Head
Reese	of UNHCHR in BiH, says that " <i>there is no</i>
	successful prevention of trafficking in
	people until the property, criminals
	obtained over engagements in these acts, is
	confiscated from them and allocated to
	victims."
	She notes that the women victims of
	trafficking must be provided all assistance
	necessary and also enabled to make decision
	whether they would testify — without any
	pressure and blackmails. According to NN
	inset "Problems with UN', Reese notes that
	while she was working with UN, "the problem
	was that there was no readiness within UN
	System to regard the problem of trafficking
	in people in the manner admitting members
	of IPTF and other foreigners in BiH used
	the services of trafficked women. The only
	thing needed to be done was to follow up on
	market and observe that 60 thousand men
	came to this state at one point in time."

Economic and social issues

Hadzipasic	Dnevni Avaz pg 3 'Obstructions cannot
on sale of	prevent singing the contract with LNM',
BH Steel	mentioned on cover, by <u>A. Dzonlic</u> – DA
	says in learned that the signing of the
	contract for a sale of majority shares of
	BH Steel to British-Indian company LNM has
	been put intot he question due to new
	demands from BiH side. Apparently, last
	week LNM was submitted with the request
	from Zenica Steel factory [non-privatised
	part of the company, different from BH
	Steel] and its director Safet Berbic to
	cover 60 million KM of addition debt and
	to solve the status of 1400 workers. LNM
	says these demands were not mentioned
	earlier and it was close to giving up on
	entire deal. FBiH Prime Minister Ahmet
	Hadzipasic comments: "Obstructions,
	regardless as to where are they coming
	from, will not stop the signing of the
	contract. The only issue now is a failure
	to hold a KIA Governing Board session. As
	soon as they give green light, the
	contract will be signed." Hadzipasic
	concludes that LNM was informed by the
	government that it will not pose new
	demands.
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On Eronet	Vecernji List pg 3 'Contract with HT is
issue	not valid' <u>by zk </u> – Director of Herzegovina
	osiguranje Robert Gavranovic confirmed
	that he sent an official letter in which
	he stressed that the Eronet's Management
	was not allowed to sign the contract with
	HT Mostar without prior consulting with
	the owners. Gavranovic added that this is
	a disastrous move that can have far-
	reaching consequences. Gavranovic stressed
	that they are not against signing of the
	contract with HT but they only want it to
	be signed under different conditions.
	According to Gavranovic, the fact that HT
	Zagreb, which is a co-owner of both
	companies, approved signing of the
	contract is especially irritating.
	Nezavisne Novine pg 2 'Croatia wants to
	merge "Eronet" and HT Mostar' by <u>M. Cubro</u>
	– Marijan Jurleka, Director of Corporative
	Communication HT Mostar, confirmed that
	the goal of Croatian Telecommunication
	Zagreb, that hold ownership shares at
	"Eronet" and Croatian Telecommunication
	Mostar is to merge these two companies.

VL	Vecernji List , pg 5'Clients trust
interview:	Eronet', mentioned on front, by <u>Zoran</u>
President of	<u>Kresic</u> — carries an interview with the
'Eronet'	President of 'Eronet's' Management, Bozo
Management's	Knezevic, who comments on the opposition
Bozo	of three co-owners of 'Eronet'
Knezevic	(Hercegovina osiguranje, Alpina komerc and
	Municipality of Grude) to the fact that
	'Eronet' signed an agreement on
	cooperation with 'HT Mostar'. The three
	co-owners stated that the agreement was
	signed against the Statute of the company
	and without their consent. Knezevic notes
	the most important things is that the
	agreement has been reached, foremost in
	the interest of clients of 'Eronet' and in
	interest of future of the company.
	However, Knezevic notes that the situation
	will be clearer on Wednesday, when the
	Supervisory Board (of Eronet) is scheduled
	to meet.

VL on	<pre>Vecernji List, pg 2 'VAT bypasses luxury',</pre>
impacts of	by <u>Eldina Medunjanin</u> – carries a feature
VAT in BiH	on introduction of VAT in BiH, noting that
	BiH authorities decided to ignore warnings
	of international financial institutions,
	which proposed that the VAT be introduced
	on January 1, 2006. However, the BiH
	Council of Ministers decided to go ahead
	with the introduction as of July 1, 2005.
	VL notes that one of problem in the
	implementation of the project could be a
	fact that there is no decision on
	allocation of collected funds to the
	entities, as well as the cantons in the
	FBiH. On top of that, the opposition in
	BiH says the citizenry will not benefit as
	much as the authority claims it would, and
	the daily cites that the Alternative
	Presidency of BiH, which works within the
	Radom za Boljitak party, warned that the
	VAT, at single rate of 17%, will
	additionally tax the food, whilst in the
	same time, taxes on some luxury items will
	be decreased.
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Update on pensions	Glas Srpske pg 5 'Federation will not sign' — GS reports that although World
issue in FBiH	Bank has set a deadline to BiH Federation to sign Memorandum of Understanding between Pension and Disability Funds of
	BiH, it has failed to do so by 1 st July. Srecko Latal, Spokesperson of the WB, says that WB recommended FBiH to sign the Memorandum.
	<pre>Slavko Basic, Acting Director of RS PIO Fund, says that Memorandum would make F BiH MIO Fund to pay out pensions to its beneficiaries.</pre>