

PUBLIC ANNOUNCEMENT for participation in the public auction

Information about PUBLIC AUCTION:

The price for the auction documentation for each enterprise is **30.000** din, which should be paid after receiving invoice from the Privatization Agency.

Purchase of auction documentation is obligatory for those wishing to participate in the auction. After presenting evidence of payment and signing a Confidentiality Agreement, the auction documentation can be collected on business days from 10:00 to 17:00 from 05.03.2004. until 06.04.2004 from: The Privatization Agency, Terazije 23/V, room number 511

Deadline for submitting of applications is 07.04.2004. till 17.00. Completed application forms for participation in the auction, which are included in the auction documentation, together with signed sale and purchase agreement and evidence of payment of the deposit are submitted in envelope clearly marked on the outside:

" APPLICATION FOR PARTICIPATION ON PUBLIC AUCTION 150404" Privatization Agency, Auction Center, Terazije 23/V, 11000 Beograd. APPLICATIONS THAT SHOW THE NAME OF THE COMPANY TO BE PRIVATIZED OR THE FULL AUCTION SALE CODE ON THE OUTSIDE OF THE ENVELOPE MAY BE REJECTED.

The auction will take place on **15.04.2004.**at: Yugoslav Chamber of Commerce, Terazije 23/II, Beograd at 11:00 a.m. Registration of the participants will take place on **15.04.2004.** at the same address from 09.00 until 10.50. **Means of payment:** domestic currency, foreign convertible currency, bonds issued to individuals who are the citizens of the Republic of Serbia, against unpaid household foreign exchange savings with maturity not longer then capital sale day (15.04.2004). If a participant applies only for second auction payment can be made with bonds issued to individuals who are the citizens of the Republic of Serbia, against

unpaid household foreign exchange savings regardless of maturity date.

If participant applies only for second auction, deposit can be paid with bonds issued to individuals who are the citizens of the Republic of Serbia, against unpaid household foreign exchange savings with maturity not longer then capital sale day (15.04.2004). Deposit for participation at the public auction will be returned 15 days after the auction.

The Agency holds the right to change the auction or deadline date for applications if need occurs and informs interested parties. Site visits may be arranged with the Privatization Agency after signing the Confidentiality Agreement (Phone number: + 381 (11) 3020-804; 011/3020-803 Fax: +381 (11) 3020-881. Visits may take place from 05.03.2004. until 06.04.2004.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 05.03.2004.

** Total operating revenues and expenditures for 2000. and 2001. and expressed in EURO have been calculated using the average real exchange rate for the two years respectively (2000. and 2001.).

Short description of the public auction procedure:

<p>Sale of capital by Public Auction is performed by the Auctioneer. The Auctioneer is chosen by the Privatization Agency. Supervision of the Auction, registration of the participants, declaring of the unsuccessful auction, signing of the auction minutes is done by the Commission which is also involved in other activities concerning the auction in accordance with the law. Conditions for starting of public auction are fulfilled if at least one person has acquired the status of participant and if this person or his/hers duly authorized representative are present.</p> <p>The Auctioneer will open the first auction at the time settled for its opening where means of payment can be cash and matured foreign exchange household saving bonds. If on the first auction more then one bidder participates, the auctioneer announces the</p>	<p>starting price and each following increase. If after invitations for acceptance of new announced price no bidder raise his/her hand, the auctioneer announces the end of the auction with the hit of the hammer. The sale price will be the highest offered price and the winner will be the bidder who accepted it. If after the third announcement of the starting price no interest is shown, the auctioneer declares first auction unsuccessful with the hit of the hammer and starts second bidding where means of payment can be in foreign exchange household savings bonds of any maturity. Participants will be bidders applied for the second auction and from the previous auction if it was unsuccessful. If on the second auction more then one bidder participates, the auctioneer announces starting price and each following increase. If after third</p>	<p>announcement no interest is shown, auctioneer announces the end of the auction with the hit of the hammer. The sale price will be the highest offered price and winner will be the bidder who accepted it. If after the third announcement for acceptance of the new starting price there were no interested bidders, the auction is declared unsuccessful and participant forfeit their deposits. When on the second auction only one bidder participates, he is invited to accept starting price for three times. If he accepts starting price he is declared a buyer where starting price is sale price. If he refuses the starting price, the auction is declared unsuccessful and he forfeits his deposit.</p>
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1) Basic data on enterprise to be privatized: Joint stock company for production of sugar "FABRIKA SECERA", KOVIN

Auction sale code: 150404-I 044p

Core activity: Production of sugar

Total estimated value of the capital sale: 206.979.000 din. or 2.984.131 EUR ,
That is 69.146 % of the total capital of the enterprise.

Deposit for participation in the auction is: 10.349.000 din or 149.207 EUR.

Starting auction price is: 20.698.000 din.

Minimum investment in enterprise to be privatized: 138.321.000 din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Main hall (2850) 2. Energy room and plumbing (630) 3. Room for drying pulp (3360) 4. Sugar warehouse and silo (2304) 5. (2224) 6. (120) 7. Pulps warehouse and pellet press (3551)

B) Equipment:

1) Technological equipment and objects for production of consuming sugar (DDS – SMG) 2) Energy room for production of tehn. steam and electric power Minel 3) Ling's furnaces for production of ling and CO₂ gas (Cosik) 4) Silo for sugar – 32000 t (A.B.R.) 5) Diffusion equipped stations (Silver 63), 6) Beet cutting machine (Putsch), 7) Sugar packing line (Heser), 8) Line for production of sugar lumps (Elba Sales B.V)

C) Land (m²): Land for development: (203363), Agricultural land: (0)

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	13.483.000	226.613	8.201.000	135.879
Total operating expenditures	54.113.000	909.493	70.733.300	1.171.954

D) Most important products/services: 1) Sugar 2) Dry pulp 3) Molasses 4) Steam and electric power 5) Lime and CO₂ gas

Number of employees: 284 ; of which with University degree: 11

2) Basic data on enterprise to be privatized: Joint stock company sugar factory with full liability « SECERANA », SREMSKA MITROVICA

Auction sale code: 150404-I 073p

ID number: 8013985

Core activity: Production of sugar

Total estimated value of the capital sale: 224.601.000 din. or 3.238.191 EUR ,
That is 69.846 % of the total capital of the enterprise.

Deposit for participation in the auction is: 11.230.000 din or 161.910 EUR.

Starting auction price is: 22.460.000 din.

Minimum investment in enterprise to be privatized: 200.566.000 din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Manufacturing building (2 50) 2. Production working unit (1684), 3. Sugar warehouse I (3468) 4. Sugar warehouse II (3468) 5. Sugar warehouse III (3310) 6. Warehouse of dried sugar chips (3551) 7. Management building (868) 8. Sugar chips drying plant – new one (690)

B) Equipment:

1) Wagon scale 2) Cutters (Cantieri Navali, Putsch, NYSA) 3) Extractors (Silver, DC-30) 4) Loading/Unloading line 5) Filters (Reggiana, Jedinstvo) 6) Lime furnaces (Sanac Eberhard) 7) Vacuum cookers (MIN, Djuro Djaković) 8) Centrifuge (Wibul) 9) Unloading and storing of the ment (Silver – DDS Ansaldo) 11) Refinery (Juro Djakovic, Salzgiter) 13) Lime-kilm (Sanac Eberhard)

C) Land (m²): Land for development: (774679), Agricultural land: (0)

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	-	-	3.296.000	54.610
Total operating expenditures	-	-	7.306.000	121.050

D) Most important products/services: Most important products/services: 1) Sugar 2) Molasses 3) Dry sugar – beet chips 4) Sugar 5) Molasses 6) Dry sugar-beet slice s

Number of employees: 454 ; of which with University degree: 0

**3) Basic data on enterprise to be privatized: Socially owned enterprise for processing, finishing, purchase and sale of forest and other agricultural products
« VOCAR », KRUSEVAC**

Auction sale code: 150404- 005p

Core activity: Processing and canning of other fruits and vegetables

Total estimated value of the capital sale : 20.620.000 Din or *297.284 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 1.031.000 Din or 14.864 EUR

Starting auction price is: 2.062.000 Din

Minimum investment in enterprise to be privatized: 350.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building with warehouse (200), 2. Warehouse with an eaves (200), 3. Warehouse (20), 4. Warehouse – metal barrack (20), 5. Doorman's booth (4)

C) Land (m²): Land for development: (120), Agricultural land: (0)

B) Equipment:

3) Machine for dosing of grains and food,

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	3.660.000	61.515	0	0
Total operating expenditures	8.527.000	143.316	4.283.000	70.963

D) Most important products/services: 1) Processing and canning of fruits and vegetables

Number of employees: 16 ; of which with University degree: 2

**4) Basic data on enterprise to be privatized: Socially owned enterprise for transport and repair
“TSINICA”, ZAGUBICA**

Auction sale code: 150404- 118

Core activity: Transporting of goods by road

Total estimated value of the capital sale : 26.116.000 Din or *376.534 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 2.612.000 Din or 37.653 EUR

Starting auction price is: 5.223.000 Din

Minimum investment in enterprise to be privatized: 2.212.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Transferring object in Zagubica (holder) (20), 2. Servicing workshop cc 4939/2 (holder) (1445), 3. Accessory warehouse cc 4939/2 (holder) (85)

C) Land (m²): Land for development: (0), Agricultural land: (0)

B) Equipment:

1) Truck 1620 (FAP), 2) Semi trailer (Utva), 3) Vehicle “Yugo” (Zastava), 4) garage hydraulic crane, 5) Device for testing of breaks, 6) Truck (fap)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	5.578.000	93.751	10.739.000	177.931
Total operating expenditures	7.471.000	125.567	11.181.000	185.254

D) Most important products/services: 1) Transporting services, 2) Technical examination of vehicle, 3) Other services

Number of employees: 30; of which with University degree:0

**5) Basic data on enterprise to be privatized: Socially owned enterprise for repair of rail vehicles
« MIP – RSV », CUPRIJA**

Auction sale code: 150404- 119

Core activity: Repair of rail vehicles

Total estimated value of the capital sale : 22.045.000 Din or *317.838 EUR

That is 65.03 % of the total capital of the enterprise.

Deposit for participation in the auction is: 2.645.000 Din or 38.141 EUR

Starting auction price is: 5.291.000 Din

Minimum investment in enterprise to be privatized: 3.565.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Eaves for repair of wagons (1233), 2. Preparation building (387), 3. Management building (275), 4. Forging workshop (126), 5. Locomotive workshop (400)

C) Land (m²): Land for development: (120), Agricultural land: (0)

B) Equipment:

1) Transporting vehicle (Florida 1.3 Poly LC freight), 2) Transporting vehicle (Florida A 450/28), 5) Transporting vehicle (Florida 1.3 SW business)

Financial information for year:

2002.

2003.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	73.735.000	1.221.688	54.827.000	856.592
Total operating expenditures	65.170.000	1.079.778	59.228.000	925.351

D) Most important products/services: 1) Repair of rail vehicles

Number of employees: 71 ; of which with **University degree:** 3

**6) Basic data on enterprise to be privatized: Limited liability enterprise for specialized in industrial cooperation and engineering
« SPIK », BEOGRAD**

Auction sale code: 150404- 120

Core activity: Research in natural sciences

Total estimated value of the capital sale : 3.316.000 Din or *47.802 EUR

That is 50.05 % of the total capital of the enterprise.

Deposit for participation in the auction is: 332.000 Din or 4.780 EUR

Starting auction price is: 663.000 Din

Minimum investment in enterprise to be privatized: 1.223.000 Din.

Most important assets of the enterprise:

B) Equipment:

1) Freight vehicle (Mazda), 2) Vehicle (Yugo 1), 3) Vehicle (Suzuki Wagon), 4) Photocopying machine (Minol, Canon)

C) Land (m²): Land for development: (0), Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	54.048.000	908.400	32.232.000	534.040
Total operating expenditures	52.504.000	882.450	36.011.000	596.653

D) Most important products/services: 1) Research and experimental works

Number of employees: 26 ; of which with **University degree:** 5