

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 02.04.2004. until 07.05.2004 from: The Privatization Agency, Terazije 23/V, room number 511
Deadline for submitting of applications is 10.05.2004. 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 180504*** 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 **18.05.2004.** at: Yugoslav Chamber of Commerce, Terazije 23/II, Beograd at 11:00 a.m. Registration of the participants will take place on **18.05.2004.** 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 (18.05.2004). 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 (18.05.2004). 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 02.04.2004. until 07.05.2004.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 02.04.2004.

** 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:

Sale of capital by Public Auction is performed by the Auction commission that 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. 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

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

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.

1) Basic data on enterprise to be privatized: Socially owned enterprise « POBEDA » , LAJKOVAC

Auction sale code: 180504- 099p	Total estimated value of the capital sale : 33.475.000 Din or *479.582 EUR That is 70 % of the total capital of the enterprise.
Core activity: Retail sale of bread	Deposit for participation in the auction is: 1.674.000 Din or 23.979 EUR Starting auction price is: 3.347.000 Din Minimum investment in enterprise to be privatized: 3.257.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²): 1. Old bakery – non registered user (302), 2. Department store – non registered user (118), 3. Shop number 17 (291), 4. Shop number 8 – non registered user (185), 5. Management building – assembled– non registered user (218), 6. Warehouse 1 – non registered user (218)	B) Equipment: 1) Scales, 2) Weighing scale, 3) Weighing scale, 4) Coffee milling machines, 5) Measuring scale, 6) Inclination scale
C) Land (m²): Land for development: (810), Agricultural land: (0)	

Financial information for year:		2001.		2002.	
Shown in:	Din	**EURO	Din	**EURO	
Total operating revenues	581.000	9.765	5.722.000	94.806	
Total operating expenditures	3.113.000	52.321	16.764.000	277.757	

D) Most important products/services: 1) Retail sale of goods
Number of employees: 62; of which with University degree:1

2) Basic data on enterprise to be privatized: Socially owned enterprise « JAVOR – NIS » , NIS

Auction sale code: 180504- 100p	Total estimated value of the capital sale : 12.356.000 Din or *177.021 EUR That is 70 % of the total capital of the enterprise.
Core activity: Trading	Deposit for participation in the auction is: 618.000 Din or 8.851 EUR Starting auction price is: 1.236.000. Din Minimum investment in enterprise to be privatized: 1.058.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²): 1. Office space, V.Majakovskog 95 (unregistered user), (132), 2. Office space, Mokranjceva 71 (unregistered user) (49)	B) Equipment: 1) Passenger vehicle (Skoda – Fabia), 2) Quartz furnace, 3) Office space, 4) Computer, 5) TV set
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	17.818.000	299.472	6.824.000	113.064	
Total operating expenditures	20.319.000	341.507	9.485.000	157.154	

D) Most important products/services: 1) Trading
Number of employees: 11; of which with University degree:0

3) Basic data on enterprise to be privatized: Socially owned agricultural plant « GUCEVO », LOZNICA

Auction sale code: 180504-1104p

Core activity: Growing Of wheat and other crops

Total estimated value of the capital sale : 178.980.000 Din or *2.564.182 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 14.318.000 Din or 205.135 EUR

Starting auction price is: 28.637.000 Din

Minimum investment in enterprise to be privatized: 16.506.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building in Loznica (246), 2. Cattle fodder factory (675),
3. Metal silo (600), 4. Machinery workshop (705), 5. Saw mill (510), 6.
Warehouse of finished products (1414), 7. Big stable (874), 8. Stable for
young cows (348), 9. Stable for pigs (352)

B) Equipment:

1) Dehydrator building, 4) Tractors (IMT,
7) Bus, 8) Passenger vehicle (Peugeot 405),

C) Land (m²): Land for development: (1952299), Agricultural land: (6080000), Forests: (3074100)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	72.959.000	1.226.243	64.558.000	1.069.638
Total operating expenditures	73.721.000	1.239.050	71.289.000	1.181.161

D) Most important products/services: 1) Wheat, 2) Corn, 3) Soya, 4) Cattle fodder, 5) Apples, 6) Milk, 7) Live cattle, 8) Wooden construction material
Number of employees: 145; of which with University degree:14

**4) Basic data on enterprise to be privatized: Socially owned restaurant management and tourist enterprise with full liability
« BANAT », KOVACICA**

Auction sale code: 180504-108p

Core activity: Bars

Total estimated value of the capital sale : 16.818.000 Din or *240.939 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 841.000 Din or 12.047 EUR

Starting auction price is: 1.682.000 Din

Minimum investment in enterprise to be privatized: 807.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Hotel «Park» Kovacica (usage right) (1080), 2. Restaurant «Centar»
Kovacica (usage right) (254), 3. Restaurant «Radnik» Kovacica (usage
right) (334), 4. Restaurant «Polet» Debeljaca (usage right) (240)

dry machine, 4) Microwave furnace

C) Land (m²):

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	1.625.000	27.312	1.608.000	26.642
Total operating expenditures	3.175.000	53.363	3.927.000	65.065

D) Most important products/services: 1) Serving of food, 2) Serving of drinks
Number of employees: 92; of which with University degree:3

**5) Basic data on enterprise to be privatized: Socially owned constructing enterprise
« JABLANICA », VALJEVO**

Auction sale code: 180504- 136

Core activity: Basic construction works

Total estimated value of the capital sale : 164.106.000 Din or *2.351.086 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 19.693.000 Din or 282.130 EUR

Starting auction price is: 39.385.000 Din

Minimum investment in enterprise to be privatized: 11.432.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Administration building, P ote Mateje 1 (1398), 2. New hotel building (1666), 3. Mechanic workshop (1000), 4. Locksmiths and mechanics workshop (673), 5. Lathe and carpenters workshop (785)

machine (3 machines)

C) Land (m²): Land for development: (70349), Agricultural land: (24854)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	268.820.000	4.453.981	219.755.000	3.377.884
Total operating expenditures	293.795.000	4.867.782	252.294.000	3.878.045

D) Most important products/services: 1) Building of residential objects, 2) Building of business objects, 3) Building of manufacturing halls, 4) Building of bridges, 5) Services
Number of employees: 414 ; **of which with University degree:** 7

6) Basic data on enterprise to be privatized: Socially owned constructing enterprise “ RAD ”, PRIJEPOLJE

Auction sale code: 180504- 137

Core activity: Other construction and specialized works

Total estimated value of the capital sale : 24.948.000 Din or *357.424 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 2.495.000 Din or 35.742 EUR

Starting auction price is: 4.990.000. Din

Minimum investment in enterprise to be privatized: 1.494.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building, Volterova 141 (usage right) (272), 2. Locksmiths workshop, Ivanje (357), 3. Reinforced plant (245), 4. Shop with warehouse, Ivanje (186), 5. Kitchen with mess hall, Ivanje (116)

1) Passenger vehicle (Peugeot 405), 2) Cement factory (ELBA), 3) Silo for cement (50t), 4) Tractor (IMT-542)

C) Land (m²): Land for development: (15656), Agricultural land: (76555)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	14.028.000	232.425	11.089.000	170.451
Total operating expenditures	17.690.000	293.099	18.828.000	289.408

D) Most important products/services: 1) Construction services
Number of employees: 82; **of which with University degree:**2

**7) Basic data on enterprise to be privatized: Socially owned enterprise for studies, projecting and engineering with full liability
« HIDROPROJEKAT – VODOPRIVREDA », BEOGRAD**

Auction sale code: 180504- 138

ID number: 07422750

Core activity: Projecting of construction objects and other objects

Total estimated value of the capital sale: 671.000 din. or 9.612 EUR ,
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 67.000 din or 961 EUR.

Starting auction price is: 134.000 din.

Minimum investment in enterprise to be privatized: 13.000 din.

Most important assets of the enterprise:

1. Offices and part of the corridor – holder, Vele Nigrinove 16 (27)

1) Cupboards, 2) Tables, 3) Chairs, 4) Type writer

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	901.000	14.928	4.834.000	74.304
Total operating expenditures	2.134.000	35.357	4.796.000	73.720

D) Most important products/services: 1) Projects

Number of employees: 6 ; of which with University degree: 1

8) Basic data on enterprise to be privatized: Socially owned mining enterprise « BOBIJA », LJUBOVILJA

Auction sale code: 180504- 139

Core activity: Extracting of lead and zinc ore

Total estimated value of the capital sale: 32.737.000 din. or 469.010 EUR ,
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 3.928.000 din or 56.281 EUR.

Starting auction price is: 7.857.000 din.

Minimum investment in enterprise to be privatized: 4.833.000 din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Office building – Ljubovilja (475), 2. Building with mess hall – Tisovik (300), 3. Building near the mine – Bobija (216), 4. Building for installation and measuring of barite (630), 5. Building for separation of barite (160), 6. Business building – cable car (660)

B) Equipment:

1) Universal lathe, 2) Separator with bunker and mill element plants, 3) Field vehicle (FAP 1921), 4) n starter, 6) Centrifugal pump, 7) Power
9) Elevator, 10) Air separator (F 300), 11)

Compressor (Fagran 1000)

C) Land (m²): Land for development: (0), Agricultural land: (223626)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	29.112.000	482.346	18.663.000	286.672
Total operating expenditures	27.789.000	460.426	24.533.000	377.100

D) Most important products/services: 1) Production of ore barite, 2) Production of lead, 3) Separation and milling of ores, 4) Low rise buildings

Number of employees: 82 ; of which with University degree: 6

9) Basic data on enterprise to be privatized: Joint stock restaurant management and tourist enterprise « SEVERNA BACKA », APATIN

Auction sale code: 180504- 140

ID number: 07344139

Core activity: Student drivers training

Total estimated value of the capital sale: 1.493.000 din. or 21.394 EUR ,
That is 50.974 % of the total capital of the enterprise.

Deposit for participation in the auction is: 149.000 din. or 2.139 EUR.

Starting auction price is: 299.000 din.

Minimum investment in enterprise to be privatized: 446.000 din.

Most important assets of the enterprise:

A) Buildings – (m²):
1. Administration building (221)

B) Equipment:

1) Freight trailer (Kikinda ZTP), 2) Passenger vehicle (Zastava Yugo), 3) Passenger vehicle (Zastava 128), 4) Operator with telefax and four telephones (Panasonic)

C) Land (m²): Land for development: (7371), Agricultural land: (3250)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	3.520.000	58.322	3.644.000	56.012
Total operating expenditures	3.373.000	55.886	4.101.000	63.037

D) Most important products/services: 1) Training and exams for drivers of motor vehicles

Number of employees: 8 ; of which with University degree: 1

10) Basic data on enterprise to be privatized: Socially owned enterprise with shares – industry of thermal equipment and machines « PODVIS », KNJAZEVAC

Auction sale code: 180504- 141

ID number: 07340532

Core activity: Production of boilers and radiators

Total estimated value of the capital sale: 63.846.000 din. or 914.703 EUR ,
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 7.662.000 din. or 109.764 EUR.

Starting auction price is: 15.323.000 din.

Minimum investment in enterprise to be privatized: 5.832.000 din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Connecting part building and administration (837), Building of new car servicing hall (1018), 3. Building for daily care of vehicles (897), 4. Manufacture hall I (2276), 5. Restaurant and mess hall (338)

B) Equipment:

1) Diesel engine (Kikinda ZTP), 2) Diesel engine (Kikinda ZTP), 3) Analyzer of exhaust gases (Multitest 3000), 4) Faltz machine

C) Land (m²): Land for development: (28049), Agricultural land: (2671320)

Financial information for year:

2002.

2003.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	36.388.000	602.900	29.476.000	453.080
Total operating expenditures	38.507.000	638.008	33.647.000	517.193

D) Most important products/services: 1) Hot water boilers, 2) Electric boilers, 3) Solar boilers, 4) Repair of vehicles

Number of employees: 133 ; of which with University degree: 4

11) Basic data on enterprise to be privatized: Joint stock printing house « SLOBODA », VRSAC

Auction sale code: 180504- 142

ID number: 08009864

Core activity: Printing and other services

Total estimated value of the capital sale: 52.994.000 € n. or 759.231 EUR ,
That is 68.964 % of the total capital of the enterprise.

Deposit for participation in the auction is: 5.299.000 € n or 75.923 EUR.

Starting auction price is: 10.599.000 din.

Minimum investment in enterprise to be privatized: 1.878.000 din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Office space – management, Trg Save Kovacevica 33 (usage right) (749), 2. Printing house and workshop (usage right) (644), 3. Garage (usage right) (30), 4. Doorman’s booth (usage right) (4)

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

B) Equipment:

1) 5000 sheets printing machine (Heidelberg), 2) 5000 sheets printing machine (Heidelberg), 3) Perforation machine (Heidelberg), 4) Gold printing machine (Geba), 5) Gold printing machine (Geba)

Financial information for year:

2002.

2003.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	11.718.000	194.151	7.156.000	109.996
Total operating expenditures	12.018.000	199.122	11.587.000	178.105

D) Most important products/services: 1) Directions for use (for medicines), 2) Labels, blocks, forms, prospectuses, 3) Catalogues, 4) Books, magazines, newspapers, 5) Business cards, invitations

Number of employees: 45 ; **of which with University degree:** 3