

# PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC AUCTIONS

## Basic Data on Auction Sale

The interested parties can purchase the auction documentation at the price of: **CSD 40000**, after they receive the invoice from the Privatization Agency. VAT is not calculated in the price. The purchase of the auction documentation is obligatory, and on its receipt one is to sign the Confidentiality Agreement. After the payment evidence has been submitted, the auction documentation can be collected at the following address: Privatization Agency, Belgrade, 23 Terazije St., from 9:00 to 17:00, from 16.02.2007 to 20.03.2007.

**DEADLINE FOR SUBMISSION OF APPLICATIONS IS 21.03.2007. UNTIL 17:00**

Filled application which is a part of the auction documentation with the signed draft of the SPA and the deposit payment evidence is to be submitted in a sealed envelope with inscription: "THE APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION 290307, Privatization Agency, Belgrade, 23 Terazije St."

IF THERE IS NAME OF THE SUBJECT UNDERGOING PRIVATIZATION ON THE ENVELOPE, OR FULL AUCTION CODE, THE APPLICATION CAN BE REJECTED.

**THE AUCTION WILL BE HELD ON: 29.03.2007.**

at the address: **Privatization Agency, Belgrade, 23 Terazije St, 2<sup>nd</sup> floor, Large Hall**, at **11:00**. The registration of the auction participants will be held at the same address on: **29.03.2007, from 09:00 to 10:50**.

**Means of payment** can be in domestic currency, foreign convertible currency, state bonds based upon the unpaid foreign currency savings of citizens, which are due not later than the date of the capital sale (29.03.2007.) issued to the natural persons, who are citizens of the Republic of Serbia. If the participant applies only for the second bidding, the means of payment can be even the state bonds based upon the unpaid foreign currency savings of citizens, which are not to become due until the date of the capital sale (29.03.2007.) issued to the natural persons, who are citizens of the Republic of Serbia.

In case that the first class bank guarantee has been submitted as the means of deposit payment, it is to be due within 48 hours after the declaration a buyer.

Deposit for participation is to be brought back 15 days after the public auction has been held.

The Privatization Agency keeps the right to change the auction date as well as the closing date for the application submission if necessary, but also to inform the interested parties on such changes, if any, until the auction date at the latest.

The site visit shall be carried out after the signing the Agreement on Confidentiality in period from 16.02.2007 to 20.03.2007, at the time previously established by the Privatization Agency, tel: 011/3020-804; 011/3020-803 or fax: 011/3020-881.

\* *The entire estimated capital value to be privatized, stated in EUR, was calculated according to the official exchange rate on 16.02.2007.*

\*\* *The total business income and expense data, stated in EUR, were calculated according to the average annual real exchange rates.*

## Brief Description of PUBLIC AUCTION Procedure

The sale of capital by the method of public auction is carried out by the Auction Commission, which is to be established by the Privatization Agency. The commission supervises the capital sale by the auction, registers the auction participants, pronounces the auction for unsuccessful, signs the minutes and performs other activities of importance for the auction performance in accordance with the Law. The conditions for the auction to be carried out are met, if at least one person has obtained the status of the auction participant and if it is presented personally or by an authorized representative. At the time ordered for the PUBLIC AUCTION opening, the auctioneer shall open the first bidding, on which occasion the means of payment can be in cash or due bonds. If there is more than one person at the first bidding, the auctioneer announces the initial price as well as each further increase. In case that none of the interested buyers reacts after the third call for acceptance the newly established price, the auctioneer

declares the auction finished by hammering. The selling price becomes the highest offered value, and the participant who has been the first to offer the highest price is declared a buyer. If there have not been interested parties after the announcement of the initial price, even after the third call, the auctioneer declares the first bidding unsuccessful by hammering and immediately afterwards opens the second bidding, on which occasion even undue state bonds can be the means of payment. Those who have applied for the second bidding can participate in, as well as the participants in the first bidding, in case it has been declared unsuccessful. If in the second bidding participate more than one person, the auctioneer announces the initial price, as well as each further increase. If none of the interested buyers reacts after the third call for acceptance the newly established price, the auctioneer, by hammering, declares the auction closed. The selling price becomes the highest offered value, and

the participant who has been the first to offer the highest price, is declared a buyer. If after the announcement of the initial price there have not been any interested persons even after the third call, the auction is declared unsuccessful, and the participants lose the right to be brought back the deposit.

If only one party who has obtained the auction participant status attends the second bidding, that party is invited three times to accept the initial price. If the party accepts the initial price, she/he is declared a buyer and the initial price becomes the selling price. If the participant does not accept the initial price, the auction is declared unsuccessful, and she/he loses the right to be brought back the deposit.

### 1) Basic information on the subject undergoing privatization: Socially-owned printing enterprise SOLIDARNOST, BEOGRAD

**Auction Sale Code:** 290307-1826p

Official ID number of the Subject: 07049722

Field of work: **Printing**

The entire estimated capital value to be privatized amounts to: **CSD 5.317.000** or \***EUR 66.838** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 425.000** or \***EUR 5.347**

**Initial price at auction sale:** **CSD 851.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 325.000**

#### Main property of the subject undergoing privatization

**A) Buildings – main facilities (m²):**

**B) Main Equipment:**

1) Adast (Dominant 714) 2) Paper cutting knjife (MAXIMA) 3) Circular saw (RS-42) 4) Office furniture 5) Adast (Grafopres)

**C) Land (m²):**

Balance sheet per year	2004		2005	
	Shown in:	CSD	**EUR	CSD
Total business revenues	1.326.000	18.164	1.311.000	15.813
Total business expenses	1.904.000	26.081	1.937.000	23.364

**Main products/ services:** 1) Forms 2) Brochures 3) Books

**Total number of employees:** 4; of which BS/ BA: 0

### 2) Basic information on the subject undergoing privatization: Public newspaper publishing enenterprise NAŠA REČ, LESKOVAC

**Auction Sale Code:** 290307-1827p

Official ID number of the Subject: 07207263

Field of work: **Newspaper publishing**

The entire estimated capital value to be privatized amounts to: **CSD 1.790.000** or \***EUR 22.500** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 89.000** or \***EUR 1.125**

**Initial price at auction sale:** **CSD 179.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 837.000**

#### Main property of the subject undergoing privatization

**A) Buildings – main facilities (m²):**

1. Kiosk – temporary use (4)

**B) Main Equipment:**

1) Computers (10) 2) Switchboard and telephones 3) Office furniture 4) Laser printer 5) Air conditioners (3)

**C) Land (m²):**

Balance sheet per year	2004		2005	
	Shown in:	CSD	**EUR	CSD
Total business revenues	14.573.000	199.625	13.279.000	160.167
Total business expenses	14.198.000	194.488	13.969.000	168.490

**Main products/ services:** 1) Magazine "Naša reč"

**Total number of employees:** 27; of which BS/ BA: 9

### 3) Basic information on the subject undergoing privatization: Enterprise for projecting, engineering and consulting ETC – PRIKO, VRNJAČKA BANJA

**Auction Sale Code:** 290307-1829p

Official ID number of the Subject: 17119451

Field of work: **Projection of construction facilities**

The entire estimated capital value to be privatized amounts to: **CSD 1.255.000** or \***EUR 15.772** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 33.000** or \***EUR 414**

**Initial price at auction sale:** **CSD 66.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 216.000**

#### Main property of the subject undergoing privatization

**A) Buildings – main facilities (m²):**

**B) Main Equipment:**

**C) Land (m²):**

Balance sheet per year	2004		2005	
	Shown in:	CSD	**EUR	CSD
Total business revenues	0	0	2.880.000	34.738
Total business expenses	597.000	8.178	2.876.000	34.689

**Main products/ services:** 1) projecting 2) Engineering

**Total number of employees:** 8; of which BS/ BA: 1

#### 4) Basic information on the subject undergoing privatization: Socially-owned enterprise for production of socks ZELE VELJKOVIĆ, LESKOVAC

**Auction Sale Code:** 290307-1884

Official ID number of the Subject: **07352336**

Field of work: **production of knitted socks**

The entire estimated capital value to be privatized amounts to: **CSD 162.408.000** or **\*EUR 2.041.585** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 19.489.000** or **\*EUR 244.990**

**Initial price at auction sale:** **CSD 38.978.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 9.153.000**

##### Main property of the subject undergoing privatization

###### A) Buildings – main facilities (m<sup>2</sup>):

1. Administrative building (427) 2. Canteen (999) 3. Warehouse (278) 4. Production hall (5141) 5. Doorman's booth and store (420) 6. Warehouse for storing dyes and chemicals (311)

###### B) Main Equipment:

1) knitting machine (7) (L-316) 2) Knitting machine (5) (L-409) 3) Socks automatic machines (20) 4) Socks automatic machines (16) 5) Socks automatic machines-bentli (45) 6) Underpants knitting machine (2)

**C) Land (m<sup>2</sup>):** *Entire land: (47738); Construction land: (47738) –state owned;*

Balance sheet per year	2004		2005		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		14.331.000	196.310	3.766.000	45.424
Total business expenses		40.553.000	555.505	31.295.000	377.471

**Main products/ services:** 1) Men's cotton socks 2) Women's cotton socks 3) Children's cotton socks 4) Men's synthetic socks 5) Women's synthetic socks 6) Children's synthetic socks 7) Women's stockings 8) PES and PA hose 9) Men's women's and children's socks (cotton, synthetic) 10) Men and women's woolen socks

**Total number of employees:** 69; **of which BS/ BA:** 3

#### 5) Basic information on the subject undergoing privatization: ANGROPROMET PREHRANA socially-owned enterprise for retail trade and wholesale, POŽAREVAC

**Auction Sale Code:** 290307-1886

Official ID number of the Subject: **07198850**

Field of work: **Specialized retail trade in food**

The entire estimated capital value to be privatized amounts to: **CSD 249.900.000** or **3.141.416 \*EUR** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 29.988.000** or **\*EUR 376.970**

**Initial price at auction sale:** **CSD 59.976.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 1.038.000**

##### Main property of the subject undergoing privatization

###### A) Buildings – main facilities (m<sup>2</sup>):

1. Supermarket Novitet – non-registered user (314) 2. Supermarket No. 3 – non-registered user (194) 3. Supermarket Delikates – tenure holder (568) 4. Administrative building – non-registered user (260) 5. Supermarket Triangl – non-registered user (125)

###### B) Main Equipment:

1) Fiscal cash registers 2) Colling cabinet 3) Meat cutters 4) Digital scales 5) Meat mincing device

**C) Land (m<sup>2</sup>):** *Entire land: (1813); Construction land: (1813) – state owned;*

Balance sheet per year	2004		2005		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		42.453.000	581.532	89.012.000	1.073.637
Total business expenses		47.501.000	650.681	90.740.000	1.094.479

**Main products/ services:** 1) Wholesale of food, drinks and tobacco 2) Mediation in wholesale 3) Retail trade in specialized stores

**Total number of employees:** 77; **of which BS/ BA:** 1

#### 6) Basic information on the subject undergoing privatization: Socially-owned enterprise GAZELA for driver's training, transport and other services, rent-a-car and copying, with unlimited liability, BEOGRAD

**Auction Sale Code:** 290307-1887

Official ID number of the Subject: **07007957**

Field of work: **Driver's school**

The entire estimated capital value to be privatized amounts to: **CSD 10.554.000** or **\*EUR 132.673** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 1.266.000** or **\*EUR 15.921**

**Initial price at auction sale:** **CSD 2.533.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 832.000**

##### Main property of the subject undergoing privatization

###### A) Buildings – main facilities (m<sup>2</sup>):

1. Business premises, Marijane Gregoran 56, Beograd (65) 2. Cellar, Doktora Ivana Ribara 88, Beograd (20)

###### B) Main Equipment:

1) Passenger vehicle (JUGO TEMPO 1.1 BG 290-101) 2) Passenger vehicle (JUGO TEMPO 1.1 BG 290-103) 3) Passenger vehicle (JUGO TEMPO 1.1 BG 290-105) 4) Passenger vehicle (JUGO TEMPO 1.1 BG 451-789) 5) Passenger vehicle (JUGO TEMPO 1.1 BG 109-770) 6) Motor model 7) Metal cash register

**C) Land (m<sup>2</sup>):** *Entire land:*

Balance sheet per year	2004		2005	
	Shown in:	CSD	**EUR	CSD

Total business revenues	2.478.000	33.944	967.000	11.664
Total business expenses	2.621.000	35.903	2.721.000	32.820

**Main products/ services:** 1) Driver's training

**Total number of employees:** 8; of which BS/ BA: 0

### 7) Basic information on the subject undergoing privatization: Joint-stock company for wholesale, retail trade and foreign trade KRISTALEX, BEOGRAD

**Auction Sale Code:** 290307-1888

Official ID number of the Subject: **06964176**

Field of work: **Wholesale of footwear and clothes**

The entire estimated capital value to be privatized amounts to: **CSD 527.000 or \*EUR 6.629** which is **35,56 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 53.000 or 663 \*EUR**

**Initial price at auction sale:** **CSD 105.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 49.000**

**Main property of the subject undergoing privatization**

**A) Buildings – main facilities (m²):**

**B) Main Equipment:**

1) Air conditioner (Panasonic) 2) Computer (Pentium 4) 3) Laptop (Toshiba) 4) Camera (Nikon 3700) 5) Fiscal cash register (Galeb)

**C) Land (m²):**

Balance sheet per year	2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	10.421.000	142.750	15.853.000	191.214
Total business expenses	9.924.000	135.941	16.489.000	198.885

**Main products/ services:** 1) Retail trade in footwear and clothes

**Total number of employees:** 5; of which BS/ BA: 1

### 8) Basic information on the subject undergoing privatization: Joint-stock company for production of food and trade ISHRANA, ČAČAK

**Auction Sale Code:** 290307-1889

Official ID number of the Subject: **07193548**

Field of work: **production of bread and pastry**

The entire estimated capital value to be privatized amounts to: **CSD 37.464.000 or \*EUR 470.949** which is **45,563 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 3.746.000 or \*EUR 47.095**

**Initial price at auction sale:** **CSD 7.493.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 8.186.000**

**Main property of the subject undergoing privatization**

**A) Buildings – main facilities (m²):**

1. Production hall, mechanized bakery and warehouse (2611) 2. Building Moravica (141) 3. Store no. 6 (28) 4. Store no. 33 and warehouse space – user (105) 5. Store nos. 21 – 24 – user (92) 6. Store no. 32 – user (147)

**B) Main Equipment:**

1) Gas installation (Energosistem) 2) Rotary furnace (Ratar 60x80) 3) Steam boilers (2) (MGP-8) 4) Mile for making doughs (PP) 5) Delivery vehicle (Poli LC) 6) Burners (2) (Vetern 3LV)

**C) Land (m²):** *Entire land: (17515); Construction land: (13864) – state owned; Agricultural land: (3651) – state owned;*

Balance sheet per year	2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	138.595.000	1.898.510	146.156.000	1.762.891
Total business expenses	138.589.000	1.898.427	155.485.000	1.875.415

**Main products/ services:** 1) All types of bread 2) White pastry 3) Pastry and pies 4) Doughs 5) Pork and lamb

**Total number of employees:** 209; of which BS/ BA: 9

### 9) Basic information on the subject undergoing privatization: Newspaper publishing and graphic socially-owned enetrprise SVETLOST, KRAGUJEVAC

**Auction Sale Code:** 290307-1890

Official ID number of the Subject: **17119869**

Field of work: **Newspaper publishing**

The entire estimated capital value to be privatized amounts to: **CSD 10.393.000 or \*EUR 130.648** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 1.039.000 or \*EUR 13.065**

**Initial price at auction sale:** **CSD 2.079.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 727.000**

**Main property of the subject undergoing privatization**

**A) Buildings – main facilities (m²):**

1. Business premises – user (442)

**B) Main Equipment:**

1) Computer (2) (LG) 2) Offset machine (Abedik) 3) Camera (2) (Canon) 4) Scanner 5) Machine (Falcon)

**C) Land (m²):**

Balance sheet per year	2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR

Total business revenues	22.277.000	305.156	25.996.000	313.556
Total business expenses	22.591.000	309.457	26.032.000	313.990

**Main products/ services:** 1) Newspaper publishing

**Total number of employees:** 40; of which BS/ BA: 9

### 10) Basic information on the subject undergoing privatization: Public newspaper publishing enterprise POBEDA, KRUŠEVAC

**Auction Sale Code:** 290307-1891

Official ID number of the Subject: **20149680**

Field of work: **Newspaper publishing**

The entire estimated capital value to be privatized amounts to: **CSD 1.488.000 or \*EUR 18.707** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 149.000 or \*EUR 1.871**

**Initial price at auction sale:** **CSD 298.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 260.000**

#### Main property of the subject undergoing privatization

**A) Buildings – main facilities (m²):**

**B) Main Equipment:**

1) Graphic machine (Rotoprint) 2) Knife accessory (Perfekta) 3) Camera (Nikon) 4) Computer (Asus PS 800) 5) Monitor (Samsung 19)

**C) Land (m²):**

Balance sheet per year	. godinu		2006. godinu	
Shown in:	Din	**EUR	Din	**EUR

Total business revenues

Total business expenses

**Main products/ services:** 1) Newspaper publishing

**Total number of employees:** 15; of which BS/ BA: 4

### 11) Basic information on the subject undergoing privatization: Socially-owned newspaper publishing enterprise NAPRED, VALJEVO

**Auction Sale Code:** 290307-1892

Official ID number of the Subject: **07254091**

Field of work: **Newspaper publishing**

The entire estimated capital value to be privatized amounts to: **CSD 4.186.000 or \*EUR 52.618** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 419.000 or \*EUR 5.262**

**Initial price at auction sale:** **CSD 837.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 383.000**

#### Main property of the subject undergoing privatization

**A) Buildings – main facilities (m²):**

**B) Main Equipment:**

1) Computers (7komada) 2) Laser printer 3) Fiscal cash register (Iskra S 400) 4) Printer (Epson LX 300) 5) Fiscal cash register 6) Fax machine (Panasonic)

**C) Land (m²):**

Balance sheet per year	2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR

Total business revenues

Total business expenses

13.537.000

13.408.000

185.433

183.666

15.571.000

14.769.000

187.813

178.139

**Main products/ services:** 1) Weekly magazine "Napred"

**Total number of employees:** 15; of which BS/ BA: 9