

In accordance with Article 38 of the Law on Privatization ("Official Gazette of the RS", nos. 38/01, 18/03 and 45/05), and Article 9 of the Decree on sale of capital and property by Public auction ("Official Gazette of the RS" nos. 52/05 and 91/07), the Privatization Agency announces:

## PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC AUCTIONS

### Basic data on Auction sale

Interested parties can purchase the auction documents at the price of **RSD 40000**, after they receive the invoice from the Privatization Agency. VAT is not calculated in the price. Purchase of the auction documents is obligatory, and on their receipt one is to sign the Confidentiality Agreement. After the payment evidence has been submitted, the auction documents can be collected at the following address:

Privatization Agency, Belgrade, 23 Terazije Street, 5th floor, 09:00-16:30, from 04.12.2008 to 21.01.2009.

#### **DEADLINE FOR SUBMISSION OF APPLICATIONS IS 22.01.2009 AT 16:30**

Filled application, which is a part of the auction documents, with the signed draft of the SPA and the deposit payment evidence, is to be submitted in a sealed envelope marked with: "THE APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION 300109, Privatization Agency, Belgrade, 23 Terazije St, 5<sup>th</sup> floor".

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

#### **THE AUCTION WILL BE HELD ON: 30.01.2009.**

at the following 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:

**30.01.2009, from 09:00 to 10:50.**

**Means of payment** can be in domestic currency, foreign convertible currency, state bonds based on the unpaid foreign currency savings, which are due not later than the date of the capital sale (30.01.2009.) issued to the individuals, 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 on the unpaid foreign currency savings, which are not due until the date of the capital sale (30.01.2009.) issued to the individuals, 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 returned 21 days after the Public auction has been held.

The Privatization Agency keeps the right to change the auction date, as well as the deadline 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 signing the Confidentiality Agreement in the period from 04.12.2008 to 21.01.2009.

\* *The total estimated capital value to be privatized, stated in EUR, was calculated according to the official exchange rate on the day of the public invitation's preparation*

\*\* *Data on the real estate of the entity undergoing privatization from this public invitation are presented only for the purpose of giving information, while the data on the legal basis, ownership type and right to them are presented in the Auction Documents.*

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

### Brief description of the PUBLIC AUCTION procedure

The sale of capital by Public auction is carried out by the Auction Commission, which is established by the Privatization Agency. The commission supervises the capital sale by auction, registers auction participants, declares auction unsuccessful, signs the minutes and performs other activities important for auction performance in accordance with the Law. The conditions for auction to be carried out are fulfilled if at least one person has obtained the status of an 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, when 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 of 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 opens the second bidding immediately afterwards, when even undue state bonds can be the means of payment. Those who have applied for the second bidding can also participate, as well as the participants in the first bidding, in case it has been declared unsuccessful. If more than one person participates in the second bidding, 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 returned 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, it 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 it loses the right to be returned the deposit.

**1) Basic information on the entity undergoing privatization: Socially-owned enterprise DOMAĆA RADINOST, LESKOVAC**

**Auction Sale Code: 300109-1811p**  
 Official ID number of the Entity: 07196091  
 Field of work: **Production of pullovers**

The entire estimated capital value to be privatized amounts to: **RSD 64.567.000 or \*EUR 723.885** which is **70 %** of the entire capital of the entity.  
**Deposit** for participation in the auction: **RSD 5.165.000 or \*EUR 57.911**  
**Initial price** at the auction sale: **RSD 10.331.000**  
**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 1.272.000**

**The most important assets of the entity to be privatized \*\***

**A) Buildings – main facilities (m²):**  
 1. Production-administrative building (1 190) 2. Warehouse (232) 3. Production building (28) 4. Magacin (54)

**B) Main equipment:**  
 1) Machines (3) (NECCHI) 2) Iberdeks (2) (KANSAI) 3) Knitting automatic machine (MERIMA) 4) Knitting machine 5) Auxiliary knitting machine 6) Auxiliary machine (FM 5)

**C) Land (m²):** *Entire land: (7814) ; construction land: (7814) – state owned;*

<b>Balance sheet per year:</b>		<b>2005</b>		<b>2006</b>	
Shown in:		RSD	***EUR	RSD	***EUR
Total business revenues	676.000	8.154	353.000	4.197	
Total business expenses	2.255.000	27.199	623.000	7.407	

**Main products/ services:** 1) Men, women and children's garments 2) Men, women and children's light garments 3) Garments for baking and catering trade industries 4) Flags  
**Total number of employees:** 8; **of which BS/ BA:** 1

**2) Basic information on the entity undergoing privatization: Socially-owned enterprise NARODNI UNIVERZITET PETROVAC, PETROVAC**

**Auction Sale Code: 300109-3179p**  
 Official ID number of the Entity: 07221096  
 Field of work: **Education**

The entire estimated capital value to be privatized amounts to: **RSD 293.000 or \*EUR 3.280** which is **70 %** of the entire capital of the entity.  
**Deposit** for participation in the auction: **RSD 21.000 or \*EUR 240**  
**Initial price** at the auction sale: **RSD 43.000**  
**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 11.000**

**The most important assets of the entity to be privatized \*\***

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

**B) Main equipment:**  
 1) Sewing machines (2) 2) Furnaces (5 a) (AEG 3.5kW) 3) Office equipment 4) Office furniture

**C) Land (m²):**

<b>Balance sheet per year:</b>		<b>2006</b>		<b>2007</b>	
Shown in:		RSD	***EUR	RSD	***EUR
Total business revenues	1.022.000	12.151	1.137.000	14.219	
Total business expenses	1.017.000	12.092	1.190.000	14.882	

**Main products/ services:** 1) Education of adults 2) Music school services 3) Business college services  
**Total number of employees:** 2; **of which BS/ BA:** 0

**3) Basic information on the entity undergoing privatization: Holding TERMOVENT Socially-owned enterprise for production of air conditioners and ventillation equipment, BEOGRAD**

**Auction Sale Code: 300109-3184p**  
 Official ID number of the Entity: 07094892  
 Field of work: **Production of air conditioners**

The entire estimated capital value to be privatized amounts to: **RSD 361.995.000 or \*EUR 4.058.453** which is **70 %** of the entire capital of the entity.  
**Deposit** for participation in the auction: **RSD 28.960.000 or \*EUR 324.676**  
**Initial price** at the auction sale: **RSD 57.919.000**  
**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 987.000**

**The most important assets of the entity to be privatized \*\***

**A) Buildings – main facilities (m²):**  
 1. Administrative building, Rada Neimara 4, Beograd (407) 2. Hall – prefabricated, Rada Neimara 4, Beograd (878) 3. Annex of the hall – prefabricated, Rada Neimara 4, Beograd (228) 4. Hall – multifunctional, Rada Neimara 4, Beograd (832) 5. Workshop and cloakrooms, Rada Neimara 4, Beograd (322) 6. Workshop, Rada Neimara 4, Beograd (255)

**B) Main equipment:**  
 1) General plane (5) 2) Hydraulic press (3) 3) Thread cutting machines (2) 4) Device

**C) Land (m²):** *Entire land: (12654) ; construction land: (12654) – state owned;*

<b>Balance sheet per year:</b>		<b>2006</b>		<b>2007</b>	
--------------------------------	--	-------------	--	-------------	--

Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	6.533.000	77.677	5.367.000	67.118
Total business expenses	30.813.000	366.363	30.260.000	378.420

**Main products/ services:** 1) Ventilation 2) Heating 3) Air conditioning 4) Cooling  
**Total number of employees:** 142; of which BS/ BA: 11

#### 4) Basic information on the entity undergoing privatization: Socially-owned enterprise Industrija trikotaže i pletiva ITP, GRDELICA

**Auction Sale Code:** 300109-3205p

Official ID number of the Entity: **07213450**

Field of work: **Production of pullovers**

The entire estimated capital value to be privatized amounts to: **RSD 23.009.000 or \*EUR 257.960** which is **70 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 1.150.000 or \*EUR 12.898**

**Initial price** at the auction sale: **RSD 2.301.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 82.000**

#### The most important assets of the entity to be privatized \*\*

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

1. Building no. 1 (580) 2. Building no. 3 (303) 3. Building no. 5 (141) 4. Building no. 10 (8)

##### B) Main equipment:

1) Steam boilers (2) (BKG-1,5) 2) Manual knitting machine (12) (Apatin) 3) Semi-automatic sewing machines (2) (Apatin) 4) Machine "Univerzal" (10) (D7081 MC-u) 5) Circular knitting machines (4) (Dijamant)

**C) Land (m²):** *Entire land: (4995); construction land: (4995) – socially owned;*

Balance sheet per year:		2006		2007	
Shown in:	RSD		***EUR	RSD	***EUR
Total business revenues	1.000		12	122.000	1.526
Total business expenses	330.000		3.924	900.000	11.255

**Main products/ services:** 1) Textile goods

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

#### 5) Basic information on the entity undergoing privatization: Public veterinary station ALEKSANDROVAC, ALEKSANDROVAC

**Auction Sale Code:** 300109-3240

Official ID number of the Entity: **07154402**

Field of work: **Veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 36.466.000 or \*EUR 408.837** which is **70 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 4.376.000 or \*EUR 49.060**

**Initial price** at the auction sale: **RSD 8.752.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 1.223.000**

#### The most important assets of the entity to be privatized \*\*

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

1. Administrative building (141) 2. Warehouse (93) 3. Veterinary surgery in Donje Zleginje (170) 4. Veterinary surgery in Ržanica (50) 5. Veterinary surgery in Pleš (95) 6. Veterinary surgery in Velika Vrbnica (86)

##### B) Main equipment:

1) Truck (Fap 16-21) 2) Passenger vehicles (4) (Jugo tempo) 3) Passenger vehicles (2) (Zastava Skala) 4) Vapour heating 5) Scales (3) 6) Trichinoscope

**C) Land (m²):** *Entire land: (12529); construction land: (7135) – state owned; agricultural land: (3999) – state owned; forest land: (867) – state owned; other types of land: (528) – state owned;*

Balance sheet per year:		2006		2007	
Shown in:	RSD		***EUR	RSD	***EUR
Total business revenues	20.899.000		248.487	26.597.000	332.612
Total business expenses	22.245.000		264.491	25.136.000	314.341

**Main products/ services:** 1) Veterinary activities

**Total number of employees:** 19; of which BS/ BA: 6

#### 6) Basic information on the entity undergoing privatization: Joint-stock company CENTROPROJEKT-ARHITEKTURA, INSTALACIJE I KONSTRUKCIJE, BEOGRAD

**Auction Sale Code:** 300109-3241

Official ID number of the Entity: **17556878**

Field of work: **Design of construction and other facilities**

The entire estimated capital value to be privatized amounts to: **RSD 235.734.000 or \*EUR 2.642.895** which is **58,534 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 28.288.000 or \*EUR 317.147**

**Initial price** at the auction sale: **RSD 56.576.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 6.720.000**

#### The most important assets of the entity to be privatized \*\*

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

1. Business premises, Zahumska 26, Beograd (1402) 2. Common space, Zahumska 26, Beograd (297) 3. Apartment on the mountain of Zlatibor (65)

##### B) Main equipment:

1) Office furniture 2) Office equipment 3) Passenger vehicle (OPEL VEKTRA GL) 4) Passenger vehicle (SUZUKI SWIFT 1.0 GLX) 5) Furniture (MOSKVA)

**C) Land (m²):**

Balance sheet per year:		2006		2007	
-------------------------	--	------	--	------	--

Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	132.151.000	1.571.262	132.151.000	1.652.631
Total business expenses	107.095.000	1.273.349	107.095.000	1.339.290

**Main products / services:** 1) Town planning projects 2) Projects 3) Main projects 4) Technical control 5) Supervision  
**Total number of employees:** 63; **of which BS/ BA:** 29

#### 7) Basic information on the entity undergoing privatization: Socially-owned enterprise for wholesale and retail trade TRGOPRODUKT, PANČEVO

<b>Auction Sale Code:</b> <u>300109-3242</u>	The entire estimated capital value to be privatized amounts to: <b>RSD 907.555.000 or *EUR 10.174.915</b> which is <b>70 %</b> of the entire capital of the entity.
Official ID number of the Entity: <b>08061513</b>	<b>Deposit</b> for participation in the auction: <b>RSD 108.907.000 or *EUR 1.220.990</b>
Field of work: <b>Retail trade in mixed goods</b>	<b>Initial price</b> at the auction sale: <b>RSD 217.813.000</b>
	<b>Minimum obligatory investments</b> into the entity to be privatized amounts to: <b>RSD 32.908.000</b>

#### The most important assets of the entity to be privatized \*\*

<b>A) Buildings – main facilities (m²):</b> 1. Administrative building (985) 2. Warehouse (2404) 3. Cold-storage room (1916) 4. Supermarket Tesla (1722) 5. Store III (2114) 6. Department store warehouse III (1517) 7. Store Gvožđar (1024) 8. Storage place Građevinar (3830) 9. Department store Čenta (707) 10. Business premises Naš dom (758)	<b>B) Main equipment:</b> 1) Fork-lift truck 2) Electric fork-lift truck (INDOS TIP EV3) 3) Garage jack – 3 tons 4) Vehicle (ZASTAVA ZETA 55.9AD) 5) Truck (FAP 1314K KIPER) 6) Truck (MERCEDES TIP 1213/42) 7) Truck (MERCEDES TIP 1317/42) 8) Passenger vehicle HYUNDAI ACCENT) 9) Truck (FAP) 10) Office equipment 11) Store equipment
---	--

**C) Land (m²):** *Entire land: (200655) ; construction land: (200655) – state owned;*

Balance sheet per year:	2006	2007
Shown in:	RSD	***EUR
Total business revenues	71.448.000	849.510
Total business expenses	178.176.000	2.118.495

**Main products / services:** 1) Trade services 2) Lease 3) Commission incomes  
**Total number of employees:** 213; **of which BS/ BA:** 4

#### 8) Basic information on the entity undergoing privatization: PRIVREDNO DRUŠTVO ZA PRUŽANJE KOMUNALNIH I DRUGIH USLUGA ENERGETIKA I ODRŽAVANJE DOO Zemun, BEOGRAD

<b>Auction Sale Code:</b> <u>300109-3243</u>	The entire estimated capital value to be privatized amounts to: <b>RSD 190.032.000 or *EUR 2.130.519</b> which is <b>70 %</b> of the entire capital of the entity.
Official ID number of the Entity: <b>07026633</b>	<b>Deposit</b> for participation in the auction: <b>RSD 22.804.000 or *EUR 255.662</b>
Field of work: <b>Production and supply of vapour</b>	<b>Initial price</b> at the auction sale: <b>RSD 45.608.000</b>
	<b>Minimum obligatory investments</b> into the entity to be privatized amounts to: <b>RSD 6.993.000</b>

#### The most important assets of the entity to be privatized \*\*

<b>A) Buildings – main facilities (m²):</b> 1. Boiler house, Batajnički put 23, Beograd (1571) 2. Canteen, Batajnički put 23, Beograd (50) 3. Shed and warehouse space, Batajnički put 23, Beograd (326) 4. Warehouse of iron products and pipes, Batajnički put 23, Beograd (220)	<b>B) Main equipment:</b> 1) Device for detecting oil leakage on pipelines 2) Measuring devices 3) Diesel generator (RADE KONČAR) 4) Diesel generator (RADE KONČAR) 5) Burner (SACKE) 6) Boiler (3 pieces) (DSV) 7) Tractor (IMT 565 472) 8) General plane (VS 360) 9) Passenger vehicle (YUGO TEMPO 1.1) 10) Tractor (IMT 539) 11) Compressor (TRUDBENIK DOBOJ) 12) Passenger vehicle (ZASTAVA 101)
---	---

**C) Land (m²):**

Balance sheet per year:	2006	2007
Shown in:	RSD	***EUR
Total business revenues	95.148.000	1.131.300
Total business expenses	96.427.000	1.146.507

**Main products / services:** 1) Heating power 2) Electric power 3) Water  
**Total number of employees:** 37; **of which BS/ BA:** 1

#### 9) Basic information on the entity undergoing privatization: Socially-owned enterprise for catering trade services JEZERO, BEOGRAD

<b>Auction Sale Code:</b> <u>300109-3244</u>	The entire estimated capital value to be privatized amounts to: <b>RSD 137.359.000 or *EUR 1.539.985</b> which is <b>70 %</b> of the entire capital of the entity.
Official ID number of the Entity: <b>17077686</b>	<b>Deposit</b> for participation in the auction: <b>RSD 18.358.000 or *EUR 205.821</b>
Field of work: <b>Restaurant</b>	<b>Initial price</b> at the auction sale: <b>RSD 36.717.000</b>
	<b>Minimum obligatory investments</b> into the entity to be privatized amounts to: <b>RSD 3.399.000</b>

#### The most important assets of the entity to be privatized \*\*

<b>A) Buildings – main facilities (m²):</b> 1. Prefabricated facility Plaža (54)	<b>B) Main equipment:</b> 1) Furnace 2) Prefabricated cooling chamber 3) Furnace 4) Refrigerator van (Furgon) 5) Sound equipment 6) Digital refrigerators (6)
---	--

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

<b>Balance sheet per year:</b>	<b>2006</b>		<b>2007</b>	
Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	85.500.000	1.016.586	87.416.000	1.093.192
Total business expenses	84.343.000	1.002.830	85.787.000	1.072.820

**Main products/ services:** 1) Catering trade services  
**Total number of employees:** 68; **of which BS/ BA:** 3

**10) Basic information on the entity undergoing privatization: Socially-owned enterprise for economic and legal affairs BIRO ZA ORGANIZACIJU, BEOGRAD**

**Auction Sale Code:** 300109-3245

Official ID number of the Entity: **07041276**

Field of work: **Opinion polls**

**The most important assets of the entity to be privatized \*\***

**A) Buildings - main facilities (m<sup>2</sup>):**

1. Office, Zdravka Čelara 12, Beograd (17)

The entire estimated capital value to be privatized amounts to: **RSD 1.234.000 or \*EUR 13.831** which is **70 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 123.000 or \*EUR 1.383**

**Initial price** at the auction sale: **RSD 247.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 16.000**

**B) Main equipment:**

1) Computer (Pentium II) 2) Office furniture

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

<b>Balance sheet per year:</b>	<b>2006</b>		<b>2007</b>	
Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	470.000	5.588	320.000	4.002
Total business expenses	464.000	5.517	315.000	3.939

**Main products/ services:** 1) Consulting services  
**Total number of employees:** 2; **of which BS/ BA:** 2