

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 11.12.2008 to 28.01.2009.

DEADLINE FOR SUBMISSION OF APPLICATIONS IS 29.01.2009 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 060209, Privatization Agency, Belgrade, 23 Terazije St, 5th 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: 06.02.2009.

at the following address: **Privatization Agency, Belgrade, 23 Terazije St, 2nd floor, Large Hall at 11:00**. The registration of the auction participants will be held at the same address on: **06.02.2009, 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 (06.02.2009.) 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 (06.02.2009.) 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 11.12.2008 to 28.01.2009.

* *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: Enterprise for construction, construction–craftsmanship and assemblage RADAN A.D., LEBANE

Auction Sale Code: 060209–0153

Official ID number of the Entity: **07214456**

Field of work: **rough construction works**

The entire estimated capital value to be privatized amounts to: **RSD 32.336.000 or *EUR 361.347** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 3.880.000 or *EUR 43.362**

Initial price at the auction sale: **RSD 7.761.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 2.412.000**

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

A) Buildings – main facilities (m²):

1. Office and warehouse (182) 2. Garage (23)

B) Main equipment:

1) Office equipment 2) Office furniture 3) Bus (SANOS)

C) Land (m²): *Entire land: (9053) ; construction land: (9053) – state owned;*

Balance sheet per year:		2006		2007	
Shown in:		RSD	***EUR	RSD	***EUR
Total business revenues		0	0	0	0
Total business expenses		717.000	8.525	3.381.000	42.282

Main products/ services: 1) Rough construction works

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

2) Basic information on the entity undergoing privatization: Public veterinary station BAJINA BAŠTA, BAJINA BAŠTA

Auction Sale Code: 060209–3183p

Official ID number of the Entity: **07155182**

Field of work: **Veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 23.818.000 or *EUR 266.162** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 1.905.000 or *EUR 21.293**

Initial price at the auction sale: **RSD 3.811.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 1.010.000**

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

A) Buildings – main facilities (m²):

1. Veterinary station (246) 2. Veterinary surgery in Gvozdac (50) 3. Agricultural pharmacy in Bajina Bašta (17)

B) Main equipment:

1) Passenger vehicle (2) (Jugo 45) 2) Passenger vehicle (Jugo Poli) 3) Container (4) 4) Air conditioner

C) Land (m²): *Entire land: (2044) ; construction land: (2044) – state owned;*

Balance sheet per year:		2006		2007	
Shown in:		RSD	***EUR	RSD	***EUR
Total business revenues		13.631.000	162.071	11.070.000	138.437
Total business expenses		13.631.000	162.071	16.891.000	211.233

Main products/ services: 1) Check-up and treatment of cattle, pigs, dogs, horses, and poultry 2) Animal delivery 3) Gynaecology and sterility treatment 4) Artificial insemination of cattle and pigs 5) Animal vaccination 6) Disinfection of facilities and vehicles 7) Deratization

Total number of employees: 25; of which BS/ BA: 5

3) Basic information on the entity undergoing privatization: Socially–owned enterprise for production, trade and services PALILULA, BEOGRAD

Auction Sale Code: 060209–3186p

Official ID number of the Entity: **07562519**

Field of work: **Production of various products**

The entire estimated capital value to be privatized amounts to: **RSD 3.640.000 or *EUR 40.680** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 182.000 or *EUR 2.034**

Initial price at the auction sale: **RSD 364.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 157.000**

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

A) Buildings – main facilities (m²):

B) Main equipment:

1) Passenger vehicle (2 pieces) (Yugo Koral in 1.1) 2) Office furniture 3) Air conditioner (Gorenje KFS34RV)

C) Land (m²):

Balance sheet per year:		2006		2007	
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Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	11.946.000	142.037	11.269.000	140.926
Total business expenses	10.886.000	129.433	11.142.000	139.338

Main products/ services: 1) Service of firefighting apparatuses and hydrants 2) Workers' training 3) Firefighting guard services 4) Insulation apparatus services 5) Sale of apparatuses

Total number of employees: 5; of which BS/ BA: 0

4) Basic information on the entity undergoing privatization: Trade enterprise GRAFOPAPIR–TRADE, BEOGRAD

Auction Sale Code: 060209–3226p

The entire estimated capital value to be privatized amounts to: **RSD 1.050.000 or *EUR 11.730** which is **70 %** of the entire capital of the entity.

Official ID number of the Entity: **07563850**

Deposit for participation in the auction: **RSD 52.000 or *EUR 587**

Field of work: **Wholesale of TVs, radios and other apparatuses**

Initial price at the auction sale: **RSD 105.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 348.000**

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

A) Buildings – main facilities (m²):

B) Main equipment:

C) Land (m²):

Balance sheet per year:		2006		2007	
Shown in:	RSD	***EUR		RSD	***EUR
Total business revenues	7.097.000	84.383		3.880.000	48.522
Total business expenses	4.917.000	58.463		4.603.000	57.563

Main products/ services: 1) Wholesale of TVs, radios and other apparatuses

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

5) Basic information on the entity undergoing privatization: Socially–owned enterprise PLANA REPRO FARMA, TRNOVČE

Auction Sale Code: 060209–3228p

The entire estimated capital value to be privatized amounts to: **RSD 66.782.000 or *EUR 746.262** which is **70 %** of the entire capital of the entity.

Official ID number of the Entity: **17433075**

Deposit for participation in the auction: **RSD 5.343.000 or *EUR 59.701**

Field of work: **Pig breeding**

Initial price at the auction sale: **RSD 10.685.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 3.396.000**

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

A) Buildings – main facilities (m²):

B) Main equipment:

1. Reproduction facility a (2845) 2. Reproduction facility b (2832) 3. Reproduction facility c (2834) 4. Workshop with a boiler house (430) 5. Quarantine (112) 6. Veterinary counter (57) 7. Confiscating facility (40) 8. Substation (35)

1) Truck (FAP 1620BDT) 2) Trailer (20 T52–60) 3) Mowers (2) 4) Pump (Honda) 5) Boxes

C) Land (m²): *Entire land: (26492); agricultural land: (26492) – socially owned;*

Balance sheet per year:		2006		2007	
Shown in:	RSD	***EUR		RSD	***EUR
Total business revenues	540.000	6.421		0	0
Total business expenses	3.133.000	37.251		3.147.000	39.355

Main products/ services: 1) Business premises lease

Total number of employees: 2; of which BS/ BA: 1

6) Basic information on the entity undergoing privatization: Socially–owned construction enterprise CRNA TRAVA, VLASOTINCE

Auction Sale Code: 060209–3229p

The entire estimated capital value to be privatized amounts to: **RSD 223.040.000 or *EUR 2.492.393** which is **70 %** of the entire capital of the entity.

Official ID number of the Entity: **07139616**

Deposit for participation in the auction: **RSD 17.843.000 or *EUR 199.391**

Field of work: **rough construction works**

Initial price at the auction sale: **RSD 35.686.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 5.028.000**

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

A) Buildings – main facilities (m²):

B) Main equipment:

1. New administrative building in Vlasotince (660) 2. Old administrative building Vlasotince (514) 3. Restaurant with a kitchen (427) 4. Workshop (308) 5. Carpentry workshop (262) 6. Warehouse (202)

1) Crane (M–5) 2) Construction jack (A–750–20) 3) Construction jack (D–619) 4) Crane (750) 5) Crane (AF–19–6) 6) Crane (AF 27–10) 7) Construction jack (LM–63) 8) Automatic concrete mixer 9) Concrete plant

C) Land (m²): *Entire land: (31969); construction land: (23332) – socially owned (11151); – state owned (12181); agricultural land: (8637) – socially owned;*

Balance sheet per year:		2006		2007	
Shown in:		RSD	***EUR	RSD	***EUR
Total business revenues	7.674.000		91.243	5.952.000	74.433
Total business expenses	39.725.000		472.326	15.917.000	199.052

Main products/ services: 1) Business premises lease 2) Construction works

Total number of employees: 16; of which BS/ BA: 1

7) Basic information on the entity undergoing privatization: Socially-owned enterprise for agricultural production and trade VINO KALEM, VELIKA DRENOVA

Auction Sale Code: 060209-3248

Official ID number of the Entity: **07154747**

Field of work: **Growing of vine seedlings**

The entire estimated capital value to be privatized amounts to: **RSD 67.513.000 or *EUR 754.428** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 8.102.000 or *EUR 90.531**

Initial price at the auction sale: **RSD 16.203.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 3.122.000**

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

A) Buildings – main facilities (m²):

1. Residential-business building (166) 2. Hall in Selište – agricultural facility – 2 (133) 3. Hall – wood industry building – 3 (675) 4. Cellar – auxiliary building – 4 (540)

B) Main equipment:

1) Transporter (Mercedes 1213) 2) Passenger vehicle (Opel Ida-Vektra) 3) Passenger vehicle (Jugo 55 – Koral) 4) Continual presses (4) (KP-21)

C) Land (m²): *construction land: (31568) – socially owned; agricultural land: (131528) (126.072) – state owned; (5.456) – socially owned; other types of land: (7708) – state owned;*

Balance sheet per year:		2006		2007	
Shown in:		RSD	***EUR	RSD	***EUR
Total business revenues	5.818.000		69.175	6.523.000	81.574
Total business expenses	10.114.000		120.254	11.006.000	137.637

Main products/ services: 1) Sale of grafts

Total number of employees: 19; of which BS/ BA: 1

8) Basic information on the entity undergoing privatization: Trade enterprise INEKS-UZOR AD with unlimited liability, NEGOTIN

Auction Sale Code: 060209-3250

Official ID number of the Entity: **07148283**

Field of work: **Retail trade in food**

The entire estimated capital value to be privatized amounts to: **RSD 194.746.000 or *EUR 2.176.219** which is **56,7 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 23.370.000 or *EUR 261.146**

Initial price at the auction sale: **RSD 46.739.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 2.857.000**

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

A) Buildings – main facilities (m²):

1. Department store (1751) 2. Building – Market 4 (323) 3. Building – Market 24 (924) 4. Building – Market 18 (438) 5. Building – Bregalnica 1 (83)

B) Main equipment:

1) Boiler house and heating 2) Boiler house and heating 3) Cooling chamber 4) Display refrigerator (2M) 5) Air conditioner (24RC) 6) Fiscal cash registers (MP-55)

C) Land (m²): *Entire land: (16919); construction land: (12352) (11.865) – state owned; (487) – socially owned;*

Balance sheet per year:		2006		2007	
Shown in:		RSD	***EUR	RSD	***EUR
Total business revenues	313.818.000		3.731.264	378.184.000	4.729.428
Total business expenses	327.309.000		3.891.671	379.100.000	4.740.883

Main products/ services: 1) Specialized retail trade in food and beverages

Total number of employees: 171; of which BS/ BA: 4

9) Basic information on the entity undergoing privatization: Joint-stock company for domestic and foreign trade DOMITEKS, BEOGRAD

Auction Sale Code: 060209-3253

Official ID number of the Entity: **07561024**

Field of work: **Retail trade out of the shops**

The entire estimated capital value to be privatized amounts to: **RSD 41.121.000 or *EUR 459.514** which is **58,079 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 4.935.000 or *EUR 55.142**

Initial price at the auction sale: **RSD 9.869.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 540.000**

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

A) Buildings – main facilities (m²):

1. Business premises in cellar (170) 2. Business premises on the ground floor (161)

B) Main equipment:

1) Passenger vehicle – van 2) Office equipment

C) Land (m²):

Balance sheet per year:		2006		2007	
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Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	5.142.000	61.138	2.201.000	27.525
Total business expenses	6.160.000	73.242	4.974.000	62.203

Main products/ services: 1) Production of household linen 2) Production of blankets 3) Production of overalls 4) Retail trade in textile 5) Wholesale

Total number of employees: 5; **of which BS/ BA:** 0

10) Basic information on the entity undergoing privatization: Traffic enterprise JUGOPREVOZ Socially-owned enterprise, JAGODINA

Auction Sale Code: 060209-3254

Official ID number of the Entity: **07289545**

Field of work: **Road traffic passenger transport**

The entire estimated capital value to be privatized amounts to: **RSD 144.235.000 or *EUR 1.611.773** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 17.308.000 or *EUR 193.413**

Initial price at the auction sale: **RSD 34.616.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 5.372.000**

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

A) Buildings – main facilities (m²):

1. Overhaul hall (2800) 2. Business building (B1) (1452) 3. Business building (B2) (968)
4. Business building (B3) (968) 5. Service (1350) 6. New hall (1000) 7. Bus station (364)
8. Traffic–technic center (625) 9. Warehouse of spareparts (450)

B) Main equipment:

1) Suburbia buses (28) 2) Articulated buses (6) 3) Intercity buses (13) 4) Cuty buses (4) 5) Tourist buses (11) 6) Cisterns (17) 7) Fixed tank (4) 8) Computer equipment (Hero sistem) 9) Gas pipeline

C) Land (m²): *construction land: (61817) – state owned;*

Balance sheet per year:	2006		2007	
	RSD	***EUR	RSD	***EUR
Shown in:				
Total business revenues	89.994.000	1.070.020	87.387.000	1.092.829
Total business expenses	137.999.000	1.640.794	152.120.000	1.902.356

Main products/ services: 1) Road traffic passenger transport 2) City traffic passenger transport 3) Upkeep and repair of motor vehicles 4) Reloading 5) Road traffic transport of goods

Total number of employees: 537; **of which BS/ BA:** 5

11) Basic information on the entity undergoing privatization: Socially owned enterprise ELAN, KOSANČIĆ

Auction Sale Code: 060209-3254

Official ID number of the Entity: **07265484**

Field of work: **Growing of grains and crops**

The entire estimated capital value to be privatized amounts to: **RSD 473.407.000 or *EUR 5.290.151** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 56.809.000 or *EUR 634.818**

Initial price at the auction sale: **RSD 113.618.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 8.729.000**

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

A) Buildings – main facilities (m²):

1. Administrative building (974) 2. Farm – 4 facilities (5329) 3. Poultry farm – 4 facilities (5318) 4. Selection facility (1341) 5. Hotel Elan (898) 6. Grain warehouse (1051) 7. Cooperative warehouse (539)

B) Main equipment:

1) Cages (40) 2) Cooling chambers 3) Substation 4) Tractors (2) (TD 7506) 5) Fertilizer spray – trailer 6) Egg selection machine 7) Office equipment and furniture

C) Land (m²): *Entire land: (1184948) ; construction land: (32253) – socially owned; agricultural land: (1132975) – socially owned; forest land: (19720) – socially owned;*

Balance sheet per year:	2006		2007	
	RSD	***EUR	RSD	***EUR
Shown in:				
Total business revenues	9.362.000	111.313	9.179.000	114.789
Total business expenses	23.194.000	275.774	25.036.000	313.091

Main products/ services: 1) Consuming eggs 2) Wheat 3) Sunflower

Total number of employees: 146; **of which BS/ BA:** 6