

After the comparison with the original text has been completed, it was established that in the Public Invitation for participation in public auctions, announced in the daily «Politika» on 26 May 2006, crept an error, so that the following:

23 Terazije, 11000 Belgrade, Serbia and Montenegro,  
phone: 011/3020-804, 011/3020-803, fax: 011/3020-881

## Correction of the Public Invitation for participation in public auctions is published

In the Public Invitation, in its part referring to Basic information on the subject to be privatized for **Građevinsko preduzeće INTEGRAL u restrukturiranju, BUJANOVAC**, instead of previously announced details, the following data are to be stated:

### Basic data on Auction sale

Those who are interested can purchase auction documentation at the price of: **40.000 CSD**, after the receipt of 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 Agreement on Keeping the Confidential Information. After the payment evidence has been submitted, the auction documentation can be collected at the following address: Privatization Agency, Belgrade, 23 Terazije St, 09:00 – 17:00 on working days, in period from **26.05.2006** until **13.06.2006**.

The right to participate in the public auction has:

–domestic or foreign legal entity, which meets cumulatively the following requirements:

- 1) performing the business activities in the field of production of bricks and roofing tiles;
- 2) performing the required business activities, set out as a condition for participation in the public auction, consistently in the period of at least 5 years until the public auction date;
- 3) that it, within last two business years, achieved business income of at least EUR 1.500.000,00 per year, by performing the activities, set out as a condition for participation in the public auction;

A legal entity shall be deemed to have fulfilled the required conditions for participation in the public auction, if it owns more than 50 % of assets of a legal entity, which cumulatively meets the required conditions for participation in the public auction.

–domestic or foreign natural person

1. which owns more than 50 % of assets of a legal entity, which cumulatively fulfils the required conditions for legal entities for participation in the public auction.

**CLOSING DATE FOR THE APPLICATION SUBMISSION is 14.06.2006 until 17:00.**

Filled application, which is a part of the auction documentation, with signed draft of the Sales–Purchase Agreement and the deposit payment evidence, is to be submitted in a sealed envelope with inscription: "THE APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION 220606, 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 22 JUNE 2006.**

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 is going to take place at the same address on: **22.06.2006, from 09:00 – 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 (22.06.2006), 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, (22.06.2006), 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 26.05.2006 until 13.06.2006, after previously the time–table with the Privatization Agency has been established, phone: 011/3020–804; 011/3020–803 or fax: 011/3020–881.

\* The entire estimated capital value to be privatized, stated in EUR, was calculated pursuant to the official exchange rate on 26.05.2006.

\*\* The entire business income and expense data, stated in EUR, were calculated in accordance with the average annual real exchange rates.

The sale of capital by the public auction method 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 represented 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 parties 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 to be privatized: Građevinsko preduzeće INTEGRAL u restrukturiranju, BUJANOVAC**

**Auction Sale Code:** 220606-1315

Official ID number of the Subject: **07267436**

Field of work: **Basic construction works**

The entire estimated capital value to be privatized amounts to: **CSD 176.614.141** or **\*EUR 2.015.030**, representing **100 %** of the total subject capital.

**Deposit** for auction participation: **CSD 21.194.000** or **\*EUR 241.807**

**Initial auction price:** **CSD 42.388.000**

**Minimum of obligatory investments** into the subject to be privatized amounts to: **CSD 35.077.000**

**The most important property of the subject undergoing privatization**

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

1. Administration building (528) 2. Warehouse (210) 3. Furnace plant (700) 4. Administration department of the brickworks (373) 5. Garages and workshop (282) 6. Production plant (4981) 7. Clay works (513)

**B) The most important equipment:**

1) Diverse equipment and installations in the brickworks 2) Furnace plant with equipment 3) Tunnel furnace (ILR Zeleznik) 4) Lift truck-wheel tractor (2 items, 14. oktobar tip 160) 5) Lift truck-wheel tractor (2 items, Radoje Dakić RD 180) 6) Hydraulic dredger-tracklaying vehicle (2 items, 14. oktobar BH 1000D) 7) Bulldozer-tracklaying vehicle (2 items, 14. oktobar TG 140B, TG 220)

**C) Land (m²):** *Construction land: (6795) – socially-owned; Agricultural land: (115932) ((53646) – socially-owned, (20209) – wood area; (42077) – other land)*

Balance sheet per year:	2004		2005	
	CSD	**EUR	CSD	**EUR
Shown in:				
Total business revenues	4.265.000	58.423	8.544.000	103.055
Total business expenses	21.185.000	290.198	45.382.000	547.384

**Main products/ services:** 1) Basic and specific construction works

**Total number of employees:** 132; **of which BS/ BA:** 1