

After comparison with the original text has been carried out, it has been established that an error has crept in the text of the Public invitation for participation in public auctions, which was announced in the daily «Politika», on 27.07.2007, so it is being announced:

## Correction of the Public invitation for participation in Public auctions

### Basic data on Auction sale

Interested parties can purchase the auction documents at the price of **RSD 40.000**, 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 St., 09:00–17:00, from 01.08.2007 to 04.09.2007.

**DEADLINE FOR SUBMISSION OF APPLICATIONS IS 05.09.2007, UNTIL 17:00.**

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 130907, 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: 13.09.2007.**

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:

**13.09.2007, 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 (13.09.2007) 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 (13.09.2007) 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 15 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 01.08.2007 to 04.09.2007, at the time previously established by the Privatization Agency, tel: 011/3020-804; 011/3020-803 or fax: 011/3020-881.

\* *The total estimated capital value to be privatized, stated in EUR, was calculated according to the official exchange rate on 25.07.2007.*

\*\* *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 of 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 fruit and vegetable processing ŠAPČANKA, ŠABAC**

**Auction Sale Code:** 130907-1201p

Official ID number of the Entity: **07333803**

Field of work: **Processing and bottling of fruit and vegetables**

The entire estimated capital value to be privatized amounts to: **RSD 295.307.000** or **\*EUR 3.661.168**, which is **70 %** of the total entity capital.

**Deposit** for auction participation: **RSD 23.625.000** or **\*EUR 292.893**

**Initial price** at the auction sale: **RSD 47.249.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 50.994.000**

**Main property of the entity undergoing privatization**

**A) Зграде – најважнији објекти (m²):**

1. Hall of the old cold storage plant (3609) 2. Hall of the vegetable section (new drying-room) (2016) 3. Hall of the fruit and vegetables plant with installations (3703) 4. Warehouse of finished products (197) 5. Office building (412) 6. Laboratory building (160) 7. Administration building (620)

**B) Main equipment:**

1) Compressor (2 pieces) (NO 80627, NO 80629) 2) Vertical freezer (3 pieces) 3) Hazel tree handcart (12 pieces) 4) Drying tunnel (9 pieces) 5) Tunnel drying-room (11 pieces)

**C) Land (m²):** *Entire land: (293090); Construction land: (293090); Farming land: (0);*

Balance sheet per year:	2005		2006		
	Shown in:	RSD	**EUR	RSD	**EUR
Total business revenues		1.749.000	21.096	580.000	6.896
Total business expenses		45.022.000	543.042	25.285.000	300.636

**Main products/ services:** 1) Processing and bottling of fruit and vegetables 2) Growing of vegetables, flowers and decorative plants 3) Production of fruit and vegetable juice 4) Tea and coffee processing 5) Production of spices and other additives 6) Production of distilled spirits 7) Production of cider and wines made of other fruits 8) Production of cooling drinks 9) Production of fruit and vegetables in cold, warm and dry processing

**Total number of employees:** 89; **of which BS/ BA:** 8

**2) Basic information on the entity undergoing privatization: Socially-owned hotel-tourist enterprise HOTEL NACIONAL, BELGRADE**

**Auction Sale Code:** 130907-1987

Official ID number of the Entity: **06933831**

Field of work: **Hotels and motels, with a restaurant**

The entire estimated capital value to be privatized amounts to: **RSD 1.057.688.000** or **\*EUR 13.113.029**, which is **70 %** of the total entity capital.

**Deposit** for auction participation: **RSD 126.923.000** or **\*EUR 1.573.564**

**Initial price** at the auction sale: **RSD 253.845.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 4.893.000**

**Main property of the entity undergoing privatization**

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

1. Building of the hotel «Nacional», Belgrade, 5 Auto put (3171) 2. Building, Belgrade, 5 Auto put St. – tenure holder (1476) 3. Building, Belgrade, 5 Auto put St. – tenure holder (322)

**B) Main equipment:**

1) Cooling chambers (2 pieces) 2) TV set (16 pieces) 3) Computer (Pentium) 4) Passenger vehicle (Opel Kadet)

**C) Land (m²):** *Entire land: (44214); Construction land: (44214) – state owned;*

Balance sheet per year:	2005		2006		
	Shown in:	RSD	**EUR	RSD	**EUR
Total business revenues		46.670.000	562.920	58.477.000	695.286
Total business expenses		50.656.000	610.998	58.430.000	694.727

**Main products/ services:** 1) Accommodation 2) Restaurant services

**Total number of employees:** 57; **of which BS/ BA:** 5

**3) Basic information on the entity undergoing privatization: Enterprise for carrying out investment operations in land and abroad HIDROTEHNIKA doo, BELGRADE**

**Auction Sale Code:** 130907-1997

Official ID number of the Entity: **07023413**

Field of work: **Engineering**

The entire estimated capital value to be privatized amounts to: **RSD 67.128.000** or **\*EUR 832.247**, which is **67,886 %** of the total entity capital.

**Deposit** for auction participation: **RSD 8.055.000** or **\*EUR 99.870**

**Initial price** at the auction sale: **RSD 16.111.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 373.000**

**Main property of the entity undergoing privatization**

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

1. Office space, 8 Uskočka St., Belgrade (right to use) (413)

**B) Main equipment:**

1) Computer equipment 2) Adding machines 3) Office furniture and equipment

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**C) Land (m²):**

<b>Balance sheet per year:</b>	<b>2005</b>		<b>2006</b>	
Shown in:	RSD	**EUR	RSD	**EUR
Total business revenues	1.114.000	13.437	1.140.000	13.554
Total business expenses	22.634.000	273.005	18.901.000	224.731

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**Main products/ services:** 1) Work on control pannel 2) Building-specialist's trades 2) Works on hydrant network

**Total number of employees:** 9; **of which BS/ BA:** 6