

PUBLIC ANNOUNCEMENT for participation in the public auction

Information about PUBLIC AUCTION:

The price for the auction documentation for each enterprise is **30.000** din, which should be paid after receiving invoice from the Privatization Agency.

Purchase of auction documentation is obligatory for those wishing to participate in the auction. After presenting evidence of payment and signing a Confidentiality Agreement, the auction documentation can be collected on business days from 10:00 to 17:00 from 02.04.2003. until 31.04. 2003 from: The Privatization Agency , Terazije 23/V, room number 511

Deadline for submitting of applications is 24.04.2003. till 17.00. Completed application forms for participation in the auction, which are included in the auction documentation, together with signed sale and purchase agreement and evidence of payment of the deposit are submitted in envelope clearly marked on the outside:

" APPLICATION FOR PARTICIPATION ON PUBLIC AUCTION 080503" Privatization Agency, Auction Center, Terazije 23/V, 11000 Beograd. APPLICATIONS THAT SHOW THE NAME OF THE COMPANY TO BE PRIVATIZED OR THE FULL AUCTION SALE CODE ON THE OUTSIDE OF THE ENVELOPE MAY BE REJECTED.
The auction will take place on **08.05.2003** at: Yugoslav Chamber of Commerce, Terazije 23/II, Beograd at 11:00 a.m. Registration of the participants will take place on **08.05.2003.** at the same address from 09.00 until 10.50 **Means of payment:** domestic currency, foreign convertible currency, bonds issued to individuals who are the citizens of the Republic of Serbia, against unpaid household foreign exchange savings with maturity not longer then capital sale day (08.05.2003). If a participant applies only for second auction payment can be made with bonds issued to individuals who are the citizens of the Republic of Serbia, against

unpaid household foreign exchange savings regardless of maturity date.

If participant applies only for second auction, deposit can be paid with bonds issued to individuals who are the citizens of the Republic of Serbia, against unpaid household foreign exchange savings with maturity not longer then capital sale day (08.05.2003.). Deposit for participation at the public auction will be returned 15 days after the auction.

The Agency holds the right to change the auction or deadline date for applications if need occurs and informs interested parties. Site visits may be arranged with the Privatization Agency after signing the Confidentiality Agreement (Phone number: + 381 (11) 3020-804; 011/3020-803 Fax: +381 (11) 3020-881. Visits may take place from 02.04.2003 until 23.04.2003.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 21.02.2003.

** Total operating revenues and expenditures for 2000. and 2001. and expressed in EURO have been calculated using the average real exchange rate for the two years respectively (2000. and 2001.).

Short description of the public auction procedure:

Sale of capital by Public Auction is performed by the Auctioneer. The Auctioneer is chosen by the Privatization Agency. Supervision of the Auction, registration of the participants, declaring of the unsuccessful auction, signing of the auction minutes is done by the Commission which is also involved in other activities concerning the auction in accordance with the law. Conditions for starting of public auction are fulfilled if at least one person has acquired the status of participant and if this person or his/hers duly authorized representative are present.

The Auctioneer will open the first auction at the time settled for its opening where means of payment can be cash and matured foreign exchange household saving bonds. If on the first auction more then one bidder participates, the auctioneer announces the

starting price and each following increase. If after invitations for acceptance of new announced price no bidder raise his/her hand, the auctioneer announces the end of the auction with the hit of the hammer. The sale price will be the highest offered price and the winner will be the bidder who accepted it. If after the third announcement of the starting price no interest is shown, the auctioneer declares first auction unsuccessful with the hit of the hammer and starts second bidding where means of payment can be in foreign exchange household savings bonds of any maturity. Participants will be bidders applied for the second auction and from the previous auction if it was unsuccessful. If on the second auction more then one bidder participates, the auctioneer announces starting price and each following increase. If after third

announcement no interest is shown, auctioneer announces the end of the auction with the hit of the hammer. The sale price will be the highest offered price and winner will be the bidder who accepted it. If after the third announcement for acceptance of new starting price there were no interested bidders, the auction is declared unsuccessful and participant forfeit their deposits. When on the second auction only one bidder participates, he is invited to accept starting price for three times. If he accepts starting price he is declared a buyer where starting price is sale price. If he refuses the starting price, the auction is declared unsuccessful and he forfeits his deposit.

1) Basic data on enterprise to be privatized: Socially owned enterprise for industrial production of knitted fabrics and buttons «NAPREDAK» , KLADOVO

Auction sale code: 080503-1 373p

Core activity: Manufacture of textile products

Total estimated value of the capital sale : 11.040.000 Din or *172.159 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 552.000 Din. or 8.608 EUR

Starting auction price is: 1.104.000 Din

Minimum investment in enterprise to be privatized: 720.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Assembled building for knitted fabrics (741), 2. Management building (331), Assembled barrack (n.c.) (476), 4. Buttoning building (540), 5. Assembled buttoning building (507)

B) Equipment:

), 2) Semi automatic knitting machine (f-

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	6.626.000	131.208	8.222.000	138.190
Total operating expenditures	5.887.000	116.574	9.557.000	160.627

D) Most important products/services: 1) Military sub caps, 2) Military sweaters, 3) Soccer fan scarves, 4) Sweaters, dresses, skirts "I eko", 5) Domestic production program sweaters

Number of employees: 58; **of which with University degree:** 2

2) Basic data on enterprise to be privatized: Enterprise for textile, leather, fur, construction machines and metal haberdashery «BUDUCNOST» , BELA PALANKA

Auction sale code: 080503-1 458p

Core activity: Manufacture of textile machines

Total estimated value of the capital sale : 18.591.000 Din or *289.923 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 930.000 Din. or 14.496 EUR

Starting auction price is: 1.859.000 Din

Minimum investment in enterprise to be privatized: 3.586.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Administration building of separation (300), 2. Workshop (720), 3. Closed warehouse (2592), 4. Cement hall (2028), 5. Closed warehouse (4736), 6. Floor warehouse (1596), 7. Office space (500), 8. Communal feeding restaurant (600)

B) Equipment:

4), 2) Bridge crane – 3 pieces (D-93, D-illotine – 3 pieces, 5) Sheet metal

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	8.791.000	174.079	16.941.000	284.732
Total operating expenditures	9.170.000	181.584	21.570.000	362.533

D) Most important products/services: 1) Fur and leather processing machines, 2) Construction machines, 3) Metal carpentry, 4) Metal haberdashery

Number of employees: 217; **of which with University degree:** 8

3) Basic data on enterprise to be privatized: Joint stock printing house company «NAPREDAK », ARANDJELOVAC

Auction sale code: 080503-4 468p

Core activity: Printing and the other similar activities

Total estimated value of the capital sale : 42.261.000 Din or *659.042 EUR

That is 69.566 % of the total capital of the enterprise.

Deposit for participation in the auction is: 3.381.000 Din or 52.723 EUR

Starting auction price is: 6.762.000 Din

Minimum investment in enterprise to be privatized: 6.881.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (30: 4), 2. Doorman's booth (16), 3. Gate with fence (120), 4. Concrete plateau (100), 5. Boiler room (32)

Printing machine «Lombardi», 5) GTO

C) Land (m²): Land for development: (17169)

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	43.477.000	860.931	56.776.000	954.251
Total operating expenditures	42.554.000	842.653	61.822.000	1.039.060

D) Most important products/services: 1) Natural gravel, 2) Natural sand, 3) Manipulation of freight

Number of employees: 307; of which with University degree:9

4) Basic data on enterprise to be privatized: Socially owned enterprise for business services, sale, marketing and publishing «SCENA », KRAGUJEVAC

Auction sale code: 080503-4 509p

Core activity: Scene and musical activities

Total estimated value of the capital sale : 1.925.000 Din or *30.027 EUR

That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 96.000 Din or 1.501 EUR

Starting auction price is: 193.000 Din

Minimum investment in enterprise to be privatized: 56.000 Din.

Most important assets of the enterprise:

1) Assembled stage (9,6x6m), 2) Assembled wooden stage (10x6m)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	136.000	2.693	47.000	790
Total operating expenditures	383.000	7.584	174.000	2.924

D) Most important products/services: 1) Organizing of manifestations

Number of employees: 5; of which with University degree:0

5) Basic data on enterprise to be privatized: Socially owned enterprise «IZOLMA », RACA

Auction sale code: 080503- 608

Core activity: Manufacture of various chemical products

Total estimated value of the capital sale : 34.369.000 Din or *535.965 EUR

That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 4.124.000 Din or 64.316 EUR

Starting auction price is: 8.248.000 Din

Minimum investment in enterprise to be privatized: 6.686.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Administration building (818), 2. Management building (174), 3. Manufacture hall «glass assembling line» (2685), 4. Impregnation warehouse (625), 5. Manufacture impregnation hall with annex (1544)

B) Equipment:

Press for cast of non ferrous metals (Italy), pes (Guzzeti), 5) Machine for cutting and

C) Land (m²): Land for development: (49571)

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	46.670.000	924.158	47.512.000	798.548
Total operating expenditures	38.654.000	765.426	67.628.000	1.136.643

D) Most important products/services: 1) Manufacture of glass wrapping tissue, 2) Impregnation of fabrics and paper, 3) Manufacture of electric battery clamps, 4) Manufacture of industrial brushes

Number of employees: 154; of which with University degree:8

6) Basic data on enterprise to be privatized: Socially owned enterprise for production and processing of mirrors and glass «ZVEZDA », LESKOVAC

Auction sale code: 080503- 609

Core activity: Shaping and processing of flat glass

Total estimated value of the capital sale : 28.958.000 Din or *451.582 EUR

That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 3.475.000 Din or 54.190 EUR

Starting auction price is: 6.950.000 Din

Minimum investment in enterprise to be privatized: 1.225.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Warehouse – new hall (1415), 2. Building of mirrors processing section (1728), 3. Management building (616), 4. Accessory warehouse (35), 5. Workshop (172)

B) Equipment:

drilling (DIA-59), 3) Machine for grinding and drying of glass (WASH)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	25.460.000	504.158	26.167.000	439.796
Total operating expenditures	24.275.000	480.693	24.854.000	417.728

D) Most important products/services: 1) Mirrors, 2) Thermal insulation glass, 3) Glass and mirrors haberdashery, 4) Plastic products, 5) Glass fitting services

Number of employees: 122; of which with University degree:5

7) Basic data on enterprise to be privatized: Socially owned enterprise «MILUTIN STOJIC », JEZEVICA

Auction sale code: 080503- (610

Core activity: Basic machine works

Total estimated value of the capital sale : 415.000 Din or *6.466 EUR

That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 41.000 Din or 647 EUR

Starting auction price is: 83.000 Din

Minimum investment in enterprise to be privatized: 23.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Construction object (84)

C) Land (m²): Land for development; (837)

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	690.000	13.663	1.573.000	26.438
Total operating expenditures	811.000	16.059	1.301.000	21.866

D) Most important products/services: 1) Rotators , 2) Trunks

Number of employees: 8; of which with University degree:0

8) Basic data on enterprise to be privatized: Trading enterprise DOO «TEKSTIL », ALEKSINAC

Auction sale code: 080503- (611

Core activity: Retail sale of textile

Total estimated value of the capital sale : 16.301.000 Din or *254.211 EUR

That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 1.630.000 Din or 25.421 EUR

Starting auction price is: 3.260.000 Din

Minimum investment in enterprise to be privatized: 959.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Department store «Tekstil» (604), 2. Department store «Uzor» (442), 3. Department store «Novi Dvor» (528), 4. Department store «Moravica» (97), 5. Department store «Sreznana» (48), 6. Management premises (514), 7. Fashion clothes (135)

8. Refrigerator (MBS), 4) Vacuum cleaner (Nis)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	14.725.000	291.584	18.939.000	318.313
Total operating expenditures	14.417.000	285.485	20.162.000	338.869

D) Most important products/services: 1) Retail sale of goods, 2) Wholesale of products, 3) Sale of the goods in transit, 4) Transporting of goods

Number of employees: 67; of which with University degree:1

9) Basic data on enterprise to be privatized: Socially owned enterprise for finalizing construction works and anti corrosion protection «LIK », BEOGRAD

Auction sale code: 080503-612

Core activity: Painting and glass fitting

Total estimated value of the capital sale : 1.069.000 Din or *16.672 EUR
That is 70 % of the total capital of the enterprise.
Deposit for participation in the auction is: 107.000 Din. or 1.667 EUR
Starting auction price is: 214.000 Din
Minimum investment in enterprise to be privatized: 118.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Office space (224), 2. Hotel for singles – part (21)

1) Paint mixer, 2) Telephone operator, 3) Type writing machine, 4) Furniture

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	9.542.000	188.950	19.062.000	320.381
Total operating expenditures	9.583.000	189.762	19.583.000	329.137

D) Most important products/services: 1) Painting services
Number of employees: 68; of which with University degree:3

10) Basic data on enterprise to be privatized: Socially owned enterprise «BEOGRAD SIGURNOST », BEOGRAD

Auction sale code: 080503-613

Core activity: Searching for people and protection

Total estimated value of the capital sale : 12.039.000 Din or *187.742 EUR
That is 70 % of the total capital of the enterprise.
Deposit for participation in the auction is: 1.445.000 Din or 22.529 EUR
Starting auction price is: 2.889.000 Din
Minimum investment in enterprise to be privatized: 3.107.000 Din.

Most important assets of the enterprise:

B) Equipment:

1) Truck (Turbo Zeta), 2) Passenger vehicle (Opel Omega), 3) Guns and rifles (Various caliber), 4) Radio station Motorola (Fixed and mobile), 5) Computer equipment (Computer network), 6) Vehicles (Lada caravan)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	51.403.000	1.017.881	70.448.000	1.184.040
Total operating expenditures	53.186.000	1.053.188	76.402.000	1.284.110

D) Most important products/services: 1) Searching of people and protection, 2) Wholesale and retail trade, 3) Installation of electric equipment
Number of employees: 342; of which with University degree:10

11) Basic data on enterprise to be privatized: Socially owned enterprise printing house«7. JULI », ALEKSINAC

Auction sale code: 080503-(614

Core activity: Typography activity

Total estimated value of the capital sale : 1.329.000 Din or *20.718 EUR

That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 133.000 Din. or 2.072 EUR

Starting auction price is: 266.000 Din

Minimum investment in enterprise to be privatized: 201.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (12:), 2. Accessory premises (30), 3. Warehouse of crude oil (27), 4. Manufacturing premises (318), 5. Manual typesetting (55)

d), 3) Computers (Pentium)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	3.231.000	63.980	3.219.000	54.103
Total operating expenditures	3.482.000	68.950	3.985.000	66.977

D) Most important products/services: 1) Ordinary forms
Number of employees: 29; of which with University degree:0

12) Basic data on enterprise to be privatized: Socially owned enterprise for production of bread, services and sale with full liability «PROGRES », BOSILEGRAD

Auction sale code: 080503-(615

Core activity: Production of bread and baked goods

Total estimated value of the capital sale : 8.192.000 Din or *127.752 EUR

That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 819.000 Din. or 12.775 EUR

Starting auction price is: 1.638.000 Din

Minimum investment in enterprise to be privatized: 663.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Servicing center building (1239), 2. Bakery building (339)

1) Furnace, 2) Four pillar crane (CNP), 3) Boiler plant (7000kw), 4) Delivery van (Poly)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	6.338.000	125.505	13.141.000	220.865
Total operating expenditures	5.777.000	114.396	12.469.000	209.570

D) Most important products/services: 1) Bread T-500, 2) Bread T-850, 3) Baked goods
Number of employees: 28; of which with University degree:3

13) Basic data on enterprise to be privatized: Socially owned metal processing enterprise «5. DECEMBAR », BLACE

Auction sale code: 080503-616

Core activity: Manufacture of agricultural and other machines

Total estimated value of the capital sale : 31.123.000 Din or *485.348 EUR

That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 3.112.000 Din or 48.535 EUR

Starting auction price is: 6.225.000 Din

Minimum investment in enterprise to be privatized: 4.001.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Manufacture hall in Blace (1880), 2. Manufacture hall in Blace (768), 3. Manufacture hall in Prebreza (504), 4. Painting premises in Blace (324), 5. Administration building in Blace (240), 6. Warehouse (384)

B) Equipment:

of nails (5.decembar), 3) Hydraulic central building, 5) Tools (5.decembar)

C) Land (m²): Land for development: (492)

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	33.077.000	654.990	34.900.000	586.574
Total operating expenditures	34.921.000	691.505	38.885.000	653.551

D) Most important products/services: 1) Hammer mills, 2) Disc harrows, 3) Hay collecting machines, 4) Digging machines, 5) Machines for spreading of fertilizers
Number of employees: 186; of which with University degree:5

14) Basic data on enterprise to be privatized: Socially owned enterprise of precise mechanics and electronics «MEHANIKA », BEOGRAD

Auction sale code: 080503-617

Core activity:

Total estimated value of the capital sale : 4.043.000 Din or *63.050 EUR

That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 404.000 Din or 6.305 EUR

Starting auction price is: 809.000 Din

Minimum investment in enterprise to be privatized: 329.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Building for servicing of office equipment, 2. Building for servicing of scales and machinery workshop (191)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	714.000	14.139	1.089.000	18.303
Total operating expenditures	1.276.000	25.267	1.553.000	26.102

D) Most important products/services: 1) Commission services, 2) Servicing and repair
Number of employees: 10; of which with University degree:0

15) Basic data on enterprise to be privatized: Adult education center «OBRENOVAC », OBRENOVAC

Auction sale code: 080503- 618

Core activity: Various education

Total estimated value of the capital sale : **718.000 Din** or ***11.191 EUR**
That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **72.000 Din** or **1.119 EUR**

Starting auction price is: **144.000 Din**

Minimum investment in enterprise to be privatized: **378.000 Din.**

Most important assets of the enterprise:

B) Equipment:

- 1) Computers (486, Pentium II), 2) Hairdressing equipment for training purposes (Standard) ,
- 3) Leather arm chair (Standardized), 4) Computer desk (Standardized)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	1.305.000	25.842	2.214.000	37.211
Total operating expenditures	1.270.000	25.149	2.372.000	39.867

D) Most important products/services: 1) Education services

Number of employees: 5; **of which with University degree:** 1