

According to the Article 38. of Privatization Law (<<Official Gazette of the Republic of Serbia>>, number 38/2001 and 18/2002), as well as Article 5. of the Decree on Sale of Capital and/or Property by Public Auction (Official Gazette of the Republic of Serbia>> no. 45/2001, 45/2002 and 19/2003) the Privatization Agency of the Republic of Serbia hereby publishes:

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 24.07.2003. until 15.08. 2003 from: The Privatization Agency , Terazije 23/V, room number 511

Deadline for submitting of applications is 18.08.2003. 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 260803"
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 **26.08.2003** at: Nis, Municipality of Nis, Nikole Pasica street no: 24, 18000 Nis at 11:00 a.m.

Registration of the participants will take place on **26.08.2003**. 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 (26.08.2003). 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 (26.08.2003.). 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 24.07 until 15.08.2003.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 23.07.2003.

** 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 Auction commission that 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, 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 the 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 electrical industry and assembling «EMPA», ALEKSINAC

Auction sale code: 260803-0239p

ID number: 07107099

Core activity: Manufacture of equipment for distribution of electric energy

Total estimated value of the capital sale : **76.256.000 Din** or ***1.171.526 EUR**
That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **6.546.000 Din** or **100.564 EUR**

Starting auction price is: **13.029.000 Din**

Minimum investment in enterprise to be privatized: **6.732.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Administration building (311), 2. Hall 1 – warehouse space, tool storage (1400), 3. Hall 2 – manufacture of TC, locksmith's and tinsmith's works (1400), 4. Hall 3 – Manufacture of industrial lighting (3500), 5. Shops 1 and 2 (110)

B) Equipment:

1) Automatic dyeing and laminating machine (MARINE), 2) Ekcenter press, 3) Boiler room , 4) Hydraulic guillotine, 5) Dyeing cabin, 6) Hydraulic press

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	54.274.000	1.074.733	91.855.000	1.543.833
Total operating expenditures	53.010.000	1.049.703	89.722.000	1.507.983

D) Most important products/services: 1) Power supply station up to 35 kV, 2) Sheet metal cupboards: cables, distribution, connecting, measuring, 3) Lamps for inside and outside installation (neon, sodium, mercury), 4) Columns for public lighting (pipe like and bar like), 5) Electric measuring devices for measuring of fluids in oil industry, 6) Industrial electronics, 7) Manufacture of long distance power transmitters, 8) Manufacture of all purposes installations

Number of employees: 293; **of which with University degree:**15

2) Basic data on enterprise to be privatized: Socially owned enterprise for agricultural production and cooperation with full liability «MASURICA », SURDULICA

Auction sale code: 260803-0418p

ID number: 06154565

Core activity: Husbandry

Total estimated value of the capital sale : **38.199.000 Din** or ***586.851 EUR**
That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **1.910.000 Din** or **29.343 EUR**

Starting auction price is: **3.820.000 Din**

Minimum investment in enterprise to be privatized: **2.745.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Bakery hall –production (478), 2. Flour warehouse (88), 3. Garage building (68), 4. Shop «Ishrana» (50), 5. Shop «Buducnost» (64), 6. Shop «Mladost» (50), 7. Shop «Izbor» (42), 8. Shop «Mlekoprodukt» (42), 9. Shop «1.Maj» (58), 10. Shop «Ateks» (112)

B) Equipment:

1) Computer and printer (Pack.Epson)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	4.544.000	89.980	1.557.000	26.169
Total operating expenditures	7.217.000	142.911	8.388.000	140.980

D) Most important products/services: 1) Beech trunks and timber, 2) Growing of crops and seedlings, vegetables and horticulture

Number of employees: 68; **of which with University degree:**6

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

Auction sale code: 260803-0458p

ID number:07106467

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 (6696), 7. Office space (500), 8. Communal feeding restaurant (600)

B) Equipment:

1) Machinery department – 25 machines (RA30 HB90 VR4), 2) Bridge crane – 3 pieces (D-93, D-1438, 3T/PPM), 3) Apkant press – 3 pieces, 4) Engine guillotine – 3 pieces, 5) Sheet metal processing machine – 15 pieces

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

**4) Basic data on enterprise to be privatized: Socially owned construction enterprise
«PROGRES», ZAJECAR**

Auction sale code: 2608703-0712p

ID number:0703187

Core activity: Basic construction works

Total estimated value of the capital sale : **52.665.000 Din** or ***809.094 EUR**

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

Deposit for participation in the auction is: **2.633.000 Din** or **40.455 EUR**

Starting auction price is: **5.266.000 Din**

Minimum investment in enterprise to be privatized: **1.827.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (242), 2. Garage (18), 3. Servicing workshop (364), 4. Warehouse for goods (221), 5. Warehouse in construction (346), 6. Assembled warehouse (221), 7. Workshop and warehouse for carpentry and blacksmith's equipment (681)

B) Equipment:

1) Bus (Neretva M3322935), 2) Shelves in the shop, 3) Type writer (Olympia), 4) Truck Zastava (80 10 M6372)

C) Land (m²):

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	38.669.000	649.921	18.524.000	306.917
Total operating expenditures	38.250.000	642.879	30.263.000	501.417

D) Most important products/services: 1) Basic construction works

Number of employees: 92; **of which with University degree:** 3

5) Basic data on enterprise to be privatized: Socially owned enterprise for transporting of goods by road «SRBIJATRANS », NIS**Auction sale code: 260803-0716p**

ID number:07173865

Core activity: Transporting of goods by road

Total estimated value of the capital sale : 59.632.000.000 Din or *916.139 EUR
That is 70 % of the total capital of the enterprise.**Deposit** for participation in the auction is: 4.771.000 Din or 73.291 EUR**Starting auction price** is: 9.541.000 Din**Minimum investment** in enterprise to be privatized: 1.432.000 Din.**Most important assets of the enterprise:****A) Buildings – (m²):**

1. Business-administrative building (1452), 2. Business warehousing space (321), 3. Repair hall (3020), 4. Shop number 3 in Zajecar (41), 5. Offices – Nis airport (20)

C) Land (m²): Land for development : (65108)**B) Equipment:**

1) Technical examination line (UTP-1), 2) Hydraulic press (HP-63), 3) Compressor aggregate (EINA 210), 4) Lathe – Prvomajska (TC-300), 5) Central heating with sub station , 6) Freight vehicle FAP – 6 pices, 7) Semi trailer 0 6 pices (Gosa), 8) Pumps – 3 pieces

Financial information for year:**2001.****2002.**

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	7.435.000	124.962	13.459.000	222.997
Total operating expenditures	22.194.000	373.021	24.617.000	407.870

D) Most important products/services: 1) Transporting of passengers by road, 2) Transporting of goods by road, 3) Road traffic services**Number of employees:** 366; **of which with University degree:**12**6) Basic data on enterprise to be privatized: Socially owned enterprise for production of electronic devices, technical services, wholesale and retail sale of the goods «ELEKTROUNIVERZAL P.O. EKSPORT – IMPORT», LESKOVAC****Auction sale code: 180703-0719p**

ID number:07137303

Core activity: Construction installations

Total estimated value of the capital sale : 14.278.000 Din or *219.361 EUR
That is 70 % of the total capital of the enterprise.**Deposit** for participation in the auction is: 714.000 Din or 10.968 EUR**Starting auction price** is: 1.428.000 Din**Minimum investment** in enterprise to be privatized: 1.951.000 Din.**Most important assets of the enterprise:****A) Buildings – (m²):**

1. Management building (835), 2. Barrack – shop (16), 3. Office space (86)

C) Land (m²):**B) Equipment:****Financial information for year:****2001.****2002.**

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	1.020.000	17.143	648.000	10.736
Total operating expenditures	2.263.000	38.035	5.400.000	89.471

D) Most important products/services: 1) Construction services**Number of employees:** 64; **of which with University degree:**4

7) Basic data on enterprise to be privatized: Socially owned enterprise for restaurant management and tourist services «PUTNIK-NIS», NIS

Auction sale code: 260803-0787

ID number:07227132

Core activity: Bars

Total estimated value of the capital sale : **21.826.000 Din** or ***335.315 EUR**

That is **34.3 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **2.183.000 Din** or **33.531 EUR**

Starting auction price is: **4.365.000 Din**

Minimum investment in enterprise to be privatized: **2.665.000 Din.**

Most important assets of the enterprise:

A) Buildings - (m²):

1. Beer hall with accessory objects (439), 2. Restaurant object (719), 3. House stambolia (555), 4. Travel agency (167), 5) Travel agency (40)

B) Equipment:

1) Ice machine - 2 (Italian), 2) Counter, bar - 4, 3) Barbecue machine (Kovinostroj), 4) Roasting machine (KOVINOSTROJ), 5) Coffee machine (95/21/2 Eko)

C) Land (m²):

Financial information for year:

2001.

2002.

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	10.292.000	172.981	20.787.000	344.412
Total operating expenditures	16.709.000	280.833	38.721.000	641.554

D) Most important products/services: 1) Sale of food and drinks in restaurants, 2) Travel services

Number of employees: 49; **of which with University degree:**4