

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 11.09.2003. until 07.10.2003 from: The Privatization Agency, Terazije 23/V, room number 511

Deadline for submitting of applications is 08.10.2003. 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 161003" 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 **16.10.2003** at: Yugoslav Chamber of Commerce, Terazije 23/II, Beograd at 11:00 a.m. Registration of the participants will take place on **16.10.2003.** 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 no longer then capital sale day (16.10.2003). 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 (16.10.2003). 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 11.09.2003 until 07.10.2003.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 10.09.2003.

** 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 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 sale and services « BORAC- PROMET », KRUPANJ

Auction sale code: 161003-1 524p		Total estimated value of the capital sale : 30.921.000 Din or *471.736 EUR That is 70 % of the total capital of the enterprise.					
Core activity: Production of bread and baked products		Deposit for participation in the auction is: 1.546.000 Din or 23.587 EUR Starting auction price is: 3.092.000 Din Minimum investment in enterprise to be privatized: 244.000 Din.					
Most important assets of the enterprise:							
A) Buildings (m ²): 1) Motel Borač (1000) 2. Annex of hotel Borac (1000) 3. Bar Boranja (120) 4. Bakery building (200)		B) Equipment: 1) Truck Zastava 650 2) Truck Zastava 508 3) Bed 190-100x 4) Working desk					
C) Land (m ²): Land for development: (0), Agricultural land: (0)							
Financial information for year:							
		2000.				2001.	
Shown in:	Din	**EURO		Din	**EURO		
Total operating revenues	13.343.000	264.218		16.327.000	274.413		
Total operating expenditures	12.795.000	253.366		18.668.000	313.758		
D) Most important products/services: 1) : 1) Boardinghouse – day 2) Bread Number of employees: 41; of which with University degree:1							

2) Basic data on enterprise to be privatized: Socially owned enterprise for production and stone processing « GRANIT », CACAK

Auction sale code: 161003-1 825		Total estimated value of the capital sale : 9.911.000 Din or *151.202 EUR That is 70 % of the total capital of the enterprise.					
Core activity: Production of bread and baked goods		Deposit for participation in the auction is: 1.189.000 Din or 18.144 EUR Starting auction price is: 2.379.000 Din Minimum investment in enterprise to be privatized: 834.000 Din.					
Most important assets of the enterprise:							
A) Buildings (m ²): 1) Building – hall (700) 2. Building – management (116) 3. Office space (133) 4. Warehouse (60)		B) Equipment: 1) Milling machine, 2) Stone drilling machine, 3) Cistern, 4) Power generator (Sever), 5) Truck, 6) Passenger vehicle (Mercedes)					
C) Land (m ²): Land for development: (0), Agricultural land: (0)							
Financial information for year:							
		2001.				2002.	
Shown in:	Din	**EURO		Din	**EURO		
Total operating revenues	3.998.000	67.196		3.482.000	57.692		
Total operating expenditures	4.858.000	81.650		4.427.000	73.349		
D) Most important products/services: 1) Grave tombstones 2) Grave plates and monuments made of Belfast 3) Frames made of African red Number of employees: 16; of which with University degree:0							

3) Basic data on enterprise to be privatized: Socially owned enterprise for development of roads and streets « BAJINA BASTA », BAJINA BASTA

Auction sale code: 161003-(826

Core activity: Rough building works – low rise building

Total estimated value of the capital sale : 16.675.000 Din or *254.389EUR

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

Deposit for participation in the auction is: 1.667.000 Din or 25.439 EUR

Starting auction price is: 3.335.000 Din

Minimum investment in enterprise to be privatized: 2.227.000 Din.

Most important assets of the enterprise:

A) Buildings (m²):
1. Management building (250) 2. Doorman's booth (36) 3. Usage right on the workshop (784)

B) Equipment:
1) Bulldozer (TG 140) 2) Freight vehicle (FAP 192 BK) 3) Vehicle (Renault 19) 4) Asphalt cutting machine

C) Land (m²): Land for development: (6780) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	13.420.000	225.554	31.646.000	524.331
Total operating expenditures	17.567.000	295.254	24.913.000	412.774

D) Most important products/services: 1) Rough building works – low rise building

Number of employees: 57; of which with University degree:2

4) Basic data on enterprise to be privatized: Socially owned upholstery and decorative enterprise « TEMPO », BEOGRAD

Auction sale code: 161003-(827

Core activity: Manufacture of leather products

Total estimated value of the capital sale : 122.000 Din or *1.860 EUR

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

Deposit for participation in the auction is: 12.000 Din or 186 EUR

Starting auction price is: 24.000 Din

Minimum investment in enterprise to be privatized: 201.000 Din.

Most important assets of the enterprise:

A) Buildings (m²):
1. Assembled shed – warehouses (60) 2. Wooden barrack – warehouse (125)

B) Equipment:
1) Sewing machines (Pfaf, Singer) 2) Stapler (Bea, Atro) 3) Compressor (Trudbenik 24105) 4) Truck (Zastava) 5) Pneumatic gun

C) Land (m²): Land for development: (0) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	4.281.000	71.952	2.295.000	38.025
Total operating expenditures	4.179.000	70.238	3.795.000	62.878

D) Most important products/services: 1) Repairing of old furniture 2) Sale of the goods

Number of employees: 15 ; of which with University degree: 1

5) Basic data on enterprise to be privatized: Joint stock enterprise for manufacture, processing and sale of secondary raw materials and second hand vehicles, parts and mechanization « TOPCIDER », BEOGRAD

Auction sale code: 161003- 828

ID number: 6217007

Core activity: Wholesale of textile

Total estimated value of the capital sale : 220.000 Din or *3.361 EUR

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

Deposit for participation in the auction is: 26.000 Din or 403 EUR

Starting auction price is: 53.000 Din

Minimum investment in enterprise to be privatized: 80.000 Din.

Most important assets of the enterprise:

1. Metal container (14)

1) Truck (TAM 80T3B) 2) Truck (TAM 80T5B) 3) Tractor 4) Forklift (Pobeda TU16)

C) Land (m²): Land for development: (0) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	16.942.000	284.749	11.731.000	194.367
Total operating expenditures	19.556.000	328.683	12.508.000	207.240

D) Most important products/services: 1) 1) Secondary raw materials 2) Paper waste

Number of employees: 12 ; of which with University degree: 0

6) Basic data on enterprise to be privatized: Socially owned company for manufacturing of textile clothes « JASEN », BRODAREVO

Auction sale code: 161003- 829

ID number: 7226600

Core activity: Production of linen

Total estimated value of the capital sale : 18.698.000 Din or *285.253 EUR

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

Deposit for participation in the auction is: 2.244.000 Din or 34.230 EUR

Starting auction price is: 4.487.000 Din

Minimum investment in enterprise to be privatized: 1.157.000 Din.

Most important assets of the enterprise:

1) Buildings (402)
1. Clothes factory (1070) 2. Management building and wardrobe (230) 3. Warehouse and mess hall (466)

2) Equipment:
1) Sewing machine (Yuki DDL 555) 2) Button hole machine (Yuki LBH 777) 3) Overlog machine (Yuki MO 816) 4) Buttoning machine (Yuki MB 373) 5) Special sewing machines (MS 19)

C) Land (m²): Land for development: (0) , Agricultural land: (7516) - usage right

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	15.494.000	260.412	6.281.000	104.068
Total operating expenditures	9.125.000	153.366	15.815.000	262.033

D) Most important products/services: 1) 1) Clothes manufacture 2) Manufacture of household linen 3) Retail trading of textile goods 4) Commercial premises

Number of employees: 227 ; of which with University degree: 1

7) Basic data on enterprise to be privatized: Socially owned barbering and hairdressing enterprise « UMKA », UMKA

Auction sale code: 161003-1 830

Core activity: Barbering and hairdressing services

Most important assets of the enterprise:

Total estimated value of the capital sale : 46.000 Din or *695 EUR

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

Deposit for participation in the auction is: 5.000 Din or 69 EUR

Starting auction price is: 9.000 Din

Minimum investment in enterprise to be privatized: 19.000 Din.

C) Land (m²): Land for development: (0) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	267.000	4.488	243.000	4.026
Total operating expenditures	255.000	4.286	218.000	3.612

D) Most important products/services: 1) Barber and hairdressing services
Number of employees: 1 ; of which with University degree: 0

8) Basic data on enterprise to be privatized: Construction company « VRELO », BELA PALANKA

Auction sale code: 161003-1 831

Core activity: Rough building works

Most important assets of the enterprise:

- A) Buildings (m²):**
1. Manufacturing hall with management building (411)
2. Infrastructural objects and roads (1225)

Total estimated value of the capital sale : 36.851.000 Din or *565.900 EUR

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

Deposit for participation in the auction is: 1.843.000 Din or 28.295 EUR

Starting auction price is: 3.685.000 Din

Minimum investment in enterprise to be privatized: 1.696.000 Din.

- B) Equipment:**
1) Accessory table – 6 pcs (HS 300) 2) Freight vehicle (FAP 1414) 3) Lada karavan (1300) 4) Mazda (626) 5) Copying machine with chair (RX 7007)

C) Land (m²): Land for development: (0) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	3.372.000	56.674	2.510.000	41.587
Total operating expenditures	5.749.000	96.625	5.941.000	98.434

D) Most important products/services: 1) Construction service
Number of employees: 48 ; of which with University degree: 3

9) Basic data on enterprise to be privatized: Socially owned enterprise for barber and hairdressing services « SLOGA », OBRENOVAC

Auction sale code: 161003-(832

Core activity: Barbering and hairdressing services

Most important assets of the enterprise:

Total estimated value of the capital sale : **459.000 Din** or *7.002 EUR

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

Deposit for participation in the auction is: **56.000 Din** or **848 EUR**

Starting auction price is: **111.000 Din**

Minimum investment in enterprise to be privatized: **52.000 Din.**

B) Equipment:

1) Working armchair, 2) Wardrobe elements, 3) Male hairdressing armchairs, 4) Working armchairs, 5) Machine for washing of hair, 6) Bonnets

C) Land (m²): Land for development: (0) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	1.379.000	23.177	2.183.000	36.169
Total operating expenditures	1.456.000	24.471	2.115.000	35.043

D) Most important products/services: 1) Barbering and hairdressing services
Number of employees: 16; **of which with University degree:**0

10) Basic data on enterprise to be privatized: Socially owned factory of car and tractor brakes « FAK », LOZNICA

Auction sale code: 161003-(833

Core activity: Cattle breeding and production of milk

Most important assets of the enterprise:

1. manufacture hall (3130) 2. Locksmith's (3115) 3. Dying and prototypes (423) 4. Commercial activities building (425)

Total estimated value of the capital sale : **34.046.000 Din** or *519.405 EUR

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

Deposit for participation in the auction is: **4.086.000 Din** or **62.329 EUR**

Starting auction price is: **8.171.000 Din**

Minimum investment in enterprise to be privatized: **4.269.000 Din.**

B) Equipment:

1) Press (EP 75, EP 55) 2) Machine guillotine (RKT 630) 3) Universal lathes (PAB 22) 4) Numeric tools (PAB 22 UGA), 5) Zastava 2 (8012 - D- turbo), 6) Freight vehicle FAP (1620BD), 7) Passenger vehicle (Alfa Romeo)

C) Land (m²): Land for development: (0) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	77.065.000	1.295.254	70.543.000	1.168.801
Total operating expenditures	92.023.000	1.546.657	90.210.000	1.494.657

D) Most important products/services: 1) Brakes 2) Drum brakes 3) Disc brakes 4) Brake slippers 5) Trailers program (1 - 10 T)
Number of employees: 345 ; **of which with University degree:** 7

11) Basic data on enterprise to be privatized: Joint stock enterprise for transportation, tourism and trade « AUTOPREVOZTURIST », CACAK

Auction sale code: 161003-1 834

Core activity: Activity of travel agencies and similar

Total estimated value of the capital sale : 27.309.000 Din or *416.621 EUR
That is 54.6 % of the total capital of the enterprise.

Deposit for participation in the auction is: 2.731.000 Din or 41.662 EUR

Starting auction price is: 5.462.000 Din

Minimum investment in enterprise to be privatized: 2.179.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Business premise in Cacak (121) 2. Business premise in Topola (86) 3. Business premise in Velika Plana (58) 4. Business premise in Arandjelovac (62)

1) Passenger vehicle (Kia zastava), 2) Computers (Samsung), 4) Telephones (Panasonic)

C) Land (m²): Land for development: (0) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	51.130.000	859.357	90.617.000	1.501.400
Total operating expenditures	50.307.000	845.524	92.376.000	1.530.544

D) Most important products/services: 1) Tourist intermediary 2) Intermediary in transportation 3) Wholesale and retail trade
Number of employees: 38 ; of which with University degree: 11

12) Basic data on enterprise to be privatized: Socially owned enterprise for projecting and engineering with full liability « HIDROPROJEKT-HIDROTEHNIKA », BEOGRAD

Auction sale code: 161003-1 835

Core activity: Publishing activity

Total estimated value of the capital sale : 849.000 Din or *12.950 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 85.000 Din or 1.295 EUR

Starting auction price is: 170.000 Din

Minimum investment in enterprise to be privatized: 148.000 Din.

Most important assets of the enterprise:

1) Telephone switchboard (Panasonic), 2) Computer (Compaq), 3) Office tables (15 pieces)

C) Land (m²): Land for development: (0) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	664.000	11.160	871.000	14.431
Total operating expenditures	1.188.000	19.967	1.859.000	30.801

D) Most important products/services: 1) Development of projects 2) Execution of projects
Number of employees: 5 ; of which with University degree: 0

13) Basic data on enterprise to be privatized: Socially owned enterprise for assembling of industrial equipment « MINELOPREMA », PANCEVO

Auction sale code: 161003- (836

Core activity: Production of metal structures

Total estimated value of the capital sale : **68.587.000 Din** or *1.046.368 EUR
That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **8.230.000 Din** or 125.564 EUR

Starting auction price is: **16.461.000 Din**

Minimum investment in enterprise to be privatized: **4.263.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Manufacture hall (7219) 2 Locksmith's workshop (1867), 3. Technical preparation building (948), 4. Fuel warehouse (90), 5. Apartment 7 in Pancevo (61)

B) Equipment:

0t) 3) Compressor, 4) Plasma (Prof 152),
ials warehouse (LIRA)

C) Land (m²): Land for development: (120692) - usage right , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	26.797.000	450.385	40.586.000	672.455
Total operating expenditures	37.997.000	638.627	53.604.000	888.145

D) Most important products/services: 1) Heating 2) Silo 3) Boilers 4) Steam separators 5) Industrial chimneys

Number of employees: 154 ; of which with University degree: 6

14) Basic data on enterprise to be privatized: Joint stock enterprise for manufacture of textile products « NOVITET », PANCEVO

Auction sale code: 161003- (837

Core activity: Manufacture of clothes

Total estimated value of the capital sale : **7.960.000 Din** or *121.445 EUR
That is **65.345 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **796.000 Din.** or 12.144 EUR

Starting auction price is: **1.592.000 Din**

Minimum investment in enterprise to be privatized: **4.198.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Business building – usage right

B) Equipment:

1) Tailoring line (Durkopf- Adler) 2) Tailoring line (Yuki) 3) Tailoring line (Yuki,Necci, Pfaf) 4) Fixing press (VK 1400 S) 5) Electric steam desks and presses (various)

C) Land (m²): Land for development: (0) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	41.089.000	690.595	32.203.000	533.560
Total operating expenditures	42.253.000	710.158	44.007.000	729.136

D) Most important products/services: 1) Female coats 2) Female trousers 3) Skirts, dresses 4) Working suits 5) Working coats

Number of employees: 162; of which with University degree:8