

According to the Article 38. of Privatization Law (<<Official Gazette of the Republic of Serbia>>, number 38/2001), 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, 45/2002,19/2003), 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 17.10.2003. until 11.11.2003 from: The Privatization Agency , Terazije 23/V, room number 511

Deadline for submitting of applications is 12.11.2003. 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 201103"
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 **20.11.2003** at: Yugoslav Chamber of Commerce, Terazije 23/II, Beograd at 11:00 a.m. Registration of the participants will take place on **20.11.2003.** 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 (20.11.2003). 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 (20.11.2003). 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 17.10.2003 until 11.11.2003.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 17.10.2003.

** 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 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 company for manufacturing of textile clothes
« JASEN », BRODAREVO**

Auction sale code: 201103-(829p

Core activity: Production of linen

Total estimated value of the capital sale : **18.923.000 Din** or *283.340 EUR

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

Deposit for participation in the auction is: **1.514.000 Din** or 22.667 EUR

Starting auction price is: **3.028.000 Din**

Minimum investment in enterprise to be privatized: **1.171.000 Din.**

Most important assets of the enterprise:

A) Buildings (m²):

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

B) Equipments:

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) 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

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

Auction sale code: 201103-(833p

Core activity: Cattle breeding and production of milk

Total estimated value of the capital sale : **34.456.000 Din** or *515.921 EUR

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

Deposit for participation in the auction is: **2.756.000 Din** or 41.274 EUR

Starting auction price is: **5.513.000 Din**

Minimum investment in enterprise to be privatized: **4.321.000 Din.**

Most important assets of the enterprise:

A) Buildings (m²):

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

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

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

Auction sale code: 201103-(835p

Core activity: Publishing activity

Total estimated value of the capital sale : **859.000 Din** or ***12.863 EUR**
That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **43.000 Din** or **643 EUR**

Starting auction price is: **86.000 Din**

Minimum investment in enterprise to be privatized: **150.000 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

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

Auction sale code: 201103-(836p

Core activity: Production of metal structures

Total estimated value of the capital sale : **69.413.000 Din** or ***1.039.349 EUR**
That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **5.553.000 Din** or **83.148 EUR**

Starting auction price is: **11.106.000 Din**

Minimum investment in enterprise to be privatized: **4.314.000 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)

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

C) Land (m²): Land for development: (120692) , 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

5) Basic data on enterprise to be privatized: Socially owned enterprise « BUDUCNOST – TERMOVOD », BEOGRAD**Auction sale code: 201103-(901**

Core activity: Installation of pipes

Total estimated value of the capital sale : 1.787.000 D 1 or *26.750 EUR

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

Deposit for participation in the auction is: 179.000 Dir. or 2.675 EUR

Starting auction price is: 357.000. Din

Minimum investment in enterprise to be privatized: 511.000 Din.

Most important assets of the enterprise:**B) Equipment:**

1) Machine for cutting of coils, 2) Assembled car garage, 3) Lada Karavan (1500), 4) Fiat Punto (55-5P), 5) Lada Samara (1.5)

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	5.531.000	92.961	19.836.000	328.655
Total operating expenditures	6.341.000	106.575	19.788.000	327.860

D) Most important products/services: 1) Plumbing, 2) Sewerage, 3) Heating, 4) Ventilation, 5) Air conditioning**Number of employees:** 14; of which with University degree:1**6) Basic data on enterprise to be privatized: Socially owned enterprise personal and household services « USLUGA », BEOGRAD****Auction sale code: 201103-(902**

Core activity: Cleaning of objects

Total estimated value of the capital sale : 4.931.000 D 1 or *73.831 EUR

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

Deposit for participation in the auction is: 493.000 Dir. or 7.383 EUR

Starting auction price is: 986.000. Din

Minimum investment in enterprise to be privatized: 1.301.000 Din.

Most important assets of the enterprise:**A) Buildings – (m²):**

1. Shop in 27.Marta street 25 (90), 2. Office in Stanoja Glavasa Street 2 (76)

B) Equipment:

1) vacuum cleaner (Competitor), 2) machine for chemical cleaning (Firbimatik 920I), 3) Machine for cleaning of floors (BM 1708), 4) Van (Zastava)

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	29.585.000	497.244	16.397.000	271.676
Total operating expenditures	29.436.000	494.739	17.296.000	286.571

D) Most important products/services: 1) Cleaning of objects, 2) Washing and chemical (dry) cleaning**Number of employees:** 120; of which with University degree:2

7) Basic data on enterprise to be privatized: Joint stock construction enterprise with limited liability « IZGRADNJA », VALJEVO

Auction sale code: 201103- (903

Core activity: Construction and specialized works

Total estimated value of the capital sale: **5.093.000 din.** or **715.258 EUR** ,
That is **63.154 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **509.000 din** or **7.126 EUR**.

Starting auction price is: 1.019.000 din.

Minimum investment in enterprise to be privatized: **312.000 din.**

Most important assets of the enterprise:

1. Management building (157), 2. Warehouse building (214)

1) Passenger vehicle (Zastava 101), 2) Cement mixer, 3) Sphere power saw

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	11.159.000	187.553	6.554.000	108.591
Total operating expenditures	8.433.000	141.736	7.113.000	117.853

D) Most important products/services: 1) Basic construction works, 2) Cement works, 3) Insulation works

Number of employees: 15; **of which with University degree:**0

8) Basic data on enterprise to be privatized: Socially owned enterprise with limited liability for production of reinforced material « ZVEZDA », KOVIN

Auction sale code: 201103- (904

Core activity: Production of faucets and valves

Total estimated value of the capital sale : **74.159.000 Din** or ***1.110.422 EUR**

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

Deposit for participation in the auction is: **8.738.000 Din** or **130.845 EUR**

Starting auction price is: 17.477.000. Din

Minimum investment in enterprise to be privatized: **6.840.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Polishing department and galvanizing (515), 2. Foundry of non-ferrous materials (453), 3. Major warehouse (434), 4. Machine processing building (399), 5. Management building (283)

B) Equipments:

1) Friction press , 2) Furnace ZIP, 3) Clapper table, 4) universal sharpening machine , 5) Lathe NILES 145

C) Land (m²): Land for development: (10893), Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	117.937.000	1.982.201	138.777.000	2.299.346
Total operating expenditures	107.196.000	1.801.674	119.008.000	1.971.800

D) Most important products/services: 1) Production of plumbing and sanitary armature, 2) Processing of secondary raw materials, 3) Industrial cooperation

Number of employees: 190; **of which with University degree:**6

**9) Basic data on enterprise to be privatized: DOO Enterprise for production, mediation, services, wholesale and retail trade, export and import
« PRO GALVANO MIKRO METAL » , BEOGRAD**

Auction sale code: 201103-1 905

Core activity: Manufacture of electric batteries and primary cells

Total estimated value of the capital sale : 27.538.000 Din or *412.342 EUR

That is 9.989 % of the total capital of the enterprise.

Deposit for participation in the auction is: 2.754.000 Din or 41.234 EUR

Starting auction price is: 5.508.000. Din

Minimum investment in enterprise to be privatized: 9.346.000 Din.

Most important assets of the enterprise:

A) Buildings - (m²):

1. Office space - usage right (145), 2. Department store (1470), 3. Hall (792), 4. Service - usage right (1208), 5. Shop - usage right (155), 6. Service - usage right (296), 7. Office - holder (30)

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

B) Equipment:

1) vehicle (Caddy furgon), 2) van (Daimler), 3) shelves for goods, 4) Computer (466 MHZ), 5) Anti fire system

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	107.854.000	1.812.733	193.220.000	3.201.392
Total operating expenditures	102.643.000	1.725.150	184.026.000	3.049.060

D) Most important products/services: 1) Production of electric batteries, 2) Repair of household appliances

Number of employees: 129; of which with University degree:7

10) Basic data on enterprise to be privatized: Socially owned tourist and restaurant management enterprise « PODRINJE » , LJUBOVIJA

Auction sale code: 201103-1 906

Core activity: Restaurants

Total estimated value of the capital sale : 37.436.000 Din or *560.546 EUR

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

Deposit for participation in the auction is: 4.492.000 Din or 67.266 EUR

Starting auction price is: 8.985.000. Din

Minimum investment in enterprise to be privatized: 2.046.000 Din.

Most important assets of the enterprise:

A) Buildings - (m²):

1. Motel «Letnjikovac» (1800), 2. Restaurant «Sport» (52), 3. Restaurant «Soko» (291), 4. Management building and restaurant «Drina» (731), 5. Restaurant «Putnik» (94)

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

B) Equipment:

1) Electric turnace , 2) Heating boiler, 3) sitting set «Maja», 4) Restaurant chairs (102 chairs), 5) Refrigerator AK

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	9.451.000	158.846	10.170.000	168.503
Total operating expenditures	11.228.000	188.712	12.981.000	215.077

D) Most important products/services: 1) Accommodation, 2) Feeding, 3) Serving of drinks

Number of employees: 49; of which with University degree:0

**11) Basic data on enterprise to be privatized: DOO enterprise for production of textile products
« BANACANKA PROMET » PANCEVO**

Auction sale code: 201103-1 907

Core activity: Production of knitted and crocheted pullovers

Total estimated value of the capital sale : **8.194.000 Din** or *122.697 EUR
That is **34.3 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **819.000 Din** or 12.270 EUR

Starting auction price is: **1.639.000. Din**

Minimum investment in enterprise to be privatized: **1.796.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Factory building – manufacturing plant – usage right (1470), 2. Shop – kiosk «Universal» – usage right (9), 3. Metal garage – usage right (39), 4. Boiler room – usage right (86), 5. Compressor station – usage right (14)

B) Equipment:

1) Sewing machine (Singer), 2) Sewing machine (Singer), 3) Sewing machine (NECCMI), 3) Vehicle (Zastava – Lada), 4) Sewing machine (Singer), 4) Double needle

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

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	2.874.000	48.304	4.907.000	81.302
Total operating expenditures	7.536.000	126.660	10.147.000	168.122

D) Most important products/services: 1) T-shirts, 2) baby program, 3) Gloves, 4) Other ready to wear clothes, 5) Sewing services

Number of employees: 21; **of which with University degree:**1

**12) Basic data on enterprise to be privatized: Socially owned enterprise for transporting, unloading and warehousing of goods and freight
« TRANSPORT – VOZDOVAC » , BEOGRAD**

Auction sale code: 201103-1 908

Core activity: Reloading of freight

Total estimated value of the capital sale : **114.446.000 Din** or *1.713.654 EUR
That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **11.445.000 Din** or 171.365 EUR

Starting auction price is: **22.889.000. Din**

Minimum investment in enterprise to be privatized: **6.883.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building – Vozdovacki kruzni put number 6 – usage right (1208), 2. Warehouse – Vozdovacki kruzni put number 6 – usage right (4293), 3. Management building (Bacvanska KP 383/2), 4. Doorman's booth – usage right (7), 5. Shelter – usage right (78)

B) Equipment:

1) Vehicle (Zastava – Lada), 2) Vehicle (Zastava – Lada), 2,3t), 3) TAM 1 (130t/1/43), 4) 5H)

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

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	49.217.000	827.204	61.991.000	1.027.106
Total operating expenditures	53.024.000	891.190	62.231.000	1.031.083

D) Most important products/services: 1) Services of transporting workers, 2) Vehicles

Number of employees: 174; **of which with University degree:**2

13) Basic data on enterprise to be privatized: Socially owned enterprise – Valjevo’s industry of leather, fur, ready to wear clothes and haberdashery with full liability « VIK », VALJEVO

Auction sale code: 201103-1 909

Core activity: Tanning and processing of leather

Total estimated value of the capital sale : 135.079.000 Din or *2.022.597 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 16.209.000 Din or 242.711 EUR

Starting auction price is: 32.419.000. Din

Minimum investment in enterprise to be privatized: 1.932.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. hall for manufacture of fu and leather (4102), 2. Management building with garage (354), 3. Car covers plant and warehouse of chemicals (1229), 4. Hall in Kamenjca (252), 5. Hall in Pocuti (879), 6. Warehouse of ready made goods and carpentry workshop (973)

C) Land (m²): Land for development: (21215), Agricultural land: (0)

B) Equipment:

(1) Machine for production of meat from the fur (* ersijefrej), 2) Spalt machine (mejsijerica), 3) Peugeot bus, 4) machine for measuring of leather (Miret), 5) Faltz machine (Rici), 6) Truck furgon (12 ADF)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	35.240.000	592.289	24.417.000	404.556
Total operating expenditures	55.075.000	925.661	53.519.000	886.737

D) Most important products/services: 1) Production “Glat leather”, 2) Production “Krzno”, 3) Production “HTZ”, 4) Production “Modna konfekcija”, 5) Production “Rukavice”
Number of employees: 262; **of which with University degree:**3

14) Basic data on enterprise to be privatized: Socially owned enterprise for production and retail sale of mill and baked products « MLINPEK », BOJNIK

Auction sale code: 201103-1 910

Core activity: Production of mill products

Total estimated value of the capital sale : 24.316.000 Din or *364.715 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 2.432.000 Din or 36.472 EUR

Starting auction price is: 4.863.000. Din

Minimum investment in enterprise to be privatized: 3.169.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Mill (326), 2. Silo (500), 3) Bakery (164), 4. Mill for simple milling (150), 5. Cement building (150)

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

B) Equipment:

1) Silo equipment (Pobeda), 2) Equipment in the bakery – line one (Mlinoservis), 3) Wheat mill, 4) Furnace

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	33.025.000	555.061	30.179.000	500.025
Total operating expenditures	32.524.000	546.640	36.869.000	611.316

D) Most important products/services: 1) Flour, 2) Cattle flour, 3) Baked products, 4) Milling of wheat
Number of employees: 59; **of which with University degree:**3