

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 29.10.2003. until 20.11. 2003 from: The Privatization Agency, Bulevar Mihajla Pupina 10 (5th floor) , Novi Sad.

Deadline for submitting of applications is 21.11.2003. 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 011203* Privatization Agency, Bulevar Mihajla Pupina 10 (5th floor) , Novi Sad. 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 **01.12.2003** at: JP Sport Business Center "VOJVODINA" ("SPENS"), Amphitheatre on I floor (entrance from outside direction of District Court or escalators at ground floor), Sutjeska 2 Novi Sad at 11:00 a.m. Registration of the participants will take place on **01.12.2003.** 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 (01.12.2003). 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 (01.12.2003.). 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 (21) 452-959; Fax: +381 (21) 4529-67. Visits may take place from 22.10.2003 until 20.11.2003.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 29.10.2003.

** 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:

The Auction commission that is chosen by the Privatization Agency performs Sale of capital by Public Auction. Supervision of the Auction, registration of the participants, declaring of the unsuccessful auction, the Commission that is also involved in other activities concerning the auction in accordance with the law does signing of the auction minutes. 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 raises 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: Joint stock servicing trading enterprise
« REMONT », SREMSKA MITROVICA**

Auction sale code: 011203-1 220p

Core activity: maintenance and repair of motor vehicles

Total estimated value of the capital sale : 3.579.000 Din or *53.673 EUR

That is 51.534 % of the total capital of the enterprise.

Deposit for participation in the auction is: 179.000 Din. or 2.684 EUR

Starting auction price is: 358.000 Din

Minimum investment in enterprise to be privatized: 729.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Building – technical examination (200), 2) Hall – workers building (400), 3. Hall – workers building (150), 4. Workshop for washing of vehicles (80), 5. Service Adasevci (300)

B) Equipment:

an BN –23), 3) Compressor (Eina, Van), 4)

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

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	17.282.000	342.218	16.314.000	274.194
Total operating expenditures	16.813.000	332.931	21.320.000	358.331

D) Most important products/services: 1) Servicing and repair of vehicles

Number of employees: 98; of which with **University degree:** 4

**2) Basic data on enterprise to be privatized: Socially owned enterprise for manufacture of metal goods, wholesale and retail import –export with full liability
« ELAN », CURUG**

Auction sale code: 011203-1 572p

Core activity: Manufacture of other metalproducts

Total estimated value of the capital sale : 3.307.000 Din or *49.592 EUR

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

Deposit for participation in the auction is: 165.000 Din. or 2.480 EUR

Starting auction price is: 331.000 Din

Minimum investment in enterprise to be privatized: 965.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (251), 2) Manufacture hall (484), 3. Object B (306)

B) Equipment:

polishing machines (URB 750A), 4) Welding machine (Gorenje), 5) Furniture (chairs and tables)

C) Land (m²):

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	4.795.000	94.950	5.063.000	85.095
Total operating expenditures	10.897.000	215.782	9.102.000	152.980

D) Most important products/services: 1) Painting pistol, 2) Zip machine, 3) Vise, 4) PC– 50, 5) Pump

Number of employees: 60; of which with **University degree:** 2

3) Basic data on enterprise to be privatized: Socially owned construction enterprise « NAPREDAK », VRBAS

Auction sale code: 0112003-0851p

Core activity: Other construction and specialized works

Total estimated value of the capital sale : 44.215.000 Din or *663.021 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 2.211.000 Din or 33.151 EUR

Starting auction price is: 4.421.000 Din

Minimum investment in enterprise to be privatized: 3.773.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (1119), 2. Brick plant (1486), 3. Mechanization (620), 4. Wood storage (926), 5. Reinforced plant (324)

B) Equipment:

1) Machine for production of concrete blocks (Beton blokovi), 2) Machine for production of concrete slabs (Beton ploce), 3) Machine for production of disperse tables (Ragran), 4) Ditch digger (K.DAKIC), 5) Light construction mechanization

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	52.552.000	883.257	56.115.000	929.749
Total operating expenditures	56.105.000	942.973	56.601.000	970.939

D) Most important products/services: 1) Apartments, 2) Halls, 3) Offices, 4) Cement

Number of employees: 169; of which with University degree:4

4) Basic data on enterprise to be privatized: Joint stock clothing enterprise « ZELJEZNICAR », SUBOTICA

Auction sale code: 011203-854p

Core activity: Production of mill products

Total estimated value of the capital sale : 149.467.000 Din or *2.241.311 EUR
That is 66.346 % of the total capital of the enterprise.

Deposit for participation in the auction is: 7.473.000 Din or 112.066 EUR

Starting auction price is: 14.947.000 Din

Minimum investment in enterprise to be privatized: 7.644.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Manufacture hall and warehouse (1420), 2. Tailoring department, finishing and sewing hall (1912), 3. Management building (162), 4. Tailoring premise (824)

B) Equipment:

1) Line for suits and sewing machines (other), 2) Line for suits and sewing machines (other), 4) Line for trousers, double needle (Strobel)

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	139.987.000	2.352.802	122.510.000	1.029.824
Total operating expenditures	148.680.000	2.498.908	142.220.000	2.356.391

D) Most important products/services: 1) Manufacture of heavy clothes, 2) Male fashion clothes, 3) Female fashion clothes

Number of employees: 230; of which with University degree:8

5) Basic data on enterprise to be privatized: Joint stock enterprise industry of construction material « BACKA », MALI IDJOS

Auction sale code: 011203-1 859p

Core activity: Production of cement

Total estimated value of the capital sale : 31.200.000 Din or *467.857 EUR
That is 69.188 % of the total capital of the enterprise.

Deposit for participation in the auction is: 2.496.000 Din or 37.429 EUR

Starting auction price is: 4.992.000 Din

Minimum investment in enterprise to be privatized: 3.009.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Clay storing plateau (210C.), 2. Factory building (750), 3. Drying production hall (1075), 4. Tunnel furnace hall (2500)

B) Equipment:

1) Drying machine in warehouse for clay, 3) Drying machine equipment, 4) Drying wagons, 5) Tunnel furnace equipment

C) Land (m²): Land for development: (211541), Agricultural land: (0)

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	98.829.000	1.661.047	78.534.000	1.301.201
Total operating expenditures	102.602.000	1.724.461	94.481.000	1.565.421

D) Most important products/services: 1) Thermal blocks, 2) Putty blocks, 3) Block fillings, 4) Fert joists

Number of employees: 148; of which with University degree:1

6) Basic data on enterprise to be privatized: Socially owned enterprise for manufacture, sale and services with shares « APOS », APATIN

Auction sale code: 011203-1 940

Core activity: Recycling of metal waste and left overs

Total estimated value of the capital sale : 14.500.000 Din or *217.437 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 1.450.000 Din or 21.744 EUR

Starting auction price is: 2.900.000 Din

Minimum investment in enterprise to be privatized: 1.510.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Shop – usage right (248), 2. Warehouse I « Toviliste» – usage right (608), 3. Manufacturing hall – 2 – usage right (656), 4. Management building – usage right (243), 5. Eaves – usage right (310), 6. Warehouse 2 – usage right (586), 7. Building without specific use – usage right (325)

B) Equipment:

1) Water supply station, 2) Water supply station, 3) Water supply station,

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	14.452.000	242.899	14.209.000	235.424
Total operating expenditures	14.286.000	240.109	15.626.000	258.901

D) Most important products/services: 1) Recycling of iron, 2) Recycling of paper, 3) Recycling of electric batteries, 4) Recycling of aluminium, 5) Recycling of copper

Number of employees: 16; of which with University degree:1

7) Basic data on enterprise to be privatized: DOO enterprise for production and services « INTERPAK », RUMA

Auction sale code: 011203-1 941

Core activity: Book binding and final works

Total estimated value of the capital sale : 11.528.000 Din or *172.873 EUR

That is 28.259 % of the total capital of the enterprise.

Deposit for participation in the auction is: 1.153.000 Din or 17.287 EUR

Starting auction price is: 2.306.000 Din

Minimum investment in enterprise to be privatized: 13.506.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (351), 2. Type setting section (420), 3. Book binding section (310), 4. Printing (510), 5. Salt production – packing section (410)

B) Equipment:

Printing machine (Roland B1 two color offset), 3)

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	34.512.000	580.053	14.362.000	237.959
Total operating expenditures	41.831.000	703.066	25.050.000	415.044

D) Most important products/services: 1) Printed materials

Number of employees: 16; of which with University degree:0

8) Basic data on enterprise to be privatized: Socially owned enterprise production of construction material « TELECKA », KULA

Auction sale code: 011203-1 942

Core activity: Production of bricks and clay roof tiles

Total estimated value of the capital sale : 33.234.000 Din or *498.349 EUR

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

Deposit for participation in the auction is: 3.988.000 Din or 59.802 EUR

Starting auction price is: 7.976.000 Din

Minimum investment in enterprise to be privatized: 2.215.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (201), 2. Paletting hall (1000), 3. Laying section (1800), 4. Manufacture hall with drying department (2125), 5. Crude oil storage (110), 6. Machine hall (200), 7. Cement plateau (4402)

B) Equipment:

Transporting trolley, 4) Forklift (TU – 32) ,
rig trailer

C) Land (m²): Land for development: (107583) , Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	35.933.000	603.936	21.047.000	348.720
Total operating expenditures	33.670.000	565.901	32.108.000	531.986

D) Most important products/services: 1) Façade bricks, 2) Putty bricks, 3) Three channel bricks, 4) Full brick, 5) Block type of goods

Number of employees: 56; of which with University degree:4

9) Basic data on enterprise to be privatized: Socially owned enterprise for production of construction material « CIGLANA », TITEL

Auction sale code: 011203-1 943

Core activity: Manufacture of bricks and clay roof tiles

Total estimated value of the capital sale : 13.784.000 Din or *206.695 EUR

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

Deposit for participation in the auction is: 1.378.000 Din or 20.669 EUR

Starting auction price is: 2.757.000 Din

Minimum investment in enterprise to be privatized: 2.656.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Warehouse space (180), 2. Shack for materials (1470), 3. Furnace for baking of bricks (825), 4. Garage (170), 5. Machine building (120), 6. Warehouse building (180)

B) Equipment:

1) Dining table, 4) Table transporter, 5) Fine mill

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	17.337.000	291.388	18.872.000	312.683
Total operating expenditures	21.367.000	359.121	24.297.000	402.568

D) Most important products/services: 1) Full bricks

Number of employees: 27; of which with University degree:0

10) Basic data on enterprise to be privatized: Socially owned wholesale and retail trading enterprise

« BEOCIN », BEOCIN

Auction sale code: 011203-1 911

Core activity: Retail sale of metal goods and paints

Total estimated value of the capital sale : 2.751.000 Din or *41.310 EUR

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

Deposit for participation in the auction is: 275.000 Din or 4.131 EUR

Starting auction price is: 550.000 Din

Minimum investment in enterprise to be privatized: 1.279.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (2091),

B) Equipment:

1) Telephone switchboard (Panasonic), 2) Computer (PC- AT), 3) Printer (Epson), 4) PC power supply unit

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	9.542.000	160.375	5.328.000	88.278
Total operating expenditures	10.852.000	182.393	11.077.000	183.531

D) Most important products/services: 1) Retail sale

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

11) Basic data on enterprise to be privatized: Joint stock enterprise for local and foreign trade and representation services « PRODUKTIVA », NOVI SAD

Auction sale code: 011203-1 912

Core activity: Wholesale of seeds and food

Total estimated value of the capital sale : 15.128.000 Din or *227.176 EUR
That is 68.824 % of the total capital of the enterprise.

Deposit for participation in the auction is: 1.513.000 Din or 22.718 EUR

Starting auction price is: 3.026.000 Din

Minimum investment in enterprise to be privatized: 1.261.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Office space (218), 2. Garage in Pariske komune street (17), 3. Three garage spaces in garage (32), 4. Warehouse for hops – joint owner with 1/3 of ownership (3000)

B) Equipment:

with telephone (Electronski), 3) Computers

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	37.746.000	634.408	32.637.000	540.751
Total operating expenditures	36.079.000	606.390	34.135.000	565.570

D) Most important products/services: 1) Services in foreign trade for final consumers

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

12) Basic data on enterprise to be privatized: Socially owned enterprise furniture industry with full liability « UMETNOST », BACKA TOPOLA

Auction sale code: 011203-1 913

Core activity: Culture and education

Total estimated value of the capital sale : 54.678.000 Din or *821.083 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 5.965.000 Din or 89.573 EUR

Starting auction price is: 11.930.000 Din

Minimum investment in enterprise to be privatized: 7.962.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (53), 2. Warehouse of finished goods (2675), 3. Manual manufacturing hall (2430), 4. Machine processing building (1785), 5. Exterior hall (2152), 6. Warehouse of timber (2400), 7. Service, boiler room (736), 8. Office space (Belgrade) (94)

B) Equipment:

vehicle (Zastava 101 Skala), 3) Passenger mpo), 5) Equipment for signalization, 6)

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	126.867.000	2.132.290	131.298.000	2.175.429
Total operating expenditures	120.097.000	2.018.505	135.250.000	2.240.908

D) Most important products/services: 1) Kitchen elements, 2) Other pieces of furniture

Number of employees: 243; of which with University degree:8

**13) Basic data on enterprise to be privatized: Joint stock enterprise for transporting of goods by road
« DINAMO TRANSPORT », SUBOTICA**

Auction sale code: 011203-1 914

Core activity: Transporting of goods by road

Total estimated value of the capital sale : **6.703.000 D** 1 or *100.653 EUR
That is **57.522 %** of the total capital of the enterprise.
Deposit for participation in the auction is: **804.000 Dir.** or **12.078 EUR**
Starting auction price is: **1.609.000 Din**
Minimum investment in enterprise to be privatized: **1.616.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Technical building (390), 2. Diagnostic center – technical control of vehicles (154), 3. Commercial building – part of the building (100), 4. Doorman's booth (15), 5. Gas station (2)

B) Equipment:

1) Passenger vehicle (4 vehicles) (Raba), 3) Freight vehicle (4 vehicles) (Gorica), 5) Semi trailer (Gorica)

C) Land (m²): Land for development: (7300), Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	22.069.000	370.920	13.330.000	220.860
Total operating expenditures	22.113.000	371.660	19.940.000	330.379

D) Most important products/services: 1) Transporting of goods by road
Number of employees: 46; **of which with University degree:** 1

14) Basic data on enterprise to be privatized: Joint stock enterprise for projecting, engineering and consulting « BIRO 54 », ZRENJANIN

Auction sale code: 011203-1 915

Core activity: Projecting of construction and other objects

Total estimated value of the capital sale : **4.508.000 D** 1 or *67.695 EUR
That is **69.293 %** of the total capital of the enterprise.
Deposit for participation in the auction is: **451.000 Dir.** or **6.769 EUR**
Starting auction price is: **902.000 Din**
Minimum investment in enterprise to be privatized: **607.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Administration building E- V (27), 2. Administration building E- IV (56), 3. Administration building E- III (585)

), 3) Pentium (P-3), 4) Laser printer

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	7.467.000	125.500	7.422.000	122.972
Total operating expenditures	8.244.000	138.559	9.288.000	153.889

D) Most important products/services: 1) Projecting of construction and other objects
Number of employees: 17; **of which with University degree:** 6

15) Basic data on enterprise to be privatized: Socially owned enterprise for final works in construction « DUGA », SUBOTICA

Auction sale code: 011203-1 916

Core activity: Painting and glass fitting

Total estimated value of the capital sale : 1.523.000 D 1 or *22.866 EUR

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

Deposit for participation in the auction is: 210.000 Dir. or 3.158 EUR

Starting auction price is: 421.000 Din

Minimum investment in enterprise to be privatized: 76.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Bakery with basement and boiler room (4370), 2. Shop number 1, Vrbas, M.Tita 102 (85), 3. Shop number 2, Vrbas, Petra Seguljeva 14 (57), 4. Kiosk in the circle, Vrbas, Kulski put bb (27)

B) Equipment:

1) Computer (PC), 4) Electric mixer, 5) Pivot

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	3.384.000	56.876	5.808.000	96.231
Total operating expenditures	3.866.000	64.977	6.381.000	105.724

D) Most important products/services: 1) Final works in construction
Number of employees: 16; **of which with University degree:** 1