

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 14.11.2003. until 17.12.2003 from: The Privatization Agency, Terazije 23/V, room number 511

Deadline for submitting of applications is 18.12.2003. 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 261203* 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 **26.12.2003** at: The Privatization Agency, Terazije 23/II, Beograd at 11:00 a.m. Registration of the participants will take place on **26.12.2003.** 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 (26.12.2003). 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 (26.12.2003). 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 (11) 3020-804; 011/3020-803 Fax: +381 (11) 3020-881. Visits may take place from 14.11.2003 until 17.12.2003.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 14.11.2003.

** 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, 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 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, 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 trading enterprise «GOLD CENTAR», Uzice

Auction sale code: 261203-1 575p

Core activity: Wholesale trading

Total estimated value of the capital sale : 2.392 Din or *35.237 EUR
That is 70 % of the total capital of the enterprise.
Deposit for participation in the auction is: 120.000 Dir. or 1.766 EUR
Starting auction price is: 239.000. Din
Minimum investment in enterprise to be privatized: 913.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. «Toplicanka» (111), 2. Diskont (30), 3. Garage (56)

B) Equipment:

1) Computer (Pentium), 2) Telephone operator (Fonit 4T), 3) Shelves for goods, 4) Office armchairs and desks

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	10.832.000	214.495	12.381.000	208.091
Total operating expenditures	10.950.000	216.832	12.935.000	217.402

D) Most important products/services: 1) Wholesale and retail trade
Number of employees: 12; of which with University degree: 2

2) 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: 261203-1 719p

Core activity: Construction installations

Total estimated value of the capital sale : 14.785.000 Din or *218.361 EUR
That is 70 % of the total capital of the enterprise.
Deposit for participation in the auction is: 739.000 Dir. or 10.918 EUR
Starting auction price is: 1.479.000 Din
Minimum investment in enterprise to be privatized: 2.020.000 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):

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

3) Basic data on enterprise to be privatized: Export import enterprise for processing of fruits and vegetables « JARMENOVCI», JARMENOVCI**Auction sale code: 261203- 814p**

Core activity: Processing and canning of fruits and vegetables

Total estimated value of the capital sale : 172.603.000 Din or *2.549.150 EUR
That is 70 % of the total capital of the enterprise.**Deposit** for participation in the auction is: 13.808.000 Din or 203.932 EUR**Starting auction price** is: 27.616.000 Din**Minimum investment** in enterprise to be privatized: 8.558.000 Din.**Most important assets of the enterprise:****A) Buildings – (m²):**

1. Factory building with cold storage plant (5215), 2. New boiler room (710), 3. New warehouse (720), 4. Warehouse for cardboard packing material (196), 5. Management building – old factory (1742)

B) Equipment:

ices), 3) Pasteurizing machine, 4) Steam

C) Land (m²): Land for development: (0), Agricultural land: (8763)**Financial information for year:****2001.****2002.**

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	110.833.000	1.862.802	108.689.000	1.800.828
Total operating expenditures	112.295.000	1.887.374	118.033.000	1.955.646

D) Most important products/services: 1) Pasteurized cherries, 2) Preserved fruits, 3) Marmelads and jams, 4) Frozen fruits, 5) Sterilized string beans, 6) Stew, 7) Frozen vegetables**Number of employees:** 190; of which with University degree:4**4) Basic data on enterprise to be privatized: Socially owned typography and publishing activity enterprise « KULTURA » , BEOGRAD****Auction sale code: 261203- 031**

Core activity: Publishing of books, brochures and similar

Total estimated value of the capital sale : 160.948.000 Din or *2.377.030 EUR
That is 70 % of the total capital of the enterprise.**Deposit** for participation in the auction is: 19.314.000 Din or 285.244 EUR**Starting auction price** is: 38.628.000. Din**Minimum investment** in enterprise to be privatized: 3.119.000 Din.**Most important assets of the enterprise:****A) Buildings – (m²):**

1. Warehouse (3373), 2. Basement (shelter) (764), 3. Power supply station (102), 4. Doorman's booth (48), 5. Apartment (Bele Vode) (32), 6. Apartment (Novi Beograd) (30), 7. Apartment (Zemun) (43)

B) Equipment:

1) Printing machine (1981 t.201), 3) Offset printing machine («ROLAND» 2010), 4) Offset printing machine («ROLAND» 2020B), 5) Offset press for trial prints (Alpha 104**), 6) Two color offset machine («SORMZ»)

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	29.018.000	487.714	49.562.000	821.175
Total operating expenditures	32.459.000	545.548	52.308.000	866.672

D) Most important products/services: 1) Books, brochures, newspapers, 2) Magazines, illustrations, 3) Labels, calendars, 4) Leather and paper accessories, 5) Foreign trade**Number of employees:** 108; of which with University degree:3

5) Basic data on enterprise to be privatized: Socially owned enterprise for industrial and construction material « MORAVA », LESKOVAC

Auction sale code: 261203- 033

Core activity: Manufacture of bricks and clay roof tiles

Total estimated value of the capital sale : 108.906.000 Din or *1.608.424 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 13.069.000 Din or 193.011 EUR

Starting auction price is: 26.137.000. Din

Minimum investment in enterprise to be privatized: 38.944.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Production hall – west (1908), 2. Production hall – east (669), 3. Roof tiles hall (914), 4. Artificial dryer (2231), 5. Circle furnace with gallery (2237)

B) Equipment:

Tools for roof tiles 2000 for press 8 PN, 4) or 2 lines for roof tile production, 6) Cart

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	160.422.000	2.696.259	127.591.000	2.114.009
Total operating expenditures	172.644.000	2.901.677	155.578.000	2.577.719

D) Most important products/services: 1) Faltz roof tiles, 2) Valve roof tiles, 3) Monta TM16 250x250x160, 4) Monta TM16 250x250x120, 5) Fert monta 280x250x140, 6) Shallow blocks 12 250x250x120

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Number of employees: 183; **of which with University degree:**6