

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 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 12.12.2003. until 20.01.2004 from: The Privatization Agency, Terazije 23/V, room number 511

Deadline for submitting of applications is 21.01.2004. 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 290104"
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 **29.01.2004.** at: The Privatization Agency of the Republic of Serbia, Terazije 23/II, Beograd at 11:00 a.m. Registration of the participants will take place on **29.01.2004.** 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 (29.01.2004). 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 (29.01.2004). 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 12.12.2003 until 20.01.2004.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 12.12.2003.

** 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: Enterprise for production, processing, cooperation and sale with full liability « POLJOPRIVREDA » , DRAGOCVET

Auction sale code: 290104-(871

Core activity: Cultivation of wheat, other crops and plants

Total estimated value of the capital sale : 4.919.000 D n or *72.002 EUR

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

Deposit for participation in the auction is: 492.000 Din. or 7.200 EUR

Starting auction price is: 984.000. Din

Minimum investment in enterprise to be privatized: 362.000 Din.

Most important assets of the enterprise:

A) Buildings - (m²):

1. Silos (2000) 2. Mill building (321) 3. Blue warehouse (188),
4. Warehouse (334) 5. Doorman's booth (21)

B) Equipment:

1) Mill equipment (25 T) 2) Silos equipment 3) Tractor (UMZ) 4) Combine (Zmaj)
5) Truck (FAP-Mercedes)

C) Land (m²): Land for development: (1666), Agricultural land: (53036)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	0	0	5.609.000	87.632
Total operating expenditures	0	0	9.294.000	145.205

D) Most important products/services: 1) Flour production 2) Cherries production 3) Cattle flour production 4) Cattle fodder production 5) Wheat production
Number of employees: 39; of which with University degree:4

2) Basic data on enterprise to be privatized: Socially owned agricultural enterprise « ZLATAR » , MRAMORAK

Auction sale code: 290104-(950p

Core activity: Growing of wheat and other seedlings

Total estimated value of the capital sale : 143.535.000 Din or *2.101.000 EUR

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

Deposit for participation in the auction is: 7.177.000 Din or 105.050 EUR

Starting auction price is: 14.354.000. Din

Minimum investment in enterprise to be privatized: 11.368.000 Din.

Most important assets of the enterprise:

A) Buildings - (m²):

1. Machine workshop KP 22z6 (800), 2. New hangar KP 2227 (2400), 3. Farm of young cows, stable KP 690 (4340), 4. Trench silo (765), 5. Pig fattening premise (4205), 6. Mixer for cattle fodder with warehouse (450)

B) Equipment:

1) Combine (CASSE), 2) Tractor (ZIS-10245 S), 3) Disc narrow (TVT - 185.4), 4) Sprinkler (RAU 2200), 5) Adapter for corn (GERING HOF), 6) Plow - 2 pieces (cop 229314, rs 25 6/5)

C) Land (m²): Land for development: (0), Agricultural land: (10879424)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	69.327.000	1.165.199	68.866.000	1.141.016
Total operating expenditures	61.192.000	1.028.472	71.205.000	1.179.770

D) Most important products/services: 1) Wheat, 2) Mustard, 3) Oleaceous plant, 4) Sunflower, corn, soya, barley 5) Seeding wheat, 6) Alfalfa's swath 7) Forest,
Number of employees: 80; of which with University degree:3

**3) Basic data on enterprise to be privatized: Socially owned hairdressing and beautician enterprise
« MIMOZA » , BEOGRAD**

Auction sale code: 290104-(952p

Core activity: Hairdressing and other beauty treatments

Total estimated value of the capital sale : 2.520.000 D in or *36.893 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 142.000 Din or 2.074 EUR

Starting auction price is: 283.000. Din

Minimum investment in enterprise to be privatized: 21.000 Din.

Most important assets of the enterprise:

A) Buildings - (m²):

1. Shop in Srpskih vladara 60 - usage right (10), 2. Shop in Pere Cetkovicica 8 - usage right (97)

B) Equipment: 1) Quartz furnace, 2) Hair cutting machine, 3) Bonnet, 4) Blow drier, 5) Calculator

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	3.579.000	60.153	4.500.000	74.559
Total operating expenditures	3.920.000	65.885	5.113.000	84.715

D) Most important products/services: 1) Hair cut, 2) Dying of hair, 3) Preparation of hair, 4) Hair styles, 5) Body treatments

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

4) Basic data on enterprise to be privatized: Socially owned printing house « RUDAR » , MAJDANPEK

Auction sale code: 290104-(955p

Core activity: Printing and other activities

Total estimated value of the capital sale : 655.000 Din or *9.580 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 52.000 Din or 767 EUR

Starting auction price is: 105.000. Din

Minimum investment in enterprise to be privatized: 169.000 Din.

Most important assets of the enterprise:

A) Buildings - (m²):

1. Printing house building (239), 2. Zincography building (35), 3. Business premises (34), 4. Garage (18), 5. Garage (17)

B) Equipment:

1) Lithographic machines (Lenjingrad N-15) (2 pieces), 3) Kolo print machine B4, 4) Avast komayur 315, B3, 5) Grafopress, B4, 6) Knife (Berthold & Stempel Polar Mohr 112 ST and Adast Blansko MX 800 - 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	2.288.000	38.455	1.359.000	22.517
Total operating expenditures	2.942.000	49.447	2.864.000	47.453

D) Most important products/services: 1) Book binding activities, 2) Printing of leaflets, newspapers, 3) Binding of books, 4) Printing of various forms

Number of employees: 22; of which with University degree:0

5) Basic data on enterprise to be privatized: Socially owned enterprise for transportation, trade, tourism and restaurant management « AUTOTRANSPORT » , BOSILEGRAD

Auction sale code: 290104-1 956p

Core activity: Transporting of passengers by road

Total estimated value of the capital sale : 15.075.000 Din or *220.659 EUR

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

Deposit for participation in the auction is: 754.000 Din or 11.033 EUR

Starting auction price is: 1.507.000. Din

Minimum investment in enterprise to be privatized: 9.613.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (180), 2. Bus station building (162), 3. Technical examination building (234), 4. Building for servicing and repair of cars (837), 5. Shop (20)

B) Equipment:

1) Busses (FAP sanos), 2) trucks (FAP 1620), 3) low truck (Raba 526), 4) Machine and equipment for repair workshop, 5) Complete equipment for technical examination

C) Land (m²): Land for development: (814), Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	37.661.000	632.979	29.981.000	496.744
Total operating expenditures	45.674.000	767.656	39.598.000	656.085

D) Most important products/services: 1) Transporting of passengers and goods by road, 2) Repair of road motor vehicles, 3) Technical examination of motor vehicles, 4) Trade in mixed goods, 5) Tourism and restaurant management

Number of employees: 105; of which with University degree:9

6) Basic data on enterprise to be privatized: Socially owned enterprise for manufacture of quilts, mattresses and bed linens « POBEDA » , PIROT

Auction sale code: 290104-1 039

Core activity: Manufacture of household cloths

Total estimated value of the capital sale : 2.047.000 Din or *29.961 EUR

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

Deposit for participation in the auction is: 246.000 Din or 3.595 EUR

Starting auction price is: 491.000. Din

Minimum investment in enterprise to be privatized: 247.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (247), 2. Manufacture hall (94), 3. Shop number 5 (27), 4. Shop number 9 (32)

B) Equipment:

1) Necchi machines (NECMIS) 2) Tools and inventory, 3) Metal shelf, 4) Exhibiting stand, 5) Tailoring machine

C) Land (m²): Land for development: (423), Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	1.532.000	25.749	2.063.000	34.181
Total operating expenditures	4.050.000	68.070	4.801.000	79.546

D) Most important products/services: 1) Quilts, 2) Mattresses, 3) Bed linen, 4) Pillows, 5) Blankets

Number of employees: 33; of which with University degree:1

7) Basic data on enterprise to be privatized: Joint stock enterprise for production and sale « JEDINSTVO » , BLACE

Auction sale code: 290104- 040

Core activity: Nonspecialized retail food trading

Total estimated value of the capital sale : **67.008.000 Din** or ***980.833 EUR**
That is **68.18 %** of the total capital of the enterprise.
Deposit for participation in the auction is: **8.041.000 Din** or **117.700 EUR**
Starting auction price is: **16.082.000. Din**
Minimum investment in enterprise to be privatized: **4.278.000 Din.**

Most important assets of the enterprise:

A) Buildings (m²):

1) Department store in Blace (906), 2. Management building (555), 3. IMT building (355), IMT building (1151), 5. Shop number 46 (135)

B) Equipment:

1) Truck (FAP 1616), 2) Trailer (FAP P-16), 3) Passenger vehicle (Audi 80E), 4) Channel crane, 5) Telephone switchboard (Panasonic KT-TS5), 6) Truck crane (20T)

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	80.909.000	1.359.861	72.610.000	1.203.049
Total operating expenditures	80.644.000	1.355.407	78.208.000	1.295.800

D) Most important products/services: 1) Sale of various food products and goods
Number of employees: 73; of which with **University degree:**1

8) Basic data on enterprise to be privatized: Socially owned trading enterprise « RESNIK » , TUTIN

Auction sale code: 290104- 041

Core activity: Wholesale and retail trade

Total estimated value of the capital sale : **5.592.000 Din** or ***81.851 EUR**
That is **70 %** of the total capital of the enterprise.
Deposit for participation in the auction is: **559.000 Din** or **8.185 EUR**
Starting auction price is: **1.118.000. Din**
Minimum investment in enterprise to be privatized: **212.000 Din.**

Most important assets of the enterprise:

A) Buildings (m²):

1. Management building (319), 2. Barrack – assembled object (80), 3. Department store – user (748), 4. Supermarket – user (1233)

1) Freezer, 2) Cash register

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	4.099.000	68.893	1.389.000	23.014
Total operating expenditures	4.875.000	81.936	1.453.000	24.074

D) Most important products/services: 1) Textile goods, 2) Water materials, 3) Food products
Number of employees: 15; of which with **University degree:**1

9) Basic data on enterprise to be privatized: Export - import trading enterprise « JUGOPAPIR », BEOGRAD

Auction sale code: 290104- 042

Core activity: Wholesale trade in various household products and goods

Total estimated value of the capital sale : **77.178.000 Din** or *1.129.689 EUR
That is **63.637 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **9.261.000 Din** or 135.563 EUR

Starting auction price is: **18.523.000. Din**

Minimum investment in enterprise to be privatized: **3.691.000 Din.**

Most important assets of the enterprise:

A) Buildings (m²):

1. Office building in Obilicev Venac 15 (1415), 2. Warehouse in Banovo Brdo (2049)

B) Equipments:

1) Passenger vehicle (Volvo 940 GLE), 2) Delivery van (Peugeot Boxer FT 270 CS), 3) Passenger vehicle (VW Polo 1.4 l), 4) Forklift (Pobeda TU 32)

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	55.036.000	925.006	36.750.000	608.897
Total operating expenditures	58.714.000	986.823	45.513.000	754.088

D) Most important products/services: 1) Sale of paper, 2) Sale of films, paints and chemicals, 3) Import and export of goods and services

Number of employees: 36; of which with **University degree:**5

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

Auction sale code: 290104- 043

Core activity: Restaurants

Total estimated value of the capital sale : **131.939.000 Din** or *1.931.267 EUR
That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **13.194.000 Din** or 193.127 EUR

Starting auction price is: **26.388.000. Din**

Minimum investment in enterprise to be privatized: **11.017.000 Din.**

Most important assets of the enterprise:

1. Hotel "Grozđ" (1348), 2. Hotel "Novi Zemun" (1229)

1) Transporting means, 2) Computer, 3) Telephone switchboard, 4) Deep assembled freezer

C) Land (m²): Land for development: (11721), Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	10.317.000	173.401	9.257.000	153.376
Total operating expenditures	16.093.000	270.480	14.867.000	246.326

D) Most important products/services: 1) Accommodation and half boards

Number of employees: 62; of which with **University degree:**1

Basic data on enterprise to be privatized: Socially owned enterprise for trading and personal services « ZLATNA KOSA », VRŠAC

Auction sale code: 290104- 044

Core activity: Hairdressing and other beauty treatments

Total estimated value of the capital sale : 3.294.000 D₁ or *48.209 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 329.000 Dir. or 4.821 EUR

Starting auction price is: 659.000. Din

Minimum investment in enterprise to be privatized: 273.000 Din.

Most important assets of the enterprise:

A) Buildings (m²):

1. Femal hairdressing saloon - Vrsac (usage right) (97), 2. Male hairdressing saloon - Vrsac (usage right) (30)

1) Writing desks, 2) Computers, 3) Switchboard with extensions, 4) TA furnaces, 5) Conference tables

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	1.695.000	28.488	2.089.000	34.612
Total operating expenditures	1.913.000	32.152	2.494.000	41.322

D) Most important products/services: 1) Hair cut, 2) Shaving, 3) Washing and blow dry, 4) Dying and highlighting, 5) Perm
Number of employees: 22; **of which with University degree:** 0