

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 05.02.2004. until 04.03.2004 from: The Privatization Agency, Bulevar Mihajla Pupina 10 (5th floor) , Novi Sad.

Deadline for submitting of applications is 05.03.2004. 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 150304”

The 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 **15.03.2004.** at: Novi Sad, JP Sport Business Center “VOJVODINA” (“SPENS”)at 11:00 a.m. Registration of the participants will take place on **15.03.2004.** 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 (15.03.2004). 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 (15.03.2004). If the first class bank guarantee is enclosed as payment mean, it has to be payable 48 hours after announcing the buyer of the auction. 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 05.02.2004. until 04.03.2004.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 04.02.2004.

** 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 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 third announcement 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 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.

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1) Basic data on enterprise to be privatized: Socially owned enterprise workers university « SVETOZAR MARKOVIC – TOZA », VRBAS

Auction sale code: 150304- 852

Core activity: Culture and education

Total estimated value of the capital sale : 1.746.000 Din or *25.351 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 210.000 Din. or 3.042 EUR

Starting auction price is: 419.000 Din

Minimum investment in enterprise to be privatized: 275.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management and business building (100), 2. Apartment of the maintenance man (50)

B) Equipment:

with monitors (Siemens) rackboards, 4) Cupboards, 5) Computers

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	1.340.000	22.522	1.735.000	28.747
Total operating expenditures	1.352.000	22.723	2.153.000	35.672

D) Most important products/services: 1) Cultural and education services

Number of employees: 8; of which with University degree:2

2) Basic data on enterprise to be privatized: Socially owned enterprise for transporting, maintenance and services in construction « INTEGRAL MEHANIZACIJA I TRANSPORT », SUBOTICA

Auction sale code: 150304- 082

Core activity: Transporting of goods by road

Total estimated value of the capital sale : 33.445.000 Din or *485.575 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 3.345.000 Din or 48.558 EUR

Starting auction price is: 6.689.000 Din

Minimum investment in enterprise to be privatized: 5.454.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Technical examination building (unregistered asset), (375), 2. Repair workshop (usage right and disposal) (730), 3. Assembled barracks (unregistered asset) (494), 4. Warehouse of flammable materials (unregistered asset) (80), 5. Eaves (usage right and disposal) (375)

B) Equipment:

Car crane Demag (NS 120), 2) Passenger vehicle (Skoda 360B/II), 3) Passenger vehicle (Skoda Car crane Demag (NS 120)

C) Land (m²): Land for development: (56785) , Agricultural land: (0)

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	21.535.000	361.945	29.928.000	495.866
Total operating expenditures	24.648.000	414.266	40.054.000	663.640

D) Most important products/services: 1) Demolishing of objects, ground works, 2) Basic construction works, 3) Assembling of roof constructions, 4) Development of roads and similar

Number of employees: 81; of which with University degree:0

3) Basic data on enterprise to be privatized: Socially owned agricultural enterprise with shares « VOJVODINA », BACKI BRESTOVAC

Auction sale code: 150304- 083

Core activity: Growing of wheat and other seedlings

Total estimated value of the capital sale : 114.958.000 Din or *1.669.011 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 11.496.000 Din or 166.901 EUR

Starting auction price is: 22.992.000 Din

Minimum investment in enterprise to be privatized: 7.313.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Building 240 A1 and A2 (2400), 2. Two assembling halls (2416), 3. Mechanic workshop (1170), 4. Silos (1470), 5. Fertilizers (1040), 6. Warehouse for food (1800), 7. Cooperation warehouse (1000), 8. Hall (720), 9. Building for mixing of cattle fodder (650)

B) Equipment:

3) Loading machine (ULT 160 C),
Agricultural cultures

C) Land (m²): Land for development: (16017472), Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	119.918.000	2.015.496	105.129.000	1.741.844
Total operating expenditures	109.030.000	1.832.499	117.659.000	1.949.449

D) Most important products/services: 1) Wheat, 2) Milk, 3) Sunflower, 4) Soya, 5) Sugar beet

Number of employees: 128; of which with University degree:2

4) Basic data on enterprise to be privatized: Socially owned agricultural enterprise with full liability « POBEDA », POBEDA

Auction sale code: 150304- 084

Core activity: Growing of wheat and other seedlings

Total estimated value of the capital sale : 162.362.000 Din or *2.357.254 EUR
That is 70 % of the total capital of the enterprise.

Deposit for participation in the auction is: 19.483.000 Din or 282.870 EUR

Starting auction price is: 38.967.000 Din

Minimum investment in enterprise to be privatized: 29.061.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Pig farm – pig fattening I, II, III, IV, V (5250), 2. Pig farm– reproduction (1050), 3. Pig farm – reproduction I, II (1400), 4. Pig growing section – breeding (700), 5. Objects (1 reproduction, 2. stable for piglets, stable for reproduction and breeding I, II and III (3100)

B) Equipment:

“Caterpillar 7230”, “Belorus mtz 820”, MTZ–820 uk”,
4) Boiler with hot water and installations,

C) Land (m²): Land for development: (2390657), Agricultural land: (0)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	252.098.000	4.237.084	273.107.000	4.525.010
Total operating expenditures	254.800.000	4.282.497	277.134.000	4.591.732

D) Most important products/services: 1) Wheat, 2) Mercantile corn, 3) Sunflower, 4) Sugar beet, 5) Barley, 6) Pig fattening, 7) Corn seed

Number of employees: 216; of which with University degree:18

5) Basic data on enterprise to be privatized: Socially owned enterprise « IRMOVO », KISAC

Auction sale code: 150304- 085

Core activity: Growing of wheat and other seeds and seedlings

Total estimated value of the capital sale : 331.677.000 Din or *4.815.462 EUR

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

Deposit for participation in the auction is: 39.801.000 Din or 577.855 EUR

Starting auction price is: 79.603.000 Din

Minimum investment in enterprise to be privatized: 9.772.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Milking cows stable (5518), 2. Dairy plant and milking facilities (800), 3. Stable for keeping and growing of young cows (5518), 4. Machinery workshop (992), 5. Stable for calves (550), 6. Maternity ward (calves) (533)

B) Equipment:

1. Tractor (MTZ 820), 2. Plow ("Grom-Belarus 250"), 3. Pneumatic seeding machine - 3 pieces (AGP 1500EH, 1500), 6) Watering

C) Land (m²): Land for development: (153688), Agricultural land: (7075427)

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	92.537.000	1.555.296	78.845.000	1.306.354
Total operating expenditures	102.034.000	1.714.915	91.300.000	1.512.716

D) Most important products/services: 1) Wheat, corn, soya, sunflower, barley, 2) Sugar beet, 3) Fattened pigs and young cows, 4) Milk, 5) Fruits – apples, 6) Green peas
Number of employees: 101; of which with University degree:10

6) Basic data on enterprise to be privatized: Joint stock mixed farming enterprise « ORAHOVO », NOVO ORAHOVO

Auction sale code: 150304- 086

Core activity: Growing of various cattle and poultry

Total estimated value of the capital sale : 160.692.000 Din or *2.333.010 EUR

That is 69.923 % of the total capital of the enterprise.

Deposit for participation in the auction is: 19.283.000 Din or 279.961 EUR

Starting auction price is: 38.566.000 Din

Minimum investment in enterprise to be privatized: 12.946.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Objects for fattening of pigs (3990), 2. Objects for fattening of chicken (4697), 3. Object for fattening of young cows (1380), 4. Premise for mixing of cattle fodder (2811), 5. Building of motel «Rona» (692), 6. Cinema hall (800)

B) Equipment:

1. Tractor (MTZ 820), 2. Plow (Belorus), 3) Machine for loading of beet, 4) Z 489)

C) Land (m²): Land for development: (354589), Agricultural land: (3134439)

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	142.560.000	2.396.047	152.895.000	2.533.262
Total operating expenditures	134.996.000	2.268.917	153.798.000	2.548.223

D) Most important products/services: 1) Wheat, barley, 2) Corn, 3) Sugar beet, 4) Sunflower, 5) Fattened pigs
Number of employees: 99; of which with University degree:6

7) Basic data on enterprise to be privatized: Socially owned enterprise for recycling of waste and metal processing « METALOPROMET », KULA

Auction sale code: 150304- 087

Core activity: Recycling of metal waste and left overs

Total estimated value of the capital sale : 35.924.000 Din or *521.570 EUR

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

Deposit for participation in the auction is: 4.311.000 Din or 62.588 EUR

Starting auction price is: 8.622.000 Din

Minimum investment in enterprise to be privatized: 7.186.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building (151), 2. Shop and warehouse (92), 3. Office space (129), 4. Plant for gas cutting (330), 5. Plant for metal processing (713), 6. Warehouse (385)

B) Equipments:

g machine, 4) Plasma, 5) Flame cutting

C) Land (m²): Land for development: (50649), Agricultural land: (324)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	114.288.000	1.920.871	105.092.000	1.741.231
Total operating expenditures	119.942.000	2.015.900	113.400.000	1.878.883

D) Most important products/services: 1) Processing of metal waste and left over, 2) Processing of non metal waste, 3) Production of aluminum alloys, 4) Basic machine works, 5) Assembly of roof constructions

Number of employees: 93; of which with University degree:4

8) Basic data on enterprise to be privatized: Socially owned enterprise for hairdressing and other services « DALIA », SREMSKA MITROVICA

Auction sale code: 150304- 088

Core activity: Culture and education

Total estimated value of the capital sale : 1.606.000 Din or *23.318 EUR

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

Deposit for participation in the auction is: 218.000 Din or 3.171 EUR

Starting auction price is: 437.000 Din

Minimum investment in enterprise to be privatized: 65.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Ground floor office space (12), 2. Office space in basement (25)

B) Equipments:

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	1.315.000	22.102	1.672.000	27.703
Total operating expenditures	1.332.000	22.387	1.674.000	27.736

D) Most important products/services: 1) Barbering and hairdressing services

Number of employees: 18; of which with University degree:0

9) Basic data on enterprise to be privatized: Joint stock enterprise « STOTEKS », NOVI SAD

Auction sale code: 150304- 066

Core activity: Wholesale trade in seeds and food

Total estimated value of the capital sale : 385.400.000 Din or *5.633.000 EUR
That is 63.434 % of the total capital of the enterprise.

Deposit for participation in the auction is: 46.248.000 Din or 675.960 EUR

Starting auction price is: 92.496.000 Din

Minimum investment in enterprise to be privatized: 20.258.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Business building “Elan” (410), 2. Restaurant “Tri sesira” – Celarevo (250), 3. Department store “Mitrovčanka (2570), 4. Object II, Primorska 84 (20400), 5. Object III, Primorska 84 (5968), 6. Department store, J. Ducica 9 (2460)

C) Land (m²): Land for development: (70926), Agricultural land: (0)

B) Equipment:

Computers 4 pieces (Server P 433), 4) Photocopying machine (Cannon) es 4 pieces (VW Golf, Renault), 3)

Financial information for year:

2001.

2002.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	84.412.000	1.418.737	73.953.000	1.225.300
Total operating expenditures	86.958.000	1.461.528	84.269.000	1.396.222

D) Most important products/services: 1) Retail and wholesale trade in seeds and food

Number of employees: 280 ; of which with University degree: 4

10) Basic data on enterprise to be privatized: Joint stock enterprise for manufacture of bolts, wire products, tools and machines « PETAR DRAPSIN », NOVI SAD

Auction sale code: 150304- 067

Core activity: Manufacture of connecting elements and chains

Total estimated value of the capital sale : 265.496.000 Din or *3.880.484 EUR
That is 67.165 % of the total capital of the enterprise.

Deposit for participation in the auction is: 31.860.000 Din or 465.658 EUR

Starting auction price is: 63.719.000. Din

Minimum investment in enterprise to be privatized: 31.805.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Manufacture hall P I (2150), 2. Manufacture hall P I II (2285), 3. Precast cement shelter (560), 5. Plant building P2 – restaurant (711), 6. Plant building P II (1952)

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

B) Equipment:

1) Pressing automatic machines (SP O 1), 2) Automatic machine for manufacture of bolts (SP 27), 3) Weaving looms (UDWZ- 063), 4) Pressing automatic machines (SP 150), 5) Automatic machine for rolling of coils (P1), 6) Guttering automatic machine (FK- D1), 7) Automatic presses (K-50), 8) Mono static presses (300-24), 9) Milling machines (MAHO), 10) Furnace (DEGUSSE), 11) Furnace for thermal processing (DEGUSSE)

Financial information for year:

2000.

2001.

Shown in:	Din	**EURO	Din	**EURO
Total operating revenues	178.507.000	3.000.218	203.337.000	3.369.017
Total operating expenditures	184.182.000	3.095.600	222.058.000	3.679.198

D) Most important products/services: 1) Coils, bolts, rivets, 2) Metal and polyethylene fibers and yarns

Number of employees: 291; of which with University degree: 24

11) Basic data on enterprise to be privatized: Joint stock enterprise for manufacture and repair of rail vehicles, processing and transporting equipment and steel constructions « BRATSTVO », SUBOTICA

Auction sale code: 150304- 068

Core activity: Manufacture of rail vehicles

Total estimated value of the capital sale : 214.156.000 Din or *3.130.105 EUR
That is 69.006 % of the total capital of the enterprise.

Deposit for participation in the auction is: 25.699.000 Din or 375.613 EUR

Starting auction price is: 51.398.000 Din

Minimum investment in enterprise to be privatized: 31.080.000 Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Machine and carpentry section with annex (2110), 2. Hall A (2000), 3. Hall B (2416), 4. Restaurant for workers (1168), 5. Blacksmith's (1149), 6. Dying hall (1880), 7. New management building (1528), 8. Manufacturing hall C (1949), 9. Main hall of blacksmith's building (800), 10. Warehouse number 1 (570), 11. Warehouse number 2 (490)

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

B) Equipment:

1) Apparatus for measuring of voltage (DEBBIE UX), 2) and storage – preparation, 3) Bridge crane, horizontal press (P 6736), 6) Crane monerol 2 ne operator (Panasonic KX – TD 1232), 9) ipment (Pentium II and III)

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	442.425.000	7.435.964	455.297.000	7.543.650
Total operating expenditures	444.030.000	7.462.940	498.788.000	8.264.237

D) Most important products/services: 1) Projecting of freight wagons, 2) Production and reconstruction of wagons, 3) Repair of freight wagons, 4) Production of steel constructions, 5) Production of processing equipment

Number of employees: 624; of which with University degree: 34

12) Basic data on enterprise to be privatized: Joint stock wholesale and retail trade company « METEOR», SUBOTICA

Auction sale code: 150304- 058

ID number: 8060592

Core activity: Retail trade in household appliances

Total estimated value of the capital sale : 138.912.000 Din or *2.015.305 EUR
That is 69.426 % of the total capital of the enterprise.

Deposit for participation in the auction is: 16.669.000 Din or 241.837 EUR

Starting auction price is: 33.339.000 Din

Minimum investment in enterprise to be privatized: 11.729.000 Din.

Most important assets of the enterprise:

1. management building (1055) 2. Offices (275) 3. Warehouse (5579) 4. Department store CELIK (2022) 5. Shop METAL (648)

1) Server (486) 2) Freight vehicle (Zastava)

C) Land (m²): Land for development: (24257) , Agricultural land: (1342)

Financial information for year:

Shown in:	2001.		2002.	
	Din	**EURO	Din	**EURO
Total operating revenues	20.695.000	347.827	52.000.000	861.569
Total operating expenditures	28.836.000	484.655	64.932.000	1.075.835

D) Most important products/services: 1) Domestic appliances 2) Metal goods

Number of employees: 84 ; of which with University degree: 2