

# PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC AUCTIONS

## Basic Data on Auction Sale

Those who are interested can purchase auction documentation at the price of: **CSD 25.000**, after the receipt of invoice from the Privatization Agency. VAT is not calculated in the price. The purchase of the auction documentation is obligatory, and on its receipt one is to sign the Confidentiality Agreement. After the payment evidence has been submitted, the auction documentation can be collected at the following address: Privatization Agency, Belgrade, Terazije 23, from 09:00 – 17:00 on weekdays, from 21.10.2005 until 15.11.2005.

**CLOSING DATE FOR THE APPLICATION SUBMISSION is 16.11.2005 until 17:00.**

Filled application, which is a part of the auction documentation, with the signed draft of the SPA and the deposit payment evidence, is to be submitted in a closed envelope with inscription: "THE APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION 241105, Privatization Agency, Belgrade, Terazije 23".

IF THERE IS NAME OF THE SUBJECT UNDERGOING PRIVATIZATION ON THE ENVELOPE, OR FULL AUCTION CODE, THE APPLICATION CAN BE REJECTED.

**THE AUCTION IS GOING TO BE HELD ON 24.11.2005.**

at the address: **Privatization Agency, Belgrade, Terazije 23, 2<sup>nd</sup> floor, Big Hall**, at **11:00**. The registration of the auction participants is going to take place at the same address on: **24.11.2005, from 09:00 – 10:50.**

**Means of payment** can be in domestic currency, foreign convertible currency, state bonds based upon the unpaid foreign currency savings of citizens, which are to become due not later than the date of the sale of capital (24.11.2005), issued to the natural persons, who are the citizens of the Republic of Serbia. If the participant applies only for the second bidding, the means of payment can be even the state bonds based upon the unpaid foreign currency savings of citizens, which are **not** to become due until the capital sale date (24.11.2005), issued to the physical persons, who are citizens of the Republic of Serbia.

In case the first class bank guarantee has been submitted as the means of deposit payment, it is to be due within 48 hours after the declaration a buyer.

Deposit for participation is to be brought back 15 days after the public auction is held.

The Privatization Agency keeps the right to change the auction date as well as the closing date for the application submission if necessary, but also to inform on these changes, if any, the interested physical persons or legal entities, until the auction day at the latest.

The visit to the subject undergoing privatization shall be carried out after the signing the Agreement on Confidentiality in the period from 21.10.2005 until 15.11.2005, after previously the time-table with the Privatization Agency has been established, phone: 011/3020-804; 011/3020-803 or fax: 011/3020-881.

\* *The entire estimated capital value to be privatized, stated in EUR, is calculated according to the official exchange rate on 21.10.2005.*

\*\* *The total business income and expense data, stated in EUR, were calculated according to the average annual real exchange rates.*

## Brief description of the PUBLIC AUCTION PROCEDURE

The sale of the capital by method of the public auction is carried out by the Auction Commission, which is established by the Privatization Agency. The commission supervises the capital sale by the auction, registers the auction participants, pronounces the auction for unsuccessful, signs the minutes and performs other activities of importance for the auction performance in accordance with the Law. The conditions for the auction to be carried out are met, if at least one person has obtained the status of the auction participant and if it is presented personally or by an authorized representative. At the time ordered for the PUBLIC AUCTION opening, auctioneer shall open the first bidding, on which occasion the means of payment can be in cash or due bonds. If there is more than one person at the first bidding, the auctioneer announces the initial price as well as each further increase. In case that none of the interested buyers reacts after the third call for acceptance the newly established price, the auctioneer

declares the auction finished by hammering. The selling price becomes the highest offered value, and the participant who has been the first to offer the highest price is declared a buyer. If there have not been interested parties after the announcement of the initial price, even after the third call, the auctioneer declares the first bidding unsuccessful by hammering and immediately afterwards opens the second bidding, on which occasion even undue state bonds can be the means of payment. Those who have applied for the second bidding can participate in, as well as the participants in the first bidding, in case it has been declared unsuccessful. If in the second bidding participate more than one person, the auctioneer announces the initial price, as well as each further increase. If none of the interested buyers reacts after the third call for acceptance the newly established price, the auctioneer, by hammering, declares the auction closed. The selling price becomes the highest offered value, and

the participant who has been the first to offer the highest price, is declared a buyer. If after the announcement of the initial price there have not been any interested parties even after the third call, the auction is declared unsuccessful, and the participants lose the right to be brought back the deposit. If only one party who has been given the auction participant status attends the second bidding, that party is invited three times to accept the initial price. If she/he accepts the initial price, she/he is declared a buyer and the initial price becomes the selling price. If the participant does not accept the initial price, the auction is declared unsuccessful, and she/he loses the right to be brought back the deposit.

**1) Basic information on the subject undergoing privatization: Akcionarsko drustvo "PRVI PARTIZAN" – GAMA, UZICE**

**Auction Sale Code: 241105-1363**

ID Number of the Subject: 07219628

Field of work: Miscellaneous products

The entire estimated value of the capital to be privatized: CSD 79.537.000 or \*EUR 934.304, representing 69,118 % of the total capital of the enterprise.

Deposit for auction participation: CSD 7.954.000 or \*EUR 93.430

The initial auction price: CSD 15.907.000

Minimum of the investments into the subject to be privatized: CSD 2.825.000

**The most important property of the subject undergoing privatization**

**A) Buildings – the most important facilities (m²):**

1. Hall RES (5365) 2. Business services building (214) 3. Metal industry plant (200) 4. Galvanisation object (200)

**B) The most important equipment:**

1) Assembly automat for zip fasteners 2) Grinding machine for profile boring (JF 520) 3) Automat for cleaning of slide bodies (TOV) 4) Automat for boosting sticking (TO6) 5) Serrating automat (6 – DAB)

V) Land facilities (m²): Construction land: (5810) – state owned

Balance sheet per year:	2003		2004	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	13.626.000	209.447	28.303.000	387.702
Total business expenses	98.238.000	1.510.030	52.685.000	721.693

Main products/ services: 1) Spiral zip fasteners 2) Cast zip fasteners 3) Metal zip fasteners 4) Domestic item trade

Total number of employees: 115; of which BS/ BA: 7

**2) Basic information on the subject undergoing privatization: Drustveno preduzece za projektovanje gradjevinskih objekata i inzenjering MOSTPROJEKT, BEOGRAD**

**Auction Sale Code: 241105-1512**

ID Number of the Subject: 07023324

Field of work: Construction planning

The entire estimated value of the capital to be privatized: CSD 3.408.000 or \*EUR 40.031, representing 70,00 % of the total capital of the enterprise.

Deposit for auction participation: CSD 341.000 or \*EUR 4.003

The initial auction price: CSD 682.000

Minimum of the investments into the subject to be privatized: CSD 1.103.000

**The most important property of the subject undergoing privatization**

**A) Buildings – the most important facilities (m²):**

**B) The most important equipment:**

1) Passenger vehicle (2)(Skala 101/55) 2) Personal computers (16 items – Pentium3) 3) Copy equipment (Canon, Oliveti) 4) Office furniture

B) Land facilities (m²):

Balance sheet per year:	2003		2004	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	17.234.000	264.906	16.733.000	229.213
Total business expenses	17.490.000	268.841	16.590.000	227.254

Main products/ services: 1) Planning and engineering

Total number of employees: 21; of which BS/ BA: 14

**3) Basic information on the subject undergoing privatization: Drustveno preduzece za promet i usluge INEX SECURITY INTERNATIONAL BUSINESS d.o.o., BELGRADE**

**Auction Sale Code: 241105-1513**

ID Number of the Subject: 17074881

Field of work: Personal protection and seeking

The entire estimated value of the capital to be privatized: CSD 14.003.000 or \*EUR 164.496, representing 70 % of the total subject capital to be privatized.

Deposit for auction participation: CSD 1.612.000 or \*EUR 18.936

The initial auction price: CSD 3.224.000

Minimum of the investments into the subject to be privatized: CSD 458.000

**The most important property of the subject undergoing privatization**

**A) Buildings – the most important facilities (m²):**

**B) The most important equipment:**

1) FM radio transmitter (4 pieces) 2) Telephone switchboard 3) Telephones (10 pieces) 4) Self-protection equipment (uniforms) 5) Office furniture 6) PC

V) Land facilities (m²):

Balance sheet per year:	2003		2004	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	24.353.000	374.333	9.001.000	123.298
Total business expenses	19.616.000	301.520	8.129.000	111.353

**Main products/ services:** 1) Protection service  
**Total number of employees:** 3; of which BS/ BA: 0

**4) Basic information on the subject undergoing privatization: Drustveno preduzece za proizvodnju hemijskih proizvoda ZOREKS FHP, SABAC**

**Auction Sale Code:** 241105-1514

ID number of the Subject: 17043480

Field of work: **Chemicals production**

The entire estimated value of the capital to be privatized: **CSD 1.717.000** or \***EUR 20.170**, representing **70 %** of the total subject capital to be privatized.

**Deposit** for auction participation: **CSD 267.000** or \***EUR 3.132**

**The initial auction price:** **CSD 533.000**

**Minimum of the investments** into the subject to be privatized: **CSD 58.000**

**The most important property of the subject undergoing privatization**

**A) Buildings – the most important facilities (m<sup>2</sup>):**

**B) The most important equipment:**

1) Office furniture 2) Telephone switchboard (Panasonic) 3) Air heater

**V) Land facilities (m<sup>2</sup>):**

Balance sheet per year:	2003		2004		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		4.679.000	71.922	13.942.000	190.981
Total business expenses		5.266.000	80.944	18.888.000	258.733

**Main products/ services:** 1) Chemicals

**Total number of employees:** 9; of which BS/ BA: 3

**5) Basic information on the subject undergoing privatization: Akcionarsko drustvo za saobracaj, opravku i održavanje motornih vozila JUGOPREVOZ KRUSEVAC, KRUSEVAC**

**Auction Sale Code:** 241105-1515

ID Number of the Subject: 07292660

Field of work: **Passenger transport in city traffic**

The entire estimated value of the capital to be privatized: **CSD 151.045.000** or \***EUR 1.774.290**, representing **49,294 %** of the total subject capital to be privatized.

**Deposit** for auction participation: **CSD 18.125.000** or \***EUR 212.915**

**The initial auction price:** **CSD 36.251.000**

**Minimum of the investments** into the subject to be privatized: **CSD 23.848.000**

**The most important property of the subject undergoing privatization**

**A) Buildings – the most important facilities (m<sup>2</sup>):**

1. Bus station – Krusevac (577) 2. Old service shop, Krusevac (1150) 3. Bus station – Brus (445) 4. Bus station – Varvarin (247) 5. Bus station – Cicevac (258) 6. Bus station – Aleksandrovac (187) 7. New service shop, Krusevac (1650)

**B) The most important equipment:**

1) Bus (S200 – 2 vehicles) 2) Bus (IK 104 – 2 vehicles) 3) Bus (IK 104p) 4) Bus (S415 – 20 vehicles) 5) Bus (S115 – 10 vehicles)

**V) Land facilities (m<sup>2</sup>):** *Construction land: (55129) ((49129) – state owned; (6000) – socially-owned)*

Balance sheet per year:	2003		2004		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		494.268.000	7.597.461	552.780.000	7.572.121
Total business expenses		506.094.000	7.779.240	553.483.000	7.581.751

**Main products/ services:** 1) Passenger transport 2) Goods transportation 3) Overhaul-maintenance 4) Catering trade 5) Vehicle inspection

**Total number of employees:** 773; of which BS/ BA: 17

**6) Basic information on the subject undergoing privatization: BEOGRAD drustveno preduzece za izdavacko-trgovinsku delatnost i strucno usavršavanje sa p.o., BEOGRAD**

**Auction Sale Code:** 241105-1516

ID Number of the Subject: 07031629

Field of work: **Education and training**

The entire estimated value of the capital to be privatized: **CSD 4.405.000** or \***EUR 51.745**, representing **70,00 %** of the total subject capital to be privatized.

**Deposit** for auction participation: **CSD 529.000** or \***EUR 6.209**

**The initial auction price:** **CSD 1.057.000**

**Minimum of the investments** into the subject to be privatized: **CSD 64.000**

**The most important property of the subject undergoing privatization**

**A) Buildings – the most important facilities (m<sup>2</sup>):**

1. Business space, Nusiceva 25/I, Beograd – utilization right (103)

**B) The most important equipment:**

1) Wardrobes (13 pieces) 2) Set of furniture «Ambasador» 3) Set of furniture– cabinet 4) Electrical typewriter («Tonka»)

**V) Land facilities (m<sup>2</sup>):**

Balance sheet per year:	2003		2004		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		1.479.000	22.734	941.000	12.890
Total business expenses		1.460.000	22.442	784.000	10.739

**Main products/ services:** 1) Occupational training and education 2) Publishing

**Total number of employees:** 3; of which BS/ BA: 0

### 7) Basic information on the subject undergoing privatization: REKORD Saracko akcionarsko drustvo, BEOGRAD

**Auction Sale Code:** 241105-1517

ID Number of the Subject: 07032030

Field of work: Ready-made textiles

The entire estimated value of the capital to be privatized: CSD 10.843.000 or \*EUR 127.369, representing 48,951 % of the total subject capital to be privatized.

**Deposit** for auction participation: CSD 1.509.000 or \*EUR 17.730

**The initial auction price:** CSD 3.019.000

**Minimum of the investments** into the subject to be privatized: CSD 73.000

#### The most important property of the subject undergoing privatization

**A) Buildings - the most important facilities (m<sup>2</sup>):**

1. Office building, Tosin Bunar 36, Beograd (173) 2. Workshop, Tosin Bunar 36, Beograd (57)

**B) The most important equipment:**

1) FIAB800 2) Compressor for FIAB 3) Sewing machine («Adler») 4) Self-propelled machine(lister) 5) Foto-copier(KXF GP371)

**V) Land facilities (m<sup>2</sup>):**

Balance sheet per year:	2003		2004		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	3.084.000		47.405	4.448.000	60.930
Total business expenses	3.089.000		47.481	4.709.000	64.505

**Main products/ services:** 1) Textiles production and repair

**Total number of employees:** 8; of which BS/ BA: 0

### 8) Basic information on the subject undergoing privatization: Hotelsko ugostiteljsko preduzece BALKAN, LESKOVAC

**Auction Sale Code:** 241105-1518

ID Number of the Subject: 07105428

Field of work: Hotels and motels with restaurants

The entire estimated value of the capital to be privatized: CSD 464.275.000 or \*EUR 5.453.726, representing 70,00 % of the total subject capital to be privatized.

**Deposit** for auction participation: CSD 55.713.000 or \*EUR 654.447

**The initial auction price:** CSD 111.426.000

**Minimum of the investments** into the subject to be privatized: CSD 15.823.000

#### The most important property of the subject undergoing privatization

**A) Buildings - the most important capacities (m<sup>2</sup>):**

1. Hotel «Beograd» (7164) 2. Hotel «Dubocica» (1780) 3. Restaurant «Kozara» (599) 4. Restaurant «Kondir» (255)

**B) The most important equipment:**

1) Air-conditioner (7 pieces)(KM-18) 2) Cutter for butcher's shop 3) Ice-machine 4) Telephone switchboard 5) Passenger car - Fiat Chroma 2.0

**V) Land facilities (m<sup>2</sup>):** *Construction land: (63700) - state owned;*

Balance sheet per year:	2003		2004		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	63.244.000		972.132	77.962.000	1.067.943
Total business expenses	105.167.000		1.616.536	115.576.000	1.583.190

**Main products/ services:** 1) Catering trade 2) Accommodation services 3) Meat production 4) Cake production

**Total number of employees:** 297; of which BS/ BA: 6

### 9) Basic information on the subject undergoing privatization: DP za vršenje berbersko-frizerskih usluga ZAJECAR, ZAJECAR

**Auction Sale Code:** 241105-1519

ID Number of the Subject: 07147686

Field of work: Hairdressing/ barbering and other beautifying treatment

The entire estimated value of the capital to be privatized: CSD 1.605.000 or \*EUR 18.859, representing 70,00 % of the total subject capital to be privatized.

**Deposit** for auction participation: CSD 193.000 or \*EUR 2.263

**The initial auction price:** CSD 385.000

**Minimum of the investments** into the subject to be privatized: CSD 102.000

#### The most important property of the subject undergoing privatization

**A) Buildings - the most important capacities (m<sup>2</sup>):**

1. Shop (28) 2. Shop (39)

**B) The most important equipment:**

1) Operating desk 2) Mirrors 3) Washing machine 4) Fiscal cash register

**V) Land facilities (m<sup>2</sup>):**

Balance sheet per year:	2003		2004		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	780.000		11.989	1.027.000	14.068
Total business expenses	1.846.000		28.375	1.896.000	25.972

**Main products/ services:** 1) Barber's/ hairdresser's service

**Total number of employees:** 14; of which BS/ BA: 0

### 10) Basic information on the subject undergoing privatization: Društveno preduzeće za putnu signalizaciju i zanatske radinosti SIGNALSERVIS, LESKOVAC

**Auction Sale Code:** 241105-1520

ID Number of the Subject: **07204779**

Field of work: **Miscellaneous production**

The entire estimated value of the capital to be privatized: **CSD 1.405.000** or \***EUR 16.499**, representing **70,00 %** of the total subject capital to be privatized.

**Deposit** for auction participation: **CSD 140.000** or \***EUR 1.650**

**The initial auction price:** **CSD 281.000**

**Minimum of the investments** into the subject to be privatized: **CSD 556.000**

#### The most important property of the subject undergoing privatization

##### A) Buildings – the most important capacities (m<sup>2</sup>):

1. Office space–right of ownership (162) 2. Locksmith's shop–right of ownership (50) 3. Head office building–holder (64)

##### B) The most important equipment:

1) Machine for mark bending (Ri) 2) Compressor with connection 3) PC (Pentium II)

V) Land facilities (m<sup>2</sup>): *Construction land: (290) – state owned*

Balance sheet per year:	2003		2004	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	3.901.000	59.963	4.430.000	60.683
Total business expenses	5.200.000	79.930	5.303.000	72.642

**Main products/ services:** 1) Signalling marks

**Total number of employees:** 14; of which BS/ BA: 0

### 11) Basic information on the subject undergoing privatization: DP za uređivanje i održavanje ulica i saobraćajnih objekata NISKOGRADNJA, NIS

**Auction Sale Code:** 241105-1521

ID Number of the Subject: **07185227**

Field of work: **Rough construction operations**

The entire estimated value of the capital to be privatized: **CSD 80.863.000** or \***EUR 949.877**, representing **70 %** of the total subject capital to be privatized.

**Deposit** for auction participation: **CSD 8.086.000** or \***EUR 94.988**

**The initial auction price:** **CSD 16.173.000**

**Minimum of the investments** into the subject to be privatized: **CSD 13.327.000**

#### The most important property of the subject undergoing privatization

##### A) Buildings – the most important capacities (m<sup>2</sup>):

1. Head office building–Dusana Popovica 22a–user (455) 2. Warehouse and garage–Dusana Popovica 22a–user (267) 3. Head office building (additional construction)–Dusana Popovica 22a–without building permit (495)

##### B) The most important equipment:

1) Tarmac milling machine (SFS 100) 2) Hydraulic wheel excavator (BTH 600) 3) Trucks (32 vehicles: KAMAZ, FAP, TAM) 4) Finishing machine (3: Vogelle, Goshu)

V) Land capacities (m<sup>2</sup>): *Construction land: (2893) – state owned*

Balance sheet per year:	2003		2004	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	160.098.000	2.460.888	136.312.000	1.867.237
Total business expenses	168.024.000	2.582.720	159.394.000	2.183.420

**Main products/ services:** 1) Services (diggings, tarmac) 2) Asphalt concrete 3) Byto-gravelling

**Total number of employees:** 233; of which BS/ BA: 13

### 12) Basic information on the subject undergoing privatization: Akcionarsko društvo za projektovanje i inženjering industrijske procesne opreme i automatike PROING Pneumatika, BEOGRAD

**Auction Sale Code:** 241105-1522

ID Number of the Subject: **07559909**

Field of work: **Production of equipment for industrial controlling**

The entire estimated value of the capital to be privatized: **CSD 6.345.000** or \***EUR 74.532**, representing **67,20 %** of the total subject capital to be privatized.

**Deposit** for auction participation: **CSD 761.000** or \***EUR 8.944**

**The initial auction price:** **CSD 1.523.000**

**Minimum of the investments** into the subject to be privatized: **CSD 1.702.000**

#### The most important property of the subject undergoing privatization

##### A) Buildings – the most important facilities (m<sup>2</sup>):

1) Business space, Patrijarha Dimitrija 36, Beograd (130)

##### B) The most important equipment :

1) Oscilloscope (MB-566) 2) PC (486Dx4 100MHz) 3) PC(IBM) 4) Controller–metal stalk

V) Land capacities (m<sup>2</sup>):

Balance sheet per year:	2003		2004	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	3.862.000	59.363	5.872.000	80.436
Total business expenses	3.481.000	53.507	6.374.000	87.313

**Main products/ services:** 1) Installation of pneumatic spare parts at users

**Total number of employees:** 3; **of which BS/ BA:** 1