

In accordance with Article 38 of the Law on Privatization ("Official Gazette of the RS", no-s: 38/01, 18/03 and 45/05), and Article 9 of the Decree on Sale of capital and property by public auction ("Official Gazette of the RS" no. 52/05), the Privatization Agency announces:

PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC AUCTIONS

Basic data on Auction sale

Those who are interested may purchase the auction documents at the price of: **CSD 40.000**, after the receipt of invoice from the Privatization Agency. VAT is not calculated in the price. Purchase of the auction documents is obligatory and on their receipt one is to sign the Confidentiality Agreement. After the payment evidence has been submitted, the auction documents may be collected at the following address:

Privatization Agency, Belgrade, 23 Terazije St., on working days from 09:00-17:00, in period from 04.08.2006 until 19.09.2006.

CLOSING DATE FOR THE APPLICATION SUBMISSION is 20.09.2006, by 17:00.

Filled application, which is a part of the auction documents, with the signed draft of the Sales-Purchase Agreement and the deposit payment evidence, is to be submitted in a sealed envelope with the inscription: "THE APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION 280906, Privatization Agency, Belgrade, 23 Terazije Str".

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

THE AUCTION SHALL BE HELD ON 28 September 2006.

at the address: **Privatization Agency, Belgrade, 23 Terazije St, 2nd floor, Large Hall at 11:00.** Registration of the auction participants shall take place at the same address on:

28.09.2006, from 09:00 – 10:50.

Means of payment may be in domestic currency, foreign convertible currency, state bonds based on the unpaid foreign currency savings of citizens, which are due not later than the date of the capital sale (28.09.2006), issued to the natural persons, who are citizens of the Republic of Serbia. If the participant has applied only for the second bidding, means of payment may be even the state bonds based on the unpaid foreign currency savings of citizens, which are not to be due until the date of the capital sale (28.09.2006), issued to the natural persons, who are citizens of the Republic of Serbia.

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

Deposit for participation is to be returned 15 days after the public auction has been 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 the interested parties on those changes, if any, until the auction date at the latest.

The site visit shall be carried out after the signing the Agreement on Confidentiality in period from 04.08.2006 until 19.09.2006, after previously the timetable with the Privatization Agency has been established, phone: 011/3020-804; 011/3020-803 or by fax: 011/3020-881.

* The entire estimated capital value to be privatized, stated in EUR, was calculated according to the official exchange rate on 04.08.2006.

** 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

Sale of capital through the public auction method is carried out by the Auction Commission, which is to be 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, the 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 obtained the auction participant status, attends the second bidding, that party is invited three times to accept the initial price. If the party accepts the initial price, it is declared a buyer and the initial price becomes at the same time 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 returned the deposit.

1) Basic information on the subject to be privatized: Društveno preduzeće za hitne intervencije i održavanje zgrada i stanova STANELEKTRO, BEOGRAD

Auction Sale Code:	280906-1731	The entire estimated capital value to be privatized amounts to: CSD 1.701.000 or *EUR 20.500 , representing 70 % of the total subject capital.		
Official ID number of the Subject:	06437087	Deposit for auction participation: CSD 170.000 or *EUR 2.050		
Field of work:	Installing of cables and electric equipment	Initial auction sale price: CSD 340.000		
The most important property of the subject undergoing privatization		Minimum of obligatory investments into the subject to be privatized amount to: CSD 328.000		
A) Buildings – main facilities (m²):		B) The most important equipment:		
C) Land (m²):		1) Electric equipment 2) Office equipment 3) Computer (PC-XP 2000) 4) Electric-powered drill 5) Passenger vehicle (Lada Niva)		
Balance sheet per year:		2004		
Shown in:		2005		
		**EUR		
Total business revenues		CSD	CSD	**EUR
Total business expenses		13.291.000	182.064	15.987.000
		12.791.000	175.214	192.831
				191.166
Main products/ services: 1) Installing of cables and electric equipment				
Total number of employees: 16; of which BS/ BA: 2				

2) Basic information on the subject to be privatized: Društveno preduzeće za projektovanje, obrazovanje i promet INŽENJERING, BEOGRAD

Auction Sale Code:	280906-1732	The entire estimated capital value to be privatized amounts to: CSD 2.046.000 or *EUR 24.646 , representing 70 % of the total subject capital.		
Official ID number of the Subject:	07528418	Deposit for auction participation: CSD 245.000 or *EUR 2.958		
Field of work:	Education	Initial auction sale price: CSD 491.000		
The most important property of the subject undergoing privatization		Minimum of obligatory investments into the subject to be privatized amount to: CSD 328.000		
A) Buildings – main facilities (m²):		B) The most important equipment:		
1. Office premises (right of rent), 135 Jurija Gagarina St, Novi Beograd (92)		1) Passenger vehicle (OPEL CORSA CLUB Y17DTL) 2) Passenger vehicle (ZASTAVA 128 SKALA) 3) Passenger vehicle (GOLF VW 19 E) 4) Passenger vehicle (YUGO TEMPO 1.1)		
C) Land (m²):				
Balance sheet per year:		2004		
Shown in:		2005		
		**EUR		
Total business revenues		CSD	CSD	**EUR
Total business expenses		753.000	10.315	1.681.000
		2.204.000	30.191	20.276
				31.336
Main products/ service: 1) Driving school				
Total number of employees: 7; of which BS/ BA: 0				

3) Basic information on the subject to be privatized: Društveno preduzeće za obuku vozača, saobraćaj i saobraćajnu tehniku ČUKARICA, BEOGRAD

Auction Sale Code:	280906-1733	The entire estimated capital value to be privatized amounts to: CSD 3.390.000 or *EUR 40.843 , representing 70 % of the total subject capital.		
Official ID number of the Subject:	07041713	Deposit for auction participation: CSD 407.000 or *EUR 4.901		
Field of work:	Driving school	Initial auction sale price: CSD 814.000		
The most important property of the subject undergoing privatization		Minimum of obligatory investments into the subject to be privatized amount to: CSD 251.000		
A) Buildings – main facilities (m²):		B) The most important equipment:		
1. Office premises (right of use), 76-78 Požeška St, Belgrade (117)		1) Passenger vehicle (2 items, Yugo 55) 2) Equipment for handicraft trades 3) School equipment		
C) Land (m²):				
Balance sheet per year:		2004		
Shown in:		2005		
		**EUR		
Total business revenues		CSD	CSD	**EUR
Total business expenses		744.000	10.192	1.066.000
		1.693.000	23.191	12.858
				28.080
Main products/ services: 1) Transportation of goods				
Total number of employees: 8; of which BS/ BA: 0				

4) Basic information on the subject to be privatized: JEZERO TURS d.o.o. – Preduzeće za turizam, usluge i promet, VELIKO GRADIŠTE

Auction Sale Code: 280906-1734
 Official ID number of the Subject: **07216378**
 Field of work: **Travel agency services**

The entire estimated capital value to be privatized amounts to: **CSD 448.000** or ***EUR 5.402**, representing **70 %** of the total subject capital.
Deposit for auction participation: **CSD 54.000** or ***EUR 648**
Initial auction sale price: **CSD 108.000**
Minimum of obligatory investments into the subject to be privatized amount to: **CSD 4.000**

The most important property of the subject undergoing privatization

A) Buildings – main facilities (m²):
 1. Office premises (right of use) (30)

B) The most important equipment:
 1) Stationary

C) Land (m²):

Balance sheet per year:	2003		2004	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	778.000	11.959	485.000	6.644
Total business expenses	883.000	13.573	936.000	12.822

Main products/ services: 1) Agent services related to accomodation

Total number of employees: 2; **of which BS/ BA:** 0