

# PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC AUCTIONS

## Basic Data on Auction Sale

The interested parties can purchase the auction documentation at the price of: **CSD 40000**, after they receive the 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: Bulevar Mihajla Pupina 10 (5<sup>th</sup> floor), Novi Sad, from 9:00 to 17:00, from 27.12.2006 to 15.02.2007.

**DEADLINE FOR SUBMISSION OF APPLICATIONS IS 16.02.2007 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 sealed envelope with inscription: "THE APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION 260207, Bulevar Mihajla Pupina 10 (5<sup>th</sup> floor), Novi Sad".

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

**THE AUCTION WILL BE HELD ON: 26.02.2007.**

at the address: **Novi Sad, JP Sportsko poslovni centar Vojvodina-SPENS at 11:00**. The registration of the auction participants will be held at the same address on:

**26.02.2007. od 09:00 do 10:50** časova.

**Means of payment** can be in domestic currency, foreign convertible currency, state bonds based upon the unpaid foreign currency savings of citizens, which are due not later than the date of the capital sale (26.02.2007.) issued to the natural persons, who are 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 date of the capital sale (26.02.2007.) 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 be due within 48 hours after the declaration a buyer.

Deposit for participation is to be brought back 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 such 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 27.12.2006 to 15.02.2007, at the time previously established by the Privatization Agency, tel: 021/452-959 or fax: 021/452-967.

\* *The entire estimated capital value to be privatized, stated in EUR, was calculated according to the official exchange rate on 27.12.2006.*

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

## Brief Description of PUBLIC AUCTION Procedure

The sale of capital by the method of public auction 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 persons 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, 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: Socially-owned enterprise for plastic mass processing with unlimited liability MEPOL, VRBAS

**Auction Sale Code:** 260207-0950

Official ID number of the Subject: **08065918**

Field of work: **Production of plastic mass packaging**

The entire estimated capital value to be privatized amounts to: **CSD 183.998.000** or \***EUR 2.351.406** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 18.400.000** or \***EUR 235.141**

**Initial price at auction sale:** **CSD 36.800.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 11.615.000**

#### Main property of the subject undergoing privatization

##### A) Buildings – main facilities (m²):

1. Hall (4299) 2. Raw material warehouse (1065) 3. Warehouse of finished goods (750)  
4. Administrative building (450) 5. Plant hall (1253) 6. Raw material warehouse (697)

##### B) Main Equipment:

1) Blowing machines (14 pieces) (Keb, Comec, Fisher) 2) Spraying machine (11 pieces) (Belišće) 3) Printing machines (3 pieces) (Moss i Kamman) 4) Hydraulic press (HPO 100t)

**C) Land (m²):** *Entire land: (183224); Construction land: (183224) ((108255) – socially owned; (74969) – state owned)*

#### Balance sheet per year

Shown in:	2004		2005	
	CSD	**EUR	CSD	**EUR
Total business revenues	59.300.000	812.307	20.892.000	251.993
Total business expenses	66.442.000	910.139	39.935.000	481.684

**Main products/ services:** 1) Liquid detergent packaging 2) Cans of 3 do 25 litres 3) Additive bottles 4) motor oil packaging 5) Water filtering devices

**Total number of employees:** 129; **of which BS/ BA:** 1

### 2) Basic information on the subject undergoing privatization: Socially-owned enterprise for production of garments KLUZ-SREM, RUMA

**Auction Sale Code:** 260207-1151

Official ID number of the Subject: **17195581**

Field of work: **production of garments**

The entire estimated capital value to be privatized amounts to: **CSD 56.560.000** or \***EUR 722.808** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 5.656.000** or \***EUR 72.281**

**Initial price at auction sale:** **CSD 11.312.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 8.468.000**

#### Main property of the subject undergoing privatization

##### A) Buildings – main facilities (m²):

1. Production hall (3621) 2. Raw material warehouse (848) 3. Warehouse of finished goods (829) 4. Administrative building (780) 5. Boiler house (208)

##### B) Main Equipment:

1) Sewing machine (Brother Dh48 980) 2) Sewing machine (60 pieces) (Pfaff 463) 3) Sewing machine (105 pieces) (Durkopp 212) 4) Sewing machine (2 komada) (Pfaff 483) 5) Compressor (Atlas Copco) 6) Computer (Pentium 400/450) 7) Switchboard and telephones (Panasonic)

**C) Land (m²):** *Entire land: (13712); Construction land: (13712) – socially owned;*

#### Balance sheet per year

Shown in:	2004		2005	
	CSD	**EUR	CSD	**EUR
Total business revenues	84.989.000	1.164.201	18.971.000	228.823
Total business expenses	101.086.000	1.384.702	48.487.000	584.836

**Main products/ services:** 1) Large garments (coats, raincoats) 2) Clothes and costumes 3) Wholesale and retail trade

**Total number of employees:** 478; **of which BS/ BA:** 1

### 3) Basic information on the subject undergoing privatization: Enterprise for transport, forwarding and service, joint-stock company BAČKATRANS, VRBAS

**Auction Sale Code:** 260207-1374

Official ID number of the Subject: **08007101**

Field of work: **Road passenger transport**

The entire estimated capital value to be privatized amounts to: **CSD 43.975.000** or \***EUR 561.984** which is **50,61 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 4.398.000** or \***EUR 56.198**

**Initial price at auction sale:** **CSD 8.795.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 9.570.000**

#### Main property of the subject undergoing privatization

##### A) Buildings – main facilities (m²):

1. Administrative building – user (1175) 2. Upkeep hall – user (6970) 3. Dispatching center with a doorman's booth – user (248) 4. Laundry – user (82) 5. Annex – user (392)

##### B) Main Equipment:

1) Tachograph laboratory 2) Passenger vehicle (Yugo florida) 3) Generator 4) Compressor 5) Treading board (2 pieces)

**C) Land (m²):** *Entire land: (57132); Construction land: (56205) ((1035) – socially owned; (55170) – sate owned); Agricultural land: (927) – socially owned;*

#### Balance sheet per year

Shown in:	2004		2005	
	CSD	**EUR	CSD	**EUR
Total business revenues	16.336.000	223.775	19.118.000	230.596
Total business expenses	23.965.000	328.279	25.082.000	302.532

**Main products/ services:** 1) Road goods transport 2) Technical survey services 3) Public and customs parking

**Total number of employees:** 39; **of which BS/ BA:** 4

#### 4) Basic information on the subject undergoing privatization: Socially-owned enterprise VUKICA MITROVIĆ for production of socks, APATIN

**Auction Sale Code:** 260207-1775p

Official ID number of the Subject: **08027684**

Field of work: **Production of woven socks**

The entire estimated capital value to be privatized amounts to: **CSD 85.458.000 or \*EUR 1.092.116** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 6.837.000 or \*EUR 87.369**

**Initial price at auction sale:** **CSD 13.673.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 3.867.000**

##### Main property of the subject undergoing privatization

###### A) Buildings – main facilities (m<sup>2</sup>):

1. Plant facility (4776) 2. Warehouse of finished goods (1040) 3. Water tower, workshop and substation (114)

###### B) Main Equipment:

1) Weaving machines (Lonati) 2) Weaving machines (DERA) 3) Sewing machines (Union) 4) Passenger vehicle (Renault 21) 5) Office furniture

**C) Land (m<sup>2</sup>):** *Entire land: (7319); Construction land: (7319) – state owned;*

Balance sheet per year	2004		2005		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		17.831.000	244.254	7.212.000	86.989
Total business expenses		16.446.000	225.281	18.703.000	225.590

**Main products/ services:** 1) Women's, men's and children's socks 2) Women;s stockings 3) Sewing services 4) Dyeing services 5) Weaving services

**Total number of employees:** 95; **of which BS/ BA:** 3

#### 5) Basic information on the subject undergoing privatization: Holding Company Solid, SUBOTICA

**Auction Sale Code:** 260207-1799p

Official ID number of the Subject: **08067589**

Field of work: **production of leather footwear**

The entire estimated capital value to be privatized amounts to: **CSD 348.432.000 or \*EUR 4.452.800** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 27.875.000 or \*EUR 356.224**

**Initial price at auction sale:** **CSD 55.749.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 20.578.000**

##### Main property of the subject undergoing privatization

###### A) Buildings – main facilities (m<sup>2</sup>):

1. Production hall (2634) 2. Plant hall (827) 3. production facility (400)

###### B) Main Equipment:

1) Passenger vehicle (BMW) 2) Conveyor 3) Rolling machine 4) Apparatus 5) Sole press 6) passenger vehicle (Škoda Octavia) 7) Špalt machine (Camoga C420r)

**C) Land (m<sup>2</sup>):** *Entire land: (6409); Construction land: (6409) – state owned;*

Balance sheet per year	2004		2005		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		62.286.000	853.210	67.898.000	818.966
Total business expenses		137.428.000	1.882.524	95.674.000	1.153.992

**Main products/ services:** 1) Women's boots 2) Women's shoes, sandals and slippers 3) Trade services 4) Shoe repairing services 5) Soe making services

**Total number of employees:** 367; **of which BS/ BA:** 7

#### 6) Basic information on the subject undergoing privatization: Socially-owned enterprise for production of fashion garments AKOTEKS without unlimited liability, ADA

**Auction Sale Code:** 260207-1800p

Official ID number of the Subject: **08208743**

Field of work: **production of garments**

The entire estimated capital value to be privatized amounts to: **CSD 135.171.000 or \*EUR 1.727.420** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 10.814.000 or \*EUR 138.193**

**Initial price at auction sale:** **CSD 21.627.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 9.678.000**

##### Main property of the subject undergoing privatization

###### A) Buildings – main facilities (m<sup>2</sup>):

1. Production hall (1455) 2. Administrative building (958) 3. Warehouse of finished goods (379) 4. Boiler house (131)

###### B) Main Equipment:

1) Steam boiler – supporting equipment 2) Steam press 3) Sewing machine (2 pieces) (Majeruniti) 4) Hole-making machine (Durkop) 5) Vacuum pump (Herren) 6) press (Terma fir)

**C) Land (m<sup>2</sup>):** *Entire land: (26132); Construction land: (26132) – state owned;*

Balance sheet per year	2004		2005		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		7.684.000	105.257	2.080.000	25.088
Total business expenses		11.861.000	162.475	8.853.000	106.782

**Main products/ services:** 1) production of fabric

**Total number of employees:** 22; **of which BS/ BA:** 0

**7) Basic information on the subject undergoing privatization: joint-stock company POLJOPRIVREDA, SENTA**

**Auction Sale Code: 260207-1859**

Official ID number of the Subject: **08137161**

Field of work: **Growing of crops and seedlings**

The entire estimated capital value to be privatized amounts to: **CSD 798.273.000 or 10.201.578 \*EUR** which is **46,886 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 95.793.000 or \*EUR 1.224.189**

**Initial price at auction sale: CSD 191.586.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 48.189.000**

**Main property of the subject undergoing privatization**

**A) Buildings – main facilities (m²):**

1. Directorate facility (906) 2. Technical survey (270) 3. Agricultural machine garage (1081) 4. Building – old part (2918) 5. Temporary facility for 600 cows (two facilities) (5715) 6. Kiln storehouse (1358) 7. Growing facility (1950)

**B) Main Equipment:**

1) tractor – 5 pieces (John Deere) 2) Tractor (Case Magnum) 3) Irrigation machine – 12 pieces (Centar Pivot) 4) Beet Combine (Majev) 5) Kiln (VS-2) 6) Pipe line

**C) Land (m²):** *Entire land: (54336585); Construction land: (1806306) – socially owned; Agricultural land: (52530279) ((47114418) – state owned; (5415861) – socially owned)*

Balance sheet per year	2004		2005		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		564.922.000	7.738.446	692.138.000	8.348.366
Total business expenses		573.390.000	7.854.442	713.922.000	8.611.118

**Main products/ services:** 1) Sugar beet 2) Mercantile corn 3) Soya 4) Wheat 5) Pig foddering 6) Milk

**Total number of employees:** 317; **of which BS/ BA:** 13

**8) Basic information on the subject undergoing privatization: Enterprise for transport, overhaul and forwarding KULATRANS, KULA**

**Auction Sale Code: 260207-1860**

Official ID number of the Subject: **08004340**

Field of work: **Road goods transport**

The entire estimated capital value to be privatized amounts to: **CSD 164.873.000 or 2.107.003 \*EUR** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 19.785.000 or \*EUR 252.840**

**Initial price at auction sale: CSD 39.570.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 2.827.000**

**Main property of the subject undergoing privatization**

**A) Buildings – main facilities (m²):**

1. Administrative building (506) 2. New overhaul hall (1320) 3. Technical survey facility and boiler house (450) 4. Bus station Kula (250) 5. New warehouse (225) 6. Older overhaul hall (1960)

**B) Main Equipment:**

1) Transporter (16 pieces) (FAP 16-20) 2) Trailers (30 pieces) (Goša) 3) Busesi (22 pieces) (Sanos) 4) Office furniture 5) Office equipment 6) Passenger vehicle (Peugeot 405)

**C) Land (m²):** *Entire land: (40984); Construction land: (40984) ((37420) – socially owned; (3564) – state owned)*

Balance sheet per year	2004		2005		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		106.821.000	1.463.261	133.182.000	1.606.402
Total business expenses		110.043.000	1.507.397	134.373.000	1.620.768

**Main products/ services:** 1) Road goods transport 2) Road passenger transport 3) Road traffic services 4) Tourist services 5) Technical survey

**Total number of employees:** 215; **of which BS/ BA:** 6

**9) Basic information on the subject undergoing privatization: Socially-owned enterprise RADNIČKI UNIVERZITET – ZRENJANIN, ZRENJANIN**

**Auction Sale Code: 260207-1862**

Official ID number of the Subject: **08002215**

Field of work: **Education**

The entire estimated capital value to be privatized amounts to: **CSD 1.189.000 or 15.191 \*EUR** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 160.000 or \*EUR 2.041**

**Initial price at auction sale: CSD 319.000 Din**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 11.000**

**Main property of the subject undergoing privatization**

**A) Buildings – main facilities (m²):**

**B) Main Equipment:**

1) Office furniture 2) office equipment

**C) Land (m²):**

Balance sheet per year	2004		2005		
	Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues		882.000	12.082	732.000	8.829
Total business expenses		1.393.000	19.082	667.000	8.045

**Main products/ services:** 1) Expert courses

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

**10) Basic information on the subject undergoing privatization: Socially-owned enterprise 8. OKTOBAR Furniture plant, BEČEJ**

**Auction Sale Code: 260207-1863**

Official ID number of the Subject: **08070067**

Field of work: **Production of furniture**

The entire estimated capital value to be privatized amounts to: **CSD 112.313.000 or 1.435.313 \*EUR** which is **70 %** of the total capital of the subject.

**Deposit** for auction participation: **CSD 13.478.000 or \*EUR 172.238**

**Initial price at auction sale: CSD 26.955.000**

**Minimum obligatory investments** into the subject to be privatized amounts to: **CSD 1.400.000**

**Main property of the subject undergoing privatization**

**A) Buildings – main facilities (m²):**

1. Production hall (5504) 2. Administrative building (252) 3. Canteen (385) 4. metal prefabricated Hangar Soko (333) 5. Sheet metal facility for the Hangar (768)

**B) Main Equipment:**

1) Scanner (polovan) (Aleskener Gabiani) 2) Plane 3) Pneumatic plane for wood 4) Formatizer (CEP1 1) 5) Edge veneer machine 6) Passenger vehicle (ŠKODA FELICJA 1.9. GHL)

**C) Land (m²):** *Entire land: (66603); Construction land: (66603) – state owned (right of use);*

**Balance sheet per year**

Shown in:	2004		2005	
	CSD	**EUR	CSD	**EUR
Total business revenues	83.463.000	1.143.297	56.446.000	680.835
Total business expenses	98.224.000	1.345.497	66.174.000	798.171

**Main products/ services:** 1) Manufacture of furniture

**Total number of employees:** 132; **of which BS/ BA:** 2