

PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC AUCTIONS

Basic Data on Auction Sale

The interested parties can purchase the auction documents 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 documents is obligatory, and on its receipt one is to sign the Confidentiality Agreement. After the payment evidence has been submitted, the auction documents can be collected at the following address:
10 Bulevar Mihajla Pupina (5th floor), Novi Sad, 9:00–17:00, from 05.04.2007 to 17.05.2007.

DEADLINE FOR SUBMISSION OF APPLICATIONS IS 18.05.2007 UNTIL 17:00

Filled application which is a part of the auction documents, 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 280507, 10 Bulevar Mihajla Pupina (5th 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: 28.05.2007.

at the following 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: **28.05.2007, from 09:00 to 10:50**.

Means of payment can be in domestic currency, foreign convertible currency, state bonds based upon the unpaid foreign currency savings, which are due not later than the date of the capital sale (28.05.2007.) 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, which are not to become due until the date of the capital sale (28.05.2007.) 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 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 deadline 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 Confidentiality Agreement in the period from 05.04.2007 to 17.05.2007, 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 05.04.2007.*

** *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 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 auction, registers auction participants, declares auction unsuccessful, signs the minutes and performs other activities important for auction performance in accordance with the Law. The conditions for auction to be carried out are fulfilled if at least one person has obtained the status of an 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, when 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 of 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 opens the second bidding immediately afterwards, when even undue state bonds can be the means of payment. Those who have applied for the second bidding can also participate, as well as the participants in the first bidding, in case it has been declared unsuccessful. If more than one person participates in the second bidding, 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 returned 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 returned the deposit.

1) Basic information on the subject undergoing privatization: Socially-owned knitwear enterprise VOJVODANKA, RUMA

Auction Sale Code: 280507-0977

Official ID number of the Subject: **08026165**

Field of work: **Manufacture of knitted pullovers**

The entire estimated capital value to be privatized amounts to: **CSD 8.525.000 or *EUR 106.535** which is **70 %** of the total capital of the subject.

Deposit for auction participation: **CSD 852.000 or *EUR 10.653**

Initial price at auction sale: **CSD 1.705.000**

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 1.233.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Administrative building (184) 2. Technical preparation facility (310) 3. Production hall (839)

B) Main Equipment:

1) Boiler 2) Sewing machines (13 pieces) (586) 3) Chain machines (5) (Textima) 4) Weaving machines (2 komada) (CMS-400) 5) Stitching device (2 pieces) (Textima) 6) Machine (3 pieces) 7) Heat-insulated cistern 8) Store equipment (Abstract) 9) Jack (Minor) 10) Steam press

C) Land (m²): *Entire land: (4430); Construction land: (4430) – socially owned;*

Balance sheet per year

Shown in:	2004		2005	
	CSD	**EUR	CSD	**EUR
Total business revenues	1.256.000	17.205	640.000	7.719
Total business expenses	5.357.000	73.382	3.206.000	38.670

Main products/ services: 1) Manufacture of household linen 2) Production of knitted fabrics 3) Production of socks 4) production of pullovers 5) Production of clothes

Total number of employees: 15; **of which BS/ BA:** 1

2) Basic information on the subject undergoing privatization: Socially-owned enterprise VOJVODINATURIST for domestic and foreign tourism, NOVI SAD

Auction Sale Code: 280507-1915

Official ID number of the Subject: **08679339**

Field of work: **Travel agency work**

The entire estimated capital value to be privatized amounts to: **CSD 1.731.000 or 21.634 *EUR** which is **70 %** of the total capital of the subject.

Deposit for auction participation: **CSD 173.000 or *EUR 2.163**

Initial price at auction sale: **CSD 346.000**

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 211.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Business premises (non-registered) (46) 2. Business premises (right of use) (34)

B) Main Equipment:

1) Tractor (UMZ 8270-04) 2) Automobile (Z-101 Skala) 3) Van (Z-850 AK) 4) Automobile (Z 128 GX) 5) Fax machine (Panasonic TX-F 90)

C) Land (m²):

Balance sheet per year

Shown in:	2004		2005	
	CSD	**EUR	CSD	**EUR
Total business revenues	2.515.000	34.451	1.611.000	19.431
Total business expenses	2.244.000	30.739	2.647.000	31.927

Main products/ services: 1) Tourist agency services

Total number of employees: 8; **of which BS/ BA:** 2

3) Basic information on the subject undergoing privatization: Joint-stock Company VIK, VRŠAC

Auction Sale Code: 280507-1916

Official ID number of the Subject: **08045283**

Field of work: **Rough construction works and specific civil engineering works**

The entire estimated capital value to be privatized amounts to: **CSD 50.951.000 or 636.725 *EUR** which is **54,712 %** of the total capital of the subject.

Deposit for auction participation: **CSD 6.114.000 or 76.407 *EUR**

Initial price at auction sale: **CSD 12.228.000**

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 5.675.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Sale space (1220) 2. Warehouse (820) 3. Storehouse (1205) 4. Administrative building 702) 5. Warehouse (1620)

B) Main Equipment:

1) Concrete mixer (LIFAM) 2) Hydraulic wheelbarrows 3) Apparatus (CO 2-5) 4) Office furniture

C) Land (m²): *Entire land: (43460); Construction land: (32310) ((2104)- state owned, (30206)- socially owned); Agricultural land: (9847) – socially owned;*

Balance sheet per year

Shown in:	2004		2005	
	Din	**EUR	CSD	**EUR
Total business revenues	12.081.000	165.489	2.534.000	30.564
Total business expenses	14.504.000	198.679	9.219.000	111.197

Main products/ services: 1) Building construction services

Total number of employees: 13; **of which BS/ BA:** 2

4) Basic information on the subject undergoing privatization: Socially-owned enterprise NOVI DOM-PROMET, DEBELJAČA

Auction Sale Code: 280507-1917

Official ID number of the Subject: **08249156**

Field of work: **Retail trade in specialized stores**

The entire estimated capital value to be privatized amounts to: **CSD 18.335.000 or *EUR 229.126** which is **70 %** of the total capital of the subject.

Deposit for auction participation: **CSD 1.833.000 or *EUR 22.913**

Initial price at auction sale: CSD 3.667.000

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 452.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Finished product hall – right of use (2375) 2. Warehouse no. 5 – ownership right (559) 3. Prefabricated warehouse – ownership right (784) 4. Scales case with scales 10t – ownership right (24) 5. Administrative building – non-registered use4r (555) 6. Hen farm – non-registered user (116)

B) Main Equipment:

1) Laying hen cages – 576 pieces 2) Fan ventilator – 5 pieces 3) Egg classifying device 4) generator 5) Ventilation devices – 7 pieces 6) Water tank

C) Land (m²): *Entire land: (72308); Construction land: (72308) ((7030)– socially owned, (65278)– state owned);*

Balance sheet per year		2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR	**EUR
Total business revenues	5.795.000	79.381	1.496.000	18.044	18.044
Total business expenses	8.144.000	111.559	537.000	6.477	6.477

Main products/ services: 1) Retail trade in specialized stores 2) Transport services 3) Production of eggs

Total number of employees: 12; **of which BS/ BA:** 1

5) Basic information on the subject undergoing privatization: Socially-owned enterprise for agricultural production MALA BOSNA with unlimited liability, MALA BOSNA

Auction Sale Code: 280507-1918

Official ID number of the Subject: **08236526**

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

The entire estimated capital value to be privatized amounts to: **CSD 213.240.000 or *EUR 2.664.805** which is **70 %** of the total capital of the subject.

Deposit for auction participation: **CSD 25.589.000 or *EUR 319.777**

Initial price at auction sale: CSD 51.178.000

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 7.655.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Administrative building with a yard (38795) 2. Stell prefabricated hall (1410) 3. Metal hangar (1020) 4. Tractor shed (600)

B) Main Equipment:

1) Combine (JD 2258) 2) Tractor (MF 8160) 3) Tractor – 5 (Torpedo 7506) 4) Corn sowing device (T.D.9)

C) Land (m²): *Entire land: (6603676); Agriculture land: (6603676) ((4964736) – socially owned; (1638940) – state owned);*

Balance sheet per year		2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR	**EUR
Total business revenues	21.701.000	297.266	40.708.000	491.008	491.008
Total business expenses	25.226.000	345.552	35.849.000	432.400	432.400

Main products/ services: 1) Mercantile wheat 2) Mercantile corn 3) Sunflower 4) Soja 5) Seed wheat

Total number of employees: 30; **of which BS/ BA:** 2

6) Basic information on the subject undergoing privatization: Construction joint-stock company SEVERNI, KIKINDA

Auction Sale Code: 280507-1919

Official ID number of the Subject: **08036730**

Field of work: **Rough construction works**

The entire estimated capital value to be privatized amounts to: **CSD 238.998.000 or *EUR 2.986.700** which is **69,99825 %** of the total capital of the subject.

Deposit for auction participation: **CSD 28.680.000 or *EUR 358.404**

Initial price at auction sale: CSD 57.360.000 Din

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 24.007.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Administrative building (1875) 2. Reinforcing works (1386) 3. Locksmith's workshop for light construction (1386) 4. Hall (1106) 5. arpentor's workshop with a kiln (613) 6. Warehouse (268)

B) Main Equipment:

1) Car jack 2) Loading shovel (ULT 16) 3) Loading shovel (STT) 4) Car pump 5) Car mixer

C) Land (m²): *Entire land: (148329); Construction land: (148329) – state owned;*

Balance sheet per year		2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR	**EUR
Total business revenues	33.051.000	452.741	48.433.000	584.185	584.185
Total business expenses	44.015.000	602.929	48.876.000	589.528	589.528

Main products/ services: 1) Rough construction works

Total number of employees: 49; of which BS/ BA: 2

7) Basic information on the subject undergoing privatization: Socially-owned enterprise TEHNIKA SUBOTICA for upkeep and repair of precise mechanical devices, SUBOTICA

Auction Sale Code: 280507-1920

Official ID number of the Subject: **08586420**

Field of work: **Upkeep and repair of office machines**

The entire estimated capital value to be privatized amounts to: **CSD 4.615.000** or ***EUR 57.667** which is **70 %** of the total capital of the subject.

Deposit for auction participation: **CSD 461.000** or ***EUR 5.767**

Initial price at auction sale: **CSD 923.000**

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 201.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Administrative building – non-registered (275)

B) Main Equipment:

1) PTT installation 2) Switchboard 3) Iron wardrobe 4) Cabinet (2051) 5) Desk 6) Wardrobe (2056)

C) Land (m²): *Entire land:*

Balance sheet per year	2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	229.000	3.137	215.000	2.593
Total business expenses	517.000	7.082	641.000	7.732

Main products/ services: 1) Upkeep and repair of office machines

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

8) Basic information on the subject undergoing privatization: Socially-owned enterprise JEDINSTVO, GAJDOBRA

Auction Sale Code: 280507-1921

Official ID number of the Subject: **08171181**

Field of work: **Growing of crops**

The entire estimated capital value to be privatized amounts to: **CSD 368.446.000** or ***EUR 4.604.378** which is **70 %** of the total capital of the subject.

Deposit for auction participation: **CSD 44.214.000** or ***EUR 552.525**

Initial price at auction sale: **CSD 88.427.000**

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 23.454.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Hop kiln(5750) 2. Concrete silo 6000 T (408) 3. Silo Goša 1000V (816) 4. Warehouse (569) 5. Chicken foddering facility 1, 2, 3, 4, 5, 6, 7, 8, 9, 17 (3659)

B) Main Equipment:

1) Tractor (2) (Belarus) 2) Irrigation system 3) Combine 4) Cultivator 5) Silo machine (2) (T-77 60t/h)

C) Land (m²): *Entire land: (13945103); Construction land: (172292) (43014) – socially owned, Construction land out of construction area: (129278) – socially owned; Agricultural land: (13768118) ((3856529) – socially owned, (9911589) – state owned); Other types of land: (4693) – socially owned;*

Balance sheet per year	2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	159.784.000	2.188.762	113.954.000	1.374.480
Total business expenses	175.694.000	2.406.701	154.002.000	1.857.527

Main products/ services: 1) Wheat, soya, sunflower, corn 2) Sugar beet 3) Bakery products

Total number of employees: 132; of which BS/ BA: 6

9) Basic information on the subject undergoing privatization: Socially-owned enterprise for film projections SUBOTICAFILM, SUBOTICA

Auction Sale Code: 280507-1922

Official ID number of the Subject: **08067287**

Field of work: **Film projecting**

The entire estimated capital value to be privatized amounts to: **CSD 51.735.000** or ***EUR 646.524** which is **70 %** of the total capital of the subject.

Deposit for auction participation: **CSD 6.208.000** or ***EUR 77.583**

Initial price at auction sale: **CSD 12.416.000**

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 723.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Cinema «Zvezda»(744) 2. Cinema «Korzo» (230)

B) Main Equipment:

1) Sound equipment (Dolby Pro-Logic and Surround) 2) Projector (MEO – 5X i 5XB, 3 pieces) 3) Office equipment

C) Land (m²):

Balance sheet per year	2004		2005	
Shown in:	CSD	**EUR	CSD	**EUR
Total business revenues	9.569.000	131.079	6.442.000	77.702
Total business expenses	9.433.000	129.216	8.342.000	100.619

Main products/ services: 1) Film projections 2) Cinematography 3) Drink sale 4) Real estate lease

Total number of employees: 9; **of which BS/ BA:** 1

10) Basic information on the subject undergoing privatization: Socially-owned enterprise GRMEČ, BAČKA TOPOLA

Auction Sale Code: 280507-1923

Official ID number of the Subject: **08385955**

Field of work: **Recycling of non-metal waste**

The entire estimated capital value to be privatized amounts to: **CSD 5.767.000** or ***EUR 72.075** which is **70 %** of the total capital of the subject.

Deposit for auction participation: **CSD 692.000** or ***EUR 8.649**

Initial price at auction sale: **CSD 1.384.000**

Minimum obligatory investments into the subject to be privatized amounts to: **CSD 30.000**

Main property of the subject undergoing privatization

A) Buildings – main facilities (m²):

1. Administrative building – non-registered(112) 2. Eaves and warehouse – non-registered (173) 3. Store – non-registered (40)

B) Main Equipment:

1) Containers (56) 2) Transporter (2) (FAP) 3) Passenger vehicle (101) 4) Machine (Conet) 5) Office furniture

C) Land (m²): *Entire land: (14652); Construction land: (14652) – state owned;*

Balance sheet per year

Shown in:	2004		2005	
	CSD	**EUR	CSD	**EUR
Total business revenues	5.086.000	69.669	5.060.000	61.032
Total business expenses	5.763.000	78.943	5.070.000	61.153

Main products/ services: 1) Recycling of non-metal waste

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