

PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC AUCTIONS

Basic data on Auction sale

The interested parties can purchase the auction documents at the price of **RSD 40.000**, after they receive the 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 can be collected at the following address:

10 Bulevar Mihaila Pupina (5th floor), Novi Sad, 09:00 – 17:00 in period from 07.09.2007 to 09.10.2007.

DEADLINE FOR SUBMISSION OF APPLICATIONS IS 10.10.2007, UNTIL 17:00.

The right to submit an application for participation in auctions have legal entities and individuals who fulfill the conditions specified by the Articles 41, 42, 97, 98 and 99 of the Radio Diffusion Law («Official Gazette» of the RS» no. 42/02, 97/04, 76/05, 79/05, 62/06, 85/06 and 86/06) and by the Article 5 of the Code on the method of privatization of radio and TV stations in local and regional communities («Official Gazette of the RS» no. 51/05 and 34/07).

Filled application, which is a part of the auction documents, with the signed Draft SPA and the deposit payment evidence, is submitted in a sealed envelope with inscription: "APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION 181007, 10 Bulevar Mihaila Pupina (5th floor), Novi Sad".

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

AUCTION WILL BE HELD ON: 18.10.2007.

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

18.10.2007, from 09:00 to 10:50.

Means of payment can be in domestic currency, foreign convertible currency, state bonds based on the unpaid foreign currency savings, which are due not later than the date of the capital sale (18.10.2007) issued to the individuals, 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 on the unpaid foreign currency savings, which are not due until the date of the capital sale (18.10.2007) issued to the individuals, 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 has 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 signing the Confidentiality Agreement in period from 07.09.2007 until 09.10.2007., at the time previously established by the Privatization Agency, phone: 011/3020-804;011/3020-803 or fax: 011/3020-881.

** The total estimated capital value to be privatized, stated in EUR, was calculated according to the official exchange rate on 06.09.2007.*

*** 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 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 of 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, it 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 it loses the right to be returned the deposit.

1) Basic information on the entity undergoing privatization: Public enterprise INFORMATIVNO PROPAGANDNI CENTAR KULA, KULA

Auction sale Code: 181007-2019

Official ID number of the Entity: **08138117**

Field of work: **Newspaper publishing**

The entire estimated capital value to be privatized amounts to: **RSD 966.000** or ***EUR 12.136**, which is **70 %** of the total capital of the entity.

Deposit for auction participation: **RSD 97.000** or ***EUR 1.219**

Initial price at auction sale: **RSD 193.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 178.000**

Main property of the entity undergoing privatization

A) Buildings – main facilities (m²):

1. Office space (user) (120) 2. Garage (user) (14)

B) Main Equipment:

1) Receiver (Dasto) 2) Stereo mixer (Revoks C-279) 3) Mono mixer (Študer) 4) Computers (2 pieces) (Pentium 4) 5) Circular aerial (Dasto)

C) Land (m²):

Balance sheet per year:	2004		2005	
Shown in:	RSD	**EUR	RSD	**EUR
Total business revenues	8.099.000	110.942	7.942.000	95.794
Total business expenses	7.757.000	106.257	7.592.000	91.572

Main products/ services: 1) Newspapers in Serbian, Hungarian and Ruthenian languages 2) Radio programme in Serbian, Hungarian and Ruthenian languages 3) Information presentation on the Internet 4) Market research 5) Advertising

Total number of employees: 14; **of which BS/ BA:** 3

2) Basic information on the entity undergoing privatization: Public enterprise RADIO SOMBOR, SOMBOR

Auction Sale Code: 181007-2022

Official ID number of the entity: **08046280**

Field of work: **Radio and television activities**

The entire estimated capital value to be privatized amounts to: **RSD 1.991.000** or ***EUR 25.015** which is **70 %** of the total capital of the entity.

Deposit for auction participation: **RSD 199.000** or ***EUR 2.500**

Initial price at auction sale: **RSD 398.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 699.000**

Main property of the entity undergoing privatization

A) Buildings – main facilities (m²):

1. Telecommunication and information building – user (156)

B) Main Equipment:

1) Digital mixer (Scorpius) 2) Computers 3) Billboards 4) Heating pump (HSH-120BE) 5) Studio table

C) Land (m²): *Entire land: (31794); Agricultural land: (31794) –state owned;*

Balance sheet per year	2005		2006	
Shown in:	RSD	**EUR	RSD	**EUR
Total business revenues	11.178.000	134.826	13.844.000	164.604
Total business expenses	11.379.000	137.250	14.969.000	177.980

Main products/ services: 1) Production of radio programme 2) Commercials and advertising

Total number of employees: 20; **of which BS/ BA:** 4

3) Basic information on the entity undergoing privatization: Public enterprise RADIO SRBOBRAN, SRBOBRAN

Auction Sale Code: 181007-2023

Official ID number of the entity: **08067511**

Field of work: **Radio and television activities**

The entire estimated capital value to be privatized amounts to: **RSD 753.000** or ***EUR 9.464** which is **70 %** of the total capital of the entity.

Deposit for auction participation: **RSD 75.000** or ***EUR 942**

Initial price at auction sale: **RSD 151.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 37.000**

Main property of the entity undergoing privatization

A) Buildings – main facilities (m²):

B) Main Equipment:

1) FM receiver 1000 (Iritel) 2) FM circular aerial system (Dasto) 3) Computer (2 pieces, P4 Celeron) 4) Audio mixer (Behringer UB2442 FX-PRO) 5) Audio compressor (2 pieces, Behringer MDX 4600)

C) Land (m²):

Balance sheet per year	2005		2006	
Shown in:	RSD	**EUR	RSD	**EUR
Total business revenues	6.277.000	75.711	6.207.000	73.801
Total business expenses	6.155.000	74.240	5.835.000	69.378

Main products/ services: 1) Information and commercial radio programme 2) Commercials and advertising 3) Sound recording

Total number of employees: 10; **of which BS/ BA:** 0

