

In accordance with Article 38 of the Law on Privatization ("Official Gazette of the RS", nos. 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" nos. 52/05 and 91/07), the Privatization Agency announces:

PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC AUCTIONS

Basic data on Auction sale

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:

Bulevar Mihajla Pupina 10 (5th floor), Novi Sad, 9:00–16:30, from 18.12.2007 to 28.12.2007, and from 09.01.2008 to 05.02.2008.

DEADLINE FOR SUBMISSION OF APPLICATIONS IS 06.02.2008 UNTIL 16:30

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 marked with: "THE APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION 140208, Bulevar Mihajla Pupina 10 (5th floor), Novi Sad".

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

THE AUCTION WILL BE HELD ON: 14.02.2008.

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:

14.02.2008, 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 (14.02.2008.) 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 (14.02.2008.) 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 is to be due within 48 hours after the declaration a buyer.

Deposit for participation is to be returned 21 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 the period from 18.12.2007 to 05.02.2008, at the time previously established by the Privatization Agency, tel: +381 11/3020-842; +381 11/3020-803 or fax: +381 11/3020-881.

* *The total estimated capital value to be privatized, stated in EUR, was calculated according to the official exchange rate on 14.12.2007.*

** *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 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, 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: Limited liability company for agriculture POBEDA, VLADIMIROVAC

Auction Sale Code: 140208-2135p

Official ID number of the Entity: **08047588**

Field of work: **Cultivation of grain and crops**

The entire estimated capital value to be privatized amounts to: **RSD 380.194.000 or *EUR 4.770.633** which is **28,413 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 30.416.000 or *EUR 381.650**

Initial price at the auction sale: **RSD 60.831.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 0**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Administrative building (400) 2. Mill (986) 3. Facility (216) 4. Mechanical workshop (440) 5. Grain food warehouse (331) 6. Cow stable (677) 7. Pigsty (500)

B) Main equipment:

1) Passenger vehicle (Florida, Yugo tempo, Yugo skala, Skala poli) 2) Press 3) Harrow (Disc Harow) 4) Corn Adapter (460) 5) Mixing facility equipment 6) Kiln (Pobeda) 7) Fertilizer sprinkler (Amazone) 8) Extrusion line equipment

C) Land (m²): *Entire land: (4580548) ; construction land: (9880) – socially owned; Agricultural land: (4570668) (467272) – socially owned, (4103396) – state owned;*

Balance sheet per year:

Shown in:	2005		2006	
	RSD	**EUR	RSD	**EUR
Total business revenues	129.211.000	1.558.505	663.381.000	7.887.533
Total business expenses	231.380.000	2.790.838	1.038.711.000	12.350.169

Main products/ services: 1) Cultivation of grains and crops 2) Cultivation of vegetables and flowers 3) Cattle breeding and production of milk 4) Breeding of sheep, pigs and poultry

Total number of employees: 168; **of which BS/ BA:** 6

2) Basic information on the entity undergoing privatization: Socially-owned enterprise for agricultural production and trade DOLOVO, DOLOVO

Auction Sale Code: 140208-2167

Official ID number of the Entity: **08047685**

Field of work: **Cultivation of grain and crops**

The entire estimated capital value to be privatized amounts to: **RSD 311.365.000 or *EUR 3.906.971** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 37.364.000 or *EUR 468.837**

Initial price at the auction sale: **RSD 74.728.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 17.462.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Stables for 240 milk cows (1014) 2. Mechanical workshop (1283) 3. Garage-service facility (1041) 4. Silos (2487) 5. Pigsty (1363)

B) Main equipment:

1) Seeding device (GASPARD DP400) 2) Tractor (MTZ920) 3) Cultivation equipment 4) Seeding device (MTI 8 RED1) 5) Combine (Z-192 K)

C) Land (m²): *Entire land: (6786229) ; construction land: (1682) – socially owned; agricultural land: (6784547) – socially owned;*

Balance sheet per year:

Shown in:	2005		2006	
	RSD	**EUR	RSD	**EUR
Total business revenues	43.971.000	530.365	52.787.000	627.632
Total business expenses	41.026.000	494.844	46.444.000	552.214

Main products/ services: 1) Mercantile wheat 2) Barley 3) Soya 4) Sunflower

Total number of employees: 126; of which BS/ BA: 3

3) Basic information on the entity undergoing privatization: Catering trade–commercial enterprise PUTNIK a.d., NOVI SAD

Auction Sale Code: 140208–2169

Official ID number of the Entity: **08240523**

Field of work: **Hotels and motels with restaurants**

The entire estimated capital value to be privatized amounts to: **RSD 792.667.000** or *EUR 9.946.290 which is **69,706 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 95.120.000** or *EUR 1.193.555

Initial price at the auction sale: **RSD 190.240.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 4.553.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Hotel Putnik, Ilije Ognjanovića 24, Novi Sad, right to use (5670) 2. Restaurant Sećuan, Dunavska 16, Novi Sad, right to use (179) 3. Restaurant Dunavska oaza, Dunavska 25, Novi Sad, mixed ownership (501) 4. Cafe "Venac", Vojvode Bojovića 15, Novi Sad (61)

B) Main equipment:

1) Filter 2) Electrical part of the substation 3) Passenger vehicle 4) Elevator 5) Hotel furniture

C) Land (m²): *Entire land:*

Balance sheet per year:	2005		2006	
	RSD	**EUR	RSD	**EUR
Shown in:				
Total business revenues	62.015.000	748.007	54.797.000	651.531
Total business expenses	63.484.000	765.725	72.951.000	867.380

Main products/ services: 1) Catering trade services and accomodattion 2) Food and drink services

Total number of employees: 80; of which BS/ BA: 4

4) Basic information on the entity undergoing privatization: Limited liability company FABRIKA MONTAŽNIH I PROSTORNIH ELEMENATA, BAČKA TOPOLA

Auction Sale Code: 140208–2170

Official ID number of the Entity: **08596689**

Field of work: **Production of concrete products**

The entire estimated capital value to be privatized amounts to: **RSD 45.634.000** or *EUR 572.612 which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 5.476.000** or *EUR 68.713

Initial price at the auction sale: **RSD 10.952.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 4.000.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Administrative building (1386) 2. Workshop (1570) 3. Furnace (1349) 4. Garages and workshops (994)

B) Main equipment:

1) Measuring–regulation equipment 2) Monoray 3) Steel mould for sanitary cabins 4) Hydraulic installation 5) Jack (2) 6) Crane

C) Land (m²): *Entire land: (109670) ; construction land: (109670) – state owned:*

Balance sheet per year:	2005		2006	
	RSD	**EUR	RSD	**EUR
Shown in:				
Total business revenues	27.824.000	335.605	38.138.000	453.457
Total business expenses	47.484.000	572.738	54.476.000	647.714

Main products/ services: 1) Prefabricated sanitary cabins 2) Shower cabins 3) WC cabins

Total number of employees: 55; of which BS/ BA: 1

5) Basic information on the entity undergoing privatization: Socially–owned agricultural enterprise KUPUSINA, NOVI KNEŽEVAC

Auction Sale Code: 140208–2171

Official ID number of the Entity: **08043833**

Field of work: **Cultivation of grain and crops**

The entire estimated capital value to be privatized amounts to: **RSD 311.157.000** or *EUR 3.904.363 which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 37.339.000** or *EUR 468.524

Initial price at the auction sale: **RSD 74.678.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 3.275.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Pigsty facility (741) 2. Prefabricated fodder facility (770) 3. Pigsty (746) 4. New winter facility (1567) 5. Grain Hangar (942) 6. Grain hangar (922) 7. Hydrant network (1)

B) Main equipment:

1) Irrigation system (Tifon) 2) Switchboard (Panasonic) 3) Vibrofleks 4) Mixing facility line 5) Small pigstay

C) Land (m²): *Entire land: (3587000) ; agricultural land: (3587000) – socially owned:*

Balance sheet per year:	2005		2006	
	RSD	**EUR	RSD	**EUR
Shown in:				
Total business revenues	6.536.000	78.835	12.439.000	147.898
Total business expenses	9.124.000	110.051	13.889.000	165.139

Main products/ services: 1) Fodder services 2) Pig breeding 3) Fodder facility services

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

6) Basic information on the entity undergoing privatization: GPP MARKO OREŠKOVIĆ Holding company, APATIN

Auction Sale Code: 140208-2172

Official ID number of the Entity: **08027722**

Field of work: **Construction and specialized works**

The entire estimated capital value to be privatized amounts to: **RSD 173.125.000** or ***EUR 2.172.354** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 20.775.000** or ***EUR 260.682**

Initial price at the auction sale: **RSD 41.550.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 3.278.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Central warehouse and store (759) 2. Carpentry workshop (1167) 3. Business facility (392) 4. Locksmith's workshop (1268) 5. Administrative building (116)

B) Main equipment:

1) Concrete plant (SB-500/25) 2) Mixer 6 m3 (FAP) 3) Loading shovel (ULT 160) 4) Truck (FAP19/21) 5) Construction jack (AP 36)

C) Land (m²): *Entire land: (79426) ; construction land: (79426) – state owned;*

Balance sheet per year:

Shown in:	2005		2006	
	RSD	**EUR	RSD	**EUR
Total business revenues	2.045.000	24.666	697.000	8.287
Total business expenses	10.290.000	124.115	8.758.000	104.132

Main products/ services: 1) Holding activities 2) Construction facility design 3) Engineering 4) Demolition of facilities, land works 5) Roof structure assemblage

Total number of employees: 130; **of which BS/ BA:** 2

7) Basic information on the entity undergoing privatization: Public newspaper publishing enterprise PANČEVAC, PANČEVO

Auction Sale Code: 140208-2133

Official ID number of the Entity: **08393354**

Field of work: **Newspaper publishing**

The entire estimated capital value to be privatized amounts to: **RSD 48.005.000** or ***EUR 602.356** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 6.525.000** or ***EUR 81.870**

Initial price at the auction sale: **RSD 13.050.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 1.072.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

B) Main equipment:

1) Computer equipment 2) Office furniture 3) Printers 4) Cameras 5) Switchboard (Panasonic KX-TA 616) 6) Air conditioners

C) Land (m²):

Balance sheet per year:

Shown in:	2005		2006	
	RSD	**EUR	RSD	**EUR
Total business revenues	47.919.000	577.985	56.903.000	676.571
Total business expenses	47.752.000	575.971	56.811.000	675.477

Main products/ services: 1) Newspaper "Pančevac"

Total number of employees: 26; **of which BS/ BA:** 11