

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:

Privatization Agency, Belgrade, 23 Terazije St., 5th floor, from 09:00 to 16:30, in the period from 30.01.2008 to 12.03.2008.

DEADLINE FOR SUBMISSION OF APPLICATIONS IS 13.03.2008, BY 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 210308, Privatization Agency, Belgrade, 23 Terazije St, 5th floor".

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

THE AUCTION WILL BE HELD ON: 21.03.2008.

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

21.03.2008, 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 (21.03.2008) 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 (21.03.2008) 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 has to be due within 48 hours after the declaration a buyer.

Deposit for participation is to be returned within 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 the signing of the Confidentiality Agreement in the period from 30.01.2008 until 12.03.2008, at the time previously agreed with 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 25.01.2008.*

*** 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 privatization entity: Socially-owned building company PROLETERSKI PUT, POŽEGA

Auction sale code: 210308-2081p

Official ID number of the entity: **07226241**

Field of work: **Construction of roads and runways**

The entire estimated capital value to be privatized amounts to: **RSD 40.989.000** or ***EUR 500.873**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 3.279.000** or ***EUR 40.070**

Initial price at the auction sale: **RSD 6.558.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 1.287.000**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Administration building with the laboratory of the concrete and asphalt plant (256) 2. Asphalt plant (419) 3. Canals for repair of vehicles (250) 4. Concrete plant (280) 5. Concrete plateau for warehousing of finished products (600) 6. Eaves (214)

B) Main equipment:

1) Production equipment (asphalt and concrete plant) (Marini, Progres AB-35) 2) Hydraulic caterpillar dredger (BGH 100F) 3) Caterpillar tractor (TG 220 CK) 4) Wheel loader (ULT-220 CK) 5) Tipper trucks (3 vehicles, KAMAZ) 6) Truck tractors (FAP, MAZ, MAN)

C) Land (m²): *Entire land: (39622); Construction land: (12357) – state-owned; Farming land: (27265) – socially-owned*

Balance sheet per year:	2005		2006	
	RSD	**EUR	RSD	**EUR
Shown in:				
Total operating revenues	2.024.000	24.413	1.255.000	14.922
Total operating expenses	17.880.000	215.663	16.912.000	201.082

Main products/services: 1) Concrete 2) Lease of equipment 3) Asphalt 4) Waste iron 5) Roller services 6) Transport of bulldozers 7) Wheel loaders

Total number of employees: 37; **of which BS/BA:** 0

2) Basic information on the privatization entity: Joint-stock trade company ZAJEČAR PROMET, ZAJEČAR

Auction sale code: 210308-2129p

Official ID number of the entity: **07277857**

Field of work: **Specialized retail trade in foods**

The entire estimated capital value to be privatized amounts to: **RSD 362.702.000** or ***EUR 4.432.082**, which is **68,012 %** of the total entity capital.

Deposit for participation in the auction: **RSD 29.016.000** or ***EUR 354.566**

Initial price at the auction sale: **RSD 58.032.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 16.427.000**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Supermarket «Uzor» – tenure holder (79) 2. Shop Kotlujevac – tenure holder (84) 3. Shop Gamzigradska Banja – tenure holder (150) 4. Supermarket 5 – tenure holder (96) 5. Shop «Dežen» (165) 6. Supermarket «Dunav» (107)

B) Main equipment:

1) Counter (317 pieces) 2) Shelf (441 pieces) 3) Refrigerator (14 pieces, 2000 s, komora) 4) Flour sifting machine (7 pieces) 5) Forklift truck (Indos) 6) Fiscal cash-register (22 pieces)

C) Land (m²): *Entire land: (36756); Construction land: (36756) – state-owned*

Balance sheet per year:	2005		2006	
	RSD	**EUR	RSD	**EUR
Shown in:				
Total operating revenues	34.184.000	412.317	25.636.000	304.809
Total operating expenses	181.503.000	2.189.236	146.695.000	1.744.189

Main products/services: 1) Wholesale and retail

Total number of employees: 148; **of which BS/BA:** 3

3) Basic information on the privatization entity: Socially-owned company for foreign and domestic trade, production, sale and mediation YUGRADIS, BELGRADE

Auction sale code: 210308-2201

Official ID number of the entity: **06425658**

Field of work: **Finishing works**

The entire estimated capital value to be privatized amounts to: **RSD 5.672.000** or ***EUR 69.308**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 653.000** or ***EUR 7.980**

Initial price at the auction sale: **RSD 1.306.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 283.000**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Office premises, Belgrade, 102 Jurija gagarina St., (user) (63)

B) Main equipment:

1) PC 2) Printer (HP 3030) 3) AMD Micromachine (1507) 4) Air-conditioner (LG es-12) 5) FSCmilio li 1720 cel m 410 (1.46ghz)

C) Land (m²):

Balance sheet per year:		2005		2006	
Shown in:		RSD	**EUR	RSD	**EUR
Total operating revenues		19.282.000		18.734.000	222.745
Total operating expenses		17.914.000		18.504.000	220.011

Main products/services: 1) Production of sawn timber 2) Production of wooden products 3) Sale mediation of agricultural products 4) Wholesale of clothes and shoes, metal products and pipes 5) Retail trade in alcohol and other drinks
Total number of employees: 10; **of which BS/BA:** 1

4) Basic information on the privatization entity: Socially-owned company for foreign and domestic trade, production and services BEOINDUPLATI, BELGRADE

Auction sale code: 210308-2202

Official ID number of the entity: **07748736**

Field of work: **Wholesale**

The entire estimated capital value to be privatized amounts to: **RSD 26.616.000** or ***EUR 325.235**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 3.194.000** or ***EUR 39.028**

Initial price at the auction sale: **RSD 6.388.000**

Minimum obligatory investments into the privatization entity amount to: **RSD ____**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Office premises, 94 Zoran Đinđić Bulevar, Belgrade (152) 2. Warehouses, 94 Zoran Đinđić Bulevar, Belgrade (66) 3. Garage, 94 Zoran Đinđić Bulevar, Belgrade (18)

B) Main equipment:

1) Sewing machine (Bagat) 2) Fiscal cashbox 3) Desk (2 pieces) 4) GPRS 5) Armchair (2 pieces)

C) Land (m²): *Entire land: (236); Construction land: (236) – state-owned*

Balance sheet per year:		2005		2006	
Shown in:		RSD	**EUR	RSD	**EUR
Total operating revenues		2.166.000		1.752.000	20.831
Total operating expenses		2.377.000		2.294.000	27.275

Main products/services: 1) Wholesale of textiles

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

5) Basic information on the privatization entity: Socially-owned company for production, wholesale and retail SEMENARNA, BELGRADE

Auction sale code: 210308-2203

Official ID number of the entity: **07544057**

Field of work: **Retail trade – specialized shops**

The entire estimated capital value to be privatized amounts to: **RSD 65.495.000** or ***EUR 800.330**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 7.859.000** or ***EUR 96.039**

Initial price at the auction sale: **RSD 15.719.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 563.000**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Office and sale space, 25 Gavrilica Principa St., Belgrade (238) 2. Shop – agricultural pharmacy Smederevo (20) 3. Shop – agricultural pharmacy Šabac (30) 4. Warehouse Zemun (1080)

B) Main equipment:

1) Delivery van 2) Forklift truck 3) PC 4) Passenger vehicle (Peugeot) 5) Telephone mini system (Alkatel)

C) Land (m²):

Balance sheet per year:		2005		2006	
Shown in:		RSD	**EUR	RSD	**EUR
Total operating revenues		3.509.000		2.950.000	35.075
Total operating expenses		3.863.000		3.048.000	36.240

Main products/services: 1) Trade

Total number of employees: 3; **of which BS/BA:** 1

6) Basic information on the privatization entity: Socially-owned company for construction industry, trade and services MONTING ATOS, BELGRADE

Auction sale code: 210308-2204

Official ID number of the entity: **07514280**

Field of work: **Construction designing**

The entire estimated capital value to be privatized amounts to: **RSD 6.754.000** or ***EUR 82.534**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 824.000** or ***EUR 10.067**

Initial price at the auction sale: **RSD 1.648.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 77.000**

Main property of the privatization entity

A) Buildings – main facilities (m²):

B) Main equipment:

1) Computer (DTK) 2) Computer (Pentium) 3) Air-freshener (Cepter)

C) Land (m²):

Balance sheet per year:		2005		2006	
Shown in:		RSD	**EUR	RSD	**EUR
Total operating revenues		3.836.000	46.269	6.203.000	73.753
Total operating expenses		3.881.000	46.811	6.175.000	73.420

Main products/services: 1) Technical documentation 2) Engineering services 3) Trade in building material
Total number of employees: 4; **of which BS/BA:** 0

7) Basic information on the privatization entity: Socially-owned company for building, commercial and business services HIDROGRADNJA KOMERC, BELGRADE

Auction sale code: 210308-2205

Official ID number of the entity: **06052819**

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

The entire estimated capital value to be privatized amounts to: **RSD 9.603.000** or ***EUR 117.343**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 1.152.000** or ***EUR 14.081**

Initial price at the auction sale: **RSD 2.305.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 57.000**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Office premises (159)

B) Main equipment:

1) Office furniture 2) Steel cashbox

C) Land (m²):

Balance sheet per year:		2005		2006	
Shown in:		RSD	**EUR	RSD	**EUR
Total operating revenues		1.922.000	23.183	919.000	10.927
Total operating expenses		1.698.000	20.481	1.191.000	14.161

Main products/services: 1) Commercial services 2) Business services

Total number of employees: 2; **of which BS/BA:** 1

8) Basic information on the privatization entity: KOSOVOPROJEKT Joint-stock company for special constructions, BELGRADE

Auction sale code: 210308-2206

Official ID number of the entity: **07493584**

Field of work: **Construction designing**

The entire estimated capital value to be privatized amounts to: **RSD 12.260.000** or ***EUR 149.816**, which is **62,09 %** of the total entity capital.

Deposit for participation in the auction: **RSD 1.471.000** or ***EUR 17.978**

Initial price at the auction sale: **RSD 2.942.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 131.000**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Office building (a part of the front building), 6 Matoševa St., Belgrade (132) 2. Secondary facility (a part of the vack building), Matoševa St., Belgrade (125)

B) Main equipment:

1) Passenger vehicle (WV Golf 2) 2) Passenger vehicle (WV Golf 2) 3) Passenger vehicle (Yugo 55) 4) IT equipment 5) Office furniture 6) Designing equipment

C) Land (m²):

Balance sheet per year:		2005		2006	
Shown in:		RSD	**EUR	RSD	**EUR
Total operating revenues		6.795.000	81.959	8.802.000	104.655
Total operating expenses		6.645.000	80.150	8.006.000	95.191

Main products/services: 1) Revenues from sale of products and services

Total number of employees: 5; **of which BS/BA:** 1

9) Basic information on the privatization entity: Limited Liability Company for trade DIVA TREJD, VALJEVO

Auction sale code: 210308-2207

Official ID number of the entity: **07406479**

Field of work: **Retail trade in general goods**

The entire estimated capital value to be privatized amounts to: **RSD 467.165.000** or ***EUR 5.708.580**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 56.060.000** or ***EUR 685.030**

Initial price at the auction sale: **RSD 112.120.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 3.442.000**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Warehouse and office space, 45 Pop Lukina St. (4949) 2. Unloading place for building materials and warehouses, Mirko Obradović St. (2556) 3. Shop «San» (250) 4. Shop «Metalac» (99) 5. Shop «Kolubara» (120)

Б) Најзначајнија опрема:

1) Refrigerating cabinets and chambers (diverse) 2) Shelves, gondolas 3) Office furniture 4) Passenger vehicle (Zastava 10)

C) Land (m²): *Entire land: (34177); Construction land: (33818) – state-owned; Farming land: (359) – socially-owned;*

Balance sheet per year:		2005		2006	
Shown in:		RSD	**EUR	RSD	**EUR
Total operating revenues		19.213.000		18.336.000	218.013
Total operating expenses		105.706.000		55.150.000	655.728

Main products/services: 1) Retail trade 2) Sale services
Total number of employees: 187; of which BS/BA: 8

10) Basic information on the privatization entity: Socially-owned company for installing and repair of external and internal installation VODOVOD Niš, NIŠ

Auction sale code: 210308-2208

Official ID number of the entity: **07348045**

Field of work: **Installing of pipe installations**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Office building with the warehouse – part 1/3, 396 Ratka Pavlovića St., Niš (128) 2. Office building with the workshop – part 1/3, 396 Ratka Pavlovića St., Niš (52) 3. Office space, 1 Pariske Komune St., Niš (38) 4. Apartment 13, Bele Staze, Brzeće, Kopaonik (23) 5. Apartment 19, Bele Staze, Brzeće, Kopaonik (24) 6. Apartment 23, Bele Staze, Brzeće, Kopaonik (24) 7. Office space, Bele Staze, Brzeće, Kopaonik (24)

B) Main equipment:

1) Trench excavator (SKIP BM 79) 2) Truck (FAP 1212/42 KK) 3) Pneumatic hammer 4) Passenger vehicle (PEUGEOT BOXER FT340, LHS 2.8 HDI) 5) Pipe welding device 6) Office furniture 7) IT equipment

C) Land (m²): *Entire land: (2475); Construction land: (357) – state-owned; Farming land: (2118) – state-owned;*

Balance sheet per year:		2005		2006	
Shown in:		RSD	**EUR	RSD	**EUR
Total operating revenues		10.344.000		24.802.000	294.893
Total operating expenses		15.760.000		20.576.000	244.647

Main products/services: 1) Production of plumbing fixtures and sewerage reticulation in the building constructions 2) Production of plumbing fixtures and sewerage reticulation in the low building facilities
Total number of employees: 28; of which BS/BA: 1

11) Basic information on the privatization entity: VETERINARY STATION PIROT – PUBLIC VETERINARY SERVICE

Auction sale code: 210308-2209

Official ID number of the entity: **07203381**

Field of work: **Veterinary**

Main property of the privatization entity

A) Buildings – main facilities (m²):

1. Surgery, Pirot (441) 2. Pharmacy, Pirot (63) 3. Administration building, Dimitrovgrad (234) 4. Building in the village of Krupac (76) 5. Administration building, Pirot (390) 6. Office space, Pirot (109)

B) Main equipment:

1) Digesty equipment 2) Trichinoscope, 2 pieces (TPL) 3) Thermal befogging device 4) Container for seed keeping 5) 10 passenger vehicles 6) Truck (FAP 1620 BD/48-PT)

C) Land (m²): *Entire land: (4118); Construction land: (4118) – state-owned;*

Balance sheet per year:		2005		2006	
Shown in:		RSD	**EUR	RSD	**EUR
Total operating revenues		46.912.000		60.779.000	722.656
Total operating expenses		47.453.000		56.021.000	666.084

Main products/services: 1) Cure of ill animals 2) Veterinary sanitary examinations of animals 3) Retail trade in veterinary medicines 4) Sale of fodder, poultry, etc. 5) Artificial insemination, vaccination, deratization
Total number of employees: 41; of which BS/BA: 11

12) Basic information on the privatization entity: Limited Liability Company VEMIX, BELGRADE

Auction sale code: 210308-2210

Official ID number of the entity: **07563981**

Field of work: **Wholesale of heating equipment**

Main property of the privatization entity

The entire estimated capital value to be privatized amounts to: **RSD 126.000** or ***EUR 1.538**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 13.000** or ***EUR 154**

Initial price at the auction sale: **RSD 25.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 114.000**

A) Buildings – main facilities (m²):

B) Main equipment:

1) Electric stove (2 pieces) (Elind) 2) Desk (2 pieces) 3) Chair (11 pieces) 4) Typewriter (Olimpia) 5) Closet

C) Land (m²):

Balance sheet per year:	2005		2006	
Shown in:	RSD	**EUR	RSD	**EUR
Total operating revenues	0	0	0	0
Total operating expenses	69.000	832	549.000	6.528

Main products/services: 1) Wholesale of heating equipment

Total number of employees: 1; **of which BS/BA:** 0