

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 40000**, 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 Street, 5th floor, 09:00–16:30, from 18.06.2008 to 16.07.2008.

DEADLINE FOR SUBMISSION OF APPLICATIONS IS 17.07.2008 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 250708, Privatization Agency, Belgrade, 23 Terazije St, 5th floor".

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: 25.07.2008.

at the following address: **Privatization Agency, Belgrade, 23 Terazije St, 2nd floor, Large Hall** at 11:00. The registration of the auction participants will be held at the same address on: **25.07.2008, 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 (25.07.2008.) 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 (25.07.2008.) 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 18.06.2008 to 16.07.2008.

* *The total estimated capital value to be privatized, stated in EUR, was calculated according to the official exchange rate on the day of the public invitation's preparation*

** *Data on the real estate of the entity undergoing privatization from this public invitation are presented only for the purpose of giving information, while the data on the legal basis, ownership type and right to them are presented in the Auction Documents.*

*** *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: Public veterinary station GROCKA, GROCKA

Auction Sale Code: 250708-3007p

Official ID number of the Entity: 07553404

Field of work: **Veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 7.443.000 or *EUR 93.845** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 595.000 or 7.508 *EUR**

Initial price at the auction sale: **RSD 1.191.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 411.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Veterinary station Grocka (192) 2. Veterinary surgery in Umčari (108) 3. Veterinary surgery in Vrčin (118) 4. Veterinary surgery in Boleč (47)

B) Main equipment:

1) Passenger vehicle (Zastava 101GTL) 2) Furniture 3) Container (ALR 13) 4) Trichinoscope (MICRO T-10 Compact)

C) Land (m²):

Balance sheet per year:

Shown in:	2006		2007	
	RSD	***EUR	RSD	***EUR
Total business revenues	11.310.000	134.475	7.005.000	87.602
Total business expenses	12.183.000	144.855	8.463.000	105.835

Main products/ services: 1) Animal treatment 2) Prevention 3) Animal artificial insemination 4) Sale of medicines and fodder 5) Other veterinary services

Total number of employees: 15; **of which BS/ BA:** 9

2) Basic information on the entity undergoing privatization: Enterprise for tourism and catering trade HOREUM MARGI d.o.o., ČUPRIJA

Auction Sale Code: 250708-3014p

Official ID number of the Entity: 17045377

Field of work: **Restaurants**

The entire estimated capital value to be privatized amounts to: **RSD 18.036.000 or *EUR 227.411** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 1.443.000 or *EUR 18.193**

Initial price at the auction sale: **RSD 2.886.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 1.314.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Restaurants Horeum Margi Ploča (408) 2. Business premises no. 6 (57) 3. Flat no. 6 (101)

B) Main equipment:

1) Display refrigerators 2) Display refrigerators 3) Tables 4) Stove

C) Land (m²): *Entire land: (1330) ; construction land: (1330) – state owned;*

Balance sheet per year:

Shown in:	2006		2007	
	RSD	***EUR	RSD	***EUR
Total business revenues	33.000	392	118.000	1.476
Total business expenses	3.567.000	42.411	4.240.000	53.024

Main products/ services: 1) Restaurant services 2) Preparation of food and drinks 3) Organization of celebrations

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

3) Basic information on the entity undergoing privatization: Socially-owned agricultural enterprise BOŠKO MARINKOVIĆ, LIPOLIST

Auction Sale Code: 250708-3054

Official ID number of the Entity: **07273550**

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

The entire estimated capital value to be privatized amounts to: **RSD 19.959.000 or *EUR 251.652** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 1.996.000 or *EUR 25.165**

Initial price at the auction sale: **RSD 3.992.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 3.000.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Shed with a blacksmith's (388) 2. Warehouse of oil and ful (642) 3. Adapted shed (565) 4. Shed (100) 5. Offices in Šabac (51)

B) Main equipment:

- 1) Tractor (TORPEDO) 2) Tractor trailer (2) (ITAS) 3) Tanjirača (Tara) 4) Sowing device (IMT) 5) Cultivator 6 (IMT)

C) Land (m²): *Entire land: (1600275); construction land: (121028) – socially owned; agricultural land: (367284) – socially-owned (12,410); – state owned (354,874); forest land: (1111963) – socially owned (182,664); – state owned (929,299);*

Balance sheet per year:	2006		2007	
Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	440.000	5.232	440.000	5.502
Total business expenses	1.925.000	22.888	2.013.000	25.174

Main products/ services: 1) Fresh cherries 2) Corn 3) Wheat

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

4) Basic information on the entity undergoing privatization: Public veterinary station BLACE for Blac, Kuršumljija and Podujevo, BLACE

Auction Sale Code: 250708-3055

Official ID number of the Entity: **07186894**

Field of work: **Veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 2.831.000 or *EUR 35.700** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 283.000 or *EUR 3.570**

Initial price at the auction sale: **RSD 566.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 657.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Agricultural pharmacy (67) 2. Veterinary station Blace (112) 3. Building – Gornja. Draguša (57) 4. Veterinary station Kuršumljija (109) 5. Shed (32)

B) Main equipment:

- 1) Passenger vehicle (2) (Yugo Koral (1.3)) 2) Passenger vehicle (Ford) 3) Passenger vehicle (Yugo Koral (1.1) 4) Passenger vehicle (Lada Niva) 5) Computer

C) Land (m²): *Entire land: (108); construction land: (108) – state owned;*

Balance sheet per year:	2006		2007	
Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	30.852.000	366.827	25.945.000	324.459
Total business expenses	29.940.000	355.984	25.532.000	319.294

Main products/ services: 1) Veterinary activities 2) Sale of goods and medicines in the pharmacy

Total number of employees: 23; **of which BS/ BA:** 5

5) Basic information on the entity undergoing privatization: Public veterinary station POŽEGA, POŽEGA

Auction Sale Code: 250708-3056

Official ID number of the Entity: **07221266**

Field of work: **Veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 17.490.000 or *EUR 220.526** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 2.099.000 or *EUR 26.463**

Initial price at the auction sale: **RSD 4.198.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 610.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Administrative building (231) 2. Veterinary surgery (57) 3. Flat in the administrative building (57) 4. Flat in the administrative building (42)

B) Main equipment:

- 1) Trichinoscope (2 pieces) 2) Passenger vehicle (4) (Jugo – Koral) 3) Computer with equipment

C) Land (m²): *Entire land: (1705); construction land: (1705) – state owned;*

Balance sheet per year:	2006		2007	
Shown in:	RSD	***EUR	RSD	***EUR

Total business revenues	30.081.000	357.660	28.097.000	351.371
Total business expenses	31.017.000	368.789	27.522.000	344.180

Main products/ services: 1) Artificial insemination 2) Health protection of animals

Total number of employees: 20; of which BS/ BA: 7

6) Basic information on the entity undergoing privatization: Veterinary station VARVARIN, VARVARIN

Auction Sale Code: 250708-3057

Official ID number of the Entity: **07176732**

Field of work: **Veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 26.148.000 or *EUR 329.693** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 3.138.000 or *EUR 39.563**

Initial price at the auction sale: **RSD 6.276.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 443.000**

The most important assets of the entity to be privatized **

A) Buildings – main facilities (m²):

1. Administrative building (244) 2. Building in Obrež (118) 3. Surgery in Bačina (114) 4. Building in Donji Krčin (92) 5. Garage in Varvarin (70)

B) Main equipment:

1) Passenger vehicle (Jugo Tempo 1,1) 2) Van 3) Container 4) Fiscal cash register 5) Fiscal cash register terminal 6) Kompjuter (Pentium 4 Sempron 2600 MX2)

C) Land (m²): *Entire land: (3957); construction land: (3697) – state owned; forest land: (260) – state owned;*

Balance sheet per year:		2006		2007	
Shown in:	Din		***EUR	Din	***EUR
Total business revenues	24.595.000		292.432	32.016.000	400.380
Total business expenses	23.487.000		279.258	26.807.000	335.238

Main products/ services: 1) Check-up and treatment of pigs, dogs, horses, poultry 2) Gynecology and sterility treatment 3) Artificial insemination of cattle and pigs 4) Animal vaccination 5) Disinfection of facilities and vehicles

Total number of employees: 21; of which BS/ BA: 9

7) Basic information on the entity undergoing privatization: Socially-owned road enterprise PUTOGRAĐNJA, POŽAREVAC

Auction Sale Code: 250708-3058

Official ID number of the Entity: **17299735**

Field of work: **Construction of roads, runways and sports fields**

The entire estimated capital value to be privatized amounts to: **RSD 29.479.000 or *EUR 371.689** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 3.538.000 or *EUR 44.603**

Initial price at the auction sale: **RSD 7.075.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 1.519.500**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Administrative building (422) 2. Warehouse (210) 3. Warehouse (166)

B) Main equipment:

1) Oil cistern 2) Loading shovel (ULT 160C) 3) Grader (MG-145) 4) Bulldozer (TG-140) 5) Finsher (K-6) 6) Grader (G-31)

C) Land (m²): *Entire land: (30225); agricultural land: (16422) – socially owned; forest land: (7253) – socially owned; other types of land: (6550) – socially owned;*

Balance sheet per year:		2006		2007	
Shown in:	RSD		***EUR	RSD	***EUR
Total business revenues	32.153.000		382.296	14.214.000	177.755
Total business expenses	31.517.000		374.734	16.513.000	206.505

Main products/ services: 1) Construction of roads, runways and sports fields

Total number of employees: 38; of which BS/ BA: 0

8) Basic information on the entity undergoing privatization: Public veterinary station GADŽIN HAN, GADŽIN HAN

Auction Sale Code: 250708-3059

Official ID number of the Entity: **06624677**

Field of work: **Veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 2.342.000 or *EUR 29.532** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 281.000 or 3.544 *EUR**

Initial price at the auction sale: **RSD 562.000**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 213.000**

The most important assets of the entity to be privatized

A) Buildings – main facilities (m²):

1. Veterinary station (120) 2. Surgery Donji Dušnik (58)

B) Main equipment:

1) Passenger vehicle (2) (Jugo 55) 2) Passenger vehicle (Lada Niva) 3) Passenger vehicle (Jugo Koral 1,1) 4) Computer (Pentium 4) 5) Sterilizer

C) Land (m²): *Entire land: (1261); construction land: (1261) – state owned;*

Balance sheet per year:		2006		2007	
Shown in:	Din		***EUR	RSD	***EUR

Total business revenues	6.399.000	76.083	10.706.000	133.885
Total business expenses	6.395.000	76.036	10.489.000	131.172

Main products/ services: 1) Veterinary activities 2) Health protection of animals 3) Retail trade of medical preparations in veterinary medicine 4) Wholesale of concentrate 5) Retail trade of chickens and laying hens

Total number of employees: 12; **of which BS/ BA:** 4

9) Basic information on the entity undergoing privatization: Public veterinary station ALEKSINAC, ALEKSINAC

Auction Sale Code: 250708-3060

Official ID number of the Entity: **07107021**

Field of work: **Veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 11.468.000 or *EUR 144.593** which is **70 %** of the entire capital of the entity.

Deposit for participation in the auction: **RSD 1.376.000 or *EUR 17.352**

Initial price at the auction sale: **RSD:2.752.000 Din**

Minimum obligatory investments into the entity to be privatized amounts to: **RSD 417.000**

The most important assets of the entity to be privatized

A) Buildings - main facilities (m²):

1. Veterinary station (351)
2. Veterinary surgery Žitkovac (442)
3. Surgery Korman (142)
4. Surgery Subotinac (95)
5. Surgery Rutevac (112)

B) Main equipment:

- 1) Passenger vehicle (6) (Jugo 55)
- 2) Pumps (Vrelo)
- 3) Computer (3)
- 4) Sterilizer (3)
- 5) Artificial insemination container (8)
- 6) Air conditioned bof for artificial insemination of pigs

C) Land (m²): *Entire land: (7644) ; construction land: (7644) (5754)-state owned; (1890)- socially owned;*

Balance sheet per year:	2005		2006		
	Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues		9.286.000	112.005	13.405.000	159.384
Total business expenses		11.764.000	141.894	12.501.000	148.636

Main products/ services: 1) Prevention services 2) Domestic animals treatment 3) Stigmatizing of domestic animals 4) Artificial insemination of cows and pigs 5) Disinfection, deratization and disinsection

Total number of employees: 27; **of which BS/ BA:** 6