

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:

Bulevar Mihaila Pupina 10 (5th floor), Novi Sad, from 09:00 to 16:30, in the period from 28.07.2008 until 03.09.2008.

DEADLINE FOR SUBMISSION OF APPLICATIONS IS 04.09.2008, 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: "APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION 120908, Bulevar Mihaila Pupina 10 (5th floor), Novi Sad".

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: 12.09.2008

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:

12.09.2008, 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 (12.09.2008) 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 (12.09.2008) issued to the individuals, who are citizens of the Republic of Serbia.

In case the first class bank guarantee has been submitted as means of deposit payment, it is 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 date.

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 about such changes, if any, until the auction date at the latest.

The site visit shall be carried out after signing of the Confidentiality Agreement in the period from 28.07.2008 until 03.09.2008.

* *The total estimated capital value to be privatized, stated in EUR, was calculated according to the official exchange rate on the preparation date of the Public invitation.*

** *The data on real estate of the privatization entity from this Public invitation are solely for the purpose of giving information, while the data on legal grounds, ownership type and right to them are presented in the auction documents.*

*** *The total operating income and expense data, stated in EUR, were calculated according to the average annual real exchange rates.*

Brief description of the PUBLIC AUCTION procedure

Sale of capital by the 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: Joint-stock company for handicraft and installation works SLOGA, KANJIŽA**Auction sale code: 120908-3034p**Official ID number of the entity: **08144079**Field of work: **Wall covering and sub-floor setting**The entire estimated capital value to be privatized amounts to: **RSD 217.781.000** or ***EUR 2.768.667**, which is **64,484 %** of the total entity capital.**Deposit** for participation in the auction: **RSD 17.422.000** or ***EUR 221.493****Initial price** at the auction sale: **RSD 34.845.000****Minimum obligatory investments** into the privatization entity amount to: **RSD 11.478.000****Main assets of the privatization entity ******A) Buildings – main facilities (m²):**

1. Assembly hall (1257) 2. Workshop (398) 3. Machine shop and carpenter's shop (1335) 4. Administration building (182) 5. Warehouse (for electricians) (257) 6. Warehouse-gas distribution (107)

B) Main equipment:

1) Universal tools sharpener 2) Forklift truck 1,8 T 3) Hydraulic circular saw (HO-P) 4) Elevator with bucket 5) Tractor (ZETOR) 6) Goods vehicle (KIA 2,5 T/DC) 7) Goods vehicle (KIA 2,7DC)

C) Land (m²): *Entire land: (59349); Construction land: (59349); (59174) – state-owned; (175) – socially-owned*

Balance sheet per year:	2006		2007	
	RSD	***EUR	RSD	***EUR
Shown in:				
Total operating revenues	176.464.000	2.098.139	178.116.000	2.227.452
Total operating expenses	202.672.000	2.409.750	199.730.000	2.497.749

Main products/services: 1) Wall covering and sub-floor setting 2) Production of pipelines 3) Gas distribution**Total number of employees:** 91; **of which BS/BA:** 2**2) Basic information on the privatization entity: Public veterinary service Veterinary station SOMBOR, SOMBOR****Auction sale code: 120908-3135**Official ID number of the entity: **08246025**Field of work: **Veterinary**The entire estimated capital value to be privatized amounts to: **RSD 31.421.000** or ***EUR 399.457**, which is **70 %** of the total entity capital.**Deposit** for participation in the auction: **RSD 3.771.000** or ***EUR 47.935****Initial price** at the auction sale: **RSD 7.541.000****Minimum obligatory investments** into the privatization entity amount to: **RSD 388.000****Main assets of the privatization entity ******A) Buildings – main facilities (m²):**

1. Office building I (314) 2. Office building II (269) 3. Surgery (130) 4. Dwelling house Stanišić (317) 5. Secondary building Stanišić (172) 6. Surgery (116) 7. Secondary facility (100)

B) Main equipment:

1) Container (3 pieces) 2) Office furniture

C) Land (m²): *Entire land: (7084); Construction land: (7084) – state-owned*

Balance sheet per year:	2006. годину		2007. годину	
	RSD	***EUR	RSD	***EUR
Shown in:				
Total operating revenues	31.715.000	377.088	43.762.000	547.271
Total operating expenses	29.040.000	345.283	38.062.000	475.989

Main products/services: 1) Veterinary**Total number of employees:** 39; **of which BS/BA:** 16**3) Basic information on the privatization entity: Socially-owned enterprise for processing of fruit and vegetables TAMIŠ HLADNJAČA, PANČEVO****Auction sale code: 120908-3136**Official ID number of the entity: **08112207**Field of work: **Processing and bottling of fruit and vegetables**The entire estimated capital value to be privatized amounts to: **RSD 197.956.000** or ***EUR 2.516.633**, which is **70 %** of the total entity capital.**Deposit** for participation in the auction: **RSD 23.755.000** or ***EUR 301.996****Initial price** at the auction sale: **RSD 47.509.000****Minimum obligatory investments** into the privatization entity amount to: **RSD 10.645.000****Main assets of the privatization entity ******A) Buildings – main facilities (m²):**

1. Cold storage plant (7080) 2. Administration building (1430) 3. Warehouse of packagings with garage and workshop (1200) 4. Cold storage plant- preparation (160) 5. Small house-weighbridge (15) 6. Fence (800)

B) Main equipment:

1) Office equipment 2) Calorifer (360vb-12k) 3) Device 4) Wheelbarrow

C) Land (m²): *Entire land: (39917); Construction land: (39917) – socially-owned*

Balance sheet per year:		2006		2007	
Shown in:	RSD	***EUR	RSD	***EUR	***EUR
Total operating revenues	31.474.000	374.223	34.722.000	434.220	434.220
Total operating expenses	39.609.000	470.947	46.901.000	586.526	586.526

Main products/services: 1) Fruit growing 2) Other agricultural services 3) Processing of coffee and tea
Total number of employees: 49; **of which BS/BA:** 1

4) Basic information on the privatization entity: Limited Liability Company OTVORENI UNIVERZITET, SUBOTICA

Auction sale code: 120908-3137

Official ID number of the entity: **08304041**

Field of work: **Different educational services**

Main assets of the privatization entity **

A) Buildings – main facilities (m²):

1. Office premises (2677) 2. Weekend cottage (20)

The entire estimated capital value to be privatized amounts to: **RSD 45.660.000** or ***EUR 580.477**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 4.566.000** or ***EUR 58.048**

Initial price at the auction sale: **RSD 9.132.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 4.514.000**

B) Main equipment:

1) Passenger vehicle (Ford Fusion) 2) Passenger vehicle (Opel Astra) 3) Computer (Dell GX 60) 4) Office equipment and furniture

C) Land (m²):

Balance sheet per year:		2006		2007	
Shown in:	RSD	***EUR	RSD	***EUR	***EUR
Total operating revenues	61.828.000	735.129	66.330.000	829.498	829.498
Total operating expenses	60.820.000	723.144	64.224.000	803.161	803.161

Main products/services: 1) Education 2) Office premises renting

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