

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 01.08.2008 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 01.08.2008 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: Socially-owned enterprise POLJOOPSKRBA, SUBOTICA

Auction sale code: 120908-3064

Official ID number of the entity: **08756635**

Field of work: **Wholesale of farm machinery**

Main assets of the privatization entity **

A) Buildings – main facilities (m²):

1. Office space (180)

The entire estimated capital value to be privatized amounts to: **RSD 4.437.000** or ***EUR 57.004**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 444.000**

Initial price at the auction sale: **RSD 887.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 293.000**

B) Main equipment:

1) Fiscal printer (Galeb) 2) GPRS-terminal 3) Telephone device (Bell 36280)

C) Land (m²):

Balance sheet per year:

Shown in:	2006		2007	
	RSD	***EUR	RSD	***EUR
Total operating revenues	18.692.000	222.246	22.523.000	281.664
Total operating expenses	18.103.000	215.243	22.200.000	277.625

Main products/services: 1) Wholesale of farm machinery

Total number of employees: 6; of which BS/BA: 1

2) Basic information on the privatization entity: Joint-stock company POLJOPROMET, RUMA

Auction sale code: 120908-3138

Official ID number of the entity: **08238111**

Field of work: **Wholesale of seeds and food**

Main assets of the privatization entity **

A) Buildings – main facilities (m²):

1. Office building with warehouse (500) 2. Office building (295) 3. Administration building with warehouse (750) 4. Transformer station (12) 5. Butcher's shop no. 1 (44) 6. Butcher's shop no. 2 (49)

The entire estimated capital value to be privatized amounts to: **RSD 11.605.000** or ***EUR 149.081**, which is **69,139 %** of the total entity capital.

Deposit for participation in the auction: **RSD 1.161.000** or ***EUR 14.908**

Initial price at the auction sale: **RSD 2.321.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 1.284.000**

B) Main equipment:

1) Computer (486/8) 2) Printer (Epson LQ 300)

C) Land (m²): *Entire land: (2831); Construction land: (2831) – socially-owned*

Balance sheet per year:

Shown in:	2006		2007	
	RSD	***EUR	RSD	***EUR
Total operating revenues	2.340.000	27.822	2.451.000	30.651
Total operating expenses	3.716.000	44.183	4.256.000	53.224

Main products/services: 1) Renting of office space

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

3) Basic information on the privatization entity: Socially-owned enterprise INTERPAN Međunarodna špedicija, Novi Sad

Auction sale code: 120908-3139

Official ID number of the entity: **08224897**

Field of work: **Agency services in traffic**

Main assets of the privatization entity **

A) Buildings – main facilities (m²):

1. Office space, Bulevar Oslobođenja 92, Novi Sad (781) 2. Office space (71) 3. Office space (35)

The entire estimated capital value to be privatized amounts to: **RSD 147.300.000** or ***EUR 1.892.234**, which is **70 %** of the total entity capital.

Deposit for participation in the auction: **RSD 17.676.000** or ***EUR 227.068**

Initial price at the auction sale: **RSD 35.352.000**

Minimum obligatory investments into the privatization entity amount to: **RSD 1.454.000**

B) Main equipment:

1) Passenger vehicle (Audi A6) 2) Passenger vehicle (2 cars-Hyundai Atos) 3) Passenger vehicle (Yugo KORAL) 4) Passenger vehicle (Yugo TEMPO) 5) Office equipment

C) Land (m²):

Balance sheet per year:

2006

2007

Shown in:	RSD	***EUR	RSD	***EUR
Total operating revenues	11.605.000	137.982	4.796.000	59.977
Total operating expenses	20.897.000	248.463	20.211.000	252.751

Main products/services: 1) Agency services in traffic

Total number of employees: 12; of which BS/BA: 0

4) Basic information on the privatization entity: SREDNJI BANAT -Joint-stock company for trading, developing operations and business services, SEČANJ

Auction sale code: 120908-3140

Official ID number of the entity: **08057583**

Field of work: **Agency services related to sale of agricultural products**

Main assets of the privatization entity **

A) Buildings – main facilities (m²):

1. Office building (411) 2. Garage (54)

The entire estimated capital value to be privatized amounts to: **RSD 1.450.000** or ***EUR 18.629**, which is **35,035 %** of the total entity capital.

Deposit for participation in the auction: **RSD 145.000** or ***EUR 1.863**

Initial price at the auction sale: **RSD 290.000**

Minimum obligatory investments into the o\privatization entity amount to: **RSD 0**

B) Main equipment:

1) Office equipment and furniture

C) Land (m²):

Balance sheet per year:

Shown in:	2006		2007	
	RSD	***EUR	RSD	***EUR
Total operating revenues	1.001.000	11.902	1.366.000	17.083
Total operating expenses	1.160.000	13.792	1.539.000	19.246

Main products/services: 1) Photocopying services and administrative jobs

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