



According to the Law on right on free shares and pecuniary compensation which citizens realize in the privatization procedure ("Official Gazette RS", no. 123/07), Law on Share Fund ("Official Gazette RS" no. 38/01 and 45/05), and Article 7 of the Decree on procedure of sale of shares and stakes recorded in the Privatization registry ("Official Gazette RS" no. 26/08),

Share Fund and Privatization Agency announce:

**PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC AUCTIONS FOR
SALE OF STAKES FROM THE PRIVATIZATION REGISTRY
OF THE FOLLOWING ENTERPRISES:**

Bulevar Kralja Aleksandra 15
11000 Belgrade, Republic of Serbia

tel: 011/33-31-800, 011/33-31-811
fax: 011/33-31-83

No.	Legal entity's name	Seat	Address	ID number	Core activity	E-mail	Phone	Fax	The stake of the Privatization registry in capital of the enterprise	Auction sale code	Deposit for participation in the auction	Initial price at the auction sale	Account number of the Privatization Agency onto which the deposit is paid
1.	Radio-televizija VG-4 dd.o.o.	Knjaževac	Cara Dušana St. 29	07314051	Radio and TV broadcasting	rtvknjaz@eunet.yu	019/730-156	019/730-157	30 %	Pr 001/2149	RSD 1.178.572,00	RSD 2.357.143,00	840-1327721-76
2.	Reč pomoravlja d.o.o.	Velika Plana	Nikole Pašića St. 27	07245475	Radio and TV broadcasting	radioplana@yahoo.com	026/522-113	026/522-113	15 %	Pr 002/2139	RSD 320.625,00	RSD 641.250,00	840-1327721-76
3.	Televizija Pirot d.o.o.	Pirot	Branka Radičević a St. bb	20156830	Radio and TV broadcasting	office@tvpirot.co.yu	010/313-800	010/313-911	29,83 %	Pr 003/2087	RSD 2.008.902,00	RSD 4.017.803,00	840-1327721-76
4.	Henkel Merima d.o.o.	Kruševac	Stoja Atanackovića St. bb	07102160	Production of soaps and detergents	henkel.merima@rs.henkel.com	037/415-415	037/415-415	2,33 %	Pr 004/dpm	EUR 1.544.212,00 expressed in RSD at the median exchange rate of the NBS on the payment date	EUR 3.088.423,00	840-1327721-76

Основни подаци о аукцијској продаји удела за сва наведена друштва

Interested parties can purchase the auction documentation for each separate enterprise at the price of: RSD 15000, after they have received the invoice from the Privatization Agency. VAT is not calculated in the price. Purchase of the auction documentation is obligatory. Upon submitting the payment evidence, the auction documentation can be collected at the following address: Privatization Agency, Belgrade, Terazije 23, 5th floor, from 09:00 to 16:30, in the period from 16.09.2008 until 02.10.2008.

DEADLINE FOR SUBMISSION OF APPLICATIONS IS 03.10.2008, BY 16:30. Completed application, which is a part of the auction documentation, with the signed draft SPA and deposit payment evidence, is submitted in a sealed envelope marked with: „APPLICATION FOR PARTICIPATION IN PUBLIC AUCTION PR 101008, Privatization Agency, Belgrade, Terazije 23, 5th floor”.

IF THERE IS NAME OF THE ENTERPRISE WHOSE STAKES ARE SUBJECT OF SALE ON THE ENVELOPE, OR FULL AUCTION SALE CODE, THE APPLICATION MAY BE REJECTED.

THE AUCTION WILL BE HELD ON: 10.10.2008

at the address: **Privatization Agency, Belgrade, Terazije 23, 2nd floor, Large Hall, at 15:00.** Registration of the auction participants will be held at the same address on: **10.10.2008, from 13:00 to 14:50.**

Means of payment at the auction is domestic currency. A declared buyer cannot pay the selling price in installments.

Deposit for participation in the auction amounts to 50% of the initial price of the stake, and can be paid in cash or by submitting the first-class bank guarantee.

In case the first-class bank guarantee has been submitted as a means of deposit payment security, it must be payable within 11 days from the date of declaring a buyer at the auction. Deposit for participation in the public auction is to be returned within 8 days from the public auction date to all participants not having been declared buyers, except to the participant who has bid the second-ranked offer, to whom the deposit is to be returned within 21 days from the public auction date. The Share Fund and buyer shall sign the Agreement on sale of stakes within eight days from the public auction date.

Privatization Agency retains the right to change the auction date and deadline for applying, if necessary, and to inform the interested

parties about those changes, at the latest until the public auction date.

Brief description of the PUBLIC AUCTION procedure for all the stated companies

Sale of stakes by the public auction method is carried out by the Auction Committee which is established by the Share Fund. The Committee supervises the auction sale, registers participants at the auction, declares the auction unsuccessful, signs the minutes and performs other activities of importance for conduct of the auction in accordance with the Law. The conditions for implementation of the auction are met, if at least one person has obtained the auction participant status and if it is present personally or represented by an authorized representative. At the time ordered for the PUBLIC AUCTION opening, the auctioneer shall open the bidding.

If there is more than one person at the bidding, the auctioneer shall announce the initial price as well as each further increase. In case 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 auction is declared unsuccessful and participants lose the right to be returned the deposit.

If only one party who has obtained the auction participant status attends the 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 at the same time 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.