

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 20.11.2008 to 10.12.2008.

#### **DEADLINE FOR SUBMISSION OF APPLICATIONS IS 11.12.2008 AT 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 191208, Privatization Agency, Belgrade, 23 Terazije St, 5<sup>th</sup> 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: 19.12.2008.**

at the following address: **Privatization Agency, Belgrade, 23 Terazije St, 2<sup>nd</sup> floor, Large Hall** at **11:00**. The registration of the auction participants will be held at the same address on:

**19.12.2008, 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 (19.12.2008.) 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 (19.12.2008.) 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 20.11.2008 to 10.12.2008.

\* *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: Socially-owned VINARSKA – PODRUMI, VLASOTINCE

**Auction Sale Code:** 191208-3165p

Official ID number of the Entity: **07106114**

Field of work: **Grapes growing**

The entire estimated capital value to be privatized amounts to: **RSD 644.953.000 or \*EUR 7.575.352** which is **70 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 51.596.000 or \*EUR 606.028**

**Initial price** at the auction sale: **RSD 103.192.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 27.080.000**

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

**A) Buildings – main facilities (m²):**

1. Old cellar (3252) 2. Cellar (2050) 3. Workshop (756) 4. Warehouse and shed (423) 5. Restaurant Sloga (1261) 6. Cellar (498)

**B) Main equipment:**

1) Vacuum machine 2) Air-conditioners (4) 3) Fiscal cash register (4) 4) Printer 5) Chairs (12) (Venera)

**C) Land (m²):** *Entire land: (3917298); construction land: (150292) – state owned; agricultural land: (3767006) – state owned*

Balance sheet per year:		2006		2007	
Shown in:		RSD	***EUR	RSD	***EUR
Total business revenues		130.000	1.546	25.776.000	322.345
Total business expenses		37.255.000	442.958	61.096.000	764.044

**Main products/ services:** 1) Growing og grains and crops 2) Fruit growing 3) Grapes growing 4) Production of juice 5) Wholesale of fruit and vegetables 6) Restaurants 7) Canteens

**Total number of employees:** 100; of which BS/ BA: 1

### 2) Basic information on the entity undergoing privatization: Public veterinary station NOVI KNEŽEVAC, NOVI KNEŽEVAC

**Auction Sale Code:** 191208-3168p

Official ID number of the Entity: **08483671**

Field of work: **veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 9.932.000 or \*EUR 116.661** which is **70 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 683.000 or \*EUR 8.025**

**Initial price** at the auction sale: **RSD 1.366.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 134.000**

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

**A) Buildings – main facilities (m²):**

1. Surgery (115) 2. Auxiliary residential building (157)

**B) Main equipment:**

1) Container for liquid nitrogen 2) Computer (Pentium 4) 3) Passenger vehicles (4) (Jugo) 4) Trichinoscope

**C) Land (m²):** *Entire land: (5841); construction land: (5841) – state owned*

Balance sheet per year:		2006		2007	
Shown in:		RSD	***EUR	RSD	***EUR
Total business revenues		8.690.000	103.323	6.295.000	78.723
Total business expenses		8.203.000	97.533	5.674.000	70.957

**Main products/ services:** 1) Animal protection and treatment 2) Artificial insemination and reproduction of animals 3) Trade in veterinary medicines, additives and fodder 4) Environmental protection and improvement

**Total number of employees:** 13; of which BS/ BA: 5

### 3) Basic information on the entity undergoing privatization: Public veterinary station OBRENOVAC, OBRENOVAC

**Auction Sale Code:** 191208-3196p

Official ID number of the Entity: **07052383**

Field of work: **veterinary activities**

The entire estimated capital value to be privatized amounts to: **RSD 34.215.000 or \*EUR 401.872** which is **70 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 2.485.000 or \*EUR 29.189**

**Initial price** at the auction sale: **RSD 4.970.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 918.000**

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

**A) Buildings – main facilities (m²):**

1. Veterinary station Obrenovac (351) 2. Surgery in Stubline (52) 3. Surgery in Grabovac (64) 4. Surgery in Draževac (100)

**B) Main equipment:**

1) Passenger vehicle (Jugo Koral 55) 2) Passenger vehicles (2) (Jugo Tempo 55) 3) Passenger vehicle (Jugo Tempo) 4) Passenger vehicle (Zastava Koral) 5) Trichinoscope (Mikro)

**C) Land (m²):** *Entire land: (6548); construction land: (6548); (5789) – socially owned; (759) – state owned*

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

Total business revenues	26.203.000	311.551	26.619.000	332.887
Total business expenses	21.684.000	257.821	22.373.000	279.788

**Main products/ services:** 1) veterinary activities  
**Total number of employees:** 16; of which BS/ BA: 9

#### 4) Basic information on the entity undergoing privatization: Socially-owned enterprise for film projections TIMOK, ZAJEČAR

**Auction Sale Code:** 191208-3197p

Official ID number of the Entity: **07201940**

Field of work: **film projections**

The entire estimated capital value to be privatized amounts to: **RSD 5.331.000 or \*EUR 62.611** which is **70 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 426.000 or \*EUR 5.009**

**Initial price** at the auction sale: **RSD 853.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 511.000**

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

##### A) Buildings – main facilities (m²):

1. Business premises (794)

##### B) Main equipment:

1) Office equipment and furniture 2) Projectors (2) (ISKRA MP21) 3) Transformers (2) 4) Cinema chairs 5) Objective (2 items) (120)

##### C) Land (m²):

Balance sheet per year:	2006		2007	
Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	752.000	8.941	500.000	6.253
Total business expenses	742.000	8.822	1.105.000	13.819

**Main products/ services:** 1) Film projections  
**Total number of employees:** 2; of which BS/ BA: 0

#### 5) Basic information on the entity undergoing privatization: Enterprise for wholesale and retail trade OPLENACPROMET, TOPOLA

**Auction Sale Code:** 191208-3234

Official ID number of the Entity: **07290942**

Field of work: **Wholesale of construction material**

The entire estimated capital value to be privatized amounts to: **RSD 99.019.000 or \*EUR 1.163.039** which is **68,81 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 11.882.000 or \*EUR 139.565**

**Initial price** at the auction sale: **RSD 23.765.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 7.000**

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

##### A) Buildings – main facilities (m²):

1. Storage place Morava – Natalinci (345) 2. Directorate (475) 3. Warehouse Jasenica – Topola (420) 4. House and yard in Umag (604) 5. Plateaux Jasenica – Topola (2000)

##### B) Main equipment:

1) Computers (3) (Pentium) 2) Printer (CS Epson GX 1170) 3) Oil tank of 3 tons 4) Oil tank of 4 tons

**C) Land (m²):** *Entire land: (23047) ; construction land: (3843) ; (3655) – socially owned : (188) – state owned; agricultural land: (19204) – state owned*

Balance sheet per year:	2006		2007	
Shown in:	RSD	***EUR	RSD	***EUR
Total business revenues	293.000	3.484	243.000	3.039
Total business expenses	7.781.000	92.515	3.993.000	49.935

**Main products/ services:** 1) Trade  
**Total number of employees:** 15; of which BS/ BA: 0

#### 6) Basic information on the entity undergoing privatization: AGROINDUSTRIJA joint-stock company for consulting and engineering in food industry and agriculture, NOVI SAD

**Auction Sale Code:** 191208-3235

Official ID number of the Entity: **08040486**

Field of work: **Rough construction works**

The entire estimated capital value to be privatized amounts to: **RSD 30.254.000 or \*EUR 355.350** which is **66,696 %** of the entire capital of the entity.

**Deposit** for participation in the auction: **RSD 3.630.000 or \*EUR 42.642**

**Initial price** at the auction sale: **RSD 7.261.000**

**Minimum obligatory investments** into the entity to be privatized amounts to: **RSD 46.000**

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

##### A) Buildings – main facilities (m²):

1. Business premises (446) 2. Garages (17) 3. Business premises (64) 4. Warehouse (11)

##### B) Main equipment:

1) Passenger vehicle (Zastava Jugo 55) 2) Computer equipment 3) Office furniture

##### C) Land (m²):

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

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Total business revenues	1.056.000	12.556	623.000	7.791
Total business expenses	3.687.000	43.838	15.723.000	196.626

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**Main products/ services:** 1) Drafting of project-technical documentation 2) Engineering in food industry and agriculture

**Total number of employees:** 12; **of which BS/ BA:** 1