

Pursuant to the Decision of the Assembly of Socially-owned Enterprise – Food Industry «Srbijanka», Valjevo, in restructuring, on adoption of the Restructuring Programme no. 6-2/06 dated 5 September 2006, the Decision by the Privatization Agency on accepting the Restructuring Programme no. 7-202/06 dated 5 October 2006, the Decision by the Managing Board of Socially-owned Enterprise – Food Industry «Srbijanka», Valjevo, in restructuring, on sale of the assets by public bidding no. 18-02/07 dated 17.07.2007 and the Contract of Power of Attorney no.1-1205/07-56/01 dated 31.07.2007 concluded between Socially-owned Enterprise – Food Industry «Srbijanka», Valjevo, in restructuring, as a Principal, and the Privatization Agency, as a Holder of Power of Attorney, the Privatization Agency announces:

**PUBLIC INVITATION
FOR PARTICIPATION IN THE PUBLIC BIDDING FOR PURCHASE OF THE
REAL ESTATE AND EQUIPMENT OF
SOCIALLY-OWNED ENTERPRISE – FOOD INDUSTRY «SRBIJANKA»,
VALJEVO, IN RESTRUCTURING**

Sale Code: 111007-R-2043

1. Subject of Sale

The subject of sale is the real estate with equipment of Socially-owned enterprise – Food Industry «Srbijanka», Valjevo, in restructuring, located in Valjevo, 58 Vladike.Nikolaja Velimirovića St. (hereinafter: enterprise) which comprise the following:

1. The real estate in KO Taor, registered in the real estate list 495 KO Taor, which includes the following:

- 1) Cad. lot no. 249/1 KO Taor, comprising the area of 20 ares 00 m², with an agricultural facility – warehouse “Mravinjci”, comprising the area of 316 m²,
- 2) Cad. lot no. 100/2 KO Taor, pasture of the 4th class, comprising the area of 20 ares 00 m².

2. The real estate in KO Miličinica, registered in the real estate list 1039 KO Miličinica, which includes the following:

1) Cad. lot no. 58/2 KO Miličinica, comprising the area of 07 ares 38 m², which includes the following:

- building – warehouse (Kranjani), comprising the area of 84 m², and
- vineyard of the 4th class, 06 ares 54 m²;

2) Cad. lot no. 2982/2 KO Miličinica, comprising the area of 38 ares 00 m², which includes the following:

- buildings (kiln, dairy and warehouse), comprising the area of 1.176 m², and
- pasture 3rd class, 26 ares 24 m²;

3) Cad. lot no. 2982/4 KO Miličinica, comprising the area of 30 ares 00 m², which includes the following:

- buildings (veterinarian station), 91 m², and

- pasture, 3rd class, 29 ares 09 m²;
- 4) Cad. lot no. 2988/2 KO Miličinica, comprising the area of 27 ares 00 m², which includes the following:
- building (business premises and store), 300 m²,
 - land by the building – facility, 05 ares 00 m², and
 - pasture, 4th class, 19 ares 00 m²;
- 5) Cad. lot no.3162/4 KO Miličinica, comprising the area of 83 m², which includes the following:
- buliding – warehouse (zv.Ružići), 53 m², and
 - field, 6th class, 30 m²;
- 6) Cad. lot no.3376/3 KO Miličinica, comprising the area of 34 ares 50 m², which includes the following:
- warehouses and auxiliary buildings – 5 buildings, 304 m² and
 - field, 6th class, 31 are 46 m².

3. The real estate in KO Brankovina, registered in the real estate list no. 671 KO Brankovina, which includes the following:

- 1) Cad. lot no.1191/2 KO Brankovina, comprising the area of 01 ha 12 ares 58 m².

4. Business premises in Belgrade:

1) Premises in the facility B-15 at Vračar, in Belgrade, Ul. IV Nova 5, bay 3, which include the following:

- Office 3 on the ground floor, 43,53 m², and
- Office 4 on the ground floor, 45,80 m²;

2) Office 8, 17,90 m², in the facility PFC - 41, in the Block 63 in New Belgrade.

5. Storehouse in Kragujevac on the Cad. lot no. 6924/75 KO Kragujevac, 9 Miodraga Miljkovića Zekinca St.

- Buseinness premises – the storage comprises the area of 153,87 m² and includes an office, two warehouses, two sanitary blocks and a platform for receiving goods, and it is located on the ground floor of a business-residential facility.

6. Storehouse in Mali Zvornik, on the Cad lot no. 110/1 KO Mali Zvornik:

- Business premises (store, warehouse and office space);

7. The real estate in KO Donje Leskovice:

1) Kiln with a warehouse, built on the Cad. lot nos.1024/2 and 1184 KO Donje Leskovice, 25,80 m x 34,50 m;

2) Warehouse “Jezero”, built on the Cad. lot no. 228/1 KO Donje Leskovice, 4,90 m x 9,60 m (old part) + 1,90 m x 5,90 m (new part);

8. The real estate in KO Lelić:

1) Plum kiln, built on the Cad. lot nos. 1216/1 and 1216/2 KO Lelić, 26,70 m x 10,40 m;

9. Business premises – warehouse in KO Gornje Leskovice.

- on the Cad. lot no. 1678/1 KO Gornje Leskovice;
- 5,00 m x 10,00 m (old) and 2x10,00 m +10,00 m x 5 m (new part);

10. Busines premises in KO Donje Leskovice.

- on the Cad. lot nos. 1012/1, 1184 and 1013/1 KO Donje Leskovice;
- 30,40m x 16,80 m +10,60 m x 22,90 m +32,80 m x 11,10 m +16,80 m x 3,90 m.

11. Warehouse in the village of Bogatić, in KO Bogatić.

- built on the Cad. lot no. 649 KO Bogatić, 12,20 m x 5,50 m.

The land which includes the facility has been registered as national property.

12. Veterinarian station KO Donje Leskovice, 106 m²;

13. Store and warehouse in KO Lelić.

- built on the Cad. lot no. 1216/2 KO Lelić, 165 m²;

14. House - tavern in Kamenica (KO Kamenica).

- Registered in the real estate list 886 KO Kamenica;
- built on the Cad. lot no. 801 KO Kamenica, comprising the area of 05 ares 67 m², of which the building comprises 163 m² and the land comprises 04 ares 04 m²;

15. Land – Cad. lot no. 276/2 KO Sedlari (outskirts of Valjevo).

- Registered in Land Register no. 550 KO Sedlari, 20 ares 00 m².

The assets are on sale as seen, without possibility of later complaints.

2. Bidding Documents

Interested parties can purchase the sale documents at the price of RSD: 40.000,00, after they receive the invoice from the Privatization Agency. The purchase of the bidding documents is mandatory, and on its receipt one is to sign the Confidentiality Agreement. Upon submitting the payment evidence, the sale documents can be collected at the following address: Privatization Agency, Auction Center, 23 Terazije St. (5th floor), 11000 Belgrade, 10:00-17:00, from 20.09.2007 to 02.10.2007.

3. Initial Price

The initial price at the public bidding amounts to RSD 46.241.936 (forty-six million two hundred and forty-one thousand nine hundred and thirty-six dinars) increased by 5% of advance and RSD 200.000,00 of actual costs of the Privatization Agency, which carries out the sale of the assets.

4. Requirements for a Purchaser

Declared Purchaser shall assume the obligations pursuant to the Sale and Purchase Agreement which is the integral part of the bidding documents.

By submitting the application, the participant fully accepts the conditions given in the Instructions to Participants and Draft Sale and Purchase Agreement, which are the integral part of the sale Documents.

5. Requirements for Participants

All legal entities and individuals have the right to participate in the sale process with the limitations mentioned in the Instructions to Participants, if they purchase the sale documents, submit the application for participation in the public bidding and pay the deposit amounting to RSD 4.624.194 (four million six hundred and twenty-four thousand one hundred and ninety-four dinars), which is 10% of the initial sale price, or if they submit the first-class bank guarantee at the same amount in accordance with the Instructions to Participants.

In case that the bank guarantee has been submitted as a means of paying the deposit, it has to be payable within the period of 48 hours after the purchaser has been declared at the public bidding.

6. Visits to the Enterprise

After signing the Confidentiality Agreement and purchasing the bidding documents, a potential participant shall be in the position to visit the assets which are the subject of sale, have meetings with the persons in charge and check financial, commercial and legal data referring to the assets.

7. Submission of Applications for Participation in the Public Bidding

The deadline for submission of applications is 3 October 2007 at 17.00. The applications are to be submitted to the Privatization Agency, in a sealed envelope marked with the following:

APPLICATION FOR PARTICIPATION IN PUBLIC BIDDING
111007
SERBIAN PRIVATIZATION AGENCY
AUCTION CENTER
23 TERAZIJE St., 5th FLOOR, 11000 BELGRADE

If there is the name of the subject of sale on the envelope or the full sale code, the application can be rejected. Application for participation is to be filled in a separate form, which is the integral part of the purchased documents and has to contain the data given in the Instructions to Participants, deposit payment evidence and number of account for returning the deposit. Incomplete and late applications shall not be taken into consideration. The Commission for the conduct of the public bidding shall inform the applicants on the approval of their applications no later than two weekdays prior to the date of the public bidding.

8. Public Bidding

The public bidding will be held on 11 October 2007 starting at 14:00 at the Privatization Agency, 23 Terazije St., Belgrade, Large Hall on the second floor. Registration of the participants in the public bidding will be held at the same address, in the Small Hall, on 11 October 2007, from 13:00 to 13:50.

The method of public bidding and conclusion of the Sale and Purchase Agreement are described in detail in the Instructions to Participants.

The deposit is to be returned to the participants who have not been declared a buyer within the period mentioned in the Instructions to Participants.

The participant to be the first to bid the highest offer and which is declared a buyer, shall have the deposited sum calculated in the purchase price, while the margin between the

deposited sum and the final purchase price is to be paid by the declared buyer in the account of the Privatization Agency pursuant to the provisions of the Sale and Purchase Agreement. In case that it refuses to sign the Sale and Purchase Agreement, the deposit is to be retained.

Pursuant to the provisions of the Restructuring Programme, “Media svjat” from Sofia, Bulgaria, have the right of pre-emption purchase of the sale subject.

**Socially-owned Enterprise – Food Industry
«Srbijanka» – in restructuring, Valjevo**

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