

Pursuant to the Decision of the Board of the Topionica i rafinacija bakra Bor d.o.o. u restrukturiranju (Limited Liability Company, Copper Melting and Refining Plant Bor in restructuring no. 37/1 dated 18 February 2006 and the Contract of Power of Attorney no. II Cert. no. 3042/06 dated 22 December 2006, concluded between the Copper Melting and Refining Plant Bor Llc. in restructuring and the Privatization Agency,

the Privatization Agency announces:

PUBLIC INVITATION
FOR PARTICIPATION IN THE PUBLIC BIDDING
FOR PURCHASE OF THE PART OF THE ASSETS of the Limited Liability Company, Copper Melting and Refining Plant Bor in restructuring

i.e.

Movable Property of the Plant for Production of Photochemicals and Car Cosmetics

AS SEEN

Sale Code: 310507-R-1850

Subject of Public Sale:

Subject of sale comprises the movable property owned by **the Limited Liability Company, Copper Melting and Refining Plant Bor in restructuring** i.e. **Plant for Production of Photochemicals and Car Cosmetics**, that is, production equipment, according to the content of the Sale Documents.

The foregoing assets are offered for sale as seen, without possibility of further complaints.

Mandatory Terms of Public Sale:

The initial price at the Public Bidding amounts to **USD 9.843**.

The Sales-Purchase price is to be paid AT ONCE.

Means of payment for the Sales-Purchase price can be SOLELY in domestic currency or in foreign convertible currency.

If the declared buyer is a domestic legal entity or individual, the Purchase price can be in RSD equivalent, calculated according to the official intermediate rate of the National Bank of Serbia (NBS) on the payment date.

Participation Requirements:

Participation in the Public Bidding is open to all entities and individuals that have:

- purchased the Bidding Documents,
- signed the Confidentiality Agreement,
- submitted the Application for participation in the Public Sale;

- paid the Public Bidding deposit amounting to **USD 2.953**, or in RSD equivalent calculated according to the official intermediate rate of the NBS current on the day of the Public Invitation's announcement or that have submitted, along with the Application for participation, the Bid Bond amounting to **USD 2.953**, or in RSD equivalent calculated according to the official intermediate rate of the NBS current on the day of the Public Invitation's announcement, and
- been registered for participation in the Public Bidding.

The Bidding participant may also be a Consortium of domestic and/or foreign legal entities and/or individuals (hereinafter: Consortium). The Consortium Agreement shall give authorization to one Consortium member to represent the Consortium (hereinafter: Authorized Representative of the Consortium) and to act on behalf of and for the Consortium. The Consortium Agreement must stipulate unlimited joint and several liabilities of all Consortium members.

The Consortium Agreement has to be submitted together with the Application for participation in the Public Bidding.

Sale (Bidding) Documents:

Sale Documents include:

- Confidentiality Agreement,
- Application form for participation in the Public Bidding;
- Draft Property Sale Agreement,
- Rules of the Public Bidding procedure – Instructions to Participants in the Public Bidding,
- Relevant property–legal documents,
- A copy of the Public Invitation for participation in the Public Bidding.

Interested parties can purchase the sale documents at the price of RSD 40.000 without VAT.

Upon submitting the payment evidence, the sale documents can be collected at the following address: Privatization Agency, Belgrade, 23 Terazije St., 5th floor, room 511.

The funds paid for the purchase of the sale documents are not refundable.

Sale Documents shall be available to the interested parties starting from 30 April 2007 to 22 May 2007, from 09:00 to 16:00.

Visits to the subject of sale shall be available to the parties that have purchased the sale documents and signed the Confidentiality Agreement.

The periods of the visits to the Subject of the Public sale shall be determined in accordance with the Rules of Public Bidding procedure – Instructions to participants in the Public Bidding.

Contact Person:

Vuk Perić

Auction Center

tel: +381-11-3020 895, 3020 803, 3020 842

fax: +381-11- 3029 985

E-mail: vperic@priv.yu

Other data on the subject of sale are available at the Internet address:

www.priv.yu

Submission of Applications for Participation in the Public Bidding:

The applications shall be submitted directly to the Privatization Agency, Belgrade, 23 Terazije St., 5th Floor, office 511, in a sealed envelope marked with:

Auction Sale Code: **310507-R-1850**

APPLICATION FOR PARTICIPATION IN PUBLIC BIDDING
Privatization Agency of the Republic of Serbia
Terazije 23/V, Belgrade

The deadline for submission of Applications for participation in the Public Bidding is 23 May 2007, at 17:00.

The Application for participation in the Public Bidding shall be completed in a separate form, which is an integral part of the Bidding Documents. Along with the Application for participation in the Public Bidding, it is mandatory to submit signed and on each page initialed Draft Sale and Purchase Agreement and the deposit payment evidence, that is, the Bid Bond.

Incomplete and belated applications will not be taken into consideration.

The Commission for the conduct of the Public Bidding will inform the applicants on approval of their Applications not later than one day prior to the Public Bidding date.

The participants whose Applications for participation in the Public Bidding have been approved, but who have not been registered, lose the right to be returned the deposit, i.e. the Bid Bond. Even the participants who have been registered for the Public Bidding, but who have not attended the Bidding, lose the right to be returned the deposit, i.e. the Bid Bond.

Public Bidding performance:

The Public Bidding will be held on 31 May 2007, at 14.00, at the following address: Privatization Agency, Belgrade, 23 Terazije St., 2nd floor, Large Hall.

Registration of the participants in the Public Bidding will be held on 31 May 2007, at the following address: Privatization Agency, Belgrade, 23 Terazije St., Small Hall on the 2nd floor, from 13:00 to 13:50.

The method of the Public Bidding performance is described in detail in the Rules of Public Bidding procedure.

The deposit, i.e. the Bid Bond, is to be returned to the participants not having been declared a buyer within the period of 10 working days after the conclusion of the Public sale, except for the participant having bid the second best offer at the Public Bidding.

Conclusion of the Property Sale Agreement:

The text of the Property Sale Agreement cannot be changed.

The participant having been the first to bid the highest offer at the Public Bidding and having been declared a buyer, shall sign the Property Sale Agreement.

The participant having been the first to bid the highest offer at the Public Bidding, and having submitted the Bid Bond to the Agency, along with the Application for participation in the Public Bidding, is obliged to pay the amount of the deposit into the account of the Agency two days after the Public Bidding has been held at the latest.

If the declared buyer refuses to sign the Public Bidding Minutes or the Property Sale Agreement or does not pay the Purchase price within the stipulated period, it loses the right to be returned the deposit, i.e. the Bid Bond is to be cashed.

If the declared buyer refuses to sign the Public Bidding Minutes or the Property Sale Agreement or does not pay the Purchase price within the stipulated period, and there have been other offers, the Property Sale Agreement is to be concluded with the participant having bid the second best offer at the price offered by that participant.

If the participant which has bid the second best offer at the Public Bidding refuses to sign the Public Bidding Minutes or the Property Sale Agreement or does not pay the Purchase price within the stipulated period, it loses the right to be returned the deposit, i.e. the Bid Bond is to be cashed.

Right to amend the Public Invitation:

The Privatization Agency and the Limited Liability Company, Copper Melting and Refining Plant Bor in restructuring, reserve the right to change dates, deadlines and/or terms of this Public Invitation, and shall bear no liability for potential costs or damages suffered by potential participants in the Public Bidding as a result of such amendments.

Potential participants will be informed by the Privatization Agency on the amendments to the Public Invitation at the latest until the Public Bidding date.