

Pursuant to the Decision of the Managing Board of KMG «Trudbenik» a.d. Beograd in restructuring (hereinafter: KMG Trudbenik), Kralja Aleksandra 79, no. 1524 dated 15.08.2006 and the Decision no. 422 dated 14.02.2007, the Decision of the Privatization Agency of the Republic of Serbia on accepting the Restructuring Program no. R-132/06 dated 27.06.2006, the Contract of Power of Attorney II/1 Cer. No. 1499/06 concluded on 23.08.2006 in Belgrade between KMG Trudbenik, as a Principal, and Serbian Privatization Agency, as an Agent, and the Annex 3 of the Contract of Power of Attorney dated 15.12.2006, the Privatization Agency announces

**PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC BIDDING FOR  
PURCHASE OF THE SHARE OF KMG «TRUDBENIK» IN GP «TRUDBENIK  
GRADNJA» Ltd., BELGRADE**

**Sale Code: R-290307-028p**

**1. Subject of Sale**

The subject of sale is:

The share of „KMG TRUDBENIK“ a.d., amounting to 100% of the registered capital, which it has in the Construction Enterprise «Trudbenik Gradnja» Ltd., Beograd, Pančevački put 56, whose capital value has been registered in the Serbian Business Registers Agency amounting to 5000,00 USD registered in money on 11.07.2003, 21.608.011,21 USD registered in rights and 5.291.152,58 USD registered in property, at the state on 01.07.2003.

**2. Mandatory Terms of Sale**

- Initial part for the share amounts to CSD 546.748.050,00 (Five hundred and forty-six million seven hundred forty-eight thousand and fifty)
- Deposit amounts to CSD 54.674.805,00 (Fifty-four million six hundred and seventy-four thousand eight hundred and five)
- Purchaser fully accepts the rights and obligations provided in the full text of the Agreement of Sale and Purchase of the share given in the Appendix of the Sales Documents

**3. Terms of Participation**

Purchaser of the share and assets cannot be: 1) domestic legal entity with major socially-owned capital; 2) legal entities and natural persons having due but unsettled liabilities towards the Seller and 3) subsidiaries of the Seller. Such applications shall be rejected without being taken into consideration.

The bidding participant may also be legal entity, natural person and a consortium of 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 and for the Consortium.

#### **4. Sale Documents**

Interested parties can purchase sale documents at the price of CSD 40.000,00, after the invoice has been issued by the Privatization Agency. Purchase of the public bidding documents is mandatory, and on its receipt the Confidentiality Agreement should be signed.

Upon submitting the payment evidence, the sale documents can be collected at the following address: Privatization Agency, Belgrade, 23 Terazije St., 5<sup>th</sup> floor, Room 511, from 9:00 to 17:00, within the period from 19.02.2007 to 22.03.2007.

Upon collecting the public bidding documents, the interested purchasers can visit the Enterprise which is on sale at the address: Belgrade, 56 Pančevački put St., contact person Relja Nedić, from 19.02.2007 to 22.03.2007 on weekdays from 9:00 to 13:00. Contact telephone: 011-27-12-814.

#### **5. Submission of Applications for Participation in Public Bidding**

The deadline for submission of applications is 22.03.2007 at 17:00.

The application has to contain the data from the Instructions to Participants at public bidding, which are an integral part of the documents, deposit payment evidence and the number of account for returning the deposit.

Filled application which is a part of the bidding documents, with signed Draft Sales and Purchase Agreement, signed on each page, and deposit payment evidence are to be submitted in a sealed envelope with inscription:

APPLICATION FOR PARTICIPATION IN PUBLIC BIDDING  
R-290307

Privatization Agency, 23 Terazije St., Belgrade

The Commission for conduct of the public bidding will inform the applicants on the approval of their applications no later than one day prior to the date of the public bidding.

- Prior to submission of application for participation, a participant is obliged to pay deposit, or submit first-class bank guarantee, in the account and for the Privatization Agency, at the amount of CSD 54.674.805,00 (Fifty-four million six hundred and seventy-four thousand eight hundred and five).

#### **6. Public Bidding:**

The public bidding will be held on 29.03.2007 at 11:00 at the Privatization Agency, 23 Terazije St., Belgrade, Large Hall on the second floor.

Registration of participants in the public bidding shall start one hour prior to the public bidding, and shall be finished ten minutes prior to the public bidding, i.e. from 10:00 to 10:50.

The method of a public bidding and conclusion of the Sales and Purchase Agreement are explained in detail in the Instructions to Participants which are an integral part of the documents.

The deposit is to be returned to all the participants which have not been declared buyers within the period provided in the Instructions to Participants which are an integral part of the documents.

The participant with the best offer, which is declared a buyer, will have the deposited sum calculated in the purchase price, and in case of its waiving, the deposit is to be retained.

**Serbian Privatization Agency**

Auction Center

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