Pursuant to the Decision of the Board of Directors of the Company «Magnohrom» d.o.o. Kraljevo, Dositejeva bb St., no. 11 dated 10.02.2009, Decision no. 15 dated 16.04.2009 and 06.05.2009, Conclusion of the Government of the Republic of Serbia 05 no: 023-1651/2008-03 dated 17.04.2008, Agreement on Power of attorney certified with the First Municipal Court in Belgrade II Cert.no. 234/2009 dated 24.02.2009 and Annex to the Agreement on Power of attorney II Cert.no. 857/09 dated 19.05.2009, Privatization Agency announces

PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC BIDDINGS FOR PURCHASE OF FIVE SEPARATE PROPERTY UNITS OF THE COMPANY «MAGNOHROM» D.O.O. KRALJEVO

PROPERTY UNIT 1

Sale code: R-260609- 3328P

Subject of sale: Unloading place of "Feropromet" comprised of: administration building of 461m², canteen building of 170m², office space of 194m², porter's lodge of 36m², prefabricated shed of 500m², plateau of 2263m², car spare parts shop of 1368m², switchboard building of 27m² and approach road with the parking plateau of 380m², with relating land of total area of 59,85 ar built on the Cadastral parcel KP 3494/1 with the area of 15ar 17m² and on Cadastral parcel KP 3494/7 with the area of 44ar 68m², registered in the Excerpt of the possession document no. 4582 of KO (Cadastral Municipality) Kraljevo.

Initial price: RSD 59.835.615,00. **Deposit:** RSD 11.967.123,00.

PROPERTY UNIT 2

Sale code: R-260609- 3329P

Subject of sale: Yard next to the dwelling house with the area of 12,30 ar, Cara Lazara Street, Kraljevo, total area 17,05 ar, registered in the Excerpt of the possession document no. 1661 KO (Cadastral

Municipality) Kraljevo.

Initial price: RSD 15.204.132,00. Deposit: RSD 3.040.827,00.

PROPERTY UNIT 3

Sale code: R-260609- 3330P

Subject of sale: Yard next to the dwelling house with the area of 10,15 ar, Hajduk Veljkova Street, Kraljevo, total area 17,99 ar, registered in the Excerpt of the possession document no. 7534 KO (Cadastral Municipality) Kraljevo.

Initial price: RSD 17.186.095,00.

Depozit: RSD 3.437.219,00.

PROPERTY UNIT 4

Sale code: R-260609- 3331P

Subject of sale: The building with the total area 410m² in Draglica Nova Varoš – non-booked ownership, i.e. cadastral parcels no. 696/4 and 2476 KO (Cadastral Municipality) Senište, i.e. agricultural land which is socially-owned with the total area of 17 ar 93m².

Initial price: RSD 1.712.047,00. Deposit: RSD 342.410,00.

PROPERTY UNIT 5

Sale code: R-260609- 3332P

Subject of sale: A part of the cadastral parcel 5297/6 KO (Cadastral Municipality) Kraljevo, whose total

area is 61,9 ar.

Initial price: RSD 7.333.144,00. Deposit: RSD 1.466.629,00.

Selling documents

Interested parties can purchase the bidding documents at the price of RSD 20.000,00 dinara, for each property unit separately, after they receive the invoice from the Privatization Agency. Purchase of the bidding documents is obligatory, and on their collection must be signed the Confidentiality Agreement.

Upon submission of the payment evidence, the bidding documents can be collected at the following address: Privatization Agency of the Republic of Serbia, Center for Auctions and Compulsory Liquidation, Terazije 23, V floor, office 511, from 08:30 to 16:30, in the period from 26.05.2009 to 17.06.2009.

Submission of applications for participation in the public bidding

Deadline for submission of applications is 18.06.2009, at 16:30.

The application must contain the data given in the Instruction to bidders, which is the integral part of the bidding documents, deposit payment evidence and account number for return of the deposit.

PROPERTY UNITS ARE OFFERED FOR SALE SEPARATELY AND FOR EACH OF THEM THE SEPARATE APPLICATION IS TO BE SUBMITTED

Completed application which is a part of the bidding documents, with signed Draft Agreement, initialed on each page and deposit payment evidence, are to be submitted in a sealed envelope.

The Commission for sale of the real estate of the Company «Magnohrom» d.o.o. Kraljevo, will inform all applicants on approval of their applications at the latest until one weekday prior to the public bidding date.

Befor submission of application for participation, a participant is obliged to pay the deposit, or to submit the first-class bank guarantee, for the account and in favor of Privatization Agency. The deposit amount for each real estate which is the subject of sale, has been stated in the clause 1 of this invitation.

Public biddings

Public biddings will be held on 26.06.2009, with the beginning at 14:00, in the premises of the Privatization Agency, Terazije Str. 23, Belgrade, Large hall, on the II floor.

Registration of the participants in the public bidding shall begin one hour before the public bidding, and shall end ten minutes prior to the public bidding, i.e. in the period from 13:00 until 13:50.

The manners of conduct of the public bidding and conclusion of the Sale and Purchase Agreement are explained in detail in the Instruction to bidders, which is the integral part of the bidding documents..

The deposit will be returned to all participants not declared the buyer within the period specified in the Instruction to participants, which is the integral part of the bidding documents.

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

Privatization Agency reserves the right to change the public bidding date and deadline for applying if necessary and to inform the interested parties thereof, at the latest until the public bidding date.

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