

In accordance with the Article 28 of the Law on Privatization ("Official Gazette of the Republic of Serbia" nos. 38/2001, 18/2003, 45/2005 and 123/2007)

Privatization Agency,

(hereinafter: "the Agency")

hereby announces:

PUBLIC INVITATION

For participation in the Public Tender for sale of 70% of the socially owned capital of::

Magazine Publishing Company "NIN" d.o.o, Belgrade

(hereinafter: Entity undergoing privatization)

Tender Code: **NIN 31/08**

1. The total registered capital of the Entity undergoing privatization consists of 87% socially owned capital, 10% of capital is owned by the Company Politika a.d, Belgrade, while the remaining 3% of capital are owned by current and former employees of the Entity Undergoing Privatization.

2. The Agency offers for sale 70% of the socially owned capital, i.e. 60,9% of the total registered capital of the Entity undergoing privatization.

3. Details about the Entity undergoing privatization:

Adress: Cetinjska 1, Belgrade, Serbia

Phone: (+381 11) 3373-103;

Fax: (+381 11) 3373- 210;

Activity: Publishing of magazines and similar periodicals (activity code: 22130)

More details on the Entity undergoing privatization is available at:
http://www.priv.yu/pregled_preduzeca/zip/cp_3784.zip.

Detailed information about the Entity undergoing privatization, along with the Instructions to Bidders (hereinafter "the Tender Documents"), will be made available to all interested tender participants upon signing of the Confidentiality Agreement and payment of the Tender Documents Fee.

The Tender Documents Fee is EUR 8.000,00 (Euro eight thousand).

The Agency has appointed CES Mecon d.o.o, Belgrade as as advisor in this privatization procedure (hereinafter: Advisor).

4. A bid may be submitted by:

A. A potential bidder that fulfils the following requirements:

- it has purchased the Tender Documents and

- it fulfills the following requirement:

- It has been engaged in publishing of newspapers and/or magazines for the last 10 operating years in continuity, and achieved operating revenues of at EUR 30,000,000 (Euro thirty million) in 2007.

If an interested bidder is a parent company that does not meet the requirements from this clause of the Public Invitation, its subsidiary has the right to submit a bid, if it fulfils these requirements. The subsidiary that fulfils the above stated requirements may also submit a bid if the parent company has purchased the Tender Documents.

If an interested bidder is a subsidiary that does not meet the requirements from this clause of the Public Invitation, its parent company has the right to submit a bid, if it fulfils these requirements. The parent company that fulfils the above stated requirements may also submit a bid if its subsidiary has purchased the Tender Documents.

B. If an interested bidder is a Consortium, it is necessary that it fulfils the following requirements:

- All Consortium members have made the decision on organizing and entering the Consortium,
- All Consortium members have concluded a written Consortium Agreement and notarized it at the Court, or other competent body (in case of foreign legal entities and individuals),
- Each Consortium member assumes unlimited joint and several liability under the Consortium Agreement,
- The Consortium Agreement specifies each member's percentage in the acquisition of capital of the Entity undergoing privatization, provided that one Consortium member has at least 51% of the total share in Consortium (hereinafter: **Consortium Leader**),
- All Consortium members have signed a notarized Power of Attorney for therepresenting member of the Consortium,
- All Consortium members have signed the Confidentiality Agreement,
- At least one of the Consortium members has purchased the Tender Documents,
- The Consortium Leader fulfils the following requirement:
 - It has been engaged in publishing of newspapers and/or magazines for the last 10 operating years in continuity, and achieved operating revenues of at EUR 30,000,000 (Euro thirty million) in 2007.

5. The Agency is hereby inviting all parties interested in participating in the tender to submit a written request for purchasing the Tender Documents for the Entity undergoing privatization by **November 28, 2008**.

Tender Documents will be made available to the interested parties from **November 10, 2008**.

A written request for purchasing the Tender Documents shall be submitted to the Advisor and the Agency at the address below, by mail, e-mail or facsimile, clearly marked with "Request for purchasing the Tender Documents – Tender Code: **NIN 31/08**".

Upon receiving the request, an invoice for payment of the Tender Documents Fee and the Confidentiality Agreement for signature, shall be forwarded to the Tender Participant's authorized representative by mail, e-mail or facsimile. Signed Confidentiality Agreement shall be immediately faxed and mailed back to the Advisor to the addresses below.

Upon receipt of the signed Confidentiality Agreement, evidence of the power of attorney for the person who signed the Confidentiality Agreement, and evidence of payment of the Tender Documents Fee, the Advisor shall send the relevant Tender Documents to the Tender Participant by mail/e-mail, or hand it to its authorized representative.

The Advisor and the Agency shall not be held liable for any loss or delay that may occur in the delivery of any document.

6. The deadline for submission of binding offers for acquisition of 60,9% of the total registered capital of the Entity undergoing privatization by interested bidders is **December 12, 2008 by 16:30 hours Belgrade time.**

The Agency reserves the right to amend any and all the elements of the Public Invitation, if necessary.

As a prerequisite for bid submission, it is necessary to pay a deposit or to submit the Bid Bond in the amount of EUR 200.000 (two hundred thousand Euros).

7. All inquiries relating to this Public Invitation should be directed to the contact persons at the address bellow, in Serbian or English.

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