

In accordance with Article 28 of the Law on Privatization ("Official Gazette of the Republic of Serbia" No. 38/2001 and 18/2003), **the Privatization Agency of the Republic of Serbia** hereby announces a:

**PUBLIC INVITATION**

For participation in a Public Tender for the acquisition of the socially owned capital (privatization) of:

**Preduzece za proizvodnju stocne hrane, veterinarskih lekova i vakcina  
"Veterinarski zavod" AD, Zemun**

Tender Code: **VET05/03**

1. The capital structure of the company consists of 93.7% of socially owned capital and 6.3% of share capital.

The Privatization Agency offers for sale 70% of socially owned capital of AD "Veterinarski zavod", Zemun (hereinafter: Entity undergoing privatization).

2. Details about the Entity undergoing privatization:

Address: **Batajnicki Drum 4, 11080 Zemun  
Republic of Serbia, Serbia and Montenegro**  
Phone Number: **+381 011 196 434**  
Fax Number: **+381 011 196 434**  
Industry: **Production of animal feed, production of veterinary  
medicaments and vaccines**  
Tender Code: **VET05/03**

Basic data about the Entity undergoing privatization is available at:

[http://www.priv.yu/pregled\\_preduzeca/pdf/teaser\\_265.pdf](http://www.priv.yu/pregled_preduzeca/pdf/teaser_265.pdf)

Detailed information about the Entity undergoing privatization, along with the Information Memorandum (hereinafter "the Tender Documents"), will be made available to all buyers of the Tender Documents upon payment of the Tender Documents Fee in the amount of five thousand US Dollars (USD 5,000) plus one thousand US Dollars (USD 1,000) for sales tax.

3. The PA has appointed **Raiffeisen Investment AG, Austria** to act as the advisor in the privatization procedure (hereinafter: "Advisor").
4. A bid may be submitted by a potential Buyer that fulfils the following requirements:
  - has purchased the Tender Documents;
  - has been engaged for at least one year in one of the following activities or has at least one year work experience in one of the following activities:
    - a) Production of convenience animal feed or animal feed supplement;

- b) Wholesale of grains and animal feed;
- c) Production of elementary pharmaceutical raw materials or pharmaceutical preparations;
- d) Wholesale of pharmaceutical products.

If the potential Buyer is a Parent company that does not fulfill the requirements from this clause of the Public Invitation, its subsidiary has the right to submit a bid, if it fulfils the requirements. The Subsidiary may submit a bid if the Parent company has purchased the Tender Documents.

If the potential Buyer is a subsidiary that does not meet the requirements referred to by this clause of the Public Invitation, its Parent company has the right to submit a bid, if the Parent company fulfils those requirements. The Parent company may submit a bid if its Subsidiary has purchased the Tender Documents.

A bid may be submitted by a legal entity or an individual, a consortium of legal entities, a consortium of individuals or a consortium of legal entities and individuals.

If the potential Buyer is a consortium referred to by previous paragraph, the following requirements should be fulfilled:

- All Consortium members have signed the Consortium Agreement and notarized it in the Court;
- All Consortium members have made the decision on organizing and entering the Consortium;
- In the Consortium Agreement, each member of the Consortium assumes an unlimited joint and several liability;
- The Consortium Agreement specifies each member's percentage in the acquired company's capital;
- All Consortium members have signed Notarized Power of Attorney for the representing member of the Consortium;
- All Consortium members have signed the Confidentiality Agreement;
- At least one of the Consortium members has purchased the Tender Documents;
- At least one of the Consortium members has been engaged for at least one year in one of the following activities or has a one year work experience in one of the following activities:
  - a) Production of convenience animal feed or animal feed supplement;
  - b) Wholesale of grains and animal feed;
  - c) Production of elementary pharmaceutical raw materials or pharmaceutical preparations;
  - d) Wholesale of pharmaceutical products.

5. The Privatization Agency hereby invites all interested parties to submit a written request for the purchase of the Tender Documents for the Entity undergoing privatization by **August 15<sup>th</sup>, 2003**.

The request for purchasing the Tender Documents shall be submitted to the Advisor by mail to one of the addresses stated below, or by e-mail or facsimile, clearly marked with "Request for the purchase of Tender Documents – Tender Code **VET05/03**".

Upon receiving the request, an invoice for payment of the Tender Documents Fee shall be forwarded to the authorized representative by the Privatization Agency. Upon the payment of the Tender Documents Fee, the Confidentiality Agreement shall be sent to duly authorized representative for signature, by mail, e-mail or facsimile. Signed



Confidentiality Agreement shall be immediately faxed and mailed back to the Advisor at the addresses below.

6. Upon receipt of the signed Confidentiality Agreement and evidence of payment of the Tender Documents Fee, The Advisor shall immediately send the relevant Tender Documents to the Tender Participant by mail or e-mail, or hand it to the authorized representative.

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

7. The deadline for submission of the bids for acquisition of the capital is **September 22<sup>nd</sup>, 2003, at 17:00 hours (Belgrade time)**.
8. The Agency reserves the right to amend the requirements and the deadlines from the Public Invitation, if necessary.
9. The Bid bond for participating in the Public Tender is **EUR 100,000 (one hundred thousand Euros)**.
10. All communications or inquiries relating to this Invitation should be directed to the Advisor at the address below:

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