

Based on Articles 28, 69 Paragraph 3 and 70 of the Law on Privatization ("Official Gazette RoS", No. 38/2001, 18/2003, and 45/2005), Article 9 of the Law on the Privatization Agency ("Official Gazette RoS", No. 38/2001, and 135/2004), Articles 9 and 10 of the Law on the Share Fund ("Official Gazette RoS", No. 38/2001, and 45/2005), and the Decision of the Government of the Republic of Serbia No. 023-10723/2006 dated December 21, 2006, the Privatization Agency (hereinafter: "Agency") issues this:

**PUBLIC INVITATION**  
**for participation in the public tender**  
**for sale of 1,841,123 shares, CFI code ESUVFR, ISIN-number: RSPTDRE43171 with nominal value of 500.00 dinars (hereinafter "Block of Shares"), representing 65.52724% of the total equity of commercial enterprise:**

**Concern "Petar Drapsin"**  
**Joint Stock Company, Mladenovac, Kralja Petra Prvog St. 34**  
**(hereinafter: "Enterprise")**

Tender Code: **PDM 34/06**

1. Total registered capital of the Enterprise consists of 36.15528% capital owned by the Share Fund, 7.84847% capital owned by the PIO Fund, 18.95230% capital owned by the Development Fund of the Republic of Serbia, 2.57119% capital owned by the Republic of Serbia, and 34.47276% capital owned by individual shareholders (natural persons).
2. Based on Articles 9 and 10 of the Law on the Share Fund ("Official Gazette RoS", No. 38/2001, and 45/2005), the Agency is offering for sale the Block of Shares CFI-code: ESUVFR, ISIN-number: RSPTDRE43171, with nominal value of 500.00 dinars, representing 65.52724% of the total equity of the Enterprise.
3. Information about the Enterprise:

Seat: Kralja Petra Prvog St. 34, 11400 Mladenovac, Republic of Serbia  
Phone: +381(11) 8231-181  
Faks: +381(11) 8231-899  
Activity: Holding operations

More data about the Enterprise is available at the Internet address:

[http://www.priv.yu/pregled\\_preduzeca/pdf/e-teaser\\_15756.pdf](http://www.priv.yu/pregled_preduzeca/pdf/e-teaser_15756.pdf)

Detailed information about the Enterprise, as well as the Instructions to Bidders (hereinafter: "Tender Documents") shall be available to all interested tender participants after signing of the Confidentiality Agreement and payment of the Tender Documents Fee.

The Tender Documents Fee is EUR 6,000.00 (Euro six thousand).

The Enterprise has appointed **Dil Inzenjering Konsalting d.o.o.**, Belgrade, as the consultant in this privatization procedure (hereinafter: "Consultant").

4. A bid may be submitted by:

- A. An interested bidder who cumulatively fulfills the following conditions:
  - It has purchased the Tender Documents, and

- Fulfills at least one of the following conditions:

**either**

a) it has been engaged in production of parts and accessories for motor vehicles and/or casting of light metals for at least the last 3 business years in continuity, and that it achieved operating revenue of no less than EUR 10,000,000 (Euro ten million) in 2005;

**or**

b) is a financial investor (legal entity whose core activity is investing money, which exists at least the last 3 business years and includes investment companies, mutual funds, insurance companies, pension funds, and investment banks) with total operating assets in excess of EUR 50,000,000 (Euro fifty million) in 2005;

**or**

c) is an investor who achieved operating revenue in excess of EUR 20,000,000 (Euro twenty million) in 2005;

If the potential bidder is a parent company that does not fulfill requirements of this clause of the Public Invitation, its subsidiary has the right to submit the bid, if it fulfills the stated requirements. The subsidiary that fulfills these requirements has the right to submit the bid if the parent company purchased the Tender Documents.

If the potential bidder is a subsidiary that does not fulfill the requirements of this clause of the Public Invitation, its parent company has the right to submit a bid, if it fulfills these conditions. The parent company that fulfills above mentioned requirements has the right to submit the bid if the subsidiary purchased the Tender Documents.

B. If the interested bidder is a Consortium, it must cumulatively fulfill the following requirements:

- All Consortium members have passed the Decision on organizing and entering the Consortium,
- All Consortium members have concluded a written Consortium Agreement and certified it with the Court, or other competent body (in the case of foreign legal entities and natural persons),
- Each Consortium member assumed unlimited joint and several liability by the provisions of the Consortium Agreement,
- The Consortium Agreement specifies each member's percentage in the acquisition of the capital of the Enterprise, provided that at least one Consortium Member has no less than 51% share in the Consortium (hereinafter "Consortium Leader")
- All Consortium members have signed a certified Power of Attorney for the member representing the Consortium,
- All Consortium members have signed the Confidentiality Agreement,
- At least one member of the Consortium has purchased Tender Documents,
- The Consortium Leader fulfills at least one of the following conditions:

**either**

a) It has been engaged in production of parts and accessories for motor vehicles and/or casting of light metals for at least the last 3 business years in continuity, and that it achieved operating revenue of no less than EUR 10,000,000 (Euro ten million) in 2005;

**or**

b) Is a financial investor (legal entity whose core activity is investing money, which exists at least the last 3 business years and includes investment companies, mutual funds, insurance companies, pension funds, and investment banks) with total operating assets in excess of EUR 50,000,000 (Euro fifty million) in 2005;

or

c) Is an investor who achieved operating revenue in excess of EUR 20,000,000 (Euro twenty million) in 2005;

5. The Agency hereby invites all parties interested in participating in the tender to submit a written request for purchasing the Tender Documents for the Enterprise, no later then by **February 16, 2007 by 5 p.m.** (Belgrade time).

**Tender Documents will be available to interested parties from January 10, 2007.**

Written requests for purchasing the Tender Documents shall be submitted to the Consultant by mail, e-mail, or fax, clearly marked "Request for Purchasing the Tender Documents – Tender Code: **PDM 34/06**".

Upon receipt of this request, an invoice for payment of the Tender Documents Fee, as well as the Confidentiality Agreement for signature, shall be forwarded to the applicant's authorized representative by mail, e-mail, or fax. The signed Confidentiality Agreement should be immediately faxed and mailed back to the Consultant at the address stated below.

Upon receipt of the signed Confidentiality Agreement, evidence of authorization for the person who signed the Confidentiality Agreement, and evidence of payment of the Tender Documents Fee, the Consultant shall, after the lapse of the deadline stated in Paragraph 2 of this Clause, deliver the Tender Documents to the tender participant by mail/e-mail or hand it to its authorized representative.

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

6. The deadline for submitting final binding offers for purchase of 65.52724% of the total equity of the Enterprise by interested bidders is **March 16, 2007 at 5 p.m.** (Belgrade time).

If necessary, the Privatization Agency reserves the right to amend this Public Invitation. As a prerequisite for submitting a bid, it is required to pay deposit or to submit a Bid Bond in the amount of EUR 50,000 (Euro fifty thousand).

7. All questions relating to this Public Invitation, interested parties may contact persons listed below, in Serbian or English language.

**Dil Inzenjering Konsalting d.o.o.**

Mirocka 1  
11000 Belgrade  
Republic of Serbia

**Goran Lukovic, Director**

Phone: +381 11 32 31 534  
Fax: +381 11 32 31 534  
E-mail: dil@eunet.yu

**Privatization Agency of the Republic of Serbia**

Terazije 23  
11000 Belgrade  
Republic of Serbia

**Caslav Obradovic, Project Manager**

Public Tender Center  
Phone: +381 11 30 20 855  
Fax: +381 11 30 20 816  
E-mail: cobradovic@priv.yu