

Based on Article 28 of the Law on Privatization ("Official Gazette of the Republic of Serbia" nos. 38/2001, 18/2003 and 45/2005), and based on the authorization given in Clause 6 of the Public Invitation published in "Politika" daily newspaper on May 26, 2006, the Privatization Agency (hereinafter: "the Agency") hereby announces:

AMENDMENTS No. 1 TO THE PUBLIC INVITATION

For participation in the Public Tender
for sale of 76.9% of total registered capital of:

Socially Owned Company for Manufacturing Rubber and Chemical Products
"TRAYAL KORPORACIJA" Krusevac
(hereinafter: Entity undergoing privatization)

Tender Code: **TRAYAL 09/06**

The Agency informs all interested parties on the amendments to the Public Invitation for participation in the Public Tender for sale of 76.9% of total registered capital of the Entity undergoing privatization, as follows:

1. Clause 4 of the Public Invitation is changed to read as follows:

"A bid may be submitted by:

A. Potential bidder that fulfils the following requirements:

- It has purchased the Tender Documents, and

Either

a) It has been engaged in production and/or trade of car tires for the last 3 operating years continually, and it achieved total revenues of at least EUR 25,000,000 (Euro twenty five million) in 2005;

Or

b) Is a Financial Investor (a legal entity whose core business is investment of money that exists at least 3 years, and includes investment companies, mutual funds, insurance companies, pension funds, and investment banks) with total operating assets in excess of EUR 100,000,000 (Euro one hundred million) in 2005;

Or

c) Is an investor that achieved operating revenues in excess of EUR 50,000,000 (Euro fifty million) in 2005;

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

If a 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 the stated requirements. The Parent company has the right to submit a bid if the subsidiary has purchased the Tender Documents.

B. If a potential bidder is a Consortium it must fulfill the following requirements:

- All consortium members have made a valid decision to form and enter into Consortium;
- All consortium members have entered into a written Consortium Agreement and such agreement has been duly notarized with the Court or other competent body in accordance with the laws applicable to such Consortium Agreement;
- Each consortium member assumes unlimited joint and several liability under the Consortium Agreement;
- Consortium Agreement specifies each member's percentage in acquisition of the capital of the Entity undergoing privatization,
- All Consortium members have signed a 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 and
- At least one of the Consortium members with minimum 25% share in the Consortium fulfills at least one of the following requirements:

Either

- a) It has been engaged in production and/or trade of car tires for the last 3 operating years continually, and it achieved total revenues of at least EUR 25,000,000 (Euro twenty five million) in 2005;

Or

- b) Is a Financial Investor (a legal entity whose core business is investment of money that exists at least 3 years, and includes investment companies, mutual funds, insurance companies, pension funds, and investment banks) with total operating assets in excess of EUR 100,000,000 (Euro one hundred million) in 2005;

Or

- c) is an investor that achieved operating revenues in excess of EUR 50,000,000 (Euro fifty million) in 2005”;
2. All other details of the Public Invitation and the amendments thereto shall remain unchanged and are available at: http://www.priv.yu/vesti/pdf/e-tender_393_jp.pdf
 3. All questions relating to the Public Invitation and the amendments thereto should be directed to the Consultant at the address below, in Serbian or English.

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