

Pursuant to Article 28 of the Law on Privatization ("Official Gazette of the Republic of Serbia" no. 38/2001, 18/2003 and 45/2005), Conclusion 05 No. 023-1558/2007-1 of the Government of the Republic of Serbia, dated 22 March 2007, and Conclusion of AP Vojvodina No. 3-00007/2006 dated 19. June 2006

**the Privatization Agency**  
(hereinafter: "the Agency")  
hereby announces:

**PUBLIC INVITATION**  
for participation in the public tender

for sale of 54,710 shares with CFI – Code: ESVTFR ISIN-No: RSDNVKE13493  
with nominal value of RSD 10,000 representing 84.0412% of the  
total capital of the Company:

**DNEVNIK - HOLDING**  
**Joint stock company for newspaper – publishing activities, Novi Sad**  
(hereinafter: "Entity undergoing privatization")

Tender Code: **DNV 11/07**

1. The total registered capital of the Entity undergoing privatization, the oldest and largest publishing house in AP Vojvodina characterised by diversified product portfolio, which includes, in addition to various special publication, also the releases of common public importance, consists of: 53.19590% capital owned by AP Vojvodina and 46.80410% capital owned by the Republic of Serbia.
2. The Agency is offering for sale 54,710 shares CFI – Code: ESVTFR ISIN-No: RSDNVKE13493 with nominal value of RSD 10,000, out of which 24,241 shares are owned by AP Vojvodina, and 30,469 shares are owned by the Republic of Serbia.
3. Details about the Entity undergoing privatization:  
Address: Bulevar oslobodjenja 81  
21 000 Novi Sad,  
Republic of Serbia  
Tel: +381(21) 66 13 783  
Fax: +381(21) 66 23 99

Operating activity: publishing of books, booklets, music books and other publications.

More details about the Entity undergoing privatization are available at  
[http://www.priv.yu/pregled\\_preduzeca/pdf/e-teaser\\_8935.pdf](http://www.priv.yu/pregled_preduzeca/pdf/e-teaser_8935.pdf)

Detailed information on the Entity undergoing privatization along with the Instruction 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 6,000 (six thousand Euro).

The Entity undergoing privatization has appointed Deloitte d.o.o. Belgrade to act as the Advisor in this privatization procedure (hereinafter: the "Advisor").

4. A bid may be submitted by:

A. A interested bidder that fulfils the following requirements:

- has purchased the Tender Documents, and
- it fulfils the following requirement on the bid submission date:
  - it has been engaged in publishing and/or printing activities for the last 5 (five) operating years in continuity, and generated operating revenues of at least EUR 30,000,000 (Euro thirty million) in 2006.

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

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

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

- all Consortium members have made the Decision on organizing and entering into the Consortium;
- all Consortium members have signed a written Consortium Agreement and duly notarized it at Court or other relevant authority (in case of foreign legal entities and individuals);
- each member of the consortium assumes an unlimited joint and several liability according to the provisions of the Consortium Agreement;
- the Consortium Agreement specifies each member's percentage in the acquisition of the capital of the Entity undergoing privatization, so that one consortium member has at least 51% of the total share in the Consortium (hereinafter: Consortium Leader);
- 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;
- Consortium Leader fulfils the following requirement on the bid submission date:
  - it has been engaged in publishing and/or printing activities for the last 5 (five) operating years in continuity, and generated operating revenues of at least EUR 30,000,000 (Euro thirty million) in 2006

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 May 25, 2007;**

**The Tender Documents will be available to the interested parties starting from May 7, 2007.**

A written request for purchasing the Tender Documents shall be sent by post, e-mail or facsimile to the Advisor, and shall clearly display the reference "Request for purchasing the Tender Documents – Tender Code **DNV 11/07**".

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

Upon receiving the signed Confidentiality Agreement, evidence of authorization for the person that signed the Confidentiality Agreement, and evidence of payment of the Tender Documents Fee, the Advisor shall forward the relevant Tender Documents to the tender participant by mail/e-mail or hand it to its authorized representative after the expiry of the deadline set out in paragraph 2 of this Clause.

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 the final binding offers for acquisition of 84.0412% of the state owned capital of the Entity undergoing privatization by interested bidders is **June 15, 2007, by 05:00 p.m.** (Belgrade time).

If necessary, the Agency reserves the right to amend any and all elements of this Public Invitation. As a prerequisite for submitting a bid, it is required to pay a deposit or submit a Bid Bond in the amount of EUR 500,000 (Euro five hundred thousand).

7. All questions relating to this Public Invitation should be directed to contact persons listed below, in Serbian or English:

**Deloitte d.o.o.**  
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11000 Belgrade  
Republic of Serbia

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**Terazije 23**  
**11000 Belgrade**  
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