

Pursuant to Article 26. of the Law on Privatization („Official Gazette of the RoS“ no. 83/2014) and Article 5 of Decree on conditions, procedure and method of sale of capital and property by method of public collection of bids with public bidding („Official Gazette of RoS no. 122/2014), Privatization Agency hereby announces:

PUBLIC INVITATION FOR PARTICIPATION IN THE PROCEDURE OF PUBLIC COLLECTION OF BIDS WITH PUBLIC BIDDING FOR SALE OF THE CAPITAL OF THE SUBJECT OF PRIVATIZATION JOINT STOCK COMPANY POTISJE–PRECIZNI LIV, ADA

Basic information on procedure of sale of capital by public gathering of bids with public bidding

The right to participate in the procedure have domestic and foreign, physical and legal entities, as well as consortium of legal and/or physical entities.

Purchase of the Sales Documents:

All interested parties can purchase the Sales Documents at the rate of 100,000.00 dinars, upon receipt of an invoice by the Privatization Agency.

The deadline for submitting the written request for purchase the Sales Documents is May 11, 2015. The Sales Documents will be available from April 15, 2015.

The request must include Sales Code, contact information of the applicant (full name, address, registration no. and WAT number, e-mail address, contact phone and fax number), otherwise the request shall be considered as invalid and the Agency will not respond to the request.

The request has to be submitted by mail, e-mail or fax to the contact person indicated in this Public Invitation.

The purchase of Sales Documents is compulsory. For the purchase of Sales Documents all parties interested to participate in the procedure are obliged to sign Confidentiality Agreement. Within three Working Days upon receipt of confirmation of payment rate for Sale Documents as well as the receipt of signed Confidentiality Agreement, interested parties may obtain the Sales Documents at the Agency's headquarter at the address: Terazije 23, 11000 Belgrade, V floor, any working day from 7:30 am to 3:30 pm or they can demand the Documents to be submitted by mail or e-mail to the requested address.

Interested parties may submit the application to participate in the procedure not later than May 18, 2015, by 12:00 local time.

Completed application has to be submitted in closed envelope (Main Envelope) labelled „Application for Participation in Procedure of Public Collection of Bids with Public Bidding – Sales Code JP 10/15“.

The Main Envelope must contain: Participant's application, envelope labelled „Information about Participant“ and envelope labelled „The bid“. Enveloped labelled „Information on Participant“ must include: certificates and statements that the Participant meets the conditions defined by Article 12 of the Law on Privatization, signed Draft Sales Agreement and initialed on each page and signed Draft Sales Agreement, proof of paid Deposit or Bid Bond and proof of paid Deposit or Bid Bond.

Envelope labelled “The Bid” must include the amount of offered Purchase Price for subject of sale. The Bids must be equal to or greater than the initial price.

Opening of the Main Envelope and the Envelope labelled “Information on Participant” will be held on May 20, 2015, at 10:00 am local time, in the Privatization Agency offices, at the address: Terazije 23, 11000 Belgrade, third floor, office 301.

All participants, their representatives and proxies have the right to attend.

Opening the envelope labelled “The Bid” will be held on June 8, June 2015, at 10:00 am local time.

Payment may be in domestic or foreign convertible currency (foreign exchange and foreign money).

In case that the payment of deposit is first class bank guarantee, it has to be payable within 48 hours of the declaration of the Buyer in public bidding process.

Participation deposit will be returned within 8 days from the date of public bidding. Exceptionally, deposit to the participant who has offered the second highest bid, will be returned within 30 days from the public bidding.

The Privatization Agency reserves the right to change the date of the public bidding and the deadline for application and to inform the interested buyers thereof, at the latest by the date of the public bidding.

All interested parties may, after obtaining the Sales Documents until the expiration of the deadline for submitting the application, schedule the visit to the Subject of Privatization, at its registered office, to review the assets and business records of the Subject of Privatization, as well as conducting the interview the management, in a way provided in the Instruction to Bidders.

If needed the Agency reserves the right to change all or some of the elements in this Public Invitation.

Basic information about Subject of Privatization: JOINT STOCK COMPANY POTISJE-PRECIZNI LIV, ADA

Sales Code: JP 10/15

ID number: **08208409**

Business Activity: **2452 - Steel casting**

INFORMATION ON CAPITAL STRUCTURE AND VALUE OF THE SUBJECT OF PRIVATIZATION:

Total registered capital of the Subject of Privatization is shareholders capital issued in one emission of shares CFI code ESVUFR, ISIN no. RSPPLAE62194, with 83.262 ordinary shares, out of which 60.607 shares or 72,79071% of the capital is owned by the RS Privatization Agency, 86 shares or 0,10329% of the capital is owned by the Shareholders Fund jsc, Belgrade, and 22.569 shares or 27,106% of the capital is owned by other shareholders.

The Agency is offering for sale 60.693 shares CFI code ESVUFR, ISIN no. RSPPLAE62194, representing the 72,894% of the total registered capital of the Subject of Privatization, comprising the following:

- 60.607 shares owned by the Privatization Agency, representing the 72,79071% of total registered capital of the Subject of Privatization, and
- 86 shares owned by the Shareholders Fund jsc, Belgrade, representing the 0,10329% of total registered capital of the Subject of Privatization.

Total assessed value of the capital subject of sale as of December 31, 2013 is **EUR 1.186.750**

Deposit for participation: EUR 118.675
Initial price: EUR 1.186.750

Most important assets of the Subject of Privatization *

A) Buildings - most important facilities (m²):

- Facility for compressors - cad. plot 5383 (70 m²)
- Facility for firefighting equipment - cad. plot 5383 (41 m²)
- Warehouse for combustible material - cad. plot 5383 (27 m²)
- Outdoor warehouse for combustible material - cad. plot 5383 (104 m²)
- Laboratory - cad. plot 5383 (162 m²)
- Warehouse of heating material and garages - cad. plot 5383 (464 m²)
- Transformer station 2x636KBA - cad. plot 5383 (169 m²)
- Warehouse - former slaughterhouse - cad. plot 5383 (292 m²)
- Maintenance hall - cad. plot 5383 (488 m²)
- Administrative building - cad. plot 5383 (378 m²)
- Eaves for bicycles - cad. plot 5383 (187 m²)
- Warehouse for finished and semi-products - cad. plot 5383 (1.084 m²)
- Boiler room with equipment - cad. plot 5383 (68 m²)
- Foundry hall and tool rooms - cad. plot 5383 (350 m²)
- Spare parts warehouse - cad. plot 5383 (71 m²)
- Workers restaurant - cad. plot 5383 (322 m²)
- Two arched hall with annex - cad. plot 5383 (939 m²)
- Sand warehouse - cad. plot 5383 (141 m²)

B) Most important equipment:

- Boiler 900x1100,
- Wax injection machine MPI-105-12,
- Flow tungsten furnace - set Spp -70/50/600,
- Spectrometer GDS 500 C,
- Wax melting machine MPI-95-25-50,
- Compressor L75-7,5A,
- Sandblasting machine GSA-120,
- Central heating furnace TKK 250,
- Central heating furnace TKK 3
- Grinder for universal grinding JUNG,
- Device for vibratory cluster cleaning,
- Tungsten furnace - small,
- Gas boiler room,
- Measuring and regulation station,
- Casting dust vacuum cleaner,
- Cooling dryer,
- Forklift Toyota - 2pcs.

- C) Land (m²):** - Land under buildings - facilities (5.386 m²)
 - Land next to the building - facility (6.234 m²)

Profit and Loss Statement:

	2013		2012	
	RSD	EUR	RSD	EUR
In:				
Operating revenues	215.256.000	1.903.000	192.612.000	1.704.000
Operating expenses	193.490.000	1.710.000	170.068.000	1.504.000

Most important products/services: Castings (parts) obtained by precise casting technology for agricultural machinery, pneumatic-hydraulic and automotive industry, machine tools, electrical industry, sandblasting services.

Total number of employees: 89; **of which with college education:** 3

CONTACT PERSON:

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