

Based on 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 subsequent public bidding („Official Gazette of RoS“ no. 122/2014), Privatization Agency hereby announces:

**PUBLIC INVITATION
for public collection of bids with subsequent public bidding
for sale of the assets of the privatization subject
Socially owned enterprise INDUSTRIJA STAKLA (GLASS INDUSTRY) PANČEVO, PANČEVO
Registry No: 08005907**

Code of sale: JP 18/15

The Privatization Agency invites all domestic and foreign natural persons and legal entities interested for participation in privatization procedure for privatization subject Socially owned enterprise INDUSTRIJA STAKLA (GLASS INDUSTRY) PANČEVO, PANČEVO Registry No: 08005907 (hereinafter: Privatization Subject) using the following model: Privatization Subject's PROPERTY SALE by method of public collection of bids with subsequent public bidding (hereinafter Procedure); to submit their applications for selection of the winning bidder (hereinafter: Application).

1. Qualification requirements for participation in procedure

The right to participate in the procedure have domestic and foreign, natural persons and legal entities. In accord with the Law on Basis of Ownership and Proprietary Relations („Official Gazette of SFRY“, Nos . 6/80 and 36/90, „Official Gazette of FRY“ No 29/96, „Official Gazette of the RoS No 115/05 and other laws) foreign natural persons and legal entities may acquire ownership rights on immovable property under condition of reciprocity.

2. Data on Privatization Subject

The following table shows the basic data on the Privatization Subject, according to the data from the Registry of business entities at Serbian Business Registers Agency:

Business name:	Socially owned enterprise of glass production „INDUSTRIJA STAKLA (Glass Industry) PANČEVO“, PANČEVO
Registry number:	08005907
Capital structure:	<ul style="list-style-type: none"> • Socially owned capital: 644.864.103,66 RSD which consists 81,29% of total capital • Republic of Serbia: 117.576.884,42 RSD which consists 14,82% of total capital • Development Fund of Republic of Serbia: 30.855.017,00 RSD which consists 3,89% of total capital.
Capital value:	Registered cash capital: 793.296.005,08 RSD Paid cash capital: 793.296.005,08 RSD as of January 1, 2004.

3. Description and value of the property package to be sold

The subject of sale in Procedure are:

1) **Buildings:**

- registered in Property List No. 35, Cadastre Municipality Pančevo, located on land on which the Privatization Subject has usage rights with share 1/1 on following cadastre lots: Nos. 6622/1, 6622/5, 6622/6, 6622/7, 6622/8 (except buildings Nos. 1 and 2), 6622/9, 6622/10, 6622/11 (except buildings Nos. 6 and 7), 6622/13, 6622/16, 6622/17, 6622/18, 6622/19 (except building No.3), 6622/20, 6622/21, 6622/22, 6622/23, 6622/24, 6622/25, 6622/26, 6622/27, 6622/28, 6622/29 (except building No.4), 6622/30 (except buildings Nos. 9,19 and 20), 6622/31, 6622/32, 6622/33, 6622/34, 6622/35 (except building No.1), 6622/36, 6622/38, 6622/39, 6622/40, 6622/41, 6622/42, 6622/43, 6622/44, 6622/45, 6622/46, 6622/47, 6622/48, 6622/49, 6622/50 and 6622/51,
- which are not registered in Property List No. 35, Cadastre Municipality Pančevo, located on land on which the Privatization Subject has usage rights with share 1/1 on following cadastre lots: Nos. 6622/1, 6622/6, 6622/10, 6622/18, 6622/19 (except wells 1, 2, and 3 by the building No. 3 on that lot), 6622/21, 6622/30, 6622/34, 6622/36 and 6622/40,

with accompanying infrastructure buildings built on said cadastre lots.

2) **Equipment** according to specification in Sales documentation.

Detailed description and specification of immovables and equipment offered for sale is integral part of the Sales documentation.

Immovable and movable property is sold as is, without later complaints.

According to the authorized appraiser, appraised market value of the said property package is **11.937.626,58 EUR** as of December 31, 2013.

4. Starting price for property sale

Starting price for property package sale is 100% of appraised property value, i.e. **11.937.626,58 EUR**.

Buyers deposit is calculated in sales price.

Means of payment are Euro (EUR) or dinar (RSD - equivalent calculated at National Bank of Serbia average exchange rate for the euro on the payment date).

Declared buyer pays the sales price at once.

5. Deadline and manner of application submitting in Procedure

Interested parties may submit applications for participation in Procedure until **July 15, 2015, 15:00h Belgrade time**.

Application is submitted in closed envelope, along with offer, all in accord and manner defined in Instructions for Bidders.

Only timely and complete applications will be taken into consideration.

6. The purchase of sales documentation

All domestic and foreign natural persons and legal entities that express their interest to participate in procedure are obliged to:

- sign Non-disclosure agreement;
- purchase Sales documentation.

The Non-disclosure agreement may be sent to interested entities by mail, fax or e-mail.

The interested entity submits the request for purchase of the sales documentation (hereinafter: Request) to the Privatization Agency in written form by mail to following address: Terazije 23, 11000 Belgrade, Serbia, and/or by fax to number +381 11 30 20 881 and/or by e-mail to address dpuzic@priv.rs with reference „Request for purchase of sales documentation – Code of sale JP 18/15“.

The request has to comprise all applicant's contact data (complete name, address, registry number, e-mail address, phone and fax numbers), otherwise it will be considered incomplete and the Agency will not reply.

Deadline for submitting written request for purchase of sales documentation is July 10, 2015, 15:00h Belgrade time.

The sales documentation will be available on June 1, 2015.

The price for sales documentation is **200.000,00 RSD** (twohundredthousand dinars).

Upon request acceptance, the invoice for payment will be issued to the authorized person of the applicant, and the Non-disclosure agreement will be sent for signing by mail, fax or e-mail.

Within three work days after receiving the confirmation for payment for sales documentation, as well as signed Non-disclosure agreement, the interested entities may take over the sales documentation at Privatization Agency, Terazije 23, 11000 Belgrade, on fifth floor, every working day from 7:30 until 15:30 or by mail.

Sales documentation consists of:

- Non-disclosed agreement
- Property Sales Program and the Statement of the responsible person on accuracy and completeness of data
- Instruction to bidders
- Application form for participation in Procedure
- Sales contract draft.

7. The amount and manner of deposit payment

All interested entities are obliged to pay the deposit for participation in procedure in the amount of **1.193.762,66 EUR** or in dinar equivalent calculated at National Bank of Serbia average rate on payment day, all in manner provided in Instruction for bidders.

Deposit may be paid in cash or by depositing the first-class bank guarantee.

Interest is not calculated to paid deposit.

8. Visit to Privatization Subject

After taking the sales documentation, until the deadline for submitting the application, all interested entities may schedule visit to Privatization Subject, in order to see the objects of sale and perform the interviews with management, in manner provided in Instruction to bidders.

9. Date, time and place for application opening

The opening of the main envelope and envelope marked „The data on bidder“ will be held on July 17, 2015 in Privatization Agency, Terazije 23, 11000 Belgrade, eighth floor at 13:00h Belgrade time.

The right to participate has all participants, their representatives or authorized persons.

The envelope marked „Offer“ will be opened only if the Commission approves the application for participation.

The participant whose application is approved is obliged to participate to opening of the envelope marked „Offer“. Otherwise it will be considered that he has withdrawn his offer and therefore he will lose the right for deposit return.

10. Public invitation amendments

The Agency withholds right to change all or some elements in this Public invitation.

11. Other data relevant to Procedure conduct

For all questions regarding Public invitation all interested persons may contact below listed person in Serbian or in English:

<p>Privatization Agency of Republic of Serbia Terazije 23, 11000 Belgrad Republic of Serbia</p>
<p>Dragana Puzić Project team leader Center for privatization tel: +381 11 30 25 795 fax: +381 11 30 20 881 E-mail: dpuzic@priv.rs</p>