

Pursuant to Article 26 of the Law on Privatization ("Official Gazette of the RoS" no. 83/2014) and Article 5 of the Decree on conditions, procedure and manner of sale of capital and assets by method of public collection of bids with subsequent public bidding ("Official Gazette of RoS" no. 122/2014), and in accordance with the Decision of the Ministry of Economy No.: 023-02-02028/2014-05 dated 22 May 2015, Privatization Agency (hereinafter: the Agency) hereby announces:

**PUBLIC INVITATION
for participation in the procedure of public collection of bids
with subsequent public bidding
for the sale of assets of privatization entity**

**MAJEVICA HOLDING AKCIONARSKO DRUŠTVO BAČKA PALANKA and its subsidiaries
"Majevica- Mašine alatke" AD, Bačka Palanka, "Majevica- Poljooprema" AD Bačka Palanka, "Majevica- Pumpe i
cisterne" AD Bačka Palanka i "Majevica- Livnica" AD Bačka Palanka**

Procedure code: JP 30/15

The Agency hereby invites all domestic or foreign legal entities and/or individuals interested to participate in the privatization procedure of privatization entity **MAJEVICA HOLDING AKCIONARSKO DRUŠTVO BAČKA PALANKA**, ID:08005613 (hereinafter: Privatization Entity) via model: SALE OF ASSETS of Privatization Entity and its subsidiaries, by method of public collection of bids with subsequent public bidding (hereinafter: Procedure), to submit their applications for the selection of the most favorable bidder (hereinafter: Application).

1. Qualification requirements for participation in the Procedure

Domestic and foreign, physical and legal entities, as well as consortium of legal and/or physical entities shall have the right to participate in the Procedure. In accordance with the Law on Basis of Ownership and Proprietary Relations ("Off. Journal of SFRY", Nos. 6/80 and 36/90, "Official Journal of FRY", No. 29/96, "Off. Gazette of RS", No. 115/05 - oth. Law) foreign natural and legal entities may acquire ownership of real estate under conditions of reciprocity.

Interested persons shall be entitled to submit the bid if they meet the following requirements:

- They have, for at least five years, continuously been engaged in the production of machinery for agriculture and forestry, activity code 2830.

If the potential buyer is a consortium of natural and/or legal entities, at least one member or more members of the consortium with a total share of at least 51%, shall fulfill the following condition:

- That in the previous business year they have achieved operating income in the amount of no less than EUR 10 million.

2. Information about the Privatization Entity and its subsidiaries

Business name:	MAJEVICA HOLDING AKCIONARSKO DRUŠTVO BAČKA PALANKA
ID number:	08005613
Structure of capital:	Shareholders Fund: 25.36188% Republic of Serbia: 21.15260% PIO Fund: 6.56886% Development Fund: 3.53748% Other shareholders: 43.37918%
Value of capital:	Registered cash capital EUR 976,336.09 EUR 26,764,039.20 Paid-in cash capital EUR 976,336.09 ; December 15, 2005 EUR 26,764,039.20; November 30, 2000.
Business name:	MAJEVICA MAŠINE ALATKE AD
ID no.:	08254664
Structure of capital:	Majevica Holding AD – 100%
Value of capital:	Registered cash capital

	EUR 1,011,442.03 Paid-in cash capital EUR 1,011,442.03; November 30, 2004
Business name:	MAJEVICA LIVNICA AD
ID no.:	08254702
Structure of capital:	Majeвица Holding AD – 100%
Value of capital:	Registered cash capital EUR 845,590.12 Paid-in cash capital EUR 845,590.12; June 19, 2000.
Business name:	MAJEVICA POLJOPREMA AD
ID no.:	08254699
Structure of capital:	Majeвица Holding AD – 100%
Value of capital:	Registered cash capital EUR 1,320,664.68 Paid-in cash capital EUR 1,320,664.68; June 16, 2000
Business name:	MAJEVICA PUMPE I CISTERNE AD
ID no.:	08254672
Structure of capital:	Majeвица Holding AD – 100%
Value of capital:	Registered cash capital EUR 974,435.45 Paid-in cash capital EUR 974,435.45; June 19, 2000.

3. Description and value of the property unit that is the subject of sale

Subject of sale in the Procedure includes:

- 1) **Buildings** registered in the List of immovables no. 5353 C.M. Bačka Palanka on cadastre lot 475/1 (except for the facilities Nos.: 2, 11, 12, 13, 35, 36, 37, 38, 39, 40 and 43).
- 2) **Equipment** according to specification in the Sales Documents

A detailed description and specification of real estate and equipment offered for sale is an integral part of the Sales Documents.

Immovable and movable assets shall be sold as is, without consideration of subsequent complaints.

According to the certified appraiser's report, the estimated market value of respective property unit as of 31 December 2013 is **EUR 2,640,972.38**.

4. Starting price of the subject of sale

Starting price for the subject of sale is 100% of the estimated value of assets, or **EUR 2,640,972.38**.

Deposit by the buyer shall be included in the sales price.

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

Declared buyer shall pay the sales in whole.

5. Deadline and manner of Application submission in the Procedure

Interested persons may submit their applications for participation in the procedure at the latest by **15 July 2015** until **15:00 pm** Belgrade time.

The application shall be submitted in a closed envelope together with the offer, all in accordance and in the manner set forth in Instructions to Bidders

Only timely and complete applications will be considered.

6. Purchase of the sales documents

All domestic and foreign individuals and legal persons, as well as consortium of legal entities and/or individuals who express interest in participating in the procedure shall be obliged to:

- Sign the Confidentiality Agreement;
- Purchase the sales documents.

The Confidentiality Agreement may be delivered to interested persons via mail, fax or e-mail.

A written request for purchase of the sales documents (hereinafter: Request), shall be submitted to the Agency in writing by mail to the address Terazije 23, 11000 Belgrade, Republic of Serbia, and/or by fax +381 (11) 30 20 881 and/or via e-mail to the address petrovicm@priv.rs and nmedjedovic@priv.rs with clear reference "Request for Purchase of the Sales Documents - procedure code: JP 30/15".

The request must contain all the contact details of the Applicant (full name, address, registration number, e-mail address, telephone and fax), or it shall otherwise be considered irregular and the Agency will not respond to it.

The deadline for submitting a written request for purchase of the sales documents is 10 July, 2015 until 15:00 pm Belgrade time.

Sales Documents shall be available as of June 1, 2015.

The Sales Documents Fee is **RSD 200,000.00 (two hundred thousand dinars)**.

Upon receiving the Request, the Applicant's authorized person shall be delivered the invoice for the Fee payment and the Confidentiality Agreement for signing by mail, fax or e-mail

Within three working days from receipt of confirmation of the sales documents price payment and signed Confidentiality Agreement, the interested persons may take the sales documents in the Agency's premises at: Terazije 23, 11000 Beograd, V th floor, every working day from 7:30 am until do 15:30 pm or by mail

Sales documents include the following:

- Confidentiality Agreement
- Asset Sale Program and the Statement by responsible person on accuracy and comprehensiveness of data
- Instructions to Bidders
- Procedure Application Form
- Draft Sales Agreement

7. Amount and manner of Deposit payment

All interested persons shall pay the deposit for participation in the Procedure, in the amount of **EUR 264,100.00** or in RSD counter value calculated at the medium exchange rate of the National Bank of Serbia at the invoicing date, all in the manner set forth in Instructions to Bidders.

Deposit can be paid in cash or by a first class bank guarantee.

No interest shall be calculated on the paid deposit.

8. Visiting the Privatization Entity

Upon taking over the sales documents and until expiry of the deadline for application submission, all interested persons may schedule a visit to the Privatization Entity for the purpose of sightseeing the enterprise and in order to have interviews with the management, all in the manner provided by Instructions to Bidders.

9. Date, time and place of opening the applications

Opening of the Main envelope and the envelope marked with "Information about the Bidder" is scheduled for **23 July 2015** in the Agency's premises at: Terazije 23, 11000 Beograd, **IIIrd floor** at **10:00 am** Belgrade time.

All the participants, their representatives and proxies shall be entitled to attend the opening.

The envelope with the reference "Bid" shall be opened only if the participation application is approved by the Committee.

Participant whose application has been approved shall attend the opening of the envelope with the "Bid" reference. Otherwise, it shall be deemed to have withdrawn from its bid and shall lose the right to deposit return.

10. Public Invitation Amendments

If necessary, the Agency reserves the right to amend all or some of the elements of this Public Invitation

11. Other information relevant for the Procedure

For any questions regarding this Public Invitation, interested persons may contact the persons below, in Serbian or in English:

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