

Public Announcement

For participation in the public auction

Information about PUBLIC AUCTION:

The price for the auction documentation for each enterprise is **30.000** din, after receiving invoice from the Privatization Agency.

Purchase of auction documentation is obligatory for those wishing to participate in the auction. After presenting evidence of payment and signing a Confidentiality Agreement, the auction documentation can be collected on business days from 10:00 to 17:00 from 11.11. until 03.12. 2002 from: The Privatization Agency, Terazije 23/V, room number 511.

Deadline for submitting of applications is 03.12.2002 till 17.00.

Completed application forms for participation in the auction, which are included in the auction documentation, together with signed sale and purchase agreement and evidence of payment of the deposit are submitted in envelope clearly marked on the outside: "APPLICATION FOR PARTICIPATION ON PUBLIC AUCTION 101202" Privatization Agency, Auction Center, Terazije 23/V, 11000 Beograd. APPLICATIONS THAT SHOW THE NAME OF THE COMPANY TO BE PRIVATIZED OR THE FULL AUCTION SALE CODE ON THE OUTSIDE OF THE ENVELOPE MAY BE REJECTED.

The auction will take place on **10.12.2002** at: Yugoslav Chamber of Commerce, Terazije 23/II, Beograd at 11:00 a.m. Registration of the participants will take place on 10.12.2002 at the same address from 09.00 until 10.50 **Means of payment:** domestic currency, foreign convertible currency, bonds issued to individuals who are the citizens of the Republic of Serbia, against unpaid household foreign exchange savings with maturity not longer then capital sale day (10.12.2002). If a participant applies only for second auction payment can be made with bonds issued to individuals who are the citizens of the Republic of Serbia, against unpaid household foreign exchange savings regardless of maturity date.

Deposits higher then 6.000.000 dinars can be paid in the form of Bank Guarantee issued by first class banks under conditions laid out in auction documentation. If participant applies only for second auction, deposit can be paid with bonds issued to individuals who are the citizens of the Republic of Serbia, against unpaid household foreign exchange savings with maturity not longer then capital sale day (10.12.2002.). The Agency holds the right to change the auction or deadline date for applications if need occurs and informs interested parties.

Site visits may be arranged with the Privatization Agency after signing the Confidentiality Agreement (Phone number: + 381 (11) 3020 -804; 011/3020-803 Fax: +381 (11) 3020-881.

Visits may take place from 11.11.2002 until 03.12.2002.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 06.11.2002.

** Total operating revenues and expenditures for 2000. and 2001. and expressed in EURO have been calculated using the average real exchange rate for the two years respectively.

Short description of the public auction procedure:

Sale of capital by Public Auction is performed by the Auction commission that is chosen by the Privatization Agency. Supervision of the Auction, registration of the participants, declaring of the unsuccessful auction, signing of the auction minutes is done by the Commission which is also involved in other activities concerning the auction in accordance with the law. Conditions for starting of public auction are fulfilled if at least one person has acquired the status of participant and if this person or his/hers duly authorized representative is present. The Auctioneer will open the first auction at the time settled for its opening where means of payment can be cash and matured foreign exchange household saving bonds. If on the first auction more then one bidder participates, the auctioneer announces the starting price and each following increase. If after invitations for acceptance of new announced price no bidder raise his/her hand, the auctioneer announces the end of the auction with the hit of the hammer. The sale price will be the highest offered price and the winner will be the bidder who accepted it. If after the third announcement of the starting price no interest is shown, auctioneer declares first

auction unsuccessful with the hit of the hammer and starts second bidding where means of payment can be in foreign exchange household savings bonds of any maturity. Participants will be bidders applied for the second auction and from the previous auction if it was unsuccessful. If on the second auction more then one bidder participates, the auctioneer announces starting price and each following increase. If after third announcement no interest is shown, auctioneer announces the end of the auction with the hit of the hammer. The sale price will be the highest offered price and winner will be the bidder who accepted it. If after the third announcement for acceptance of the new starting price there were no interested bidders, the auction is declared unsuccessful and participants forfeits their deposits. When on the second auction participates only one bidder he is invited to accept starting price for three times. If he accepts starting price he is declared a buyer where starting price is sale price. If he refuses the starting price, the auction is declared unsuccessful and he forfeits his deposit.

1) Basic data on enterprise to be privatized : Socially owned company for local and foreign trade «JUGOMONTANA », BEOGRAD

Auction sale code: 101202-0136

ID number: 07024550

Core activity: Foreign trade with various goods

Total estimated value of the capital sale : **30.099.000 Din** or ***492.620 EUR**

That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **3.010.000 Din** or **49.262 EUR**

Starting auction price is: **6.020.000 Din**

Minimum investment in enterprise to be privatized: **2.129.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Business premises (194), 2. Business premises (704), 3. Warehouse premises (855)

B) Equipment:

1) Office furniture (Jug, Italija), 2) Telecommunication equipment (Yugoslavia), 3) Passenger vehicle (Yugo Florida), 4. Electric computers (Pentium)

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|-----------|---------|------------|---------|
| Total operating revenues | 8.335.000 | 165.050 | 10.518.000 | 176.779 |
| Total operating expenditures | 8.771.000 | 173.683 | 12.583.000 | 211.486 |

D) Most important products/services: 1) Local and foreign trade services

Number of employees: 16; of which with university degree: 4

2) Basic data on enterprise to be privatized : Socially owned enterprise for transportation and repair services «SLOGA TRANSPORT», with full liability, LESKOVAC

Auction sale code: 101202-0137

ID number: 07196202

Core activity: Transportation of goods by road

Total estimated value of the capital sale : **4.885.000 Din** or ***79.949 EUR**

That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **488.000 Din** or **7.995 EUR**

Starting auction price is: **977.000 Din**

Minimum investment in enterprise to be privatized: **146.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1) Management building (140), 2) Garage building (529), 3). Workshop building (376), 4) Warehouse building (65)

B) Equipment:

1) Telefax (Nisei 320), 2) Computer (Pentium) , 3) Furnace Zrak III (Elind), 4) Office furniture set

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|-----------|---------|-----------|---------|
| Total operating revenues | 5.765.000 | 114.158 | 4.927.000 | 82.810 |
| Total operating expenditures | 6.404.000 | 126.812 | 7.518.000 | 126.357 |

D) Most important products/services: 1) Transportation of goods

Number of employees: 34; of which with university degree: 1

3) Basic data on enterprise to be privatized : Socially owned enterprise «SANDZAKPROJEKT» , NOVI PAZAR**Auction sale code: 101202-0138**

ID number:07194200

Core activity: Projecting of construction and other objects

Total estimated value of the capital sale : **14.962.000 Din** or ***244.882 EUR**That is **70 %** of the total capital of the enterprise.**Deposit** for participation in the auction is: **1.496.000 Din** or **24.488 EUR****Starting auction price** is: **2.992.000 Din****Minimum investment** in enterprise to be privatized: **472.000 Din.****Most important assets of the enterprise:****A) Buildings – (m²):**

1. Business premise (346), 2. Garage 1 (12), 3. Garage 2 (12), 4. Garage 3 (12), 5. Garage 4 (12)

B) Equipment:

1) Passenger vehicle (Yugo Skala 55), 2) Photocopying machine (Canon 3825), 3) Telephone operator (Panasonic 616), 4) Telefax (Panasonic KXF 50)

C) Land (m²):**Financial information for year:****2000.****2001.**

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|-----------|--------|-----------|---------|
| Total operating revenues | 3.909.000 | 77.406 | 6.350.000 | 106.726 |
| Total operating expenditures | 4.007.000 | 79.347 | 7.392.000 | 124.239 |

D) Most important products/services: 1) Projecting of construction and other objects**Number of employees:** 17; of which with **University degree:**9**4) Basic data on enterprise to be privatized : Socially owned enterprise for interiors and equipment, wholesale and retail trade, export-import «JUGOREKLAM-INZENJERING» , Beograd****Auction sale code: 101202-0139**

ID number:07012438

Core activity: Manufacture of wooden objects

Total estimated value of the capital sale : **4.775.000 Din** or ***78.145 EUR**That is **70 %** of the total capital of the enterprise.**Deposit** for participation in the auction is: **477.000 Din** or **7.814 EUR****Starting auction price** is: **955.000 Din****Minimum investment** in enterprise to be privatized: **2.262.000 Din.****Most important assets of the enterprise:****A) Buildings – (m²):**

1. Head office (198), 2. Machinery workshop (253), 3. Manual workshop (299), 4. Locksmith's workshop (60), 5. Warehouse (122)

B) Equipment:

1) Compressor (GM50-190), 2) Polishing machine for parquet (BC 2000), 3) Makita electronic welding machine (Makita), 4) Machine for processing of wood

C) Land (m²):**Financial information for year:****2000.****2001.**

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|---------|
| Total operating revenues | 26.776.000 | 530.218 | 10.982.000 | 184.578 |
| Total operating expenditures | 27.035.000 | 535.347 | 12.505.000 | 210.175 |

D) Most important products/services: 1) Furniture, cupboards, counters, 2) Parquet, floors, ceilings 3) Works: painting, plumbing, 4) Electric installations**Number of employees:** 37 of which with **University degree:**2**5) Basic data on enterprise to be privatized : Typographic publishing socially owned enterprise «PROSVETA» , Pozarevac****Auction sale code: 101202-0140**

ID number:07143443

Core activity: Printing and other similar activities

Total estimated value of the capital sale : **24.144.000 Din** or ***395.150 EUR**That is **70 %** of the total capital of the enterprise.**Deposit** for participation in the auction is: **2.414.000 Din** or **39.515 EUR****Starting auction price** is: **4.829.000 Din****Minimum investment** in enterprise to be privatized: **3.389.000 Din.****Most important assets of the enterprise:****A) Buildings – (m²):**

1. Offset preparation (239), 2. Type-setting and printing (659), 3. Book bindery (235), 4. Central warehouse (400), 5. Management building (42687)

B) Equipment:

1) Line for preparing of cardboard and cardboard packing materials (Roland B-2 and B-1), 2) Line for preparing of cardboard and cardboard packing material (Muller B-1), 3) Line for preparing of cardboard and cardboard packing material (Serial automatic machine A-1), 4) Line for preparing of cardboard and cardboard packing material (Gluing machine «Anter»), 5) Line for paper processing (Roland B-2 and B-1), 6) Line for paper processing (Cutting machine «Seipa» 115), 7) Line for paper processing (Cutting machine «Seipa» 115)

C) Land (m²):**Financial information for year:****2000.****2001.**

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|---------|
| Total operating revenues | 23.871.000 | 472.693 | 27.692.000 | 465.427 |
| Total operating expenditures | 22.664.000 | 448.792 | 29.199.000 | 490.756 |

D) Most important products/services: 1) Designed cardboard packing material, 2) Books, 3) Magazines, 4) Newspapers, 5) Stationary material, 6) Forms, 7) Catalogues**Number of employees:** 78; of which with **University degree:**0

6) Basic data on enterprise to be privatized : Enterprise for manufacture of textile clothes «OBNOVA», LAJKOVAC

Auction sale code: 101202-0141

ID number:07135696

Core activity: Manufacture of clothes

Total estimated value of the capital sale : **35.489.000 Din** or ***580.824 EUR**

That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **4.259.000 Din** or **69.699 EUR**

Starting auction price is: **8.517.000 Din**

Minimum investment in enterprise to be privatized: **603.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1) Manufacture hall (900), 2. Manufacture and warehouse space with mess hall (416), 3. Manufacture and warehouse space with management building (608), 4. Old management building (174), 5. Old warehouse (324)

B) Equipment:

1) Sewing machines (Necchi, Brother), 2) Ironing desks (PFAF), 3) Fixed press (Mayer), 4) Cutting table, 5) Tailoring machine *Rapid, 6) Picking machine (Strobel 123 10 FD)

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|---------|
| Total operating revenues | 5.717.000 | 113.208 | 5.717.000 | 96.087 |
| Total operating expenditures | 16.003.000 | 316.891 | 16.003.000 | 268.967 |

D) Most important products/services: 1) HTZ equipment, 2) Male and female ready wear clothes

Number of employees: 108; of which with University degree:0

7) Basic data on enterprise to be privatized: Socially owned enterprise for projecting and installing of thermal and acoustic insulation «IZOPROGRES», , BEOGRAD

Auction sale code: 101202-0142

ID number:07032412

Core activity: Insulation works

Total estimated value of the capital sale : **36.404.000 Din** or ***595.801 EUR**

That is **70 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **3.640.000 Din** or **59.580 EUR**

Starting auction price is: **7.281.000 Din**

Minimum investment in enterprise to be privatized: **9.745.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Business premises (302)

B) Equipment:

1) Machanic guillotine for cutting of sheet metal , 2) Mechanic machine for sphere sheet metal folding, 3) Mechanic machine for angle sheet metal folding, 4) Electric crane, 5) Electric machine for cutting of metal

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|-----------|
| Total operating revenues | 45.113.000 | 893.327 | 97.691.000 | 1.641.921 |
| Total operating expenditures | 38.361.000 | 759.624 | 75.401.000 | 1.267.286 |

D) Most important products/services: 1) Thermal insulation, 2) Cold insulation, 3) Anti fire insulation, 4) Acoustic insulation, 5) Construction tinsmith's

Number of employees: 113; of which with University degree:3