

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 23.12.2002 until 31.12.2002 and from 08.01.2003 till 20.01.2003 from: The Privatization Agency, Terazije 23 (5th floor), room number 511.

Deadline for submitting of applications is 21.01.2003 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 280103" 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 **28.01.2003** at: Yugoslav Chamber of Commerce, Terazije 23/II, Beograd at 11:00 a.m. Registration of the participants will take place on 28.01.2003 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 (28.01.2003). 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.

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 (28.01.2003.). The deposit will be returned to participants 15 days after the Auction.

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 23.12.2002 until 20.01.2003.

* Total estimated value of capital being privatized and expressed in EURO has been calculated using the official exchange rate as at 16.12.2002.

** 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 are 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 forfeit their deposits. When on the second auction only one bidder participates 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 : Joint stock press publishing company «ZASTITA PRES», Beograd

Auction sale code: 280103-0098p

ID number:07025025

Core activity: Press publishing activities

Total estimated value of the capital sale : **6.268.000** or ***101.755** EUR

That is **69.79** % of the total capital of the enterprise.

Deposit for participation in the auction is: **313.000** or **5.088** EUR

Starting auction price is: **627.000** Din

Minimum investment in enterprise to be privatized: **856.000** Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Business premises (433)

B) Equipment:

1) Passenger vehicle (Yugo Florida), 2) Computer, 3) Processor structure, 4) Binding machine

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|-----------|--------|-----------|---------|
| Total operating revenues | 3.848.000 | 76.198 | 6.427.000 | 108.020 |
| Total operating expenditures | 4.468.000 | 88.475 | 8.021.000 | 134.811 |

D) Most important products/services: 1) «Protection at work», 2) «Working reviews», 3) «Collection of regulations», 4) «Tax regulations», 5) Joint program

Number of employees: 14; of which with University degree: 3

2) Basic data on enterprise to be privatized: Joint stock company with mixed capital for consulting services «KONSALTING BIRO», BEOGRAD

Auction sale code: 280103-0105p

ID number:07447159

Core activity: Consulting and management activities

Total estimated value of the capital sale : **1.261.000** Din or ***20.479** EUR

That is **56.994** % of the total capital of the enterprise.

Deposit for participation in the auction is: **63.000** Din or **1.024** EUR

Starting auction price is: **126.000** Din

Minimum investment in enterprise to be privatized: **108.000** Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1) Business premises (74)

B) Equipment:

1) Computer, 2) Chairs, 3) Telephones, 4) Chairs

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|---------|--------|---------|--------|
| Total operating revenues | 414.000 | 8.198 | 166.000 | 2.790 |
| Total operating expenditures | 593.000 | 11.743 | 463.000 | 7.782 |

D) Most important products/services: 1) Consulting services

Number of employees: 5; of which with University degree: 1

3) Basic data on enterprise to be privatized: Socially owned textile enterprise with full liability «TIZ», BEOGRAD

Auction sale code: 280103-0143p

ID number:07044879

Core activity: Manufacture of silky type fabrics

Total estimated value of the capital sale : **74.029.000** Din or ***1.201.842** EUR

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

Deposit for participation in the auction is: **3.701.000** Din or **60.092** EUR

Starting auction price is: **7.403.000** Din

Minimum investment in enterprise to be privatized: **16.469.000** Din.

Most important assets of the enterprise:

A) Buildings – (m²):

1. Construction building Stevan Djukic (2824), 2. Old finishing department (ground floor) (2038), 3. Management building I and II floor (204), 4. Warehouse of raw materials (582), 5. Construction objects Istra (6560)

B) Equipment:

1) Loom – Zakard 9Vamateks, 2) Loom (STB – Ekscenter), 3. Warping machine – Beninger (LTD), 4) Warping machine – Beninger (A 6)

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|-----------|------------|-----------|
| Total operating revenues | 77.498.000 | 1.534.614 | 75.753.000 | 1.273.202 |
| Total operating expenditures | 87.560.000 | 1.733.861 | 93.302.000 | 1.568.154 |

D) Most important products/services: 1) Linen and cotton type fabrics, 2) Finishing of yarn, 3) Underwear, 4) Rags

Number of employees: 336; of which with University degree:10

4) Basic data on enterprise to be privatized: Socially owned construction enterprise «RADNIK», NOVA VAROS

Auction sale code: 280103-0303

ID number: 07219504

Core activity: Construction and other specialized works

Total estimated value of the capital sale : **29.906.000 Din** or ***485.524 EUR**

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

Deposit for participation in the auction is: **2.991.000 Din** or **48.552 EUR**

Starting auction price is: **5.981.000 Din**

Minimum investment in enterprise to be privatized: **2.663.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Mmanagement building (205), 2. Warehouse and workshop (358), 3. Laboratory (155), 4. Barrack with 58 offices (111), 5. Barrack type CSSR (308)

B) Equipment:

1) Equipment for land works, 2) Equipment for supervision of construction sites, 3) Equipment for transporting of construction site material , 4) Vehicles for transporting by road

Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|---------|
| Total operating revenues | 18.871.000 | 373.683 | 16.709.000 | 280.833 |
| Total operating expenditures | 1.817.300 | 35.986 | 19.337.000 | 325.003 |

D) Most important products/services: 1) Construction services, 2) Reconstruction services, 3) Maintenance of high and low rise buildings

Number of employees: 111 of which with University degree:2

5) Basic data on enterprise to be privatized: Joint stock company «ZITOPROMET», DRAGINJE

Auction sale code: 280103-0304

ID number: 0194943

Core activity: Production of milled products

Total estimated value of the capital sale : **23.492.000 Din** or ***381.85 EUR**

That is **65.016 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **2.349.000 Din** or **38.139 EUR**

Starting auction price is **4.698.000 Din**

Minimum investment in enterprise to be privatized: **11.733.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Administration building with workers mess hall (1680), 2. Warehouse of hard materials (1120), 3. Warehouse of cereals (1260)

B) Equipment:

1) Equipment of new mill n(Zmaj Zemun), 2) Computer (Pentium I), 3) Dryer for cereals (Pobeda Novi Sad), 4) Power supply station (630 kv)

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|---------|
| Total operating revenues | 12.664.000 | 250.772 | 27.445.000 | 461.276 |
| Total operating expenditures | 20.913.000 | 414.119 | 40.797.000 | 685.687 |

D) Most important products/services: 1) Flour, 2) Cattle flour, 3) Mixed wheat germ

Number of employees: 39; of which with University degree:0

6) Basic data on enterprise to be privatized: Socially owned enterprise for restaurant management and tourism «BORICI», SJENICA

Auction sale code: 280103-0305

ID number: 07192410

Core activity: Restaurants

Total estimated value of the capital sale : **16.177.000 Din** or ***262.636 EUR**

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

Deposit for participation in the auction is: **1.618.000 Din** or **26.264 EUR**

Starting auction price is: **3.235.000 Din**

Minimum investment in enterprise to be privatized: **1.533.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Hotel «Bor» with restaurant (2969), 2) Motel «Park» and central warehouse (725), 3. Shop«Snek bar» (210), 4. Shop «Vapa» (280)

B) Equipment:

1) Equipment for restaurants

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|---------|
| Total operating revenues | 11.308.000 | 223.921 | 9.048.000 | 152.072 |
| Total operating expenditures | 11.334.000 | 224.436 | 12.090.000 | 203.200 |

D) Most important products/services: 1) Accommodation services, 2) Restaurant services, 3) Food and drinks

Number of employees: 66; of which with University degree:1

7) Basic data on enterprise to be privatized: Socially owned enterprise for restaurant management, manufacture, trade and tourism «PUTNIK », MALI ZVORNIK

Auction sale code: 280103-0306

ID number:07335652

Core activity: Hotels and motels and the other

Total estimated value of the capital sale : **40.000.000 Din** or ***649.385 EUR**

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

Deposit for participation in the auction is: **4.000.000 Din** or **64.938 EUR**

Starting auction price is: **8.000.000 Din**

Minimum investment in enterprise to be privatized: **4.038.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Hotel «Jezero» (1920), 2. Hotel «Radalj» (1030), 3Restaurant «D. Stenka» (298)

B) Equipment:

1) Wardrobe hanger, 2) Metal wardrobe cupboard, 3) Wardrobe cupboard, 4) TV with satellite dish

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|---------|
| Total operating revenues | 12.515.000 | 247.822 | 12.936.000 | 217.419 |
| Total operating expenditures | 11.929.000 | 236.218 | 17.932.000 | 301.388 |

D) Most important products/services: 1) Bread and baked goods, 2) Restaurant services, 3) Trade

Number of employees: 69; **of which with University degree:**0

8) Basic data on enterprise to be privatized: Socially owned trading enterprise «KRUPANJ», KRUPANJ

Auction sale code: 280103-0307

ID number:07169663

Core activity: Retail sale of other mixed goods

Total estimated value of the capital sale : **7.421.000 Din** or ***120.471 EUR**

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

Deposit for participation in the auction is: **742.000 Din** or **12.047 EUR**

Starting auction price is: **1.484.000 Din**

Minimum investment in enterprise to be privatized: **345.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Central warehouse (358), 2. Supermarket number 1 (154), 3. Supermarket number 2 (123), 3. “Biser” (154), 5. “Stolice” (198)

B) Equipment:

1) Telephone switchboard, 2) Computer, 3) Printer, 4) Telephone

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|-----------|--------|------------|---------|
| Total operating revenues | 3.537.000 | 70.040 | 17.529.000 | 294.615 |
| Total operating expenditures | 4.456.000 | 88.238 | 19.868.000 | 333.927 |

D) Most important products/services: 1) Sale of mixed goods

Number of employees: 38; **of which with University degree:**1

9) Basic data on enterprise to be privatized: Typography publishing and trading enterprise «METALOGRAF», TRSTENIK

Auction sale code: 280103-0308

ID number:07154470

Core activity: Printing and other similar activities

Total estimated value of the capital sale : **40.262.000 Din** or ***653.647 EUR**

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

Deposit for participation in the auction is: **4.026.000 Din** or **65.365EUR**

Starting auction price is: **8.052.000 Din**

Minimum investment in enterprise to be privatized: **9.498.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. management building (400), 2. Solidarity flat (60), 3. Hall – book bindery (316), 4. Assembled warehouse (443), 5. Assembled object (148)

B) Equipment:

1) Two color offset machine (P-24-7), 2) Gluing machine for boxes (FKM – 80), 3) Offset machine (Adast Romae), 4) Machine for tampon print

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|---------|
| Total operating revenues | 48.593.000 | 962.238 | 40.154.000 | 674.880 |
| Total operating expenditures | 44.041.000 | 872.099 | 53.991.000 | 907.442 |

D) Most important products/services: 1) Labels, 2) Boxes, 3) Books, 4) Blocks, 5) Forms

Number of employees: 160; **of which with University degree:**4

10) Basic data on enterprise to be privatized: Socially owned enterprise industry of knitted fabrics «INDUSTRIJA TRIKOTAZE», ARILJE**Auction sale code: 280103-0309**

ID number:17128655

Core activity: Manufacture of linen

Total estimated value of the capital sale : **7.903.000 Din** or ***128.309 EUR**That is **70 %** of the total capital of the enterprise.**Deposit** for participation in the auction is: **790.000 Din** or **12.831 EUR****Starting auction price** is: **1.581.000 Din****Minimum investment** in enterprise to be privatized: **5.544.000 Din.****Most important assets of the enterprise:****A) Buildings – (m²):**

1. Factory hall (3825), 2. Warehouse of finished products (1080), 3) Restaurant for communal feeding (830), 4. Raw materials warehouse

B) Equipment:

1) Dye plant equipment line, 2) Sewing machines (Rimoldi)

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

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|-----------|---------|------------|-----------|
| Total operating revenues | 3.880.000 | 76.832 | 83.090.000 | 1.396.518 |
| Total operating expenditures | 5.268.000 | 104.317 | 82.347.000 | 1.384.030 |

D) Most important products/services: 1) Textile products**Number of employees:** 169; **of which with University degree:**2**11) Basic data on enterprise to be privatized: Socially owned enterprise for manufacture, processing and sale of secondary raw materials «INOS - ANGROSIROVINA », VALJEVO****Auction sale code: 280103-0310**

ID number:07096593

Core activity: Recycling of metal waste and left overs

Total estimated value of the capital sale : **74.602.000 Din** or ***1.211.147 EUR**That is **62.769 %** of the total capital of the enterprise.**Deposit** for participation in the auction is: **7.460.000 Din** or **121.115 EUR****Starting auction price** is: **14.920.000 Din****Minimum investment** in enterprise to be privatized: **16.425.000 Din.****Most important assets of the enterprise:****A) Buildings – (m²):**

1. Management building (512), 2. Mess hall number 1, cardboard (503), 3. Eaves for paper (1005), 4. Manufacture hall – briquette (742), 5. Scale, Accounting division (17)

B) Equipment:

1) Paper processing line , 2) Gas generator (HG-2000L/H), 3) Gas station, 4) Press for bundling of sheet metal with crane (S – 400 Riko)

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

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|-------------|-----------|-------------|-----------|
| Total operating revenues | 129.941.000 | 2.573.089 | 121.304.000 | 2.038.791 |
| Total operating expenditures | 108.723.000 | 2.152.931 | 126.394.000 | 2.124.340 |

D) Most important products/services: 1) Waste of ferrous metallurgy, 2) Waste of non – ferrous metallurgy, 3) Paper and others**Number of employees:** 173; **of which with University degree:**8**12) Basic data on enterprise to be privatized: Socially owned enterprise for manufacture of knitted fabrics «BALACANKA», BLACE****Auction sale code: 280103-0311**

ID number:07203691

Core activity: Manufacture of knitted fabrics

Total estimated value of the capital sale : **13.785.000 Din** or ***223.799 EUR**That is **70 %** of the total capital of the enterprise.**Deposit** for participation in the auction is: **1.379.000 Din** or **22.380 EUR****Starting auction price** is: **2.757.000 Din****Minimum investment** in enterprise to be privatized: **989.000 Din.****Most important assets of the enterprise:****A) Buildings – (m²):**

1. Wardrobe and mess hall –built onto(235), 2. Section buildid – finishing off 3 (384), 3. Raw materials warehouse (71), 4. Warehouse of finished products (125), 5. Shop «Centar» (84)

B) Equipment:

1) Calculating machines , 2) Vacuum cleaner, 3) Manual knitting machines , 4) Diamant – automatic machines (automatic)

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

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|-----------|---------|-----------|---------|
| Total operating revenues | 7.732.000 | 153.109 | 7.277.000 | 122.307 |
| Total operating expenditures | 6.954.000 | 137.703 | 7.198.000 | 120.979 |

D) Most important products/services: 1) Male jackets, 2) Male sweaters, 3) Contractual manufacture of sweaters, 4) Female jackets**Number of employees:** 125; **of which with University degree:**1

13) Basic data on enterprise to be privatized: Socially owned trading enterprise «RAD PROMET», BEOGRAD

Auction sale code: 280103-0312

ID number: 07744641

Core activity: Retail sale of books, newspapers and similar materials

Total estimated value of the capital sale : **13.157.000 Din** or ***213.598 EUR**

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

Deposit for participation in the auction is: **1.316.000 Din** or **21.360 EUR**

Starting auction price is: **2.631.000 Din**

Minimum investment in enterprise to be privatized: **435.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Management building and warehouse (386), 2. Shop (52), 3. Shop (40), 4. Shop (37)

B) Equipment:

1) Desk with three drawers, 2) Typewriting machine, 3) Desk- metal/wooden, 4) Showcase – wood/glass

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|-----------|---------|------------|---------|
| Total operating revenues | 8.578.000 | 169.861 | 12.747.000 | 214.242 |
| Total operating expenditures | 8.326.000 | 164.871 | 12.703.000 | 213.503 |

D) Most important products/services: 1) Income from sale of goods

Number of employees: 15; **of which with University degree:** 0

14) Basic data on enterprise to be privatized: Socially owned enterprise for transporting services by road, manufacture and trading activities «SPECIJALNI TRANSPORTI», BEOGRAD

Auction sale code: 280103-0313

ID number: 17408003

Core activity: Transporting of goods by road

Total estimated value of the capital sale : **16.693.000 Din** or ***271.014 EUR**

That is **69.398 %** of the total capital of the enterprise.

Deposit for participation in the auction is: **1.669.000 Din** or **27.101 EUR**

Starting auction price is: **3.339.000 Din**

Minimum investment in enterprise to be privatized: **9.878.000 Din.**

Most important assets of the enterprise:

A) Buildings – (m²):

1. Assembled barracks (98), 2. Covered workshop (200)

B) Equipment:

1) Semi trailer (Gosa), 2) Car crane (Hidros), 3) Trailer (Kometo), 4) Semi trailer (Gorica)

C) Land (m²):

Financial information for year:

2000.

2001.

| Shown in: | Din | **EURO | Din | **EURO |
|------------------------------|------------|---------|------------|---------|
| Total operating revenues | 19.785.000 | 391.782 | 44.083.000 | 740.916 |
| Total operating expenditures | 20.431.000 | 404.574 | 41.807.000 | 702.662 |

D) Most important products/services: 1) Transportation, 2) Reloading, 3) Servicing of other clients

Number of employees: 58; **of which with University degree:** 1