

Pursuant to Article 26 of the Law on Privatization ("Official Gazette of the RoS" no. 83/2014 and 46/15) 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 61/15), 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 CAPITAL OF PRIVATIZATION ENTITY  
ZASTAVA METAL AD, RESAVICA  
МБ: 07609582**

**Procedure code: JP 146/15**

The Agency hereby invites all domestic or foreign legal entities and/or individuals interested to participate in the privatization procedure of privatization entity **AKCIONARSKO DRUŠTVO ZA PROIZVODNJU DELOVA ZA MOTORNA VOZILA, METALNIH PROIZVODA ZA KABLOVSKU INDUSTRIJU I RUDARSTVO ZASTAVA METAL, RESAVICA**, (Joint stock company for production of motor vehicle components, metal products for cable industry and mining ZASTAVA METAL, RESAVICA) **ID no.: 07609582** (hereinafter: Privatization Entity) via model: SALE OF CAPITAL of Privatization Entity, 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.

**2. Information about the Privatization Entity**

Business Name:	<b>ZASTAVA METAL AD, RESAVICA</b>
ID no.:	<b>07609582</b>
Structure of capital (CSD and Clearing House):	Total registered capital of the Privatization Entity is share capital issued in one emission of shares CFI code ESVUFR, ISIN no. RSZMREE38744, with 68,872 ordinary shares, of which 48,210 shares or 69.99942% of capital is owned by RS Privatization Agency, and 1,327 shares or 1.92676% capital is owned by the Shareholders Fund, and 19,335 shares or 28.07382% capital is owned by other shareholders.
Value of capital (BRA):	Registered cash capital EUR 873,068.39 Paid-in cash capital EUR 873,068.39 as at 31 December 2004

**3. Description and value of the subject of sale**

Subject of sale is the Block of shares offered for sale by the Agency and it is composed of 49,537 shares CFI code ESVUFR, ISIN no. RSZMREE38744, which represents 71.92618% of the total Privatization Entity's capital which encloses:

- 48,210 shares CFI code ESVUFR, ISIN no.: RSZMREE38744 or 69.99942% of capital owned by Privatization Agency, and
- 1,327 shares CFI code ESVUFR, ISIN no.: RSZMREE38744 or 1.92676% of capital owned by the Shareholders Fund.

RS Government rendered the Conclusion 05 no.: 023-8800/2015 dated 20 August 2015 on conditional debt write-off for the Privatization Entity by which Conclusion the state creditors are obliged to write off the Entity's debt as at 31 December 2014, if the Entity's capital is sold within privatization procedure.

#### 4. Starting price of the subject of sale

Starting price for the subject of sale is **EUR 120,087.30**

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 price 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 **16 October 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.

Confidentiality Agreement may be delivered to respective interested persons by post, fax or via 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 [amomcilovic@priv.rs](mailto:amomcilovic@priv.rs) and [bstepic@priv.rs](mailto:bstepic@priv.rs) with clear reference "Request for Purchase of the Sales Documents - procedure code: JP 146/15".

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.

Purchase of the Sales Documents shall last from **24 September 2015** until **14 October 2015** (by **12:00 noon** local time).

The Sales Documents Fee is **RSD 100,000.00 (one 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, e-mail or in person.

Upon receiving the 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<sup>th</sup> floor, every working day from 7:30 am until do 15:30 pm or by mail.

Sales documents include the following:

- Confidentiality Agreement
- Privatization documents
- 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 36,026.18** 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 **19 October 2015** in the Agency's premises at: Terazije 23, 11000 Beograd, **III rd 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:

<p><b>Privatization Agency of the Republic of Serbia</b> <b>Terazije 23, 11000 Belgrade</b> <b>Republic of Serbia</b> phone: +381 11 30 20 804 fax: +381 11 30 20 881</p>
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<p><b>Ankica Momcilovic</b> Project Team Leader e-mail: <a href="mailto:amomcilovic@priv.rs">amomcilovic@priv.rs</a> <b>Biljana Stepic</b> Assistant Project Manager e-mail: <a href="mailto:bstepic@priv.rs">bstepic@priv.rs</a></p>
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