

Pursuant to the Decisions of the Board of «Fabrika opreme i delova», Bor d.o.o., on adoption of the Restructuring Program and on the sale of assets by the method of public bidding no. 15 dated 03.07.2006, no. 16 dated 03.07.2006, no. 28 dated 05.10.2006, no. 37 dated 26.01.2007 and no. 38 dated 26.01.2007, the Decision made by the Privatization Agency on accepting the Restructuring Program no. R-135/06-OD dated 04.07.2006, the Decision made by the Privatization Agency on accepting the amendments to the Restructuring Program no. R-03/07-OD dated 17.01.2007, the Contract of Power of Attorney II/1 cer. no. 1497/06 dated 23.08.2006, Annex of the Contract of Power of Attorney II cer. no. 1704/2006 dated 20.10.2006, the Annex 2 of the Contract of Power of Attorney II/1 cer. no. 232/07 dated 07.02.2007 and the Annex 3 of the Contract of Power of Attorney II cer. no. 2721 dated 20.04.2007 between «Fabrika opreme i delova» Bor d.o.o., as a Principal, and Serbian Privatization Agency, as a Holder of Power of Attorney, the Privatization Agency of the Republic of Serbia announces:

**PUBLIC INVITATION FOR PARTICIPATION IN PUBLIC BIDDING FOR PURCHASE OF REAL ESTATE AND EQUIPMENT OF
«FABRIKA OPREME I DELOVA» BOR D.O.O.
Sale Code: R-210308-029p**

1. Subject of Sale

The subject of sale comprises the real estate of «Fabrika opreme i delova» Bor d.o.o. in the area of 26.741,00 m² at several locations in Bor:

- in 16 Đorđa Vajferta Street – 21.092,00 m²,
- at the location VII kilometer – 4.049,00 m²,
- in Zeleni bulevar - 1.450,00 m² and
- in Dimitrija Tucovića Street (10 garages each of them occupying 15 m²).

The mentioned real estate is on the land used by «Fabrika opreme i delova» Bor d.o.o. in the total area of 6 ha 45 a 68 m².

The subject of sale is also the related movable property – equipment, in accordance with the specification given in the movable property list which is the integral part of the public bidding documents.

The real estate and movable property are on sale as seen, without possibility of later complaints.

2. Mandatory Terms of Sale

The initial selling price at the public bidding determined for the real estate and equipment of «Fabrika opreme i delova» Bor d.o.o. amounts to **RSD 179.928.646,17** (one hundred and seventy-nine million nine hundred and twenty-eight thousand six hundred and forty-six dinars and 17/100).

The deposit amounts to RSD **17.992.865,00** (seventeen million nine hundred and ninety-two thousand eight hundred and sixty-five dinars), that is, 10% of the initial selling price.

Purchaser fully accepts the rights and obligations provided in the final text of the Sale and Purchase Agreement given in the Appendix of the Sale Documents

3. Terms of Participation

Purchaser of the share and assets cannot be: 1) domestic legal entity with major socially-owned capital; 2) legal entities and natural persons having due but unsettled liabilities towards the Seller, 3) subsidiaries of the Seller and 4) individual who was sentenced or against whom the criminal action has been brought for the offences defined by the Article 12 of the Privatization Law (Official Gazette RS 123/07). Such applications shall be rejected without being taken into consideration.

The bidding participant may be legal entity, natural person and a consortium of legal entities and/or individuals (hereinafter: Consortium). The Consortium Agreement shall give authorization to one Consortium member to represent the Consortium (hereinafter: Authorized representative of the Consortium) and to act on behalf and for the Consortium.

4. Public Bidding Documents

Interested parties can purchase sale documents at the price of RSD 40.000,00, after the invoice has been issued by the Privatization Agency. Purchase of the public bidding documents is mandatory, and on its receipt the Confidentiality Agreement should be signed.

Upon submitting the payment evidence, the public bidding documents can be collected at the following address: Privatization Agency, Auction Center, 23 Terazije Street (V floor), 11000 Belgrade, 8:30-16:30 from 12.02.2008 to 12.03.2008.

5. Submission of Applications for Participation in Public Bidding

The deadline for submission of applications is 13.03.2008 at 16:30. The application has to contain the data from the Instructions to Participants at public bidding, which are an integral part of the bidding documents, deposit payment evidence and the number of account for returning the deposit, and it should be submitted in accordance with the Instructions to Participants.

Filled application which is a part of the bidding documents should be submitted in a sealed envelope marked with the following:

APPLICATION FOR PARTICIPATION IN PUBLIC BIDDING R-210308
Privatization Agency, 23 Terazije Street, Belgrade

The Committee for conduct of the public bidding will inform the applicants on the approval of their applications no later than one weekday prior to the date of the public bidding.

Prior to submission of application for participation, a participant is obliged to pay deposit, or submit first-class bank guarantee, in the account and for the Privatization Agency, at the amount of RSD 17.992.865,00 (seventeen million nine hundred and ninety-two thousand eight hundred and sixty-five dinars)

6. Public Bidding

The public bidding will be held on 21.03.2008., starting at 14:00 at the Privatization Agency, 23 Terazije Street, Belgrade, Large Hall on the second floor.

Registration of participants in the public bidding will start one hour prior to the beginning of the bidding, and it will finish ten minutes prior to the beginning of the bidding, i.e. from 13:00 to 13:50.

The method of the public bidding and conclusion of the Sales and Purchase Agreement are explained in detail in the Instructions to Participants which are an integral part of the Sale Documents.

The deposit is to be returned to all the participants which have not been declared buyers within the period provided in the Instructions to Participants which are an integral part of the Sale Documents.

The participant with the best offer, which is declared a buyer, will have the deposited sum calculated in the purchase price, and in case of its waiving, the deposit is to be retained.

The Privatization Agency has the right to change the date of the bidding and the deadline for submission of applications, and to inform the interested parties thereof, by the day of the public bidding at the latest.

Privatization Agency

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