

Pursuant to Article 26 of the Law on Privatization ("Official Gazette of the RoS" no. 83/14 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. 122/14 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
GRAĐEVINSKO PREDUZEĆE MOSTOGRADNJA - AKCIONARSKO DRUŠTVO BEOGRAD
ID no.: 07023251**

Procedure code: JP 171/15

The Agency hereby invites all persons interested to participate in the privatization procedure of the company **Građevinsko preduzeće Mostogradnja - akcionarsko društvo Beograd**, ID no.: 07023251 (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 participation in the Procedure (hereinafter: Application).

1. Qualification requirements for participation in the Procedure

Domestic and foreign legal entities, as well as consortium of entities shall have the right to participate in the Procedure, if they meet the following requirements:

- It has been engaged in civil engineering (building of specific civil engineering structures - bridges, tunnels, viaducts, overpasses or building of roads – road and railways, etc.) for at least the last three business years in continuity, and achieved operating revenues of at least EUR 20,000,000.00 (in words: twenty million euro) in each of the last two years, alone or on a consolidated basis.
or
- It is a financial investor (legal entity the core activity of which is investing money and includes investment companies, companies for investment and pension fund management, mutual funds, insurance companies, pension funds and investment banks or other legal entity) with total operating assets, operating revenues, or managed financial assets in excess of EUR 15,000,000.00 (in words: fifteen million euro) in the last two years.

If a potential bidder is a parent company, the practice over the last three financial years and the amount of business income in the last two business years in respective activities may be evidenced through its subsidiaries over which it has control.

2. Information about the Privatization Entity

Business name:	Građevinsko preduzeće Mostogradnja - akcionarsko društvo Beograd
Registered seat:	Vlajkovićeve 19 A, Beograd-Stari Grad
ID no.:	07023251
Core Activity:	Construction of bridges and tunnels
Structure of capital (CSD and Clearing House):	Total registered capital of Privatization Entity is share capital issued in one emission of shares CFI code ESVUFR, ISIN no.: RSMOSTE99118, with total of 309,487 shares, of which: 100,140 shares or 32.35677% of capital is owned by RS; 52,508 shares or 16.96614% of capital is owned by Mostogradnja Consortium; 49,144 shares or 15.87918% of capital is owned by the Shareholders Fund; 16,653 shares or 5.38084% of capital is owned by PIO Fund 91,042 shares or 29.41707% of capital is owned by other individual shareholders.
Original capital (BRA):	Registered cash capital EUR 10,314,694.37 Paid-in cash capital EUR 10,314,694.37

3. Description and value of the subject of sale

Subject of sale is the **Block of shares** composed of 165,937 shares CFI code ESVUFR, ISIN no.: RSMOSTE99118, of which 100,140 shares are owned by RS, 49,144 shares are owned by the Shareholders Fund and 16,653 shares are owned by PIO Fund, which represents 53.61679% of the total Privatization Entity's capital.

RS Government rendered the Conclusion 05 no: 023-8371/2015 dated August 6, 2015 on conditional debt write-off towards Privatization Entity by which the state creditors are obliged to write-off the Privatization Entity's debt as at December 31, of the last business year, if the Privatization Entity's capital is sold within privatization procedure.

4. Starting price of the subject of sale

Starting price for the Block of Shares offered for sale is: **EUR 2,915,186.49**.

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 **December 3, 2015 by 14:00 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:

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

A written request for purchase of the sales documents (hereinafter: Request), shall be submitted to the Agency in writing to the address Terazije 23, 11000 Belgrade, Republic of Serbia, and/or by fax +381 (11) 30 20 881 or via e-mail bsavkovic@priv.rs and jradulovic@priv.rs with clear reference "Request for Purchase of the Sales Documents - procedure code: JP 171/15".

The request must contain all the contact details of the Applicant (full name, address, registration number, TIN, 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 **November 6, 2015 until November 27, 2015 (by 12:00 noon** Belgrade time).

The Sales Documents Fee is **RSD 250,000.00 (two hundred and fifty 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, Vth 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 874,555.94** 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, inspecting the Entity's books 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 **December 7, 2015** in the Agency's premises at: Terazije 23, 11000 Beograd, **3rd floor, room 301** at **12:00 noon** local 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 elements of this Public Invitation at any time, and shall not be responsible for any cost or damage caused by such amendments.

1. 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>Privatization Agency of the Republic of Serbia Terazije 23, 11000 Belgrade Republic of Serbia phone: + 381 11 30 20 804 fax: + 381 11 30 20 881</p>
<p>Biljana Savković Project Manager e-mail: bsavkovic@priv.rs Jovana Radulović Assistant Project Manager e-mail: jradulovic@priv.rs</p>