

Based on the RTB Bor Privatization and Restructuring Strategy, adopted by the Resolution of the Government of the Republic of Serbia No. 023-1378/2006-001, dated March 23, 2006, **the Privatization Agency** (hereinafter “**Agency**”), and RTB Bor d.o.o., Rudnici Bakra Bor d.o.o. (RBB), Rudnici Bakra Majdanpek d.o.o. (RBM), and Topionica i Rafinacija d.o.o. (TIR), (the “**Company**”) hereby issue a:

PUBLIC INVITATION

for participation in the Preliminary Data Room(s) for the acquisition of core assets of the Company consisting of the following core asset groups and relating mining rights¹ (the “**Assets**”):

- **Copper Mines Bor (“RBB”)** including but not limited to Veliki Krivelj open pit mine, Cerovo open pit mine, Jama underground mine, Borska Reka underground prospect, with flotations, and other mining equipment.-
- **Copper Mines Majdanpek (“RBM”),** including but not limited to Majdanpek open pit mine, Coka Marin open pit mine, flotation, and other mining equipment.
- **Smelter and Refinery (“TIR”)**

Codes: **RBB, RBM, TIR**

1. By way of this Public Invitation, the Agency and the Company are inviting all Prospective Bidders to take part in the Preliminary Data Room(s) exercise in order to enable potential tender participants to collect information about the Assets at early stage of the process.

The Tender sale of the Assets is expected to commence in July 2006. Prior to such sale of Assets the Agency will formally publish a Public Invitation to this effect and subsequently sell Tender Documents.

The sale of the Assets will be conducted via three separate tenders (RBB Asset sale, RBM Asset sale and TIR Asset sale). Each of the participants will be allowed to take part in either one two or all three tenders.

2. Preliminary Data Room(s) are to be held from 5 June 2006 to 21 July 2006 at the Company locations in Bor and Majdanpek.
3. Information about the Assets, along with a document containing general information regarding the proposed sale of the Assets (hereinafter "the Preliminary Data") will be made available to all qualified Prospective Bidders free of charge.
4. In order to qualify for participation in the Preliminary Data Room(s) Prospective Bidders should present evidence that (in case of Consortium criteria should be fulfilled cumulatively):
 - a) it has been engaged in development and/or operation of similar assets or trade or processing of non-ferrous metals for the last two years, and
 - b) it has revenues in excess of EUR 30 million, or total assets of more than EUR 30 million, or EUR 90 million or more in assets under management.
5. The Agency has appointed CA IB Corporate Finance, Deloitte and Harrisons Solicitors to act as the advisors in the privatization procedure (hereinafter: “**Advisors**”).

¹ The preliminary list of core assets within each core asset group, in reasonable detail, will be made available in a separate document – see Article 3 of this Public Invitation



6. The Agency hereby invites all Prospective Bidders to submit a written request for participation in the Preliminary Data Room(s) (hereinafter: "Request") at least 7 days prior to the closure of Preliminary Data Room(s), i.e. 14 July, 2006.

The request for participation in the Preliminary Data Room(s) shall be submitted to CA IB Corporate Finance by mail, to the addresses stated below, or by e-mail or facsimile, and shall clearly display the reference "Request for participation in the Preliminary Data Room(s) – Code **RBB, RBM or TIR**".

Upon receiving the Request, the Advisors will forward the information on acceptance of the prospective Bidder to the Preliminary Data Room(s) to the Prospective Bidder. Upon the delivery of the said information, the Confidentiality Agreement shall be sent to Prospective Bidder's authorized representative for signature, by mail, e-mail, or facsimile. Signed Confidentiality Agreement shall be immediately faxed and mailed back to CA IB Corporate Finance to the addresses below.

7. Upon receipt of the signed Confidentiality Agreement CA IB Corporate Finance shall immediately send the Preliminary Data to the Prospective Bidders by mail, e-mail or hand it to the authorized representative. The Advisor, Agency and/or Company shall not be held liable for correctness and accuracy of any information contained in the Preliminary Data, Preliminary Data Room(s) documents and/or any loss or delay that may occur in the delivery of any document in relation to this Public Invitation.
8. The Agency reserves the right to amend the requirements and the deadlines from the Public Invitation, if necessary.

Participation in the Preliminary Data Room(s) shall not be binding in any way whatsoever (safe for the confidentiality obligation) for any of the Prospective Bidders. Should any new Prospective Bidder decides to take part in the final Data Room(s), which shall be organized in due course, such Prospective Bidder shall be equal in rights just as any Prospective Bidder that has taken part in the Preliminary Data Room(s).

9. All communications or inquiries relating to this Public Invitation should be directed to CA IB Corporate Finance or Deloitte in Serbian or English language at the addresses below:

CA IB Corporate Finance d.o.o.

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