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Iranian Privatization Organization (IPO)



IRANIAN PRIVATIZATION ORGANIZATION

“Block Offering of Shares”

By virtue of relevant rules and regulations & authority of law of attorney, the Iranian Privatization Organization, hereinafter the Organization, intends to transfer shares of the following enterprises with the terms and conditions as mentioned in this advertisement. Tender documents and other transferring conditions are accessible at this section (transferring enterprises & properties section). The applicants are highly requested to consider the conditions mentioned in the bid proposal form, transferring contract and announcements of the Organization.

Shares																	
No.	Name of Enterprise	Capital (Million IRR)	Field of activity of enterprise	Major Shareholders	Stock Transferring	No. of Shares Presentable		Base Value of Transferrable Shares		Deposit amount (IRR)	Sales Conditions			Exclusive conditions	Deadline for settling cash deposit and delivery bid	Tender opening session	Time of opening envelopes
						Block	Block Size %	Each Stock (IRR)	Total (IRR)		Cash down payment percentage	Installment duration (year)	Deadline for cash payment (business day)				
1	Railway Services & Technical Construction Engineering Co. RSTC.	409,942	Manufacturer of concrete, wooden & metal products & sleepers of railway & metrolines, etc.	Loshan Iron & Steel Co. (95%), others (5%)	Tender	362,183,731	88/35	7,267/44	2,632,148,331,034	78,964,449,932	10	8	20	On behalf of major shareholders	2018/10/08	2018/10/09	11:00 o'clock
2	Bistoon Petrochemical Co.	500,000	Construction, launching of industrial factories for production, marketing, selling petrochemical products, etc.	Mahoor Spadana Auto Industry Co. (60%), Firooz Seffeh Sepahan Trade Co. (3/2%), Sepahan Mahan Steel Co. (3/2%), Ferro Gas Isfahan Co. (1/7%), others (31/9%)		340,497,025	68/09	5,113	1,740,961,288,825	52,228,838,665	30	5	20	On behalf of major shareholders	2018/09/25	2018/09/26	14:00 o'clock

For the attention of private/cooperative sector purchasers:

Real private/cooperative sector purchasers, in case of winning tender, will enjoy the benefits of encouraging private/cooperative sectors in order to participate in privatization as following:

- 1- Increasing the whole time limit and the total number of installments for real private sector purchasers up to one third of the time and for cooperative sector up to two fifths of the time and number of approved installments.
- 2- Stepwise repayment of installments with the annual growth of "10%" inclination based on "100" for the mid-term instalments for private/cooperative sectors.
- 3- Interest rate of installment sale up to the "3%" lower than other buyers for real private sector purchasers & "3/6%" lower than cooperative sector purchasers.

Other Transferring Conditions: By emphasizing that the Organization is reserved the right to accept or reject any or all of the bid proposals, participating in the tender is meant that applicants have accepted all rules and regulations and transferring contract wholeheartedly

How to Receive Tender Documents and Get Information of Other Transferring Conditions	How to Visit the Enterprises	How to Settling the Amount of Tender/Competition Deposits	How to Present Tender Envelopes and the Place of Delivery	Tender Opening Session & Conditions of Presence in the Tender Session	Guarantee Documents	How to Transfer Stock Ownership	Transferring Priority	Interest rate of installment
<p>Tender documents & other general & exclusive conditions are accessible by referring to website of the Organization at the following address: www.ipo.ir- the transferring enterprises & properties section.</p> <ol style="list-style-type: none"> 1- Bid proposal form, sample of contract, power of attorney registered at Notary Public Office. 2- Financial statements and other relevant document. 3- The Instruction of How to review and proposal of granting discounts to the shares purchasers (in installments-based transactions) 4- The instruction of encouraging private sector to participate in privatization. 5- The instruction of monitoring after transferring. 	<p>Interested applicants can send the visiting request via the following fax number: +98 21 880 85622 to the Marketing Office. The office will issue visiting letter.</p>	<p align="center"><u>In case of Tender:</u></p> <p>Settling Cash basis: Settling into SHABA. No. IR170100004001001506374577 to the Central Bank of Iran in the name of IPO- by emphasizing on disallowance of presenting any kind of check and recommendation to ensure of transferring deposit fund into the set account in due date.</p> <p>2- Presenting Bank Guarantee: Presenting unconditional bank guarantee issued by one of authorized banks with 3 months authority (by mentioning the phrase “extendable according to request of beneficiary” in guarantee text) by accepting all rules & regulations related to guarantee issuing.</p>	<p>Putting up the original bank deposit receipt and completed bid proposal form in the form of two separate envelopes inside a sealed envelope and delivering it up by the end of business hour of aforementioned date to Guard Management Office, 7th Floor, No. 15, Mahestan St., Iran Zamin Ave., Phase 1, Shahrak-e Ghods, Tehran – IRAN</p>	<p>Envelopes of participating in the bid notice will be opened at the mentioned clock in the above table with presence of bidders or their legal representatives in the session with owning identification documents and representation letter</p>	<p>Keeping shares equivalent of remaining amount of installments until full payments of the installments + receiving guarantee documents on minimum 50% of the remaining total installments.</p>	<p>Through share register book / stock market transaction system/notary public/(in case of properties), within mutual framework</p>	<p>Priority of Cooperative Sector in equal conditions in offering shares/properties via bid/negotiation notice</p>	<p align="center">13%</p>
								Time interval of installments
								6 months

- 1- The applicants confess not to be prohibited on doing any shares transaction and are not subject to the Article 24 of Implementation of General Policies of Article 44 of the Constitution and its next corrections. Also previous purchasers of installment-based block shares from the Organization are not authorized to participate in bid notice and cannot purchase shares if their installments have deferred. So announcing the winner of tender will be depend on obtaining the desired response of the above mentioned items from the concerned authorities and also validation bank guarantee. In any case, announcing the winner of tender and finality of transaction shall not be negating the legal responsibility of purchaser against obligations of this paragraph.
- 2- If activity of the company is found vital and security at the sole discretion of Passive Defense Organization, purchaser of controlled block shares is committed to observe all criteria, rules and regulations as notified from the mentioned authorizing body meticulously.
- 3- The purchaser of controlled block shares is committed to observe the articles of guideline “to preserve and supervise divested firms ratified by Security Council”.
- 4- Public and nongovernmental institutions and affiliated companies, subject of Article 5 of General Auditing Law approved in 1987 and its next corrections are committed to observe provisions of Article 6 of “Law on Execution of General Policies of Article 44 of the Constitution” meticulously. It is obvious that these institutions are held responsible for not observing the aforementioned rules.
- 5- The purchaser is duty bound to observe Articles (44), (45) and (47) of “The law of the Enforcing of General Policies of Article 44 of the Constitution”, otherwise report of infractions shall be announced to Competition Committee.