

Auction Announcement

The Development Bank of Ethiopia intends to sell the collateralized properties shown in the table below, acquired from a defaulted borrower -**AYKA Addis Textile and Investment Group plc** pursuant to the power vested to it under Proclamation No. 97/98 and 98/98.

Name of the borrower	Type of property	Factory Plot size	property Location	Auction floor Price (In Birr)	Level of Auction	Date and Time Auction
Ayka Addis Textile and Investment Group PLC	An Integrated Textile Factory building, machineries, Equipment & furniture, vehicles, Auxiliary tools, various spare parts, Raw Materials/ inputs, Work-in-progress, finished products /fabrics, and some other related items	205,000 m2	Sebeta Town administrati on , Kebele 08	1,824,653,419.32 (One Billion Eight Hundred Twenty Four Million Six Hundred Fifty Three Thousand Four Hundred Nineteen Birr and Thirty Two Cents)	First	July 23/2019 From 2:00 pm to 4:00 pm

Instructions:

1. Bidders shall submit 25 % (twenty five percent) of the floor price only in CPO as an earnest.
2. The winner shall pay the total auction price within 15(Fifteen) calendar days. Failure to pay within the specified time period shall be the cause for the loss of the earnest price and cancellation of the award. Besides, the winner shall also be held responsible for the shortfall that may occur during the re-auctioning of the property.
3. Only the borrower or his legal representative, bidders or their legal representative and concerned government organs will be allowed to attend the auction process that takes place at the premises of Ayka Addis Textile factory located at Sebeta town administration Kebele 08, on the date & time specified in the table above.
4. The winner shall pay 15% Value Added Tax, and all other legal and administrative fees and charges that are associated with the sale of the property.
5. This auction is undertaken while the factory is running its normal operations. As a result inventory items (i.e Raw Materials/inputs, Work-in-progress, finished products /fabrics, spare parts and other related items) which constitute the auction floor price indicated above, are dully expected to increase. Thus, the winner, on top of the winning price, is required to pay in cash/partial credit the value of increments in the inventory items and goods in transit which shall be determined at the time of handing over the property or else the Bank reserves the right to vacate those inventory items, in whichever ways convenient to it, and having sufficient and cost free period of time, to do so.

6. The winner, on top of the winning price, is also required to pay in cash/partial credit the value of bottleneck machinery caused that might have been purchased after the publication of this announcement, the value of which shall be determined at the time of handing over the property.
7. In the event that there may be a pending export order for which the factory signed an agreement but not delivered yet, the Bank reserves the right to delay the process of transferring the factory to the buyer until such a time that all pending export orders are dully delivered as per the agreement.
8. Such component of the property like plant machineries, vehicles etc. have been imported under duty free privileges. Thus, the winner needs to either have matching customs duty exemption privilege or duty bound to pay the outstanding duties.
9. The winner can apply for a loan facility for the unpaid balance as per the Bank's Credit Policy and Procedure. However, a winner who is interested to purchase the project on credit basis is required to submit, to the bank, documents that confirm he/she/it, under his/he/its name and/or a company in which he/she/it holds 10%(Ten percent) or above share/s, is clear from any statutory or other liabilities, including unsettled payment claims.
10. Interested and eligible Participants may obtain more information from the Development Bank of Ethiopia Project Rehabilitation and Loan Recovery Directorate-II 2nd Tower 3rd Floor or through telephone 011-524-53-73 or can be accessed on the web site of the Bank. www.dbe.com.et. The Bank can arrange a pre-scheduled visit for interested Participants.
11. The Bank reserves the right to cancel the auction partially or fully.

THE DEVELOPMENT BANK OF ETHIOPIA