



# DUTCH AUCTION RULES with absentees participation

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## with absentees participation

- Starting price – Book Value (BV)
- Participant to register should pay:
  - 10% deposit (based on the BV of the item offered for sale)+
  - 100 KM participation fee
- Allowed to participate only registered bidders
- All bidders have inspected the subject of sale and accept to buy it in its current state (as is where is)
- Allowed absentee bids (bids sent by post)
- Absentee bidders should state in their written bid the maximum price they bid and should provide blank bill of exchange accepted by their bank.
- Auctioneer keeps confidential the maximum bid of the absentee bidder

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- Bidding rules:
  - At each step the auctioneer determines the amount of the bid (down or up from starting price)
  - Bidders accept the offer of the auctioneer by raising pads with number under which they are registered
  - The highest bid wins
  - In case of absentee bid, The price can not go below 50% of the Max amount offered by the absentee bidder
- Payment is done the same day as the day of the auction. Auction winner pays: the bid amount, related taxes and 15% premium fee:
  - For items with value below 5000KM in cash
  - For items with value above 5000KM by bank transfer

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- **Specific rules I:**

- In case of two bids accepting the same offer and rejecting the increased bid-> The auctioneer should offer smaller bid increase and whoever accepts the bid wins the action
- In case both bidders reject to accept the increased bid, the auction is closed and both bidders loose their deposit
- In case absentee Max bid is higher than the highest bid achieved in the hall, then the absentee bid wins by 50% of the last bid increase

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- **Specific Rules II:**

- If Bid Winner does not pay- loses deposit
- The Auctioneer announces second best bid as the winner
- In case the second best bidder does not pay during the day when he receives the notice-loses deposit
- Next day the Auctioneer announces the third best bid as the winner, in case the third best bidder does not pay-loses deposit.
- Auction is closed .