

# ARENA

HOSPITALITY GROUP

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Zagreb Stock Exchange, Inc.

CROATIAN FINANCIAL SERVICES SUPERVISORY AGENCY

CROATIAN FINANCIAL SERVICES SUPERVISORY AGENCY – SRPI

CROATIAN NEWS AGENCY (HINA)

WEBSITE OF THE ISSUER

Pula, 26 May 2017

Pursuant to the provisions of Article 361(2) in connection with Article 374, and of Article 459 of the Capital Market Act (Official Gazette No 88/2008, 146/2008, 74/2009, 54/2013, 159/2013, 18/2015, 110/2015 and 123/2016), the company Arena Hospitality Group d.d., with seat in Pula, Smareglina ulica 3, Republic of Croatia, registered in the court registry of the Commercial Court in Pazin under registration number (MBS) 040022901, personal identification number (OIB) 47625429199 (“**Issuer**”) hereby publishes the following announcement.

## **Notice on the final price of the Offer Shares, success of the issue of the Offer Shares, exact amount of the Issuer’s share capital increase and exact number of the Offer Shares**

The General Assembly of the Issuer adopted on 22 March 2017 the Decision on the increase of share capital and issuance of ordinary shares by way of a public offering, with payment of contributions in cash and with the full exclusion of the existing shareholders’ pre-emptive right to subscribe and pay for the new shares and on amendments to the Issuer’s Articles of Association (“**Capital Increase Decision**”). Pursuant to the Capital Increase Decision, the share capital of the Issuer is increased from the amount of HRK 65,475,000.00 by a minimum of HRK 20,000,000.00 and a maximum of HRK 40,000,000.00 up to a minimum of HRK 85,475,000.00 and a maximum of HRK 105,475,000.00.

Pursuant to the Capital Increase Decision, the share capital of the Issuer is increased by payment of contributions in cash and by issuance by way of a public offering of a minimum of 1,000,000 and a maximum of 2,000,000 new ordinary registered shares in the nominal amount of HRK 20.00 each, which shall be issued in dematerialised form, in the form of electronic records in the computer system of the Central Depository & Clearing Company Inc. (“**CDCC**”), under designation ARNT-R-A, ARNT-R-B or other designation set by the CDCC (“**Offer Shares**”).

The Offer Shares shall be issued for the amount higher than the amount of the share capital pertaining to the Offer Shares and, pursuant to the provisions of Article 304(3) of the Companies Act, the Capital Increase Decision set the amount of HRK 20.00 as the amount under which the Offer Shares shall not be issued.

Pursuant to the Public invitation for subscription and payment of up to 2,000,000 Offer Shares (“**Public Invitation**”) with a price range from HRK 400.00 to HRK 500.00 each (“**Price Range**”) that was published (i) on the website of the Zagreb Stock Exchange, Inc. (“**ZSE**”) and the website of the Issuer on 12 May 2017, (ii) in the newspapers Večernji list, Jutarnji list and Glas Istre on 13 May 2017, and (iii) on the website of the court register on 15 May 2017, the public offer, i.e. the subscription for the Offer Shares (“**Public Offering**”), was conducted in one round in the period from 15 May 2017 until 25 May 2017 (“**Offer Period**”).

Trgovački sud u Pazinu, MBS: 040022901; OIB: 47625429199; temeljni kapital 65.475.000,00 kn uplaćen u cijelosti, ukupan broj izdanih dionica 3.273.750; nominalna vrijednost dionice 20,00 kuna. Predsjednik Upravnog odbora: Boris Ernest Ivesha; Izvršni direktori zastupaju Društvo skupno: Reuel Israel Gavriel Slonim, glavni izvršni direktor i Milena Perković, izvršna direktorica IBAN: HR7223600001101213690 Zagrebačka banka d.d. Zagreb.

Following the end of the Offer Period and the results of subscription for the New Shares in the Public Offering, the Issuer hereby informs the public that the Executive Directors of the Issuer have determined that:

- the final price of the Offer Shares has been set at the amount of HRK 425.00 per Offer Share;
- considering that more than 1,000,000 Offer Shares have been subscribed for in the Public Offering, the respective issue, i.e. the Public Offering of the Offer Shares is considered successful;
- in accordance with the Capital Increase Decision, the share capital of the Issuer is increased from the amount of HRK 65,475,000.00 by the amount of HRK 37,099,420.00 to the amount of HRK 102,574,420.00; and
- the exact number of Offer Shares being issued in accordance with the Capital Increase Decision amounts to 1,854,971 Offer Shares in the nominal amount of HRK 20.00 each.

The Board of Directors of the Issuer granted on 25 May 2017 the approval of the Decision of the Executive Directors dated 25 May 2017 regarding the final price of the Offer Shares, success of the issue of the Offer Shares, exact amount of share capital increase and exact number of Offer Shares.

Any funds which have been overpaid by the Investors shall be returned to the relevant Investors by the Issuer within the term and under the conditions set out in the Public Invitation. The deadline for registration of the Issuer's share capital increase in the court register, the consequences of an unsuccessful registration thereof in the court register and the deadline for refund of the funds paid in such case, are also set out in the Public Invitation.

After registration of the increase of the share capital of the Issuer in the court register of the Commercial Court in Pazin, the Issuer shall issue, in dematerialised form, 1,854,971 Offer Shares, i.e. 1,854,971 ordinary registered shares, in the nominal amount of HRK 20.00 each, under designation ARNT-R-A, ARNT-R-B or other designation set by the CDCC.

The Issuer shall undertake all necessary actions for the purposes of the registration of the Capital Increase Decision and the increase of the share capital of the Issuer in the court register of the Commercial Court in Pazin, the registration of the Offer Shares in CDCC's register and the listing of the Listing Shares and the Offer Shares on the Official Market of the ZSE.

The terms set forth in the Notice have the same meaning as set out in the Public Invitation, unless indicated otherwise in this Notice.

This Notice shall be published in at least one daily newspaper, on the websites of the Issuer, the ZSE and the court register, and shall be delivered to the Official Register of Prescribed Information at the Croatian Financial Services Supervisory Agency, the Croatian Financial Services Supervisory Agency and the Croatian News Agency.

Arena Hospitality Group d.d.  
represented by Executive Directors,  
Mr. Reuel Israel Gavriel Slonim and Mrs. Milena Perković