

Zagreb, 1 June 2017

**CROATIAN FINANCIAL SERVICES
SUPERVISORY AUTHORITY**
Capital Market Division
Miramarska 24b, Zagreb
Attn. Mrs. Đurđica Mihotić Žižić
Division Director
Fax: 01 6173 260

Arena Hospitality Group d.d.
Smareglina ulica 3, Pula
The Issuer
Attn. Executive Directors

NOTIFICATION

of changes to percentage of voting rights (Art. 413 of the Capital Markets Act)

1. Issuer of shares:

Company name: Arena Hospitality Group d.d.
Legal form: Joint stock company
Registered office: Pula
Business address: Smareglina ulica 3
Registry no: MBS 040022901
OIB 47625429199

2. Legal entity falling below the threshold prescribed in Art. 413 of the Capital Markets Act:

Company name: Dvadeset Osam d.o.o.
Legal form: Limited liability company
Registered office: Zagreb
Business address: Radnička cesta 80
Registry no: MBS 080602969
OIB 59259322415
Responsible persons: Chen Carlos Moravsky, director

3. Information concerning the consequence of falling below the threshold prescribed in Art. 413 of the Capital Markets Act:

- Direct acquisition of voting shares in the issue of the Issuer's new shares by way of public offering
- Change of the number of voting shares following the issuance of the Issuer's new shares by way of public offering

4. Information concerning the document presenting the basis for falling below the threshold prescribed in Art. 413 of the Capital Markets Act:

- Decision of the Issuer's General Assembly on increase of the share capital dated 22 March 2017
- Decision of Executive Directors of the Issuer regarding the final price of the New Shares, success of the issue of the New Shares, exact amount of share capital increase and exact number of New Shares dated 25 May 2017
- Decision of the Management Board of the Issuer on granting the approval to the Decision of the Executive Directors regarding the final price of the New Shares, success of the issue of the New Shares, exact amount of share capital increase and exact number of New Shares dated 25 May 2017

5. Information concerning the number of voting rights (in absolute and relative amount) resulting in falling below the threshold prescribed in Art. 413 of the Capital Markets Act:

In the issue of the Issuer's new shares by way of public offering, Dvadeset Osam d.o.o. acquired 141,883 new ordinary registered shares of the Issuer, in the nominal amount of HRK 20.00 each, under designation ARNT-R-A, which represent 7.65% of the total number of new shares of the Issuer issued by way of public offering.

6. Information concerning the number of total voting rights (in absolute and relative amount) resulting from falling below the threshold prescribed in Art. 413 of the Capital Markets Act:

After increase of the Issuer's share capital and issuance of new shares of the Issuer, Dvadeset Osam d.o.o. holds total of 2,665,476 ordinary registered shares of the Issuer, in the nominal amount of HRK 20.00 each, under designation ARNT-R-A, which represent 51.97% of the Issuer's share capital.

7. The date of falling below the threshold from Art. 413 of the Capital Markets Act:

The increase of the share capital of the Issuer from the amount of HRK 65,475,000.00 for the amount of HRK 37,099,420.00 to the amount of HRK 102,574,420.00 was registered in the court register of the Commercial Court in Pazin on 31 May 2017.

In accordance with Art. 413 Par. 1 of the Capital Markets Act, Dvadeset Osam d.o.o. hereby informs the Croatian Financial Services Supervisory Agency and the Issuer about falling below the threshold of 75% of voting rights in the Issuer.

Dvadeset Osam d.o.o.



Chen Carlos Moravsky, director

Dvadeset Osam d.o.o.
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