

Security: ARNT  
LEI: 74780000Z0PH7TFW3185  
ISIN: HRARNTRA0004  
Home Member State: Croatia  
Listing: Prime Market of the Zagreb Stock Exchange

Pula, 29.04.2020

- ZAGREB STOCK EXCHANGE
- CROATIAN FINANCIAL SERVICES SUPERVISORY AGENCY
- CROATIAN NEWS AGENCY
- COMPANY WEB SITE

**Subject:**

**Successful settlement with the Republic of Croatia related to hotel Riviera Pula**

Arena Hospitality Group d.d. with registered office in Pula, Smareglina ulica 3, OIB: 47625429199 ("the Company") has been operating Guesthouse Riviera ("Riviera" or the "Property") in Pula for several decades and has been in discussions with the Croatian Ministry of State Assets to formalise the informal arrangement and acquire the Property. Further to legal proceedings initiated by the Republic of Croatia against the Company for repossession of the property and compensation and the decision of the Government of the Republic of Croatia to enter into a settlement for the aforementioned court dispute for Riviera, the Company carefully assessed the proposed settlement and decided to agree to the proposal and settle this case. Based on the settlement entered into on 28 April 2020, the Company will compensate the State for the previous use of the property and be entitled to buy Riviera as its rightful longstanding possessor.

The settlement provides the grounds for the long awaited successful conclusion of the ownership status of this historic heritage hotel. This important milestone enables the Company to finally commence with the plans to reposition this property into a luxury, branded, 80 rooms hotel and give back to it the status that this asset deserves. This project is of a strategic importance to Pula, to the county, to the overall community and in general to Croatian tourism.

**Arena Hospitality Group d.d**