

# ARENA

HOSPITALITY GROUP

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Arena Hospitality Group d.d.  
Supervisory Board  
In Pula, 27<sup>th</sup> of February, 2018

At the Supervisory Board meeting of Arena Hospitality Group d.d. which took place on the 27<sup>th</sup> of February, 2018 the following decision regarding authorities of the Audit Committee was adopted

## Decision no. 3/2018

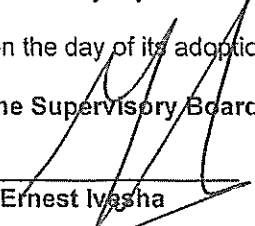
I/ Pursuant to Item IV/ of the Supervisory Board Decision no. 5/2017 dated 30 August 2017, the Supervisory Board hereby sets out the following authorities of the Audit Committee:

- monitoring of financial reporting process and thereto-related reporting and giving recommendations to the Supervisory Board;
- supporting the Company's accounting department, in particular adjustment of management accounting system related to the 11th USALI edition;
- establishing internal control in the Company and evaluating the quality of internal control and risk management systems, with IT security in focus;
- considering and giving recommendations to the Supervisory Board regarding the establishment of internal audit system, and if established, regarding its efficiency;
- considering and giving recommendations to the Supervisory Board as regards the appointment or change of the external auditor and the terms of its engagement;
- supervising the independence and the impartiality of the external auditor, including with respect to additional services that the external auditor may or may not provide to the Company;
- participating in audit of the Company's financial reports;
- considering and reporting to the Supervisory Board with respect to the implementation of internal audit and external auditor's recommendations;
- reviewing and analysing the Company's annual and five-year business plan;
- consulting with the Company's corporate bodies regarding the Company's accounting policies; and
- performing other tasks in accordance with the law and implementing regulations, the Articles of Association and other internal acts of the Company, and the corporate governance code applied by the Company.

II/ The Audit Committee is authorised to adopt its rules of procedure, with prior approval of the Supervisory Board. Until such rules of procedure are adopted, the provisions of the Rules of Procedure of the Supervisory Board, adopted by Supervisory Board Decision no. 2/2018 dated 27 February 2018, shall apply mutatis mutandis to the preparation, convening, operation, decision-making and other matters related to the work of the Audit Committee, whereby the Audit Committee shall pass its decisions with the majority of all votes in this Committee.

III/ This decision shall enter into force on the day of its adoption.

President of the Supervisory Board

  
Boris Ernest Ivasho

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ulupan broj izdanih dionica 5128 721, Predsjednik Nadzornog odbora Boris Ernest Ivasho; Predsjednik Uprave:  
Reuol Israel Gavriel Slonim, Član Uprave: Milena Perkočić IBAN: HR7223600001101213690 Zagrebačka banka d.d. Zagreb.