



CROATIA OSIGURANJE

osiguranje 1884

CROATIA osiguranje d.d.

Miramarska 22, Zagreb
Republic of Croatia

STOCK: CROS-R-A/ HRCROSRA0002

CROS-P-A/ HRCROSPA0004

QUOTATION: Official market of Zagrebačka burza d.d.

**CROATIAN FINANCIAL SERVICES
SUPERVISORY AGENCY**

Miramarska 24 b
10 000 Zagreb

ZAGREBAČKA BURZA d.d.

Ivana Lučića 2a
10 000 Zagreb

HINA - OTS

Zagreb, 18th December 2012

SUBJECT: CROATIA osiguranje d.d.

- The Government of the Republic of Croatia passed the Decision on selection of the bidder offering the most favourable price for acquisition of a part of the state-owned shares and recapitalization of CROATIA osiguranje d.d.

The Government of the Republic of Croatia passed the Decision on selection of the bidder offering the most favourable price for the acquisition of a part of the state-owned shares and recapitalization of CROATIA osiguranje d.d. The offer by Adris grupa d.d. was selected based on the fact that this company is ready to pay HRK 905 million for the acquisition of 39.05% of the regular state-owned shares, i.e. EUR 970.45 per share as well as undertake the recapitalization of the company in the amount of EUR 110 million. On the other hand PZU offered EUR 832 million for the acquisition of 44.27% of the regular state-owned shares, i.e. EUR 800 per share and recapitalization of EUR 51 million.

The Government entitled the Ministry of finance to start negotiations with the selected bidder with the aim of signing the share sale and purchase agreement as well as shareholders' agreement related to CROATIA osiguranje d.d. The Ministry of finance is obliged to inform the Government about the negotiations it held with the selected bidder.

Yours respectfully,

Marketing and Corporate communications
CROATIA osiguranje d.d.

Responsible persons:

Head of Marketing and
Corporate communications

Head of Management Board Office

Hrvoje Odak

Boris Rozić