



ZAGREBAČKA BURZA  
THE ZAGREB STOCK EXCHANGE

Pursuant to the provision of Article 277 of the Companies Act (*Narodne Novine* (Official Gazette of the Republic of Croatia), NN Nos 111/93, 34/99, 118/03, 107/07, 146/08, 137/09, 152/11, 111/12, 68/13 and 110/15) and the provision of Article 7 of the Articles of Association of the Zagreb Stock Exchange, Inc., with its registered office in Ivana Lučića 2a/22, Zagreb, the Company's Management Board issued a decision on 26 April 2017 to convoke the Annual General Meeting of the Zagreb Stock Exchange, Inc., and thereunder as well as under the provision of Article 16 of the Company's Articles of Association has published this

### INVITATION TO THE GENERAL MEETING of the Zagreb Stock Exchange, Inc.

The Annual General Meeting (AGM) of the Zagreb Stock Exchange Inc., with its registered office in Ivana Lučića 2a/22, Zagreb (hereinafter: Company or Exchange), will be held at the Company's premises in Zagreb, Ivana Lučića 2a, 22<sup>nd</sup> floor, on 12 June 2017 beginning at 12:00 noon.

*The following Agenda has been set for the AGM:*

#### AGENDA

1. *Opening of the General Meeting and establishing the number of shareholders in attendance and those represented;*
2. *Supervisory Board report on supervision of the management of Exchange affairs in 2016*
3. *Annual accounts and consolidated financial statements of the Exchange for 2016 (determined by the Management and Supervisory Board), together with the Management Report on the state of the Exchange in 2016;*
4. *Resolution on the 2016 loss coverage;*
5. *Resolution granting discharge to members of the Supervisory Board of the Exchange for 2016;*
6. *Resolution granting discharge to members of the Management Board of the Exchange for 2016;*
7. *Resolution on the appointment of the Exchange's auditor for 2017;*
8. *Resolution on the amending the Articles of Association of the Exchange.*

*The Management and Supervisory Board of the Company proposes that the resolutions set out under items 4, 5, 6, 8 be adopted by the Annual General Meeting (AGM), while the Supervisory Board proposes that the resolution under item 7 of the AGM agenda be adopted, as follows:*

#### PROPOSALS OF AGM RESOLUTIONS

##### **AD 4)**

*The Resolution on the 2016 loss coverage has been adopted as follows:*

##### I.

*It is established that the Zagreb Stock Exchange, Inc. made a net loss of HRK 4,404 thousand in 2016.*

##### II.

*The amount of the net loss referred to in point I. of this Resolution is transferred to the following periods.*



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III.

*This Resolution shall enter into force on the day of its adoption.*

**AD 5)**

*The Resolution granting discharge to the following members of the Exchange Supervisory Board for 2016:*

*a) Nina Tepeš, Marijan Cingula, Domagoj Hruška, Željko Perić, Dubravko Štimac, Ivan Tadin, Borislav Centner, Igor Tepšić for the period between 1 January 2016 and 22 February 2016.*

*b) Daniel Nevidal, Ljiljana Blažev, Dunja Babić, Dubravko Štimac, Ivan Tadin, Borislav Centner, Nina Tepeš for the period between 22 February 2016 and 31 December 2016, and Iva Galić for the period between 1 January 2016 and 31 December 2016, and Enrique Bernardo Mariano for the period between 29 February and 31 December 2016 has been adopted as follows:*

I.

*Having established that the Exchange Supervisory Board discharged its function in accordance with the law and Articles of Association of the Exchange, discharge is granted to the following members of the Exchange Supervisory Board for the year 2016:*

*a) Nina Tepeš, Marijan Cingula, Domagoj Hruška, Željko Perić, Dubravko Štimac, Ivan Tadin, Borislav Centner, Igor Tepšić for the period between 1 January 2016 and 22 February 2016.*

*b) Daniel Nevidal, Ljiljana Blažev, Dunja Babić, Dubravko Štimac, Ivan Tadin, Borislav Centner, Nina Tepeš for the period between 22 February 2016 and 31 December 2016, and Iva Galić for the period between 1 January 2016 and 31 December 2016, and Enrique Bernardo Mariano for the period between 29 February and 31 December 2016.*

II.

*This Resolution shall enter into force on the day of its adoption.*

**AD 6)**

*The Resolution granting discharge to members of the Management Board of the Exchange for 2016 has been adopted as follows:*

I.

*Having established that the Management Board managed the Exchange in accordance with the law and Articles of Association of the Exchange, discharge is granted to Management Board members for conducting the affairs in 2016.*

II.



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*This Resolution shall enter into force on the day of its adoption.*

**AD 7)**

*The Resolution on the appointment of the auditors of the Exchange for 2017 has been adopted as follows:*

I.

*KPMG Croatia d.o.o. audit company of Ivana Lučića 2/a, Zagreb is appointed to undertake the audit of financial statements of the Zagreb Stock Exchange, Inc. as the parent company and the audit of consolidated financial statement of the Zagreb Stock Exchange, Inc. for 2017.*

II.

*This Resolution shall enter into force on the day of its adoption.*

**AD 8)**

*Resolution on the amending the Articles of Association of the Exchange has been adopted as follows:*

I.

*In Article 9 of the Exchange's Articles of Association provision shall be deleted as follows:*

*The Supervisory Board shall be elected for a term of two (2) years by the Shareholder Assembly at its general meeting.*

*Instead of deleted provision of the Articles of Association new provision shall be as follows:*

*The Supervisory Board shall be elected for a term of three (3) years by the Shareholder Assembly at its general meeting.*

II.

*All other provisions of the Articles of Association shall remain unchanged.*

III.

*This Resolution amending the Articles of Association shall enter into force and take effect on the day of its entry in the court register.*

IV.

*The Supervisory Board is authorised to define a complete text of the Company's Articles of Association, in accordance with this Resolution amending the Articles of Association.*



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### IMPORTANT INFORMATION ABOUT THE RIGHT OF PARTICIPATION IN AGM

The Company's equity is divided into 4,635,700 ordinary registered shares. Each share has a nominal value of HRK 10,00. All holders of ordinary shares shall enjoy equal rights.

The shares exist in the form of electronic records in the securities account of the central depository's electronic system, in accordance with applicable regulations, with an appropriate certificate issued to their shareholders. Each share held shall entitle the shareholder to cast one vote at the AGM.

The right to participate in the AGM may be exercised by all persons recorded as shareholders in the depository of the Central Depository and Clearing Company Inc. six (6) days prior to the AGM (by 6 June 2017, inclusive).

Shareholders may participate in the AGM in person or by proxy authorised to represent them under a valid power of attorney issued by the shareholder, or by a person authorised to represent a legal person as a shareholder.

A valid power of attorney must include: information on the name or company name of the representative and the person represented, permanent residence or registered office, total number of shares and votes held and a special authorisation to vote on behalf of the represented shareholder.

The use of power of attorney forms which may be obtained at the Exchange's registered office and are also available online on the Exchange's website [www.zse.hr](http://www.zse.hr) is recommended.

Registration of any persons authorised to participate in the AGM begins one (1) hour prior to the commencement of the AGM, provided that they submit a power of attorney, if proxies. Shareholders or nominees who have not been recorded will not be allowed to participate in the AGM.

On registration, participants must present a valid identification document, issued under the law. Along with a power of attorney, legal persons as shareholders of the Exchange must also submit an extract from the court register showing information on the persons authorised to represent them.

Pursuant to the provision of Article 21 of the Exchange's Articles of Association, if the AGM called for 12 June 2017 at 12:00 noon lacks the requisite quorum, the following AGM with an identical agenda will be convoked for 12 June 2017 on the Exchange's premises in Zagreb, Ivana Lučića 2a, 22<sup>nd</sup> floor, commencing at 1:00 p.m.

Any resolutions adopted by the AGM called and held in such a manner will be valid, irrespective of the number of shareholders represented there.



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After the AGM has been convoked, shareholders controlling one twentieth of the Exchange's share capital are entitled to request that a particular matter be put on the agenda of the AGM with the fact of it published, but must provide an explanation for each new item on the agenda or proposed resolution.

A request to add a new item to the agenda must be submitted by shareholders to the Exchange at its address: Ivana Lučića 2a/22, 10000 Zagreb. In order for an amended agenda to be published validly in accordance with the Companies Act, the request to add a new item to the agenda of the AGM must be received by the Exchange no later than thirty (30) days prior to the AGM, including the day of its receipt by the Agenda but not later than 12 May 2017. Missing the said deadline may result in failure to validly publish the proposed items of the agenda, so the AGM will not be able to discuss or adopt them.

Shareholders are entitled to put forth a counterproposal to a proposed resolution on any agenda item put forth by the Management Board and/or Supervisory Board including the proposal of the shareholder to elect a member of the Supervisory Board or to appoint an auditor of the Company. A counterproposal, stating the name and the surname of the shareholder, explanation and position of the Management Board if any, will be communicated to credit and financial institutions and shareholder associations which voted on behalf of shareholders at last year's AGM and will be made available to shareholders online on the Exchange's website ([www.zse.hr](http://www.zse.hr)), provided that the shareholder has submitted the counterproposal to the Exchange at its address in Ivana Lučića 2a/22, 10000 Zagreb not later than fourteen (14) days prior to the date of the AGM. The day on which the counterproposal is received by the Exchange is not included in the said period of fourteen (14) days, which expires on 28 May 2017.

Waiver of this right by the shareholder will not result in forfeiture of the right to put forth a counterproposal at the AGM itself.

The Management Board shall, at the General Meeting, give each shareholder upon his request for information about the Company's business if it is necessary to judge the issues that are on the agenda.

At the Company's web site ([www.zse.hr](http://www.zse.hr)) will be published information in the sense of Article 280a of the Companies Act.

This invitation will be published in the Official Gazette, on the Zagreb Stock Exchange, Inc. web site ([www.zse.hr](http://www.zse.hr)), through HINA, through the Croatian Financial Services Supervisory Agency (SRPI) and the Company's web site ([www.zse.hr](http://www.zse.hr)).

AGM materials, serving as a basis for the adoption of published resolutions, will be available for viewing by shareholders and issuing of copies at the Exchange's registered office each business day from the day of publication of this invitation to the AGM, between 10 a.m. and 12 noon.



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Each shareholder or shareholder representative or nominee is liable for the costs of participation in the work of the AGM.

**Shareholders are kindly asked to allow sufficient time to record their presence for participation in the AGM.**

Management Board of the Zagreb Stock Exchange Inc.

Ivana Gažić

President of the Management Board

ZAGREBAČKA BURZA  
Zagreb

Tomislav Gračan

Member of the Management Board