

NOTICE OF DIVIDEND PAYMENT IN CASH AND RIGHTS

We hereby inform you that the general meeting of the company VALAMAR RIVIERA d.d. held on 9 May 2019 adopted a decision on dividend payment in cash and rights - shares.

If you wish your dividend to be paid in cash please disregard this Statement.

If you wish your 1/4 dividend to be paid in rights – shares of ticker designation RIVP-R-A it is necessary to fill and sign the Statement.

Shareholders who are users of My e-account can download the already completed Statement in their accounts.

This Statement may be submitted no later than **30 May 2019** in one of the following ways:

- a) scanned and e-mailed to the following address: skdd@skdd.hr
- b) directly to the SKDD customer service office, Heinzelova 62a, Zagreb, 8:00 am to 5:00 pm
- c) by regular post to the SKDD d.d., Heinzelova 62a, Zagreb, Croatia

The draft Statement can be also downloaded at www.valamar-riviera.com and www.skdd.hr

Note:

For omnibus and password protected custody accounts, custodians shall be authorised to enter the Statement of each investor whose shares are registered with the mentioned accounts directly into the SKDD information system by 30 May 2019.

The Statement regarding shares registered with a joint security account should contain the names of all co-holders and be personally signed by all of them.

DECISION OF THE GENERAL ASSEMBLY OF THE COMPANY VALAMAR RIVIERA d.d.

General Assembly of the company VALAMAR RIVIERA d.d., Poreč, OIB: 36201212847, held on 9 May 2019 has brought the Decision on dividend payment in the following text:

1. The Company shareholders will be paid a dividend in the amount of HRK 1,00 (one kuna) per each share.
2. The dividend will be paid out of the total retained profit realized in 2016.
3. Each Company shareholder, owner of the shares registered on their accounts of dematerialized securities in the computer system of the Central Depository and Clearing Agency as of 16 May 2019 (record date) is eligible for the dividend payout.
4. The company shareholders have the possibility to have one quarter of their dividend paid out in rights- company shares. One fourth of the total dividend a shareholder is entitled to shall be determined as follows: the dividend tax and surtax (if applicable to a shareholder) will first be deducted from the number of their shares multiplied by the dividend amount per share, and then it will be divided by the average daily company share price achieved on the official market of the Zagreb Stock Exchange on the day this decision is rendered, and then divided by 4 and resulting in $\frac{1}{4}$ of rights (shares) rounded to the next smaller integer. The remaining part shall be paid out in cash. Treasury shares shall be used for the payment in rights-company shares. In case there are no sufficient treasury shares to satisfy all the shareholders' claims to have their dividend paid out in rights –company shares, all the claims will be settled through a proportionate reduction of the number of claimed shares.
5. Those shareholders who wish to have a quarter of their dividend paid out in rights-company shares, must have their written, hand-signed statement submitted to the Central Depository and Clearing Agency by 30 May 2019 at the latest.
6. The shareholders who do not submit their statement to have their dividend paid out in rights-company shares or whose statement will not be submitted to the Central Depository and Clearing Agency by 30 May 2019 will receive their dividend in cash.
7. The ex date is 15 May 2019.
8. The Company shareholders will be paid their dividend on 7 June 2019 (payment date).