

Information regarding the system of guarantees for investors' claims based on the Market in Financial Instruments Act

By publishing this information in accordance with the first paragraph of Article 451 of the Market in Financial Instruments Act (Official Gazette of the RS, no. 77/18; hereinafter: ZTFI-1), Nova Ljubljanska banka d.d., Ljubljana (hereinafter: NLB d.d.), notifies the parties (hereinafter: the Investors) to the contracts on the provision of investment services or ancillary investment services covered by the General Terms and Conditions for Trading in Financial Instruments of NLB d.d. or the General Terms and Conditions for the Financial Instruments Custody Services of NLB d.d. (hereinafter jointly referred to as: the contracts on the provision of investment services)

about the guarantee for investors' claims in accordance with the ZTFI-1 up to the amount of EUR 22,000

In accordance with the ZTFI-1, brokerage companies and banks performing investment services and activities in the Republic of Slovenia based on a licence obtained from the Bank of Slovenia (hereinafter: banks) guarantee for the payment of guaranteed investors' claims on brokerage companies and banks (hereinafter also: members of the guarantee system) against which bankruptcy proceedings were initiated in the amount and in the manner laid down in the ZTFI-1.

In accordance with the ZTFI-1, a guaranteed investor's claim is an eligible investor's claim as at the day of beginning of the bankruptcy proceedings against a member of the guarantee system in the amount of up to EUR 22,000 (hereinafter: guaranteed claim), with the eligible investor's claim being the balance of the investor's claim on the same member of the guarantee system reduced by the total amount of all liabilities of the investor to this member of the guarantee system based on the transactions under the third and fourth paragraphs of Article 450 of the ZTFI-1, regardless of the number of investor's accounts with this member of the guarantee system or currency.

An individual member of the guarantee system guarantees for the payment of the guaranteed investors' claims with the member of the guarantee system against which bankruptcy proceedings were initiated in the amount equal to the proportionate portion represented by the number of clients of this member of the guarantee system in the total number of clients of all members of the guarantee system, reduced by the number of clients of the member of the guarantees system against which bankruptcy proceedings were initiated.

Regardless of the above-described scope of guarantee for investors' claims, certain claims do not belong to the category of guaranteed claims. An investor's claim is thus not guaranteed if it is in one of the following categories:

- claims of professional clients referred to in the first paragraph of Article 246 of the ZTFI-1, even if they requested the member of the guarantee system to treat them as non-professional clients;
- claims of investors treated, on their request, as professional clients by the member of the guarantee system in accordance with Articles 247 and 248 of the ZTFI-1;
- investors' claims relating to transactions due to which the holder of the claim was convicted of the crime of money laundering by a final judgement;
- claims of the members of the management and supervision bodies of the member of the guarantee system and their close relatives;
- claims of the shareholders of the member of the guarantee system holding at least a five percent stake in the capital of the investment company or voting rights;
- claims of legal persons that are subsidiary companies of the member of the guarantee system;
- claims of the members of management and supervision bodies of the legal persons referred to in the preceding two indents and their close relatives;
- claims which, with regard to their properties, are taken into account in calculating the capital of the member of the guarantee system;



- claims of legal persons that – based on data from their last published annual report – belong among large or medium-size companies in accordance with the Companies Act (Official Gazette of the RS, no. 42/06, as amended).

Under the guarantee for investors' claims in accordance with the provisions of the ZTFI-1 referred to in this information, NLB d.d. does not guarantee to the investors refund of any loss and/or direct or indirect damage or costs that might be suffered by the investors due to a decrease in the value of their claims resulting from a change in the market trends and other factors and risks affecting the market in financial instruments. Under the guarantee for investors' claims in accordance with the provisions of the ZTFI-1 described herein, NLB d.d. does not in any case guarantee to the investors for the profitability of their investments.

For any further information please contact the Investment Banking and Custody at borza@nlb.si.