

**Disclosure of information on supervisory measure imposed on qualifying holder of 25 March 2020**

<b>Information on person responsible for breach</b>	
<b>Business name and registered office of legal person</b>	Kylin Prime Group AG, Rigistrasse 2, 6300 Zug CH, Switzerland
<b>Information on breach</b>	
<b>Description of circumstances and conduct entailing breach of ZBan-2 or Regulation (EU) No 575/2013</b>	In a supervisory procedure Banka Slovenije established that Kylin Prime Group AG (hereinafter: the undertaking) was issued with an order to dispose of shares referenced PBH-24.50-004/19-01 of 27 May 2019 and a decision on an objection referenced PBH-24.50-004/19-02 of 30 July 2019, in accordance with which the undertaking was required by 16 December 2019 to dispose of its ordinary shares in Hranilnica Lon d.d., Kranj, of Žanova ulica 3, Kranj, with the ISIN code SI0021110323 and the ticker symbol LONR, such that its share of voting rights and total holding of shares would be reduced below 10% of the share capital. The undertaking failed to dispose of the LONR shares by the stipulated deadline, for which reason, pursuant to the first paragraph of Article 269 of the ZBan-2, Banka Slovenije issued it with a decision to prohibit the exercise of all rights attached to shares referenced PBH-24.50-004/19-005 of 25 March 2020.
<b>Nature of identified breaches</b>	Ownership of a qualifying holding in a savings bank without obtaining an authorisation for the holding.
<b>Operational part of the decision by which the relevant proceedings are completed</b>	
<p>1. In a supervisory procedure Banka Slovenije established that:</p> <ul style="list-style-type: none"> <li>- Kylin Prime Group AG, of Rigistrasse 2, 6300 Zug CH, Switzerland, registration number: CHE-305.651.502 (hereinafter: the undertaking) was issued with an order to dispose of shares referenced PBH-24.50-004/19-01 of 27 May 2019 (hereinafter: the order) and a decision on an objection referenced PBH-24.50-004/19-02 of 30 July 2019, in accordance with which the undertaking was required by 16 December 2019 to dispose of its ordinary shares in Hranilnica Lon d.d., Kranj, of Žanova ulica 3, Kranj, registration number: 5624908000 (hereinafter: the savings bank) with the ISIN code SI0021110323 and the ticker symbol LONR, such that its share of voting rights and total holding of shares would be reduced below 10% of the share capital;</li> <li>- as at 17 December 2019 the undertaking was the holder of 63,000 LONR shares, which is 54.38% of the equity;</li> <li>- as at 24 March 2020 the undertaking was the holder of 63,360 LONR shares, which is 54.69% of the equity.</li> </ul> <p>The undertaking thus failed to dispose of the LONR shares by the deadline stipulated by the order, for which reason, pursuant to the first paragraph of Article 269 of the ZBan-2, Banka Slovenije issued it with a decision to prohibit its exercise of all rights attached to LONR shares other than the rights attached to the 11,575 LONR shares that do not exceed the qualifying holding.</p> <p>2. The undertaking's petition to set a deadline of at least 90 days for a supplementary report and the execution of a disposal legal transaction has been denied.</p> <p>3. Since the decision to prohibit the exercise of all rights attached to the shares was issued to the</p>	

---

undertaking, Hranilnica Lon d.d. has not been allowed to exercise the rights attached to any LONR shares other than the 11,575 LONR shares that do not exceed the qualifying holding.

4. In accordance with Article 277 of the ZBan-2, the following information in connection with this supervisory measure shall be published on the Banka Slovenije website after this decision becomes final:
- information on the person responsible for the breach:
    - o the business name and registered office of the legal person;
  - information on the breach:
    - o a description of the circumstances and conduct entailing a breach of the ZBan-2 or Regulation (EU) No 575/2013,
    - o the nature of the identified breaches;
  - the operational part of the decision by which the relevant proceedings are completed; and
  - information as to whether judicial review proceedings have been initiated against the decision.

**Information as to whether judicial review proceedings have been initiated against the decision in accordance with the ZBan-2**

A decision to prohibit the exercise of all rights attached to shares referenced PBH-24.50-004/19-005 was issued on 25 March 2020, in respect of which an objection was submitted by the relevant deadline. Banka Slovenije issued a decision on an objection referenced PBH-24.50-004/19-007 on 28 May 2020, by virtue of which the undertaking's objection to the decision to prohibit the exercise of all rights attached to shares was rejected. Judicial review proceedings have not been initiated against the decision on an objection.