

Zagreb, 12 March 2020

PRIVREDNA BANKA ZAGREB - DIONIČKO DRUŠTVO

Zagreb, Radnička cesta 50

Home Member State: Croatia

LEI: 549300ZHFZ4CSK7VS460

ISIN: HRPBZ0RA0004

TICKER: PBZ-R-A

Zagreb Stock Exchange - regular market

Croatian Financial Services Supervisory Agency

Zagreb, Franje Račkoga 6

Zagreb Stock Exchange

Zagreb, I. Lučića 2a

Re: Notice about the impact of COVID-19 on the operations of Privredna banka Zagreb d.d.

On 12 March 2020 Privredna banka Zagreb d.d. (hereinafter: the Bank or PBZ) received an e-mail with the subject *Esma issues recommendations to issuers and financial market participants regarding performance of business activities in view of the impact of COVID-19 virus on financial markets*, by which the Croatian Financial Services Supervisory Agency called upon the Bank to publish all relevant material information regarding the impact of COVID-19 on the fundamentals, outlook, or financial situation of the Bank no later than 13 March 2020 before the beginning of trading on the Zagreb Stock Exchange, as laid down by the Capital Market Act and the Ordinance on Market Abuse.

In the week of 9 March 2020, greater volatility in the financial and foreign exchange markets was observed. In that context, two foreign exchange interventions were conducted by the Croatian National Bank with the aim of stabilizing the exchange rate. At this moment, the Bank's operations proceed regularly and without interruption. The Bank's liquidity and solvency as well as its high capitalization are not compromised. The Bank has undertaken and is undertaking all necessary activities to ensure smooth use of all banking products and services also in the situation of implementation of health protection measures due to the appearance of COVID-19 and does not expect any difficulties in functioning while emergency measures and procedures are in place.

The Bank is paying particular attention to COVID-19 developments in Croatia and the world and takes all necessary action to protect its customers, employees and suppliers. In this regard, the Bank follows the measures of the Government of the Republic of Croatia, the competent agencies, and the parent bank Intesa Sanpaolo and, depending on the circumstances, takes steps to contribute to the protection of the interests of the Bank and all stakeholders.

Privredna banka Zagreb d.d.

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Radnička cesta 50, HR-10000 Zagreb, Croatia; Phone +385 1 636 0000, Fax +385 1 636 0063; www.pbz.hr; SWIFT: PBZGHR2X. Registered at the Commercial Court in Zagreb under the number 080002817, statistical No. 3269841, TPIN (OIB) 02535697732, IBAN: HR64 2340 0091 0000 0001 3. Share capital in the amount of HRK 1,907,476,900.00 has been fully paid in and divided into 19,074,769 shares, nominal value HRK 100.00 each. Management Board: Dinko Lucić (President), Alessio Cioni (Deputy President), Andrea Pavlović, Darko Drozdek, Draženko Kopljar, Ivan Gerovac, Ivan Kroló, Supervisory Board: Ignacio Jaquotot (President)