

Number: 0600-1/2020-14 Date: 23 March, 2020

PUBLIC WARNING

regarding depositary receipts of the company DecaCare d.o.o.

Slovene Securities Market Agency (hereinafter: Agency) is publishing warning regarding depositary receipts of the company DecaCare d.o.o. to protect investors in financial market.

Company DecaCare d.o.o., poslovno svetovanje, at the address Štihova ulica 13, Ljubljana (hereinafter: DecaCare) has issued 200.000.000 depositary receipts in the form of the dematerialized securities, registered at the Central Securities Clearing Corporation (hereinafter: KDD), representing 200.000.000 shares of the company Delicate Care Limited 5/F., Hong Kong Trade Centre, 161-167 Des Voeux Road Central, Hong Kong (hereinafter: Delicate Care Limited). The conversion rate between before mentioned DecaCare depositary receipt and Delicate Care Limited is 1:1, with an associated Delicate Care Limited share value of approximately 0,0000058 EUR. The issuance of the above mentioned depositary receipts is subject to the exemption from the obligation to publish the prospectus, of which the Agency was notified in accordance with Article 75 of the ZTFI-1.

Also, for the listing of the above mentioned depositary receipts for trading on SI ENTER, an MTF, operated by the Ljubljana Stock Exchange, the issuer is not obliged to prepare a prospectus, since SI ENTER is not a part of regulated market.

The Agency warns investors to be cautious when investing in these securities, since the DecaCare depositary receipts are very risky securities. The Agency also warns investors to be cautious when investing in any other depositary receipts or GDRs of DecaCare ownership or any other issuer that would issue similar securities in the future and which could be traded or offered in the Republic of Slovenia.

A depositary receipt is a security that can be traded on capital markets and represents the holding of securities of a non-resident issuer (paragraph 9 of Article 7 of the ZTFI-1). Holding of securities of a non-resident in this case does not mean that the holders of depositary receipts in the KDD are also mislead as legal holders of securities (shares) of a non-resident issuer, but the issuer of the depositary receipts merely promises, obliges or assures them that upon submission of depositary receipt to their issuer they will receive an adequate number of securities (shares) of the non-resident in return. As a consequence, future holders of depositary receipts should be aware of the existence of a higher degree of risk, at least with regard to ensuring sufficient or appropriate number of securities (shares) of the non-resident issuer with the depositary receipt issuer (which is in the exclusive domain and commitment of the issuer of the depositary receipts and is not in the competence of the Agency's supervision) and their actual market value.