

Croatian Telecom Inc. Roberta Frangeša Mihanovića 9, HR – Zagreb Telephone: +385 1 491-1080 Fax +385 1 491-1012

Zagreb, 1 March 2017

Notification of transactions of directors/persons discharging managerial responsibilities and connected persons

Hrvatski Telekom d.d. ("HT d.d." or "the Company") hereby notifies that on 1 March 2017, Mr. Ante Smolčić of Zagreb, an insider, Chairman of Croatian Telecom Workers Union, informed the Company disposition of shares in the Company.

On 28 February 2017, Mr. Smolčić disposed of 50 ordinary shares at an average price of HRK 189.96 per share, representing 0.000061% of the Company's issued share capital. Following this disposition, Mr. Smolčić no longer holds shares in the Company.

Enclosed to this Notification is the Template for the Notifications on the transactions by persons discharging managerial responsibilities and persons closely associated with them, and for the disclosure of those transactions, in accordance with the Commission Implementing Regulation (EU) 2016/523.

Ordinary shares: HT-R-A (ISIN: HRHT00RA0005) Zagreb Stock Exchange, Official market

For further information contact: Marina Bengez Sedmak Investor relations Hrvatski Telekom d.d.

CROATIAN TELECOM INC.

Roberta Frangeša Mihanovića 9, 10110 Zagreb Phone: +385 1 491-1000 | Fax: +385 1 491-1011 | Internet: www.t.ht.hr, www.hrvatskitelekom.hr Bank account: Zagrebačka banka d.d. Zagreb | IBAN: HR24 2360 0001 1013 1087 5 | SWIFT-BIC: ZABAHR2X Supervisory Board: I. Drakopoulos, Ph.D. - Chairman Management Board: D. Tomašković - President, M. Felkel, J. Thürriegl, B. Batelić, B. Drilo, N. Rapaić, S. Kramar Commercial register: Commercial Court in Zagreb, MBS: 080266256 | OIB: 81793146560 | VAT identification no. HR 81793146560 Foundation capital: HRK 9,822,853,500.00 | Total number of shares issued: 81,888,535 shares without nominal value

Template for notification and public disclosure of transactions by persons discharging managerial responsibilities and persons closely associated with them

1	Details of the person o	discharging managerial responsibilities/person	closely associated	
a)	Name	Ante Smolčić		
2	Reason for the notific	fication		
a)	Position/status	Chairman of Croatian Telecom Workers Union		
b)	Initial notification /Amendment	Initial notification		
3	Details of the issuer, e	mission allowance market participant, auction	platform, auctioneer or auction monitor	
a)	Name	Hrvatski Telekom d.d.		
b)	LEI	097900BFHJ0000029454		
a)	Description of the financial instrument,	h date; and (iv) each place where transactions have been conducted Shares Ordinary shares of the issuer Hrvatski Telekom d.d. Identification code: HT-R-A, ISIN: HRHT00RA0005		
b)	Nature of the transaction	Disposition of shares		
c)	Price(s) and volume(s)	Price(s) 189,96	Volume(s) 50	
d)	Aggregated information —Aggregated volume — Price	Not applicable		
e)	Date of the transaction	2017-02-28		