

N3
CAPITAL
PARTNERS
INVESTICIJSKO
DRUŠTVO

Frequently asked questions

Date of last change 1.2.2016

FAQ:

How do I become a client?	3
Where is the investment account located?	3
Who manages the assets?.....	3
What is the deposit security in Germany?	3
Where are N3 Capital Partners located?.....	4
Where is Baader Bank AG located?.....	4
How long does it take to open an account?.....	4
What is the minimal account size?.....	4
How do we invest our client's assets?.....	4
What returns can I expect?	4
How will I be informed about my portfolio?	4
What fees do I pay?.....	5
How do I cancel the service?.....	5
Which regulatory agency has the authority in the matters?	5

How do I become a client?

Asset management service is based on several founding pillars. After an introductory meeting, investment advisor will create detailed profile of client's investment preferences and overall risk tolerance together with the client. Efficient asset management service begins with the right questions: what are client's financial goals, risk tolerance, liquidity needs, family situation, inheritance and real estate status and etc. This sort of cooperation will help define goals related to investment preferences and expectations and pave the road for future business relationship. Client profile is crucial for future steps because it serves as a foundation upon which investment advisor recommends appropriate investment strategy. Appropriate investment strategy will represent a mix of stocks, bonds, deposits, derivatives and other financial instruments suitable for client's profile.

After that, the client concludes the asset management agreement with N3 Capital Partners and opens an investment account in Baader Bank AG. Baader Bank AG provides custody, trading and overall account administration services and N3 Capital Partners manage the assets in the client's investment account. After investment account activation, client transfers the funds to Baader Bank and N3 Capital Partners can start to implement the investment strategy.

Where is the investment account located?

Baader Bank AG holds our investment accounts. Baader Bank AG provides custody (settlement, reporting, dividend and coupon collection etc), trading and overall account administration (reporting, accounting, portfolio monitoring) services. Clients have access to Baader's online banking system and can keep track of their investments at all times.

Baader Bank AG is leading investment bank in DACH region (Germany, Switzerland, Austria) with more than 640m EUR of assets, of which 135m EUR is their own, and more than 400 employees. We chose Baader as our partner because of the quality of services and deposit security they provide. Baader operates in a reliable banking system and offers a wide range of investment services that we can execute for our clients.

Our asset management service is structured to ensure maximum protection of the client's assets, i.e. we manage the assets but cannot give instruction for a cash payment to any other account except the one the client provided to Baader.

Who manages the assets?

N3 Capital Partners provides discretionary portfolio management service and Baader Bank AG provides custody services, trading and overall account administration services.

What is the deposit security in Germany?

We partnered Baader due to deposit security, wide scope of services and legal security.

Money deposits in German banks are insured by the statutory government-backed money deposit insurance program, pursuant to the EU directive "Deposit Guarantee Schemes" up to 100.000,00 EUR per account. Additionally, Baader Bank AG is a member of German banks association ("Bundesverband deutscher Banken") and is part of the voluntary Fund for the client deposit protection („Einlagensicherungsfonds des Bundesverbandes deutscher Banken e.V."). The Voluntary Fund insures up to 20% of applicable liable capital of every bank member. With payments in the Voluntary Fund for deposit protection, Baader Bank AG provides additional deposits insurance up to 20.489.000,00 EUR per account in the event of bank insolvency.

Where are N3 Capital Partners located?

Our address:

N3 Capital Partners Ltd.
Ulica grada Vukovara 284, 10000 Zagreb
Croatia

Contacts:

Phone: +00385 1 7787 705,
Fax: +00385 1 7787 711;
Email: ir@n3capitalpartners.com;

Where is Baader Bank AG located?

Headquarters:

Baader Bank Aktiengesellschaft
Weihestephaner Strasse 485716 Unterschleissheim
Germany

Contacts:

Phone: +00800 00 222 337,
Fax: +49 89 5150 2442
Email: service@baaderbank.de
Web: www.baaderbank.de

How long does it take to open an account?

About 30 days. We assist our clients with document preparation and communication with Baader Bank AG.

What is the minimal account size?

The minimal account size is 130.000,00 EUR.

How do we invest our client's assets?

We invest our client's assets in a mix of stocks, fixed income instruments, currencies, commodities and derivatives, depending on the suitability and appropriateness to each client investment profile. Strategic allocation is dynamic and suited to each client. Overall portfolio turnover rate is low and we don't use leverage while investing.

What returns can I expect?

Expected return varies from client to client due to differences in investment profiles and strategies. Target return is agreed upon individually with each client.

How will I be informed about my portfolio?

In addition to reports that the client receives from Baader Bank AG, we send regular portfolio reports. Also, our clients can keep track of their assets at any time by logging in the Baader Bank's online banking system.

What fees do I pay?

We charge management fee and success fee according to the applicable Price list or according to the Questionnaire if fees are contracted separately, plus additional taxes. We do not charge any other front-load or end-load fees. We invite all interested clients to set up a meeting or to look for more specific information in the General Terms and Conditions and the Price list.

How do I cancel the service?

Clients can cancel asset management service at any time without cancelation/redemption fees. For all the information on the cancellation of the service please ask our advisor directly or find more information in General Terms and Conditions.

Which regulatory agency has the authority in the matters?

Relevant regulatory agency for N3 Capital Partners Ltd. is the Croatian Financial Services Supervisory Agency (<http://www.hanfa.hr/>).

Relevant regulatory agency for Baader Bank AG is Bundesanstalt für Finanzdienstleistungsaufsicht (<http://www.bafin.de/>).