

NOTIFICATION OF A PERSON OF THE DISPOSAL OF VOTING RIGHTS

1. Issuer's name, code, head office address, country AB Žemaitijos pienas, įm.k. 180240752, adr. Sedos g. 35, Telšiai, Lithuania				
2. Reasons for crossing the declared threshold (mark the relevant reason): <input type="checkbox"/> Acquisition or <input checked="" type="checkbox"/> disposal of the voting rights <input type="checkbox"/> Acquisition or <input type="checkbox"/> disposal of the financial instruments <input type="checkbox"/> An event changing the breakdown of voting rights <input type="checkbox"/> Other (<i>please specify</i>)				
3. Details of person subject to the notification obligation: (by crossing declared threshold upward direction or downward direction) Name: Algirdas Pažemeckas City and country of registered office (<i>if applicable</i>):				
4. Name and surname or name of shareholder (according to the Act 26 art. 1 part. 2–10 items and for reasons described in 26 art. 2 part., if it is not the Person described in 3 item. All the natural persons and legal entities including Person described in 3 item should be declared, by showing amount of voting rights and percentage of voting rights for all natural persons and legal entities): Algirdas Pažemeckas (14 014 581 units 30,27 %); Danutė Pažemeckienė 3 025 820 vnt. 6,53 %) AB „Klaipėdos pienas“ (2 901 844 units 6,27 %), UAB „Baltic Holding“ (665 106 units 1,44 %), AB „Žemaitijos pieno investicija“ (0 unit 0,00 %).				
5. Declared threshold and date on which the threshold was crossed or reached (e.g., date of the acquisition or disposal of the voting rights; date of the other reason, for which an obligation to make a notification occurred; date of material event when passive crossing of the declared threshold occurred.) 50%. The report is submitted due to changes in the composition of the solitary group of executives after resignation of Algirdas Pažemeckas from the Management Board of Žemaitijos Pienas AB and due to changes in number of shares and votes owned by Algirdas Pažemeckas as the result of the contract of gift dated 12/06/2017.				
6. Total positions of person(s) subject to the notification obligation:				
	% of voting rights attached to shares (total of 7.A)	% of voting rights through financial instruments (total of 7.B.1 + 7.B.2)	Total of both in % (7.A + 7.B)	Total number of voting rights of issuer
Resulting situation on the date on which threshold was crossed or reached	44,50		44,50	20 607 351
Position of previous notification (if applicable)				

7. Notified details of the resulting situation on the date on which the threshold was crossed or reached:

A: Voting rights attached to shares

Class / type ISIN code of shares	Number of voting rights		% of voting rights	
	Direct (art. 25 of the Act)	Indirect (art. 26 of the Act)	Direct (art. 25 of the Act)	Indirect (art. 26 of the Act)
PVA, LT0000121865	14,014,581	6,592,770	30.27	14.23
SUBTOTAL A	14,014,581	6,592,770	30.27	14.23

B 1: Details of financial instruments that result in an entitlement to acquire in the future, on the holder's own initiative, shares already issued by the issuer with voting rights attached (art. 27 of the Act)

Type of financial instrument	Expiration date	Exercise/ Conversion Period	Number of voting rights that may be acquired if the instrument is exercised/ converted.	% of voting rights
SUBTOTAL B.1				

B 2: Financial instruments related to instruments declared in part B1 and having similar economic effect (art. 27 of the Act)

Type of financial instrument	Expiration date	Exercise/ Conversion Period	Physical or cash settlement	Number of voting rights	% of voting rights
SUBTOTAL B.2					

8. Information in relation to the person subject to the notification obligation (mark the relevant reason):

Person subject to the notification obligation is not controlled by any natural person or legal entity and does not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer (if the natural person or legal entity, which has an obligation to make a notification, is controlled and (or) controls other legal entity, mark the other option)

Full Chain of controlled undertakings through which the voting rights and/or the financial instruments are effectively held starting with the ultimate controlling natural person or legal entity:

Name	% of voting rights if it equals or is higher than the notifiable threshold	% of voting rights through financial instruments if it equals or is higher than the notifiable threshold	Total of both if it equals or is higher than the notifiable threshold
Klaipėdos pienas AB Žemaitijos pieno investicija AB holds 86.47 % Klaipėdos pienas AB shares and votes , Algirdas Pažemeckas ir Danutė Pažemeckienė together hold 73.43 % Žemaitijos pieno investicija AB shares and votes.	6.27		6.27
Baltic Holding UAB 100 % shares and votes together hold Algirdas Pažemeckas ir Danutė Pažemeckienė	1.44		1.44

9. In the case of voting by proxy:

10. Additional information:

(E.g., correction of the previous notification)

This report is submitted for Algirdas Pažemeckas, Danutė Pažemeckienė, Klaipėdos Pienas AB, Baltic Holding UAB and Žemaitijos Pieno Investicija AB, whose votes are counted together, and for Romušas Jarulaitis, Regina Jarulaitienė and Dalia Gecienė, who ceased to be considered as acting together.

The report is provided taking into account that Algirdas Pažemeckas is no longer the member of the Management Board of Žemaitijos Pienas AB and that Algirdas Pažemeckas has crossed the threshold of 50 per cent of votes alone in the downwards direction by means of the contract of share gift dated 12/06/2017.

Telšiai, 13-06-2017

