



SAZAS

**RULES ON INVESTING
ROYALTIES IN BANK
DEPOSITS AND THE USE OF
THUS OBTAINED REVENUES**

BY SAZAS SOCIETY K.O.



At its meeting from 31 August 2023 and in accordance with the 5th indent of the first paragraph of Article 25 of the Collective Management of Copyright and Related Rights Act (Official Gazette of the Republic of Slovenia No. 63/2016 and 130/22, hereinafter: ZKUASP), the Assembly of Members of SAZAS (hereinafter: Society) adopted the following:

RULES

on Investing Royalties in Bank Deposits and the Use of thus Obtained revenues

Article 1

These rules determine how should royalties be invested in bank deposits and how should thus obtained revenues be used.

Article 2

The provisions of these rules shall be observed in accordance with the provisions of the ZKUASP, the Copyright and Related Rights Act (hereinafter: ZASP) and the Statute of the SAZAS Society (hereinafter: Statute).

Article 3

The Society shall manage the collected royalties/compensations with due diligence.

Article 4

After the deduction of operating costs, the Society shall distribute all collected assets to the entitled rights holders in accordance with the Rules on Distribution no later than nine (9) months after the end of the financial year in which the assets were collected.

The method of the distribution is defined by the rules on distribution in accordance with the provisions of the Statute.

The Society can deposit the collected royalties/compensations in a business bank in the form of bank deposits for the period of nine (9) months or for a period that must not exceed nine (9) months after the end of the financial year, because investments in bank deposits must not interfere with the deadlines set for the payment of royalties/compensations.

Article 5

In adopting the decision on depositing assets in a bank, the Society shall especially take into account the interest rates and deposit insurance offered by the banks.

Article 6

On its account, the Society shall separately manage the collected royalties/compensations and revenues acquired from bank deposits for each type of copyright individually.

Article 7

The use of other financial products for the purposes of depositing and investing royalties is not permitted.

Article 8

If the Society uses revenues generated from rights or any other revenue generated from investing revenue from rights for investments, it shall do the same to the best interest of the represented rights holder while observing the general investment policy and the risk management policy.

Article 9

These rules become effective the day following their adoption at the Society's Assembly.

On the day when these rules enter into force, the Rules on Investing Royalties in Bank Deposits and the Use of thus Obtained Revenues, adopted by the Society on 18 October 2017 cease to be valid.

Article 10

The Society shall publish these rules on its website.