

## **Current report no. 5/2014 dated 23 May 2014**

### **Information about execution of the pledge agreements**

The Board of Directors of Atlas Estates Limited (the “**Company**”), hereby notifies that on 23 May 2014 was informed by its subsidiaries HGC Gretna Investments Spółka z ograniczoną odpowiedzialnością Spółka Jawna (“**Borrower**”) and Gretna Investments Spółka z ograniczoną odpowiedzialnością 4 Spółka komandytowo – akcyjna (“**Gretna 4**”) that on 23 May 2014 the following registered and financial pledge agreements were executed with Österreichische Volksbanken-Aktiengesellschaft with registered seat in Vienna (“**Bank**”) in fulfilment of the Borrower’s obligations towards Bank resulting from the loan agreement dated 8 April 2004 (as amended) as well as Consent Letter dated 31 March 2014 (jointly “**Loan Agreement**”):

- 1) registered and financial pledge agreement executed between the Bank and Gretna Investments Spółka z ograniczoną odpowiedzialnością with its registered seat in Warsaw (“**Gretna**”) over the 90 shares in the share capital of Gretna 4, of the nominal value 0,10 PLN each share, of the joint nominal value of 9 PLN constituting 0,009 % shares in the share capital of the Gretna 4, being the ownership of Gretna; the pledge secures repayment of the Loan Agreement up to the maximum amount of 70,000,000 EUR; the book value of the pledged shares equals 9 PLN;
- 2) registered and financial pledge agreement executed between the Bank and Atlas Fundusz Zamknięty Aktywów Niepublicznych with its registered seat in Warsaw (“**FIZAN**”) over the 499 910 shares in the share capital of the Gretna 4, of the nominal value 0,10 PLN each share, of the joint nominal value of 49 991 PLN constituting 49,991 % shares in the share capital of Gretna 4 , being the ownership of FIZAN; the pledge secures repayment of the Loan Agreement up to the maximum amount of 70,000,000 EUR; the book value of the pledged shares equals 49 991 PLN;
- 3) registered pledge agreement executed between the Bank and Gretna over financial receivables of Gretna being the partner in the Borrower; the pledge secures repayment of the Loan Agreement up to the maximum amount of 70,000,000 EUR;
- 4) registered pledge agreement executed between the Bank and Gretna 4 over financial receivables of Gretna 4 being the partner in the Borrower; the pledge secures repayment of the Loan Agreement up to the maximum amount of 70,000,000 EUR;

(jointly “**Pledge Agreements**”)

At the day of signing of the Pledge Agreements total outstanding payment from the Loan Agreement equals to PLN 230,9 million.

Bank is not a related party to the Company.

*Legal basis: § 5 section 1 point 1) and 3) of the Regulation of the Minister of Finance dated 19 February 2009 on the current and periodic disclosures to be made by issuers of securities and conditions for recognition as equivalent of information whose disclosure is required under the laws of a non-member state (Polish Journal of Laws of 2009, No. 33, Item 259).*