

Fulfillment of all condition precedents from material agreement with Erste Group Bank AG

Current report No. 8/2017, published on 19 September 2017.

The board of directors of Atlas Estates Limited with seat in Guernsey (the “**Company**”) hereby announces about fulfillment with the date of 19 September 2017 of all conditions precedents from Agreement on the Amendment and Transfer of Loan (the “**Agreement**”) which was executed on 14 September 2016 by and between Erste Group Bank AG with its registered seat in Vienna (the “**Erste Bank**”) and the Company’s subsidiaries: Atlas Estates (Millennium) Sp. z o.o. with its registered seat in Warsaw (the “**Millennium**”), Atlas Estates Investments B.V. with its registered seat in Amsterdam and Atlas Projects B.V. with its registered seat in Amsterdam (the “**Purchaser**”). Detailed description of the terms and conditions of the Agreement is included in current report no. 17/2016 published on 14 September 2016.

In result of the above Erste Bank transferred to the Purchaser at the transfer price of EUR 1 and the Purchaser assumed the entire contractual positions of Erste Bank under the facility agreement entered into between the Erste Bank as the lender and Millennium as the borrower on 21 December 2006 (the “**Facility Agreement 2006**”), which amounts to EUR 19,450 thousand as of 19 September 2017.

Moreover, Erste Bank relinquished any mortgage, lien, charge pledge, promissory note, letter of comfort or other security interest or any other type of guarantee granted by Millennium and/or third party for the benefit of Erste Bank to secure Erste Bank’s claims under on in connection with the Facility Agreement 2006 or any other agreements.

The above transaction results in recording a profit of EUR 19,450 thousand representing bank debt discount in the consolidated financial statements of the Company.

Legal grounds: Article 17 of the Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (market abuse regulation) and repealing Directive 2003/6/EC of the European Parliament and of the Council and Commission Directives 2003/124/EC, 2003/125/EC and 2004/72/EC