



PRESS RELEASE

First Half 2020 Financial Results

Athens, 18th September 2020

PASAL Development S.A. announces earnings after tax & minorities of €27.7 mil. for the first half of year 2020, versus €8.5 for the same period in 2019. Consolidated profits from continuing operations amounted to € 2.2 mil, versus losses of €125,000 in 2019. It is noted that the results include the effect of the Rehabilitation Agreement (approved on 29th August 2019 and fully implemented by 30th June 2020) with profits from discontinued operations amounting to €25.6 mil.

Consolidated revenues from continuing operations for the first half of 2020 reached €770,000 compared to €709,000 the same period last year.

The value of the Group's investment properties on 30th June 2020 rose to €31.8 mil, compared to €31.1 mil at the end of the preceding semester.

The Group's consolidated equity totaled to €8.4 mil compared to a negative equity of €19.5 mil at the end of the preceding semester. It is noted that after the end of 1H20 (on 9th July 2020) a Share Capital Increase was completed and fully covered, raising €10 mil and further strengthening the equity of the Company and the Group.

In addition, the Board of Directors decided to proceed with preparatory actions to increase the share capital by contributing the following assets to the Company:

- a. Following the Company's announcement of 7th August 2020, percentage 20% of a portfolio of three logistics properties (warehouses) located in Aspropyrgos, Attica, of €38 mil worth, with the remaining 80% to be acquired by purchase in cash from the Company. It should be noted that the aforementioned acquisition is still subject to certain conditions.

- b. The total share capital of JPA S.A. company which has been granted the execution of the project “Design, Funding, Construction and Technical Management of ten School Buildings in the Attica Region through PPPs”. It is noted that in October 2019 the main shareholder of Sterner Stenhus Greece AB acquired the total share capital of JPA S.A. The transfer of the above shares is subject to the approval of the authorities.

If all conditions are met and all approvals are granted, the total value of the assets that will be contributed to the share capital increase is estimated to amount to around €20 mil. To determine the exact value of this contribution and in compliance with the relevant provisions, the Company is carrying out an Assessment of Value. Following its completion and that of all preparatory actions, there will be a public Invitation for an Extraordinary General Assembly of the Company’s shareholders. The Assessment of Value and the report by the Board of Directors will be disclosed in accordance with relevant provisions.