

RESULTS OF AGM

Moscow, Russia – 27 June 2013 – HALS-Development (LSE, MICEX: HALS), a major Russian real estate company, announces the results of the Company's annual general shareholders meeting hold on 27/06/2013 (there was a quorum on all agenda item):

1. On approval of the Annual Report of JSC HALS-Development for 2012.

Results of vote:

“FOR” – 9 357 340 votes (99.99998931%).

“AGAINST” - 0 votes (0.00000000%).

“ABSTAINED” - 1 vote (0.00001069%).

Resolution:

"To approve the Annual Report of JSC HALS-Development for 2012".

2. On approval of the annual accounting statement of JSC HALS-Development, including the profit-and-loss statement (profit and loss accounts of JSC HALS-Development) for 2012.

Results of vote:

“FOR” – 9 357 340 votes (99.99998931%).

“AGAINST” - 0 votes (0.00000000%).

“ABSTAINED” - 1 vote (0.00001069%).

Resolution:

"To approve the annual accounting statement, including the profit-and-loss statement of JSC HALS-Development for the financial year 2012".

3. On distribution of profit (including payment (declaration) of dividends) and losses of JSC HALS-Development in accordance with the results of financial year 2012.

Results of vote:

“FOR” – 9 357 330 votes (99.99988245%).

“AGAINST” - 0 votes (0.00000000%).

“ABSTAINED” - 11 votes (0.00011755%).

Resolution:

"Not to pay dividends on outstanding stock of JSC HALS-Development with reference of absence of net profit at year-end of 2012".

4. On determining of quantitative composition of the Board of Directors of JSC HALS-Development.

Results of vote:

“FOR” – 9 357 341 votes (100.00000000%).

“AGAINST” - 0 votes (0.00000000%).

“ABSTAINED” - 0 votes (0.00000000%).

Resolution:

"To determine the quantitative composition of the Board of Directors of JSC HALS-Development as 7 (seven) members".

5. On election of the Board of Directors of JSC HALS-Development.

Results of vote:

During summing-up the votes “For” have been determined as follows:

№	Name of candidate	Number of votes	
7	Plaksenkov Eugeniy Anatolievich	9 159 790	
3	Kosov Pavel Nikolayevich	8 884 876	
1	Moos Gerbert	8 884 708	
2	Deryabina Alena Viktorovna	8 884 701	
4	Luginin Andrey Viktorovich	8 884 701	
5	Lapin Konstantin Vitalevich	8 884 701	
6	Pouchkov Andrei Sergeyeovich	8 884 701	
AGAINST ALL CANDIDATES:		0 votes	0.0000 %

ABSTAINED IN RESPECT OF ALL CANDIDATES:	0 votes	0.0000 %
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Resolution:

"To elect members of the Board of Directors of JSC HALS-Development from the following candidates:

1. Moos Gerbert
2. Deryabina Alena Viktorovna
3. Kosov Pavel Nikolayevich
4. Luginin Andrey Viktorovich
5. Lapin Konstantin Vitalevich
6. Pouchkov Andrei Sergeyeovich
7. Plaksenkov Eugeniy Anatolievich

6. On election of the Audit Commission of JSC HALS-Development.

Results of vote:

“FOR” - 9 357 340 votes (99,99998931%).

“AGAINST” - 0 votes (0,00000000%).

“ABSTAINED” – 1 vote (0,00001069%).

Resolution:

"To elect members of the Audit Commission of JSC HALS-Development from the following candidates:

Alekseev Georgy Lvovich
Levina Lubov Mihailovna
Mikhailovsky Iliya Valentinovich».

7. On approval of the Auditor of JSC HALS-Development for 2013 according to RAS.

Results of vote:

“FOR” – 9 357 330 votes (99.99988245%).

“AGAINST” - 1 vote (0.00001069%).

“ABSTAINED” – 10 votes (0.00010687%).

Resolution:

"To approve the Closed Joint-Stock Company Energy Consulting / Audit (basic state registration number – 1047717034640, location: 115093, Moscow, Pavlovskaya Street, bldg 7, a member of self-regulating organization of auditors: noncommercial Partnership «Institute of the professional auditors», number in the register of auditors and auditing organizations - 10202014620) as the auditor of JSC HALS-Development for 2013 according to RAS".

8. On approval of the Auditor of JSC HALS-Development for 2013 according to IFRS.

Results of vote:

“FOR” – 9 357 341 голосов (100.00000000%).

“AGAINST” - 0 votes (0.00000000%).

“ABSTAINED” – 0 votes (0.00000000%).

Resolution:

"To approve the ERNST & YOUNG LLC (basic state registration number – 1027739707203, location: 115035, Moscow, Sadovnicheskaya nab., 77, bld.1, a member of self-regulating organization of auditors: noncommercial Partnership «Russian Audit Chamber», number in the register of auditors and auditing organizations - 10201017420) as the auditor of JSC HALS-Development for 2013 according to IFRS".

9. On approval of transactions that are potentially interesting and that may be effected by JSC HALS-Development in future within the framework of its regular economic activity.

Results of vote:

“FOR” – 3 610 057 голосов (66.06682233%).

“AGAINST” - 0 votes (0.00000000%).

“ABSTAINED” – 1 vote (0.00001830%).

The number of votes, which had all persons included in the list of persons eligible to participate in the AGM and not interested in making transaction by the Company: 5 464 251 votes.

The number of votes which had persons not interested in making transaction by the Company and participating in the AGM: 3 610 058 votes, that is 66,0668% of the general number of votes of all not interested persons.

The number of votes which did not calculated for the results of vote on the issue of agenda of the AGM put to the vote: 5 752 843 votes.

Resolution:

"To approve transactions that are potentially interesting and that may be effected by JSC HALS-Development in future within the framework of its regular economic activity in accordance with the list (Annex No. 1)".

10. On payment of remuneration to the independent member of the Board of Directors of JSC HALS-Development according to his function in 2012-2013.

Results of vote:

“FOR” – 9 357 340 votes (99.99998931%).

“AGAINST” - 0 votes (0.00000000%).

“ABSTAINED” – 1 vote (0.00001069%)

Resolution:

"To pay remuneration to the independent member of the Board of Directors of the Company - Plaksenkov Eugeny Anatolievich according to his function from 29 June 2012 to 27 June 2013 in an amount of 18 634,86 USD in Rouble equivalent in accordance with the exchange course 1 US Dollars to Roubles fixed by the Central Bank of Russia on the payment date, by 16 July 2013 inclusively".

Hals-Development ("the Company") is one of the leading diversified companies on the Russian real estate market.

The Company was the first Russian property developer to list its shares on the main market of the London Stock Exchange. The Company's shares are also listed on the Moscow Interbank Currency Exchange and the Moscow Exchange.

Main shareholder of Hals-Development is Bank VTB (51.24%); free float is about 21,16%.

Starting operations in 1994, Hals-Development has successfully completed about 40 projects with a total area over 400,000 square meters, including several residential complexes in Kuntsevo, the headquarters of DaimlerChrysler company, the Hals Tower office building, the headquarters of the Trubnaya Metallurgical Company, the hotel for the MaMaison chain (Orco Property Group).

Hals-Development is currently developing the SkyLight complex in Moscow; reconstructing the building of the "Central Children's Shop on Lubyanka"; developing the Project «Multi-function complex with a transport terminal as part of the Moscow International Business Center «Moscow-City», and fulfils several other projects. Hals-Development has assembled a balanced and diversified portfolio of assets in fast-growing sectors of the market. The Company's strategy is focused on building Class A and B office space, multifunctional retail and office complexes, business-class residential buildings.

For further information please contact:

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The information in the press release may contain forward-looking statements regarding future events or the future financial performance of Hals-Development. You can identify forward looking statements by terms such as "expect", "believe", "anticipate", "estimate", "intend", "will", "could", "may" or "might" the negative of such terms or other similar expressions. We wish to caution you that these statements are only predictions and those actual events or results may differ materially. We do not intend to update these statements to reflect events and circumstances occurring after the date thereof or to reflect the occurrence of unanticipated events.

