

BOARD OF DIRECTORS RESOLUTIONS

MOSCOW, RUSSIA – April 3, 2017 - HALS-Development (LSE, MICEX: HALS), a major Russian real estate Company, announces the Board of Directors resolutions passed at the meeting on 31st of March 2017 (Minutes №7 dated March 31, 2017).

7 members of 7 elected members of the Board of Directors have participated at the meeting. There was a quorum on the agenda.

Resolutions:

1. To determinate the Management Board of HALS-Development PJSC should consist of 4 members including the President of HALS-Development PJSC.
Voting results:
“FOR” – 7 votes; “AGAINST” - 0 votes; “ABSTAINED” - 0 votes.
2. To elect Mrs. Avdeeva Alina Valentinovna as the Member of Management Board of HALS-Development PJSC for the term from April 01, 2017 till March 31, 2018.
Voting results:
“FOR” – 7 votes; “AGAINST” - 0 votes; “ABSTAINED” - 0 votes.
3. To determinate the main terms and conditions of the agreement made with Mrs. Avdeeva A.V. as the member of Management Board of HALS-Development PJSC in accordance with the Annex 1.
Voting results:
“FOR” – 7 votes; “AGAINST” - 0 votes; “ABSTAINED” - 0 votes.
4. To elect Mr. Kaprov Leonid Grigoryevich as the member of Management Board of HALS-Development PJSC for the term from April 01, 2017 till March 31, 2018.
Voting results:
“FOR” – 7 votes; “AGAINST” - 0 votes; “ABSTAINED” - 0 votes.
5. To determinate the main terms and conditions of the agreement made with Mr. Kaprov L.G. as the member of Management Board of HALS-Development PJSC in accordance with the Annex 2.
6. To elect Mr. Lickevich Sergey as the member of Management Board of HALS-Development PJSC for the term from April 01, 2017 till March 31, 2018.
“FOR” – 7 votes; “AGAINST” - 0 votes; “ABSTAINED” - 0 votes.
7. To determinate the main terms and conditions of the agreement made with Mr. Lickevich S. as the member of Management Board of HALS-Development PJSC in accordance with the Annex 3.
“FOR” – 7 votes; “AGAINST” - 0 votes; “ABSTAINED” - 0 votes.
8. To authorize the President of HALS-Development PJSC to execute agreements with the members of the Management Board of HALS-Development PJSC: Mrs. Avdeeva A.V., Mr. Kaprov L.G., Mr. Lickevich S.
“FOR” – 7 votes; “AGAINST” - 0 votes; “ABSTAINED” - 0 votes.

Participation interest of Mrs. Avdeeva A.V., Mr. Kaprov L.G., Mr. Lickevich S. in the charter capital of the Issuer, and the interest of the ordinary shares of the Issue (joint-stock company), owning by this person: 0.

Hals-Development ("the Company") is the fastest growing developing company, specializing in commercial and residential real estate; it controls all stages of development project: from making conception till the following management of the built object. The main shareholder of the Company is VTB Bank.

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 Exchange.

The company is in the top five of the largest developers in Moscow. The total value of development projects of HALS-Development is 1.6-mil sq.m. In 2016 the Company put into operation 4 projects with total area 300 thousand sq.m.: the first phase of construction of the business class residential premises of “Nasledie”; “Wine House”; “Peking Gardens”; “IQ-Quarter” residential block (MMDC “Moscow-City”).

The total value of currently developing projects by HALS-Development is about 800 thousands sq.m. Hals-Development is currently developing such projects as development of the second phase construction of the business class residential premises of “Nasledie”; multifunctional complex “Iskra-Park”, non-residential towers of “IQ-Quarter” (MMDC “Moscow-City”) and the residential complex “Dostoyanie”.

The Company's portfolio includes such existing facilities as the business centers SkyLight, "Danilovsky Fort", hotel "Beijing", the shopping and entertainment complex "CDM at Lubyanka", resort complex "Camellia" in Sochi and other objects in Moscow and regions.

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.