

THE BOARD OF DIRECTORS RESOLUTIONS

MOSCOW, RUSSIA - April 16, 2014 - HALS-Development (LSE, MICEX: HALS), a major Russian real estate Company, announces the Board of Directors resolution passed at the meeting on 15th of April 2015 (Minutes #7 dated 15/04/2015)

Resolutions:

1. To include the following candidates in the list of candidatures for vote during election of the Board of directors of Hals-Development JSC on the annual General meeting of the shareholders of the Company:

- Moos Gerbert;
- Deryabina Alena Viktorovna;
- Adamov Viktor Evgenyevich
- Luginin Andrey Viktorovich;
- Lapin Konstanin Vitalevich;
- Puchkov Andrey Sergeevich;
- Plaksenkov Evgeny Anatolevich.

Voting results:

“FOR” – 7 votes; “AGAINST” - 0 votes; “ABSTAINED” - 0 votes.

2. To include the following candidates in the list of candidatures for vote during election of the Audit Commission of Hals-Development JSC on the annual General meeting of the shareholders of the Company:

- Sugachenko Vasily Nikolaevich;
- Knizhnikov Mikhail Yurevich;
- Kochura Valery Valerevich.

Voting results:

“FOR” – 7 votes; “AGAINST” - 0 votes; “ABSTAINED” - 0 votes.

3. To approve interested party transaction – execution of the Guarantee agreement between Hals-Development JSC (further the Guarantor) and Limited liability company “Yunika Home” (further the Creditor) on the following main terms and conditions:

Subject of transaction: the Guarantor undertakes to be liable before the Creditor for performance by Closed joint stock company “Hals-Tekhnopark” (main registered number: 1047796711214), hereinafter referred to as the “Debtor”, of its possible future obligation (further – “Obligation”) before the Creditor on return of funds paid by the Creditor to the Debtor under the Agreement on sale of future thing # 28/13/15 dd March 30, 2015 made between the Creditor and the Debtor, due to termination of mentioned Agreement on sale of future thing # 28/13/15 dd March 30, 2015.

Price of transaction: the amount of guarantee is limited by sum equal to 1 179 019 571,74 RUR.

The Guarantor is liable only within the mentioned limit and it is not liable for payment of interest, reimbursement of court expenses on claim for debt and other expenses and loss of profit of the Creditor, caused by non-performance or improper performance of Obligations by the Debtor.

Term of guarantee: the Guarantee shall be valid till September 28, 2019.

Obligation of the Guarantor: the Guarantor is liable before the Creditor subject to all of the following circumstances arose:

- termination of the Agreement on sale of future thing # 28/13/15 dd March 30, 2015 or court decision became effective;
- if funds received by the Debtor from the Creditor under Agreement on sale of future thing # 28/13/15 dd March 30, 2015 made between the Creditor and the Debtor, have not been return by the Debtor to the Creditor within 60 calendar days from the date of termination of Agreement on sale of future thing # 28/13/15 dd March 30, 2015.

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 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.

Starting operations in 1994, Hals-Development has successfully completed about 40 projects with a total area over 400,000 square meters. Hals-Development is currently developing such projects as the "Central Children's Shop on Lubyanka", development of hotel "Peking", building of Land Plot No. 11, MIBC "Moscow-City", selling of residential premises of "Wine House", "Nasledie", "Teatral'nyi Dom" and other projects in Moscow and regions. In 2011-2014 the Company put into operation more than 450 thousand sq.m., this is 6 large projects – trade center "LETO" (116 thousand sq. m.), business-center Sky-Light (110 thousand sq. m.), residential complex "Solnce" (60 thousand sq.m.) and resort "Camelia" in Sochi (53 thousand sq.m.), residential complex "Literator" (67 thousand sq.m.), "Central Children's Shop on Lubyanka" (73 thousand sq.m.). The total value of development projects of HALS-Development is 1.6 mio sq.m.

For further information please contact:

Elizaveta Bekreneva
Corporate Secretary
Tel. +7 (495) 589-2222 (ext. 1338)
bekreneva@hals-development.ru

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