

## Clarification regarding the essential legal entities controlled by the Company

**Moscow, Russia – 22 April 2015 – HALS-Development (LSE, MICEX: HALS)**, a major Russian real estate Company, announces that due to making the Company's audited consolidated financial statements for the 12 months of 2014 according to IFRS, in accordance with the Russian legislation:

- 1) the following legal entities, controlled by the Company, have got the status of the organizations of essential importance for the Company:
  - **Open joint-stock company "Investicii v razvitie technologiy" (Bolshaya Tatarskaya street, 35, build 4, 115184, Moscow, Russia, TIN: 7705678285, Registration number: 1057747677822, the Company controls it through LLC "Hals-Invest" and LLC "Sistema-Hals Management").**
  - **Joint-stock company "Beijing-Invest" (Bolshaya Sadovaya street, 5, building 1, 123001, Moscow, Russia, TIN: 7710391062, Registration number: 1027739106977, the Company controls it through LLC "Hals-Invest" and LLC "Sistema-Hals Management").**

The Company has the rights to dispose more than 50% of votes in the Supreme management bodies of the above mentioned organization.

- 2) The following legal entities, disclosed as essential legal entities, controlled by the Company, have saved the status of organizations of essential importance for the Company:
  - **Limited liability company "Hals-Invest Development";**
  - **CiTer Invest B.V.;**
  - **Open joint-stock company "Lubyanka-Development";**
  - **Closed joint-stock company "Experimentalniy zavod napitkov v Khamovnikakh";**
  - **Closed joint-stock company "Hals-Technopark"**
- 3) The following legal entities, disclosed as essential legal entities, controlled by the Company, have lost the status of organizations of essential importance for the Company:
  - **Joint-stock company "Hotel "Peking";**
  - **Closed joint-stock company "PROMRESURS";**
  - **Closed joint-stock company "Kuncevo-Invest".**

**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

\*\*\*

*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.*