

THE MEETING OF THE BOARD OF DIRECTORS AND ITS AGENDA

MOSCOW, RUSSIA – July 24, 2015 – HALS-Development (LSE, MICEX: HALS), a major Russian real estate company, announces, that on 23 July 2015 it was decided to convoke the meeting of the Board of directors on July 24, 2015.

The Agenda includes the following questions:

- 1) On approval interested party transaction – making the Share purchase agreement (sale of part of shares in charter capital of LLC “Project Nastasyinsky”) between HALS-Development PJSC and LLC “Hals-Invest”.
- 2) On approval interested party transaction – making the Share purchase agreement (sale of securities of CJSC “Invest-Prof”) between HALS-Development PJSC and LLC “Systema-Hals CENTR”.
- 3) On approval of composition of the Audit Committee of the Board of Directors of Hals-Development PJSC.
- 4) On election of the Chairman of the Audit Committee of the Board of Directors of Hals-Development PJSC.
- 5) On approval of composition of the Staff and Remuneration Committee of the Board of Directors of Hals-Development PJSC.
- 6) On election of the Chairman of the Staff and Remuneration Committee of the Board of Directors of Hals-Development PJSC.
- 7) On approval of composition of the Strategy Committee of the Board of Directors of Hals-Development PJSC.
- 8) On election of the Chairman of the Strategy Committee of the Board of Directors of Hals-Development PJSC.
- 9) On approval of composition of the Corporate Management Committee of the Board of Directors of Hals-Development PJSC.
- 10) On election of the Chairman of the Corporate Management Committee of the Board of Directors of Hals-Development PJSC.
- 11) On approval of organization chart of Hals-Development PJSC in new version
- 12) On election of Mrs. Avdeeva Alina Valentinovna as the member of the Management Board of Hals-Development PJSC.
- 13) On determination of the main terms and conditions of the agreement made with the member of the Management Board of Hals-Development PJSC Mrs. Avdeeva A.V.
- 14) On the person authorized to execute agreement with the member of Management Board of Hals-Development PJSC.
- 15) On determination of quantity of members of the Management Board of Hals-Development PJSC.

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 shareholders of the Company are VTB Bank and Bank of Moscow.

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 600,000 square meters. Hals-Development is currently developing such projects as development of hotel “Peking”, building of Land Plot No. 11, MIBC “Moscow-City”, selling of residential premises of “Nasledie”, “Wine House”, “Peking Gardens”, “Teatralny Dom” and other projects in Moscow and regions. In 2011-2014 the Company put into operation more than 460 thousand sq.m., this is 6 large projects – shopping and entertainment mall “LETO” in Saint-Petersburg” (116 thousand sq. m.), business-center Sky-Light (110 thousand sq. m.), residential complex “Solnce” (60 thousand sq.m.), elite residential quarter “Literator” (67 thousand sq.m.), the shopping center “Children Dreamhouse Mall on Lubyanka” (73 thousand

sq.m.) and resort "Kamelia" in Sochi (53 thousand sq.m.). The total value of development projects of HALS-Development is 1.6 mio sq.m.

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