



NATIONAL SECURITIES MARKET COMMISSION

In compliance with the reporting requirements under article 228 of the Royal Legislative Decree 4/2015, of 23 October, approving the consolidated text of the Securities Market Act LAR ESPAÑA REAL ESTATE SOCIMI, S.A. (“**Lar España**” or the “**Company**”) hereby informs the National Securities Market Commission of the following

MATERIAL FACT

Mr Pedro Luis Uriarte Santamarina, independent director of the Company, has tendered his resignation from the referred position, effective from today. Mr Uriarte’s resignation is also extended to all the positions he held at the Board of Directors of the Company (i.e. member and Chairman of the Audit and Control Committee). As disclosed by Mr Uriarte in writing to all the members of the Board of Directors, his decision to resign from his positions is strictly based on personal and family reasons that prevent him from performing his duties. Mr Uriarte requested his satisfaction for having held the referred positions and participating in the launch and consolidation of Lar España’s project, while being part of such a highly qualified Board of Directors, both in terms of the professional and personal capabilities of its members, to be put on record.

The Board of Directors of the Company has accepted the resignation tendered by Mr Uriarte at its meeting today. The Company expressly states its sincere gratitude to Mr Uriarte for the services rendered in performing his duties, his extraordinary commitment to the vision, mission and values of the Company, and his valuable contribution over the past years, both to the Company and to the members of the Board of Directors personally.

In view of the vacancy generated, the Board of Directors of the Company, at its meeting today, and on the proposal prepared by the Appointments and Remunerations Committee, has resolved to appoint Ms Leticia Iglesias Herraiz as independent director of the Company, by means of the co-option procedure. Additionally, the Board of Directors has resolved to appoint Ms Leticia Iglesias Herraiz as member and Chair of the Audit and Control Committee to replace Mr Uriarte.

The Board of Directors understands that Ms Iglesias’ extensive experience and strong track record – she has been Deputy Director to the President and of Supervision of Credit Entities of the Spanish National Securities Exchange Commission (CNMV), CEO of the Institute of Chartered Accountants of Spain (*Instituto de Censores Jurados de Cuentas de España*,



ICJCE), and independent board member, member of the Executive Committee, member of the Audit Committee and Chair of the Global Risk Committee at Banco Mare Nostrum, S.A. (BMN), among others – means that she has the appropriate profile to hold the position as director of Lar España, and as member and Chair of the Audit and Control Committee of the Company. Ms Iglesias is also an independent director and Chair of the Audit and Compliance Committee at ABANCA Corporación Bancaria, S.A.

Additionally, Ms Iglesias' appointment implies that the percentage of female members at the Board of Directors virtually reaches a 30% of all members, thus facilitating fulfilment of the objective set on the Good Governance Code of Listed Companies and on the Company's director selection policy, which requires such percentage to be reached by 2020. In this way, the Company keeps moving forward towards consolidating the best corporate governance practices.

Madrid, on 16 October 2018.

LAR ESPAÑA REAL ESTATE SOCIMI, S.A.
Mr. José Luis del Valle Doblado,
Chairman of the Board of Directors