



HISPANIA ACTIVOS INMOBILIARIOS SOCIMI, S.A. (“Hispania” or “the “Company””), pursuant to article 17 of Regulation (EU) 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse, and in article 228 of the restated text of the Spanish Securities Market Act, passed through Royal Legislative Decree 4/2015, of 23 October 2015, hereby discloses the following

SIGNIFICANT INFORMATION

Following the significant event published on 7 February 2018, with registration number 261,406, and once all the shares of BAY Hotels & Leisure SOCIMI, S.A. (“**BAY**”) held by minority shareholders have been acquired, it is reported that, today, Hispania, as sole shareholder of BAY, exercising the powers of the General Shareholders' Meeting in accordance with the provisions of Article 15 of the Spanish Companies Act, has decided to request the exclusion from the Alternative Stock Market (*Mercado Alternativo Bursátil*, M.A.B.) of all the ordinary shares representing the share capital of BAY in accordance with the provisions of Article 24.1.a) of the Market Regulation and Section 1.2 of the Sixth rule of Circular 9/2017 of the Alternative Stock Market, dated 21 December 2017.

Likewise, and in the context of the aforementioned decision, it is also reported that the Company, as sole shareholder of BAY, has decided to agree and execute an in-kind distribution of distributable reserves of BAY through the distribution to Hispania of all of the shares and quota shares held by BAY in its subsidiary companies. As a result of this distribution, and after the delisting of the shares of BAY from the Alternative Stock Market (*Mercado Alternativo Bursátil*, M.A.B.), BAY will continue to benefit from the application of the special tax regime of listed investment companies in the real estate market (SOCIMIs), although now as one of the entities referred to in letter c), Section 1, Article 2 of Law 11/2009, of 26 October, which regulates the Listed Investment Companies in the Real Estate Market.

Madrid, 27 March 2018.

Hispania Activos Inmobiliarios SOCIMI, S.A.

LEGAL NOTICE

Hispania was incorporated for an indefinite duration as per its by-laws. However, and according to the prospectus filed in connection with the admission to listing of Hispania’s shares on the Spanish Stock Exchanges, the company reminds its shareholders that its initially proposed value return proposal provides for the liquidation of the entire asset portfolio within six (6) years of the admission to listing without the need to submit such proposal to the shareholders for approval (alternatively, a favorable shareholder vote must be sought if the Board of Directors proposes to keep and actively manage all or part of the company’s portfolio on a permanent basis).