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

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MATERIAL INFORMATION

Lar España announces the termination, effective on 11 July 2017, of the Liquidity Contract, currently in force with JB Capital Markets, S.V., S.A.U. (hereinafter, "**JB Capital Markets**" and the "**Liquidity Contract**") as a consequence of (i) the removal of Circular 3/2007, of 19 December, by the Comisión Nacional del Mercado de Valores on liquidity contracts for the purposes of their acceptance as a market practice ("**Circular 3/2007**"), and (ii) the execution of a new liquidity contract between Lar España and JB Capital Markets, effective on 11 July 2017, pursuant to Circular 1/2017, of 26 April, by the Comisión Nacional del Mercado de Valores on liquidity contracts ("**Circular 1/2017**").

At termination of the Liquidity Contract and after the liquidation of the pending transactions, holdings of the securities deposit account and the cash account allocated to the management of the Contract were 63,000 shares and 1,416,537.37 euros, respectively.

Nonetheless, anticipating the application of a forthcoming liquidity contract according to Circular 1/2017, the company has provided instructions to withdraw from the securities deposit account and the cash account, respectively, 0 shares and 910,540.64 euros before the entering into force of the new contract.

As a consequence, at the beginning of the effective application of the new liquidity contract and after the liquidation of the pending transactions, the holdings of the above referred securities deposit account and cash account will amount to 63,000 shares and 500,000.00 euros, respectively.

According to the provisions of section 2 of the Fourth rule of Circular 3/2007, and the provisions of section 2 of the Fourth rule of Circular 1/2017, the Company hereby reports the transactions executed by JB Capital Markets in the context of the Liquidity Contract from **1 July 2017** to **10 July 2017**, the total amount of shares sold and purchased, and the overall amount of cash used for these transactions during the reported period:

PURCHASES			
Date	Shares	Avg. Price (€)	Amount (€)
03/07/2017	32,000	8.0000	256,013.40
04/07/2017	19,400	7.8872	153,081.62
05/07/2017	26,018	7.8200	203,521.24
06/07/2017	27,089	7.8091	211,575.94
07/07/2017	16,000	7.7369	123,856.91
10/07/2017	20,000	7.8781	157,615.37

SALES			
Date	Shares	Avg. Price (€)	Amount (€)
03/07/2017	22,800	8.0009	182,395.36
04/07/2017	15,690	7.8502	123,142.32
05/07/2017	18,430	7.8484	144,597.61
06/07/2017	22,356	7.8201	174,790.94
07/07/2017	24,163	7.7679	187,626.11
10/07/2017	18,000	7.8923	142,035.69

In addition, we inform that the holdings of the cash account and the securities deposit account were as follow at the beginning of this reported period and on the date of termination of the Liquidity Contract:

- Cash account at the beginning of this reported period: **1,561,741.07 €**
- Cash account on the date of termination of the Liquidity Contract: **1,416,537.37 €**
- Number of shares on deposit at the beginning of this reported period: **43,932 shares.**
- Number of shares on deposit on the date of termination of the Liquidity Contract: **63,000 shares**
- Fees charged on the cash account during the reported period: **93.00 €.**
- Instructions have been given to withdraw **910,540.64 euros** from the cash account.

Madrid, 10 July 2017.

Lar España Real Estate SOCIMI, S.A.
Mr. José Luis del Valle Doblado,
Chairman of the Board of Directors