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NATIONAL STOCK MARKET COMMISSION

In compliance with the information obligations set forth in article 228 of the revised text of the Securities Market Law, approved by Royal Legislative Decree 4/2015, of October 23, Lar España Real Estate SOCIMI, SA (hereinafter, " Lar España "or the" Company ") informs the National Securities Market Commission of the following

RELEVANT FACT

It is reported that on July 25, 2017, the deed relating to the capital increase of Lar España, approved on May 29, 2017 by the Ordinary General Shareholders' Meeting, under the twelfth point of its agenda, for a nominal amount of 4,167,070 euros, through the issuance and circulation of 2,083,535 new shares of Lar España, with a nominal value of two euros and a premium of 7.20 euros each, of the same class and series as the currently existing and outstanding shares ("**Increase in capital**Therefore, the total amount (nominal and premium) of the Capital Increase amounts to 19,168,522 euros.

The Capital Increase was fully subscribed and paid through monetary contributions by Grupo Lar Inversiones Inmobiliarias, SA, the management company of Lar España, in accordance with the provisions of the twelfth resolution adopted by the ordinary General Shareholders' Meeting on May 29, 2017.

As a consequence of the foregoing, the share capital of Lar España has been set at 185,248,194 euros, divided into 92,624,097 shares, with a par value of two euros each, all of which belong to a single class and series.

What is communicated as a Relevant Fact for the appropriate purposes in Madrid, on August 2, 2017.

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