



Current report no 29/2017

dated 05 July 2017

ACQUISITION OF A FARMING BUSINESS IN UKRAINE

Kernel Holding S.A. (herein “**the Company**”) is pleased to announce that one of its subsidiaries has completed an acquisition of 100% interest in a farming business that manages more than 27,500 hectares of leasehold farmland and over 170,000 tons of grain storage capacity.

Total consideration of US\$43.3 million has been paid in cash for the 100% interest in the business, which has a positive net working capital less net debt in excess of US\$4 million.

The deal has been approved by the Antimonopoly Committee of Ukraine in May 2017.

Legal grounds: Art. 56.1.1 of the Act of 29 July 2005 on public offerings, conditions governing the introduction of financial instruments to the organised trading system, and public companies.

Signatures of individuals authorized to represent the Company:

Anastasiia Usachova

Yuriy Kovalchuk