



Current report no 23/2017

dated 02 June 2017

KERNEL HOLDING S.A. ACQUIRES A FARMING BUSINESS IN UKRAINE

Kernel Holding S.A. (herein “**the Company**”) is pleased to announce that it has completed an acquisition of 92.1% interest in a farming business that manages more than 190,000 hectares of leasehold farmland and approximately 200,000 tons of grain storage capacity. The Company expects to complete the acquisition of the remaining 7.9% interest prior to 1 July 2017.

The Company will pay US\$155 million in cash for the 100% interest in the business, which has a positive net working capital less net debt in excess of USD\$30 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