

NOTICE

In accordance with the article 4.1.3.1 of the A.S.E Regulation

The Management Team of YALCO S.D.CONSTANTINO & SON S.A., following on from 07.12.2016 and 10.12.2016 announcements, notifies investors the following:

- A. The reorganization of the existing bank debt has been completed by the lending banks and on 12/23/2016 new bonds were issued and subscribed to, details of which are shown below. The total bank debt of the company has been refinanced with the issue and subscription of the new bonds.

The refinancing restores the short-term liabilities to current assets ratio since the majority of the short-term liabilities is converted to mid-long term liabilities. Most importantly it will lead to a significant reduction of the Company's financial expenses with a direct impact on its operating results.

Details of the issued and covered bonds:

1. Common collateralized bond

Loan amount	: 18.000.000 euro
Type of bond	: Bearer bond
Nominal value	: One (1) euro
Issue price	: At par
Coverage	: Private placement to credit institutions
Loan purpose	: Refinancing the existing syndicated bond debt
Loan term	: Four (4) years from the date of issue and coverage of the loan

2. Common collateralized bond

Loan amount	: 10.943.274 euro
Type of bond	: Ανώνυμες
Nominal value	: One (1) euro
Issue price	: At par
Coverage	: Private placement to credit institutions.
Loan purpose	: Refinancing the existing syndicated bond debt.
Loan term:	Five (5) years from the date of issue and coverage of loan, extendable by two (2) years

3. Bond loan convertible into common voting shares article 8 N3156/2003

Loan amount	: 10.200.000 Ευρώ
Type of bond	: Registered bonds convertible into company's shares, non-tradable on the Athens Stock Exchange
Nominal value	: One (1) euro
Issue price	: At par
Coverage	:The loan is issued with the abolition of the preference right of the issuer's existing shareholder shares in favor of the debenture holders and will be covered through a private placement with credit institutions
Loan purpose	: Refinance existing syndicated loan
Loan term:	Five (5) years from the date of issue and coverage of loan, extendable by two (2) years.

Price and conversion ratio

Each bond gives each bondholder conversion right in 1,44927 common registered voting shares of the issuer with par value today of sixty-two cents of euro (€0,62) each (conversion ratio); the conversion price will be equal to euro sixty-nine cents (0,69€) per share (conversion rate).

- B. The sale of shares of our subsidiary YALCO ROMANIA SRL has been completed, according to the company's announcement dated 10/12/2016. After this sale, our company will continue to be the main supplier of the company's products YALCO ROMANIA SRL and especially of the two brand names IONIA and FEST.

The Management Team
12/27/2016