



COMPANY ANNOUNCEMENT

The following is a Company Announcement issued by Pendergardens Developments plc (the "Company") pursuant to the Listing Rules issued by the Malta Financial Services Authority:

Quote

With reference to the recent media reports pertaining to the arraignment of two businessmen who have been charged with trying to influence the outcome of a tender for the construction of Blocks 17, T1 and T2, Pendergardens, the Board of the Company would like to clarify that it is completely extraneous to the matter and none of the Company's directors and officers, including those of the other group companies, have been implicated in the said proceedings.

Furthermore, the Directors of the Company would like to take this opportunity to thank its shareholders and bondholders as well as the general public for their continued support and we assure them that the above-mentioned proceedings do not in any way affect the Company's operations or commitments as amply detailed in its Prospectus of 5th May, 2014.

Unquote


Avv. Massimo Vella

Company Secretary

Date: 2nd February 2015