



STATEMENT

18th March 2020

Vilnius, Lithuania

The Board of UAB INVL Asset Management, the Management Company of the special closed end investment company INVL Baltic Real Estate (hereinafter referred to as the Management Company), taking into consideration the Clauses 103 and 104 of the Articles of Association of INVL Baltic Real Estate and intention to properly inform the shareholders of the Company about Company's operational changes, also having assessed the comments of the Investment Committee of INVL Baltic Real Estate, also amendments in the Articles of Association and new wording of the depository services agreement of INVL Baltic Real Estate, which are submitted for approval to the General Shareholders Meeting of the INVL Baltic Real Estate to be held on 9th April 2020, **informs** that:

1. The Management Company considers changes in the incorporation documents of INVL Baltic Real Estate (hereinafter referred to as Company) to be material, given the content, nature, extent and impact of the changes on the interests of the Company's shareholders.
2. The Management Company suggests to approve the decisions of the General Shareholders Meeting to be held on 9th April 2020.
3. The Articles of Association are changed in order to ensure maximum flexibility in the Company's management activities by including the highest available borrowing level, which, although provided in the applicable Law on Collective Investment Undertakings of the Republic of Lithuania, increases the risk of investing in the Company's securities.
4. The depository service provider shall be changed taking into account the Company's efforts to optimize the costs associated with these services.

On behalf of the Board of UAB INVL Asset Management
Vytautas Plunksnis