



PEFACO INTERNATIONAL PLC

COMPANY ANNOUNCEMENT

Related party transaction disclosure

Date of Announcement:
Reference:

9th November 2015
12/2015

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

Quote

In the course of the audit committee meeting held on 3rd November 2015 the following related party agreement was considered material:

Nature: Service agreement

Parties: The Company (Client) and GrupoPefaco S.L. (Service provider)
GrupoPefaco S.L. is the parent of The Company

Details of the transaction : The Company and the Service Provider share resources which are employed by the Service Provider and the parties have agreed that the Service Provider should be fairly compensated. In this respect, the parties have agreed that an annual fee of one million Euros (€1,000,000) shall be payable by the Company to the Service Provider. Once the Company's EBITDA exceeds fifteen million five hundred thousand (€15,500,000), the fee is increased by one Euro (€1.00) for every Euro of profit in excess of the stated EBITDA up to a maximum total fee of two million two hundred thousand Euros (€2,200,000) per annum. The parties have also agreed that these resources will be transferred from the Service Provider to the Company as soon as is reasonably possible after when the Company's EBITDA will exceed sixteen million, seven hundred thousand Euros (€16,700,000).

Unquote

Dr. Rachel Bonello
Company Secretary

9th November 2015



