

08 January 2013

In our material event disclosure dated 24.08.2012, it was announced that an agreement (“agreement”), had been made with United Airport Georgia” (“local authority”) on reconstruction of the unused runway, one of two runways at Tbilisi International Airport operated by TAV Urban Georgia LLC whose 76% shares are owned by TAV Airports Holding. It had been also disclosed that, as per the agreement, an investment of USD 65 million would be made for the re-construction of the runway and the operational rights of TAV Urban Georgia would be extended for 10 years 9 months from February 2027 to November 8, 2037 within the scope of the Build-Operate-Transfer agreement, in exchange for the reconstruction investment.

However, as per the decree issued by the new government of Georgia which came to power in October 2012, it was announced that the runway construction will be administered by the local authority. The financing of the construction will be ensured by the Georgian government with the support of the Finance Ministry and Economy Ministry of Georgia and the agreement signed with TAV Urban Georgia in August 2012, when the former government was in power is mutually terminated.

The operating rights of TAV Urban Georgia based on the present BOT agreement have not changed and TAV Urban Georgia’s concession will remain effective until February 2027.

**For further information please e-mail to [TAVInvestorRelations@tav.aero](mailto:TAVInvestorRelations@tav.aero)**