

COMPANY ANNOUNCEMENT

The following is a company announcement issued by GlobalCapital p.l.c. (the “Company”) pursuant to the Malta Financial Services Authority Listing Rules

Quote

The Company makes reference to its company announcement dated 28 December 2017, regarding its intention to conduct a rights issue during the course of 2018.

The Company announces that it intends to submit an application to the Listing Authority in April 2018 requesting the admissibility to listing of new ordinary shares pursuant to a rights issue (the “Rights Issue”). If subscribed in full the proposed Rights Issue will raise a total amount of approximately €6 million. The Company is seeking to raise additional equity through the proposed Rights Issue to provide additional working capital to support the Company’s business strategy to strengthen its position in the local insurance market as well as to passport its insurance products in other EU jurisdictions. The Board considers the additional equity to be raised through the proposed Rights Issue to be appropriate to strengthen the capital levels of the Company in the context of the evolving business and regulatory environment.

The proposed Rights Issue is unrelated to the offer announced by the Company on 13 March and 16 March 2018 relating to the stake held by Cyprus Popular Bank Public Co. Ltd. (“Cyprus Popular Bank”) in Lombard Bank Malta p.l.c., which offer has lapsed since it was not accepted by Cyprus Popular Bank, as is evident from the public announcement dated 16 March 2018 that Cyprus Popular Bank has entered into a share purchase agreement with the National Development and Social Fund in respect of such stake. Furthermore, none of the financing entities referred to in the Company’s announcements dated 13 March and 16 March 2018 have entered into any agreement with the Company in respect of its proposed Rights Issue.

The proposed Rights Issue is subject to Listing Authority approval. Further announcements regarding the Rights Issue will be made by the Company at the appropriate time in accordance with its regulatory obligations.

Unquote

By order of the Board

23 March 2018