

Investment Update

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Vernon Property Plc announces an investment update. The full announcement is attached.

The Directors take responsibility for this announcement.

FOR FURTHER INFORMATION PLEASE CONTACT:

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Attachment:

1. **Vernon Announce**

Non Regulated

Publication Date: 19/11/2018

Vernon Property Plc
Material Transaction

16 November 2018

The board of Vernon Property Plc (“Vernon”) has today entered into a refinancing agreement with Crystal Care Management Holdings Limited (“CCMH”).

Vernon has lent an amount of £505,481 to CCMH together with accrued interest receivable of £102,850.

CCMH is in default with an existing third-party lender, the consequences of which would cause Vernon to suffer significant financial loss.

The refinancing agreement includes the following main elements:

1. The existing loan is to be repaid to Vernon.
2. Vernon is to advance a further £950,000 by way of interest-bearing loans to CCMH secured on three separate properties by way of a first charge.
3. These new loans together with accrued interest are due to be repaid within six months of the agreement date.
4. The current interest receivable is to be written-off.

The board of Vernon has determined that this is the most prudent way to safeguard the assets of the Company particularly in light of the default referred to above.