

Company announcement no. 5/2019

2 May 2019

FirstFarms A/S purchases larger agriculture in Slovakia as part of growth strategy

FirstFarms A/S has signed conditional agreement (SPA). The agreement is entered in continuation of Head of Terms about purchase of Hospoda Invest A/S (company announcement no. 1/2019 of 7 February 2019).

Hospoda Invest A/S owns 100 percent of the Slovak company, JK Gabčíkovo s.r.o., which includes both crop and pig production in Slovakia. There are 2,300 sows with a yearly production of 75,000 pigs, of which 40-45,000 are sold as piglets and 30-35,000 as slaughter pigs. The production plants are of high quality, and the production results have been very satisfactory for a number of years.

The production foundation for the crop production is 1,500 hectares of arable land of high quality. Crop rotation is varied, mostly consisting of wheat, rape and maize.

The purchase price is DKK 185 million for 100% of the share capital in Hospoda Invest A/S.

The current due diligence process must be finished, before the agreement is final, and we expect take over in Q3 2019.

The purchase of Hospoda Invest A/S is in 2019 expected to have a positive influence on FirstFarms A/S' accounts.

Synergies to current production

We expect, that there will be significant synergy effects related to FirstFarms existing production, says Anders H. Nørgaard. "The agricultural production in Eastern Europe is in a really good development. The price of land is increasing, and the demand for pork is large."

Best regards,
FirstFarms A/S

For further information:

Please visit our website www.firstfarms.com or contact CEO Anders H. Nørgaard on telephone +45 75 86 87 87.

About FirstFarms:

FirstFarms is a Danish stock exchange listed company, which purchases and operates agriculture in Eastern Europe. We develop the individual farms to modern and sustainable businesses that deliver milk, meat and grains of the highest quality to the dinner tables all over the world.