

**NOTICE**  
**dated 23 March 2020**

**TIMBERLAND SECURITIES INVESTMENT PLC**  
**(incorporated as a public limited liability company under the laws of Malta)**

**According to the Final Terms dated 10.07.2017 ("Final Terms")  
for the Issue of Series 5 Contingent Capital Fixed Rate Bearer Notes**

**Issue Date: 18 July 2017**  
**Series Number: 05/2017 (2017-2020) - E7 Systems-Timberland Finance Jubilee Notes**  
**ISIN: XS1649889885**  
**WKN: TS5C3B**

**and according to the Terms and Conditions of the Final Terms of  
paragraph 10.1 Notices of the Issuer and  
paragraph 10.2 Publication of Notices of the Issuer via the Clearing System**

Business figures and capital measures  
Loss participation of certain financial instruments

Timberland Securities Investment plc  
171, Old Bakery Street, Valetta VLT 1455, Malta

Timberland Securities Investment plc ("Issuer") hereby announces that, according to the prepared and audited annual financial statements, the Issuer has incurred a net loss of EUR 3.063 million for the 2019 financial year in accordance with Maltese GAPSME (General Accounting Principles for Small and Medium Enterprises) accounting standards.

The net loss for the year includes in particular the effects in connection with the global corona pandemic crisis and the associated necessary write-downs in the amount of EUR 5.275 million.

As a result, on the one hand, in accordance with the terms and conditions for the issuer's loss-bearing financial instruments ("notes" or "securities"), the book value ("current nominal amount" or "current principal amount") of these financial instruments of the issuer was reduced by EUR 2.445 million as of 31 December 2019.

The terms and conditions of the securities issued by the Issuer (XS1649889885, XS1649890388 and XS1649890545, each listed on the stock exchanges in Frankfurt am Main, Munich, Stuttgart and Düsseldorf, and also XS1649889885 and XS1649890545, also listed on the Tradegate Exchange, Berlin, each listed on the Regulated Unofficial Market (MTF), and DE000TS5C3C9, DE000TS5C5C4 and DE000TS5C4C7, each listed on the Regulated Unofficial Market (MTF) in Munich) provide that payments on these notes are dependent on the balance sheet result of the issuer, i.e. the securities are subject to a depreciation regime and have other loss-absorbing properties in accordance with the respective securities terms and conditions.

To the extent that the Issuer incurs an annual net loss, the holders of the relevant Notes participate in such loss in the proportion in which their current nominal amount (as reduced and/or increased, as the case may be, in the Issuer's previous financial years) is in relation to the total book value of all loss-carrying components of the Issuer. The current nominal amount is written down accordingly. Following an annual net loss, a corresponding reduction in the nominal amount of the current nominal amount, which corresponds to the amount of the note holders' share of the annual net loss, must be made.

Therefore, the Issuer is not obliged to make payments on these Notes. The complete assumption of losses by the above-mentioned notes therefore has the consequence, in accordance with the terms of issue of the notes, that the repayment in the amount of the current nominal amount scheduled for 31 March 2020 will also be completely cancelled for the notes with the securities identification number

XS1649889885. The current nominal amount has been reduced to zero euros, so that no further repayment of the capital (or the current nominal amount) will be made. The bondholders of the notes with security identification number XS1649889885 will only receive interest payments on these notes for the interest period from 16 February 2020 (inclusive) to 31 March 2020 (inclusive).

There is no obligation to make subsequent payments in respect of capital payments that have been cancelled in this way. The reduction of the book value of the Notes could also have an adverse effect on any future payment claims of the Bondholders under the Notes with security identification numbers XS1649890388, XS1649890545, DE000TS5C3C9, DE000TS5C5C4 and DE000TS5C4C7. As long as the book value of the notes has not been reinstated from future profits of the issuers, payments on the maturity date in respect of the current nominal amount are excluded in subsequent financial years and in the event of extraordinary termination by the issuer for regulatory or tax reasons, the redemption amount would correspond to the reduced book value of these notes of the issuer as determined in the issuer's balance sheet for the financial year of the issuer which is relevant for the maturity date in respect of the respective note. As payments on the Notes are dependent on the Issuer's net profit or loss for the year and taking into account the provisions of the ranking set out in the Terms and Conditions of the Securities ("Ranking"), interest and principal payments on the Notes may also be made in subsequent interest periods and, under certain circumstances, the Notes may be redeemed at a current principal amount which is less than the principal amount.

#### Effects of the Corona Crisis

Due to the uncertain duration and consequences of the pandemic, the effects on sales and earnings for the current fiscal year 2020 cannot be quantified at present.

However, in view of the current development in connection with the coronavirus (COVID-19), the situation in many of the Issuer's core markets is challenging.

At present, the economic consequences of the coronavirus pandemic for the Issuer's sales, earnings and liquidity cannot yet be specifically estimated. The Issuer expects the coronavirus pandemic to have a considerable impact on sales, earnings and liquidity in the 2020 financial year. The Issuer is constantly monitoring the situation and will take concrete measures if necessary.

#### Contact Persons:

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*End of Notice*