



**Announcement** | Lisbon | 23 June 2017

## Qualified Holding – Discovery Capital Management, LLC

PHAROL, SGPS S.A. (“PHAROL”) hereby informs, pursuant to the terms and for the purposes of articles 16 of the Portuguese Securities Code and 2 of the Portuguese Securities Commission Regulation no. 5/2008, that received a communication from Discovery Capital Management, LLC, attached hereto.

### **PHAROL, SGPS S.A.**

Public company  
Share capital Euro 26,895,375  
Registered in the Commercial  
Registry Office of Lisbon  
and Corporation no. 503 215058

PHAROL is listed on the  
Euronext (PHR). Information  
may be accessed on Bloomberg  
under the symbol PHRPL.

Luis Sousa deMacedo  
Investor Relations Director  
ir@pharol.pt  
Tel.: +351 212 697698  
Fax: +351 212 697949

**NOTIFICATION OF MAJOR HOLDINGS** (to be sent to the relevant issuer and to the competent authority)<sup>i</sup>

**1. Identity of the issuer or the underlying issuer of existing shares to which voting rights are attached<sup>ii</sup>:**

**Pharol, SGPS SA**

**2. Reason for the notification** (please tick the appropriate box or boxes):

- An acquisition or disposal of voting rights  
 An acquisition or disposal of financial instruments  
 An event changing the breakdown of voting rights  
 Other (please specify)<sup>iii</sup>:

**3. Details of person subject to the notification obligation<sup>iv</sup> :**

Name:

**Discovery Capital Management, LLC**

City and country of registered office (if applicable):

**South Norwalk, United States of America**

**4. Full name of shareholder(s)** (if different from 3.)<sup>v</sup>:

**Discovery Capital Management, LLC is held by its sole shareholder Discovery Capital Management Holdin Co, L.P., the majority and principal legal owner and the only beneficial owner of which is Mr. Robert L. Citrone. The city and country of their registered office/professional domicile is the same as above under 3. Both entities have for such reason only been included in table 8 below.**

**5. Date on which the threshold was crossed or reached<sup>vi</sup>:**

**21 June 2017**

**6. Total positions of person(s) subject to the notification obligation:**

|   | % of voting rights attached to shares (total of 7.A) | % of voting rights through financial instruments (total of 7.B.1 + 7.B.2) | Total of both in % (7.A + 7.B) | Total number of voting rights of issuer <sup>vii</sup> |
|---|--|---|--------------------------------|--|
| Resulting situation on the date on which threshold was crossed or reached | <b>5.14%</b>   |   | <b>5.14%</b>                   | 896,512,500  |
| Position of previous notification (if applicable)                         |  |   |                                |  |

**PHAROL, SGPS S.A.**

Public company  
 Share capital Euro 26,895,375  
 Registered in the Commercial  
 Registry Office of Lisbon  
 and Corporation no. 503 215058

PHAROL is listed on the  
 Euronext (PHR). Information  
 may be accessed on Bloomberg  
 under the symbol PHRPL.

Luis Sousa deMacedo  
 Investor Relations Director  
 ir@pharol.pt  
 Tel.: +351 212 697698  
 Fax: +351 212 697949

**7. Notified details of the resulting situation on the date on which the threshold was crossed or reached<sup>viii</sup>:**

**A: Voting rights attached to shares**

| Class/type of shares<br>ISIN code (if possible) | Number of voting rights <sup>x</sup>       |   | % of voting rights                         |   |
|---|--|---|--|---|
|   | Direct<br>(Art 9 of Directive 2004/109/EC) | Indirect<br>(Art 10 of Directive 2004/109/EC) | Direct<br>(Art 9 of Directive 2004/109/EC) | Indirect<br>(Art 10 of Directive 2004/109/EC) |
| PTPTCOAM0009                                    |  | <b>46,073,261</b> (and same number of shares) |  | <b>5.14%</b>                                  |
|   |  |   |  |   |
|   |  |   |  |   |
| <b>SUBTOTAL A</b>                               |  | <b>46,073,261</b> (and same number of shares) |  | <b>5.14%</b>                                  |

**B 1: Financial Instruments according to Art. 13(1)(a) of Directive 2004/109/EC**

| Type of financial instrument | Expiration date <sup>x</sup> | Exercise/ Conversion Period <sup>xi</sup> | Number of voting rights that may be acquired if the instrument is exercised/ converted. | % of voting rights |
|------------------------------|------------------------------|---|---|--------------------|
|                              |                              |   |   |                    |
|                              |                              |   |   |                    |
|                              |                              |   |   |                    |
|                              |                              | <b>SUBTOTAL B.1</b>                       |   |                    |

**B 2: Financial Instruments with similar economic effect according to Art. 13(1)(b) of Directive 2004/109/EC**

| Type of financial instrument | Expiration date <sup>x</sup> | Exercise/ Conversion Period <sup>xi</sup> | Physical or cash settlement <sup>xii</sup> | Number of voting rights | % of voting rights |
|------------------------------|------------------------------|---|--|-------------------------|--------------------|
|                              |                              |   |  |                         |                    |
|                              |                              |   |  |                         |                    |
|                              |                              |   |  |                         |                    |
|                              |                              |   | <b>SUBTOTAL B.2</b>                        |                         |                    |

**PHAROL, SGPS S.A.**

Public company  
Share capital Euro 26,895,375  
Registered in the Commercial  
Registry Office of Lisbon  
and Corporation no. 503 215058

PHAROL is listed on the  
Euronext (PHR). Information  
may be accessed on Bloomberg  
under the symbol PHRPL.

Luis Sousa deMacedo  
Investor Relations Director  
ir@pharol.pt  
Tel.: +351 212 697698  
Fax: +351 212 697949

**8. Information in relation to the person subject to the notification obligation** (please tick the applicable box):

Person subject to the notification obligation is not controlled by any natural person or legal entity and does not control any other undertaking(s) holding directly or indirectly an interest in the (underlying) issuer.<sup>xiii</sup>

**Full** chain of controlled undertakings through which the voting rights and/or the financial instruments are effectively held starting with the ultimate controlling natural person or legal entity<sup>xiv</sup>:

| Name <sup>xv</sup>   | % of voting rights if it equals or is higher than the notifiable threshold | % of voting rights through financial instruments if it equals or is higher than the notifiable threshold | Total of both if it equals or is higher than the notifiable threshold   |
|--|--|--|---|
| Mr. Robert K. Citrone  | 5.14%  |  | 5.14%   |
| Discovery Capital Management Holding Co, L.P.                                      | 5.14%  |  | 5.14%   |
| Discovery Capital Management, LLC<br>(as investment manager of the below entities) | 5.14% (aggregate, considering all managed entities below in this table)    |  | 5.14% (aggregate, considering all managed entities below in this table) |
|  |  |  |   |
| Discovery Global Opportunity Master Fund, Ltd.                                     | 2.77%  |  | 2.77%   |
|  |  |  |   |
| Discovery Global Macro Master Fund, Ltd.   | 1.02%  |  | 1.02%   |
|  |  |  |   |
| Discovery Global Focus Master Fund, Ltd.   | 0.69%  |  | 0.69%   |
|  |  |  |   |
| Quantum Partners LP  | 0.66%  |  | 0.66%   |

**PHAROL, SGPS S.A.**

Public company  
Share capital Euro 26,895,375  
Registered in the Commercial Registry Office of Lisbon and Corporation no. 503 215058

PHAROL is listed on the Euronext (PHR). Information may be accessed on Bloomberg under the symbol PHRPL.

Luis Sousa deMacedo  
Investor Relations Director  
ir@pharol.pt  
Tel.: +351 212 697698  
Fax: +351 212 697949



**9. In case of proxy voting: [name of the proxy holder] will cease to hold [% and number] voting rights as of [date]**

**10. Additional information<sup>xvi</sup>:**

**The crossing of this disclosable threshold resulted from on-exchange acquisitions of shares.**

Done at South Norwalk on 22 June 2017.

**On behalf of Discovery Capital Management, LLC**

**PHAROL, SGPS S.A.**

Public company  
Share capital Euro 26,895,375  
Registered in the Commercial  
Registry Office of Lisbon  
and Corporation no. 503 215058

PHAROL is listed on the  
Euronext (PHR). Information  
may be accessed on Bloomberg  
under the symbol PHRPL.

Luis Sousa deMacedo  
Investor Relations Director  
ir@pharol.pt  
Tel.: +351 212 697698  
Fax: +351 212 697949