

City of Buenos Aires, August 8, 2017

**National Securities Commission
Buenos Aires Stock Exchange
Mercado Abierto Electrónico**

Ref.: Material Fact – Information regarding transactions between related parties.

Dear Sirs:

We are pleased to contact you on behalf of TGLT S.A. (“TGLT” or the “Company”) in order to inform you that at the Company’s Board Meeting held on July 7, 2017 it was decided to approve that the Company and its shareholder PointArgentum Master Fund LP (referred to as “PointArgentum”) enter into a framework agreement stating the general guidelines for the co-investment of real estate projects (referred to as “Co-Investment Agreement”). The commencement date of such agreement was subject to the fact that PointArgentum would underwrite, at least, a certain amount of convertible negotiable bonds of the Company, the issuance of which was approved by the Meeting held on April 20, 2017. Therefore, and upon the fulfilment of the specific condition, the Co-Investment Agreement is in full force and has a binding effect between the mentioned parties.

Pursuant to this Co-Investment Agreement, and provided only that it would be necessary for the Company, or deemed convenient, to rely on a co-investor for a new real estate project in Argentina or Uruguay (the “RE Project”) (a) PointArgentum shall have the right of first offer to participate as co-investor of the Company in such RE Project; (b) in the event PointArgentum exercises this right of first offer, PointArgentum and the Company will sign the particular agreements related to the RE Project and shall form a partnership for the specific purpose of development and operation of the such project; and (c) the Company shall have the right to render services for the development and operation of said RE Project, in consideration for a the payment of the amount agreed by the parties of each specific RE Project, for which general guidelines are set forth in the Co-Investment Agreement.

The Board of the Company has approved the execution of the mentioned agreement and the Audit Committee of the Company also delivered a favorable opinion on July 7, 2017 in view that it considered that the terms and conditions of such agreement are reasonably suitable and appropriate under the normal and customary market conditions regarding similar transactions held between independent parties under the terms set forth in Sections 72 and 73 of the Capital Markets Law 26831 in Argentina.

On this same date, the Board also made available to the shareholders the Audit Committee’s report mentioned in the above paragraph, copy of which is made available at the principal office on any business day from 11.00 am to 5:00 pm.

Yours Sincerely,

TGLT S.A.

Alberto López Gaffney
Director of Investor Relations