

BANCO ESPÍRITO SANTO, S.A.**RELEASE ABOUT THE DISPOSAL OF QUALIFYING HOLDINGS**

For the purposes of article 17 of the Securities Code, Banco Espírito Santo, SA (BES) informs that on 6 August 2014, Baros, S.à.r.l. communicated that it ceased to hold a qualifying holding in BES and that, as at 31 July 2014, it no longer holds shares of BES.

Therefore, as from that date, Baros, S.à.r.l. is the holder of 0% of the share capital and voting rights of BES.

According to article 20 of the Securities Code, the above referred shares and voting rights were owned by:

- (i) Baros Holdings, L.L.C., holder of 100% of the share capital of Baros S.à.r.l., and held in 100% by the following companies: Baupost Limited Partnership 1983 A-1, Baupost Limited Partnership 1983 B-1, Baupost Limited Partnership 1983 C-1, Baupost Value Partners, L.P. – I, Baupost Value Partners, L.P. – II, Baupost Value Partners, L.P. – III, Baupost Value Partners, L.P. – IV, HB Institutional Limited Partnership, PB Institutional Limited Partnership, YB Institutional Limited Partnership (“Partnerships”);
- (ii) Mmes. Catherine Koch and Anne Catherine Grave (Class B directors) and Baros Management, L.L.C. (Class A Director), all of them directors of Baros, S.à.r.l.;
- (iii) Baros Management L.L.C., that also manages Baros Holdings, L.L.C.;
- (iv) Baupost Group, L.L.C., that manages Baros Management, L.L.C. and is the General Partner and investment adviser of the Partnerships.
- (v) SAK Corporation, director of Baupost Group, L.L.C.; and
- (vi) Seth A Klarman, single shareholder and presidente of SAK Corporation.

Lisbon, 11 August 2014

BANCO ESPÍRITO SANTO, S.A.