

FUNCOM N.V.

KGJ Investments S.A. SICAV-SIF, part of the Kristian Gerhard Jebsen Group, which in turn is controlled by Mr. Hans Peter Jebsen and family, has on 26 August 2014 entered into a convertible loan agreement (the “**Convertible Loan Agreement**”) with Funcom N.V. The Convertible Loan has the following characteristics (as approved by the shareholders of Funcom N.V. on 27 June 2014, during the annual general meeting):

- i. Maturity: 27 June 2017
- ii. Interest: 5% per annum (payable quarterly in arrears)
- iii. Conversion Price: Arithmetic average of daily volume weighted average daily prices 10 trading days prior to the date of the Annual General Meeting of Funcom in 2014,
- iv. The Convertible Loan Agreement combines/supersedes the following two currently outstanding loans:
 - (A) USD 2,450,000 of the principal as outstanding on the existing USD 10 mill. senior loan due in December 2014; and
 - (B) USD 1,550,000 of the principal as outstanding on the working capital loan due in January 2015,

into one convertible loan with a principal amount of USD 4,000,000.

Pursuant to the Convertible Loan Agreement, the Supervisory Board of Funcom N.V., has on 26 August 2014, granted KGJ Investments S.A., SICAV-SIF 4,651,162 (rounded down) rights to acquire shares (*rechten tot het nemen van aandelen*) against a conversion price of USD 0.86 per share as per calculation under iii. above.

Following the grant of these convertible rights, the total holdings of (depository ownership in) shares and convertible rights in Funcom N.V. by KGJ Investments S.A. SICAV-SIF is 15,000,000 and 20,867,378, respectively.

Nexus Capital AS, another Kristian Gerhard Jebsen Group company, holds 9,500,525 (depository ownership in) shares in Funcom N.V.

In addition to shares held by Nexus Capital AS and KGJ Investments S.A. SICAV-SIF, Tom Dahl AS, a company controlled by Mr. Hans Peter Jebsen, holds 182,550 (depository ownership in) shares in Funcom N.V.

Following the above mentioned grant of convertible rights, companies controlled directly or indirectly by Mr. Hans Peter Jebsen are holding 24,683,075 (depository ownership in) shares in Funcom N.V., being the equivalent of 28.1 % of the currently issued share capital of Funcom N.V.

As reported to the Oslo Stock Exchange on 5 May 2014, companies controlled directly or indirectly by Mr. Hans Peter Jebsen at that time held shares and rights to subscribe for shares corresponding to 48.5 % of the shares issued by Funcom N.V. («*Total capital interest*»). Following the grant of convertible rights «*Total capital interest*» for companies controlled directly or indirectly by Mr. Hans Peter Jebsen will be 51.9 %.

«*Total capital interest*» is calculated as number of shares owned plus potential shares issued in the future from convertible loans and convertible bonds, divided by the **current** issued share capital of Funcom N.V.

KGJ Investments SA SICAV-SIF