



Pursuant to the terms set forth under article 82 of Securities Market Law 24/1988 and Memorandum 9//2010 of the Alternative Stock Market (MAB – Mercado Alternativo Bursátil), and in order to make this relevant event available to the public, ZINKIA ENTERTAINMENT S.A. (“**Zinkia**” or the “**Company**”) states the following

RELEVANT EVENT

This is to inform the Market that ZINKIA ENTERTAINMENT S.A. signed a loan on February 4th, 2011, with a private institution (the “Lender”) for an amount of 2.5 million Euros, for a three-year term as from February 14th, 2011 at an annual fixed-interest rate of 9.75%. To secure this loan, JOMACA 98, S.L., majority shareholder of the Company, pledged 5,491,294 shares, representing 22.45% of ZINKIA’s share capital.

Furthermore, the loan agreement signed by the two entities states ZINKIA’s obligation to purchase treasury shares for a sum of 300,000 euro, and that further to the 2,200,000 euro, the shares purchased with the 300,000 euro must be delivered upon the loan expiry date of February 14th, 2014. In the case that the share value is less than the aforementioned amount on said date, the Lender is bound to cover the difference in shares or cash.

As a result of this and with this objective, ZINKIA, through an intermediary, began the purchase of treasury shares on February 18th, for an amount in cash as of yesterday’s date of 192,740 euro and a total of 137,033 shares.

Please do not hesitate to contact us should you have any doubt or need clarification.

Madrid, March 11th, 2011

José María Castillejo Oriol
President of the Board of Directors