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AROUNDTOWN PROPERTY HOLDINGS PLC Launches pre-IPO convertible bond offering

27 April 2015.

The Board of Directors of Aroundtown Property Holdings PLC (the "**Company**") has decided to issue senior, unsecured convertible bonds convertible into new ordinary shares having a par value of EUR 0.01 (the "**Shares**") of the Company (the "**Bonds**"). The Bonds (each with denomination of EUR 100,000) will be offered only to institutional investors outside the United States, Australia, Japan, South Africa and any other jurisdiction in which offers or sales of the Bonds would be prohibited by applicable law (the "**Offering**").

The Offering will comprise a placing of Bonds by the Company, with a total placement volume of up to EUR 300 million and initially convertible into up to approximately 84.99 million Shares, representing up to approximately 14.5% of the fully diluted share capital of the Company (subject to any adjustment of the conversion ratio pursuant to the terms and conditions of the Bonds).

The Bonds will have a maturity of five years. The Bonds will be issued at 95.68% of their principal amount, will carry a nominal coupon of 3% p. a., payable semi-annually in arrear, and will be redeemed at maturity at par. The initial conversion price will be set at a conversion premium of 30.74% above the reference share price. Settlement of the Offering is expected to take place on or around 1 May 2015.

The Company intends to apply for the inclusion of the Bonds to trading on the Open Market (*Freiverkehr*) of the Frankfurt Stock Exchange.

The Company intends to use the amount raised in the Offering to fund the Company's growth strategy.

The Company is also considering, subject to market conditions, to admit to trading part or all of the outstanding share capital of the Company (an "**IPO**"). If an IPO has not occurred on or prior to 1 May 2016, each holder of Bonds will have the right to require the Company to redeem all or some only of its Bonds at 110% of their issue price.

About the Company

Aroundtown Property Holdings PLC is a specialist real estate company focused on investing in and managing, directly and indirectly, turnaround opportunities in the real estate property market primarily in Germany.

Aroundtown Property Holdings PLC is a public limited liability company incorporated under the laws of Cyprus, having its registered office at 2 Faros Avenue Spyros Thalassines Alkyonides, 7560 Pervolia, Larnaca, Cyprus (registered number HE148223).

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