

*Market capitalization will exceed €2.8 billion*

## **Colonial completes successfully a capital increase of more than 250 million euros**

- The main purpose of the capital increase is to reinforce the capital structure in order to continue taking advantage of investment opportunities
- The transaction took place through an accelerated bookbuild offering process, being more than 3 times over-subscribed by first class investors
- Issue price of €7.1 per share, 0.19% discount on NAV post capital increase

***Barcelona, May 5, 2017***

Colonial executed successfully a capital increase for an effective amount of 253 million of euros, announced yesterday at market closure. The deal involved the issue of 35,646,657 new ordinary shares at a final price of €7.1 per share. Final Price breakdown corresponds to €2.5 of nominal value and €4.6 of share premium. The issuance was completed at a minimum discount on current market price underpinned by a strong demand. This capital increase represents a 9.99% of Colonial's share capital before the issuance and a 9.08% post money.

The Capital Increase has been carried out through a private placement through an accelerated bookbuild offering process and has been allocated among domestic and foreign qualified investors. With the latest available information, the share of "long only investors" has been high compared to hedge funds, feature that traditionally distinguished the company compared to its peers.

The main rationale of the Capital Increase is to reinforce the Company's equity in order to take advantage of the current investment opportunities available, to carry out repositioning investments and improvements to maximize the quality, occupation and value of the assets that are already part of its portfolio, as well as to reaffirm its credit rating and, eventually, improve it.

Post closing of the transaction, the market capitalization of Colonial will increase up to approximately 2.8 billion of euros enhancing its high level of liquidity and free-float.

In this transaction, Ramón y Cajal Abogados and Freshfields acted as legal advisors. Joint Global Coordinators and Joint Bookrunners of the deal were JP Morgan and Bank of America Merrill Lynch, that were advised Linklaters.

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*“The success of this issuance is a clear capital market’s support to Colonial’s strategy focused on high quality offices with an attractive risk adjusted return. We are very satisfied with the high quality profile of the shareholders that join us”* says Pere Viñolas, CEO of Colonial.



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## About Colonial

Colonial is a listed property company, leader in the European Prime office market with presence in the main business areas of Barcelona, Madrid and Paris with a portfolio of more than 860,000 sq m of GLA above ground and assets under management with a value of more than €8.0bn.



“The information included in this document should be read together with all of the public information available, particularly on the Company’s website [www.inmocolonial.com](http://www.inmocolonial.com).”

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