

*An issuance with interest rates at historic lows*

## Colonial successfully places an issuance of €600 million

- The markets once again support Colonial, which in 2015 became the first Spanish property company to carry out a bond issuance
- The demand has exceeded the volume of the issue in more than 3x
- The net amount of the issue will provide liquidity to reinforce the growth plan of the company
- The company announced yesterday to the stock market regulator (CNMV) a tender offer in cash on its notes maturing in 2019
- The combination of both transactions will enable the optimization of the financial structure of the company, extending the maturities and improving its financial cost

**Barcelona, 21 of October 2016.** Today Colonial successfully closed an issuance of senior unsecured notes (bonds) for the total nominal amount of 600 million euros with an 8 year maturity (due date 28 of October 2024). The demand has exceeded the volume of the issue in more than 3x. The bonds will accrue an annual coupon of 1.45%, payable annually in arrears.

The Company expects to use the net proceeds of the issuance for the general corporate purposes of Colonial, including the repayment of financial indebtedness, through transactions such as the tender offer on the “4-year Notes”, issued in 2015 and maturing in June 2019 with a total nominal amount of €750 million.

*“The result of this issuance highlights capital markets support of Colonial’s successful value creation strategy and acknowledges Colonial’s good positioning to fully capture the recovery of the office market”, explains Pere Viñolas, Colonial’s CEO.*

**For more information:**

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