



PRESS RELEASE

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CPI PROPERTY GROUP – Acquisitions in Crans-Montana Ski Resort

CPI PROPERTY GROUP (the "**Company**") announces major acquisitions in Crans-Montana ski resort in Switzerland. On 30 October 2015 the Company completed a transaction comprised of the direct acquisition of 65.83% of shares in Remontées Mécaniques Crans-Montana-Aminona (CMA) SA ("**CMA SA**"), a Swiss entity holding and operating cable cars in the Crans-Montana ski resort and of 88.49% of shares in CMA Immobilier SA, a Swiss entity holding certain real estate and rights to develop a hi-end hotel complex including spa, congress centre, shopping and entertainment areas as well as parking in Crans-Montana. In addition to the 88.49% of shares in CMA Immobilier SA acquired directly by the Company, CMA SA is holding additional 11.21%, resulting in an aggregate stake of 99.7% in CMA Immobilier SA.

The aggregate acquisition price is EUR 65 million, out of which EUR 44 million is paid by the Company notes. The transaction has been originated and presented to the Company by Mr. Radovan Vitek, the major shareholder of the Company, who is the transferor of the CMA portfolio. Approximately 29% of the shares and voting rights in CMA SA are held by local communes and municipalities of the Crans-Montana region, whose presence in the CMA portfolio is perceived by the Company as very positive, since they are stable shareholders, linked with the project and the ski-resort.

Crans-Montana is a ski resort in southwestern Switzerland, in the heart of the Swiss Alps in the French-speaking part of the canton of Valais. It is considered one of top Swiss resorts, together with Davos, St. Moritz, Verbier, and Zermatt. The skiing area of Crans-Montana is composed of 140 km of marked pistes, plus freeride areas and includes the glacier of Plaine Morte. The skiing area altitude ranges between 1,500 meters (resort altitude) and 3,000 meters (Plaine-Morte Glacier). For more information visit <http://www.crans-montana.ch/>.

Mr. Martin Nemecek, CEO of the Company stated: "This business opportunity is being considered a high-potential long-term investment that will perfectly fit the Company portfolio along with other luxury projects such as Palais Maeterlinck in Nice and Porto Cervo villas in Sardinia as well as its hospitality portfolio. The Company is proud about its first acquisition in Switzerland, which represents the investment in a stable economy as well as diversification of Company's portfolio towards Western Europe."

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