



PRESS RELEASE

Luxembourg, 25 January 2016

Amendment of terms of CZK 2 billion Czech Property Investments, a.s. bonds

CPI PROPERTY GROUP announces that a meeting of the holders of the CZK 2 billion (app. EUR 74 million) bonds CPI VAR CZK 2019 (ISIN CZ0003501868, the “**Bonds**”) issued by its fully owned subsidiary Czech Property Investments, a.s. (“**CPI**”) approved the amendment of the terms and conditions of the Bonds.

The meeting of the holders of the Bonds, held on 22 January 2016 in Prague in front of a notary public, was attended by the applicable quorum and the amendment of the terms and conditions of the Bonds was approved by 97.51% of the votes cast. The approved amendment entails, inter alia, the decrease in the interest from 6m PRIBOR plus 6.5% to fix 5.1% p.a., the extension of Bonds maturity by 2 years until 2021, as well as the modifications of certain covenants. For full details concerning the amendments please refer to CPI website www.cpi.cz.

The amendment of the terms and conditions will become effective as of 25 January 2016. The amended terms and conditions shall not apply to those holders of the Bonds who participated at the meeting and voted against this amendment or to those who did not participate at the meeting but do not agree with this amendment, provided they will request an early repayment of the Bonds in accordance with their original terms and conditions. The Bonds are governed by Czech law.

“Bond issues have become a standard way of financing of our business activities. Since the issuance of the bonds in question in 2012 the market conditions changed, costs of funds have decreased significantly and both assets as well as income of the CPI group has grown substantially over past three years. Although the amendment has almost no precedent on the Czech capital market, it is a standard and recognized way of the agreement between a corporation and its investors on the developed capital markets. We are glad to reach such agreement and highly appreciate the trust of our investors, mostly private individuals, and recognition of the strength and stability of the CPI group,” Martin Němeček, CEO, commented.

For further information please contact:

Kirchhoff Consult AG
Sebastian Bucher
Herrengaben 1
20459 Hamburg
T +49 40 60 91 86 18
F +49 40 60 91 86 60
E sebastian.bucher@kirchhoff.de