Press Release, 27 March 2014

Full year 2013 unaudited financial results

After the restructuring of the operations over 2010 and 2011, the refinancing of the Berlin rental assets portfolio and the bonds' restructuring in 2012, ORCO Germany ("OG") delivered very positive results for the year 2013. With the new equity raising target of up to EUR 126 Million out of which EUR 90 Million have already been subscribed and paid, 2014 will be marked a major change of the shareholder structure and a strong improvement of both the equity and the cash position that will allow the OG group to actively invest in its German activities and selectively support the restructuring of its former majority shareholder in Central Europe:

- Strong positive result for the period: Due to the strong operational performance, tight cost control and positive revaluation result the Company significantly improved its net result by EUR 46 Million and ended with a net profit of EUR 30 Million after a loss recorded over the previous year.
- Operating result more than doubled: Operating result increased to EUR 51 Million (+171% year on year) mainly driven by the increased rental revenues in Berlin, reduced administration costs, a positive valuation result and the absence of major impairments (mainly linked to Sky office building in 2012).
- Operational performance at all-time high: On its Berlin-based rental portfolio the commercial occupancy rate increased from 83.0% to 85.5% and the net average commercial rent increased from 5.12 EUR/sqm to 5.31 EUR/sqm at year end.
- No significant development activities: While in the previous years the income statement was strongly impacted by the development activities – e.g. in 2012 the sale of Sky Office – the year 2013 was dominated by the property investment part of the business. This underlined the strategic focus on the Berlin based property investment business announced in 2009.
- Significantly reduced interest expenses: Due to the refinancing of GSG, the repayment of the Sky Office loan and the successful bond restructuring of OG in 2012 the interest expenses reduced by EUR 10.8 Million.
- Loan To Value (LTV) decreased further: Due to regular amortization of the bank financing as well as increasing values, the LTV decreased from 58.4% to 41.3% as at December 2013.
- NAV strongly improved but NAV p.s. reduced: With the strong result for the period as well as the additional equity due to the capital increase end of December the total NAV increased by 52.7%. The NAV per share reduced from EUR 1.05 to EUR 0.94 year on year, as a result of the capital increase subscribed at EUR 0.47 per share.
- Change in Management: In March 2014, the board and the management of the Company changed to reflect the new shareholding structure of the company. Two members of the board

were terminated and four new board members have been elected. On 18 March 2014, the Company's Board of Directors decided to dismiss and to terminate the executive contracts of Jean-François Ott, Nicolas Tommasini and Brad Taylor. Following negotiations and approvals from the Board of Directors of 26 March 2014, the Group and the former management agreed on 27 March 2014 on a confidential settlement and mutual general release agreement by which the Group settled all existing and future potential obligations and claims arising from the termination. Under this settlement agreement, the former executives will receive EUR 1,150,000 to be paid in cash by Orco Germany SA. In addition, settlements in kind (non-core assets) were agreed with the former management to transfer the Hakeburg property in Berlin (with its related assets and liabilities) at the net asset value as of 31 December 2013 of EUR 1,900,000 including all related shareholders' loans granted by the Group. As a result of the settlement agreement, Jean-François Ott, Nicolas Tommasini and Brad Taylor resign from all their Board positions.

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