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Lar España Real Estate SOCIMI, S.A. (“**Lar España**” or the “**Company**”), in accordance with the provisions of the prospectus of the offer for the subscription and admission to trading of the shares of the Company registered on the official records of the National Securities Market Commission on 13 February 2014 (the “**Prospectus**”), hereby reports as follows

### **RELEVANT INFORMATION**

Today, once market conditions and the demand registered in the period of book building of the offer for subscription of the shares of Lar España (the “**Offer**”) have been analyzed, the Company and J.P. Morgan, the Global Coordination Entity, have agreed to set the final size of the offer at €400 million, the maximum provided in the Prospectus, having proceeded to the signature of the sizing agreement of the Offer.

40,000,000 new shares of Lar España will be issued. The issue price of the shares was not subject to variation and will be the amount set out in the Prospectus, which is of €10 per share, corresponding € for the par value and €8 for the issue premium for each share to be issued.

In terms of the share capital of Lar España, once the Offer has concluded, Grupo Lar Inversiones Inmobiliarias, S.A., the investment manager of the Company, will hold a representative shareholding of 2.5% of the share capital of Lar España and the Anchor Investor (“PIMCO”) will hold 12.5%, as stated in the Prospectus.

The final allocation of the shares of the Company to qualified investors that have submitted subscription proposals will take place on 28 February 2014. Lar España has agreed to authorize certain shareholders subject to the U.S. legal regime known as “ERISA” referred to in part XIII of the Prospectus to present subscription proposals, for a maximum total number of shares equivalent to 7% of the shares which are subject to the Offer, which is the maximum percentage that could be assigned to such investors in the allocation of the shares.

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The paying-up of the increased capital, the granting of the corresponding public deed and its filing for registration with the Commercial Registry, are scheduled for 4 March 2014.

The admission to the trading of the shares of Lar España on the Spanish Stock Exchanges and their quotation through the SIBE (*Sistema de Interconexión Bursátil* or *Mercado Continuo*) inclusion in the Continuous Market are expected to take place on 5 March 2014, subject to receipt of the required authorizations from the Spanish Stock Exchanges and the National Securities Market Commission (CNMV).

The stock symbol or *ticker* assigned to Lar España by the Spanish Stock Exchanges is **LRE**.

The bylaws of the Company will be registered with the Commercial Registry prior to the date of the admission to trading. Nevertheless, at the request of the Commercial Registry, the Company has accepted to not have the bylaws provisions which grant the board the power to suspend the political and economic rights relating to the shares of those shareholders subject to special regimes for plans and pension funds (in particular, U.S. law regime known as “ERISA” referred to in part XIII of the Prospectus) which could possibly violate their statutory shareholding reporting obligations registered. In any event, the Company may request damages for compensation from the defaulting shareholder for the damages or losses which such noncompliance could cause.

Madrid, February 27, 2014

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Lar España Real Estate SOCIMI, S.A.

Mr. Miguel Pereda, duly authorized by the Board of Directors

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## **NOTE**

No action has been or will be taken in any jurisdiction that would permit a public offer of the shares, or possession or distribution of this announcement or any other offering material, in any country or jurisdiction where action for that purpose is required. Accordingly, the shares may not be offered or sold, directly or indirectly, and this announcement or any other offering material may not be distributed or published in or into any country or jurisdiction, except under circumstances that will result in compliance with any and all applicable rules and regulations of any such country or jurisdiction. Persons into whose possession this announcement and any other offering material comes should inform themselves about and observe any restrictions on the distribution of this announcement and any other offering material. Any failure to comply with these restrictions may constitute a violation of the securities laws of any such jurisdiction.

The information contained herein does not constitute an offer of securities in the United States. Offers and sales of securities in the United States may not be made absent registration under the U.S. Securities Act of 1933, as amended, or an applicable exemption therefrom. There is no intention to make any public offering of securities in the United States. This document does not solicit money, securities or any other type of consideration, and, if any money, securities or other type of consideration is sent in response hereto, it will not be accepted.

Grupo Lar is not regulated as an alternative investment fund manager (“AIFM”) within the meaning of Directive 2011/61/EU of the European Parliament and of the Council of 8 June 2011 on Alternative Investment Fund Managers (“AIFMD”) as Spain has not yet implemented the AIFMD. The Company may, however, constitute an alternative investment fund within the meaning of AIFMD (“AIF”) under the laws of other EEA jurisdictions where the AIFMD has been implemented. Accordingly, shares may only be marketed or offered in such jurisdictions in compliance with and subject to the terms of any transitional regime permitting such marketing or offering which exists under such jurisdiction’s implementation of the AIFMD and any other laws and regulations applicable in such jurisdiction.