

SFL SUCCESSFULLY COMPLETES ITS INAUGURAL BOND ISSUE

Paris, 17 May 2011 - On 17 May 2011, Société Foncière Lyonnaise successfully completed a €500 million 5-year 4.625% inaugural bond issue due 25 May 2016.

Launched during the morning of 17 May following roadshows in Paris, London and Frankfurt, the transaction attracted over 150 investors representing an order book of some €2 billion. Nearly 45% of the issue was placed with investors in the United Kingdom and Ireland, 32% in France and 13% in Germany.

The issue is part of the strategy implemented by SFL's management to diversify its financing sources, extend the debt maturity profile and strengthen the Company's financial capacity.

BNP Paribas, Crédit Agricole CIB, HSBC, Natixis and Société Générale acted as joint bookrunners for the issue.

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Company
SFL
Nicolas Reynaud
Phone: + 33 (1) 42 97 01 65
n.reynaud@fonciere-lyonnaise.com

Communication
INFLUENCES
Media contact: Catherine Meddahi
Phone: + 33 (1) 44 82 67 07
c.meddahi@agence-influences.fr

With an exceptional portfolio of properties valued at nearly €3.1 billion including transfer costs, essentially located in the Paris Central Business District, SFL is a preferred vehicle for investors wishing to invest in the Paris office and retail property market. As the leading player in this market, the Group is firmly focused on pro-actively managing high-quality property assets. SFL has elected to be taxed as an SIIC since 2003.

STOCK MARKET:

Euronext Paris Compartment A –
Euronext Paris ISIN
FR0000033409 – Bloomberg:
FLY FP – Reuters: FLYP PA

RATING S&P: BBB- stable

