



Foncière Paris France

PRESS RELEASE FROM THE BOARD OF DIRECTORS REGARDING THE INTENDED PUBLIC OFFER INITIATED BY PHRV

PARIS, OCTOBER 12, 2011 – 8.30AM

The Board of Directors of Foncière Paris France met on Tuesday, October 11, 2011, to carefully review, without the presence of the representative of Cofitem-Cofimur, the offer filed on October 7, 2011 by PHRV with France's Autorité des Marchés Financiers (AMF).

The Board is surprised by the presentation of this unsolicited offer, for which there was no prior discussion with Foncière Paris France's management or other main shareholders, even though Cofitem-Cofimur, related to the company making the bid, is a director of Foncière Paris France.

Given the conditions under which the offer was announced and filed, the Board can only conclude that it is a hostile bid.

Moreover, the Board considers that the offer does not present any advantages for Foncière Paris France, its shareholders, its bond holders, its warrant holders and its employees.

PHRV does not propose any industrial project or any alternative strategy to that currently being carried out by the company's management.

PHRV's offer is also lacking in clarity as to its real objectives, i.e., a bid to gain control or to strengthen the initiator's position at a low price.

The fact that the offer has been made at a time when international stock markets are severely affected by macro-economic events underscores its highly opportunistic nature.

PHRV, which aims to gain control of Foncière Paris France, is not offering any control premium. The prices proposed correspond to a 26% discount to net asset value per share (EPRA NAV) (Euros 135.19 per share) and a 10.6% discount to the closing average share price in July 2011. The offer reflects neither the company's intrinsic value nor its growth prospects.

In light of the above, the prices proposed and the offer in general are not attractive for Foncière Paris France shareholders, or for bond holders or warrant holders.

The Board of Directors of Foncière Paris France has unanimously decided to reject the offer, as the representative of Cofitem-Cofimur, which is related to the initiator, did not participate in the vote.

Pursuant to Article 261-1 of the AMF General Regulations, the Board has appointed Détroyat Associés to serve as independent expert, the representative of Cofitem-Cofimur did not take part in the vote.

FONCIÈRE PARIS FRANCE:

Foncière Paris France is an SIIC specialized in commercial real estate in the greater Paris region. The Company was founded in May 2005 by Jean-Paul Dumortier, President of the Fédération des Sociétés Immobilières et Foncières.

Foncière Paris France is listed on the NYSE Euronext (Paris), Compartment B (symbol: FPF; ISIN: FR0010304329).

www.fonciereparisfrance.fr

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