



Press release

Paris, October 6th, 2010

Foncière des Murs forms a partnership with the B&B hotel group and announces its plans to launch a capital increase of around €100 M

Foncière des Murs has signed a purchase agreement with the B&B group for a portfolio of hotels, representing 1,980 rooms, for a price of approximately €85 M including fees. The portfolio consists of hotels located in France and Germany, in use and under development. The transaction will include the signing of leases with fixed triple net rents for a duration of 12 years in France and 20 years in Germany. With the creation of this partnership, Foncière des Murs intends to support B&B in its future developments.

This transaction with B&B allows Foncière des Murs to increase its property partnership base and further secure its rental revenues.

Foncière des Murs intends in the very near future, subject to market conditions, to increase cash capital, maintaining shareholders' preferential subscription rights, for an amount of around €100 M.

The main shareholders of Foncière des Murs (Foncière des Régions, Prédica, Pacifica, Generali Vie, CARDIF Assurance Vie and ACM Vie), collectively holding 90.37% of the capital, have already announced their intention to subscribe up to the level of their respective shareholding. Foncière des Régions has also indicated its intention to take up the shares which are not subscribed under a right to apply for new or excess shares from the other shareholders and/or those selling their preferential subscription rights.

The main aim of this capital increase is to finance the purchase of the hotels run by B&B as well as the deal recently signed with Accor and carried out in partnership with Prédica. It will also strengthen the company's financial flexibility.

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About Foncière des Murs

Foncière des Murs SCA, a subsidiary of Foncière des Régions, is a French listed real estate investment trust (SIIC) specialised in business premises, especially in the hotel, restaurant, health and leisure sectors. The company's investment policy is focused on building partnerships with leading operators in their sectors in order to provide its shareholders with a recurring return on their investment.

Foncière des Murs is quoted on compartment B of the regulated market of NYSE Euronext in Paris (FR0000060303-FMU).

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