

Paris, 17 January 2019

Covivio completes disposal of non-strategic assets worth €482m

Covivio has announced the sign-off of disposals worth €482m relating to budget hotels and retail assets. These operations, completed at higher than appraised values through the subsidiary Covivio Hotels¹, represents a significant milestone in the group's strategy aimed at a move upmarket for the brand's hotel portfolio and divestment of non-strategic business.

A hotel portfolio moving upmarket

Covivio has signed a sale agreement to an institutional investor for 59 B&B hotels located in the regions and in the Ile-de-France suburb, amounting to a total of €272m. The disposal of this portfolio² delivers a yield rate of 5.04% (incl. fees). At the end of this operation, Covivio will remain as owner of the 126 hotels operated by the B&B brand in France and intends to support the operator's development in Europe.

Ongoing disposal of non-strategic business

Covivio is also divesting 23 Jardiland assets (54% of the remaining portfolio, properties located on the outskirts of French cities) for an amount of €108m. Lastly, Covivio announced the sale of the Sunparks holiday village located in De Haan, in Belgium, for €102m.

*"In 2018, the acquisitions and disposals carried out by Covivio helped to significantly improve the quality of our hotel portfolio, more than 80% of which is located in Europe's most dynamic markets, such as Berlin, Madrid, Paris, Amsterdam, and, more recently, London. Over and above geographic diversification, we have also worked on developing concepts within the portfolio with high-end innovative brands like Motel One, Voco, Kimpton, Meininger, Room Mate, Méridien," concluded **Dominique Ozanne, Deputy CEO of Covivio.***

¹ 42.3% ownership held by Covivio

² 50.2% ownership of portfolio held by Covivio Hotels, the remainder by Crédit Agricole Assurances and Assurances du Crédit Mutuel (ACM)

COVIVIO
PRESS RELEASE

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 **ABOUT COVIVIO**

With a strong partnership background, real estate expertise and truly European culture, Covivio is inventing today's user experience and outlining the city of the future.

A preferred real estate player at the European level, Covivio is close to its end users, capturing their aspirations, combining work, travel, living, and co-inventing vibrant spaces.

A benchmark in the European real estate market with €23 billion in assets, Covivio offers support to companies, hotel brands and territories in their pursuit for attractiveness, transformation and responsible performance.

Its living, dynamic approach opens up exciting project and career prospects for its teams.

Covivio's shares are listed in the Euronext Paris A compartment (FR0000064578 - COV) and the MTA market (Mercato Telematico Azionario) on the Milan stock exchange, are admitted to trading on the SRD and are included in the composition of the MSCI, SBF 120, Euronext IEIF "SIIC France" and CAC Mid100 indices, in the "EPRA" and "GPR 250" benchmark European real estate indices, Green Star GRESB, and in the ESG FTSE4 Good, DJSI World & Europe, Euronext Vigeo (World 120, Eurozone 120, Europe 120 and France 20), Oekom, Ethibel and Gaïa ethical indices.

Covivio is rated BBB/Positive outlook by Standard and Poor's.