



## EUROCASTLE INVESTMENT LIMITED

**FOR IMMEDIATE RELEASE**

Contact:

International Administration (Guernsey) Limited  
Company Administrator  
Attn: Mark Woodall  
Tel: +44 1481 723450

**NOT FOR RELEASE, PUBLICATION OR DISTRIBUTION, DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES, AUSTRALIA, CANADA OR JAPAN OR ANY OTHER JURISDICTION WHERE TO DO SO WOULD CONSTITUTE A VIOLATION OF THE RELEVANT LAWS OF SUCH JURISDICTION.**

### **Issue of Convertible Securities**

---

Guernsey. 24 June 2009 – Eurocastle Investment Limited (Frankfurt Stock Exchange: EU11 and Euronext Amsterdam: ECT) is pleased to announce that it has received applications from shareholders and third parties in respect of €75,000,000 in principal amount of the 20 per cent. perpetual subordinated convertible securities offering announced on 28 May 2009. The convertible securities are convertible into ordinary shares of Eurocastle Investment Limited.

The proceeds of the offering will be used to retire a significant portion of Eurocastle's corporate loan. Net of the offering proceeds and available cash, the balance outstanding on this loan will be approximately €35 million.

Adjusted for the effect of the convertible securities and for the refinancing of the Mars portfolio completed on 27 May 2009, Eurocastle's current real estate NAV would be approximately €2.00 per share on a fully diluted basis compared to a real estate NAV of €0.52 as at 31 March 2009.

The number of shares in issue upon a conversion of all convertible securities would increase from 60,731,646 to 310,731,646 shares.

Enquiries:

Mark Woodall

Tel: +44 1481 723450

This announcement does not constitute or form part of any offer or invitation to purchase, otherwise acquire, subscribe for, sell, otherwise dispose of or issue, or any solicitation of any offer to sell, otherwise dispose of, issue, purchase, otherwise acquire or subscribe for, any security in the United States.

The securities mentioned herein have not been, and will not be, registered in the United States under the US Securities Act of 1933 (the "Securities Act"). Securities may not be offered or sold in

the United States absent registration or an applicable exemption from the registration requirements of the Securities Act. There will be no public offer of the securities mentioned herein in the United States.

NOT FOR RELEASE, PUBLICATION OR DISTRIBUTION, DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES, AUSTRALIA, CANADA OR JAPAN OR ANY OTHER JURISDICTION WHERE TO DO SO WOULD CONSTITUTE A VIOLATION OF THE RELEVANT LAWS OF SUCH JURISDICTION.

Neither the content of Eurocastle's website (or any other website) nor the content of any website accessible from hyperlinks on the Eurocastle's website (or any other website) is incorporated in this announcement.

#### Forward-Looking Statements

Some of the statements contained in this announcement may include forward-looking statements which reflect Eurocastle's or, as appropriate, the Directors' current views with respect to future events and financial performance. Statements which include the words "expect", "intend", "plan", "project", "anticipate", "will" and similar statements of a future or forward-looking nature identify forward-looking statements for the purposes of the US federal securities laws or otherwise.

All forward-looking statements address matters that involve risks and uncertainties. Accordingly, there are or will be important factors that could cause Eurocastle's actual results to differ materially from those indicated in these statements. These forward-looking statements speak only as at the date of this announcement. Subject to any continuing obligations under the Listing Rules and the Disclosure and Transparency Rules, Eurocastle undertakes no obligation publicly to update or review any forward-looking statement contained in this announcement, whether as a result of new information, future developments or otherwise.