



## EUROCASTLE INVESTMENT LIMITED

**FOR IMMEDIATE RELEASE**

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### **Issue of Additional Convertible Bonds**

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Guernsey. 19 October 2009 – Eurocastle Investment Limited (Frankfurt Stock Exchange: EUI1 and Euronext Amsterdam: ECT) (“Eurocastle”) is pleased to announce that it has issued €9,750,000 principal amount of 20 per cent. Perpetual Subordinated Convertible Securities. These securities form a part of the same series, and are issued on similar terms, to the issue of €15,000,000 20 per cent. Perpetual Subordinated Convertible Securities completed earlier this month and described in a press release issued on 6 October 2009. The convertible securities are convertible into ordinary shares of Eurocastle.

The proceeds of the issue will be used to satisfy a portion of the Company’s debt obligations.

This issue brings the total principal amount of 20 per cent. Perpetual Subordinated Convertible Securities issued by Eurocastle, following the first issue in June 2009 of €75,000,000 of securities, to approximately €100,000,000.

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Neither the content of Eurocastle's website (or any other website) nor the content of any website accessible from hyperlinks on 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.