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PRESS RELEASE

IGD's Board of Directors approves the final conditions of the capital increase, reserved for 2011 dividend recipients (the "Dividend Reinvestment Option")

- **the subscription price: € 0.64 per share**
- **the exchange ratio set at one new ordinary share for every ten ordinary shares held on which the 2011 dividend was paid**

Bologna, 17 May 2012 – Today the Board of Directors of IGD - Immobiliare Grande Distribuzione SIIQ S.p.A. - in execution of the shareholders' resolution of 19 April 2012 to approve the capital increase, excluding pre-emption rights, of up to a maximum of the 10% of the Company's pre-existing share capital, pursuant to Art. 2441, fourth paragraph, second sentence of the Italian Civil Code, reserved for 2011 dividend recipients, for an amount not to exceed 80% of the distributable dividends or €19,089,451 – determined the definitive conditions of this increase based on the criteria established during the Annual General Meeting.

The capital increase will be done through the issue of a maximum of 29,827,267 ordinary shares without a stated par value, with dividend rights, which will rank pari passu with existing shares, to be offered in subscription to the 2011 dividend recipients, at a price of Euro 0.64 per share, and charged entirely to share capital for up to a maximum of € 19,089,450.88. The issue price of the new shares was determined based on the criteria set during the extraordinary Annual General Meeting held on 19 April 2012 and is equal to the arithmetic average of the stock's official closing price recorded during the eight trading sessions prior to today's date adjusted by (i) subtracting the amount of the 2011 cash dividend and (ii) applying a discount of 9.493%.

The newly issued shares will be offered at an exchange ratio of one new ordinary share for every ten ordinary shares on which the 2011 dividend was paid. The share subscription rights, represented by coupon n. 9, are neither negotiable nor transferrable.

Following the capital increase, the conversion price of the convertible bond loan "*EUR 230,000,000 3.50 per cent. Convertible Bonds due 2013*" will be changed, in accordance withe Art. 6(vi) of the Convertible Bond Loan Regulations, from €2.75 to €2.7257 with effect from the date of issue of shares coming out the capital incresase.

The Registration Document, Informative Note on the Financial Instruments and the Summary Note relative to the shares offered and the capital increase will be filed, in accordance with the law, with Consob and made available to the public for the entire offering period at IGD's registered office in Ravenna, via Agro Pontino, n. 13, as well as on the websites of both IGD (www.gruppoigd.it) and Borsa Italiana S.p.A.

"*The purpose of the capital increase approved is to strengthen our capital structure and allow the 2011 dividend recipients to reinvest a part, not to exceed 80% of their gross dividend in our Group, giving them, therefore an interesting investment opportunity*" - **Claudio Albertini, Chief Executive Officer of IGD – Immobiliare Grande Distribuzione SIIQ S.p.A.** stated - *"We hope that this transaction, the first one of this kind in Italy, will be appreciated by our shareholders, which, moreover, will align IGD SIIQ with the widespread international practice adopted by a number of listed real estate companies"*.

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IGD - Immobiliare Grande Distribuzione SIIQ S.p.A.

Immobiliare Grande Distribuzione SIIQ S.p.A. is the main player in Italy's retail real estate market: it develops and manages shopping centers throughout the country and has a significant presence in Romanian retail distribution. Listed on the Star Segment of the Italian Stock Exchange, IGD was the first SIIQ (*Società di Investimento Immobiliare Quotata* or real estate investment trust) in Italy. IGD has a real estate portfolio valued at €1,924.65 million at 31 December 2011, comprised of, in Italy, 19 hypermarkets and supermarkets, 19 shopping malls and retail parks, 1 city center, 4 plots of land for development, 1 property held for trading and an additional 7 real estate properties. Following the acquisition of the company Winmark Magazine SA in 2008 15 shopping centers and an office building, found in 13 different Romanian cities, were added to the portfolio. An extensive domestic presence, a solid financial structure, the ability to plan, monitor and manage all phases of a center's life cycle: these qualities summarize IGD's strong points.
www.gruppoigd.it

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The press release is available on the website www.gruppoigd.it, in the Investor Relations section, and on the website www.imagebuilding.it, in the Press Room section.

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