



**CORINTHIA FINANCE plc**

A member of the Corinthia Group of Companies

## **COMPANY ANNOUNCEMENT**

### **New Bond Issue**

The Board of Directors of Corinthia Finance p.l.c. announces that it has submitted an application to the Listing Authority of the MFSA to offer €20,000,000 in new Bonds redeemable in 2019, but which may be redeemed earlier between 2016 and 2019. This offer is subject to an over-allotment option not exceeding €5,000,000. The Bonds will be guaranteed by Corinthia Palace Hotel Company Limited, the Issuer's parent company.

Subject to the Listing Authority granting its approval to the admissibility to listing on a regulated market, the funds which will be raised in this Bond are principally earmarked for the redemption of the 6.7% Corinthia Finance p.l.c. Bond 2009 (the "Maturing Bond") which matures on 30<sup>th</sup> October 2009, while the remaining funds will be advanced by the Issuer to the Guarantor and used for its general corporate funding purposes. The funds will be employed to enable the Corinthia Group to further develop business opportunities arising from its continued expansion.

The Issuer will be giving preference to the holders of 6.7% Corinthia Finance p.l.c. Bonds 2009 who indicate their willingness to surrender their existing holding in favour of a holding in the new Bonds.

The Board therefore announces that it will consider 28<sup>th</sup> August 2009 as the cut-off date, and bondholders on the register on such date will be entitled to the foregoing preferential treatment. The last trading date of the Maturing Bond will be 25<sup>th</sup> August 2009 and trading on the bond will be suspended from 26<sup>th</sup> August 2009 until further notice.

Alfred Fabri  
Company Secretary

21<sup>st</sup> August 2009