

## Press Release

# The SFL Board of Directors has made the decisions required following the Company's change of ownership and decided to pay an interim dividend

On Thursday, 26 October 2006, the Board of Directors of SFL met for the first time since the acquisition of its parent company, Colonial, by Inmocaral.

### **The Colonial Group has been given six seats on the SFL Board**

- Following the change in SFL's ultimate parent company and the resignation of the directors representing Caixa and Colonial, the Board has appointed six new directors:

Luis Portillo Muñoz, Chairman of the Boards of Directors of Inmocaral and Colonial

Maria Jesús Valero Perez

Francisco Molina Calle

Luis Nozaleda Arenas

Diego Prado Perez-Seoane

Mariano Miguel Velasco, Chief Executive Officer of Colonial

### **The senior management team has been reorganised**

- The Board has decided to separate the positions of Chairman of the Board and Chief Executive Officer.
- Luis Portillo Muñoz has been elected as Chairman, taking over from Yves Mansion who will continue to sit on the Board. Yves Mansion will continue to act as Chief Executive Officer and Alec Emmott as Managing Director.

### **The Committees of the Board have also been reorganised**

- The Board has also decided to set up a third committee – the Executive and Strategy Committee – to advise the Board and senior management on strategic development issues and major transactions.

The Committee will have five members, Luis Portillo Muñoz, Chairman, Mariano Miguel Velasco, Francisco Molina Calle, Jean-Jacques Duchamp and Yves Mansion.

### **An independent expert has been appointed to issue a fairness opinion in connection with Inmocaral's forthcoming public tender offer for SFL**

- In connection with Inmocaral's forthcoming public tender offer for SFL, Dominique Ledouble has been appointed to issue a fairness opinion on the financial terms of the offer.

### **Payment of an interim dividend**

- In line with Company policy, the Board has decided to pay an interim dividend of €0.70 per share. This is the same as the interim dividends distributed in the fourth quarters of the previous two financial years. It will be paid as from 8 November.

Thursday, 26 October 2006

**Profile:** With an exceptional property portfolio valued at some €3.2 billion excluding transfer costs, located primarily in the Central Business District (CBD) of Paris, SFL is the preferred vehicle for investors wishing to invest in the French capital's commercial property market. As the leading player in this market, the Group is firmly focused on pro-actively managing high-quality property assets. SFL has elected to be taxed as an SIIC since 2003.

**SFL is quoted on the Euronext Paris Eurolist in Compartment A (ISIN FR0000033409) – Bloomberg: FLY FP – Reuters: FLYP PA**

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# Appendix to the 26 October 2006 Press Release

## Board

Luis Manuel Portillo Muñoz	Chairman
Jean Arvis	Director
Yves Defline	Director
Jean Jacques Duchamp	Director
Yves Mansion	Director
Mariano Miguel Velasco	Director
Francisco José Molina Calle	Director
Luis Emilio Nozaleda Arenas	Director
Diego Prado Perez-Seoane	Director
Maria Jesús Valero Perez	Director
Tony Wyand	Director
Jacques Calvet	Non-voting director
Philippe Chareyre	Non-voting director

## Senior management

Yves Mansion	Chief Executive Officer
Alec Emmott	Managing Director
Philippe Depoux	Deputy Managing Director, Chief Operating Officer
Nicolas Reynaud	Chief Financial Officer
François Sebillotte	Company Secretary
Joan Torreguitart	Director, Control and Coordination
Franck Dattée	Technical Director
Olivier Rochefort	Director, Profit Centres
Jean Luc Potier	Development Director

*This is a free translation of the original press release in French.*

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