Press Release January 2, 2011

Azrieli Group Purchases an Area of Approx. 31,650 sqm from Gindi Investments for NIS 100 Million

The Group intends to build a large shopping mall at the site

Azrieli Group announced this morning a transaction for the purchase of land in Ramla from Gindi Investments Group, on an area of approx. 31,650 sqm (gross), in consideration for NIS 100 million. The group intends to build a shopping mall at the site of approx. 31,500 sqm (gross) with an estimated additional investment of approx. NIS 220 million. The company has announced that the transaction is due to close in approx. three months.

Menachem Einan, Azrieli Group President, said this morning: “Azrieli Group is continuing to locate opportunities in its core business of development, construction and management of commercial centers. The group is also continuing to mark target areas which it identifies as having high growth potential, such as Kiryat Ata, Akko, Haifa, Holon and Rishon LeZion”.

Azrieli Group’s current construction momentum is continuing throughout the country: The group’s two northern malls in Kiryat Ata and Akko, being built with an investment of over NIS 350 million, are expected to open in 2011; the Holon business park, whose marketing was launched last month; a second office floor at Givatayim mall and, in the near future, after the committee’s approval of the plan was received, subject to amendments, construction is expected to begin also on the Rishonim mall in Rishon LeZion. The group is also continuing to act to promote the commencement of construction of the second floor at Ayalon mall.