

PRESS RELEASE

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McArthurGlen to open fifth designer outlet village in Italy

- La Reggia Designer Outlet near Naples has 17,500 sq m of retail space and one of Europe's biggest solar energy schemes in a retail development.

McArthurGlen, Europe's leading developer, owner and manager of designer outlet villages, is to open its fifth designer outlet village in Italy in February 2010.

The €120-million La Reggia Designer Outlet has 17,500 sq m of retail space in its first phase, with an additional 8,500 sq m opening in the second phase. In total the scheme will offer 140 stores.

The opening of the first phase of La Reggia brings the total designer outlet retail space to 111,500 sq m that McArthurGlen has developed and continues to operate in Italy.

La Reggia Designer Outlet is 25km from Naples, on the main A1 highway to Rome. The catchment area includes the more than five million people in the surrounding Campania region, as well as the five million tourists visiting the region each year.

Gary Bond, McArthurGlen's CEO European Development, says: "La Reggia Designer Outlet is located in one of the most densely populated areas of Italy, and also near some of Italy's most important coastline for tourism. Like the 18 other designer outlet villages in McArthurGlen's portfolio, La Reggia Designer Outlet will offer a unique consumer experience, together with an unrivalled line-up of brands at discounts of up to 70 per cent."

The architecture will reflect the Baroque style of the nearby Palace of Caserta, known in Italian as La Reggia di Caserta. The palace was built for the Bourbon kings

of Naples and was one of the largest buildings erected in Europe in the 18th century.

La Reggia Designer Outlet will offer one of Europe's biggest solar energy schemes in a retail development. The project has 10,000 sq m of solar panels integrated into the roof. The panels will produce a total of 268,200 kWh/year, equivalent to 30 per cent of the centre's annual energy consumption, and which will be supplied to the national grid. The solar energy scheme will save around 270,000 kg of CO² a year, and produce sufficient energy to supply around 60 households.

Serravalle Designer Outlet, near Milan, which opened in 2000, was the first scheme developed by McArthurGlen in Italy. Serravalle is Europe's biggest designer outlet village, with 180 stores. It offers a total 38,000 sq m of retail space, with such great brands as Armani, Belstaff, Blumarine, Brioni, Canali, Dolce & Gabbana, Etro, La Perla, Roberto Cavalli and Versace, as well as the only Ferrari Factory Store in Italy, which opened in June 2009.

McArthurGlen's three other designer outlet villages in Italy are Castel Romano Designer Outlet (near Rome), Barberino Designer Outlet (near Florence) and Veneto Designer Outlet (near Venice), all of which are currently under way with new phases.

Across the rest of Europe, McArthurGlen is also under way with the second phase of Designer Outlet Berlin, as well as with new schemes in Athens and in Neumuenster near Hamburg, and the redevelopment of a scheme near Luxembourg.

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