



GAZIT-GLOBE

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Gazit-Globe: ProMed Properties Acquires Two Buildings in Arlington, Virginia for \$20.6 Million

TEL AVIV (May 12, 2010) – Gazit-Globe (TASE: GLOB), one of the world's leading real estate investment and development companies with a focus on supermarket-anchored shopping centers in high-growth markets in the Americas, Europe and Israel, announced that its 100% owned subsidiary, ProMed Properties (ProMed) which is engaged in the acquisition and management of medical office buildings throughout the United States, has acquired two buildings in the Rosslyn-Ballston Corridor of Arlington, Virginia, one of the strongest submarkets in the United States for \$20.6 million, plus transaction costs.

The buildings comprise a total of approximately 6,500 rentable m² with a development opportunity for an additional 4,000 m² and consist primarily of medical tenants. The buildings are well-located just over one mile from the 320-bed Virginia Hospital Center and only two blocks from George Mason University's Arlington Campus. Further, the location is convenient to tenants and patients, given that it is one block from the Virginia Square-GMU Metro Station which provides quick access to downtown Washington DC and Fairfax County.

Within a three mile radius, the population is approximately 237,000 and has an average household income of about \$124,000. Currently, the occupancy rate for the campus is 97% with a diversified group of tenants including long-term medical professionals and one of the largest mental health advocacy organizations in the country.

ProMed financed the acquisition with available cash and the assumption of existing debt.

Josh Friedman, President and CEO of ProMed Properties stated, "This acquisition marks ProMed's first entry into the greater Washington DC MSA and continues the Company's strategy of investing in high barrier to entry markets with compelling demographics. We plan to further develop this campus by adding an additional medical office building/outpatient center anchored by a hospital system or medical university."