



גזית-גלוב בע"מ  
GAZIT-GLOBE LTD.

05.25.2008

## GAZIT GLOBE ANNOUNCES ITS SECOND ACQUISITION IN BRAZIL

**Gazit Brazil a subsidiary of Gazit Globe (100%), has acquired a 16,300 square meter shopping center under development in Caxias do Sul, Brazil for R\$63 million (\$ 38 million)**

Tel Aviv (May. 18, 2008) - Gazit-Globe, Israel's leading owner, developer and operator of income producing properties, today announced the acquisition of its second shopping center in Brazil. The initial cost's was R\$40 million (\$ 24 million) and was satisfied in cash. The company estimates an additional R\$39 million (\$ 14 million) will be necessary for completion. Gazit purchased the underdeveloped center from a group consisting of approximately 300 separate owners.

The 16,300 square meters (GLA) shopping center is in Caxias do Sul. It's in the midst of development and situated within walking distance from the city center and is easily accessed by public transportation.

Gazit Brazil already has a number of signed letters of intent from tenants, and a leasing program is underway.

**Gazit-Globe CEO, Michael Bar-Haim:** "We continue our efforts to build a substantial Real Estate business in Brazil and today we are please to announce our second acquisition in the country since the beginning of the year. The shopping center under development we have acquired have a significant improvement potential and is encumbered by a problematic management structure which hindered the completion of the development. We believe that with this type of property, Gazit-Globe demonstrate its added value accumulated throughout years of experience and large-scale activity in global shopping center developments.

We still see a healthy pipeline of potential acquisition and development in the country that will further enlarge our portfolio"

