

PRESS RELEASE

Appeninn acquires real estate financial services provider Milton continues its activities under the name AppeninnCredit

Budapest, October 21, 2016 – Appeninn Nyrt. has purchased the shares of Milton Hitelezési Zrt., so the company can now carry out real estate financing activities via its new subsidiary. This transaction fits well into Appeninn’s strategy, as the real estate management corporation is now able to purchase even receivables containing such investments, and can optimize the financing of its continuously increasing real estate assets even more efficiently.

Appeninn Nyrt. has purchased the shares of Milton Hitelezési Zrt., and thus the company listed in the Premium category at the Budapest Stock Exchange can now expand its field of operation. The transaction has been approved by the Hungarian National Bank, and the company pays the Wallis Group selling the shares of Milton with its own shares. The acquisition fits well into Appeninn’s strategy also because it further expands the company’s field of operation in the areas related to real estate management. Following the acquisition, Appeninn will be able to render leasing services for its further expanding real estate portfolio and even purchase receivables containing real estate investments from a company within its own group. The acquired company shall continue its activities in the future under the name AppeninnCredit Hitelezési Zrt.

Appeninn continues to execute its strategy of expansion started last year, and plans to increase its operational efficiency besides its dynamic growth involving the purchasing of real estates as well as property-managing projects (companies), thus further enhancing its profit-generating capabilities. All this can play a major part in the company’s ability to issue a dividend payment to its shareholders next year, based on this year’s earnings result. The utilization rate of the properties handled by the Appeninn Group continues to be exceptionally high, over 95 percent, which is significantly over the market average. Appeninn’s goal is to base its new acquisitions and growth on the capital raising opportunities offered by the capital market, which could result in even the doubling of the size of its managed property portfolio.

Company information

The Appeninn Vagyonkezelő Holding Nyrt. is listed in the Budapest Stock Exchange in the Premium category. It is one of Hungary’s dynamically expanding real estate investment firms. Founded in 2009, the company focuses on niche market segments, in which low-price assets can be acquired with the promise of yielding high interest. Such target areas include B-category office buildings as well as the industrial and logistic real estate segment. The main objective of the Appeninn Holding is to operate as a holding company that represents traditional, conservative business policy and readily definable asset-based values through the continuous expansion of its real-estate property portfolio. The total area of the company’s properties in Budapest and the countryside is over 55,000 square meters. The consortium closed the 2015 fiscal year with a revenue of EUR 4.6 million from leasing, and with a net income of EUR 1.2 million.
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