



PRESS RELEASE

- **PIRELLI RE (35%)- RREEF/DEUTSCHE BANK GROUP (65%) JOINT VENTURE SIGNS MASTER AGREEMENT WITH FONDAZIONE ENPAM:**
 - THE ENTITY WILL CONFER A PORTFOLIO OF 29 PROPERTIES WORTH APPROX €305 MILLION ON THE SOCIAL & PUBLIC INITIATIVES FUND
 - THE JV WILL BUY ALL THE FUND'S UNITS
- **DEAL PLANNED TO CLOSE IN THE AUTUMN, ONCE ANY LEGAL PRE-EMPTIONS HAVE BEEN EXERCISED**

Rome, August 7th, 2007 – After winning the bid for the portfolio of 29 Enpam properties announced on June 28th, 2007, the **joint venture** between **Pirelli RE** (35%) and **RREEF Global Opportunities Fund II** (65%) (Deutsche Bank Group) signed today the **master agreement** with Fondazione Enpam-Ente Nazionale di Previdenza e Assistenza dei Medici e Odontoiatri (the National Welfare and Pensions Institution for Doctors and Orthodontists) which involves: 1) conferring the portfolio of mixed-use properties worth approximately €305 million on **Social & Public Initiatives**, a speculative **real estate fund** managed by Pirelli RE Opportunities SGR, and 2) the joint venture buying the units in the fund itself.

The transaction is due to close in the autumn, at the end of the term for exercising any legal pre-emptions on the properties.

The value of the fund will amount to around €47 million, consisting of the transfer value of the properties less approximately €258 million in debt taken on by the fund, all of which is secured against the properties.

For additional information contact:

Pirelli RE SGR Press Office Tel. +39/02/8535.4270

Pirelli RE Investor Relations Tel. +39/02/8535.4057

www.pirellire.com