



PRESS RELEASE

GENERALI PROPERTIES, PIRELLI RE AND LEHMAN BROTHERS ACQUIRE PROPERTIES WORTH OVER 270 MILLION EURO

Milan, June 24th, 2004. Generali Properties, Pirelli & C. Real Estate and Lehman Brothers have acquired a portfolio of 36 properties located throughout Italy (in locations such as Turin, Udine, Parma, Livorno, Lecce and Catania). The properties are part of the assets of the Generali Group, and are worth 272 million Euro. The operation was carried out through the company Solaris Srl, in which Generali Properties and Pirelli RE have a 40% stake while Lehman Brothers retain 20%.

The properties, covering an overall surface area of approximately 240,000m², are mainly for residential use, and further to their development should subsequently be sold in the short-mid term (3 years). The operation will draw upon the complementary know-how of Generali Properties, Pirelli RE and Lehman Brothers.

Generali Properties is the real estate company of the Generali Group, in which virtually all the Italian real estate assets of Assicurazioni Generali and Alleanza Assicurazioni have been concentrated. Generali Properties (52.1% Generali and 47.9% Alleanza Assicurazioni) is market leader in Italy in terms of the size and quality of owned assets, with a portfolio of more than 300 properties. The assets of Generali Properties are not only notable for their size and quality, but also for their diversification of use and location.

Pirelli RE is a management company which manages special purpose vehicles and funds owner of real estate and non performing loans portfolios, investing through minority stakes (asset management and fund management activity) and providing these and other clients with a full range of real estate specialist services (service provider activity).

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