

Denne melding til obligasjonseierne er kun utarbeidet på engelsk. For informasjon vennligst kontakt Nordic Trustee ASA.

To the bondholders in:

**ISIN: NO 0010674377 - FRN Pioneer Public Properties II AS Senior Secured Bond Issue
2013/2018**

Oslo, 23 June 2016

Exercise of Call Option

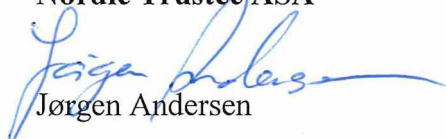
Nordic Trustee ASA (the "Bond Trustee") is acting as bond trustee for the above mentioned bond issue (the "Bond Issue") where **Pioneer Public Properties II AS** is the issuer (the "Issuer").

The Issuer has in accordance with a letter to the Bond Trustee of 23 June 2016 (see attached) notified that the Issuer will exercise the Call Option in accordance with the Bond Agreement Clause 10.2.1 as amended in the Bondholders' Meeting dated 22 June 2016.

The Bond Issue will be repaid in full as on 5 July 2016 as set out in attached letter from Issuer.

Bondholders requesting further information may contact Nordic Trustee ASA.

Yours sincerely
Nordic Trustee ASA



Jørgen Andersen

Attachment: Letter from Issuer to the Bond Trustee dated 23 June 2016

CALL OPTION EXERCISED

Nordic Trustee ASA
P.O. Box 1470 Vika
N-0116 Oslo
Norway

Fax: + 47 22 87 94 10
E-mail: mail@nordictrustee.no

23 June 2016

Dear Sirs,

**FRN PIONEER PUBLIC PROPERTIES II AS SENIOR SECURED BOND ISSUE
2013/2018 - ISIN NO 001 067437.7**

We refer to the Bond Agreement for the abovementioned Bond Issue made between Nordic Trustee ASA as Bond Trustee on behalf of the Bondholders, and the undersigned as Issuer.

Capitalised terms used herein as defined in the Bond Agreement.

Pursuant to Clause 10.2.1 of the Bond Agreement, the Issuer may redeem the whole Bond Issue with settlement date at any time from and including 22 June 2016 up to, but not including, the Maturity Date at 105.75% of par plus accrued interest on the redeemed amount. We hereby give notice that we are exercising our call option to redeem all the Outstanding Bonds which amount to NOK 180,000,000 at the settlement date of the Call Option.

Exercise of the Call Option shall be notified by the Issuer in writing to the Bond Trustee and the Bondholders at least 5 Business Days prior to the settlement date of the Call Option. The Account Manager will be instructed to start the redemption process on or about Friday 1 July 2016 and the Outstanding Bonds will be blocked from this date. The settlement date for the Call Option will be Tuesday 5 July 2016.

Yours faithfully,

Pioneer Public Properties II AS

