

BEFB BB | CLOSE: EUR 61.94 (-0.76%) | RATING: NEUTRAL | PT: EUR 61.00

Market news – Befimmo to merge subsidiary creating 637,371 T-shares

Yesterday Befimmo announced that it would merge the ownership of Ringcenter SA (owner of the Pavilion office building) which is a company held by Befimmo, Meirfree SA (fully owned by Befimmo) and Vitalfree (fully owned by Befimmo). This transaction entails Befimmo exchanging the Ringcenter SA shares held by Meirfree and Vitalfree for newly issued Befimmo shares. As a result Befimmo will create 637,371 new Treasury shares. The merger will not impact Befimmo's consolidated balance sheet or income statement, as the shares held by the subsidiaries will lead to a restatement of shareholders' equity and results in the consolidated financial statements. As long as the shares are held within Befimmo, it has no impact on the company's CFPS and NNAV (NNAV Dec'10: EUR 57.88).