

14 June 2016

KENNEDY WILSON EUROPE REAL ESTATE PLC

("KWE", the "Company")

KWE COMPLETES ACQUISITION OF LOGISTICS PROPERTY IN CHELMSFORD FOR £10.5 MILLION

Kennedy Wilson Europe Real Estate Plc (LSE: KWE) an LSE listed property company that invests in real estate across the UK, Ireland, Spain and Italy, has completed the acquisition of Duke Park, Chelmsford, a 160,000 sq ft logistics property, from a local real estate company for £10.5 million, reflecting a yield on cost of 6.75%. The acquisition will be funded from the Company's existing cash resources.

The property is 100% occupied and let to an international logistics business for a term expiring in April 2019, with a tenant's option to extend the lease until October 2023.

Including this acquisition, KWE's UK industrial portfolio includes 34 assets, over 2.9 million sq ft, with an aggregate portfolio value of £191 million. It is 98% occupied with a WAULT of 6.1 years (7.1 years to expiry).

Mary Ricks, President and CEO of Kennedy Wilson Europe, commented:

"The acquisition of Duke Park complements our existing UK industrial portfolio with significant value-enhancing asset management upside. The prime position in Chelmsford alongside low average in place rents of £4.75 psf provides us with options to grow income and enhance values."

Strutt & Parker and Harwin advised KWE on the acquisition.

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About Kennedy Wilson Europe Real Estate Plc

Kennedy Wilson Europe Real Estate Plc is an LSE listed property company that invests in real estate and real estate loans across Europe. It aims to generate superior shareholder returns by unlocking value of under-resourced real estate across its target geographies. Its existing portfolio, in excess of £2.5 billion, is primarily invested across office and retail in the UK and Ireland, weighted towards London, the South East and Dublin. For further information on Kennedy Wilson Europe Real Estate Plc, please visit www.kennedywilson.eu

About Kennedy Wilson (Investment Manager)

Kennedy Wilson Europe Real Estate Plc is externally managed by a wholly-owned Jersey incorporated subsidiary of Kennedy Wilson.

Kennedy Wilson (NYSE:KW) is a global real estate investment company. KW owns, operates, and invests in real estate both on its own and through its investment management platform. KW focuses on multifamily and commercial properties located in the Western U.S., UK, Ireland, Spain, Italy and Japan. To complement KW's investment business, the Company also provides real estate services primarily to financial services clients. For further information on Kennedy Wilson, please visit www.kennedywilson.com