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PLEASE SEE THE IMPORTANT NOTICE AT THE END OF THIS ANNOUNCEMENT.

24 June 2015

Kennedy Wilson Europe Real Estate Plc
("KWE" or the "Company")

KWE launches BBB rated £300 million debut senior unsecured bond

Kennedy Wilson Europe Real Estate Plc (LSE: KWE), an LSE listed property company that invests in real estate and real estate loans in Europe, announces the successful launch and pricing of a seven year, £300 million debut senior unsecured bond (the "Bond").

The Bond has an annual fixed coupon to the Company of 3.95%, expected to reduce to approximately 3.45%, upon KWE entering into swap arrangements to convert a portion of the proceeds into Euros, on or around closing.

Both KWE and the Bond are rated BBB (outlook stable) by Standard & Poor's ("S&P").

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

"This successful bond issue allows KWE to access the unsecured debt capital markets and diversifies our funding sources. It extends the maturity of our debt while moving to a more flexible corporate debt structure and maintains an attractive cost of debt, which is accretive to our acquisitions.

"The debut BBB rating from S&P demonstrates KWE's financial strength and this combined with robust investor confidence in the KWE business has resulted in a successful first issue."

The Bond is expected to settle on 30 June 2015 and be listed on the regulated market of the London Stock Exchange. J.P. Morgan Cazenove acted as Global Coordinator for the Bond, and Bank of America Merrill Lynch, Deutsche Bank and J.P. Morgan Cazenove acted as Joint Lead Managers. J.P. Morgan Cazenove was sole adviser on KWE's rating analysis.

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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 of £2 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)

Founded in 1977, Kennedy Wilson (NYSE: KW) is a vertically integrated global real estate investment and services company headquartered in Beverly Hills, CA, with 25 offices in the U.S., U.K., Ireland, Spain, Japan and Jersey. The company, on its own or with partners, invests opportunistically in a variety of real estate related investments, including commercial, multifamily, loan purchases and originations, residential, and hotels. Kennedy Wilson offers a comprehensive array of real estate services including investment management, property services, auction, conventional sales, brokerage and research. For further information on Kennedy Wilson, please visit www.kennedywilson.com

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