

23 April 2010

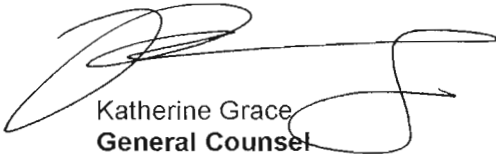
Mr Warren Zhang
Adviser, Issuers
ASX Limited
20 Bridge Street
Sydney NSW 2000

Dear Warren

Valad Property Group (ASX:VPG) - Valad Europe Plc appointed Investment Manager of European Commercial Real Estate Limited

Please find attached ASX Announcement re Valad Europe Plc appointed as Investment Manager of European Commercial Real Estate Limited.

Yours sincerely



Katherine Grace
General Counsel
VALAD Property Group

Encl.

23 April 2010

**VALAD EUROPE PLC APPOINTED INVESTMENT MANAGER OF
EUROPEAN COMMERCIAL REAL ESTATE LIMITED**

Valad Property Group (ASX: VPG) today announces that its European business, Valad Europe plc, a pan-European multi-let specialist, has been confirmed as the new investment manager of European Commercial Real Estate Limited (“ECRE”) after being appointed by the company’s investors. The vehicle was formerly known as Kenmore Europe Limited.

ECRE’s €250 million (A\$373 million) portfolio comprises 53 properties spread across the Nordic region, Germany, and The Netherlands. Valad was selected for management of the fund’s assets due to its extensive geographical coverage across these three regions and its local asset management capabilities. Valad has four offices in Germany, six offices in the Nordics and one in The Netherlands comprising 100 staff out of a total across Europe of 250, all reporting into its European headquarters in London.

Valad has secured a five year mandate to provide investment management services for the mixed commercial portfolio. Base fees are in line with current mandates and include performance fees for value creation.

Marty McCarthy, Valad’s European Chief Executive, said “The ECRE portfolio requires active management by localised asset managers to build sustainable value and we have been operating in this way across Europe for over 15 years. Working with our customers to provide a complete solution to their real estate requirements, including a combination of investment management skills, structuring expertise and equity capital through our preferred third party partners, is a strategic focus for our company”.

Valad has 20 offices in 12 European countries employing over 250 staff and has €4.5 billion (A\$7.2 billion) of assets under management at 31 December 2009, making it the largest independent investment manager of its type in Europe. It manages 8500 tenants in over 800 properties across Europe through its 14 real estate funds.

“Our experience in local asset and investment management provides the skills required to manage and grow incomes for stakeholders. We continue to pursue opportunities like this across Europe and in Australia,” said Mr McCarthy.

ENDS

About Valad.

Valad Property Group is an active asset manager, investment manager and investor with an international network of local offices. Our core business is value-adding real estate investment management and localised asset management. We manage \$9 billion of assets*.

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*as at 31 December 2009

www.valad.com.au