INVESTMENT IN A DEVELOPMENT PROJECT, NASHVILLE, TENNESSEE, UNITED STATES OF AMERICA

RDC Properties Limited is pleased to announce the acquisition of shares in a development company in Nashville, Tennessee, USA. RDC has the option, within the next three months, to convert its investment in the USA in a larger property portfolio.

RDC has identified the south east of the USA as an exciting area of opportunity to create a relatively small but important currency hedge to the Pula. This is the RDC’s first investment outside of the African continent.

RDC has formed a relationship with a local real estate investment company called Crossgate Partners, based in Atlanta, Georgia. Crossgate Partners is a private real estate investment and development firm, operating since 2002. Crossgate Partners invests, develops and manages a wide variety of real estate assets, including office, retail, multi-family, health care, and mixed-use properties. Crossgate Partners are assisting RDC in identifying opportunities in the USA and would be investing with RDC in building its portfolio.

On 31 August 2017, RDC acquired a 9.4% membership interest for $3 million in a development company called Rutledge Development, LLC. Rutledge is developing and constructing a multi-family residential project known as City Lights in Nashville, Tennessee. Construction commenced in April 2017 and is expected to be completed in approximately 24 months. The development will be sold for an estimated $69M providing an opportunity for substantial profit on sale. City Lights will be an 11-story mixed-use, stand-alone building, one floor will include a restaurant, residential common areas for a lobby, lounge and fitness centre, and 6 floors will include 71 state-of-the-art modern residential units. The 71 residential units and restaurant space are for sale to the public. At this very early stage already the restaurant and more than 45% of the units have been sold.

The investment in Rutledge represents approximately 2% of the Company’s Investment and Property Portfolio. There is no effect on the net asset value of the company since the investment has been paid from the Company’s cash resources.