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Folkestone and AMP Capital Investors acquire 720-808 Kororoit Creek Road, Altona.

Folkestone today announced that it had entered into a contract to acquire 52 hectares of serviced industrial zoned land at 720 – 808 Kororoit Road, Altona for \$25.5m. The acquisition was made in joint venture with AMP Capital Investor's Select Property Portfolio Fund.

Located in the tightly held established industrial area of Altona, the land enjoys excellent links to Melbourne's road transport infrastructure, with a 4 way interchange with Princess Freeway 2 kms to the west of the site.

The joint venture partners intend to sub-divide the land into a variety of lot sizes and expect the first stage to be released to the market early in the 3rd quarter of 2007. Land and building packages will also be available through Folkestone's subsidiary Access Constructions.

Folkestone Managing Director & Chief Executive Oscar Guglielmi said "This acquisition will enable Folkestone to take advantage of the strong demand for well located industrial land which is expected to continue for the foreseeable future."

Mr Guglielmi further added "The joint venture with AMP Capital Investors through its Select Property Portfolio Fund is an important milestone for the company. The ability of Folkestone to secure one of Australia's largest and most respected property investors as a partner in this development is a significant endorsement of Folkestone's property expertise."

AMP Capital Investors Head of Opportunity Funds, Dale Phillips said " This deal represents the sixth transaction for the Select Property Portfolio No:2 Fund. We are pleased to have teamed up with Folkestone to secure a property in a quality location with excellent development potential."

The deal was brokered by Barry Marks of Colliers International.

For further information regarding this announcement please contact:

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