



EUROCASTLE INVESTMENT LIMITED

Eurocastle Investment Limited
€24,750,000 20 per cent. Perpetual Subordinated Series B Convertible Securities
(the “Convertible Securities”) convertible into Ordinary Shares of
Eurocastle Investment Limited (“Eurocastle”)

Capitalised terms used and not defined in this notice have the meaning given to them in the Terms and Conditions of the Convertible Securities.

Although the Corporate Facility was repaid in full in December 2010, Eurocastle believes that it is in its best interests to continue to defer the payment of interest under the Convertible Securities in order that it may use available cash for its general corporate purposes, including to satisfy its corporate obligations.

Eurocastle hereby gives notice that, notwithstanding that the Corporate Facility has been repaid in full, Eurocastle elects pursuant to Condition 5(c) (*Optional Interest Deferral*) of the Conditions that the payment of interest that would otherwise be made on 30 June 2011 (including Deferred Interest relating to the 30 June 2010 Interest Payment Date) shall be deferred.

Eurocastle Investment Limited

Dated: 10 June 2011