



CORINTHIA FINANCE plc

A member of the Corinthia Group of Companies

COMPANY ANNOUNCEMENT

New Bond Issue

Corinthia Finance p.l.c. announces the issue of 6.25% €20,000,000 Bonds due in 2019 with a nominal value of €100 per Bond issued at par, and subject to an over-allotment option not exceeding €5,000,000. The Issuer may exercise partial or full redemption on any of the early redemption dates from 2016 onwards. The Bonds will be guaranteed by Corinthia Palace Hotel Company Limited, the Issuer's parent company.

The funds raised in this Bond Issue are partially earmarked for the redemption of the 6.7% Corinthia Finance p.l.c. Bond 2009 which matures on the 30th October 2009, whilst the remaining funds will be used to part-finance the development strategy of the Corinthia Group.

The terms of issue include a preferred treatment to holders of 6.7% Corinthia Finance p.l.c. Bonds 2009 on the register of holders as at 26th August 2009.

Full details of the published Prospectus dated 28th August 2009 are available and on www.corinthiacorporate.com.

Alfred Fabri
Company Secretary

28th August 2009