5 June 2015

The Manager, Listings
Company Announcements Office
Australian Securities Exchange
Level 4, Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/ Madam

**Re: Exercise and Lapse of unquoted Novion Property Group Performance Rights (ASX:NVNAA)**

Novion Property Group (Novion or the Group) wishes to advise that the following Performance Rights under the December 2014 grant have vested:

| Number vested | Details |
|---|---|
| 1,129,409 | Vesting of Executive Performance Rights under the December 2014 grant following the exercise of Novion Board discretion and satisfaction of all applicable performance conditions, as detailed in the Section 5.8 (b) of the Scheme Booklet in relation to the Merger between Novion Property Group and Federation Centres. The vested Executive Performance Rights were satisfied in cash equivalent value calculated using the volume weighted average price (VWAP) of the Group's Securities over the 10-day period ending on 26 May 2015, being $2.54. |
| 345,619 | Vesting of Management Performance Rights under the December 2014 grant following the exercise of Novion Board discretion and satisfaction of all applicable performance conditions, as detailed in the Section 5.8 (b) of the Scheme Booklet in relation to the Merger between Novion Property Group and Federation Centres. The vested Management Performance Rights were satisfied in cash equivalent value calculated using the volume weighted average price (VWAP) of the Group's Securities over the 10-day period ending on 26 May 2015, being $2.54. |

Novion wishes to advise that the following Performance Rights under the December 2014 grant have lapsed:

| Number lapsed | Details |
|---|---|
| 461,016 | Executive Performance Rights under the December 2014 grant with a three year performance period ending on 30 June 2017. |
| 552,984 | Management Performance Rights under the December 2014 grant with a three year performance period ending on 30 June 2017. |

No Novion unquoted Novion Property Group Performance Rights remain on issue.

Yours sincerely

*M.Brady*

**Michelle Brady**
Company Secretary