

9 January 2018

The Manager
Company Announcements
Australian Stock Exchange Limited
20 Bridge Street
Sydney NSW 2000

RNY Property Trust (ASX:RNY) – Update to RNY Unitholders

RNY Australia Management Limited (RAML) as responsible entity (RE) of RNY Property Trust (RNY) has communicated the following to Aurora Funds Management Limited (Aurora).

In response to ASIC not granting a variation to Aurora's license to allow Aurora to become RE of RNY and Aurora's inability to find a third-party replacement RE, RAML is very concerned with Aurora's ability to become RE of RNY or find a third-party operator to act as such to effectuate Aurora's strategy for the remaining properties of RNY.

The RAML Board does not think it is reasonable to expect RAML to remain as RE and execute Aurora's strategy with regards to these remaining properties, as RAML does not think Aurora's strategy is realistic nor that it is in the best interests of unitholders.

In light of the above facts, and considering that Aurora has not been able to find a viable solution to this problem over the last 4 weeks, the RAML Board has determined that if Aurora cannot find an acceptable, reasonable route to becoming RE of RNY (or some other solution to allow it to execute its strategy) by January 19th then RAML will have no choice but to assume that it will remain RE, and that RAML should act on its long-standing view as to what is in the interest of unitholders, which is to wind up the Trust, and RAML will start to effectuate such strategy (the completion of which is subject to the agreement of the lender of the mortgage debt encumbering the remaining properties of RNY).

For further information:

Investors

Francis Sheehan

Fund Manager

fsheehan@rxrrealty.com