

**Y&Y REAL ESTATE INVESTMENT TRUST INC.  
PRESS STATEMENT CONCERNING  
THE COMPLETION OF THE CAPITAL DECREASE PROCESS**

In accordance with the capital decrease decision taken by our Company on October 21, 2009, the capital decrease has been registered to trade registry on April 27, 2010 and share price adjustment process in ISE was implemented on May 5, 2010.

With new projects to be included in our real estate portfolio and achieving growth targets quickly, our company's aim is to benefit all of our shareholders from the profits we are planning to realize. In order to overcome technical barriers in prospective capital increases planned in the future and to expedite the procedure, a capital decrease process has been performed in line with the new regulations of Capital Markets Board of Turkey.

As a result of capital decrease, the issued capital of the Company has decreased from 33,162,529.95 TRY to 13,730,792.06 TRY with a decrease of 58.60%. Thereby, the outstanding balance of 19,431,827.89 TRY, which is composed of "previous years' losses" and "net loss for the period" accounts in the audited and general assembly approved balance sheet as of December 31, 2008 has been closed by decreasing our issued capital.

With the capital decrease process performed, the number of shares in our shareholders' accounts was decreased, but since the unit share price has increased, total investment amount has not changed.

Işık Gökkaya  
Y&Y REIT Inc.  
General Manager & Board Member