



LANESBOROUGH

Real estate investment trust
2600 Seven Evergreen Place
Winnipeg, Manitoba
R3L 2T3
Tel. 204.475.9090
Fax. 204.475.5505

Press Release

LREIT ANNOUNCES NORMAL COURSE ISSUER BIDS FOR OUTSTANDING SERIES G DEBENTURES

Winnipeg, Manitoba, June 19, 2014 – Lanesborough Real Estate Investment Trust (“**LREIT**”) (TSX: LRT.UN) today announced that it has received approval from the Toronto Stock Exchange (“**TSX**”) with respect to a normal course issuer bid (the “**NCIB**”) to purchase up to 10% of the public float of its 9.50% Series G redeemable subordinated secured debentures (“**Series G Debentures**”), representing an aggregate principal amount of up to \$2,476,380 (2,476 Series G Debentures);

Purchases of Series G Debentures pursuant to the NCIB will be made through the facilities of the TSX. The period of the NCIB will extend from June 23, 2014 until June 22, 2015, or an earlier date should LREIT purchase the maximum number of the Series G Debentures available under the NCIB. LREIT will pay the market price at the time of acquisition for any Debentures purchased through the facilities of the TSX. All Debentures acquired by LREIT under the NCIBs will be cancelled.

As at the date hereof, there are 24,873 Series G Debentures (having an aggregate principal amount of \$24,873,800) issued and outstanding, of which 24,763 (\$24,763,800) comprise the public float. The average daily trading volume of the Series G Debentures for the six-month period ended May 31, 2014 was an aggregate principal amount of \$17,868.55 (approximately 17 Series G Debentures). 25% of the average daily trading volume of the Series G Debentures for the six-month period ended May 31, 2014 is an aggregate principal amount of \$4,467.14 (approximately 4 Series G Debentures).

Under the NCIB, the maximum number of Series G Debentures that may be purchased by LREIT on a daily basis is 4 Series G Debentures (\$4,000 aggregate principal amount).

LREIT sought approval of the NCIB because it believes that, from time to time, the market price of the Series G Debentures may not fully reflect their underlying value. LREIT believes that, in such circumstances, the purchase of the Series G Debentures represents an attractive investment for LREIT.

LREIT has purchased an aggregate of 87 Series G Debentures in the prior 12-month period at a weighted average price of \$95.433 per \$100 principal amount of Series G Debentures.

ABOUT LREIT

LREIT is a real estate investment trust, which is listed on the Toronto Stock Exchange under the symbols LRT.UN (Trust Units), LRT.DB.G (Series G Debentures), LRT.NT.A (Second Mortgage Bonds due December 24, 2015), LRT.WT (Warrants expiring March

9, 2015) and LRT.WT.A (Warrants expiring December 23, 2015). The objective of LREIT is to provide Unitholders with stable cash distributions from investment in a diversified portfolio of quality real estate properties. For further information on LREIT, please visit our website at www.lreit.com.

FOR FURTHER INFORMATION PLEASE CONTACT:

[Arni Thorsteinson](#), Chief Executive Officer, or [Gino Romagnoli](#), Investor Relations
Tel: (204) 475-9090, Fax: (204) 452-5505, Email: info@lreit.com

The TSX has not reviewed or approved the contents of this press release and neither accepts responsibility for the adequacy or accuracy of this press release.