

17 September 2007

**CALA PROPERTIES PROVIDES NEW CORPORATE HQ
FOR BRITISH ENERGY**

In the largest out-of-town office lettings in Scotland's central belt this year, British Energy has taken 36,000 sq ft of new office accommodation at CALA Properties' GSO Business Park in East Kilbride.

British Energy, the FTSE 100 company which owns and runs the UK's nuclear power stations, has taken a 15 year lease on 30,076 sq ft in Building One at GSO Business Park and over 6,000 sq ft in Building Two at a rent of £15 psf.

British Energy plans to make GSO Business Park its new corporate headquarters, consolidating three offices currently located in Renfrew, Livingston and at Peel Park in East Kilbride into GSO Business Park.

Building One will be office accommodation, while Building Two will contain catering, occupational health, training and video conferencing facilities. British Energy hopes to be fully operational in its new headquarters by Spring 2008.

GSO Business Park is adjacent to the new Glasgow Southern Orbital route, which links junction 5 of the M77, with junction 5 of the M74 and junction 5 of the M8, and is less than 20 minutes drive time from Glasgow city centre.

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“This is a good deal for CALA Properties and for British Energy. Since we acquired the business park in 2006, as part of our asset management programme, we have worked hard to improve awareness of its strong central location and excellent facilities and car parking, which is what has secured us the deal with British Energy,” said Alasdair MacConnell, Managing Director of Edinburgh-based CALA Properties.

British Energy first announced in May this year that it was looking for new office accommodation in the East Kilbride area.

Bill Coley, chief executive officer of British Energy, said: “GSO Business Park has been chosen as it presents the least disruptive option to the majority of our staff and most closely meets the company's needs and those of our employees input through the consultation process. The new location meets the company's original objectives of strengthening its support operations in Scotland and long term commitment in support of its UK operations, nuclear and non-nuclear, from its Scottish base.

“The location of GSO Business Park allows access to several motorways including M77, M73, M74 and M8. For the majority of staff, consolidation into one office will cut down on commuting to/from and between our existing three sites, thus having a positive impact on employees’ and British Energy's environmental targets.”

The British Energy deal leaves only 4,000 sq ft of available space in Building Two, which CALA Properties is offering as smaller flexible office suites to meet a demand for such accommodation from local businesses.

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GSO Business Park is set in a mature, landscaped environment of more than 15 acres. The masterplan provides a flexible framework for the future construction of a further six office buildings totalling more than 225,000 sq ft, to be developed in phases over the coming years.

British Energy was advised by Ryden's Glasgow office (tel. 0141 204 3838).
CALA Properties was advised by DTZ's Glasgow office (tel. 0141 226 5241).

CALA Properties' GSO Business Park is part of an on-going asset management and development programme at sites across Scotland, including Peel Park in East Kilbride, Almondvale Business Park in Livingston and Brandon Shopping Centre in Motherwell.

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Notes to Editors

CALA Properties

CALA Properties is a successful and ambitious company developing, managing and investing in commercial property across the UK, focusing on office, retail, leisure, industrial, business parks and mixed-use developments. The business is established on the successful delivery of developments and effective asset management. It is directed by an experienced management team, which places integrity and performance at the heart of its business culture.

CALA Properties was named **Scottish Developer of the Year** (2005) and won Commercial **Development of the Year** (2005) for its Central Exchange building in Glasgow city centre, at the annual Scottish Property Week Awards.