

Media Release

Credit Suisse Real Estate Fund Hospitality will increase its distribution to CHF 3.10 per unit on December 31, 2017

Zurich, November 10, 2017 **The projected annual result for Credit Suisse Real Estate Fund Hospitality as of December 31, 2017 is in line with expectations. This should secure the planned dividend payout of a minimum of CHF 3.10. The management fee will remain reduced by 50% again in 2018. Wüest Partner AG will take over the valuation mandate as of December 31, 2017.**

Thanks to disciplined revenue and cost management, the projected annual result for Credit Suisse Real Estate Fund Hospitality (CS REF Hospitality, security no. 11 876 805) as of December 31, 2017, is in line with expectations. This should secure the planned, increased dividend payout of a minimum of CHF 3.10. Credit Suisse Funds AG is continuing its practice of waiving the early repayment of redeemed unit certificates. Thus redeemed unit certificates will be honored in April 2019 at the earliest. To continue supporting the fund's repositioning and long-term financial recovery, the management fee for the fund will remain reduced by 50% again in 2018. This will further improve the real estate fund's cash flow position and make it possible to distribute another attractive dividend in 2018.

Due to the fact that the previous accredited real estate appraisers have left their company's real estate fund, the Board of Directors of Credit Suisse Funds AG has decided to transfer the valuation mandate to Wüest Partner AG as of December 31, 2017.

The Hotel Montreux Palace has been operating well, and was able to improve its earnings situation in 2017. It has not yet been possible to carry out a sale. The fund management company is currently reviewing a number of purchase offers as well as other alternatives.

In addition to the ongoing restructuring of the real estate portfolio and long-term security of cash flows, Credit Suisse Funds AG and Credit Suisse Asset Management will jointly examine various options regarding the future alignment and positioning of the fund.

Current annual and semi-annual reports at www.credit-suisse.com/ch/realestate/download
Further information at www.credit-suisse.com/ch/realestate

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