



Acquisition at Banbury

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McKay Securities PLC
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McKAY SECURITIES PLC

PRESS RELEASE

Acquisition of Lower Cherwell Street Industrial Estate, Banbury

McKay Securities PLC has completed the acquisition of the Lower Cherwell Street Industrial Estate, Banbury from a private investor for £3.1 million in an off market transaction. The initial yield on the purchase is 6.5%, likely to increase beyond 7% on settlement of renewals and reviews in 2008.

The Estate consists of 19 units totalling 39,975 sq ft built in the 1970's with considerable main road frontage. It lies on the eastern side of the town close to both the town centre and the main line railway station. It forms an integral part of a larger area being promoted by Cherwell District Council for regeneration.

Commenting on the purchase, Simon Perkins, Managing Director of McKay said "the investment will benefit from more intensive management. There is also the potential to redevelop the site in the medium term for higher value uses, either on a stand alone basis or as part of a larger scheme that realises the full potential of neighbouring land that adjoins the canal".

Savills represented the vendor.

Background Information

McKay Securities PLC is a Real Estate Investment Trust specialising in the development and refurbishment of quality commercial buildings within established and emerging growth areas of Central London and the South East of England. Completed projects are retained and managed for long term growth within the Group's portfolio, valued in excess of £350m (at 31st March 2007).

Contact

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This information is provided by RNS
The company news service from the London Stock Exchange