



## **CANCELLATION OF INTEREST RATE HEDGING INSTRUMENT**

McKay Securities PLC, the Real Estate Investment Trust specialising in South East and London office and industrial property, has negotiated the early cancellation of a long dated interest rate hedging instrument with a notional value of £25 million. This has been undertaken following the reduced level of debt as a result of the Group's successful capital raise last month.

Having received notice from the counter party bank that a credit break would be exercised in 2016, the Group has taken the opportunity to reduce its hedging instruments as of 26<sup>th</sup> March to swaps with a notional value of £80 million.

The cost of cancelling the swap was £5.7 million and the annualised interest saving will be in the region of £0.9 million at current rates.

-ends-

Date: 28<sup>th</sup> March 2014

For further information please contact:

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