

**What is a reverse share split?**

In a reverse share split, a company reduces the number of its outstanding shares. For example, if you held three shares at the time of the 1:3 reverse share split, then following the split you would hold one share.

**Why did Gramercy Property Trust do a reverse share split?**

Gramercy Property Trust completed a merger with Chambers Street Properties in December 2015. Immediately before the merger, legacy Gramercy shareholders had 57,500,000 shares outstanding. In connection with the merger, each of those shares were exchanged for 3.1898 shares of the combined company, resulting in approximately 183,500,000 shares outstanding. The 1:3 reverse share split simply reduced the number of shares of Gramercy Property Trust common shares outstanding and brought the trading price more in line with its historical trading price.

**Will this action affect the value of my investment?**

Although a stock's trading price is constantly affected by multiple factors, a reverse share split should not change the total value of your investment. Absent other factors, upon effectiveness of a 1:3 reverse share split, the market price of each share should increase by a multiple of three. This concept is illustrated in the hypothetical example below:

| Stock Price Illustration      | Before 1:3 reverse share split | After 1:3 reverse share split |
|-------------------------------|--------------------------------|-------------------------------|
| Shares owned                  | 600                            | 200                           |
| Multiplied by price per share | X \$10.00                      | X \$30.00                     |
| Total Value                   | = \$6,000.00                   | = \$6,000.00                  |

**How does a reverse share split affect my dividend?**

Similar to the price per share, you should not expect to gain or lose any dividend income as a direct result of the reverse share split. The hypothetical example below illustrates the dividend changes resulting from a reverse share split where the board maintains a constant split-adjusted quarterly payout rate. Gramercy Property Trust expects to maintain its current dividend policy, and as always, all future dividends will be subject to approval and declaration by Gramercy Property Trust's Board of Trustees.

| Dividend Illustration                      | Before 1:3 reverse share split | After 1:3 reverse share split |
|--|--------------------------------|-------------------------------|
| Shares owned                               | 600                            | 200                           |
| Multiplied by quarterly dividend per share | X \$0.125                      | X \$0.375                     |
| Total Value                                | = \$75.00                      | = \$75.00                     |