



July 12, 2016

SKYLINE INVESTMENTS INC. CONSIDERS TO RAISE BONDS IN ISRAEL

TORONTO, ONTARIO, CANADA (July 12, 2016) - Skyline Investments Inc. (“**Skyline**” or the “**Company**”) (TASE: **SKLN**) announced it considers to raise, subject to market and other conditions, of debt financing by the issuance of notes in the Israeli bond market. The offering of notes will be backed by collateral, following a shelf prospectus issued in Israel on February 24, 2015.

As of the date of this press release, the Company contemplates to limit the raise to maximum of 140 million Israeli New Shekels (ILS) (approximately \$45 million Canadian dollars), however, there is no certainty, obligation and/or representation of neither the raise volume nor the raise will be carried out. This bond offering is not intended for Canadian residents.

This press release shall not constitute an offer to sell or the solicitation of an offer to buy the notes nor shall there be any sale of the notes in any jurisdiction in which such offer, solicitation or sale would be unlawful.

About Skyline Investments Inc.

A leading Toronto-based developer of hospitality properties and destination communities, Skyline Investments Inc. owns over two million square feet of real estate, has over 2,600 acres with development rights for almost 6,000 residential units and nearly 1,100 rooms in its holdings, employing more than 1,500 staff. Its unique asset mix includes ownership of, under the Skyline Hotels & Resorts brand, the city's contemporary boutique Pantages Hotel and Spa. Skyline's resort assets include landmark Deerhurst Resort with 45,000 sq. ft. of meeting space lakeside in Muskoka and Horseshoe Resort, home to Toronto's closest ski area and an adventure park. The Company is also creating residential communities at Deerhurst, Horseshoe and, at the historic lakefront of Port McNicoll, Ontario, a restored gateway to the 30,000 Islands, a UNESCO World Biosphere Reserve. In April 2013, Skyline acquired 50% of the retail component in both the village and surrounding the golf course at Blue Mountain and the remaining developable land. In late 2014, the Company acquired Bear Valley Ski Resort in California, expanding its American asset base that included an ownership of the iconic Hyatt Regency Arcade hotel and shopping center in Cleveland, Ohio. In early 2014, Skyline became a public company trading on the Tel Aviv Stock Exchange as (TASE: SKLN). For more information, please visit: www.skylineinvestments.com.

Caution Regarding Forward-Looking Statements

This press release contains forward-looking statements or information, within the meaning of applicable Canadian securities laws, which reflect our current view of future events. Forward-looking statements can often be identified by the use of forward looking terminology such as “may”, “will”, “would”, “could”, “should”, “expect”, “intend”, “estimate”, “anticipate”, “plan”, “foresee”, “believe” or “continue” or the negatives of such terms or variations of them or similar terminology. In this press release, forward-looking statements include, but are not limited to, the completion and terms of the proposed debt financing. All forward-looking statements that we make are based on the opinions and estimates of our management as of the date such statements are made and represent management’s best judgment based on facts and assumptions that we consider reasonable at the time of issuing this press release. In addition, forward-looking statements are subject to known and unknown risks, uncertainties and other factors that could cause the actual results, performance or achievements of the Company

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to be materially different from any future results, including the risks associated with the industry in which the Company operates in general, failure of the Company to close the financing on the terms of the shelf prospectus or at all and general economic and business conditions. These forward-looking statements and information are made as of the date of this press release, and we have no intention and assume no obligation to update or revise any forward looking statements or information to reflect new events or circumstances, except as required by applicable Canadian securities laws.