

Ordinary General Meeting Decisions

The Ordinary General Shareholders Meeting of “REDS REAL ESTATE DEVELOPMENT AND SERVICES S.A.” that convened on 21 June 2006, discussed all the items on the agenda included in the attached invitation, except Item 5, for which there was no quorum, and approved them.

In particular, the Ordinary General Meeting decided:

On item no. 1

To approve the Annual Financial Statements and Consolidated Financial Statements for year 2005, after having heard the relevant reports of the Board of Directors and the Certified Auditors, and not to allocate any dividend.

On item no. 2

To release the members of the Board of Directors and the Certified Auditors of any liability for indemnity regarding the management of the company, the financial statements and consolidated financial statements for year 2005.

On item no. 3

Elected “PRICEWATERHOUSECOOPERS” as auditors for year 2006, and in particular its members Messrs Kyriakos RIRIS as Regular Certified Auditor-Accountant with SOEL Reg.No. 12111, and Mr Konstantinos MIHALATOS with SOEL Reg.No. 17701 as substitute, and approved the fees thereof.

On item no. 4

To convert the company’s shares from unregistered to registered and to amend article 7 of the Articles of Association.

On item no. 5

The item was not discussed due to lack of quorum. It will be discussed during a Re-Convened GM to be held on 5-7-2006.

On item no. 6

Approved new members replacing those that resigned, namely the election of Messrs Konstantinos MATHIOPOULOS, executive member and Leonidas BOBOLAS, non-executive member, in the place of the resigned members in the respective above capacities, Messrs Panayiotis ATHANASSOULIS and Nikolaos TRIHAS.

On item no. 7

To authorise, according to article 23, para. 1 of Law 2190/1920, members of the Board of Directors and the General Management, and/or Managers as well as their substitutes, to participate in the Boards of Directors or the Management of subsidiary companies or other companies pursuing similar objectives.

On item no. 8

Approved the conclusion of acts, transaction and service contracts with associates, pursuant to article 23a of Law 2190/1920.

On item no. 9

It was announced that on 20-6-2006 a preliminary agreement was signed for the sale of a part of the property owned by the subsidiary "GYALOU COMMERCIAL AND TOURIST SA" at the Gyalou Spata location, for a consideration of €3.4 mil. with the company styled MACARTHURGLEN HELLAS, a subsidiary of MACARTHURGLEN EUROPE Hellenic Investment SARL. It was also announced that the company intends to create a business park in the remaining section of the above property, the town planning design of which has already been approved, and environmental licenses anticipated.

Moreover Management announced the design and construction of a 30 residence complex with a total surface of 3,500 m², in a plot within the town plan, adjacent to the Kambas Estate (Kambas Triangle), and that the company will intensify its activity in the residential market as soon as the circulars are finalised regarding the imposition of VAT on real property and provided that the taxation framework will allow major companies to operate in the residential sector.

The following shareholders attended the meeting: four (4) timely shareholders, of which one (1) was a legal entity and the remaining three (3) were natural persons, all representing 20,163,237 shares and votes, namely 50.904% of the total share capital, and three (3) overdue shareholders-natural persons, representing 3,512 shares and votes, namely 0.009% of the share capital; the GM consented to their participation. Consequently seven (7) shareholders appeared in total, of which one (1) was a legal entity and the remaining six (6) were natural persons, all representing 20,166,749 shares in total, namely 50.913% of the share capital.

All the above items were voted upon lawfully and unanimously.

Christos Adamopoulos

HEAD OF CORPORATE ANNOUNCEMENTS