

3 August 2006

ANNOUNCEMENT OF SHARE FACE VALUE CHANGE

It is hereby announced that the 1st Re-convened Ordinary General Shareholders' meeting of "REDS REAL ESTATE DEVELOPMENT AND SERVICES S.A." held on 5-7-2006, decided **a)** to increase the company's share capital by five million five hundred and forty five thousand, four hundred and thirty seven euros and ten cents (€5,545,437.10), via an equal amount capitalisation of part of the share premium account, through a share face value increase of €0.14, and **b)** to reduce the company's share capital by the amount of twenty million nine hundred and ninety three thousand, four hundred and forty euros and forty five cents (€20,993,440.45), in order to partially write-off past years' losses, through a share face value decrease of €0.53.

Following the above, the company's share capital now amounts to fifty one million, eight hundred and eighty nine thousand, four hundred and forty seven euros and fifteen cent (€51,889,447.15), divided into 39,610,265 common, registered, dematerialised shares with voting right, with a face value of €1.31, each.

By virtue of decision no. K2-10546/20-7-2006, the Ministry of Development has approved the amendment of the relevant article in the company's Articles of Association. In its 2 August 2006 meeting, the Athens Stock Exchange Board of Directors was informed of the company's share face value increase/decrease.

Following the above, starting 8 August 2006, the company's shares will be traded on ATHEX at the new face value of €1.31 per share.

The Board of Directors