

Announcement of Other Important Events

A. KAMBAS REAL ESTATE SA
REAL ESTATE DEVELOPMENT AND HOLDING SA
SA Reg. No:13564/06/B/86/123

ANNOUNCEMENT

On 6 March 2003, trading of our company's shares was placed in an "under supervision" status according to a decision of the Board of Directors of the Athens Exchange. The rationale of the decision was that the company had negative financial figures for three years.

The course, the problems, the assets and the perspectives of A. KAMBAS REAL ESTATE SA, which, according to the decision of the extraordinary general meeting of its shareholders on the 20 February 2003, has the new corporate name REDS Real Estate Development and Services SA, have always been well known. Both to the investing public and to the supervisory authorities.

The completion of the Company's restructuring procedure through submission to the provisions of article 44 of Act 1892 during the financial years 1997-1998, was followed by the perspective of development of the only, but very significant remaining asset of the restructured company: the two particularly advantageous, with respect to the Greek territory, properties owned by the company in the rapidly and dynamically developing area of Mesoghia (Kantza in Pallini and Gialou in Spata). The entire planning was reversed and the scheduled course was interrupted on September 2001, after the annulling decision of the Council of the State regarding the inclusion of the Kantza estate in the city plan. This decision made inactive the Ministerial Decision of the Ministry for the Environment Physical Planning and Public Works (IPEHODE), which designated Urban Planning Core land uses and upon which the exploitation of the said property had been decided and designed.

The Company's Management, for the purpose of reversing the negative financial picture of recent years and estimating that possibility of rational development of the properties would inevitably fall behind, worked out an alternative corporate plan, which was carried into effect in 2002, with the approval of the investors and of the Authorities of the Athens Exchange.

With the Prospectus, which was approved by the Board of Directors of the Athens Exchange on October 2002, the company addressed to the investing public and completed in December 2002 the increase of its share capital, which was necessary for the realization of its corporate plan. Furthermore, December 2002 saw the completion of the absorptions of subsidiaries described in the approved Prospectus.

Through these actions the company started achieving activity, revenues, positive money flows and – for the first time during the last years – already from 2003, profit, despite the fact of increased depreciations imposed due to the nature of the exploitation of its properties. Since the end of 2002, the company, without being dispossessed of any of its assets, shows one additional character and orientation: It became engaged in the sector of real estate development services provision, it took up ownership and exploitation of the VESO MARE entertainment centre in Patra, it acquired participation by 67% in the development company of the model housing complex "Lofos Palini" and undertook the development of a property in Ilion, Attica, including construction of an entertainment centre, which will be launched for commercial operation in 2003.

Today, trading of the company's shares has been placed in an "under supervision" status. Exit from this status requires approval of a Prospectus, which must be reassuring of the company's return to profitability. Such was the content of the October 2002 Prospectus, which was approved by the Board of Directors of the Athens Exchange and constituted the invitation to the public for participation in the increase of the company's share capital. The schedule of this Prospectus is adhered to with consistency by the company, the Management of which promises to carry out any commitments arising therefrom.

Maroussi, 12-03-2003

The Board of Directors