

## **LAMPSA GROUP PRESS RELEASE**

The financial results of the Company and Group for the period January-June 2008 were marginally lower than projected, due to the continuous instability of the international leisure/hospitality market, which in turn is due to the international financial crisis and the current currency difference (unfavorable for our interests) between the euro and the dollar.

For the first 6 months of 2008 “The Hotel Grande Bretagne” ,compared to the same period of 2007, experienced a slight decrease in revenues and a substantial increase in certain operating costs. More specifically, the increased expenses are mainly due to a) higher energy costs (continuously increasing DEH bills) b) the huge increase in real estate tax. More specifically, the recent changes in real estate tax law have quadrupled the amount the hotel is due to pay and consequently the cost is now more than 2% of the hotel’s annual revenues and c) increased payroll expenses .

When focusing solely on the Group and taking into account the fact that the results of <Beogradsko Mesovito Preduzece A.D.>, owning company of the hotel <Hyatt Regency Belgrade> which 94 % of belongs to our company and the results of the Company <Touristika Theretra S.A> owning company of the hotel <Hilton Rhodes Resort> which 50% of belongs to our Company since 28/3/2008 are added together, the financial results are as follows:

Revenues eu 29,42 mio, EBITDA eu 8,39 mio and earnings before tax eu 10,28 mio. These results when compared to the same period’s 2007 results present the following differences: increase 4,3% in revenues, decrease 13% in EBITDA and increase 98,8% in pre tax earnings, the largest part coming from the buy-out of 39,8% of the Serbian company ‘Beogradsko Mesovito Prudezece A.D’. To be noted that the Hotel <Hyatt Regency Belgrade> experienced satisfactory increase in its economic results .

On a Company level and in accordance with the IRS, revenues were eu 18,46 mio compared to the eu 18,71 mio for the same period in 2007, which means revenues were reduced by 1,3%. EBITDA was reduced by 22,3% and was eu 4,54 mio in 2008 compared with 5,84 mio in 2007. This is mainly due to the increase of the cost of energy and real estate tax but also because of the weightier payroll demands. Pre tax earnings were eu 2,89 mio compared to eu 3,24 mio in 2007.

Despite the unfortunate current financial situation brought on by the international financial environment, the Company’s BoD remains optimistic that the remainder of 2008 will bring positive results both on a company and a group level. This is based on the better than the industry average REVPAR projections for all three hotels, i.e., <Hotel Grand Bretagne>, <Hyatt Regency Belgrade> and <Hilton Rhodes Resort>.

Athens August 29<sup>th</sup> 2008  
The Board of Directors