

Merger of Danubius Beta Hotels Service Ltd. and Danubius Hotel Management Co. Ltd.

Danubius Beta Hotels Service Ltd. (Beta) joins Danubius Hotel Management Co. Ltd. by way of merger. The transformation has been registered by the Court of Registration.

Beta was formerly a 100 % owned subsidiary of Danubius Hotels Rt. It was responsible for the activities of smaller, mainly 2 and 3 star hotels operating primarily based on franchise agreements. Following the transformation, Danubius Hotel Management Co. will pursue this activity as general legal successor.

Considering the regulations of the Joint Regulations on Business Associations, the name of Danubius Hotel Management Co. Ltd. was changed. The new name is: Danubius Hotel Operation and Services Private Company Limited by Shares (abbreviated name: Danubius PCL).

Budapest, 17 October 2005