

Danubius Szálloda és Gyógyüdülő Rt.

**Announcement related to Marcali Hotel Kft., the subsidiary of Danubius Hotels Rt.**

Danubius Hotels Rt. informs its shareholders that it is owner of Marcali Szálloda Kft. together with Marcali Város Önkormányzata (Marcali Local Government), and the construction companies Zalai Általános Építési Vállalkozó Rt. and Hídtechnika Kft., its share presently being 56.71% (as a result of the capital increases executed, the value of its investment is HUF 521 million).

The owners plan to build a four-star, 116-room spa hotel, the foundation stone of which was laid yesterday and is expected to open at the end of 2007. The company will invite a tender for the management right of the hotel.

Talks are in process about the financial terms and conditions of the hotel construction. According to the current state, outside capital will be involved and a loan is planned to be taken out as well, therefore in the future Danubius will become a minority shareholder in the company.

Budapest, 28<sup>th</sup> March 2006