



## AGM and EGM results

Lecico Egypt announces LE 1.0 per share cash dividend, cancellation of 1 million treasury shares and a bonus issue of 1 million shares

**Alexandria, 4 April, 2007** – Lecico Egypt, announces the dates for distribution of its cash dividend and the successful completion of two EGMs to canceling one million treasury shares and approving a capital increase and a 5% bonus issue, equivalent to one million new shares.

Lecico will distribute a cash dividend of LE 1.00 per share on 30 April to shareholders as of 23 April 2007.

Lecico's EGMs approved the following resolutions:

1<sup>st</sup> EGM – Approving the cancellation of one million Treasury Shares owned by the company and amending articles "6" & "7" of the statutes of the company accordingly to reduce the company's issued capital.

2<sup>nd</sup> EGM – Declaring a stock dividend of 1,000,000 shares at par value of L.E 5 per share and amending articles "6" & "7" of the statutes of the company accordingly to increase the company's issued capital.

The dates of the share cancellation and the stock dividend distribution are still being determined and will be announced by the company in due course.

Commenting on these announcements, Gilbert Gargour, Lecico Egypt's Chairman and CEO, said, "I know that Lecico's performance over the last two years has been a source of serious disappointment to our shareholders, and I regret this. However, our results in the second half of 2006 and all early indications for the first quarter of 2007 show a clear and strengthening improvement, one that I hope will continue and allow us to share better news with you over the rest of the year.

"In addition to an LE 1.00 per share cash dividend for 2006, Lecico is also giving all shareholders a 5% bonus issue, essentially redistributing the company's one million treasury shares back to our investors. At today's prices, the cash dividend and bonus issue are the equivalent of a 7.5% dividend yield. I hope this goes some way towards rewarding those investors who have continued to believe in Lecico."

## About Lecico

Lecico (Stock symbols: LECIq.L; LECI LI; LCSW.CA; LECI EY) is a leading producer of export-quality sanitary ware in the Middle East and one of the largest tile producers in Egypt and Lebanon, with over 45 years of experience in the industry and decades of experience as an exporter to developed markets.

Lecico benefits from significant cost advantages in labour, energy and investment costs resulting from its economies of scale and location in Egypt and Lebanon. Lecico's marketing strategy is to use its cost advantages to target the mass market with high quality pieces at competitive prices.

Lecico exports over half its sanitary ware production and has a significant presence in the United Kingdom and other European markets. Most of the Company's exports are done under the Lecico brand, although it also produces for other European brands. Lecico has a strategic relationship with Sanitec, a leading producer of sanitary ware in Europe, and benefits from this relationship through information sharing, extensive knowledge transfer programs and significant outsourcing contracts for Sanitec's brands.

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## Forward-looking statements

This release may contain certain "forward-looking statements", relating to the Company's business, which can be identified by the use of forward-looking terminology such as "will", "planned", "expectations", "forecast" or similar expressions, or by discussions of strategy, plans or intentions. Such statements may include descriptions of investments planned or currently under development by the company and the anticipated impact of these investments. Such statements reflect the current views of the Company with respect to future events and are subject to certain risks, uncertainties and assumptions. Many factors could cause the actual results, performance or achievements of the Company to be materially different from any future results that may be expressed or implied by such forward-looking statements.