



CMA refuses approval for stock split

Capital Markets Authority refuses to approve Lecico's request to call for an EGM to vote on proposed 4-for-1 stock split

Alexandria, 4 September, 2007 – Lecico Egypt received a letter yesterday informing it that the Capital Markets Authority (CMA) has refused to approve the Company's application to call for an Extra-ordinary General Meeting (EGM) to approve the proposed 4-for-1 stock split.

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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