

FairPlay Properties REIT

Information according to Appendix N3 of Ordinance N2 of Financial Supervision Commission , Art.41, (2) As for September 30th, 2006

1. (p. 3.2.4. of Appendix N3) Implemented constructions, repairs and improvements of the immovable properties

As for September 30th, 2006 the Company did costs for acquisition of long-term material assets in amount to BGN 28 768 thousand, which including:

- **acquired right for construction and investment expenditures for building to a hotel in the city of Bansko, area Ivan Rilsky - BGN 11 701 thousand;**
- **investment costs for construction of villas with apartments in the city of Bansko, area Ivan Rilsky - BGN 3 982 thousand ;**
- **investment costs for construction of a villas with apartments in the city of Sozopol, area Santa Marina - BGN 12 586 thousand;**
- **investment costs for acquisition on real estates in Chernomoretz – BGN 496 thousand;**

As for September 30th, 2006 the Company has uncompleted procedure represents:

- **acquired right of construction, real estates with stage of completion – rough construction and investment costs for construction of villa buildings in Santa Marina area, the city of Sozopol – BGN 1 967 thousand .**
- **investment costs for development of real estates in the St. Ivan area, the city of Bansko – BGN 318 thousand .**

The costs for the development of real estates, represented as uncompleted procedure shall be for estates, for which there are signed preliminary sale agreements.

2. (p. 3.2.5. of Appendix N3) Immovable properties, leased and the share of leases of the total securitised immovable properties:

- For that particular period the company delegated a task of management to all own real estates in Santa Marina, Holiday Village to FairPlay Properties Management Ltd, according to Anex N1/August the 1-st, 2006 for maintenance and management towards to Agreement for serve, concluded on September 7th, 2005. For that particular period the company did not realized incomes from that.

3. (p. 3.2.8. of Appendix N3) The share of the unpaid rents from the total immovable properties leased:

- None

4.(p. 3.2.9. of Appendix N3) Information about sale or purchase of new asset at value, exceeding with 5 percent the value of the securitised assets, made after the date of publishing of the annual report or the last intermediate report.

1. Preliminary Agreement with Ivan Rilsky Ltd, concluded on July the 26th, 2006 for acquired a hotel with total built-up area of 13 237,45 sq.m. The total value of the contract amount to **EUR 7 013 967, VAT excluded.**

2. Preliminary Agreement with Santa Marina JSC, concluded on August the 18th, 2006 for building and sale-trade of real estates (apartments and studios) in Santa Marina Holiday Village, Sozopol. The value of the purchase according to the agreement amount to **EUR 2 193 879, VAT included.**

3. Preliminary Agreement with Ivan Rilsky Ltd, concluded on August the 18th, 2006 for building and sale-trade of real estates - apartments and studios in St. Ivan Rilsky Hotel, Spa & Apartments. The total value of the contract amount to **EUR 3 090 288,96 - VAT included.**

4. Preliminary Agreement with Santa Marina JSC concluded on September the 26th, 2006 for building and sale-trade of real estates (apartments and studios) in Santa Marina Holiday Village, Sozopol. The total price of acquiring amount to **EUR 2 339 474, VAT excluded.**

October the 27th, 2006

Manu Moravenov,
CEO FairPlay Properties REIT