

Company Mirland Development Corporation PLC
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MIRLAND DEVELOPMENT CORPORATION plc
(‘MirLand’/ the ‘Company’)

MIRLAND ACQUIRES TRADE PAVILION SITE IN KAZAN

LONDON, 30 October 2007 - MirLand Development Corporation, one of Russia’s leading residential and commercial property developers, is pleased to announce that a wholly owned subsidiary has entered into an agreement for the acquisition of a market trading pavilion in Kazan that will result in the acquisition of a site of approximately 0.8 hectares in size.

The agreement includes an undertaking by the vendor to remove some temporary trading sites from the site, most of which have already been removed in the course of the negotiation.

The aggregate purchase price payable for the market trading pavilion is approximately \$1.3 million. An additional \$160,000 will be payable to the City of Kazan to purchase the rights the city has in the 0.8 hectares of land.

This agreement is the first step towards implementing a Memorandum of Understanding signed by MirLand and the Municipality of Kazan for the redevelopment of the historical site as part of a major regeneration programme for the Kirov district of Kazan. It is expected that the programme will involve the construction by MirLand of a new shopping and entertainment centre of approximately 34,000 sqm plus some 600 parking places over a total of 2.2 hectares of land.

Commenting on the announcement, Moshe Morag, MirLand’s chief executive, said:

“The acquisition of this site and our consequent role together with the Municipality in the regeneration of Kirov represents another significant step forwards in our strategy to secure major development projects, not only in Moscow and St Petersburg but also secondary Russian cities.”

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