

Consolidation of Czech activities of PSP Engineering a.s. and PSP Technické služby a.s.

With the decision of the shareholders of PSP Engineering a.s., Prerov dated 07.12.10, 100% of the shares owned by Alite GmbH, Neustadt, Germany, will be sold to PSP Real Estate s.r.o., Prerov, Czech Republic. PSP Real Estate s.r.o. will become the new sole shareholder of PSP Engineering a.s.

PSP Real Estate s.r.o. holds already 100% of the shares in PSP Technické služby a.s., a facility manager and service provider in Prerov. This transaction is part of the long-term process to consolidate all Czech activities of the group under a domestic holding.

Subsequently, the spin-off of the current manufacturing division into a separate company PSP Machinery a.s. is envisaged.

The measures will enable each company of the group to concentrate on its core business, increase efficiency of the management, ensure transparency of intra group transactions and reflect specific circumstances of the individual business areas.

The restructuring coincides with the announcement of a major contract for a new cement plant in Vietnam for PSP Engineering a.s. This order is guaranteed by EGAP, the state insurer, and financed by PPF banka a.s., Prague. PSP Engineering will supply engineering, mechanical equipment, and technical services to INEKON Group a.s., Prague who acts as EPC contractor. PSP Engineering a.s. has also secured important contracts for its manufacturing division. The management of the company expects that this trend will continue into 2011.

Justus von Wedel
General Manager PSP Engineering a.s.

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