
TMG Holding Appoints New Chairman and Pursues its Current and Future Plans

Cairo, September 10th, 2008 – In its Board of Director's meeting held on September 2nd, 2008 **TMG Holding** announced the appointment of **Eng. Tarek Talaat Moustafa** as the Executive Chairman of the company, effective September 2nd, 2008 replacing Mr. Hisham Talaat Moustafa who has resigned from his position.

Eng. Tarek has have always been a member of the TMG family. Before being elected as an Executive Chairman for the group, he was a non-executive member of the Board of Directors of TMG Holding since its incorporation in April 2007, and has always been involved in the group's strategy formulation, high level planning, and setting expansion policies even before the consolidation of the group's companies. Eng. Tarek is backed by more than 30 years of academic qualification and work experience in the development and construction sectors that qualified him for the position. He is currently Chairman and Managing Director of Alexandria Construction Company, the company he has spent most of his life in until it became one of the top contractors not only in Egypt, but also in the Middle East. However, to dedicate all his time and effort to his new executive position at TMG and avoid any potential conflict of interest and adhere to the highest standards of corporate governance, Eng. Tarek is presently in the process of resigning from Alexandria Construction Company. Eng. Tarek is an elected member of the Egyptian Parliament and chairs its Housing Committee.

Besides appointing a new Chairman and Mr. Hisham's resignation from the Board, there have been no other changes in the constitution of the Board of Directors of TMG Holding, which is the ultimate governing body of the company. The Audit Committee and the Nomination and Remuneration Committees of the Board, both of which are composed of and chaired by non-executive directors also remain unchanged and will pursue their responsibilities to assist the Board of Directors in fulfilling its oversight responsibilities to ensure accountability and maintain the highest corporate governance standards.

Furthermore, there are no changes in the Executive Management team which forms the backbone of the operations of TMG and with whom Eng. Tarek, in his capacity as Executive Chairman will be working closely during the coming period to pursue the long term growth and expansion strategy of TMG Holding.

The Committees responsible for steering the business, such as the High Management Committee and the Steering Committee will also be supporting the new Executive Chairman to achieve the company's predetermined strategic objectives.



Eng. Tarek Talaat Moustafa addressed the shareholders of TMG in a letter affirming that TMG will continue to commit to its applied business model and investment strategy that have proven to be highly rewarding and which ensure to its investors steady growth rates and high profit margins through its low-risk phasing business model. He also asserted that TMG will continue providing the best quality to its customers while adhering to the delivery schedules during the different phases of its projects to meet and exceed customer expectations, as it has always done throughout its strong track record of over 20 years in the Egyptian market.

About TMG Holding:

Talaat Mostafa Group (TMG) Holding is the leading community real estate developer in Egypt, with a land bank of 50 million square meters. The group has a strong track record of over 20 years in the housing and real-estate development industry, having developed 8.5 million sq m of land so far. TMG's vision is "community development" through establishing self-sustained residential city and community complexes for the upper and middle classes. Amongst the group's largest and most prominent development projects are Al Rehab City, East of Cairo, spread over 9.9 sqm to host 200,000 residents, and "Madinaty" project, started in July 2006 spanning over 33.6 mn sqm of land with 600,000 target residents, making it the biggest all-inclusive enclosed city in the Middle East. TMG's achievements also include signature compounds like May Fair in Al Shourouk, East of Cairo and Al Rabwa I & II in Six of October City, West of Cairo.

TMGH's activities also extend to the hotels and resorts segment. Its has developed three large scale luxury hotels, Nile Plaza in Cairo, San Stefano in Alexandria, and Four Seasons in Sharm El Sheikh, all managed by the internationally reputable Four Seasons chain, in addition to two other Hotel & Resort projects currently under development.

Talaat Mostafa Group Holding is traded on the Cairo & Alexandria Stock Exchange (CASE) under the symbol [TMGH.CA; TMGH EY]

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