



**Eastern Property Holdings announces resignation of Peter Rüegg as a member of the Board of Directors**

Roadtown, Tortola, BVI, 23 October 2006 - Eastern Property Holdings Limited ("EPH") announces that Peter Rüegg has resigned his position as a member of the Board of Directors of EPH effective 20 October 2006. Mr. Rüegg has served as a director of EPH since his election on 16 May 2006.

Mr. Rüegg's resignation comes in connection with today's announcement by OZ Holding AG of his resignation from the post of Chief Executive Officer of OZ Bankers AG. OZ Holding AG's press release states that Mr. Rüegg has resigned from this post for personal reasons and in connection with activities in respect of which OZ Bankers AG will conduct an internal investigation. OZ Bankers AG is a subsidiary of OZ Holding AG, which is the sole shareholder of EPH's management company, Eastern Property Management Limited.

Mr. Rüegg has likewise resigned his position as a member of the board of directors of ENR Russia Invest SA, the largest shareholder of EPH.

Following these resignations, Mr. Rüegg no longer holds any position with EPH or any of its affiliates.

EPH has been listed on the real estate segment of the SWX Swiss Stock Exchange ("SWX") since November 2003 (SWX: EPH; Bloomberg: EPH SW) and invests in real estate and real estate development in Russia and the Commonwealth of Independent States.

**Further Information**

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**General**

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