

Danubius Hotels Nyrt.
hereby informs its shareholders and other participants of the capital market that
CP Holdings Ltd. has sent the following notification to the Board of Directors:

**Announcement of CP Holdings Ltd.
on increasing interest in Danubius Hotels Nyrt.**

CP Holdings Ltd. (seat: 12 York Gate, London NW1 4QS, UK, registration nr.: 580471), in accordance with Section 67. of the Act CXX of 2001 on Capital Market, hereby announces that it acquired 566,695 pieces of ordinary shares of Danubius Hotels Nyrt. by way of a transaction outside the stock exchange on 20th February 2007.

Prior to the transaction, CP Holdings Ltd. held 1,483,712 pieces of ordinary shares of Danubius Hotels Nyrt., representing a 18.76% direct interest, taking into account the 374,523 pieces of treasury shares of Danubius Hotels Nyrt.

After the transaction, it holds 2,050,407 pieces of ordinary shares, representing a 25.92% direct interest in Danubius Hotels Nyrt.

Considering the ownership connections between CP Holdings Ltd., Interag Holding Zrt. (seat: 1051 Budapest, Hungary, Szent István tér 11., registration nr.: 01-10-040998) and Israel Tractors and Equipment Co. Ltd. (seat: 4 Ramot Yam, Herzelia, Israel, registration nr.: 51-005310-1), the three companies together held 4,424,501 pieces of ordinary shares of Danubius Hotels Nyrt., representing 55.93% combined direct interest prior to the transaction. Following the transaction mentioned above, CP Holdings Ltd., Interag Holding Zrt. and Israel Tractors and Equipment Co. Ltd. altogether hold 4,991,196 pieces of ordinary shares of Danubius Hotels Nyrt., representing 63.09% combined direct interest in Danubius Hotels Nyrt.

London, 22nd February 2007

CP Holdings Ltd.