

EGRES a.s.
Sinkulova 329/48
140 00 Praha 4
Czech republic



Dear Sir, Madam,

We would like to stay some comments about the situation with VEF Banka (Notice of Proposed Rulemaking for Imposition of Special Measure against VEF BANKA (VEF) - (RIN 1506-AA82 31- CFR 103)

Egres A.S. is a Czech company. We are producing a floor tiles and other type tiles. We had started the cooperation with VEF Bank, Riga when this bank had opened a representative office in Czech Republic. The bank had arranged for us contracts in Latvia and Russia, for distributing our production. The account we have with the bank is using for money transfers with our customers, which are working with the bank for faster cashflow.

For the last 2 weeks, we found that there are more and more difficulties to work with the bank, because of the problems with the correspondent bank, which are not executing the payment in favor or in behalf of the customers of the VEF bank. As a result we have also problems with our customers – particularly questions around money transfers.

We kindly ask you to check the VEF bank case more carefully, because in our personal opinion VEF is a good and reputable bank, and we do not wish to break the cooperation with such partner.

EGRES a.s.
Přestanov 5
403 17 Ustí nad Labem
Czech republic

20th May 2005

Stanislav Zboril
export director

Correspondence: **EGRES a.s., Přestanov 5, 403 17 Chabařovice, Czech republic,**
IČO: 25401297 DIČ: CZ25401297

Bank: **VEF Banka, Brivibas gatve 197, Riga, LV – 1039, LATVIA**
IBAN LV23VEFBNP30010091540, SWIFT code: VEFBLV22
EGRES a.s. je zapsána u rejstříkového soudu v Praze oddíl. B vložka 8934