

(Current Report No 35/2007)**Wrocław August 14th 2007****Loan Agreement concluded by LC Corp's Subsidiary**

Legal basis: Art. 56.1.2 of the Act on Public Offering – current and periodical information

The Management Board of LC Corp S.A. reports that on August 14th 2007 its subsidiary Europlan Projekt IV sp. z o.o., entered into an agreement with PKO BP SA (entity unrelated to the Issuer) concerning a loan of PLN 94,000,000, allocated to refinancing of the purchase of perpetual usufruct right to the land located in Krakow's Podgórze District (intended for completion of 'Zielony Złocień' project. The main security on the loan is: a pre-arranged ordinary joint mortgage, and a joint ceiling mortgage upon the perpetual usufruct right to the land located in Krakow's Podgórze District, and a registered pledge on the Issuer's shares in the SPV company Europlan Projekt IV sp. z o.o. Other forms of security are similar to those applied by banks while signing loan agreements. The loan will be paid up in instalments; the last one is due by September 30th 2009. The loan agreement was concluded based on market terms and conditions.

This agreement is considered an agreement of significant value pursuant to the criteria referred to in Art.2.1.52a of the Regulation of the Minister of Finance dated October 19th 2005 on current and periodical information disclosed by issuers of securities.