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**AGUA TERRA LIMITED
(the “Company”)**

FIRST PROJECT ACQUISITION

€3.3 million acquisition of a Serviced Residence Project in Greece

Agua Terra Limited (LSE: ATE), the first development company dedicated exclusively in high quality mixed-use leisure real estate projects in Southeast Europe to be listed on AIM, is pleased to announce the acquisition of the Mykonos Azure project (the “Project”) in Mykonos, Greece for a total consideration of €3.3 million. This marks the Company’s first acquisition since its admission to trading on AIM on 3 October 2008. The successful completion of the Mykonos Project would be the first step towards establishing the Company as a leading developer in the high quality mixed-use leisure real estate sector within Greece and Cyprus, the Company’s targeted operating region.

Highlights

- A binding agreement has been signed to acquire 100% of the Project for a total consideration of €3.3 million, including related transaction costs and transfer taxes.
- The Project comprises a premium serviced residence project of approximately 35,000 square metres over three separate locations on the cosmopolitan island of Mykonos.
- The sites for the Project are well located on the leeward (and hence most popular) side of Mykonos and are within 15 minutes’ drive from the island’s international airport.
- Depending on the final design, the sites will allow for the development of up to 20 luxury serviced residences aimed at both the local and international luxury markets.
- The Project has already won a Ministry of Culture award for its design by Greek architect Vassilis Papadopoulos
- The Project will be marketed exclusively by Terra Sotheby’s International Realty through its global distribution channels.
- The Aqua Sol Hotels Group or another recognised international hotel chain will provide the services to the residences once complete.

The Company continues to progress negotiations regarding acquisitions of other mixed-use leisure real estate projects which meet its selection criteria, in accordance with its corporate strategy. The Company expects to be in a position to announce further project acquisitions in due course.

Markos Kashiouris, Chief Executive, said:

“With our first development in Mykonos and by utilising our strong in-house development expertise and the Sotheby’s International Realty branding and global distribution network, we look forward to establishing the Company as a leading developer in the high quality mixed-use leisure real estate sector.”

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Notes to Editors

Agua Terra Limited

Agua Terra Limited (LSE: ATE) is first development company dedicated exclusively to high quality mixed-use leisure real estate projects in Southeast Europe to be quoted on AIM. The Company, which was incorporated in July 2008, aims to establish itself as a leading developer and operator of high quality mixed-use leisure real estate projects in Greece and Cyprus. The Company's initial focus is on development opportunities within Greece and intends to expand into Cyprus within the next two years, when circumstances allow.

Agua Terra was founded by Markos Kashiouris, Peter Economides and Yiannis Panayi, the principal shareholders of the company, who control Aqua Sol Hotels Public Company Limited, Sol Terra Developers Limited and Totalserve Management Limited, some of the leading hotel, real estate development and financial services and advisory companies in the eastern Mediterranean. The principal shareholders have collectively over 50 years' experience in real estate and have completed or advised on over \$3 billion of real estate projects. They possess extensive local knowledge and contacts, as well as relationships with an international network of operators, architects and designers, marketing and branding companies and financial institutions. The principal shareholders also control Terra Sotheby's International Realty, the licensee of Sotheby's International Realty in the eastern Mediterranean.

Agua Terra Limited is incorporated in the BVI and has local offices in the United Kingdom, Greece and Cyprus.