

# ETAG

## Progress Report from the Steering Committee

2<sup>nd</sup> June 2007

Whatever one may say about M Gounon's obfuscation and dissimulation about the Foundation Shareholders' travel rights, the 87% acceptances for the Groupe Eurotunnel SA (GET SA) offer was an astounding achievement – he assembled the team and masterminded its implementation.

This seems to have been reflected in the share price, although its performance since dealings started again in the existing Units which have not been tendered to the Offer has been somewhat erratic. For our **share price observations**, please [click here](#).

To see the **current share price**, [Click here](#)

Our suggestion has always been to tender any shares surplus to those required to qualify for travel rights, as a successful soundly based company is a prerequisite for the continuation of those rights. Any still held can be tendered to the Offer in the Additional Acceptance Period, which started yesterday and lasts until 14<sup>th</sup> June; they can also be sold in the market.

For the considerations to be borne in mind when considering what action to take, see our guide, **Untendered Shares – what to do NOW** – [click here](#).

By way of record, attached is a brief resume of the **current activities** we have in hand – [click here](#).

Although M Gounon has his foibles, he has proved himself to be an astute and highly intelligent manager of Eurotunnel's affairs. He is now potentially in a position to compulsorily acquire the remaining outstanding shares in EPLC and ESA, and it makes good economic sense to do so.

Should this come about, we can place some reliance on s.986 (1) of the 2006 Companies Act which allows minorities to petition the Court against unfair prejudice, and the Court can impose what it thinks is fit consideration.

However, M Gounon has frequently said that he would perpetuate the Foundation Shareholders' travel rights if the law permitted it. Hitherto, he has been unable to demonstrate that it does not. We believe that it does. Time will tell if he is as good as his word.

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**NB: ETAG is not able to give investment advice.** Our principal purpose is to endeavour to safeguard Foundation Shareholders' travel rights, and the information we give is intended to assist members in deciding for themselves the best course of action to take in their own individual circumstances.