



Peristeri, January 20, 2006

PROSPECTUS BY LAW 3401/05 REGARDING THE SECURITIES OFFERING OF LAN-NET COMMUNICATIONS S.A. TO ITS EXECUTIVES WITHIN THE FRAMEWORK OF THE COMPANY'S STOCK OPTION PLAN

LAN-NET COMMUNICATIONS S.A. (LAN-NET or the Company), by implementation of the approved by the Shareholders' General Meeting Stock Option Plan to its Board of Directors (BoD) members, management executives as well as its personnel for the purchase of company shares (the Plan), and according to article 4 paragraph 1.e of Law 3401/2005, informs the investment public of the following:

1. By implementation of the Plan, as described below, the BoD members, management executives and the Company's personnel and also its affiliated Companies' personnel according to article 42e par.5 eligible of stock options rights regarding the Company's shares, were invited within December 2005 to officially state in writing to the Company's BoD, their intention of either full or partial exercising of their Options.
 2. The offer was addressed to 136 executives of the Company (Board of Directors, Managers, and Company employees) who were granted the options right according to the resolutions of the Extraordinary General Meetings on 12/27/2002 and 06/30/2005, during which the stock option plan was amended.
 3. Prior to the share capital increase due to the stock options (12/31/05), the Company's paid-in capital amounted to 54,250,316.64 Euro, divided to 52,163,766 common registered shares of par value 1.04 Euro each.
 4. According to the Plan the new shares' issue price is set at 1.14 Euro per share. On 12/31/2005 the Company's Board of Directors verified the exercise of preemptive rights according to the terms of the plan, by 22 persons who exercised total rights of 321,086 shares. In particular the following rights were exercised: Series B (in 2004) rights issue corresponding to the purchase of 190,767 shares.
Series C (in 2005) rights issue corresponding to the purchase of 130,319 shares.
Preemptive rights for the purchase of shares or part of such not exercised will be transferred to the following exercise period or periods yet within the three year period for each stock option series, following the expiration of which call options are not valid.
 5. LAN-NET BoD immediately after the completion of the exercise period and having collected the written statements of intent of the beneficiaries, verified in its meeting on 12/31/2006 the observance of the Plan's terms compared to the statements collected during December, and proceeded with the Company's share capital increase and the issue of new common nominal shares as per the rights exercised. The total proceeds of the current increase amounted to 366,038.04 Euro, 333,929.44 Euro of which correspond to the share capital increase through the issue of 321,086 new common nominal shares and 32,108.56 Euro corresponding to credit of the "premium" account.
- Through the exercise of the above mentioned Preemptive Rights the Company's paid-in capital, amounts to 54,584,246.08 Euro, divided to 52,484,852 common registered shares of 1.04 Euro Par value each.
6. Payment of the amount of the increase was made by the beneficiaries in cash by December 30, 2005 through deposit in special account.

7. Following the cash deposit of the respective amount from the beneficiaries in due time, the BoD certified the deposit of the share capital increase while all actions, according to the law, for the listing of the new shares in the Athens Exchange are under way.

BRIEF DESCRIPTION OF THE STOCK OPTION PLAN

The Shareholders' Extraordinary General Meeting of the Company at 12/27/2002 unanimously approved the share offering to the BoD members, the Company's personnel and the affiliated Companies' personnel, according to the provisions of Article 13 par.9 of Law 2190/1920 as amended by Article 16 par.2 of Law 2919/2001. The Company's BoD following its decision as at 12/27/2002 initiated the share offering in the form of stock option plan as enacted by the Shareholders Extraordinary General Meeting decision on 12/27/2002, with total rights amounting to 91,710 shares. The exercise period of the above rights ended without any rights being exercised by any beneficiary.

Following its decision as at 11/26/2004, the BoD proceeded with the distribution of the 2nd Series of 847,010 shares. Based on the approved by the E.G.M. share option plan, of the total rights distributed, 40% can be exercised during the first year (such period ended with no rights being exercised), another 30% during the second year and the remaining 30% during the third year.

The Second Shareholders' Extraordinary General Meeting of the Company on 6/30/2005 approved the modification of the share option plan to members of the BoD as well as to the company's personnel, by specifying the exercise price as the existing, each time at the exercising date, par value of the share plus 10%, and authorized consequently the Company's BoD to decide upon the details of the plan, for a total of 5,166,376 shares, with exercise price the par value of the share plus 10% of the share's existing, each time, par value. The E.G.M. also authorized the company's BoD to modify the exercising period (originally defined at 3 years), so as to adopt each time to market needs and hence attract competent executives in the future.

The rights that will be granted to the beneficiaries each year can be exercised by 40% during the same year, by another 30% the following year from the granting year and the remaining 30% the year after that. This way, the company offers enough motivation to its executives to remain at the Company, in a period where in our country there is substantial executive mobility. Given the fact that the plan concerns mainly executives, it is entirely designed to trigger prolonged stay at the company, while at the same time these rights cannot be transferred or traded under no means or circumstances with the exception of hereditary transferring.

The people responsible for the preparation, its content and accuracy of the information provided are:

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The information prospectus is available for those interested at LAN-NET COMMUNICATIONS S.A. head offices, Kifissou and 1 Konstantinoupoleos str., 121 32 Peristeri, tel: 210 57 08 100 as well as in electronic form on the Company's website (<http://www.lannet.gr>).

Those who request additional information should address to the Company's Investor Relations Department, at tel. +30 210 57 08 000, Kifissou and 1 Konstantinoupoleos str., 121 32 Peristeri, at business days and hours.