

THE TAKEOVER PANEL

ISOSCELES PLC ("ISOSCELES") /THE GATEWAY CORPORATION PLC ("GATEWAY")

In the context of Salomon Brothers International Limited's ("Salomon Brothers") intention to make a market in Isosceles Units, the Panel is concerned to ensure that such market-making should not have an impact on the outcome of the Isosceles offer, given that Salomon Brothers is acting in concert with Isosceles. While it has no objection in principle to such a facility being provided in due course, the Panel has decided that it will only consider Salomon Brothers' request when, and if, the offer from Isosceles has become unconditional.

While the Panel would hope to reach a decision rapidly once such offer had become unconditional, shareholders in Gateway should nonetheless appreciate that the Panel could impose a delay between the offer becoming unconditional and a market being made by Salomon Brothers. The Panel cannot currently indicate the length of such a delay.