

4 December 2017

Cyprus Stock Exchange
Nicosia

ANNOUNCEMENT

Subject: Agreement for complete settlement of debts of the Group of SFS Group Public Company Limited with Bank of Cyprus

SFS Group Public Company Limited (the 'Company', 'SFS') announces the following:

1. As stated in previous financial reports of the Company, the Company has been in negotiations over a number of years for the restructuring of significant loans of the Group of the Company with its creditors.
2. The Company is in the position to announce that the negotiations with the largest creditor of the Group of the Company, the Bank of Cyprus, have been successfully concluded and an agreement has been reached for the complete settlement of the debts of the Group of the Company towards the Bank of Cyprus, which relates to settlement of debts amounting to € 126,4m (Euro one hundred twenty six million four hundred thousand), on the basis of the audited accounts of the SFS Group for the financial year that ended on 31 December 2016. The settlement has been reached by the sale of immovable assets of the Group of the Company and cash.
3. The impact of the said agreement to the balance sheet and financial position of the Company will be reflected in the six-monthly financial statements of the Company, the publication of which had been postponed due to the continuing negotiations, as announced on 21 September 2017. The Company will soon announce the date of examination and publication of its six-monthly financial report.

SFS Custodian & Trust Services Limited
Secretary

CC: Cyprus Securities and Exchange Commission