

DHH_INTERIM MANAGEMENT REPORT_09-04-2013 (en)

PLEASE FIND ATTACHED THE ANNOUNCEMENT REGARDING THE INTERIM MANAGEMENT REPORT

(en)

Attachment:

1. **DHH_INTERIM MANAGEMENT REPORT_9-04-2013**

Regulated

Publication Date: 09/04/2013



The General Manager
Mr NONDAS METAXAS
Cyprus Stock Exchange
Nicosia

Fax no. : 22-570308

Ref No.: 5/2013
5th April 2013

ANNOUNCEMENT

Sir,

Re: DH Cyprotels Plc Interim Management Report

We would like to inform you that in accordance with the provisions of the Transparency Requirements (Traded Securities on a Regulated Market) Law 2007 (L.190 (I) / 2007), the DH Cyprotels Plc below presents the Interim Management.

After the reorganization of the Group, the Company has now undertaken the operation of hotels Poseidonia and Florida. The operation of the other major hotels of the Group is undertaken by the subsidiary Astarti Development Plc (Hence, for more details please read the announcement of the subsidiary Astarti Development Plc).

During the reporting period there was no essential fact. Only Poseidonia hotel was operated where Florida Hotel was closed. We take all necessary actions in order to have the highest occupancy and returns. Poseidonia hotel and Florida hotel have high reservations until 15-03-2013, but the recent negative developments in Cyprus caused uncertainty in the tourism sector where there is a limitation on reservations.

The Company monitors developments in the tourist and hotel sector with a view to identifying suitable opportunities for business expansion both within and outside Cyprus.

Considering that the financing cost as well as the as energy cost remain at high levels in Cyprus, this creates a disadvantage compared with our competitors abroad. We expect that the new measures which will be announced by the government will help so that the banks will be able to support the businesses as well as to reduce our expenses and therefore improve the cash flow and the accounts of the Company.

The competition is very high both within and outside Cyprus. From our side, we are trying in each way to face competition offering quality products and excellent services to our customers.

We adapt to the challenges of time and we are confident that with our continued efforts to upgrade and improve our product we will reverse the negative effects.

Faithfully yours

.....
Lambros Georgiou
Finance Director

CC : The Cyprus Security Commission
Fax No. 22-754671