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Material change of the Financial State/ Capital Structure /Co-operations/ Acquisitions/
Mergers (Buy/ Sell of Major Assets/ Borrowing burdens etc)

AMATHUS PUBLIC LTD

ANC

SALE OF PARTICIPATION IN OLYMPIC LAGOON HOTELS LIMITED

Announcement is attached.

Attachment:

1. **SALE OF PARTICIPATION IN OLYMPIC LAGOON HOTELS LIMITED**

Regulated

Publication Date: 23/08/2019



Office of the Secretary
P.O. Box 50012
3600 Limassol
Tel.: 25871600, Fax: 25362001

ANNOUNCEMENT

Subject: SALE OF 21,6% IN THE SHARE CAPITAL OF OLYMPIC LAGOON HOTELS LIMITED

Amathus Public Limited announces that an agreement has been reached to sell to KANIKA HOTELS LIMITED its percentage holding of 21,6% in Olympic Lagoon Hotels Limited. Olympic Lagoon Hotels Limited was formed in 2013 with the purpose of undertaking the management of the Olympic Lagoon hotels and KANIKA HOTELS LIMITED owned the 78,4% of its issued share capital while the rest of 21,6% owned to Amathus Public Limited. At the initial stage of the cooperation of Amathus Public Limited with KANIKA group in the Olympic Lagoon hotels, Olympic Lagoon Hotels Limited had assigned to KANIKA HOTELS LIMITED the right of managing the Olympic Lagoon hotels for a period of two years but due to synergies, KANIKA HOTELS LIMITED continued offering services to Olympic Lagoon Hotels Limited. The average profits of Olympic Lagoon Hotels Limited during the last 4 years was around €157.000 out of which Amathus Public Limited recognized the 21,6%, i.e. approximately €34.000.

The consideration for the sale of the above stated percentage by Amathus Public Limited amounts to €375.792, wholly payable in cash, immediately with the transfer of the said percentage to KANIKA HOTELS LIMITED, which will take place by the end of the current month. The cost of the said investment in the accounting records of Amathus Public Limited amounts to €216. Following the said sale, Amathus Public Limited will deposit the above amount immediately, recognizing the amount of €375.576 as profit in its income statement for 2019.

Amathus Public Limited proceeds to the said sale due to the size of the profits out of the said investment, which are low, as well as to further strengthen its capital position in order to utilize its investment programme. For the said sale no expert's advice was taken but it was decided following an exhaustive discussion at the board of directors of the Company.

The said transaction does not affect in any way the interest of the secretary of Amathus Public Ltd or the other nominated persons in Article 137(3) of the Law.

The said transaction has been made on an arm's length basis.

The seller in the said transaction is Amathus Public Limited and the purchaser is KANIKA HOTELS LIMITED.

Beyond the profit which is expected to result due to the said sale, no other impact is expected to the prospects or financial results of Amathus Public Limited.

There was no mediation by anybody for the said transaction and no commission has been paid to anybody for the completion of the said transaction.

Limassol, 23 August 2019