



Announcement

Limassol, 19 February 2024 - **Sale of Investment in Aphrodite Hills Resort Limited**

Further to the announcement issued by MHV Mediterranean Hospitality Venture Plc (the “Company” or “MHV”) on 8 January 2024, the Company hereby announces that W.R.A. Consultants Ltd (“WRA”) obtained the necessary approval from the Commission for the Protection of Competition of the Republic of Cyprus on 5 February 2024 and that on 19 February 2024 the transfer of shares held by the Company in Aphrodite Hills Resort Limited (“AHRL”) to WRA took place.

More specifically, following a unanimous approval by its Board of Directors, the Company proceeded with the sale of its remaining shareholding stake in AHRL, i.e. 34,980,292 ordinary shares and 29,917 redeemable preference shares, being 50% of the entire issued share capital of AHRL, to WRA (the “Transaction”). The Transaction, which follows the initial sale of MHV’s 50% shareholding in AHRL to WRA on 24 November 2022, is in line with the Company’s long term strategic objectives.

The total consideration payable to the Company for the Transaction is €30m in cash and constitutes a transaction at arm’s length.

AHRL and its subsidiaries are active in the development of resorts and recreational areas, and in the management and operation of hotel accommodation. AHRL owns, manages and operates the five-star (5*) Aphrodite Hills Resort Hotel in the district of Paphos. As of 30 June 2023, the total assets of AHRL on a consolidated basis amounted to c. €101m, its total liabilities to c. €69.5m and its total equity to c. €31.5m.

Other information

The Transaction has been entered into following assessment of internal financial analysis. It is noted that currently the Company’s investment in AHRL is recognised in its consolidated financial statements as “Investments in Joint Ventures” and is accounted for using the equity method. The Transaction does not have any effect on the Company’s goodwill as reported in its consolidated financial statements. The impact of the Transaction on the Company’s accounting profit or loss will be depicted in the Company’s condensed consolidated financial statements as of 30 June 2024. The Company’s prospects following the Transaction remain positive.

The Transaction does not affect the interest of the Secretary of the Company, the directors or a designated person as such is defined in article 137(3) of the CSE Law.



About MHV Mediterranean Hospitality Venture PLC:

MHV is a leading real estate and hospitality company, specializing in the creation of luxury lifestyle destinations in Cyprus and abroad.

The company acquires and repositions prime real estate assets in exclusive locations across the hospitality, residential and commercial sectors. Capitalizing on a strong network of relationships with high-end hospitality, Food & Beverage, and fashion brands, MHV develops holistic destinations, expertly managing them to maximize the value of its assets and contribute to the development of the communities where it operates.

Its portfolio features prominent luxury hotels and resorts, as well as iconic residential and office developments. These include Parklane, a Luxury Collection Resort & Spa, Limassol, member of Marriott International, Nammos Limassol, LPM Restaurant & Bar, Park Tower Residences, The Landmark Nicosia Hotel, Residences and Offices, where a major redevelopment and repositioning is currently taking place, Aphrodite Hills PGA Golf Resort Villas and Residences in Cyprus, and Nikki Beach Resort, Porto Heli and Porto Paros in Greece.

MHV is looking to expand its portfolio by taking on several new projects across the wider Eastern Mediterranean region.