

MHV

ANNOUNCEMENT

Limassol, 24 February 2025

Subject: Disposal of 30% of MHV Mediterranean Hospitality Venture Plc stake in its wholly owned subsidiary MHV Bluekey One Single Member S.A.

MHV Mediterranean Hospitality Venture Plc (the “**Company**”) announces that following the Company’s Board of Directors approval of a disposal of a 30% stake in its wholly owned subsidiary MHV Bluekey One Single Member S.A. (the “**Target**”) to Papalon Investments Limited (the “**Purchaser**”), and the satisfaction of relevant conditions precedent, the Company has proceeded to complete the sale of a 30% stake in the Target to the Purchaser.

The Purchaser and the Company retain the relevant knowledge, construction and development expertise and network of stakeholders to cooperate and assist the Target to renovate and successfully operate the Porto Paros hotel under an international hotel flag.

The total consideration of the transaction has been agreed between the transacting parties and paid in cash and comprises:

- (a) an amount of €20.800.000 payable in two equal cash instalments of €10.400.000, plus
- (b) 30% of total shareholder contributions into the Target.

The disposal of shares constitutes a transaction at arm’s length and any gain or loss on disposal of the shares will be determined and presented in the Company’s financial results.

It is noted that the director of the Company, Mr. Alon Bar, is also a director of the Purchaser and such interest was disclosed to the Board of Directors.