



**Disposal of investment interest in the Food and Beverage activities  
in Larnaka and Pafos Airports**

Ermes Department Stores Plc, public company listed in the Cyprus Stock Exchange and Member of the Shcacolas Group, wishes to announce to its shareholders and the public, and as required by the relevant legislation, that its agreement with Aer Rianta International (Middle East) WLL, for the sale to the latter of its 25.01% interest in Cyprus Airports (F&B) Ltd, that was announced on 24 January 2014, has been completed and the price of €3,125,000 has been received. The price represents the value of the investment of Ermes in Cyprus Airports (F&B) Ltd, which manages the food and beverage operations in Larnaka and Pafos Airports, under an agreement with Hermes Airports Ltd.

The Board of Directors of Ermes Department Stores Plc has considered that the investment in Cyprus Airports (F&B) Ltd has matured, and that the transaction is to benefit of Ermes Group resulting in a net profit of €2,108,000. Furthermore, the completion of this transaction benefits the financial results of Ermes Group.

The initial investment has taken place in May 2007 with the acquisition of the 50% of CTC-ARI (F&B) Ltd, which holds 50,02% in Cyprus Airports (F&B) Ltd. Aer Rianta International (Middle East) WLL, already participating in this activity, will now hold the 50,02% of Cyprus Airports (F&B) Ltd.

The transaction has been completed following the approval from the Commission for the Protection of Competition and from Hermes Airports Ltd.

Nicosia, 20 February 2014