



ANNOUNCEMENT

Public company Ermes Department Stores Plc announces that, in the context of the new strategy of the Company not to continue retail food and beverage operations, given that sister companies Argosy Trading Co. Ltd and Cassandra Trading Ltd - members of CTC Group - are importers and large suppliers of supermarkets, retail stores as well as kiosks, hotels and restaurants, it has disposed of the operation of the SPAR store in Larnaca so as not to compete with their customers.

The Purchaser of the store, which has been in operation since October 2018, is SDT Ioannides Bros Ltd, which will continue the operation under its own tradename.

The acquisition was approved by the Commission for the Protection of Competition.

The sale price is €1,510,000 and includes the store's equipment and stock. The price will be paid upon completion of the transaction, which is estimated to take place in the first half of July.

The transaction is neither related to nor affects the interests of any Company official and is made on arm's length basis.

The said transaction is beneficial for the Company and as a result thereof and upon termination of SPAR operations in Olympia Limassol and the operations of the store on the Corner of Arch. Makarios Avenue and Crete Street in Nicosia, the Company will focus on and develop the rest of its operations.

30 June 2021