



Mediterranean Investments Holding p.l.c.

COMPANY ANNOUNCEMENT

**Issue of €40,000,000 5.0% Mediterranean Investments Holding p.l.c.
Unsecured Bonds 2022 guaranteed by Corinthia Palace Hotel Company Limited
and
Redemption of 7.15% Mediterranean Investments Holding p.l.c. Bonds 2015–2017**

Following regulatory approval received today, Monday 29 May 2017, Mediterranean Investments Holding p.l.c. (the "**Company**") announces that it will be issuing €40,000,000 5.0% Mediterranean Investments Holding p.l.c. Unsecured Bonds 2022 at par with a nominal value of €100 per Bond, guaranteed by Corinthia Palace Hotel Company Limited (the "**Bonds**").

Furthermore, the Company will be redeeming the €28,519,400 7.15% EUR denominated bonds 2015-2017 (ISIN: MT0000371238), the £4,351,100 7.15% GBP denominated bonds 2015-2017 (ISIN: MT0000371246), and the \$7,120,300 7.15% USD denominated bonds 2015-2017 (ISIN: MT0000371253), (collectively, the "**Maturing Bonds**") on 6 July 2017 in accordance with the terms of the prospectus dated 14 June 2010.

The net proceeds from the Bonds will be used to redeem the Maturing Bonds.

The Company will be granting preference to holders of the Maturing Bonds as at 26 May 2017, that is up to and including trading activity on 24 May 2017, (the "**Cut-Off Date**") to subscribe to the Bonds by surrendering their Maturing Bonds, subject to a minimum application of €1,000 and in multiples of €100 thereafter (the "**Maturing Bond Transfer**").

Holders of Maturing Bonds denominated in GBP will have the par value of each holding in GBP converted to the equivalent value in Euro at the exchange rate of €1:£0.86340 whereas holders of Maturing Bonds denominated in USD will have the par value of each holding in USD converted to the equivalent in Euro at the exchange rate of €1:\$1.1193. In determining the exchange rates for both GBP and USD, the Company has been guided by the reference exchange rates as published by the European Central Bank on 24 May 2017 at 16:00 hours CET.

The balance of the Bonds not subscribed for by Maturing Bondholders limitedly by means of a Maturing Bond Transfer, shall be made available for subscription:

- i. to Maturing Bondholders in respect of any additional Bonds applied for other than by Maturing Bond Transfer exceeding in value the aggregate nominal value of Maturing Bonds held by them as at the Cut-off Date, and
- ii. to holders of Existing Corinthia Bonds being holders of bonds issued by any company forming part of the Corinthia Group namely: Mediterranean Investments Holding p.l.c., Corinthia Finance p.l.c., International Hotel Investments p.l.c. and Island Hotels Group Holdings p.l.c. as at the Cut-off Date,

pari passu, without priority or preference between them and in accordance with the allocation policy as determined by the Issuer.

In the event that following the allocations made pursuant to paragraphs (i) and (ii) above there shall still remain unallocated Bonds, the Issuer shall offer such remaining Bonds through an Intermediaries' Offer.

In the case where holders of Maturing Bonds do not wish to exchange their investment, or wish to exchange only part of their investment for the Bonds, they will receive, as the case may be, either the principal sum or the remaining balance of the principal of their holding in the respective currency on 6 July 2017.

Full details of the Bond Issue are included in a prospectus dated 29 May 2017 which will be available on the Company's website (www.mihplc.com) from 31 May 2017. Printed copies of the prospectus will be available from Authorised Intermediaries from 6 June 2017. Pre-printed Application Forms shall be mailed to holders of Maturing Bonds (Application Forms 'A') and to holders of Existing Corinthia Bonds (Application Forms 'B') on 31 May 2017.



Stephen Bajada
Company Secretary

29 May 2017