



Stock Exchange of Mauritius

(Member of the World Federation of Exchanges)

COMMUNIQUE

Trading in the preference shares of New Mauritius Hotels (NMH)

Following an article which appeared in 'Le Defi Quotidien' of 5 June 2017 which purportedly refers to the conclusions of the report submitted by the investigator appointed by the Financial Services Commission regarding transactions in the shares, more particularly the preference shares, of New Mauritius Hotels (NMH) during the trading session of 17 February 2016, the Stock Exchange Mauritius (SEM) would like to bring the following clarifications:

1. Transactions on the SEM are effected through the interaction of buy and sell orders and the trading and closing prices of a security are determined by trades that occur on the "Normal Board" in lots of 100 securities. Transactions which involve orders of less than 100 securities occur on the "Odd Lot Board" which have no bearing on the determination of the trading and closing prices of a security during any trading session.
2. The trading prices of NMH preference shares evolved during the trading session of 17 February 2016 from Rs 10.65 to Rs 12.75, following the execution of a number of trades in the underlying security in line with SEM's ATS Schedule of Procedures.
3. The price of NMH preference shares increased from Rs 11.30 to Rs 12.75 following the execution of a trade involving 108,700 securities on the "Normal Board" and closed at Rs 12.75 following the execution of a final trade of 1000 shares in the underlying security.
4. The transaction of 16 shares which occurred at Rs 10.65, just before the last trade of 1000 shares referred to in paragraph 3 above, took place on the "Odd Lot Board" and had no impact on the trading price of NMH preference shares, as emphasised in paragraph 1 above.
5. The SEM confirms that the transactions effected in the preference shares of NMH on 17 February 2016 were made in compliance with the provisions of the SEM's ATS Schedule of Procedures.

Tuesday, 06 June 2017