ANNOUNCEMENT

The Cyprus Stock Exchange (CSE), represented by the European Central Securities Depositories Association (ECSDA) of which is a member, the European Association of Central Counterparty Clearing Houses (EACH) and the Federation of European Securities Exchanges (FESE) agreed on 7 November 2006 on a European Code of Conduct for Clearing and Settlement (the 'Code of Conduct').

Part V of the Code of Conduct refers to Service Unbundling and Accounting Separation. Service unbundling increases customers' choice and gives flexibility to customers when choosing which service to purchase by helping them to understand and compare prices and services. Accounting Separation provides relevant information concerning the services provided.

For the year 2017, the CSE complies with Part V of the Code and specifically with Article 39 (Principles), 40 (Unbundling), 42 and 43 (disclosing costs and revenues for each service separately).

Nicosia, 8 May 2018

BAKER TILLY

Baker Tilly Klitou and Partners
(Limassol) Ltd
Clerimos Building, 1st & 2nd Floors
136 Leontiou Street
CY - 3022 Limassol
P.O. Box 57328, CY-3314 Limassol
Cyprus

T: +357 25591515
F: +357 25591545

limassol@bakertillyklitou.com
www.bakertillyklitou.com

Independent Auditor's Report to the Council of the Cyprus Stock Exchange on the Cyprus Stock Exchange's public statement on compliance with the stipulations of the Code of Conduct on Service Unbundling and Accounting Separation

We have been engaged to conduct an objective and independent assessment on whether the Cyprus Stock Exchange ('CSE') complies (as noted on CSE's public statement) with the commitments contained in Part V of the European Code of Conduct for Clearing and Settlement, regarding Services Unbundling and Accounting Separation required under Article 44 of the European Code of Conduct for Clearing and Settlement issues by the Federation of European Securities Exchanges.

Our work was carries out in accordance with the International Standard on Assurance Engagement ('ISAE') 'Assurance Engagements Other than Audits or Reviews of Historical Information' (ISAE 3000). However, we have not performed an audit according to International Standards on Auditing (ISAs). Accordingly, we do not express an audit opinion.

Based on our work for the year ended 31 December 2017, nothing has come to our attention that causes us to believe that the CSE does not comply with the commitments of the Code of Conduct on Service Unbundling and Accounting Separation (Part V).

Andreas Pittakas
Certified Public Accountant and Registered Auditor
For and on behalf of

Baker Tilly Klitou
Certified Public Accountants and Registered Auditors

Corner C Hatzopoulou & 30 Griva Digeni Avenue
1066 Nicosia
Cyprus

Nicosia, 7 May 2018

Baker Tilly International Recognition Awards
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