

Provisional Decision on Remedies submission

Dear Sirs

I have been requested to send the following on behalf of our Audit Committee:

'The Board of Millennium & Copthorne plc has considered the UK's Competition Commission's publication of its investigations into the statutory audit market for large companies and its main proposal for mandatory tendering.

The Board considers the finding that there is an Adverse Effect on Competition to be unfounded.

It fully supports the position of the UK Corporate Governance Code and the changes made last year by the FRC to tender their audit every 10 years on a "comply or explain" basis.

Further it supports the ABI's comments that the new UK Corporate Governance Code should be given more time before any further changes are made.

The Board is concerned at the removal of the "comply or explain" approach and the substantial costs and management time associated with mandatory tenders which it believes could impact the quality of the audit and will detrimental to the interests of the Company as a whole.'

Regards

Alan Scott | Company Secretary
Millennium & Copthorne Hotels plc
5 August 2013