
ANNUAL GENERAL MEETING (AGM) TO BE HELD ON 24 JUNE 2020
- RESPONSE TO FURTHER QUESTION RECEIVED FROM SHAREHOLDER

The Board of Directors of City Developments Limited (the “Company”) refers to the Company’s announcement on 19 June 2020 (“**19 June Response**”) wherein the Company had set out its response to the questions received from shareholders that are relevant to the AGM resolutions and the business of the Group.

Subsequent to the Company’s 19 June Response, the Company received an additional query from a shareholder which is set out below:

Question: Please give an update on how our hospitality M&C business is affected by the Covid-19 crisis. What is the outlook going forward?

Company’s Response:

With regard to questions relating to our business outlook including that of our hospitality business, especially taking into account the impact arising from the COVID-19 pandemic in Singapore and globally, we would like to refer shareholders to the Company’s operational update for the 1st quarter ended 31 March 2020 (“Q1 2020”) together with the presentation deck which were both issued on 12 May 2020. These documents may be found on the Company’s corporate website as well as on the website of the Singapore Exchange.

Key operating statistics relating to the hotel operations, including the various regions’ average occupancy rates, average room rates and RevPAR for Q1 2020 have been set out in the aforementioned operational update. As at 31 March 2020, around 30% of the Group’s global portfolio of 152 hotels were temporarily closed following lockdowns imposed by local governments to curb the COVID-19 outbreak. This percentage has dropped to around 23% of the Group’s portfolio, with 35 hotels temporarily closed as at 21 June 2020.

The Group’s hospitality business has suffered most severely from the impact of COVID-19. The near term outlook remains highly challenging and uncertain. However, the Group has a strong balance sheet and is well positioned to absorb the pressures. While headwinds continue to persist, the Group will stay resilient and agile as it navigates through the storm.

The Company will be announcing, within the first two weeks of August 2020, the Group’s unaudited financial results for the half year ending 30 June 2020, and shareholders are advised to refer to the same when it is released.

By Order of the Board

Enid Ling Peek Fong
Company Secretary
24 June 2020