



HOTEL ROYAL LIMITED
(Incorporated in the Republic of Singapore)
(Co. Reg. No. 196800298G)

THE CIVIL SUIT BY DORSETT REGENCY (M) SDN. BHD.

All capitalized terms not expressly defined herein shall bear the meanings ascribed to them in our announcements dated 2 March 2009, 21 January 2010, 26 February 2010, 12 October 2010, 15 November 2010, 28 January 2011 and 17 December 2015.

The Board of Directors of Hotel Royal Limited (the "Company" together with its subsidiaries, the "Group") refers to the Civil Suit between Dorsett Regency (M) Sdn. Bhd.'s ("DRSH") against the Group's wholly-owned subsidiary, Faber Kompleks Sdn. Bhd. ("FKSB").

On 17 December 2015, the Company had announced that the Penang High Court has, in its judgment, dismissed DRSH's claim in its entirety and also ordered DRSB to pay costs of RM 50,000.00.

DRSH has filed a notice of appeal against the decision of the Penang High Court.

The Company believes that DRSH's appeal are baseless and without merit. The Company intends to vigorously defend the claims.

Further announcements will be made on any material development with respect to the Civil Suit as and when appropriate.

By Order of the Board

Dr Lee Keng Thon
Chairman

13 January 2016