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(Constituted in the Republic of Singapore pursuant to a trust deed dated 19 January 2006 (as amended))

ANNOUNCEMENT

ISSUE OF S\$250.0 MILLION IN AGGREGATE PRINCIPAL AMOUNT OF FIXED RATE PERPETUAL SECURITIES

Ascott Residence Trust Management Limited (the "**Manager**"), as manager of Ascott Residence Trust ("**Ascott REIT**"), wishes to announce the pricing of S\$250.0 million in aggregate principal amount of fixed rate perpetual securities (the "**Securities**"). The Securities will be issued by DBS Trustee Limited (in its capacity as trustee of Ascott REIT) (the "**Issuer**").

Oversea-Chinese Banking Corporation Limited has been appointed as sole lead manager and bookrunner for the issue of the Securities.

Any issue of the Securities would be made in reliance on exemptions invoked under Sections 274 and/or 275 of the Securities and Futures Act, Chapter 289 of Singapore (the "**SFA**") or an applicable exemption under the SFA.

Approval in-principle has been obtained from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) for the listing and quotation of the Securities (if issued) on the SGX-ST. Admission to the Official List of the SGX-ST and quotation of the Securities on the SGX-ST is not to be taken as an indication of the merits of the Issuer, its subsidiaries or associated companies or the Securities.

Ascott REIT has been assigned a “Baa3” issuer rating by Moody's Investors Service Limited. The Securities will be unrated.

The net proceeds arising from the issue of the Securities (after the deduction of underwriting commissions, fees and expenses in connection with the issue) will be used by Ascott REIT towards acquisition opportunities (as and when they may arise) or for any other purpose as the Manager may in its absolute discretion deem fit in the interest of Ascott REIT. Pending such deployment, the net proceeds arising from the issue of the Securities may also be deposited with banks and/or financial institutions, or used for any other purpose on a short-term basis as the Manager may, in its absolute discretion, deem fit. If there are no suitable acquisition opportunities, the net proceeds arising from the issue of the Securities may be used to reduce some of Ascott REIT's existing debt either in part or in full, by the Manager, at its absolute discretion, on or prior to its maturity.

The Securities, which will be issued in the denomination of S\$250,000, will be perpetual and will confer a right to receive distribution payments at a rate of 4.68 per cent. per annum with the first distribution rate reset falling on 30 June 2020 and subsequent resets occurring every five years thereafter. The distribution will be payable semi-annually in arrear on a discretionary basis and will be non-cumulative in accordance with the terms and conditions of the Securities (the “**Conditions**”). The Securities will constitute direct, unsecured and subordinated obligations of the Issuer and will rank *pari passu* and without any preference among themselves and with any Parity Obligations (as defined in the Conditions). Subject to the insolvency laws of Singapore and other applicable laws, the payment obligations of the Issuer under the Securities will at all times rank ahead of the holders of Junior Obligations (as defined in the Conditions) of Ascott REIT, but junior to the claims of all other present and future creditors of Ascott REIT (other than Parity Obligations of the Issuer). The Securities may be redeemed at the option of the Issuer in whole, but not in part, on 30 June 2020 or any Distribution Payment Date (as defined in the Conditions) thereafter and otherwise upon the occurrence of certain redemption events specified in the Conditions.

The Securities are expected to be issued on or around 30 June 2015, subject to the satisfaction of customary closing conditions.

By Order of the Board
Ascott Residence Trust Management Limited
(Registration Number: 200516209Z)
As manager of Ascott Residence Trust

Kang Siew Fong / Regina Tan
Joint Company Secretaries
23 June 2015

IMPORTANT NOTICE

The value of units in Ascott Residence Trust (“**Units**”) and the income derived from them may fall as well as rise. Units are not obligations of, deposits in, or guaranteed by Ascott Residence Trust Management Limited, as manager of Ascott Residence Trust (the “**Manager**”), or any of its affiliates. An investment in Units is subject to investment risks, including the possible loss of the principal amount invested.

Investors have no right to request the Manager to redeem their Units while the Units are listed. It is intended that Unitholders may only deal in their Units through trading on Singapore Exchange Securities Trading Limited (the “**SGX-ST**”). Listing of the Units on the SGX-ST does not guarantee a liquid market for the Units.

This document is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for the Units. The past performance of Ascott Residence Trust is not necessarily indicative of the future performance of Ascott Residence Trust.