GLOBAL PREMIUM HOTELS LIMITED
(Company registration no. 201128650E)

UNAUDITED FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FOURTH QUARTER AND THE FULL YEAR ENDED 31 DECEMBER 2015

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INTRODUCTION

Global Premium Hotels Limited ("GPHL") was incorporated as a private limited liability company on 19 September 2011 and listed on the Main Board of the Singapore Exchange Securities Trading Limited ("**SGX**") on 26 April 2012.

GPHL and its subsidiaries (the "Group") operate one of Singapore's largest chains of hotels with 23 hotels, of which 21 hotels are operated under the "Fragrance" brand and 2 hotels under the "Parc Sovereign" brand. The Group provides economy-tier and mid-tier class of accommodation with 1,983 rooms in Singapore as at 31 December 2015.

The Group is principally engaged in the business of developing and operating economy-tier to mid-tier class hotels. Most of the Group's hotels are located in the city or city-fringe areas. The established track record and reputation of providing affordable accommodation has led to the "Fragrance" brand of hotels becoming well recognised in the local and regional hospitality industry.

1(a)(i) Consolidated Statement of Profit and Loss and Other Comprehensive Income

	Group					
	4Q 2015 S$'000	**4Q 2014 S$'000**	**% Change**	**FY 2015 S$'000**	**FY 2014 S$'000**	**% Change**
Revenue	15,083	16,037	(5.9)	61,113	61,529	(0.7)
Cost of sales	(1,645)	(2,030)	(19.0)	(6,529)	(7,582)	(13.9)
Gross profit	**13,438**	**14,007**	**(4.1)**	**54,584**	**53,947**	**1.2**
Other operating income[1]	150	534	(71.9)	1,828	1,317	38.8
Administrative expenses	(6,650)	(6,432)	3.4	(26,750)	(24,936)	7.3
Foreign exchange gains/(losses), net[1]	921	(848)	N.M.	(1,185)	(848)	39.7
Finance costs	(2,618)	(2,313)	13.2	(10,234)	(8,640)	18.4
Profit before income tax	**5,241**	**4,948**	**5.9**	**18,243**	**20,840**	**(12.5)**
Income tax	(387)	3,431	N.M.	(3,444)	409	N.M.
Profit for the period/year	**4,854**	**8,379**	**(42.1)**	**14,799**	**21,249**	**(30.4)**
Other comprehensive income:						
Changes in fair value of financial derivatives	73	-	N.M.	190	-	N.M.
Revaluation of land and hotel buildings	(5,933)	24,011	N.M.	(5,933)	24,011	N.M.
Transfer of depreciation on revaluation of leasehold land and hotel buildings to revaluation reserve	1,085	1,081	0.4	4,323	4,032	7.2
Income tax effects	1,372	(703)	N.M.	1,372	(703)	N.M.
Net other comprehensive (loss)/income for the period/year	**(3,403)**	**24,389**	**N.M.**	**(48)**	**27,340**	**N.M.**
Total comprehensive income for the period/year	**1,451**	**32,768**	**(95.6)**	**14,751**	**48,589**	**(69.6)**

Footnote:

1. Certain items have to be reclassified in 4Q 2015 and full year results to enhance current year presentation.

N.M. – not meaningful

1(a)(ii) Profit before income tax is arrived at after charging/(crediting):

	Group					
	4Q 2015 S$'000	**4Q 2014 S$'000**	**% Change**	**FY 2015 S$'000**	**FY 2014 S$'000**	**% Change**
Depreciation and amortisation	1,296	1,347	(3.8)	5,138	5,024	2.3
Plant and equipment written off	33	1	N.M.	76	16	N.M.
Finance costs	2,618	2,313	13.2	10,234	8,640	18.4
Interest income	(29)	(405)	(92.8)	(781)	(514)	51.9
Under/(over) provision of income tax in prior years	15	(4,368)	N.M.	186	(4,396)	N.M.
Bad debts written off /allowance for doubtful debts, net	-	2	N.M.	11	14	(21.4)
Loss on disposal of plant and equipment	-	-	-	5	-	N.M.
Foreign exchange (gains)/losses, net	(921)	848	N.M.	1,185	848	39.7

N.M. – not meaningful

1(b)(i) Statements of Financial Position as at 31 Dec 2015 vs 31 Dec 2014

	Group			Company		
	31 Dec 2015 S$'000	31 Dec 2014 S$'000	% Change	31 Dec 2015 S$'000	31 Dec 2014 S$'000	% Change
ASSETS						
Current assets						
Cash and cash equivalents	5,002	43,375	(88.5)	38	248	(84.7)
Trade receivables[1]	3,813	1,617	135.8	-	-	-
Other receivables	2,132	1,722	23.8	10	10	-
Property held for development[2]	25,943	-	N.M.	-	-	-
Total current assets	**36,890**	**46,714**	**(21.0)**	**48**	**258**	**(81.4)**
Non-current assets						
Property, plant and equipment[3]	1,222,486	1,223,377	(0.1)	-	-	-
Subsidiaries[6]	-	-	-	664,738	667,052	(0.3)
Derivative financial assets[4]	189	-	N.M.	-	-	-
Total non-current assets	**1,222,675**	**1,223,377**	**(0.1)**	**664,738**	**667,052**	**(0.3)**
Total assets	**1,259,565**	**1,270,091**	**(0.8)**	**664,786**	**667,310**	**(0.4)**
LIABILITIES AND EQUITY						
Current liabilities						
Trade payables	1,687	1,846	(8.6)	-	-	-
Other payables	7,394	5,959	24.1	879	1,267	(30.6)
Term loans[5]	19,801	71,953	(72.5)	-	-	-
Income tax payable	3,307	3,995	(17.2)	-	3	N.M.
Amount due to subsidiaries	-	-	-	18,350	16,500	11.2
Total current liabilities	**32,189**	**83,753**	**(61.6)**	**19,229**	**17,770**	**8.2**
Non-current liabilities						
Term loans[5]	462,458	429,581	7.7	-	-	-
Deferred tax liabilities	36,388	37,718	(3.5)	-	-	-
Other payables	-	-	-	1,163	1,441	(19.3)
Total non-current liabilities	**498,846**	**467,299**	**6.8**	**1,163**	**1,441**	**(19.3)**
Capital and reserves						
Share capital	263,692	263,692	-	263,692	263,692	-
Reserves	464,838	455,347	2.1	380,702	384,407	(1.0)
Total equity	**728,530**	**719,039**	**1.3**	**644,394**	**648,099**	**(0.6)**
Total liabilities and equity	**1,259,565**	**1,270,091**	**(0.8)**	**664,786**	**667,310**	**(0.4)**

N.M. – not meaningful

Footnotes:

1. *Increase in trade receivables was mainly due to the GST recoverable of $2.4 million in relation to acquisition of a property in Perth, Australia.*

2. *Increase in property held for development relates to a property in Perth, Australia.*

3. *Decrease in property, plant and equipment was mainly due to decrease in fair value of hotel properties in FY 2015, which was partially offset by i) capitalisation of assets enhancement costs for 6 hotels namely Fragrance Hotel – Rose, Fragrance Hotel – Balestier, Fragrance Hotel – Classic, Fragrance Hotel – Kovan, Fragrance Hotel – Lavender and Fragrance Hotel – Crystal; ii) additional costs incurred on Parc Sovereign Hotel – Tyrwhitt; and iii) costs incurred on new hotel information system and furniture & fittings.*

4. *In 2Q 2015, the Group entered into an interest rate swap ("IRS") to swap cash flows for interest payment on borrowings of $60.5 million from variable rate to fixed rate. Fair value changes on the IRS resulted in financial derivative assets of $0.2 million as at 31 December 2015.*

5. *Decrease in term loans was mainly due to repayment of term loans.*

6. *The 31 December 2014 statement of financial position of the Company has been restated, with the following reclassifications, to be consistent with the classification as at 31 December 2015:*

	As previously stated S$'000	***Reclassification S$'000***	***As restated S$'000***
Current asset: Amount due from subsidiaries	*71,400*	*(71,400)*	*-*
Non-current asset: Subsidiaries	*595,652*	*71,400*	*667,052*
Total current assets	*71,658*	*(71,400)*	*258*
Total non-current assets	*595,652*	*71,400*	*667,052*

The reclassifications relate to funds provided by the Company to its subsidiaries which are not expected to be repaid within the next 12 months. The above reclassification has no effect on the Group's current and non-current assets as the intercompany funding is eliminated on consolidation. No reclassification is required for the corresponding line items as of 31 December 31, 2013.

1(b)(ii) Aggregate amount of borrowings and debt securities

	Group		**Company**	
	31 Dec 2015 S$'000	**31 Dec 2014 S$'000**	**31 Dec 2015 S$'000**	**31 Dec 2014 S$'000**
Secured borrowings				
- Amount repayable within one year[1]	19,801	71,953	-	-
- Amount repayable after one year	462,458	429,581	-	-
[2]	**482,259**	**501,534**	**-**	**-**

Footnotes:

1. *The Company has converted the loan in relation to the development of Parc Sovereign Hotel – Tyrwhitt, which was previously classified in current liabilities as at 31 December 2014, into a long term loan in October 2015.*

2. *The decrease in the Group's borrowings as at 31 December 2015 was mainly due to repayment of term loans.*

Details of collaterals

The credit facilities for the Group are secured by the following:

i) the legal mortgage of our hotels;

ii) assignment of rental proceeds, construction contracts, performance bonds (if any), insurance policies and debentures; and

iii) corporate guarantee by GPHL.

1(c) Consolidated Statement of Cash Flows

	Group			
	4Q 2015 S$'000	**4Q 2014 S$'000**	**FY 2015 S$'000**	**FY 2014 S$'000**
Operating activities				
Profit before income tax	5,241	4,948	18,243	20,840
Adjustments for:				
Interest income	(29)	(405)	(781)	(514)
Bad debts written off /allowance for doubtful debts, net	-	2	11	14
Finance costs	2,618	2,313	10,234	8,640
Depreciation and amortisation	1,296	1,347	5,138	5,024
Plant and equipment written off	33	1	76	16
Loss on disposal of plant and equipment	-	-	5	-
Unrealised foreign exchange losses	-	848	-	848
Operating cash flows before movements in working capital	**9,159**	**9,054**	**32,926**	**34,868**
Trade receivables	(2,529)	212	(2,207)	(94)
Other receivables	2,392	229	151	4,262
Trade payables	(109)	(104)	(159)	46
Other payables	(664)	(1,060)	227	617
Property held for development	(24,567)	-	(24,567)	-
Cash (used in) generated from operating activities	**(16,318)**	**8,331**	**6,371**	**39,699**
Interest paid [1]	(2,694)	(2,380)	(10,477)	(9,081)
Income tax paid	(694)	(403)	(4,090)	(4,172)
Net cash (used in) from operating activities	**(19,706)**	**5,548**	**(8,196)**	**26,446**
Investing activities				
Interest received	29	405	781	514
Purchase of property, plant and equipment	(3,152)	(355)	(5,943)	(10,301)
Proceeds from disposal of property, plant and equipment	4	1	4	1
Net cash (used in) from investing activities	**(3,119)**	**51**	**(5,158)**	**(9,786)**
Financing activities				
Proceeds from term loans	60,336	65,059	62,336	145,060
Repayment of term loans	(56,768)	(60,472)	(82,087)	(126,340)
Dividend paid	-	-	(5,260)	(2,735)
Payment of transaction costs related to borrowings	(8)	-	(8)	-
Net cash from (used in) financing activities	**3,560**	**4,587**	**(25,019)**	**15,985**
(Decrease) increase in cash and cash equivalents	**(19,265)**	**10,186**	**(38,373)**	**32,645**
Cash and cash equivalents at beginning of period/year	**24,267**	**34,037**	**43,375**	**11,578**
Effects of currency translation on cash and cash equivalents	**-**	**(848)**	**-**	**(848)**
Cash and cash equivalents at end of period/year	**5,002**	**43,375**	**5,002**	**43,375**

Footnote:
1. Interest paid in year 2014 includes interest capitalised under property, plant and equipment.

1(d)(i) Statements of Changes in Equity

Group	Share capital	Revaluation reserve	Merger reserve	Hedging reserve	Retained earnings	Total
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Balance as at 1 January 2015	**263,692**	**903,327**	**(555,028)**	**-**	**107,048**	**719,039**
Transactions with owners, recognised directly in equity						
Dividend	-	-	-	-	(5,260)	(5,260)
Total	-	-	-	-	(5,260)	(5,260)
Total comprehensive income for the period						
Profit for the period	-	-	-	-	9,945	9,945
Other comprehensive income for the period	-	3,238	-	117	-	3,355
Total	-	3,238	-	117	9,945	13,300
Balance as at 30 September 2015	**263,692**	**906,565**	**(555,028)**	**117**	**111,733**	**727,079**
Total comprehensive income for the period						
Profit for the period	-	-	-	-	4,854	4,854
Other comprehensive (loss) income for the period	-	(3,476)	-	73	-	(3,403)
Total	-	(3,476)	-	73	4,854	1,451
Balance as at 31 December 2015	**263,692**	**903,089**	**(555,028)**	**190**	**116,587**	**728,530**
Balance as at 1 January 2014	**263,692**	**875,987**	**(555,028)**	**-**	**88,534**	**673,185**
Transactions with owners, recognised directly in equity						
Dividend	-	-	-	-	(2,735)	(2,735)
Total	-	-	-	-	(2,735)	(2,735)
Total comprehensive income for the period						
Profit for the period	-	-	-	-	12,870	12,870
Other comprehensive income for the period	-	2,951	-	-	-	2,951
Total	-	2,951	-	-	12,870	15,821
Balance as at 30 September 2014	**263,692**	**878,938**	**(555,028)**	**-**	**98,669**	**686,271**
Total comprehensive income for the period						
Profit for the period	-	-	-	-	8,379	8,379
Other comprehensive income for the period	-	24,389	-	-	-	24,389
Total	-	24,389	-	-	8,379	32,768
Balance as at 31 December 2014	**263,692**	**903,327**	**(555,028)**	**-**	**107,048**	**719,039**

	Share capital	Retained earnings	Total
Company	**S$'000**	**S$'000**	**S$'000**
Balance as at 1 January 2015	**263,692**	**384,407**	**648,099**
Transactions with owners, recognised directly in equity			
Dividend	-	(5,260)	(5,260)
Total	-	(5,260)	(5,260)
Total comprehensive income for the period			
Profit for the period	-	2,052	2,052
Total	-	2,052	2,052
Balance as at 30 September 2015	**263,692**	**381,199**	**644,891**
Total comprehensive income for the period			
Loss for the period	-	(497)	(497)
Total	-	(497)	(497)
Balance as at 31 December 2015	**263,692**	**380,702**	**644,394**
Balance as at 1 January 2014	**263,692**	**351,868**	**615,560**
Transactions with owners, recognised directly in equity			
Dividend	-	(2,735)	(2,735)
Total	-	(2,735)	(2,735)
Total comprehensive income for the period			
Profit for the period	-	35,621	35,621
Total	-	35,621	35,621
Balance as at 30 September 2014	**263,692**	**384,754**	**648,446**
Total comprehensive income for the period			
Loss for the period	-	(347)	(347)
Total	-	(347)	(347)
Balance as at 31 December 2014	**263,692**	**384,407**	**648,099**

1(d)(ii) Details of any changes in the Company's issued Share Capital

	Company	
	No of shares	**Capital S$'000**
As at 1 January 2015 and 31 December 2015	**1,052,000,000**	**263,692**

There was no movement in the issued and paid-up capital of the Company since 31 December 2014.

1(d)(iii) Treasury Shares

The Company did not hold any treasury shares as at 31 December 2015 and 31 December 2014.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on

There were no sales, transfer, disposal, cancellation and/or use of treasury shares for the period ended 31 December 2015.

2 Whether the figures have been audited, or reviewed and in accordance with which standard or practice

The figures have not been audited nor reviewed by our auditors.

3 Where the figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of matter)

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recent audited annual financial statements have been applied

The Group has applied the same accounting policies and method of computation in the financial statements for the current financial period, which are consistent with those described in the audited financial statements for the year ended 31 December 2014, except for the adoption of new and revised Financial Reporting Standards ("FRS") which become effective for the Group on 1 January 2015. These changes have no effect on the financial statement for the fourth quarter and the full year ended 31 December 2015.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what had changed, as well as the reasons for, and the effect of, the change

Please refer to Item 4 above.

6 Earnings per share ("EPS") based on profit after tax & non-controlling interest attributable to the equity holders of the Company

In computing the EPS, the weighted average number of shares as at the end of each period is used for the computation. The diluted EPS is the same as the basic EPS as there are no dilutive instruments in issue during the period.

	Group			
	4Q 2015	**4Q 2014**	**FY 2015**	**FY 2014**
Weighted average number of shares in issue	1,052,000,000	1,052,000,000	1,052,000,000	1,052,000,000
Earnings per share ("EPS")[1]	**cents**	**cents**	**cents**	**cents**
Based on weighted average number of shares in issue	0.46	0.80	1.41	2.02
Based on fully diluted basis	0.46	0.80	1.41	2.02
Number of shares in issue at end of period/year	1,052,000,000	1,052,000,000	1,052,000,000	1,052,000,000

Footnote:

1. EPS for the period is calculated based on profit attributable to the equity holders of the Company.

7 Net asset value ("NAV") per share based on issued share capital (excluding treasury shares) as at the end of the period

	Group		Company	
	31 Dec 2015 cents	**31 Dec 2014 cents**	**31 Dec 2015 cents**	**31 Dec 2014 cents**
NAV per share	69.25	68.35	61.25	61.61

The NAV per share as at 31 December 2015 and 31 December 2014 were calculated based on 1,052,000,000 issued shares.

8 Review of the performance

4Q 2015 vs 4Q 2014

Group	**4Q 2015 S$'000**	**4Q 2014 S$'000**	**% Change**
Hotel room revenue	14,801	15,780	(6.2)
Rental income	282	257	9.7
Total revenue	**15,083**	**16,037**	**(5.9)**
Cost of sales	(1,645)	(2,030)	(19.0)
Gross profit	**13,438**	**14,007**	**(4.1)**
Other operating income	150	534	(71.9)
Administrative expenses	(6,650)	(6,432)	3.4
Foreign exchange gains/(losses), net	921	(848)	N.M.
Finance costs	(2,618)	(2,313)	13.2
Profit before income tax	**5,241**	**4,948**	**5.9**
Income tax	(387)	3,431	N.M.
Profit for the period	**4,854**	**8,379**	**(42.1)**

Hotel room revenue for 4Q 2015 decreased by $1.0 million, or 6.2% over 4Q 2014. This was mainly due to lower revenue of $1.2 million recognised from most of the hotels including one hotel which had to close temporarily to facilitate asset enhancement works. The decrease was partially offset by the additional contribution of $0.1 million from Parc Sovereign Hotel – Tyrwhitt and $0.1 million from Fragrance Hotel – Rose post asset enhancement works completed in 1H 2015.

The Group's average occupancy rate ("AOR") decreased from 81.4% in 4Q 2014 to 78.5% in 4Q 2015 and Revenue Per Available Room ("RevPAR") also retreated from $86.8 in 4Q 2014 to $84.8 in 4Q 2015.

Rental income remained relatively stable at $0.3 million in 4Q 2015 and 4Q 2014.

Cost of sales decreased by $0.4 million, or 19.0% over 4Q 2014. This was mainly due to cost savings for utilities and hotel consumables which were partially offset by the increase of guest meal charges.

Other operating income for 4Q 2015 decreased by $0.4 million over 4Q 2014. This was mainly due to less interest income earned from lower fixed deposits and interest-bearing cash balances placed with financial institutions.

Administrative expenses for 4Q 2015 increased by $0.2 million, or 3.4% over 4Q 2014, mainly due to increase in staff costs.

In 4Q 2015, the net exchange gains of $0.9 million was attributed to our investment in Australia.

Finance costs for 4Q 2015 increased by $0.3 million, or 13.2% over 4Q 2014. This was mainly due to higher interest rate on loans in 4Q 2015.

Income tax for 4Q 2015 increased by $3.8 million over 4Q 2014 mainly due to reversal of over provision of income tax in relation to prior years in 4Q 2014.

FY 2015 vs FY 2014

Group	**FY 2015 S$'000**	**FY 2014 S$'000**	**% Change**
Hotel room revenue	60,000	60,569	(0.9)
Rental income	1,113	960	15.9
Total revenue	**61,113**	**61,529**	**(0.7)**
Cost of sales	(6,529)	(7,582)	(13.9)
Gross Profit	**54,584**	**53,947**	**1.2**
Other operating income	1,828	1,317	38.8
Administrative expenses	(26,750)	(24,936)	7.3
Foreign exchange losses, net	(1,185)	(848)	39.7
Finance costs	(10,234)	(8,640)	18.4
Profit before income tax	**18,243**	**20,840**	**(12.5)**
Income tax	(3,444)	409	N.M.
Profit for the year	**14,799**	**21,249**	**(30.4)**

Hotel room revenue for FY 2015 decreased by $0.6 million, or 0.9% over FY 2014. This was mainly due to lower revenue of $6.6 million recognised from most of the hotels including six hotels which had to close temporarily either fully or floor by floor to facilitate asset enhancement works. The decrease was partially offset by the additional contribution of $4.8 million from Parc Sovereign Hotel – Tyrwhitt; $1.0 million from Fragrance Hotel – Pearl post asset enhancement works; and $0.2 million from Fragrance Hotel – Rose post asset enhancement works completed in 1H 2015.

The Group's AOR decreased from 85.0% in FY 2014 to 81.6% in FY 2015 and RevPAR also retreated from $90.8 in FY 2014 to $85.3 in FY 2015.

Rental income for FY 2015 increased by $0.2 million, or 15.9% over FY 2014. This was mainly due to additional rental income recognised from three commercial units within Parc Sovereign Hotel – Tyrwhitt.

Cost of sales decreased by $1.0 million, or 13.9% over FY 2014. This was mainly due to cost savings for utilities and hotel consumables which were partially offset by the increase of guest meal charges.

Other operating income for FY 2015 increased by $0.5 million over FY 2014. This was mainly due to higher interest income earned from fixed deposits and interest-bearing accounts placed with financial institutions; and receipt of wage credit and employment credit in FY 2015.

Administrative expenses for FY 2015 increased by $1.8 million, or 7.3% over FY 2014. This was mainly due to i) increase in staff costs, commissions to agents and property tax; and ii) higher depreciation charge due to increase in fair value gain on leasehold land and hotel buildings in FY 2014 and full year depreciation charge for Parc Sovereign Hotel – Tyrwhitt in FY 2015.

In FY2015, the total net foreign exchange losses amounted to $1.2 million was attributed to our investment in Australia.

Finance costs for FY 2015 increased by $1.6 million, or 18.4% over FY 2014. This was mainly due to recognition of full year interest expenses on loan pertaining to Parc Sovereign Hotel – Tyrwhitt and higher interest rate on loans in FY 2015.

Income tax for FY 2015 increased by $3.9 million over FY 2014 mainly due to the decrease in profit before tax which was partially offset by the reversal of over provision of income tax in relation to prior years in 4Q 2014.

9 Variance between the forecast or prospectus statement (if disclosed previously) and the actual results

The current results are broadly in line with the prospects statement made in the third quarter 2015 financial results announcement.

10 Commentary on the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months

International tourist arrivals in Singapore increase marginally by 0.4% year-on-year ("yoy") from January to November 2015 compared to the same period last year[1]. The positive international visitor arrivals numbers are not reflected in the performance of hotels in Singapore. Singapore Tourism Board ("STB") figures published on 19 January 2016 show that the industry average hotel occupancy rate ("AOR") and the overall revenue per available room ("RevPAR") were down by 0.4% yoy and 5.3% yoy respectively[2].

With the slow global economy and relatively strong Singapore dollar as compared to the regional currencies, weak corporate and leisure demand may persist. Competition in the hospitality industry is expected to remain intense in the near term with supply of new rooms. Rising interest costs will have an impact on the Group's performance.
In 2016, Singapore will host several events such as The Singapore Airshow, World Rugby Sevens Series and Food & Hotel Asia. It will also host several prominent medical congresses for the first time[3]. To drive greater awareness of both popular tourist destinations and build stronger two-way tourism traffic, STB and Japan National Tourism Organization ("JNTO") has entered into a Memorandum of Cooperation[4] ("MOC") on 18 January 2016 as well.

Moving forward, we hope that with these events to be hosted in Singapore and the Singapore-Japan 50th anniversary[4] ("SJ50") campaign announced by STB, the inbound travel to and through Singapore will improve in the coming months.

To better position itself to capture future opportunities, the Group has been embarking on asset enhancement works to some of its hotels during this lull period.

Footnotes:
1. *Source: Estimated according to Singapore Tourism Board ("STB") – International Visitor Arrivals Statistics published on 19 January 2016.*
2. *Source: STB – Hotel Statistics 2015 (Preliminary) published on 19 January 2016.*
3. *Source: STB – "Slew of prominent medical congresses in Singapore and Southeast Asia for the first time", 18 December 2015.*
4. *Source: STB – "Japan and Singapore Ink Memorandum of Cooperation on Tourism Cooperation", 18 January 2016.*

11 Dividend

11(a) **Current Financial Period**

Any dividend declared for the current financial period? No

11(b) **Corresponding period of the preceding financial period**

Any dividend declared for the corresponding period of the immediate preceding financial period? Yes

Name of Dividend	Proposed Final (ordinary)
Dividend Type	Cash
Dividend Amount per share	$0.005
No. of shares in issue (excluding treasury shares)	1,052,000,000
Total Dividend Amount	$5,260,000/-
Tax Rate	Tax-exempt (one-tier tax) dividend
Date of payment	28 April 2015

11(c) Date payable : Not applicable

11(d) Book closure date : Not applicable

12 If no dividend has been declared/recommended, a statement to that effect

No dividend has been declared/recommended for the year under review.

13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920 (1) (a) (ii). If no IPT mandate has been obtained, a statement to that effect

The Group has not obtained a general mandate from shareholders for Interested Person Transactions.

14 Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company hereby confirms that it has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

15 Segmented revenue and results for business or geographical segments (of the Group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

Segment information has not been presented as the Group's operates solely in Singapore and the principal business operating units are hotel operations.

16 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

Please refer to paragraph 8 and 15 on the review.

17 A breakdown of revenue as follows:-

	FY 2015	FY 2014	Change
	S$'000	S$'000	%
16(a) Revenue reported for first half year	29,743	28,291	5.1
16(b) Net profit after tax for the first half year	6,375	7,762	(17.9)
16(c) Revenue reported for second half year	31,370	33,238	(5.6)
16(d) Net profit after tax for the second half year	8,424	13,487	(37.5)

18 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-

	FY 2015	FY 2014
Ordinary	S$'000	S$'000
Interim Dividend	-	-
Proposed Final Dividend	-	5,260
Total	**-**	**5,260**

19 Disclosure of person occupying a managerial position or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Ko Lee Meng	54	Sister of Mr Koh Wee Meng who is the Chairman and substantial shareholder of the Company as well as sister-in-law of Ms Lim Wan Looi, substantial shareholder of the Company.	Presently the Deputy Chairman and CEO of the Company and is responsible for overseeing operations, setting directions for new growth areas and developing business strategies for the Group since October 2015.	Nil

On behalf of the Board

Mr Koh Wee Meng
Chairman

Ms Ko Lee Meng
Deputy Chairman and CEO

3 February 2016

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies and venues for the sale/distribution of goods and services, shifts in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, governmental and public policy changes and the continued availability of financing in the amounts and the terms necessary to support future business. You are cautioned not to place undue reliance on these forward looking statements, which are based on current view of management on future events.