



HOTEL PROPERTIES LIMITED (Reg No: 198000348Z)

DIVESTMENT IN ASSOCIATED COMPANY IN THAILAND
- SIAM JI CO., LTD (“SIAM JI”)

The Directors of Hotel Properties Limited ("HPL" or "the Company") wish to announce that its associated company, Leisure Ventures Pte Ltd ("LVPL") has through its wholly owned subsidiary company, IFC Holdings Pte Ltd ("IFCH") and associated company, Gourmet Ventures (Thailand) Limited, divested their equity interests in Siam JI to its existing joint venture partner, Siam Gourmet Holding Co., Ltd. (the "Sale"):

<u>Name of entities</u>	<u>Number of shares Held</u>	<u>%</u>	<u>Consideration</u>
IFC Holdings Pte Ltd	367,500	49%	THB367,500
Gourmet Ventures (Thailand) Limited	15,000	2%	THB15,000

The principal activity of Siam JI is to carry out service business in relation to food and beverages in restaurants and shops.

In view of the continuing operating losses of Siam JI due to the unfavourable economic situation, and the ongoing severe impact of COVID19 pandemic with no prospects of an early turnaround for Siam JI, the Group decided to divest its shares in Siam JI.

The consideration was arrived at after arm's length negotiations and on a willing buyer, willing seller basis, and after taking into account the negative equity of Siam JI's Balance Sheet as at 31 July 2020.

The Sale is not expected to have a material effect on the consolidated earnings per share and net tangible asset value per share of the HPL Group, based on the audited consolidated accounts of the HPL Group for the financial year ended 31 December 2019.

Other than Mr Ong Beng Seng, the Managing Director and a deemed substantial shareholder of HPL, who is deemed to have a 50% interest in LVPL through Rizona (Hong Kong) Limited, no Director, controlling shareholder or substantial shareholder of the Company has an interest, direct or indirect, in the Sale, other than through their shareholding interests in HPL.

By Order of the Board

Lo Swee Oi
Company Secretary

Date: 23 September 2020