

BANYAN TREE HOLDINGS LIMITED

(Company Registration Number 200003108H)

INCORPORATION OF A NEW WHOLLY-OWNED SUBSIDIARY

Banyan Tree Holdings Limited ("BTH") wishes to announce the incorporation of the following indirect wholly-owned subsidiary in the People's Republic of China ("Incorporation") as part of its ongoing business development:-

Name of Subsidiary: Chengdu Laguna Property Service Co., Ltd. ("CLPS")
(成都乐古浪物业服务服务有限公司)

Principal Activity: Property Management

Registered Capital: RMB500,000/- (approximately S\$100,000/-)

CLPS is wholly-owned by BTH's indirect subsidiary, Banyan Tree Hotels Management (Beijing) Co., Ltd.

The Incorporation is not expected to have any material impact on the net tangible assets and earnings per share of BTH Group on a consolidated basis for the financial year ending 31 December 2014.

None of the Directors or substantial shareholders of BTH have any interest, direct or indirect, in the Incorporation other than through their respective shareholdings in BTH.

By Order of the Board

Jane Teah

Company Secretary

1 August 2014