



ANNOUNCEMENT

PROFIT GUIDANCE ON FINANCIAL YEAR ENDED 30 JUNE 2020 (“FY2020”)

GL Limited (“**Company**”, and together with its subsidiaries “**Group**”) refers to following announcements issued previously:

1. 24 March 2020 – Update on Hotel Segment Amidst the Rapidly Evolving Coronavirus Situation; and
2. 24 April 2020 – Update on Hotel Segment Amidst the Covid-19 Pandemic.

The Group wishes to advise the shareholders of the Company that the Group is expected to report a net loss for FY2020. The losses are primarily due to:

- a. The COVID-19 pandemic that has resulted in widespread international travel restrictions and severely disrupted the Group’s UK hospitality business led by its wholly-owned subsidiary, GLH Hotels Limited;
- b. potential impairment losses attributable to the Group’s hotel assets and development property; and
- c. lower income from the Group’s Bass Strait oil and gas royalty interest compared to the previous corresponding period, driven by significantly weaker crude oil prices that reflected an unprecedented situation of an oversupply exacerbated by the impact of COVID-19 on global demand.

Notwithstanding the above, the Group’s financial position remains robust and it has adequate liquidity to see it through this challenging period, with total cash and undrawn credit facilities standing at circa US\$235 million as of 30 June 2020.



The Group is in the process of finalising its financial results for FY2020, which are expected to be released on or before 26 August 2020.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

BY ORDER OF THE BOARD

SUSAN LIM
Company Secretary
27 July 2020