



HOTEL ROYAL LIMITED
(Company Registration Number 196800298G)
(Incorporated in the Republic of Singapore)

**PROPOSED ACQUISITION OF THE BABA HOUSE
AND ITS BUSINESS IN MELAKA, MALAYSIA**

The Board of Directors (the “Board”) of Hotel Royal Limited (the “Company” and together with its subsidiaries, the “Group”) refers to its earlier announcement on 10 October 2014 entitled “Proposed Acquisition of The Baba House and its Business in Melaka, Malaysia” (the “Earlier Announcement”). Unless otherwise defined, the capitalized words and phrases used herein shall have the same meaning as ascribed to them in the Earlier Announcement.

The Board wishes to announce that the Proposed Acquisition was completed on 9 January 2015.

The Group will manage The Baba House together with its hotels in Singapore, Malaysia and Thailand. The Baba House will add synergy to the Group’s hotel operations in Malaysia and Thailand in terms of sales referrals, joint marketing and management time.

By Order of the Board

Dr Lee Keng Thon
Chairman

9 January 2015