



PRESS RELEASE

For Immediate Release

OUE Posts S\$98.9 million Net Attributable Profit for Full Year 2017

- *Proposed final cash dividend of 2 Singapore cents per share, bringing the total cash dividend for FY2017 to 3 Singapore cents per share*

Financial Highlights

S\$ million	FY2017	FY2016	Change %
Revenue	754.1	884.2	(14.7)
Earnings before interest and tax	166.1	274.6	(39.5)
Other gains - net	146.3	54.4	>100.0
Net attributable profit	98.9	144.4	(31.5)

Singapore – 22 February 2018 – SGX Mainboard-listed integrated property developer OUE Limited (“OUE” or the “Group”) closed the financial year ended 31 December 2017 (“FY2017”) with steady performance across all its business divisions.

Excluding a non-recurring revenue of S\$205.0 million on the disposal of the extension to Crowne Plaza Changi Airport (“CPEX”) to OUE Hospitality Real Estate Investment Trust in FY2016, the Group recorded S\$74.9 million higher revenue in FY2017.

Revenue from the Investment Properties Division increased 2.4% to S\$271.0 million in FY2017, from S\$264.7 million the year before (“FY2016”), due mainly to rental income from OUE Downtown office towers and Downtown Gallery, the latter having commenced operation in May 2017.

Revenue from the Hospitality Division rose 9.1% to S\$220.1 million in FY2017, from S\$201.7 million in FY2016, with increased contribution from both Mandarin Orchard Singapore and Crowne Plaza Changi Airport. Oakwood Premier OUE Singapore, the serviced residences at OUE Downtown which opened in June 2017, also contributed positively to revenue recorded by the Hospitality Division.

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The Development Property Division recorded higher revenue from the sale of units at OUE Twin Peaks in FY2017. With the Group's active marketing activities, OUE Twin Peaks was fully sold in October 2017.

The Healthcare Division recorded revenue of S\$33.8 million in FY2017, contributed by OUE Lippo Healthcare Limited (formerly known as International Healthway Corporation Limited). OUE Lippo Healthcare Limited (OUE Lippo Healthcare) derives its revenue from rental income from its nursing facilities in Japan, and from the operation of the Wuxi New District Phoenix Hospital in Wuxi, Jiangsu, China.

Earnings before interest and tax decreased to \$166.1 million in FY2017 from S\$274.6 million in FY2016, mainly due to provision for legal and related expenses of S\$46.0 million recorded by OUE Lippo Healthcare, as well as the absence of S\$68.7 million non-recurring gain on disposal of CPEX recorded in FY2016.

Consequently, net attributable profit of S\$98.9 million was recorded for FY2017 as compared to S\$144.4 million in FY2016. The decrease was attributed to lower earnings before interest and tax, partially mitigated by higher fair value gains on investment properties.

Dividend

The Board of Directors has proposed a final cash dividend of 2 Singapore cents per share, bringing the total cash dividend for FY2017 to 3 Singapore cents per share.

Outlook

Looking ahead, Dr Stephen Riady, OUE's Executive Chairman said, "The successful transformation of OUE Downtown testifies to our expertise in unlocking the full growth potential and value of a development through innovative asset repositioning and enhancement. Going forward, contributions from Downtown Gallery and Oakwood Premier OUE Singapore will further increase our recurring income base and enhance shareholder value."

With the Group's timely entry into the healthcare sector in early FY2017, it is now positioned to expand into healthcare real estate, which fits strategically into its existing asset portfolio comprising commercial, hospitality, retail and residential properties. More recently, OUE Lippo Healthcare welcomed a new strategic investor, Tokyo Stock Exchange-listed ITOCHU Corporation ("ITOCHU"), which took a 25.3% stake in the company.

"As OUE Lippo Healthcare embarks on its growth path to becoming a leading healthcare real estate company in Asia, we will be able to tap into ITOCHU's extensive network in Asia. We see tremendous growth potential in this sector, given the rapidly ageing population and the consequent rising demand for healthcare in Asia," said Dr Riady.

About OUE Limited

OUE Limited (SGX-ST: OUE) is a diversified real estate owner, developer and operator with a real estate portfolio located in prime locations in Asia and the United States. OUE consistently grows its business by leveraging its brands and proven expertise in developing and managing landmark assets across the commercial, hospitality, retail, residential and healthcare sectors. With its core strategy of investing in and enhancing a stable of distinctive properties, OUE is committed to developing a portfolio that has a strong recurrent income base, balanced with development profits, to enhance long-term shareholder value. OUE is the sponsor of OUE Hospitality Trust and OUE Commercial Real Estate Investment Trust. In March 2017, OUE acquired OUE Lippo Healthcare Limited (formerly known as International Healthway Corporation Limited), a listed integrated healthcare services and facilities provider.

For the latest news from OUE, visit www.oue.com.sg

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