



HOTEL PROPERTIES LIMITED
Co. Reg No : 198000348Z

Acquisition of remaining stake in Cleaton Investments Pte Ltd

The Board of Directors of Hotel Properties Limited (the “Company” or “HPL”) wishes to announce that the Company has entered into a Sale and Purchase Agreement with Value Vest Property Ltd (“VVPL”) for the Company to acquire the remaining 6.7% of the fully paid-up and issued shares comprising 2,613,000 ordinary shares (the “Sale Shares”) in Cleaton Investments Pte Ltd (“Cleaton”) from VVPL (the “Acquisition”).

Cleaton is an investment holding company with a fully paid-up and issued share capital of S\$39,000,000 comprising 39,000,000 ordinary shares. Prior to the Acquisition, the Company held 93.3% of Cleaton’s fully paid-up and issued shares comprising 36,387,000 ordinary shares. Following the Acquisition, Cleaton has become a wholly-owned subsidiary of the Company.

Cleaton’s wholly-owned subsidiary, PT Bali Girikencana owns the Four Seasons Resort Bali at Jimbaran Bay in Indonesia.

The aggregate purchase consideration for the Sale Shares is S\$7,000,000 (the “Purchase Consideration”) which has been paid to VVPL on completion of the Acquisition.

The Purchase Consideration was arrived at following arm’s length negotiation on a “willing buyer-willing seller” basis, after taking into account a valuation of the hotel assets owned by PT Bali Girikencana. The Purchase Consideration is funded through internal resources and external bank financing.

The Acquisition is not expected to have a material impact on the consolidated net earnings per share and consolidated net tangible assets per share of the HPL Group based on the HPL Group’s audited consolidated financial statements for the financial year ended 31 December 2018.

None of the directors, controlling shareholder or substantial shareholders of the Company has any indirect or direct interest in the Acquisition, other than through their shareholding interests in the Company.

By Order of the Board

Lo Swee Oi
Company Secretary

Date: 26 June 2019