



HOTEL PROPERTIES LIMITED

Co. Reg No : 198000348Z

ANNOUNCEMENT

DISPOSAL OF SHARES IN INDIRECT ASSOCIATED COMPANY

The Board of Directors of Hotel Properties Limited (“HPL”) wishes to announce that its associated company, Leisure Ventures Pte Ltd (“LVPL”) has through its indirect subsidiary company, MSC Hotel Investments Cooperation U.A, entered into a Share Purchase Agreement to sell its entire 100% ownership interest in the capital of Karmelitska Hotel S.R.O. (“Karmelitska”), a company incorporated in the Commercial Register administrated by the Municipal Court in Prague, Czech Republic, in section C, insert 114561, for a total consideration of Euros 66,000,000 less all outstanding net borrowings, estimated to be Euros 26,000,000. Karmelitska in turn owns the Mandarin Oriental Hotel Prague with 99 rooms located on a freehold site at Mala Strana, in central district of Prague, Czech Republic.

The sale of the ownership interest will result in an increase in earnings per share of the HPL Group from 13.95 cents to 18.43 cents based on the audited consolidated accounts for the year ended 31 December 2015. It is not expected to have any material effect on the net tangible asset value per share of the HPL Group based on the audited consolidated accounts for the year ended 31 December 2015.

Following the disposal, Karmelitska will cease to be an indirect associated company of HPL.

Other than Mr Ong Beng Seng, the Managing Director and a deemed substantial shareholder of HPL, who is deemed to have a 50% interest in LVPL through Rizona (Hong Kong) Limited, no Director, controlling shareholder or substantial shareholder of the Company has an interest, direct or indirect, in the ownership interest, other than through their shareholding interests in HPL.

By Order of the Board

Lo Swee Oi
Company Secretary
Date: 31 August 2016