LASSETERS INTERNATIONAL HOLDINGS LIMITED
Company No: 200402223M

JOINT VENTURE BETWEEN LASSETERS INTERNATIONAL HOLDINGS LIMITED AND PARAMOUNT CORPORATION BERHAD TO DEVELOP AND/OR ACQUIRE, OWN AND OPERATE A HOTEL IN GLENMARIE, SHAH ALAM, MALAYSIA

The board of directors (the "**Board**") of Lasseters International Holdings Limited ("**the Company**") is pleased to announce that its wholly-owned subsidiaries, Lasseters Properties Sdn. Bhd. (formerly known as Worldvista Development Sdn. Bhd.) ("**LPSB**") and Lasseters Management (M) Sdn. Bhd. ("**LMSB**") had on 25 August 2016 entered into a joint venture agreement with Paramount Corporation Berhad ("**PCB**") for the purpose of jointly developing and/or acquiring, owning and operating a hotel located in Glenmarie, Shah Alam, Malaysia.

PCB is a company listed on the Main Market of Bursa Malaysia Securities Berhad and has well-established interests in property development and education services. The proposed hotel is part of a planned 21.7 acres metropolis, the Paramount Utropolis, that intergrates commercial, retail and residential elements. Paramount Utropolis consists of several components, including serviced apartments, retail, SOHO and the KDU University College.

Pursuant to the joint venture agreement, LPSB and LMSB will collectively hold 55% equity interest in a special purpose vehicle set up for the joint venture whilst PCB will hold the remaining 45% equity interest. The estimated total project cost is approximately RM55 million based on 230 keys at an estimated cost of USD60,000 per key and will be funded by through bank borrowings and internal resources. The joint venture parties will collaborate with an international hotel operator for the operations of the proposed hotel.

The joint venture is in line with the core business of the Company and will leverage on our extensive experience in hospitality. The Board believes that the proposed hotel will create value for the Group and synergise with the Group's other businesses. It is also an excellent opportunity for the Group to expand its hotel business beyond Australia, into Malaysia, which is in line with our objective of delivering long term growth and enhancing our future revenue and earnings stream.

The Group's equity participation in the joint venture will be funded through internal resources and/or borrowings and is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction, other than through their shareholdings in the Company.

BY ORDER OF THE BOARD

DATO' JAYA J B TAN
Executive Chairman

25 August 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Stamford Corporate Services Pte Ltd, for compliance with the relevant rules of Singapore Exchange Securities Trading Limited (the "Exchange"). The Company's Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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