



A Member of CapitaLand

ASCOTT RESIDENCE TRUST

(Constituted in the Republic of Singapore pursuant to a trust deed dated 19 January 2006 (as amended))

ANNOUNCEMENT

DISCLOSURES PURSUANT TO RULE 704(31) OF THE LISTING MANUAL OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

Pursuant to Rule 704(31) of the Listing Manual of the Singapore Exchange Securities Trading Limited, Ascott Residence Trust Management Limited (“**ARTML**”) as manager of Ascott Residence Trust (“**Ascott REIT**”), hereby discloses that under a facility agreement dated 30 November 2010 between DBS Trustee Limited (in its capacity as trustee of Ascott REIT) as borrower (the “**Borrower**”) and United Overseas Bank Limited as lender (the “**Lender**”), as amended by a letter from the Lender dated 30 October 2013 and duly accepted by the Borrower on 25 November 2013 and an amendment agreement dated 20 February 2017 between the Lender and the Borrower (collectively, the “**Facility Agreement**”), there are conditions which (i) refer to the unitholding interests of the controlling unitholder of, and/or restricts the change in control of Ascott REIT, and/or (ii) are tied to the change of ARTML as the manager of Ascott REIT (collectively referred to as the “**Conditions**”). Please refer to the Appendix for details.

As at the date of this Announcement, there has been no breach of any of the Conditions.

BY ORDER OF THE BOARD

Ascott Residence Trust Management Limited

(Registration Number: 200516209Z)

As manager of Ascott Residence Trust

Karen Chan

Company Secretary

20 February 2017

IMPORTANT NOTICE

The value of units in Ascott Residence Trust (“**Units**”) and the income derived from them may fall as well as rise. Units are not obligations of, deposits in, or guaranteed by the Company, as manager of Ascott Residence Trust, or any of its affiliates. Any investment in Units is subject to investment risks, including the possible loss of the principal amount invested.

Investors have no right to request the Company to redeem their Units while the Units are listed. It is intended that Unitholders may only deal in their Units through trading on Singapore Exchange Securities Trading Limited (the “**SGX-ST**”). Listing of the Units on SGX-ST does not guarantee a liquid market for the Units.

The past performance of Ascott Residence Trust is not necessarily indicative of the future performance of Ascott Residence Trust.

1. Details of the Conditions

The Facility Agreement contains the following Conditions:

- (a) The Ascott Limited shall own (directly or indirectly through any one or more of its wholly-owned Subsidiaries (as defined in the Facility Agreement)) not less than 30 per cent. of the Units (as defined in the Facility Agreement) for the time being.
- (b) It will be an event of default if ARTML ceases to be the manager of Ascott REIT, and the replacement or substitute manager is not appointed in accordance with the terms of the Trust Deed (as defined in the Facility Agreement).

2. Effect of a breach of a Condition

If a Condition is breached, it may cause a default in the Facility Agreement and may also trigger cross defaults of one or more of the other facilities and other borrowings of Ascott REIT and/or its subsidiaries (collectively referred to as the "**Facilities**"). In such an event, the aggregate level of the Facilities which are outstanding and may be affected by such breach would be about S\$1,883 million (excluding interest) as at 20 February 2017.

As at the date of this Announcement, there has been no breach of any of the Conditions.