



## **HOTEL PROPERTIES LIMITED (Reg No: 198000348Z)**

### **Setting up of a joint venture in UK and acquisition of an entity domiciled in Italy**

The Board of Directors of Hotel Properties Limited (“HPL” or “the Company”) wishes to announce that HPL (Europe) Pte Ltd (“HPL Europe”), a wholly-owned subsidiary of HPL Properties (West) Pte Ltd which is in turn a 100% subsidiary of the Company, has set up the following new joint venture company in the United Kingdom:

	<b>HPL Dolomites (UK) Limited (“HPL Dolomites”)</b>
Issued and paid-up capital	£100
Number of shares	100
Principal activity	Holding Company

HPL Dolomites is 80% owned by HPL Europe and 20% owned by Como Holdings (Europe) Ltd (“Como”). Como is beneficially owned by Mr Ong Beng Seng, the Managing Director and deemed substantial shareholder of the Company.

HPL Dolomites has entered into a Sales and Purchase Agreement with Misam S.r.l. for the acquisition of 90% of the corporate capital and voting rights comprising 135,000 shares of Alpina Dolomites SRL (“AD”), an entity incorporated in Italy, for a purchase consideration of €40,551,805 (the “Acquisition”) with a net working capital adjustment, such to be finalised following completion of the Acquisition. AD owns the 5-star luxury hotel, Alpina Dolomites Hotel, Gardena Health Lodge & Spa located in Compatsch, Alpe di Siusi, Castelrotto, Bozen. The balance 10% of the corporate capital and voting rights of AD will be retained by the current owners of AD.

The purchase consideration was negotiated at arm’s length on a willing buyer willing seller basis, taking into consideration the trading performance of the business and hotel activities.

The setting up of HPL Dolomites and Acquisition will be funded by way of internal funds and bank borrowings and are not expected to have any significant impact on the net earnings per share and net tangible assets per share of the HPL Group based on the audited consolidated financial statements of the HPL Group for the year ended 31 December 2018.

Other than Mr Ong Beng Seng, the Managing Director and a deemed substantial shareholder of HPL, who is deemed to be interested in the balance of 20% interest in HPL Dolomites through Como, no Director, controlling shareholder or substantial shareholder of HPL has an interest, direct or indirect, in the above transactions, other than through their shareholding interests in HPL.

By Order of the Board

Lo Swee Oi  
Company Secretary  
Date: 18 February 2020