



FRAGRANCE GROUP LIMITED

Company Registration No.: 200006656M

SETTING UP OF SUBSIDIARY & ACQUISITION OF HOTEL IN TORQUAY, UNITED KINGDOM

SETTING UP OF SUBSIDIARY

The Board of Directors (the “**Board**”) of Fragrance Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the Group has incorporated a wholly owned subsidiary in the United Kingdom, known as FRAGRANCE UK-TORQUAY LIMITED (“**Fragrance UK-Torquay**”).

Fragrance UK-Torquay is principally engaged in the activity of a property investment holding company and has an initial paid up capital of GBP 1,000,000/-.

ACQUISITION OF PROPERTY

The Board wishes to announce that Fragrance UK-Torquay has entered into a contract to acquire The Palace Hotel located at Babbacombe Road, Torquay, Devon TQ1 3TG, United Kingdom (the “**Property**” or the “**Palace**”) at the purchase consideration of GBP 7,600,000.

The Palace is one of the largest and most prestigious hotels in Torquay. This Devon hotel is the former home of the Bishop of Exeter. A luxury hotel since the 1920s, it is close to the centre of Torquay, the harbour and beaches. Located on Babbacombe Road, the Palace offers views over Anstey’s Cove and Lyme Bay.

The 141-bedroom Property offers extensive conference and event space catering for up to 1,000 delegates. Situated in 80,532.44 square metres of beautiful gardens and woodland, the Palace has much to offer, including 2 swimming pools, 9-hole golf course and a restaurant, among others.

The acquisition of the Property is not expected to have a material impact on the net tangible assets or earnings per share of the Company for the current financial year ending 31 December 2017.

None of the Directors nor Substantial Shareholders of the Company has any interest, direct or indirect, in the abovementioned transaction, other than their indirect interest by virtue of their shareholding in the Company.

By order of the Board
Fragrance Group Limited

Periakaruppan Aravindan
Executive Director

30 June 2017