

**PRESS RELEASE**

For Immediate Release

OUE Posts Revenue of S\$145.6 million for 1Q2018**Asset enhancement initiatives at OUE Downtown boost recurring income base for the Group****Financial Highlights**

S\$ million	1Q2018	1Q2017	Change
Revenue	145.6	196.3	(26%)
Earnings before interest and tax	54.6	35.0	56%
Other (losses)/gains – net	(8.1)	19.2	n.m.
Net attributable profit	1.0	11.1	(91%)

n.m.: not meaningful

Singapore – 11 May 2018 - SGX Mainboard-listed integrated property developer OUE Limited (“OUE” or “the Group”) today reported total revenue of S\$145.6 million for the first quarter ended 31 March 2018 (“1Q2018”), lower by 26% as compared to S\$196.3 million over the same period last year (“1Q2017”). This is mainly due to an absence of contribution from the Group’s Development Property division as OUE Twin Peaks was fully sold in October 2017.

The Group’s earnings before interest and taxes (“EBIT”) increased to S\$54.6 million in 1Q2018, 56% higher than the S\$35.0 million achieved in 1Q2017. The gain is largely attributable to higher contribution from Downtown Gallery and Oakwood Premier OUE Singapore—the Group’s asset enhancement initiatives at OUE Downtown.

Net attributable profit was lower at S\$1.0 million in 1Q2018 mainly due to non-cash marked-to-market fair value loss on the investment in a mutual fund in the quarter under review. This was partially mitigated by the higher EBIT achieved.

Revenue from the Investment Properties division increased by 2% to S\$69.5 million, boosted by rental income from Downtown Gallery, which opened in May 2017.

The Hospitality division recorded 14% higher revenue at S\$59.0 million, contributed by the better operating performance of Mandarin Orchard Singapore and Crowne Plaza Changi Airport. Oakwood Premier OUE Singapore, which opened in June 2017, also contributed positively to the Hospitality division.

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The Healthcare division recorded revenue of S\$9.8 million in 1Q2018, contributed by OUE Lippo Healthcare Limited ("OUELH"), which became a subsidiary on 2 March 2017. OUELH derives its revenue from rental income from its nursing facilities in Japan, and from the operation of the Wuxi New District Phoenix Hospital in Wuxi, Jiangsu, China.

Business Update

Going forward, contributions from Downtown Gallery and Oakwood Premier OUE Singapore will continue to strengthen the Group's recurring income base.

With its timely entry into the healthcare real estate sector in early 2017, the Group is well positioned to capitalise on the tremendous growth potential of this sector through OUELH. Leveraging its strong track record and experience in property development, the Group is able to add value to OUELH's assets and assist in assessing potential real estate investment opportunities as OUELH embarks on its growth path to becoming a leading healthcare real estate company in Asia.

Dr Stephen Riady, OUE's Executive Chairman said, "We remain focused on delivering stable earnings and returns to our shareholders by continuing to look for strategic opportunities that we can transform through value creation."

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About OUE Limited

OUE Limited (SGX-ST: OUE) is a diversified real estate owner, developer and operator with a real estate portfolio located in prime locations in Asia and United States. OUE consistently grows its business by leveraging its brands and proven expertise in developing and managing landmark assets across the commercial, hospitality, retail and residential sectors primarily in Singapore. With its core strategy of investing in and enhancing a stable of distinctive properties, OUE is committed to developing a portfolio that has a strong recurrent income base, balanced with development profits, to enhance long-term shareholder value. OUE is the sponsor of OUE Hospitality Trust and OUE Commercial Real Estate Investment Trust.

For the latest news from OUE, visit www.oue.com.sg.

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