

FAR EAST HOSPITALITY TRUST

A hospitality stapled group comprising:

Far East Hospitality Real Estate Investment Trust

(a real estate investment trust constituted on 1 August 2012 under the laws of the Republic of Singapore)

Far East Hospitality Business Trust

(a business trust constituted on 1 August 2012 under the laws of the Republic of Singapore)

EXPANSION OF INVESTMENT STRATEGIES

1. INTRODUCTION

FEO Hospitality Asset Management Pte. Ltd., as manager of Far East Hospitality Real Estate Investment Trust (“**Far East H-REIT**”, and the manager of Far East H-REIT, the “**REIT Manager**”), and FEO Hospitality Trust Management Pte. Ltd., as trustee-manager of Far East Hospitality Business Trust (“**Far East H-BT**”, and the trustee-manager of Far East H-BT, the “**Trustee-Manager**”) (the Trustee-Manager together with the REIT Manager, the “**Managers**”) wish to, by way of this announcement, give notice to all holders of stapled securities of Far East Hospitality Trust’s (“**Far East H-Trust**”, the stapled securities of Far East H-Trust, “**Stapled Securities**”, and the holders of Stapled Securities, “**Stapled Securityholders**”), that pursuant to the trust deed of Far East H-REIT and the trust deed of Far East H-BT, with effect from 30 days following the date of this announcement, the investment strategies of Far East H-REIT and Far East H-BT will be expanded as follows:

(i) The expanded investment strategy of Far East H-REIT

“Far East Hospitality Real Estate Investment Trust’s principal investment strategy is to invest in Singapore and globally, in long-term investments, directly or indirectly, in a diversified portfolio of income-producing real estate, used primarily for hospitality, hospitality-related and other accommodation and/or lodging purposes (including without limitations, hotels, motels, resorts, serviced residences, student accommodations, apartments and other lodging facilities or properties used for rental housing), whether wholly or partially, as well as real estate-related assets in connection to the foregoing. While Far East Hospitality Real Estate Investment Trust’s investment strategy includes investments overseas, its primary focus continues to be in Singapore.”

(ii) The expanded investment strategy of Far East H-BT

“Far East Hospitality Business Trust’s principal investment strategy is to invest in Singapore and globally, in long-term investments, directly or indirectly, in a diversified portfolio of income-producing real estate, used primarily for hospitality, hospitality-related and other

accommodation and/or lodging purposes (including without limitations, hotels, motels, resorts, serviced residences, student accommodations, apartments and other lodging facilities or properties used for rental housing), whether wholly or partially, as well as real estate-related assets in connection to the foregoing, and shall also include the operation and management of the real estate assets held by of Far East Hospitality Real Estate Investment Trust and Far East Hospitality Business Trust. While Far East Hospitality Business Trust's investment strategy includes investments overseas, its primary focus continues to be in Singapore."

2. RATIONALE

The Managers believe that the expansion of the investment strategies of Far East H-REIT and Far East H-BT will bring the following key benefits to Stapled Securityholders:

- (i) **Increased Investment Opportunities:** The expanded investment strategies will provide the Managers the flexibility to explore new geographical markets and asset classes, hence providing more avenues to a larger pool of investment targets, which may bring opportunities to optimise the yield and value of Far East H-Trust's portfolio.
- (ii) **Diversification of Portfolio:** By broadening the investment strategies to include a global scope and other adjacent lodging asset classes, Far East H-Trust will be able to diversify its portfolio and revenue streams which serve to mitigate the risks associated with market fluctuations and economic cycles of a single region or sector. In the long run, this will improve the resilience of the portfolio.
- (iii) **Enhanced Return Potential:** The ability to explore a broader range of investment opportunities and access a larger pool of reputable hospitality operators is complementary to the existing portfolio of Far East H-Trust and the existing master lease agreements as it will enhance Far East H-Trust's ability to grow its portfolio, and achieve better long-term returns in distributions to Stapled Securityholders.

The Managers, while broadening their focus to invest overseas, will continue to maintain a strong core in Singapore.

3. CONCLUSION

The Managers believe that the expansion of the principal investment strategies is in line with Far East H-Trust's strategy to deliver sustainable income distribution and growth in total returns as it provides Far East H-Trust with more investment opportunities for the portfolio, increase diversification of income sources and help mitigate potential concentration risks.

By Order of the Board

Gerald Lee Hwee Keong
Chief Executive Officer

**FEO Hospitality Asset Management Pte.
Ltd.**

(as manager of Far East Hospitality Real
Estate Investment Trust)

(Company Registration No. 201102629K)

20 February 2025

By Order of the Board

Gerald Lee Hwee Keong
Chief Executive Officer

**FEO Hospitality Trust Management Pte.
Ltd.**

(as trustee-manager of Far East Hospitality
Business Trust)

(Company Registration No. 201210698W)

20 February 2025

Important Notice

This announcement is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for Stapled Securities.

The value of Stapled Securities and the income derived from them may fall as well as rise. Stapled Securities are not obligations of, deposits in, or guaranteed by, the Managers or any of their affiliates. An investment in Stapled Securities is subject to investment risks, including the possible loss of the principal amount invested. Investors have no right to request the Managers to redeem their Stapled Securities while the Stapled Securities are listed. It is intended that Stapled Securityholders may only deal in their Stapled Securities through trading on the SGX-ST. Listing of the Stapled Securities on the SGX-ST does not guarantee a liquid market for the Stapled Securities. The past performance of Far East H-Trust is not necessarily indicative of the future performance of Far East H-Trust.

This announcement is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for Stapled Securities in the United States. This announcement is not for publication or distribution, directly or indirectly, in or into the United States (including its territories and possessions, any state of the United States and the District of Columbia), Canada or Japan. The securities referred to herein have not been and will not be registered under the United States Securities Act of 1933, as amended (the "Securities Act"), and may not be offered or sold in the United States, except pursuant to an applicable exemption from, or in a transaction not subject to, the registration requirements under the Securities Act. No public offering of securities is being made in the United States.