



(Incorporated in the Republic of Singapore on 19 September 2011)
(Company Registration Number 201128650E)

SETTING UP OF A SUBSIDIARY & ACQUISITION OF PROPERTY

SETTING UP OF A SUBSIDIARY

The Board of Directors of Global Premium Hotels Limited (the "Company", and together with its subsidiaries, the "Group") wishes to announce that the Group has incorporated a subsidiary known as GP Hotel Launceston TAS Pty Ltd ("GP Hotel Launceston") in Australia. GP Hotel Launceston will have an initial paid up capital of AUD1,000,000/-.

ACQUISITION OF PROPERTY

GP Hotel Launceston has entered into a Sale & Purchase Agreement to acquire a property located at 22 Tamar Street, 26 Tamar Street, 7-9 William Street, 114-128 Cimitiere Street and 130 Cimitiere Street, Launceston in Tasmania and known as "Clarion Hotel City Park Grand" (the "Property") at the purchase consideration of AUD7,200,000/- (the "Acquisition"). The Property has a land area of 4,652 square meters and has a freehold tenure.

The Property, which is currently being operated as a 4.5 star luxury boutique hotel with 32 rooms, is strategically located in Launceston's CBD area within minutes' walk from the classic exhibitions at the Queen Victoria Museum and Art Gallery and within easy reach from the golf course and events at the Country Club Casino.

The Property will continue to be leased to the current hotel operators for a term of two years from the completion of Acquisition and thereafter the Group will explore various options including redevelopment to maximise its value.

The Acquisition, upon completion, will not have any material impact on the earnings and net tangible assets of the Company in FY2016.

None of the Directors nor Substantial Shareholders of the Company has any interest, direct or indirect, in the abovementioned transaction.

By order of the Board

Ko Lee Meng
Executive Director

8 November 2016