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FAR EAST H-TRUST POSTS 3Q 2015 INCOME AVAILABLE FOR DISTRIBUTION OF $21.6 MILLION

Highlights:

- Gross revenue of $29.7 million, net property income at $26.9 million, and DPS of 1.20 cents
- Stable occupancies despite challenging operating environment
- Three-year term loan of S$100 million due in August 2015 refinanced with a seven-year term loan

Singapore, 3 November 2015 – Far East Hospitality Trust ("Far East H-Trust") posted gross revenue of $29.7 million and net property income of $26.9 million for the quarter ended 30 September 2015 ("3Q 2015"). Income available for distribution was $21.6 million, translating to a distribution per stapled security ("DPS") of 1.20 cents and an improvement of 0.04 cents and 0.13 cents over the second and first quarters respectively.

Summary of Results

($'000)	3Q 2015	3Q 2014	Variance (%)	9M 2015	9M 2014	Variance (%)
Gross Revenue	29,655	31,147	(4.8)	85.766	91,439	(6.2)
Net Property Income	26,894	28,189	(4.6)	77,368	82,374	(6.1)
Income Available for Distribution	21,565	23,452	(8.0)	61,572	68,636	(10.3)
Distribution per Stapled Security ("DPS") (cents)	1.20	1.32	(9.1)	3.43	3.86	(11.1)

Mr Gerald Lee, Chief Executive Officer of the REIT Manager said, "Our hotels and serviced residences managed to turn in stable occupancies despite the challenging operating environment. Corporate and leisure demand was soft amidst the uncertain global economic climate, the strong Singapore currency, and the outbreak of the haze. The retail and office spaces in the portfolio continued to provide stable earnings, with year-on-year improvement.

We believe the initiatives by the government in strengthening Singapore as a choice destination and aviation hub will benefit the tourism sector and improve the flow of inbound traffic."

Review of Performance

	3Q 2015		3Q 2014		Better/(Worse)	
	Hotels	**Serviced Residences**	**Hotels**	**Serviced Residences**	**Hotels**	**Serviced Residences**
Average Occupancy (%)	87.4	90.2	87.1	92.2	0.3pp	(2.0)pp
Average Daily Rate ($)	172	232	183	249	(6.0%)	(7.2%)
RevPAR / RevPAU ($)	151	209	160	230	(5.6%)	(9.2%)

	9M 2015		9M 2014		Better/(Worse)	
	Hotels	**Serviced Residences**	**Hotels**	**Serviced Residences**	**Hotels**	**Serviced Residences**
Average Occupancy (%)	85.5	88.4	83.5	88.9	1.9pp	(0.5)pp
Average Daily Rate ($)	171	234	187	251	(8.5%)	(6.8%)
RevPAR / RevPAU ($)	146	207	156	223	(6.3%)	(7.3%)

Hotels

The average occupancy of the hotel portfolio was 0.3pp higher year-on-year in 3Q 2015. The average daily rate ("ADR") was 6.0% lower year-on-year as the influx of new hotel rooms as well as the softer demand in the market put pressure on rates. The relatively strong Singapore currency and the haze which has persisted since August 2015 have also affected leisure demand. The average revenue per available room (“RevPAR”) declined 5.6% from $160 achieved in 3Q 2014.

The average occupancy of the hotel portfolio was 1.9pp higher for the nine months ended September 2015 (“9M 2015”) while the average daily rate ("ADR") was 8.5% lower year-on-year. Heightened competition, as a result of the new supply, coupled with the softer demand in the market, put pressure on rates. As a result, the RevPAR declined 6.3% from $156 achieved in 9M 2014.

Serviced Residences

The average occupancy of the serviced residences ("SR") was 90.2% in 3Q 2015, 2.0pp lower than the same quarter last year, and the ADR was 7.2% lower. This is due to lower corporate travel budgets and weaker demand from project groups during the quarter. As a result, revenue per available unit (“RevPAU”) for the reporting quarter fell by 9.2% to $209 in 3Q 2015.

The average occupancy of the SR was 88.4% in 9M 2015, marginally lower year-on-year. ADR, however, fell 6.8% as a more flexible rate strategy was adopted to address a decrease in bookings from project groups. RevPAU for the period fell by 7.3% to $207 in 9M 2015.

Excluded Commercial Premises

The retail and office spaces continued to provide stability to the portfolio in 3Q 2015, with revenue of S$6.1 million, or an increase of 3.8% over the corresponding quarter last year. Contribution from the retail and office spaces formed 20.5% of the gross revenue of Far East H-Trust in 3Q 2015.

Capital Management

Rated Baa2 by Moody's, Far East H-Trust's financial position remains stable amidst the uncertain interest rate environment, with 60% of its debt portfolio secured at fixed interest rates. The average cost of debt was approximately 2.5% per annum. The three-year term loan of S$100 million due in August 2015 was refinanced with a seven-year term loan. As at 30 September 2015,.weighted average debt maturity was 3.6 years.

Outlook

For the first eight months of 2015, international visitor arrivals to Singapore declined 0.6% year-on-year. However, there are some signs of recovery with positive year-on-year growth in visitor arrivals in recent months based on latest statistics from the Singapore Tourism Board ("STB"). Travellers from some regional countries such as China registered healthy growth in July and August 2015. For the full year, STB expects Singapore to remain on track to receive 15.1 million to 15.5 million visitors in 2015 in spite of the subdued visitorship during the first six months of the year.

The operating environment remains competitive with the supply of new hotel rooms alongside the softness in both corporate and leisure demand. The uncertain global economic climate, the relatively strong Singapore currency, and the prolonged outbreak of the haze are factors that could weigh on demand from leisure travellers.

Continuing efforts by the government and industry players to strengthen Singapore as a choice travel destination are expected to benefit inbound tourism moving forward. Over the next twelve months, major events such as the Singapore Airshow, Food & Hotel Asia, and World Rugby Sevens Series will provide an uplift. Ongoing efforts to rejuvenate existing attractions such as Sentosa including its new Cable Car Sky Network and upcoming Family Entertainment Centre, and the opening of new attractions, such as the National Gallery Singapore, are likely to further enhance Singapore's attractiveness as a tourist destination.

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ABOUT FAR EAST HOSPITALITY TRUST ("Far East H-Trust")

Far East H-Trust is the first and only Singapore-Focused Hotel and Serviced Residence Hospitality Trust listed on the Main Board of The Singapore Exchange Securities Trading Limited ("SGX-ST"). Comprising Far East Hospitality Real Estate Investment Trust ("Far East H-REIT") and Far East Hospitality Business Trust ("Far East H-BT"), Far East H-Trust was listed on the SGX-ST on 27 August 2012 and has a portfolio of 12 properties totaling 2,829 hotel rooms and serviced residence units valued at approximately $2.48 billion as at 31 December 2014. Managed by FEO Hospitality Asset Management Pte. Ltd. and FEO Hospitality Trust Management Pte. Ltd. (collectively, the "Managers") and sponsored by members of Far East Organization Group (the "Sponsor"), Far East H-Trust seeks to provide Stapled Securityholders with regular, stable and growing distributions on a quarterly basis. Far East H-Trust is listed on the FTSE ST Mid Cap Index.

ABOUT THE MANAGERS

FEO Hospitality Asset Management Pte Ltd and FEO Hospitality Trust Management Pte Ltd are the managers of Far East H-REIT and Far East H-BT respectively. Both are 67.0% owned by FEO Asset Management Pte Ltd ("FAMPL") which is a wholly-owned subsidiary of Far East Organization Centre Pte Ltd ("FEOC"), and 33.0% owned by Far East Orchard Limited ("Far East Orchard"), which as at the date of this press release is 59.8% owned by Far East Organization Pte Ltd ("FEOPL").

IMPORTANT NOTICE

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from similar developments, shifts in expected levels of property rental income and occupancy, changes in operating expenses, including employee wages, benefits and training, property expenses and governmental and public policy changes and the continued availability of financing in the amounts and the terms necessary to support future business. You are cautioned not to place undue reliance on these forward looking statements, which are based on the Managers' current view of future events.

The value of the Stapled Securities and the income derived from them, if any, may fall as well as rise. The Stapled Securities are not obligations of, deposits in, or guaranteed by, the Managers or any of their affiliates. An investment in the Stapled Securities is subject to investment risks, including the possible loss of the principal amount invested. Investors should note that they will have no right to request the Managers to redeem or purchase their Stapled Securities for so long as the Stapled Securities are listed on the SGX-ST. It is intended that investors and 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.