

BANYAN TREE HOLDINGS LIMITED

(Company Registration Number 200003108H)

HOLDING ANNOUNCEMENT

The board of directors (the "Board") of Banyan Tree Holdings Limited (the "Company" and together with its subsidiaries, the "BTH Group") wishes to inform shareholders of the Company ("Shareholders") that The Banyan Tree China Hospitality Fund (the "China Fund"), which was established on 13 September 2010, is due to expire on 12 September 2016, subject to an extension of up to two additional years. The Company's indirect wholly-owned subsidiary, Tianjin Banyan Tree Capital Investment Management Co., Ltd., which is the general partner of the China Fund (the "General Partner") and its indirect subsidiary, Lijiang Banyan Tree Hotel Co., Ltd. have collectively invested an amount equivalent to 5% of the total capital commitments of the China Fund.

As the end of the term of the China Fund approaches, the BTH Group and the General Partner will seek to realise the China Fund's investments via an initial public offering and listing on a stock exchange, a trade sale, or through any other method that would maximise value for the investors in the China Fund.

As at the time of this Announcement, the BTH Group is exploring the possibility of listing the China Fund's assets on a securities exchange in the People's Republic of China ("PRC") in 2016 (the "Possible Listing"). The BTH Group is also considering including the BTH Group's other investments and operations in the PRC in the Possible Listing to minimise conflicts of interest and also to take the opportunity to realise some value of its own investments in the PRC.

The Board wishes to highlight that the matter is still preliminary, and there is no certainty or assurance as at the time of this Announcement that any definitive actions will be taken and/or binding agreements will be entered into in connection with the Possible Listing, or that the Possible Listing will eventually materialise. In addition, the Possible Listing is subject to, *inter alia*, receipt of relevant governmental, statutory and regulatory approvals, including without limitation clearance from the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") and approval for listing from the relevant PRC securities exchange, on terms and conditions satisfactory to the Company, relevant approvals from the investors in the China Fund (if required) and from Shareholders (if required), as well as prevailing market conditions. **Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.**

The Company will, in compliance with the relevant requirements under the Listing Manual of the SGX-ST, make further announcement(s) to update Shareholders on the Possible Listing, as and when appropriate.

By Order of the Board

Jane Teah
Company Secretary

20 September 2015