
COMPLETION OF THE ACQUISITION OF OASIA HOTEL DOWNTOWN

*Unless otherwise defined herein, all capitalised terms in this Announcement shall have the meanings ascribed to them in the announcement dated 12 January 2018 titled “Acquisition of Oasia Hotel Downtown” (the “**Acquisition Announcement**”).*

Singapore, 2 April 2018 – Further to the Acquisition Announcement, FEO Hospitality Asset Management Pte. Ltd., as 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 (the “**Trustee-Manager**”, and together with the REIT Manager, the “**Managers**”), are pleased to announce that the acquisition of Oasia Hotel Downtown (the “**Property**”, and the acquisition, the “**Acquisition**”) was completed today. The Acquisition is for a 65-year leasehold estate in the Property.

The purchase consideration of S\$210.0 million for the Property and the estimated stamp duty, professional and other fees and expenses incurred or to be incurred by Far East H-REIT in connection with the Acquisition (inclusive of debt financing-related expenses) of approximately S\$8.4 million, have been funded with:

- (i) Far East H-Trust Distribution Reinvestment Plan proceeds accumulated over the first two financial quarters in 2017, amounting to approximately S\$22.7 million; and
- (ii) debt facilities of approximately S\$195.8 million.

With the acquisition of the Property, Far East H-REIT’s portfolio comprises 13 properties consisting of nine (9) hotels and four (4) serviced residences located in Singapore and a 30.0% stake in a joint venture with Far East Organization Centre Pte. Ltd., a member company of Far East Organization, for the development of a hotel project located on Sentosa.

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)

FEO Hospitality Trust Management Pte. Ltd.
(as trustee-manager of Far East Hospitality Business Trust)
(Company Registration No. 201210698W)

2 April 2018

IMPORTANT NOTICE

The value of the stapled securities in Far East H-Trust (the "**Stapled Securities**") and the income derived from them may fall as well as rise. The Stapled Securities are not obligations of, deposits in, or guaranteed by the Managers, DBS Trustee Limited (in its capacity as trustee of Far East H-REIT), or any of their respective affiliates.

An investment in the Stapled Securities is subject to investment risks, including the possible loss of the principal amount invested. Investors have no right to request that the Managers redeem or purchase 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 Singapore Exchange Securities Trading Limited ("**SGX-ST**"). Listing of the Stapled Securities on the SGX-ST does not guarantee a liquid market for the Stapled Securities.