



HOTEL PROPERTIES LIMITED
Co. Reg No : 198000348Z

Disposal of Interest in Associated Company

The Directors of Hotel Properties Limited ("HPL" or "the Company") wish to announce that its indirect wholly-owned subsidiary company, HPL Properties (North Asia) Pte Ltd, has entered into a Sale and Purchase Agreement to sell its entire beneficial interest of 17% in the registered capital of Shanghai Ning Xin Real Estate Development Co., Ltd. ("Ning Xin") (the "Sale") for a sale consideration of S\$18 million.

The consideration of S\$18 million was arrived at on a willing-buyer willing-seller basis and HPL Group will record a profit of approximately S\$3.9 million from the Sale.

Ning Xin, a company incorporated in the People's Republic of China, is the owner and developer of the project known as "Oasis Riviera", a 1,964-unit residential development in Changning District, Shanghai, which has been completed and substantially sold. Following the Sale, Ning Xin ceased to be an associated company of HPL.

The Sale is not expected to have any material effect on the consolidated net tangible assets per share and consolidated earnings per share of HPL Group based on the audited consolidated accounts of the HPL Group for the year ended 31 December 2008.

None of the Directors, controlling shareholders or substantial shareholders of the Company has an interest, direct or indirect, in the above Sale.

By Order of the Board

Lo Swee Oi
Company Secretary

18 June 2009