

Proposed Collective Purchase of Horizon Towers

SGX, August 3, 2007

By ORDER OF THE BOARD

The Board of Directors (the "Board") of Hotel Properties Limited (the "Company" or "HPL") refers to the announcements dated 23 January 2007 and 12 February 2007 made by the Company in connection with, inter alia, the establishment of a joint venture company, Horizon Partners Pte Ltd ("Horizon Partners"), and the proposed acquisition of Horizon Towers, a leasehold condominium property located at 15 Leonie Hill / 29 Leonie Hill Road, Singapore (the "Property"), by Horizon Partners pursuant to its exercise of an option to purchase (the "Option to Purchase") on 12 February 2007. The Company, through its wholly-owned subsidiary, HPL Residential Pte Ltd, holds 40 per cent. of Horizon Partners. Each of Horizon Investments Ltd (an entity wholly owned by funds managed by Morgan Stanley Real Estate) and Qatar Investment Authority holds 30 per cent. of Horizon Partners.

All capitalised terms used and not defined herein shall have the same meanings given to them in the announcement dated 12 February 2007 made by the Company in connection with, inter alia, the proposed acquisition of the Property.

Following the hearing of the Strata Titles Board ("STB") in connection with the application (the "Application") by the vendors of the Property for the STB to order the sale of the Property in accordance with the Option to Purchase, the Company wishes to announce that the STB has on 3 August 2007 dismissed the Application.

The Company understands that the Application was dismissed by the STB because the Application had been made by the vendors without full compliance with statutory requirements. Horizon Partners is currently considering the STB's decision and reserves all its rights, including its rights against the subsidiary proprietors of the Property who signed the collective sale agreement and the Sales Committee of the Property. The Company will make further announcements in the event that there are any material developments.

BY ORDER OF THE BOARD

Chuang Sheue Ling / Lo Swee Oi
Joint Company Secretaries
Singapore, 3 August 2007