



HOTEL PROPERTIES LIMITED
Co. Reg No : 198000348Z

Increase in shareholdings in Subsidiaries

The Directors of Hotel Properties Limited ("HPL" or "the Company") wish to announce that its wholly owned subsidiaries, HPL Properties (SEA) Pte Ltd and HPL Leisure Holdings Pte Ltd have acquired the balance 20% of the equity interest of each of their two subsidiaries, Wesclove Investments Pte Ltd ("Wesclove") and Hard Rock Hotels & Resorts Management Pte Ltd ("HRHRM") respectively for an aggregate consideration of S\$8,500,000, thereby making them wholly-owned subsidiaries.

The aggregate consideration of S\$8,500,000 has been agreed between the parties on a willing buyer, willing seller basis and will be financed by internal resources. The acquisition is not expected to have any material effect on the earnings per share and net tangible asset value per share of the HPL Group based on the consolidated accounts for the HPL Group for the year ended 31 December 2004.

None of the directors or controlling shareholders or substantial shareholders of HPL has any interest, direct or indirect, in the above transactions.

By Order of the Board
Chuang Sheue Ling/Lo Swee Oi
Joint Company Secretaries
Date: 14 October 2005