



**HOTEL PROPERTIES LIMITED (Reg No: 198000348Z)**

**Subscription of shares in new associated company**

The Directors of Hotel Properties Limited (“HPL” or “the Company”) wish to announce that it’s 70% owned subsidiary HPL Resorts (Maldives) Private Limited (“HPLRM”), has entered into a joint venture agreement to subscribe for 25% of the equity interests in the capital of Maritime Property Holdings Co Ltd (“MPH”), a company incorporated in the British Virgin Islands. The initial issued and paid up capital of MPH is US\$4,000,000 comprising 400,000 ordinary shares of US\$10 par value each. The balance 75% of the equity of MPH is owned by unrelated third parties.

MPH will be the 100% holding company of Petite Anse Development Limited (“Petite Anse”), a company incorporated in the Republic of Seychelles. Petite Anse owns two parcels of land in the Republic of Seychelles, which will be developed to hold a five star luxury hotel and residential development that will be managed by Four Seasons Hotels & Resorts in the Republic of Seychelles.

The subscription of the equity in MPH is funded through internal resources and 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 2004.

Other than Mr Ong Beng Seng, the Managing Director and a deemed controlling shareholder of the Company, who is deemed to be interested in the balance of 30% interest in HPLRM held through Como Holdings Inc, no Director or substantial shareholder of the Company has an interest, direct or indirect, in the above matter.

By Order of the Board  
Chuang Sheue Ling/  
Lo Swee Oi  
Company Secretaries  
Dated: 7 October 2005