



HOTEL PROPERTIES LIMITED
Co. Reg No : 198000348Z

INVESTMENT IN AN ASSOCIATED COMPANY

The Board of Directors of Hotel Properties Limited (“HPL” or “the Company”) wishes to announce that HPL’s wholly-owned subsidiary, HPL Leisure Holdings Pte Ltd [“HPLLH”], has entered into a Sale and Purchase Agreement (“Agreement”) to acquire 20% of the total issued share capital, comprising 20 ordinary shares (“Sale Shares”) of Lead Wealthy Investments Limited [“Lead Wealthy”] and assignment of all shareholders’ loans, at a cash consideration of approximately RMB 152,000,000 [“Consideration”], and subject to adjustments as provided for in the Agreement

Lead Wealthy is a company incorporated in Hong Kong and it owns 100% equity interest in Lead Wealthy Investments (Singapore) Pte Ltd (“LWISPL”). LWISPL holds a 72.763% equity interest in Shanghai 21st Century Real Estate Co., Ltd which in turn owns the 21st Century Tower, a mixed used building that comprised spaces for a hotel, apartment style offices, office space and parking situated in Pudong, Shanghai, People’s Republic of China.

The aggregate consideration for the sale of the Sale Shares and assignment of all shareholders’ loans was arrived at based on a willing buyer willing seller basis. HPL’s interest in Lead Wealthy through HPLLH will be funded by internal resources and/or bank borrowings.

The acquisition of shares in Lead Wealthy is not expected to have any significant impact on the net earnings per share and net tangible assets per share of the HPL Group based on the audited consolidated accounts of the HPL Group for the year ended 31 December 2009.

No Directors, or controlling shareholders or substantial shareholder of the Company has an interest, direct or indirect, in the above transaction.

By Order of the Board

Lo Swee Oi
Company Secretary

Date: 30 December 2010