



(Incorporated in the Republic of Singapore)  
Company Registration No. 196700511H  
(the “Company”)

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## TECHNICAL SERVICES AGREEMENT AND HOTEL MANAGEMENT AGREEMENT FOR “THE CLAN HOTEL”

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### 1. INTRODUCTION

The Board of Directors (the “**Board**”) of the Company (together with its subsidiaries, the “**Group**”) is pleased to announce that Far East Hospitality Management (S) Pte. Ltd. (an indirect subsidiary of the Company, “**FEHMS**”) has entered into the following definitive agreements with China Classic Pte Ltd (“**China Classic**”) (“**Definitive Agreements**”) for a hotel to be constructed and named “The Clan Hotel” at Cross Street, Telok Ayer Street, Pekin Street & China Street (“**Hotel**”):

- (a) technical services agreement dated 19 June 2018, for the appointment of FEHMS as a consultant during the design, planning and construction stages of the Hotel; and
- (b) hotel management agreement dated 4 July 2018, for the appointment of FEHMS as the sole and exclusive operator of the Hotel (“**Operator**”).

As the Operator, FEHMS will be responsible for the overall management of the Hotel with a total room inventory of 324 rooms. The Hotel is targeted to open in mid-2020.

### 2. DETAILS OF FEHMS AND CHINA CLASSIC

FEHMS is a wholly-owned subsidiary of Far East Hospitality Holdings Pte. Ltd., a 70-30 joint venture between the Company and The Straits Trading Company Limited respectively.

China Classic is a wholly-owned subsidiary of Victory Realty Co. Private Ltd, which in turn is a wholly-owned subsidiary of F.E. Holdings Pte Ltd, which is owned by Mdm Tan Kim Choo and Mr Ng Chee Tat Philip in equal shareholding.

### 3. IPT MANDATE

As China Classic constitutes an “interested person” under Chapter 9 of the Listing Manual, the Definitive Agreements will constitute interested person transactions, which will be conducted under the terms of the interested person transaction mandate that was first approved by the Company’s shareholders on 9 July 2013, and subsequently renewed at the annual general meetings of the Company held on 22 April 2014, 22 April 2015, 20 April 2016, 20 April 2017, and 24 April 2018.

Pursuant to Rule 920(d) of the Listing Manual, transactions conducted under a general mandate are not separately subject to Rules 905 and 906. Notwithstanding the above, the Board has voluntarily disclosed the Definitive Agreements to enhance the corporate disclosure standards of the Company.

**4. FINANCIAL EFFECTS**

The Definitive Agreements are not expected to have any material impact on the Group's consolidated net earnings per share and consolidated net tangible assets per share for the current financial year ending 31 December 2018.

**5. FURTHER UPDATES**

Shareholders and potential investors of the Company are hereby reminded to exercise caution when dealing in the securities of the Company. In particular, shareholders and potential investors of the Company are reminded that there is no assurance that any business activities or transactions mentioned in this announcement will materialise. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor or other professional advisors.

The Company will make such further announcements to inform shareholders of any updates or developments in due course.

By Order of the Board

Phua Siyu Audrey  
Company Secretary  
4 July 2018