



ORCHARD PARADE HOLDINGS LIMITED

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

ACQUISITION OF SHARES IN FEO HOSPITALITY ASSET MANAGEMENT PTE. LTD. AND FEO HOSPITALITY TRUST MANAGEMENT PTE. LTD.

The Board of Directors of Orchard Parade Holdings Limited (the “**Company**”) wishes to announce that further to the Extraordinary General Meeting of the Company held on 11 July 2012 (the “**EGM**”), the Company had on 23 July 2012 entered into a share purchase agreement with FEO Asset Management Pte. Ltd. to acquire (i) 330,000 ordinary shares in the share capital of FEO Hospitality Asset Management Pte. Ltd., the proposed manager of Far East Hospitality Real Estate Investment Trust (the “**proposed REIT Manager**”) (representing a 33% interest in the proposed REIT Manager) and (ii) 33 ordinary shares in the share capital of FEO Hospitality Trust Management Pte. Ltd., the proposed manager of Far East Hospitality Business Trust (the “**proposed Trustee-Manager**”) (representing a 33% interest in the proposed Trustee-Manager) (the “**Acquisition**”).

The total consideration for the acquisition of the ordinary shares in each of the proposed REIT Manager and the proposed Trustee-Manager is S\$330,000 and S\$33 respectively, and such consideration was arrived at on a willing-buyer and willing-seller basis.

The Acquisition is funded through internal resources and is not expected to have any material impact on the earning per share and net tangible assets per share of the Company for the current financial year.

The Acquisition is regarded as an interested person transaction under Chapter 9 of the Listing Manual as the ultimate shareholders of the proposed REIT Manager and the proposed Trustee-Manager are the Estate of Ng Teng Fong, Deceased and Mdm Tan Kim Choo, the controlling shareholders of the Company. Nevertheless, the Acquisition, together with the REIT Transaction and the Asset Swap Transaction (each as described in the Shareholders’ Circular dated 19 June 2012) has been approved by the shareholders at the EGM of the Company.

Save for Mr Philip Ng Chee Tat, Mdm Ng Siok Keow, the Estate of Ng Teng Fong, Deceased and Mdm Tan Kim Choo, none of the other directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Chloe Kho Kim Suan
Company Secretary
23 July 2012