



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

FINAL UPDATE ON THE USE OF PROCEEDS

Unless otherwise defined herein, all capitalised terms used herein have the meanings ascribed to them in the Shareholders' Circular dated 19 June 2012 (the "Circular").

Further to the Company's announcements of 20 November 2012, 8 January 2013, 11 July 2013, 6 August 2013 and 26 September 2013, the Board of Directors of Far East Orchard (the "Company") wishes to announce that the Company has utilised the balance of S\$61.84 million from the net proceeds raised from the sale of the Hospitality Assets pursuant to the REIT Transaction towards part payment of the FEOrchard Cash Contribution (as defined in the circular to shareholders dated 24 June 2013 in relation to, inter alia, the proposed joint venture between FEOrchard and The Straits Trading Company Limited, the proposed joint venture between FEOrchard with Toga, and convening the extraordinary general meeting of FEOrchard held on 9 July 2013).

As at today, the aforesaid net proceeds have been fully utilised as follows:

- (i) S\$356.4 million to discharge the then existing encumbrances over the Hospitality Assets;
- (ii) S\$58.7 million as part consideration for the Asset Swap Acquisition;
- (iii) S\$9.1 million for the stamp duty chargeable on the Asset Swap Acquisition;
- (iv) S\$1.0 million for the professional and other fees and expenses incurred by the Company in connection with the Transactions;
- (v) S\$35.4 million for the payment of the Special Dividend;
- (vi) S\$19.3 million for the payment of the Company's 30% share of 25% of the tender price for a land parcel at Fernvale Close;
- (vii) S\$153.76 million for the payment of the Initial Subscription Amount (as defined in the Company's circular to shareholders dated 24 June 2013) pursuant to the terms of the Toga Subscription Agreement;
- (viii) S\$21.0 million for the payment of the initial funding for the Hospitality HoldCo's working capital; and
- (ix) the balance of S\$61.84 million towards part payment of the FEOrchard Cash Contribution.

BY ORDER OF THE BOARD

Jessica Lien Mei Jin
Company Secretary

1 November 2013