



HOTEL ROYAL LIMITED

(Company Registration Number: 196800298G)
(Incorporated in the Republic of Singapore)

THE PROPOSED ACQUISITION OF THE DORSETT PENANG HOTEL AND PENANG PLAZA (UNSOLD RETAIL & OFFICE LOTS TOGETHER WITH CAR PARKING BAYS) THROUGH THE ACQUISITION OF THE ENTIRE SHARE CAPITAL OF FABER KOMPLEKS SDN. BHD. BY THE COMPANY'S WHOLLY OWNED SUBSIDIARY, PRESTIGE PROPERTIES SDN. BHD. (PROPOSED ACQUISITION)

All capitalised terms not expressly defined herein shall bear the meanings ascribed to them in our announcement dated 17 July 2008.

Further to the announcement of Hotel Royal Limited (the "Company") on 17 July and 13 September 2008, the Board of Directors of the Company wishes to announce that the Proposed Acquisition was completed on 9 October 2008.

Faber Kompleks has become a wholly owned subsidiary of Prestige Properties.

By Order of the Board

Sin Chee Mei
Company Secretary

9 October 2008