



**FRASERS HOSPITALITY TRUST  
FINANCIAL STATEMENTS ANNOUNCEMENT  
FOR THE SECOND QUARTER ENDED 31 MARCH 2017**

Frasers Hospitality Trust ("FHT") is a stapled group comprising Frasers Hospitality Real Estate Investment Trust ("FH-REIT") and Frasers Hospitality Business Trust ("FH-BT"). FHT is established with the principal investment strategy of investing, directly or indirectly, in a diversified portfolio of income-producing real estate located anywhere in the world except Thailand, which is used primarily for hospitality and/or hospitality-related purposes, as well as real estate-related assets in connection to the foregoing.

The portfolio of FHT comprises 15 properties, nine hotels (the "Hotels") and six serviced residences (the "Serviced Residences", and together with the Hotels, the "Properties"), with a total of 3,072 hotel rooms and 842 serviced residence units. The Properties are located in Singapore, Australia, the United Kingdom, Japan, Malaysia and Germany.

Hotels	Market Segment*	Number of Rooms
InterContinental Singapore	Luxury	406
Sofitel Sydney Wentworth	Luxury	436
Novotel Rockford Darling Harbour	Mid-scale	230
Park International London	Mid-scale	171
Best Western Cromwell London	Mid-scale	85
ANA Crowne Plaza Kobe	Upper Upscale	593
The Westin Kuala Lumpur	Upper Upscale	443
Maritim Hotel Dresden	Upscale	328
Novotel Melbourne on Collins	Upscale	380
<b>Total</b>		<b>3,072</b>

Serviced Residences	Market Segment*	Number of Units
Fraser Suites Singapore	Upper Upscale	255
Fraser Suites Sydney	Upper Upscale	201
Fraser Place Canary Wharf	Upper Upscale	108
Fraser Suites Queens Gate	Upper Upscale	105
Fraser Suites Glasgow	Upper Upscale	98
Fraser Suites Edinburgh	Upper Upscale	75
<b>Total</b>		<b>842</b>

\* Based on STR Global Chain Scales

**Distribution Policy**

Distributions from FHT comprise distributions from FH-REIT and FH-BT.

FH-REIT's distribution policy is to distribute 100.0% of FH-REIT's Distributable Income for the period from the listing date of FHT (being 14 July 2014) to 30 September 2015 and at least 90.0% of its Distributable Income thereafter.

FH-BT's distribution policy will be to distribute as much of its income as practicable, and the declaration and payment of distributions by FH-BT will be at the sole discretion of Board of Directors of Frasers Hospitality Trust Management Pte. Ltd. ("Trustee-Manager").

Distributions are made on a semi-annual basis, with the amount calculated as at 31 March and 30 September each year for the six-month periods ending on each of the said dates. Frasers Hospitality Asset Management Pte. Ltd. ("REIT Manager") and Trustee-Manager (collectively, the "Managers") are required to pay distributions within 90 days of the end of each distribution period. Distributions, when paid, will be in Singapore dollars.

1 (a) (i) Consolidated Statements of Total Return and Statements of Comprehensive Income for 2Q 2017 and 2Q 2016

Note	FHT	FH-REIT	FH-BT <sup>(a)</sup>	FHT	FH-REIT	FH-BT <sup>(a)</sup>	FHT	FH-REIT	FH-BT
	2Q 2017			2Q 2016			Variance		
	1 Jan 2017 to 31 Mar 2017			1 Jan 2016 to 31 Mar 2016			Increase/(Decrease)		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	%	%	%
Master lease rental	29,820	33,708	-	27,022	27,022	-	10.4	24.7	-
Room revenue	7,179	-	7,179	-	-	-	100.0	-	100.0
Food & beverage revenue	1,370	-	1,370	-	-	-	100.0	-	100.0
Other income	304	-	304	-	-	-	100.0	-	100.0
<b>Gross revenue</b>	<b>38,673</b>	<b>33,708</b>	<b>8,853</b>	<b>27,022</b>	<b>27,022</b>	<b>-</b>	<b>43.1</b>	<b>24.7</b>	<b>100.0</b>
Property tax	(2,638)	(2,638)	-	(2,323)	(2,323)	-	13.6	13.6	-
Property insurance	(354)	(354)	-	(332)	(332)	-	6.6	6.6	-
Property management fee	(1,337)	(1,337)	-	(1,349)	(1,349)	-	(0.9)	(0.9)	-
Other property expenses	(855)	(855)	-	(778)	(778)	-	9.9	9.9	-
Operations and maintenance expenses	(3,451)	-	(7,605)	-	-	-	100.0	-	100.0
Marketing expenses	(700)	-	(700)	-	-	-	100.0	-	100.0
Administrative expenses	(445)	-	(445)	-	-	-	100.0	-	100.0
<b>Property operating expenses</b>	<b>(9,780)</b>	<b>(5,184)</b>	<b>(8,750)</b>	<b>(4,782)</b>	<b>(4,782)</b>	<b>-</b>	<b>104.5</b>	<b>8.4</b>	<b>100.0</b>
<b>Net property income</b>	<b>28,893</b>	<b>28,524</b>	<b>103</b>	<b>22,240</b>	<b>22,240</b>	<b>-</b>	<b>29.9</b>	<b>28.3</b>	<b>100.0</b>
Depreciation	(1,961)	-	(851)	-	-	-	100.0	-	100.0
REIT Manager's management fee	(1,648)	(1,648)	-	(1,762)	(1,762)	-	(6.5)	(6.5)	-
Trustee-Manager's management fee	(2)	-	(2)	-	-	-	100.0	-	100.0
Other management fee	(1,336)	(1,336)	-	(746)	(746)	-	79.1	79.1	-
Trustees' fee	(122)	(122)	-	(109)	(109)	-	11.9	11.9	-
Other trust expenses	(700)	(669)	(31)	(1,062)	(1,062)	-	(34.1)	(37.0)	100.0
Non-capitalisable expenses in relation to asset acquisition and Rights Issue	(35)	(34)	(1)	-	-	-	100.0	100.0	100.0
Other income	-	-	-	2	2	-	(100.0)	(100.0)	-
Payment top-up	-	-	-	250	250	-	(100.0)	(100.0)	-
Finance income	62	56	6	65	65	-	(4.6)	(13.8)	100.0
Amortisation of debt upfront costs	(414)	(414)	-	(416)	(416)	-	(0.5)	(0.5)	-
Finance costs	(4,430)	(4,430)	-	(4,818)	(4,818)	-	(8.1)	(8.1)	-
<b>Total return before foreign exchange differences, fair value changes and tax</b>	<b>18,307</b>	<b>19,927</b>	<b>(776)</b>	<b>13,644</b>	<b>13,644</b>	<b>-</b>	<b>34.2</b>	<b>46.0</b>	<b>-</b>
Foreign exchange loss, net	(488)	(488)	-	(297)	(297)	-	64.3	64.3	-
Net change in fair value of derivative financial instruments	(187)	(187)	-	(2,262)	(2,262)	-	(91.7)	(91.7)	-
Realised (loss)/gain on derivative financial instruments, net	(99)	(99)	-	206	206	-	NM	NM	-
<b>Total return for the Period before tax</b>	<b>17,533</b>	<b>19,153</b>	<b>(776)</b>	<b>11,291</b>	<b>11,291</b>	<b>-</b>	<b>55.3</b>	<b>69.6</b>	<b>-</b>
Taxation	(1,141)	(1,135)	(6)	(159)	(159)	-	617.6	613.8	100.0
<b>Total return for the Period after tax</b>	<b>16,392</b>	<b>18,018</b>	<b>(782)</b>	<b>11,132</b>	<b>11,132</b>	<b>-</b>	<b>47.3</b>	<b>61.9</b>	<b>100.0</b>
<b>Other comprehensive income</b>									
<b>Items that may be reclassified subsequently to statement of total return:</b>									
Effective portion of changes in fair value change of cash flow hedges	(1,189)	(1,189)	-	(8,660)	(8,660)	-	(86.3)	(86.3)	-
Net change in fair value of cash flow hedges reclassified to total return	(781)	(781)	-	148	148	-	NM	NM	-
Foreign currency translation differences	15,160	14,946	225	(15,659)	(15,659)	-	NM	NM	100.0
<b>Total comprehensive income for the Period</b>	<b>29,582</b>	<b>30,994</b>	<b>(557)</b>	<b>(13,039)</b>	<b>(13,039)</b>	<b>-</b>	<b>NM</b>	<b>NM</b>	<b>100.0</b>

NM - Not meaningful

1 (a) (i) Consolidated Distribution Statements for 2Q 2017 and 2Q 2016

Reconciliation of total return to income available for distribution

Note	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT
	2Q 2017			2Q 2016			Variance		
	1 Jan 2017 to 31 Mar 2017			1 Jan 2016 to 31 Mar 2016			Increase/(Decrease)		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	%	%	%
<b>Total return for the Period after tax</b>	<b>16,392</b>	<b>18,018</b>	<b>(782)</b>	<b>11,132</b>	<b>11,132</b>	<b>-</b>	<b>47.3</b>	<b>61.9</b>	<b>100.0</b>
<b>(Non-taxable) / non-tax deductible items and other adjustments:</b>									
Depreciation	1,961	-	851	-	-	-	100.0	-	100.0
Amortisation of debt upfront costs	414	414	-	416	416	-	(0.5)	(0.5)	-
Amortisation of other assets	19	19	-	12	12	-	58.3	58.3	-
Foreign exchange loss, net	110	109	1	385	385	-	(71.4)	(71.7)	100.0
Non-capitalisable expenses in relation to assets acquisition and Rights Issue	35	34	1	-	-	-	100.0	100.0	100.0
Net change in fair value of derivative financial instruments	187	187	-	2,262	2,262	-	(91.7)	(91.7)	-
Other management fee payable in Stapled Securities	(n) 1,264	1,264	-	673	673	-	87.8	87.8	-
Property management fee payable in Stapled Securities, net of withholding tax	(o) 1,328	1,328	-	1,359	1,359	-	(2.3)	(2.3)	-
REIT Manager's management fee payable in Stapled Securities	1,648	1,648	-	1,762	1,762	-	(6.5)	(6.5)	-
Trustee-Manager's management fee payable in Stapled Securities	2	-	2	-	-	-	100.0	-	100.0
Trustee's fee in relation to FH-REIT	70	70	-	62	62	-	12.9	12.9	-
Other adjustments	(p) (24)	460	(218)	320	320	-	NM	43.8	100.0
<b>Net effect of (non-taxable) / non-tax deductible items and other adjustments</b>	<b>7,014</b>	<b>5,533</b>	<b>637</b>	<b>7,251</b>	<b>7,251</b>	<b>-</b>	<b>(3.3)</b>	<b>(23.7)</b>	<b>100.0</b>
<b>Income available for distribution</b>	<b>23,406</b>	<b>23,551</b>	<b>(145)</b>	<b>18,383</b>	<b>18,383</b>	<b>-</b>	<b>27.3</b>	<b>28.1</b>	<b>100.0</b>
<b>Income available for distribution attributable to:</b>									
- Stapled Securityholders	22,309	22,454	(145)	18,383	18,383	-	21.4	22.1	100.0
- Perpetual Securities holders	1,097	1,097	-	-	-	-	100.0	100.0	-
	<b>23,406</b>	<b>23,551</b>	<b>(145)</b>	<b>18,383</b>	<b>18,383</b>	<b>-</b>	<b>27.3</b>	<b>28.1</b>	<b>100.0</b>

NM - Not meaningful

**Footnotes:**

- (a) On 19 and 20 October 2016, FHT completed the acquisitions of Novotel Melbourne on Collins and the Hotel Assets respectively. FH-REIT, through its indirectly wholly-owned subsidiary, acquired Novotel Melbourne on Collins, located in Australia. Correspondingly in the 1Q 2017, the Trustee-Manager also activated the FH-BT (which was previously dormant). The activation was required to enable FH-BT, through its indirectly wholly-owned subsidiary, to become the master lessee of Novotel Melbourne on Collins. Accordingly, the entire operating results of Novotel Melbourne on Collins for the period 1 January 2017 to 31 March 2017 has been included in the 2Q 2017 results of FH-BT. As FH-BT was only activated in the current financial year, there were no prior period comparatives.
- (b) The master lease rental earned by FH-REIT from FH-BT is eliminated at FHT level. Consequently, only the income arising from the hotel operations of Novotel Melbourne on Collins are reflected at FHT level.
- (c) Novotel Melbourne on Collins has been classified as property, plant and equipment in FHT's financial statements. FHT commenced depreciating its property, the Novotel Melbourne on Collins on 20 October 2016. The depreciation expense relates to the depreciation of the building and furniture, fittings and equipment of Novotel Melbourne on Collins for the period from 1 January 2017 to 31 March 2017.
- (d) Other management fee mainly relates to MIT Manager's management fee. With the addition of Novotel Melbourne on Collins and better performance of the Sydney properties in 2Q 2017, there was an increase in management fee payable to the MIT Manager.
- (e) Other trust expenses mainly relates to professional fees, audit fees, tax fees and administrative expenses. The expenses were lower in 2Q 2017 mainly due to reduction in distribution related expense and irrecoverable GST.
- (f) The expenses mainly comprised professional fees and miscellaneous expenses incurred in relation to (a) the underwritten and renounceable rights issue (the "Rights Issue") of 441,549,281 new Stapled Securities in FHT which was launched and announced on the SGX-ST on 9 September 2016 (the "Launch Announcement") and completed on 17 October 2016; and (b) acquisition of Novotel Melbourne on Collins and the related Hotel Assets as defined in the Launch Announcement.
- (g) Included in 2Q 2016 was payment top-up of S\$0.25 million in relation to InterContinental Singapore. The payment top-up had been fully paid for Fraser Suites Singapore and InterContinental Singapore in 1Q 2016 and 2Q 2016 respectively.
- (h) Finance costs comprise interest expense on FH-REIT Group's borrowings in SGD, JPY, MYR and AUD as well as net interest expense or income arising from the cross currency interest rate swap, interest rate swaps and cross currency swaps. Interest expense was lower in 2Q 2017 mainly due to new cross currency swaps which resulted in net interest income. As at 31 March 2017, 87.8% of FH-REIT's Group debt portfolio was secured at fixed interest rates with remaining 12.2% at floating interest rates.
- (i) This relates to unrealised loss arising mainly from fair valuation of the JPYSGD cross currency interest rate swap. JPY appreciated against SGD in 2Q 2017 and 2Q 2016 but the JPY/SGD exchange rate was comparatively more volatile in 2Q 2016 compared to 2Q 2017.
- (j) In 2Q 2017, the net realised loss of S\$99k was mainly due to appreciation of the AUD resulting in a higher AUD/SGD exchange rate at settlement date of the AUDSGD forward contracts as compared to the forward rates on the contracts.  
In 2Q 2016, the net realised gain of S\$206k was mainly due to the depreciation of the GBP resulting in a lower GBP/SGD exchange rate at the settlement date of the GBPSGD forward contracts as compared to the forward rates on those contracts.
- (k) This relates to tax charge for 2Q 2017. On 16 January 2017, Malaysia enacted the Finance Act 2017, effective as of 17 January 2017. Under the Finance Act 2017, an amendment was introduced to remove withholding tax exemption on interest paid or credited to a company in the same group. Consequently, withholding tax expense of \$0.4 million was recognised in 2Q 2017 for interest income period from July 16 to March 2017.
- (l) This relates to fair value loss arising from the interest rate swaps.
- (m) This relates to exchange differences arising from translation of the results and the financial position of all the Group entities with functional currencies other than the Singapore dollar. The foreign currency translation gain in 2Q 2017 was mainly due to appreciation of AUD, EUR and JPY against SGD, which was offset by the depreciation of GBP and MYR against SGD. The fair value changes in the cross currency swaps which are classified as net investment hedges are recorded in foreign currency translation reserve at the FHT level.
- (n) MIT Manager's management fee which is payable in Stapled Securities.
- (o) Property management fee includes service residences management fee and trademark licence fee which are payable in Stapled Securities.
- (p) Other adjustments are in relation to other non-tax deductible and non-taxable items.
- (q) Distribution of FHT represents the aggregate of distributions by FH-REIT and FH-BT. FH-BT was activated in Q1 2017.

1 (a) (ii) Consolidated Statements of Total Return and Statements of Comprehensive Income for 1H 2017 and 1H 2016

Note	1H 2017			1H 2016			Variance		
	FHT	FH-REIT	FH-BT <sup>(a)</sup>	FHT	FH-REIT	FH-BT <sup>(a)</sup>	FHT	FH-REIT	FH-BT
	1 Oct 2016 to 31 Mar 2017			1 Oct 2015 to 31 Mar 2016			Increase/(Decrease)		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	%	%	%
Master lease rental	62,101	69,216	-	58,401	58,401	-	6.3	18.5	-
Room revenue	12,932	-	12,932	-	-	-	100.0	-	100.0
Food & beverage revenue	2,638	-	2,638	-	-	-	100.0	-	100.0
Other income	556	-	556	-	-	-	100.0	-	100.0
<b>Gross revenue</b>	<b>78,227</b>	<b>69,216</b>	<b>16,126</b>	<b>58,401</b>	<b>58,401</b>	<b>-</b>	<b>33.9</b>	<b>18.5</b>	<b>100.0</b>
Property tax	(5,151)	(5,151)	-	(4,643)	(4,643)	-	10.9	10.9	-
Property insurance	(698)	(698)	-	(678)	(678)	-	2.9	2.9	-
Property management fee	(2,739)	(2,739)	-	(2,905)	(2,905)	-	(5.7)	(5.7)	-
Other property expenses	(1,800)	(1,800)	-	(1,606)	(1,606)	-	12.1	12.1	-
Operations and maintenance expenses	(6,272)	-	(13,871)	-	-	-	100.0	-	100.0
Marketing expenses	(1,260)	-	(1,260)	-	-	-	100.0	-	100.0
Administrative expenses	(899)	-	(899)	-	-	-	100.0	-	100.0
<b>Property operating expenses</b>	<b>(18,819)</b>	<b>(10,388)</b>	<b>(16,030)</b>	<b>(9,832)</b>	<b>(9,832)</b>	<b>-</b>	<b>91.4</b>	<b>5.7</b>	<b>100.0</b>
<b>Net property income</b>	<b>59,408</b>	<b>58,828</b>	<b>96</b>	<b>48,569</b>	<b>48,569</b>	<b>-</b>	<b>22.3</b>	<b>21.1</b>	<b>100.0</b>
Depreciation	(3,552)	-	(1,517)	-	-	-	100.0	-	100.0
Acquisition fee paid in Stapled Securities	(2,447)	(2,413)	(34)	-	-	-	100.0	100.0	100.0
REIT Manager's management fee	(3,048)	(3,048)	-	(3,792)	(3,792)	-	(19.6)	(19.6)	-
Trustee-Manager's management fee	(21)	-	(21)	-	-	-	100.0	-	100.0
Other management fee	(2,587)	(2,587)	-	(1,584)	(1,584)	-	63.3	63.3	-
Trustees' fee	(246)	(246)	-	(218)	(218)	-	12.8	12.8	-
Other trust expenses	(1,967)	(1,912)	(55)	(1,604)	(1,603)	(1)	22.6	19.3	>100.0
Non-capitalisable expenses in relation to asset acquisition and Rights Issue	(528)	(462)	(66)	-	-	-	100.0	100.0	100.0
Other income	-	-	-	5	5	-	(100.0)	(100.0)	-
Payment top-up	-	-	-	2,910	2,910	-	(100.0)	(100.0)	-
Finance income	168	159	9	142	142	-	18.3	12.0	100.0
Amortisation of debt upfront costs	(835)	(835)	-	(836)	(836)	-	(0.1)	(0.1)	-
Finance costs	(8,788)	(8,788)	-	(9,598)	(9,598)	-	(8.4)	(8.4)	-
<b>Total return before foreign exchange differences, fair value changes and tax</b>	<b>35,557</b>	<b>38,696</b>	<b>(1,588)</b>	<b>33,994</b>	<b>33,995</b>	<b>(1)</b>	<b>4.6</b>	<b>13.8</b>	<b>&gt;100.0</b>
Foreign exchange gain/(loss), net	241	242	(1)	(312)	(312)	-	>(100.0)	>(100.0)	100.0
Net change in fair value of investment properties / property, plant and equipment	(11,941)	(11,941)	-	-	-	-	100.0	100.0	-
Net change in fair value of derivative financial instruments	10,695	10,695	-	(715)	(715)	-	NM	NM	-
Realised (loss)/gain on derivative financial instruments, net	(422)	(422)	-	27	27	-	NM	NM	-
<b>Total return for the Period before tax</b>	<b>34,130</b>	<b>37,270</b>	<b>(1,589)</b>	<b>32,994</b>	<b>32,995</b>	<b>(1)</b>	<b>3.4</b>	<b>13.0</b>	<b>&gt;100.0</b>
Taxation	(2,406)	(2,396)	(10)	(1,545)	(1,545)	-	55.7	55.1	100.0
<b>Total return for the Period after tax</b>	<b>31,724</b>	<b>34,874</b>	<b>(1,599)</b>	<b>31,449</b>	<b>31,450</b>	<b>(1)</b>	<b>0.9</b>	<b>10.9</b>	<b>&gt;100.0</b>
<b>Other comprehensive income</b>									
<b>Items that may be reclassified subsequently to statement of total return:</b>									
Effective portion of changes in fair value change of cash flow hedges	4,161	4,161	-	(6,246)	(6,246)	-	NM	NM	-
Net change in fair value of cash flow hedges reclassified to total return	(1,683)	(1,683)	-	(461)	(461)	-	>100.0	>100.0	-
Foreign currency translation differences	(5,367)	(5,583)	217	(19,822)	(19,822)	-	(72.9)	(71.8)	100.0
<b>Total comprehensive income for the Period</b>	<b>28,835</b>	<b>31,769</b>	<b>(1,382)</b>	<b>4,920</b>	<b>4,921</b>	<b>(1)</b>	<b>&gt;100.0</b>	<b>&gt;100.0</b>	<b>&gt;100.0</b>

NM - Not Meaningful

1 (a) (ii) Consolidated Distribution Statements for 1H 2017 and 1H 2016

Reconciliation of total return to income available for distribution

Note	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT
	1H 2017			1H 2016			Variance		
	1 Oct 2016 to 31 Mar 2017			1 Oct 2016 to 31 Mar 2016			Increase/(Decrease)		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	%	%	%
<b>Total return for the Period after tax</b>	<b>31,724</b>	<b>34,874</b>	<b>(1,599)</b>	<b>31,450</b>	<b>31,450</b>	<b>-</b>	<b>0.9</b>	<b>10.9</b>	<b>100.0</b>
<b>(Non-taxable) / non-tax deductible items and other adjustments:</b>									
Acquisition fee paid in Stapled Securities	2,447	2,413	34	-	-	-	100.0	100.0	100.0
Depreciation	3,552	-	1,517	-	-	-	100.0	-	100.0
Amortisation of debt upfront costs	835	835	-	836	836	-	(0.1)	(0.1)	-
Amortisation of other assets	37	37	-	12	12	-	>100.0	>100.0	-
Foreign exchange loss, net	167	165	2	410	410	-	(59.3)	(59.8)	100.0
Non-capitalisable expenses in relation to assets acquisition and Rights Issue	528	462	66	-	-	-	100.0	100.0	100.0
Net change in fair value of investment properties / property, plant and equipment	11,941	11,941	-	-	-	-	100.0	100.0	-
Net change in fair value of derivative financial instruments	(10,695)	(10,695)	-	715	715	-	NM	NM	-
Other management fee payable in Stapled Securities	(p) 2,441	2,441	-	1,441	1,441	-	69.4	69.4	-
Property management fee payable in Stapled Securities, net of withholding tax	(q) 2,717	2,717	-	2,910	2,910	-	(6.6)	(6.6)	-
REIT Manager's management fee payable in Stapled Securities	3,048	3,048	-	3,792	3,792	-	(19.6)	(19.6)	-
Trustee-Manager's management fee payable in Stapled Securities	21	-	21	-	-	-	100.0	-	100.0
Trustee's fee in relation to FH-REIT	142	142	-	126	126	-	12.7	12.7	-
Other adjustments	(r) 34	519	(1)	367	367	-	NM	41.4	100.0
<b>Net effect of (non-taxable) / non-tax deductible items and other adjustments</b>	<b>17,215</b>	<b>14,025</b>	<b>1,639</b>	<b>10,609</b>	<b>10,609</b>	<b>-</b>	<b>62.3</b>	<b>32.2</b>	<b>100.0</b>
<b>Income available for distribution</b>	<b>48,939</b>	<b>48,899</b>	<b>40</b>	<b>42,059</b>	<b>42,059</b>	<b>-</b>	<b>16.4</b>	<b>16.3</b>	<b>100.0</b>
<b>Income available for distribution attributable to:</b>									
- Stapled Securityholders	46,720	46,680	40	42,059	42,059	-	11.1	11.0	100.0
- Perpetual Securities holders	2,219	2,219	-	-	-	-	100.0	100.0	-
	<b>48,939</b>	<b>48,899</b>	<b>40</b>	<b>42,059</b>	<b>42,059</b>	<b>-</b>	<b>16.4</b>	<b>16.3</b>	<b>100.0</b>

NM - Not meaningful

**Footnotes:**

- (a) On 19 and 20 October 2016, FHT completed the acquisitions of Novotel Melbourne on Collins and the Hotel Assets respectively. FH-REIT, through its indirectly wholly-owned subsidiary, acquired Novotel Melbourne on Collins, located in Australia. Correspondingly in the 1Q 2017, the Trustee-Manager also activated the FH-BT (which was previously dormant). The activation was required to enable FH-BT, through its indirect wholly-owned subsidiary, to become the master lessee of the Novotel Melbourne on Collins. Accordingly, the entire operating results of Novotel Melbourne on Collins for the period 20 October 2016 to 31 March 2017 has been included in the first half results of FH-BT. As FH-BT was only activated in the current financial year, there were no prior period comparatives.
- (b) The master lease rental earned by FH-REIT from FH-BT is eliminated at FHT level. Consequently, only the income arising from the hotel operations of Novotel Melbourne on Collins are reflected at FHT level.
- (c) Novotel Melbourne on Collins has been classified as property, plant and equipment in FHT's financial statements. FHT commenced depreciating its property, the Novotel Melbourne on Collins on 20 October 2016. The depreciation expense relates to the depreciation of the building and furniture, fittings and equipment of Novotel Melbourne on Collins for the period from 20 October 2016 to 31 March 2017.
- (d) The acquisition fee paid to FHT Australia Management Pty Ltd ("MIT Manager") and Trustee-Manager in stapled securities were in relation to the acquisition of the Novotel Melbourne on Collins and the Hotel Assets respectively as announced by FHT on SGX-ST on 24 October, 31 October and 30 December 2016.
- (e) Other management fee mainly relates to MIT Manager's management fee. With the addition of Novotel Melbourne on Collins in 1Q 2017, there was an increase in management fee payable to the MIT
- (f) Other trust expenses mainly relate to professional fees, audit fees, tax fees and administrative expenses. The expenses were higher in 1H 2017 mainly due to legal fees and other professional fees in relation to the additional issuance of Junior Bond C by Notable Vision Sdn Bhd.
- (g) The expenses mainly comprised professional fees and miscellaneous expenses incurred in relation to (a) the Rights Issue; and (b) acquisition of Novotel Melbourne on Collins and the related Hotel Assets as announced in the Launch Announcement.
- (h) Included in 1H 2016 was payment top-up comprising (a) S\$2.58 million and (b) S\$0.33 million in relation to InterContinental Singapore and Fraser Suites Singapore respectively. The payment top-up had been fully paid for Fraser Suites Singapore and InterContinental Singapore in 1Q 2016 and 2Q 2016 respectively.
- (i) Finance costs comprise interest expense on FH-REIT Group's borrowings in SGD, JPY, MYR and AUD as well as net interest expense or income arising from the cross currency interest rate swap, interest rate swaps and cross currency swaps. Interest expense was lower in 1H 2017 mainly due to new cross currency swaps which resulted in net interest income. As at 31 March 2017, 87.8% of FH-REIT's Group debt portfolio was secured at fixed interest rates with remaining 12.2% at floating interest rates.
- (j) The net change in fair value of investment properties/property, plant and equipment relates to the fair value loss arising from measuring the Novotel Melbourne on Collins at its acquisition price which approximates its fair value.
- (k) This relates to unrealised gain arising mainly from fair valuation of the JPYSGD cross currency interest rate swap. The unrealised gain was due to depreciation of JPY against SGD in 1H 2017 as compared to 1H 2016 where JPY appreciated against SGD.
- (l) In 1H 2017, the net realised loss of S\$422k was mainly due to the appreciation of AUD resulting in a higher AUD/SGD exchange rate at settlement date of the AUDSGD forward contracts as compared to the forward rates on the contracts.  
In 1H 2016, the net realised gain of S\$27k was due to depreciation of AUD against SGD resulting in a lower AUD/SGD exchange rate at settlement date of the AUDSGD forward contracts as compared to the forward rates on those contracts.
- (m) The increase was mainly contributed by UK, Australia and Malaysia group. The withdrawal of Wear and Tear Allowance by HM Revenue and Customs with effect from 6 April 2016 had resulted in a higher UK corporate tax expense for 1H 2017. On 19 October 2016, additional shareholder loan was extended to FHT Melbourne Trust 1 for the purchase of Novotel Melbourne on Collins. Australian withholding tax charged in relation to the shareholder loan interest for 1H 2017 was \$0.3 mil. On 16 January 2017, Malaysia enacted the Finance Act 2017, effective as of 17 January 2017. Under the Finance Act 2017, an amendment was introduced to remove withholding tax exemption on interest paid or credited to a company in the same group. Consequently, withholding tax expense of \$0.4 million was recognised in 2Q 2017 for interest income earned from July 16 to March 2017.
- (n) This relates to fair value gain arising from the interest rate swaps.
- (o) This relates to exchange differences arising from translation of the results and the financial position of all the Group entities with functional currencies other than the Singapore dollar. The foreign currency translation loss in 1H 2017 was mainly due to appreciation of AUD against SGD, which was offset by the depreciation of GBP, EUR, JPY and MYR against SGD. The fair value changes in the cross currency swaps which are classified as net investment hedges are recorded in foreign currency translation reserve at the FHT level.
- (p) MIT Manager's management fee which is payable in Stapled Securities.
- (q) Property management fee includes service residences management fee and trademark licence fee which are payable in Stapled Securities.
- (r) Other adjustments are in relation to other non-tax deductible and non-taxable items.
- (s) Distribution of FHT represents the aggregate of distributions by FH-REIT and FH-BT. FH-BT was activated in the Q1 2017.

1 (b) (i) Statements of Financial Position

	31 Mar 2017			30 Sep 2016		
	FHT	FH-REIT	FH-BT <sup>(a)</sup>	FHT	FH-REIT	FH-BT
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Non-current assets</b>						
Investment properties	2,049,307	2,298,405	-	2,058,413	2,058,413	-
Derivative financial instruments	2,043	2,043	-	61	61	-
Property, plant and equipment	252,136	-	5,028	-	-	-
Rental deposits	-	-	4,189	-	-	-
	2,303,486	2,300,448	9,217	2,058,474	2,058,474	-
<b>Current assets</b>						
Prepayments	1,417	1,263	154	1,319	1,319	-
Inventories	56	-	56	-	-	-
Other assets	158	158	-	194	194	-
Trade and other receivables	8,910	8,758	1,167	33,813	33,813	605
Derivative financial instruments	2,813	2,813	-	2,813	2,813	-
Cash and cash equivalents	79,985	76,476	3,509	64,385	64,381	4
	93,339	89,468	4,886	102,524	102,520	609
<b>Total assets</b>	<b>2,396,825</b>	<b>2,389,916</b>	<b>14,103</b>	<b>2,160,998</b>	<b>2,160,994</b>	<b>609</b>
<b>Current liabilities</b>						
Trade and other payables	15,807	11,345	5,915	20,437	20,423	619
Deferred income	1,078	1,078	-	678	678	-
Derivative financial instruments	299	299	-	2,664	2,664	-
Borrowings	114,918	114,918	-	128,925	128,925	-
Income tax payables	4,195	4,195	-	5,312	5,312	-
	136,297	131,835	5,915	158,016	158,002	619
<b>Net current liabilities</b>	<b>(42,958)</b>	<b>(42,367)</b>	<b>(1,029)</b>	<b>(55,492)</b>	<b>(55,482)</b>	<b>(10)</b>
<b>Non-current liabilities</b>						
Other payables	174	-	174	-	-	-
Borrowings	681,736	681,736	-	681,082	681,082	-
Rental deposits	21,231	25,420	-	21,551	21,551	-
Deferred income	10,467	10,467	-	10,404	10,404	-
Derivative financial instruments	7,604	7,604	-	16,746	16,746	-
Deferred tax liabilities	28,457	28,457	-	29,049	29,049	-
	749,669	753,684	174	758,832	758,832	-
<b>Total Liabilities</b>	<b>885,966</b>	<b>885,519</b>	<b>6,089</b>	<b>916,848</b>	<b>916,834</b>	<b>619</b>
<b>Net assets</b>	<b>1,510,859</b>	<b>1,504,397</b>	<b>8,014</b>	<b>1,244,150</b>	<b>1,244,160</b>	<b>(10)</b>
<b>Represented by:</b>						
Stapled Securities in issue	1,488,053	1,478,632	9,421	1,202,801	1,202,791	10
Issue costs	(25,764)	(25,759)	(5)	(23,482)	(23,482)	-
Revenue reserves	46,686	49,856	(1,619)	60,054	60,074	(20)
Hedging reserve	(1,862)	(1,862)	-	(4,340)	(4,340)	-
Foreign currency translation reserve	(96,509)	(96,725)	217	(91,142)	(91,142)	-
<b>Stapled Securityholders' funds</b>	<b>1,410,604</b>	<b>1,404,142</b>	<b>8,014</b>	<b>1,143,891</b>	<b>1,143,901</b>	<b>(10)</b>
<b>Perpetual Securities holders' funds</b>	<b>100,255</b>	<b>100,255</b>	<b>-</b>	<b>100,259</b>	<b>100,259</b>	<b>-</b>
<b>Total Equity</b>	<b>1,510,859</b>	<b>1,504,397</b>	<b>8,014</b>	<b>1,244,150</b>	<b>1,244,160</b>	<b>(10)</b>



**Footnotes:**

- (a) The Statement of Financial Position of FH-BT relates to the hotel operations of Novotel Melbourne on Collins. No prior period comparatives are presented as the hotel business was only acquired on 19 October 2016.
- (b) As at 31 March 2017, derivative financial instruments (non-current assets) mainly relate to fair value of the cross currency swaps.
- (c) In FHT's financial statements, the property, plant and equipment relates to the land, building, furniture, fittings and equipment of Novotel Melbourne on Collins. This hotel is classified as property held for own use as an owner-occupied property instead of as an investment property. Accordingly, we have treated this hotel as property, plant and equipment and applied the revaluation model of FRS 16 *Property, Plant and Equipment* where the asset is depreciated during the period and revalued at the end of each reporting period.
- (d) The rental deposit comprises 8 months of fixed rent under the Novotel Melbourne on Collins Master Lease Agreement ("MLA") whereby FH-BT (through its indirectly wholly-owned subsidiary FH-BT NMCS Operations Pty Ltd) pays the rental deposit to FH-REIT (through its indirectly wholly-owned subsidiary FHT Melbourne Trust 1).
- (e) The decrease was mainly due to utilisation of the 10% deposit amounting to A\$23.7million for the purchase consideration of Novotel Melbourne on Collins and the Hotel Assets which were completed on 19 and 20 October 2016 respectively.
- (f) Trade and other payables mainly comprise trade creditors, GST payable, provision for withholding tax and property tax, accruals for interest expense payable to banks, and accruals for professional fees.
- (g) The short-term unsecured borrowing of S\$14.2 million drawn down from a revolving credit facility of S\$25 million was repaid in 1Q FY2017. For the breakdown of total borrowings into short-term and long-term borrowings, please refer to 1(b)(ii) below.
- (h) The net current liabilities position as at 31 March 2017 was due to Facility A of the S\$615 million Term Loan Facilities due within the next 12 months. Notwithstanding the net current liabilities position, based on FHT's existing financial resources, the Managers are of the opinion that FHT will be able to refinance its borrowings and meet its current obligations as and when they fall due.
- (i) Derivative financial instruments (non-current liabilities) relate to fair value of cross currency swap, cross currency interest rate swap and interest rate swaps.
- (j) This relates to S\$100 million of fixed rate subordinated perpetual securities issued in May 2016. Distribution was made to perpetual securities holders on 14 November 2016.

**1 b (ii) Aggregate Amount of Borrowings**

	FHT		FHT	
	As at 31 Mar 2017		As at 30 Sep 2016	
	Secured	Unsecured	Secured	Unsecured
	S\$'000	S\$'000	S\$'000	S\$'000
Amount repayable in one year or less, or on demand *	-	114,918 <sup>(1)</sup>	-	128,925 <sup>(1)</sup>
Amount repayable after one year *	30,142 <sup>(2)</sup>	651,594 <sup>(3)</sup>	31,294 <sup>(2)</sup>	649,788 <sup>(3)</sup>

\* net of transaction costs

**Details of borrowings and collateral:**

- (1) The unsecured borrowing was drawn from Facility A of S\$615 million Term Loan Facilities and falls due on 14 July 2017.
- (2) The secured borrowing was drawn under the MYR95 million Senior Bond and the interest rate on this borrowing is 4.9% p.a.. The Senior Bond will mature 5 years from 14 July 2014 and is secured by the property, The Westin Kuala Lumpur.
- (3) The unsecured borrowings were drawn from (i) Facility B of S\$615 million of Term Loan Facilities with loan maturing 5 years from 14 July 2014, (ii) the JPY2.35 billion Kobe Excellence TMK series 1 Bonds maturing 5 years from 14 July 2014 and (iii) A\$117.2 million of Term Loan Facility maturing 3 years from 7 July 2015.

1 (c) Consolidated Cash Flows Statements

Note	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT
	2Q 2017			2Q 2016			1H 2017			1H 2016		
	1 Jan 2017 to 31 Mar 2017			1 Jan 2016 to 31 Mar 2016			1 Oct 2016 to 31 Mar 2017			1 Oct 2015 to 31 Mar 2016		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>												
Total return for the Period before tax	17,533	19,153	(776)	11,291	11,291	-	34,130	37,270	(1,589)	32,994	32,995	(1)
<b>Adjustments for:</b>												
Acquisition fee paid in Stapled Securities	-	-	-	-	-	-	2,447	2,413	34	-	-	-
Amortisation of other assets	19	19	-	12	12	-	37	37	-	12	12	-
Amortisation of debt upfront costs	414	414	-	416	416	-	835	835	-	836	836	-
Depreciation	1,961	-	851	-	-	-	3,552	-	1,517	-	-	-
Finance costs	4,430	4,430	-	4,818	4,818	-	8,788	8,788	-	9,598	9,598	-
Finance income	(62)	(56)	(6)	(65)	(65)	-	(168)	(159)	(9)	(142)	(142)	-
Net change in fair value of derivative financial instruments	187	187	-	2,262	2,262	-	(10,695)	(10,695)	-	715	715	-
Net change in fair value of change in investment properties / property, plant and equipment	-	-	-	-	-	-	11,941	11,941	-	-	-	-
Other management fee paid and payable in Stapled Securities	1,264	1,264	-	673	673	-	2,441	2,441	-	1,441	1,441	-
Property management fee paid and payable in Stapled Securities	1,328	1,328	-	1,359	1,359	-	2,717	2,717	-	2,910	2,910	-
REIT Manager's management fee paid and payable in Stapled Securities	1,648	1,648	-	1,762	1,762	-	3,048	3,048	-	3,792	3,792	-
Trustee-Manager's management fee payable in Stapled Securities	2	-	2	-	-	-	21	-	21	-	-	-
Unrealised (gain)/loss on foreign exchange, net	(265)	(265)	-	(64)	(64)	-	(311)	(311)	-	(52)	(52)	-
<b>Cash generated from/(used in) operations before working capital changes</b>	<b>28,459</b>	<b>28,122</b>	<b>71</b>	<b>22,464</b>	<b>22,464</b>	<b>-</b>	<b>58,783</b>	<b>58,325</b>	<b>(26)</b>	<b>52,104</b>	<b>52,105</b>	<b>(1)</b>
<b>Changes in working capital:</b>												
Prepayments	161	239	(78)	231	231	-	7	56	(49)	746	746	-
Inventories	2	-	2	-	-	-	(11)	-	(11)	-	-	-
Trade and other receivables	(3,322)	(3,314)	(497)	(2,025)	(2,025)	-	1,126	984	(269)	(902)	(902)	-
Trade and other payables	(1,799)	(2,546)	1,463	(2,956)	(2,955)	(1)	711	(278)	1,786	(4,493)	(4,493)	-
Rental deposits	-	-	-	-	-	-	-	4,152	(4,092)	4,091	4,091	-
Deferred income	405	405	-	(642)	(642)	-	400	400	-	545	545	-
<b>Cash generated from/(used in) operations</b>	<b>23,906</b>	<b>22,906</b>	<b>961</b>	<b>17,072</b>	<b>17,073</b>	<b>(1)</b>	<b>61,016</b>	<b>63,639</b>	<b>(2,661)</b>	<b>52,091</b>	<b>52,092</b>	<b>(1)</b>
Tax paid	(1,088)	(1,088)	(6)	(2,233)	(2,233)	-	(2,725)	(2,725)	(10)	(2,372)	(2,372)	-
Interest income received	62	56	6	65	65	-	168	159	9	142	142	-
<b>Net cash generated from/(used in) operating activities</b>	<b>22,880</b>	<b>21,874</b>	<b>961</b>	<b>14,904</b>	<b>14,905</b>	<b>(1)</b>	<b>58,459</b>	<b>61,073</b>	<b>(2,662)</b>	<b>49,861</b>	<b>49,862</b>	<b>(1)</b>

1 (c) Consolidated Cash Flows Statements (Cont'd)

Note	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT
	2Q 2017			2Q 2016			1H 2017			1H 2016		
	1 Jan 2017 to 31 Mar 2017			1 Jan 2016 to 31 Mar 2016			1 Oct 2016 to 31 Mar 2017			1 Oct 2015 to 31 Mar 2016		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
Additions to investment properties	(434)	(460)	-	(3,999)	(3,999)	-	(1,339)	(1,365)	-	(6,041)	(6,041)	-
Acquisition of other assets	-	-	-	(24)	(24)	-	-	-	-	(24)	(24)	-
Acquisition of hotel assets, net of cash	-	-	-	-	-	-	(2,762)	-	(2,762)	-	-	-
Acquisition of property, plant & equipment	(70)	-	-	-	-	-	(231,527)	(231,120)	(333)	-	-	-
<b>Net cash used in investing activities</b>	<b>(504)</b>	<b>(460)</b>	<b>-</b>	<b>(4,023)</b>	<b>(4,023)</b>	<b>-</b>	<b>(235,628)</b>	<b>(232,485)</b>	<b>(3,095)</b>	<b>(6,065)</b>	<b>(6,065)</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												
Distribution paid to Stapled Securityholders	-	-	-	-	-	-	(42,873)	(42,873)	-	(21,539)	(21,539)	-
Distribution paid to Perpetual Securities holders	-	-	-	-	-	-	(2,243)	(2,243)	-	-	-	-
Finance costs paid	(5,334)	(5,334)	-	(4,932)	(4,932)	-	(9,116)	(9,116)	-	(9,454)	(9,454)	-
Issue costs in relation to Private Placement	-	-	-	(76)	(76)	-	-	-	-	(165)	(165)	-
Issue costs in relation to Perpetual Securities	-	-	-	-	-	-	(43)	(43)	-	-	-	-
Issue costs in relation to Rights Issue	(125)	(98)	(26)	-	-	-	(2,833)	(2,739)	(94)	-	-	-
Proceeds from borrowings, net of debt upfront costs	-	-	-	1,128	1,128	-	-	-	-	1,128	1,128	-
Proceeds from Rights Issue	-	-	-	-	-	-	266,254	256,898	9,356	-	-	-
Repayment of borrowings	-	-	-	-	-	-	(14,150)	(14,150)	-	-	-	-
<b>Net cash generated from/(used in) financing activities</b>	<b>(5,459)</b>	<b>(5,432)</b>	<b>(26)</b>	<b>(3,880)</b>	<b>(3,880)</b>	<b>-</b>	<b>194,996</b>	<b>185,734</b>	<b>9,262</b>	<b>(30,030)</b>	<b>(30,030)</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>16,917</b>	<b>15,982</b>	<b>935</b>	<b>7,001</b>	<b>7,002</b>	<b>(1)</b>	<b>17,827</b>	<b>14,322</b>	<b>3,505</b>	<b>13,766</b>	<b>13,767</b>	<b>(1)</b>
Cash and cash equivalents at beginning of the financial Period/year	62,414	59,840	2,574	58,806	58,796	10	64,385	64,381	4	52,308	52,298	10
Effect of exchange rate changes on cash and cash equivalents	654	654	-	285	285	-	(2,227)	(2,227)	-	18	18	-
<b>Cash and cash equivalents at end of the financial Period</b>	<b>79,985</b>	<b>76,476</b>	<b>3,509</b>	<b>66,092</b>	<b>66,083</b>	<b>9</b>	<b>79,985</b>	<b>76,476</b>	<b>3,509</b>	<b>66,092</b>	<b>66,083</b>	<b>9</b>

Note

(a)

For the purpose of the consolidated cash flow statement, cash and cash equivalents comprise the following:

FHT	FH-REIT	FH-BT	FHT	FH-REIT	FH-BT
As at 31 March 2017			As at 31 March 2016		
S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cash and cash equivalent comprise:</b>					
Cash and bank balances	65,791	62,282	3,509	58,026	58,017
Fixed deposits	14,194	14,194	-	8,066	8,066
<b>Cash and cash equivalents</b>	<b>79,985</b>	<b>76,476</b>	<b>3,509</b>	<b>66,092</b>	<b>66,083</b>

Footnote:

(a) On 14 October 2016, FHT issued 441,549,281 Rights Stapled Securities pursuant to the Rights Issue at an issue price of S\$0.603 per Rights Stapled Securities. The gross proceeds from the Rights Issue was S\$266.3 million.

1 (d) (i) Statements of Changes in Stapled Securityholders' Funds

		Attributable to Stapled Securityholders of the Trust							
	Note	Stapled Securities in issue	Issue costs	Revenue reserves	Hedging reserve	Foreign currency translation reserve	Total	Perpetual Securities holders' funds	Total
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>FHT</b>									
<b>At 1 Oct 2016</b>		1,202,801	(23,482)	60,054	(4,340)	(91,142)	1,143,891	-	1,143,891
Total return for the Period, net of tax		-	-	15,332	-	-	15,332	-	15,332
Total return for the Period attributable to Perpetual Securities holders		-	-	(1,122)	-	-	(1,122)	-	(1,122)
<u>Other comprehensive income</u>									
Effective portion of changes in fair value change of cash flow hedges		-	-	-	5,350	-	5,350	-	5,350
Net change in fair value of cash flow hedges reclassified to total return		-	-	-	(902)	-	(902)	-	(902)
Foreign currency translation differences		-	-	-	-	(20,527)	(20,527)	-	(20,527)
Total comprehensive income for the Period, net of tax		-	-	-	4,448	(20,527)	(16,079)	-	(16,079)
<u>Contributions by and distributions to Stapled Securityholders</u>									
Issue costs		-	(2,336)	-	-	-	(2,336)	-	(2,336)
REIT Manager's management fee paid in Stapled Securities		3,381	-	-	-	-	3,381	-	3,381
Other management fee paid in Stapled Securities		1,518	-	-	-	-	1,518	-	1,518
Property management fee paid in Stapled Securities		2,956	-	-	-	-	2,956	-	2,956
Acquisition fee paid in Stapled Securities		2,447	-	-	-	-	2,447	-	2,447
Rights Issue		266,254	-	-	-	-	266,254	-	266,254
Distributions to Stapled Securityholders		-	-	(42,873)	-	-	(42,873)	-	(42,873)
Total contributions by and distributions to Stapled Securityholders		276,556	(2,336)	(42,873)	-	-	231,347	-	231,347
<b>At 31 Dec 2016</b>		<b>1,479,357</b>	<b>(25,818)</b>	<b>31,391</b>	<b>108</b>	<b>(111,669)</b>	<b>1,373,369</b>	<b>-</b>	<b>1,373,369</b>
Total return for the Period, net of tax		-	-	16,392	-	-	16,392	-	16,392
Total return for the Period attributable to Perpetual Securities holders		-	-	(1,097)	-	-	(1,097)	-	(1,097)
<u>Other comprehensive income</u>									
Effective portion of changes in fair value change of cash flow hedges		-	-	-	(1,189)	-	(1,189)	-	(1,189)
Net change in fair value of cash flow hedges reclassified to total return		-	-	-	(781)	-	(781)	-	(781)
Foreign currency translation differences		-	-	-	-	15,160	15,160	-	15,160
Total comprehensive income for the Period, net of tax		-	-	-	(1,970)	15,160	13,190	-	13,190
<u>Contributions by and distributions to Stapled Securityholders</u>									
Issue costs		-	54	-	-	-	54	-	54
REIT Manager's management fee payable in Stapled Securities	(a)	3,517	-	-	-	-	3,517	-	3,517
Trustee-Manager's management fee payable in Stapled Securities	(a)	21	-	-	-	-	21	-	21
Other management fee payable in Stapled Securities	(a)	2,441	-	-	-	-	2,441	-	2,441
Property management fee payable in Stapled Securities	(a)	2,717	-	-	-	-	2,717	-	2,717
Total contributions by and distributions to Stapled Securityholders		8,696	54	-	-	-	8,750	-	8,750
<b>Stapled Securityholders' funds at 31 Mar 2017</b>		<b>1,488,053</b>	<b>(25,764)</b>	<b>46,686</b>	<b>(1,862)</b>	<b>(96,509)</b>	<b>1,410,604</b>	<b>-</b>	<b>1,410,604</b>

1 (d) (i) Statements of Changes in Stapled Securityholders' Funds (Cont'd)

		Attributable to Stapled Securityholders of the Trust							
		Stapled Securities in issue	Issue costs	Revenue reserves	Hedging reserve	Foreign currency translation reserve	Total	Perpetual Securities holders' funds	Total
FHT	Note	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>At 1 Oct 2016</b>		-	-	-	-	-	-	100,259	100,259
<u>Contributions by and distributions to Perpetual Securities holders</u>									
Issue expenses		-	-	-	-	-	-	20	20
Total return for the Period attributable to Perpetual Securities holders		-	-	-	-	-	-	1,122	1,122
Distribution to Perpetual Securities holders		-	-	-	-	-	-	(2,243)	(2,243)
<b>At 31 Dec 2016</b>		-	-	-	-	-	-	99,158	99,158
<u>Contributions by and distributions to Perpetual Securities holders</u>									
Total return for the Period attributable to Perpetual Securities holders		-	-	-	-	-	-	1,097	1,097
<b>At 31 Mar 2017</b>		-	-	-	-	-	-	1,097	1,097
<b>Perpetual Securities holders' funds at 31 Mar 2017</b>		-	-	-	-	-	-	<b>100,255</b>	<b>100,255</b>
<b>At 31 Mar 2017</b>		<b>1,488,053</b>	<b>(25,764)</b>	<b>46,686</b>	<b>(1,862)</b>	<b>(96,509)</b>	<b>1,410,604</b>	<b>100,255</b>	<b>1,510,859</b>

Footnote:

- (a) This represents Stapled Securities to be issued as payment of management fees in lieu of cash for the period from 1 October 2016 to 31 March 2017 i.e. REIT Manager's management fee, Trustee-Manager's management fee, MIT Manager's management fee and property management fee.

5,159,384 Stapled Securities and 4,051,700 Stapled Securities relating to base management fee and property management fee for the period from 1 October 2016 to 31 March 2017 will be issued in May 2017. Stapled Securities relating to performance management fee for the period from 1 October 2016 to 31 March 2017 will be issued after the end of the financial year.

1 (d) (i) Statements of Changes in Stapled Securityholders' Funds (Cont'd)

Note	Attributable to							
	Stapled Securityholders of the Trust							
	Stapled Securities in issue	Issue costs	Revenue reserves	Hedging reserve	Foreign currency translation reserve	Total	Perpetual Securities holders' funds	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>FHT</b>								
<b>At 1 Oct 2015</b>	1,185,539	(23,686)	63,280	6,599	(59,450)	1,172,282	-	1,172,282
Total return for the Period, net of tax	-	-	20,317	-	-	20,317	-	20,317
<u>Other comprehensive income</u>								
Effective portion of changes in fair value change of cash flow hedges	-	-	-	2,414	-	2,414	-	2,414
Net change in fair value of cash flow hedges reclassified to total return	-	-	-	(609)	-	(609)	-	(609)
Foreign currency translation differences	-	-	-	-	(4,163)	(4,163)	-	(4,163)
Total comprehensive income for the Period, net of tax	-	-	-	1,805	(4,163)	(2,358)	-	(2,358)
<u>Contributions by and distributions to Stapled Securityholders</u>								
REIT Manager's management fee paid in Stapled Securities	4,016	-	-	-	-	4,016	-	4,016
Other management fee paid in Stapled Securities	4,201	-	-	-	-	4,201	-	4,201
Distributions to Stapled Securityholders	-	-	(21,539)	-	-	(21,539)	-	(21,539)
Total contributions by and distributions to Stapled Securityholders	8,217	-	(21,539)	-	-	(13,322)	-	(13,322)
<b>At 31 Dec 2015</b>	<b>1,193,756</b>	<b>(23,686)</b>	<b>62,058</b>	<b>8,404</b>	<b>(63,613)</b>	<b>1,176,919</b>	<b>-</b>	<b>1,176,919</b>
Total return for the Period, net of tax	-	-	11,132	-	-	11,132	-	11,132
<u>Other comprehensive income</u>								
Effective portion of changes in fair value change of cash flow hedges	-	-	-	(8,660)	-	(8,660)	-	(8,660)
Net change in fair value of cash flow hedges reclassified to total return	-	-	-	148	-	148	-	148
Foreign currency translation differences	-	-	-	-	(15,659)	(15,659)	-	(15,659)
Total comprehensive income for the Period, net of tax	-	-	-	(8,512)	(15,659)	(24,171)	-	(24,171)
<b>At 31 Mar 2016</b>	<b>1,193,756</b>	<b>(23,686)</b>	<b>73,190</b>	<b>(108)</b>	<b>(79,272)</b>	<b>1,163,880</b>	<b>-</b>	<b>1,163,880</b>

1 (d) (i) Statements of Changes in Stapled Securityholders' Funds (Cont'd)

		Attributable to Stapled Securityholders of the Trust							
	Note	Stapled Securities in issue	Issue costs	Revenue reserves	Hedging reserve	Foreign currency translation reserve	Total	Perpetual Securities holders' funds	Total
		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>FH-REIT</b>									
<b>At 1 Oct 2016</b>									
Total return for the Period, net of tax		1,202,791	(23,482)	60,074	(4,340)	(91,142)	1,143,901	-	1,143,901
Total return for the Period attributable to Perpetual Securities holders		-	-	16,856	-	-	16,856	-	16,856
<u>Other comprehensive income</u>									
Effective portion of changes in fair value change of cash flow hedges		-	-	-	5,350	-	5,350	-	5,350
Net change in fair value of cash flow hedges reclassified to total return		-	-	-	(902)	-	(902)	-	(902)
Foreign currency translation differences		-	-	-	-	(20,529)	(20,529)	-	(20,529)
Total comprehensive income for the Period, net of tax		-	-	-	4,448	(20,529)	(16,081)	-	(16,081)
<u>Contributions by and distributions to Stapled Securityholders</u>									
Issue costs		-	(2,331)	-	-	-	(2,331)	-	(2,331)
REIT Manager's management fee paid in Stapled Securities		3,381	-	-	-	-	3,381	-	3,381
Other management fee paid in Stapled Securities		1,518	-	-	-	-	1,518	-	1,518
Property management fee paid in Stapled Securities		2,956	-	-	-	-	2,956	-	2,956
Acquisition fee paid in Stapled Securities		2,413	-	-	-	-	2,413	-	2,413
Rights Issue		256,898	-	-	-	-	256,898	-	256,898
Distributions to Stapled Securityholders		-	-	(42,873)	-	-	(42,873)	-	(42,873)
Total contributions by and distributions to Stapled Securityholders		267,166	(2,331)	(42,873)	-	-	221,962	-	221,962
<b>At 31 Dec 2016</b>									
		<b>1,469,957</b>	<b>(25,813)</b>	<b>32,935</b>	<b>108</b>	<b>(111,671)</b>	<b>1,365,516</b>	<b>-</b>	<b>1,365,516</b>
Total return for the Period, net of tax		-	-	18,018	-	-	18,018	-	18,018
Total return for the Period attributable to Perpetual Securities holders		-	-	(1,097)	-	-	(1,097)	-	(1,097)
<u>Other comprehensive income</u>									
Effective portion of changes in fair value change of cash flow hedges		-	-	-	(1,189)	-	(1,189)	-	(1,189)
Net change in fair value of cash flow hedges reclassified to total return		-	-	-	(781)	-	(781)	-	(781)
Foreign currency translation differences		-	-	-	-	14,946	14,946	-	14,946
Total comprehensive income for the Period, net of tax		-	-	-	(1,970)	14,946	12,976	-	12,976
<u>Contributions by and distributions to Stapled Securityholders</u>									
Issue costs		-	54	-	-	-	54	-	54
REIT Manager's management fee payable in Stapled Securities	(a)	3,517	-	-	-	-	3,517	-	3,517
Other management fee payable in Stapled Securities	(a)	2,441	-	-	-	-	2,441	-	2,441
Property management fee payable in Stapled Securities	(a)	2,717	-	-	-	-	2,717	-	2,717
Total contributions by and distributions to Stapled Securityholders		8,675	54	-	-	-	8,729	-	8,729
<b>Stapled Securityholders' funds at 31 Mar 2017</b>									
		<b>1,478,632</b>	<b>(25,759)</b>	<b>49,856</b>	<b>(1,862)</b>	<b>(96,725)</b>	<b>1,404,142</b>	<b>-</b>	<b>1,404,142</b>

1 (d) (i) Statements of Changes in Stapled Securityholders' Funds (Cont'd)

		Attributable to Stapled Securityholders of the Trust							
		Stapled Securities in issue	Issue costs	Revenue reserves	Hedging reserve	Foreign currency translation reserve	Total	Perpetual Securities holders' funds	Total
Note		S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
FH-REIT									
<b>At 1 Oct 2016</b>		-	-	-	-	-	-	100,259	100,259
<u>Contributions by and distributions to Perpetual Securities holders</u>									
Issue expenses		-	-	-	-	-	-	20	20
Total return for the Period attributable to Perpetual Securities holders		-	-	-	-	-	-	1,122	1,122
Distribution to Perpetual Securities holders		-	-	-	-	-	-	(2,243)	(2,243)
<b>At 31 Dec 2016</b>		-	-	-	-	-	-	99,158	99,158
<u>Contributions by and distributions to Perpetual Securities holders</u>									
Total return for the Period attributable to Perpetual Securities holders		-	-	-	-	-	-	1,097	1,097
<b>At 31 Mar 2017</b>		-	-	-	-	-	-	1,097	1,097
<b>Perpetual Securities holders' funds at 31 Mar 2017</b>		-	-	-	-	-	-	<b>100,255</b>	<b>100,255</b>
<b>At 31 Mar 2017</b>		<b>1,478,632</b>	<b>(25,759)</b>	<b>49,856</b>	<b>(1,862)</b>	<b>(96,725)</b>	<b>1,404,142</b>	<b>100,255</b>	<b>1,504,397</b>

Footnote:

- (a) This represents Stapled Securities to be issued as payment of management fees in lieu of cash for the period from 1 October 2016 to 31 March 2017 i.e. REIT Manager's management fee, MIT Manager's management fee and property management fee .

5,131,349 Stapled Securities and 4,051,700 Stapled Securities relating to base management fee and property management fee for the period from 1 October 2016 to 31 March 2017 will be issued in May 2017. Stapled Securities relating to performance management fee for the period from 1 October 2016 to 31 March 2017 will be issued after the end of the financial year.



1 (d) (i) Statements of Changes in Stapled Securityholders' Funds (Cont'd)

Note	Attributable to Stapled Securityholders of the Trust							
	Stapled Securities in issue	Issue costs	Revenue reserves	Hedging reserve	Foreign currency translation reserve	Total	Perpetual Securities holders' funds	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>FH-REIT</b>								
<b>At 1 Oct 2015</b>	1,185,529	(23,686)	63,282	6,599	(59,450)	1,172,274	-	1,172,274
Total return for the Period, net of tax	-	-	20,318	-	-	20,318	-	20,318
<u>Other comprehensive income</u>								
Effective portion of changes in fair value change of cash flow hedges	-	-	-	2,414	-	2,414	-	2,414
Net change in fair value of cash flow hedges reclassified to total return	-	-	-	(609)	-	(609)	-	(609)
Foreign currency translation differences	-	-	-	-	(4,163)	(4,163)	-	(4,163)
Total comprehensive income for the Period, net of tax	-	-	-	1,805	(4,163)	(2,358)	-	(2,358)
<u>Contributions by and distributions to Stapled Securityholders</u>								
REIT Manager's management fee paid in Stapled Securities	4,016	-	-	-	-	4,016	-	4,016
Other management fee paid in Stapled Securities	4,201	-	-	-	-	4,201	-	4,201
Distributions to Stapled Securityholders	-	-	(21,539)	-	-	(21,539)	-	(21,539)
Total contributions by and distributions to Stapled Securityholders	8,217	-	(21,539)	-	-	(13,322)	-	(13,322)
<b>At 31 Dec 2015</b>	<b>1,193,746</b>	<b>(23,686)</b>	<b>62,061</b>	<b>8,404</b>	<b>(63,613)</b>	<b>1,176,912</b>	<b>-</b>	<b>1,176,912</b>
Total return for the Period, net of tax	-	-	11,132	-	-	11,132	-	11,132
<u>Other comprehensive income</u>								
Effective portion of changes in fair value change of cash flow hedges	-	-	-	(8,660)	-	(8,660)	-	(8,660)
Net change in fair value of cash flow hedges reclassified to total return	-	-	-	148	-	148	-	148
Foreign currency translation differences	-	-	-	-	(15,659)	(15,659)	-	(15,659)
Total comprehensive income for the Period, net of tax	-	-	-	(8,512)	(15,659)	(24,171)	-	(24,171)
<b>At 31 Mar 2016</b>	<b>1,193,746</b>	<b>(23,686)</b>	<b>73,193</b>	<b>(108)</b>	<b>(79,272)</b>	<b>1,163,873</b>	<b>-</b>	<b>1,163,873</b>

1 (d) (i) Statements of Changes in Stapled Securityholders' Funds (Cont'd)

Note	Attributable to Stapled Securityholders of the Trust							
	Stapled Securities in issue	Issue costs	Revenue reserves	Hedging reserve	Foreign currency translation reserve	Total	Perpetual Securities holders' funds	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>FH-BT</b>								
<b>At 1 Oct 2016</b>	10	-	(20)	-	-	(10)	-	(10)
Total return for the Period, net of tax	-	-	(817)	-	-	(817)	-	(817)
<u>Other comprehensive income</u>								
Foreign currency translation differences	-	-	-	-	(8)	(8)	-	(8)
<u>Contributions by and distributions to Stapled Securityholders</u>								
Issue costs	-	(5)	-	-	-	(5)	-	(5)
Rights Issue	9,356	-	-	-	-	9,356	-	9,356
Acquisition fee paid in Stapled Securities	34	-	-	-	-	34	-	34
Total contributions by and distributions to Stapled Securityholders	9,390	(5)	-	-	-	9,385	-	9,385
<b>At 31 Dec 2016</b>	<b>9,400</b>	<b>(5)</b>	<b>(837)</b>	<b>-</b>	<b>(8)</b>	<b>8,550</b>	<b>-</b>	<b>8,550</b>
Total return for the Period, net of tax	-	-	(782)	-	-	(782)	-	(782)
<u>Other comprehensive income</u>								
Foreign currency translation differences	-	-	-	-	225	225	-	225
<u>Contributions by and distributions to Stapled Securityholders</u>								
Trustee-Manager's management fee payable in Stapled Securities	(a) 21	-	-	-	-	21	-	21
Total contributions by and distributions to Stapled Securityholders	21	-	-	-	-	21	-	21
<b>Stapled Securityholders' funds at 31 Mar 2017</b>	<b>9,421</b>	<b>(5)</b>	<b>(1,619)</b>	<b>-</b>	<b>217</b>	<b>8,014</b>	<b>-</b>	<b>8,014</b>

Footnote:

- (a) This represents Stapled Securities to be issued as payment of Trustee-Manager's management fee in lieu of cash for the period from 1 October 2016 to 31 March 2017. 28,035 Stapled Securities relating to base management fee for the period from 1 October 2016 to 31 March 2017 will be issued in May 2017. Stapled Securities relating to performance management fee for the period from 1 October 2016 to 31 March 2017 will be issued after the end of the financial year.

Note	Attributable to Stapled Securityholders of the Trust							
	Stapled Securities in issue	Issue costs	Revenue reserves	Hedging reserve	Foreign currency translation reserve	Total	Perpetual Securities holders' funds	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>FH-BT</b>								
<b>At 1 Oct 2015</b>	10	-	(2)	-	-	8	-	8
Total return for the Period, net of tax	-	-	(1)	-	-	(1)	-	(1)
<b>At 31 Dec 2015</b>	<b>10</b>	<b>-</b>	<b>(3)</b>	<b>-</b>	<b>-</b>	<b>7</b>	<b>-</b>	<b>7</b>
Total return for the Period, net of tax	-	-	-	-	-	-	-	-
<b>At 31 Mar 2016</b>	<b>10</b>	<b>-</b>	<b>(3)</b>	<b>-</b>	<b>-</b>	<b>7</b>	<b>-</b>	<b>7</b>

1 (d) (ii) Details of Changes in Issued and Issuable Stapled Securities

Note	FHT		FHT	
	2Q 2017	2Q 2016	1H 2017	1H 2016
	1 Jan 2017 to 31 Mar 2017	1 Jan 2016 to 31 Mar 2016	1 Oct 2016 to 31 Mar 2017	1 Oct 2015 to 31 Mar 2016
	No. of Stapled Securities	No. of Stapled Securities	No. of Stapled Securities	No. of Stapled Securities
<b>Balance at beginning of the Period</b>	1,836,362,631	1,368,026,070	1,379,841,506	1,357,378,521
- As payment of REIT Manager's management fee	-	-	4,712,669	5,244,952
- As payment of other management fee	-	-	2,146,720	1,273,230
- As payment of property management fee	-	-	4,063,849	4,129,367
- As payment of acquisition fee	-	-	4,048,606	-
- Rights Issue	-	-	441,549,281	-
<b>Issued Stapled Securities at the end of the Period</b>	1,836,362,631	1,368,026,070	1,836,362,631	1,368,026,070
<b>Issuable Stapled Securities</b>				
As payment of REIT Manager's management fee (a)	1,637,506	2,196,269	3,429,123	4,944,341
As payment of Trustee-Manager's management fee (b)	15,115	-	28,035	-
As payment of other management fee (c)	822,162	829,654	1,702,226	1,869,776
As payment of property management fee (a)	1,911,231	1,742,897	4,051,700	3,842,173
<b>Total issued and issuable Stapled Securities</b>	<b>1,840,748,645</b>	<b>1,372,794,890</b>	<b>1,845,573,715</b>	<b>1,378,682,360</b>

Footnotes:

- (a) This represents 100% of the REIT Manager's base management fee and property management fee payable in Stapled Securities. With effect from 1Q FY2017, the REIT Manager's performance fee will be paid once a year after the end of the financial year.
- (b) This represents 100% of the Trustee-Manager's base management fee payable in Stapled Securities. With effect from 1Q FY2017, the Trustee-Manager's performance fee will be paid once a year after the end of the financial year.
- (c) This represents 100% of the MIT Manager's base management fee payable in Stapled Securities. With effect from 1Q FY2017, the MIT Manager's performance fee will be paid once a year after the end of the financial year.

2 Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the auditors.

3 Where the figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of matter).

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The accounting policies and methods of computation adopted are consistent with those applied in the audited financial statements for the financial year ended 30 September 2016 except for the adoption of new or revised FRSs that are mandatory for the financial year beginning on or after 1 October 2016. Such adoption has no significant impact on the financial position or performance of FHT for this reporting period.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

There has been no change in the accounting policies and methods of computation adopted by FHT for the current reporting period compared with the audited financial statements as at 30 September 2016, except for the adoption of new or revised FRSs that are mandatory for financial year beginning on or after 1 October 2016. The adoption of these FRSs has no significant impact on the financial position or performance of FHT as at 31 March 2017 and for the quarter ended on that day.

6 Earnings per Stapled Security ("EPS") and Distribution per Stapled Security ("DPS") for the financial period ended 31 March 2017

Group earnings per stapled security

	Note	FHT			FHT		
		2Q 2017	2Q 2016	2Q 2016	1H 2017	1H 2016	1H 2016
		1 Jan 2017 to 31 Mar 2017	1 Jan 2016 to 31 Mar 2016 <sup>(b)</sup> As restated	1 Jan 2016 to 31 Mar 2016 As previously reported	1 Oct 2016 to 31 Mar 2017	1 Oct 2015 to 31 Mar 2016 <sup>(b)</sup> As restated	1 Oct 2015 to 31 Mar 16 As previously reported
Total return for the Period after tax (\$'000)		16,392	11,132	11,132	31,724	31,449	31,449
Less: Total return for the Period after tax attributable to Perpetual Securities holders (\$'000)		(1,097)	-	-	(2,219)	-	-
<b>Total return for the Period after tax attributable to Stapled Securityholders (\$'000)</b>		<b>15,295</b>	<b>11,132</b>	<b>11,132</b>	<b>29,505</b>	<b>31,449</b>	<b>31,449</b>
<b>Basic EPS</b>							
Weighted average number of Stapled Securities in issue	(a)	1,841,236,434	1,441,489,070	1,368,026,070	1,799,452,944	1,439,465,913	1,366,106,020
EPS based on weighted average number of Stapled Securities in issue (cents)		0.83	0.77	0.81	1.63	2.18	2.30
<b>Dilutive EPS</b>							
Weighted average number of Stapled Securities in issue	(a)	1,849,197,492	1,441,489,070	1,368,026,070	1,849,197,492	1,439,465,913	1,366,106,020
EPS based on weighted average number of Stapled Securities in issue (cents)		0.82	0.77	0.81	1.59	2.18	2.30

Footnotes:

- (a) The weighted average number of Stapled Securities is weighted for Stapled Securities in 2Q 2017, 2Q 2016, 1H 2017 and 1H 2016 respectively.
- (b) The weighted average number of Stapled Securities and EPS have been restated to reflect the effect of bonus element pursuant to the Rights Issue.

6 Earnings per Stapled Security ("EPS") and Distribution per Stapled Security ("DPS") for the financial period ended 31 March 2017 (Cont'd)

Group distribution per stapled security

	FHT			FHT		
	2Q 2017	2Q 2016		1H 2017	1H 2016	
	1 Jan 2017 to 31 Mar 2017	1 Jan 2016 to 31 Mar 2016		1 Oct 2016 to 31 Mar 2017	1 Oct 2015 to 31 Mar 16	
		As restated <sup>(b)</sup>	As previously reported		As restated <sup>(b)</sup>	As previously reported
Total number of issued and issuable Stapled Securities at end of Period	1,845,573,715 <sup>(a)</sup>	1,452,717,602	1,378,682,360	1,845,573,715 <sup>(a)</sup>	1,452,717,602	1,378,682,360
Distribution to Stapled Securityholders (\$'000)	22,309	18,383	18,383	46,720	42,059	42,059
DPS based on the total number of Stapled Securities entitled to distribution (cents)	1.2063	1.2598	1.3274	2.5321	2.8952	3.0506

Footnotes:

(a) The computation of DPS for the periods are based on the number of Stapled Securities entitled to distribution. This comprises:

(i) The number of Stapled Securities in issue as at 31 March 2017 of 1,836,362,631 ; and

(ii) The estimated number of Stapled Securities to be issued to the REIT Manager, Trustee-Manager, MIT Manager and Property Manager as consideration for base management fee and property management fee payable for the period from 1 October 2016 to 31 March 2017 of 9,211,084.

\*\* As provided for in the trust deed dated 12 June 2014 constituting FH-REIT (as amended) and in the trust deed dated 20 June 2014 constituting FH-BT (as amended), the price of a Stapled Security issued shall be computed based on the volume weighted average price of a Stapled Security for the last ten business days immediately preceding the relevant financial period of which the fee accrues.

FHT makes distributions on a semi-annual basis and the distributions are payable by the REIT Manager and Trustee-Manager within 90 days from the end of the said semi-annual period.

(b) The number of Stapled Securities entitled for distribution and DPS have been restated to reflect the effect of bonus element pursuant to the Rights Issue.

7 (i) Group net asset value ("NAV") per Stapled Security based on Stapled Securities in issue at the end of the period

	FHT	
	As at 31 Mar 2017	As at 30 Sep 2016
Number of Stapled Securities issued at end of the Period	1,836,362,631	1,379,841,506
Net asset value (\$'000)	1,410,604	1,143,891
Net asset value per stapled security (cents)	76.82	82.90

(ii) Group net tangible asset ("NTA") per Stapled Security based on Stapled Securities in issue at the end of the period

	FHT	
	As at 31 Mar 2017	As at 30 Sep 2016
Number of Stapled Securities issued at end of the Period	1,836,362,631	1,379,841,506
Net tangible asset (\$'000)	1,410,604	1,143,891
Net tangible asset value per stapled security (cents)	76.82	82.90

8 Review of performance

(a) 2Q 2017 VS 2Q 2016

		FH-REIT			FH-BT		
		Master Lessees - Gross Operating Revenue			Gross Operating Revenue		
		2Q 2017	2Q 2016	Change	2Q 2017	2Q 2016	Change
		1 Jan 2017 to 31 Mar 2017	1 Jan 2016 to 31 Mar 2016		1 Jan 2017 to 31 Mar 2017	1 Jan 2016 to 31 Mar 2016	
		LC\$'000	LC\$'000	%	LC\$'000	LC\$'000	%
Singapore	SGD	22,061	21,719	1.6	-	-	N/A
Malaysia	MYR	24,000	21,296	12.7	-	-	N/A
Japan	JPY	1,425,402	1,503,516	(5.2)	-	-	N/A
Australia <sup>(a)</sup>	AUD	24,501	22,407	9.3	8,226	N/A	NM
United Kingdom	GBP	4,980	4,523	10.1	-	-	N/A
Germany	EUR	1,803	N/A	NM	-	-	N/A

		FH-REIT			FH-BT		
		Master Lessees - Gross Operating Profit			Gross Operating Profit		
		2Q 2017	2Q 2016	Change	2Q 2017	2Q 2016	Change
		1 Jan 2017 to 31 Mar 2017	1 Jan 2016 to 31 Mar 2016		1 Jan 2017 to 31 Mar 2017	1 Jan 2016 to 31 Mar 2016	
		LC\$'000	LC\$'000	%	LC\$'000	LC\$'000	%
Singapore	SGD	8,929	9,064	(1.5)	-	-	N/A
Malaysia	MYR	8,206	6,516	25.9	-	-	N/A
Japan	JPY	325,126	359,934	(9.7)	-	-	N/A
Australia <sup>(a)</sup>	AUD	12,071	9,538	26.6	4,201	N/A	NM
United Kingdom	GBP	2,375	2,166	9.6	-	-	N/A
Germany	EUR	419	N/A	NM	-	-	N/A

Footnote:

(a) The Gross Operating Revenue ("GOR") and Gross Operating Profit ("GOP") of Novotel Melbourne on Collins are excluded from FH-REIT and reflected under FH-BT.

Operational Performance

(a) Review of performance for 2Q 2017 compared to 2Q 2016

During the financial quarter under review ended 31 March 2017 ("2Q FY2017"), Gross Revenue ("GR") increased by 43.1% to \$38.7 million while Net Property Income ("NPI") increased by 29.9% to \$28.9 million compared to same period last year ("2Q FY2016"). Distributable Income ("DI") registered 21.4% increase year-on-year ("yoy") to S\$22.3 million. However, Distribution Per Stapled Security ("DPS") declined 9.1% yoy to 1.2063 cents due to the enlarged stapled security base post-Rights Issue.

In 2Q FY2017, the Australia portfolio recorded a significant yoy increase of 46.1% and 70.6% in GOR and GOP respectively, boosted by the addition of Novotel Melbourne on Collins. Revenue per available room ("RevPAR") for the portfolio increased 4.1% yoy, with RevPAR for Sydney and Melbourne increasing by 11.3% and 4.7% respectively. Both cities continue to enjoy a busy events calendar, with Sydney in particular benefitting from the completion of the International Convention Centre in December 2016.

The Singapore portfolio reported GOR growth of 1.6% in 2Q FY2017 due to higher occupancy levels recorded at InterContinental Singapore following completion of the renovation in 2Q FY2016. Decline in GOP was mainly attributed to higher costs incurred by Fraser Suites Singapore. While InterContinental Singapore continued its stride to reach optimal performance with higher RevPAR and food and beverage revenue, Fraser Suites Singapore has turned in lower RevPAR for the quarter due to continued weakness in corporate demand from the oil and gas and banking industries. It is actively reaching out to other industries such as engineering, government and manufacturing.

8 Review of performance (cont'd)

**Operational Performance (cont'd)**

**(a) Review of performance for 2Q 2017 compared to 2Q 2016 (cont'd)**

GOR and GOP of the UK portfolio improved 10.1% and 9.6% respectively, on the back of higher ADR and occupancy as well as a softer second quarter last year due to heightened security and Brexit concerns. Despite the better performance, the properties remained cautious in view of the impending impact of Brexit.

The strength of the Japanese yen has impacted international arrivals in the Kansai region. This has led to less spill-over traffic from Osaka and lower occupancy levels for Kobe market-wide. As a result of lower room and banquet revenues, ANA Crowne Plaza's GOR and GOP dropped 5.2% and 9.7% yoy respectively. The hotel will continue to focus on increasing revenue from conferences and events to improve performance.

Coming off a low base, the Kuala Lumpur market recorded strong growth in RevPAR yoy in 2Q FY2017. RevPAR of The Westin Kuala Lumpur was 7.9% higher yoy on the back of higher occupancy due to stronger transient and corporate demand. This, together with the better banquet performance, contributed to the higher GOR and GOP. In view of a continued uncertain demand outlook, the hotel will continue to focus its efforts on increasing banquet revenue through government and social events.

**(b) 1H 2017 VS 1H 2016**

		FH-REIT			FH-BT		
		Master Lessees - Gross Operating Revenue			Gross Operating Revenue		
		1H 2017	1H 2016	Change	1H 2017	1H 2016	Change
		1 Oct 2016 to 31 Mar 2017	1 Oct 2015 to 31 Mar 16		1 Oct 2016 to 31 Mar 2017	1 Oct 2015 to 31 Mar 16	
		LC\$'000	LC\$'000	%	LC\$'000	LC\$'000	%
Singapore	SGD	43,732	42,545	2.8	-	-	N/A
Malaysia	MYR	48,274	47,931	0.7	-	-	N/A
Japan	JPY	3,187,867	3,327,352	(4.2)	-	-	N/A
Australia <sup>(a)</sup>	AUD	50,570	47,459	6.6	15,112	N/A	NM
United Kingdom	GBP	11,062	10,573	4.6	-	-	N/A
Germany	EUR	4,756	N/A	NM	-	-	N/A

		FH-REIT			FH-BT		
		Master Lessees - Gross Operating Profit			Gross Operating Profit		
		1H 2017	1H 2016	Change	1H 2017	1H 2016	Change
		1 Oct 2016 to 31 Mar 2017	1 Oct 2015 to 31 Mar 16		1 Oct 2016 to 31 Mar 2017	1 Oct 2015 to 31 Mar 16	
		LC\$'000	LC\$'000	%	LC\$'000	LC\$'000	%
Singapore	SGD	17,518	17,200	1.8	-	-	N/A
Malaysia	MYR	15,954	16,197	(1.5)	-	-	N/A
Japan	JPY	876,347	898,149	(2.4)	-	-	N/A
Australia <sup>(a)</sup>	AUD	23,456	20,890	12.3	7,753	N/A	NM
United Kingdom	GBP	5,712	5,622	1.6	-	-	N/A
Germany	EUR	1,817	N/A	NM	-	-	N/A

**Footnote:**

(a) The GOR and GOP of Novotel Melbourne on Collins are excluded from FH-REIT and reflected under FH-BT.

**Operational Performance**

**(a) Review of performance for 1H 2017 compared to 1H 2016**

During the financial period under review from 1 October 2016 to 31 March 2017 ("1H FY2017"), GR increased 33.9% to S\$78.2 million while NPI increased 22.3% to S\$59.4 million compared to same time last year ("1H FY2016").

8 **Review of performance (cont'd)**

**Operational Performance (cont'd)**

**(a) Review of performance for 1H 2017 compared to 1H 2016**

DI registered 11.1% growth yoy at S\$46.7 million. However, with the enlarged stapled security base post-Rights Issue, DPS declined 17.0% yoy to 2.5321 cents.

The Australia portfolio, with the addition of Novotel Melbourne on Collins continued to achieve robust performance in 1H 2017, with GOR and GOP increasing by 38.4% and 49.4% yoy respectively. Excluding Novotel Melbourne on Collins, GOR and GOP increased 6.6% and 12.3% yoy respectively. The portfolio was able to attain strong performance due to the continued growth in international corporate and leisure demand into Sydney and Melbourne, which are key gateway cities of Australia.

The Singapore portfolio saw a yoy increase in GOR and GOP of 2.8% and 1.8% respectively due mainly to the full room inventory in InterContinental Singapore while Fraser Suites Singapore's performance declined yoy due to the continued weakness in corporate demand from the oil and gas and banking industries.

The UK portfolio recorded an increase in GOR and GOP at 4.6% and 1.6% respectively, compared to 1H FY2016. The properties held up their occupancies during this period and registered yoy growth.

ANA Crowne Plaza Kobe registered a yoy decline of 4.2% and 2.4% in GOR and GOP respectively. The strength of the Japanese yen has resulted in lower visitor arrivals into the region. This consequently reduced the property's occupancy and revenue.

GOR of The Westin Kuala Lumpur grew 0.7% while GOP declined 1.5% yoy. Weak banquet sales in 1Q FY2017 resulted in the overall decline in GOP for 1H FY2017.



9 **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual result**

No forecast or prospect statement has been previously disclosed.

10 **Commentary on the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

Tourism Australia reported that in 2016, international arrivals to the country grew 11.0% to 8.3 million, with Chinese visitors growing 16.9% yoy. For the first two months of 2017, international arrivals rose 6.3% yoy. Sydney's hotel market is poised for further growth in 2017 as international and domestic travellers are expected to remain strong. The opening of the new International Convention Centre in Sydney is anticipated to further boost MICE and corporate demand<sup>1</sup>. Melbourne's calendar of major global events continues to be a draw for visitors to the city. The impact of new supply in Melbourne is likely to be limited as demand is expected to be firm<sup>2</sup>.

Singapore Tourism Board reported a 7.7% increase in tourist arrivals for 2016, fuelled in part by a surge in arrivals of Chinese and Indonesian visitors. For the first two months of 2017, tourist arrivals rose 3.4% yoy. Singapore continues to grow its pipeline of MICE events in 2017. These include IMDEX Asia 2017, BroadcastAsia 2017, CommunicAsia 2017, ITB Asia 2017 and Aviation Week's MRO Asia Conference and Exhibition. However, soft corporate demand, pressure arising from supply of new rooms and increasing regional competition are expected to weigh on the hospitality sector.

According to Visit Britain, inbound visitors to the UK were up 3% yoy to 37.3 million in 2016. For the first two months of 2017, the UK received a total of 5.2 million overseas visitors, up 6% yoy. Positive economic outlook for the UK and a weaker pound is likely to boost travel demand and benefit tourism in London. But performance of the market is also highly dependent on how Brexit negotiations play out during the year<sup>3</sup>. The outlook for Edinburgh and Glasgow is expected to remain positive in the light of the upbeat Scottish economy and growing tourism demand in both cities<sup>4</sup>.

For 2016, Japan National Tourism Organization ("JNTO") reported a 21.8% growth yoy in the number of foreign visitors. For the first quarter of 2017, JNTO reported yoy growth of 13.6% in foreign visitors. The growth rate for February 2017 was the lowest in four years, with the number of Chinese visitors growing only by 2.0% yoy. Hotel occupancies in Osaka fell by 0.9 ppt yoy to 89.8% in 2016 but RevPAR rose 2.1% on the back of ADR gains. The city is likely to see a jump in new supply in 2017 but room rates are expected to continue rising albeit at a slower pace<sup>5</sup>.

According to Tourism Malaysia, tourist arrivals increased 4.0% yoy to 26.8 million in 2016, with Chinese tourists growing by 26.7% from a year ago. For 2017, Tourism Malaysia has set a target to increase tourist arrivals by over 18% to 31.8 million. However, significant supply in the pipeline in the coming years is expected to place pressure on hotels to reduce rates. Weak corporate demand, in the light of the contraction in the oil and gas industry and depreciation of the Malaysian Ringgit, remains a concern in an already competitive hotel market<sup>6</sup>.

For 2016, the Federal Statistical Office of Germany reported a 3% increase in the number of domestic and foreign overnight stays to 447.3 million<sup>7</sup>. In Dresden, the total number of domestic and foreign visitors increased marginally by 0.5% to 2.09 million for 2016. For January 2017, the number has increased by 7.6% yoy<sup>8</sup>. The capital city of the Free State of Saxony continues to enjoy a growing pipeline of MICE events including Eurobrake 2017, The European Wireless Conference, Lab Supply Dresden and Cryogenics Conferences.

<sup>1</sup> Source: Savills – Asia Pacific Hotel Sentiment Survey – 1H2017

<sup>2</sup> Source: CBRE Research – MarketView Australia Hotels – Q3 and Q4 2016

<sup>3</sup> Source: PWC – Standing out from the crowd European cities hotel forecasts for 2017 and 2018 – March 2017

<sup>4</sup> Source: JLL Hotel Intelligence, September 2016

<sup>5</sup> Source: Savills – Spotlight: Japan Hospitality – February 2017

<sup>6</sup> Source: <http://www.jllapsites.com/research/appd-market-report/q4-2016-hotels-kuala-lumpur>

<sup>7</sup> Source: [www.destatis.de](http://www.destatis.de)

<sup>8</sup> Source: [www.dresden.de](http://www.dresden.de)

11 Distributions

(a) Current financial period

Any distribution declared for the current financial period?

<b>Any distribution declared for the current financial period?</b>	Yes.										
<b>Name of Distribution</b>	(i) Distribution for period from 1 October 2016 to 31 March 2017.										
<b>Distribution Type</b>	(a) Taxable income (b) Tax-exempt income (c) Capital distribution										
<b>Distribution Rate</b>	(i) Distribution for period from 1 October 2016 to 31 March 2017  <table style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th></th> <th style="text-align: center;">Cents (Per Stapled Security)</th> </tr> </thead> <tbody> <tr> <td>(a) Taxable income distribution</td> <td style="text-align: right;">0.5547</td> </tr> <tr> <td>(b) Tax-exempt income distribution</td> <td style="text-align: right;">0.0001</td> </tr> <tr> <td>(c) Capital distribution</td> <td style="text-align: right;">1.9773</td> </tr> <tr> <td></td> <td style="text-align: right; border-top: 1px solid black;">2.5321</td> </tr> </tbody> </table>		Cents (Per Stapled Security)	(a) Taxable income distribution	0.5547	(b) Tax-exempt income distribution	0.0001	(c) Capital distribution	1.9773		2.5321
	Cents (Per Stapled Security)										
(a) Taxable income distribution	0.5547										
(b) Tax-exempt income distribution	0.0001										
(c) Capital distribution	1.9773										
	2.5321										
<b>Tax Rate</b>	<p><b>Taxable income distribution</b>                      Qualifying investors and individuals (other than those who held their stapled securities through a partnership) will receive pre-tax distributions. These distributions are exempted from tax in the hands of individuals unless such distributions are derived through a Singapore partnership or from the carrying on of a trade, business or profession.</p> <p>Qualifying foreign non-individual investors will receive their distributions after deduction of tax at the rate of 10%.</p> <p>All other investors will receive their distributions after deduction of tax at the rate of 17%.</p> <p><b>Tax-exempt income distribution</b>                      Tax-exempt income distribution is exempt from tax in the hands of all Stapled Securityholders, regardless of their nationality, corporate identity or tax residence status. No tax will be deducted at source from such distribution.</p> <p><b>Capital distribution</b>                      The Capital Distribution represents a return of capital to Stapled Securityholders for Singapore income tax purposes and is therefore not subject to Singapore income tax. For Stapled Securityholders who are liable to Singapore income tax on profits from sale of Stapled Securities, the amount of Capital Distribution will be applied to reduce the cost base of their Stapled Securities for Singapore income tax purposes.</p>										

(b) Corresponding period of the immediately preceding financial year

Any distribution declared for the corresponding period of the immediately preceding financial period?

Distribution for period from 1 October 2015 to 31 March 2016

	Cents (Per Stapled Security)
(a) Taxable income distribution	0.6899
(b) Tax-exempt income distribution	0.1752
(c) Capital distribution	2.1855
	3.0506

11 Distributions (cont'd)

(c) Date payable

29 June 2017

(d) Books closure date

9 May 2017

12 If no dividend has been declared/recommended, a statement to that effect

Refer to paragraph 11.

13 If the Group has obtained a general mandate from holders for Interested Party Transactions ("IPT"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, please make a statement to that effect.

FHT has not obtained a general mandate from Stapled Securityholders for IPTs.

14 Use of proceeds

(i) Use of Rights Issue proceeds raised on 17 October 2016

The Managers had on 9 September 2016 launched the Rights Issue and had on 20 October 2016, 27 October 2016, 25 November 2016 and 29 December 2016 made announcements in respect of the use of proceeds from the Rights Issue<sup>1</sup>.

The Managers will make the appropriate announcements on any material development on the use of the Rights Issue proceeds in compliance with the listing requirements of the SGX-ST, as and when required.

<sup>1</sup> Please refer to FHT's announcements on the SGX-ST dated 20 October 2016, 27 October 2016, 25 November 2016 and 29 December 2016 for further details.

15 Additional information - FHT's interests in Australia Land Trust

Australia's foreign investment regime was substantially re-written and amended on and from 1 December 2015.

**Notifiable actions (i.e. mandatory notification)**

Investors who are "foreign persons"<sup>ii</sup> that acquire Stapled Securities are required under the Australian Foreign Acquisitions and Takeovers Act 1975 ("FATA") or the Australian Government's Foreign Investment Policy to notify and receive a prior statement of no objection ("FIRB Clearance") of their investment in FHT under Australia's foreign investment regime from the Australian Treasurer through the Foreign Investment Review Board if any of the circumstances set out below apply at the time the Stapled Securities are acquired:

(a) if either FH-REIT or FH-BT is considered to be an "Australian Land Trust"<sup>iii</sup> ("ALT") at the time of acquisition, all foreign persons acquiring Stapled Securities (including existing holders of Stapled Securities acquiring additional Stapled Securities) will require FIRB Clearance unless an exemption applies (see below); and

(b) any investor that is a Foreign Government Investor<sup>iii</sup> acquiring a "direct interest"<sup>iv</sup> in FHT will require FIRB Clearance at the time of acquisition, regardless of whether FH-REIT or FH-BT is considered to be an ALT or whether FHT has gross Australian assets in excess of AUD252.0million.

**Exemptions from ALT requirements**

The FATA, as recently amended, contains two relevant exemptions from the requirement to obtain FIRB Clearance that would otherwise apply if FH-REIT or FH-BT was considered to be an ALT:

(a) the relevant person's interest in FH-REIT or FH-BT would not be valued in excess of a specified threshold prescribed under the FATA (at the date of this announcement, the threshold prescribed under the FATA is AUD252.0m, unless the ALT has 'sensitive' land holdings, in which case the threshold is AUD55.0m)<sup>v</sup>; and

(b) the relevant person, together with associates, is acquiring an interest of less than 10% in FHT and will not be in a position to influence or participate in the central management and control of the land entity or to influence, participate in or determine the policy of the land entity.<sup>vi</sup>

15 **Additional information - FHT's interests in Australia Land Trust (cont'd)**

**Significant actions (i.e. voluntary notification)**

If FHT has gross Australian assets in excess of a specified threshold prescribed under the FATA (as at the date of this announcement, the threshold prescribed under the FATA is AUD252.0 million for most private foreign investors)<sup>vii</sup> at the time of acquisition, all investors (i) who are foreign persons and (ii) who are acquiring a Substantial Interest in FHT or have a Substantial Interest<sup>viii</sup> and increase their holding, should note that, while prior notification and FIRB Clearance are not required, the Australian Treasurer still has the power to make adverse orders under the FATA if such transaction is considered to be contrary to Australia's national interest.<sup>ix</sup> In such case, it may be prudent for an investor to seek FIRB Clearance on a voluntary basis.

As at 31 March 2017, the value of the Australian assets comprised in FHT's portfolio is 31.20% of the total asset value of FHT. Consequently, FHT is not considered to be an ALT.

As at 31 March 2017, FHT has gross Australian assets of approximately AUD 699.7 million, which is above AUD252.0 million.

Any Investor acquiring Stapled Securities on the secondary market should seek their own advice on the FIRB requirements as they pertain to their specific circumstances.

<sup>i</sup> A "foreign person" is now defined as:

- an individual not ordinarily resident in Australia; or
- a corporation in which an individual not ordinarily resident in Australia, a foreign corporation or a foreign government holds a substantial interest; or
- a corporation in which 2 or more persons, each of whom is an individual not ordinarily resident in Australia, a foreign corporation or a foreign government, hold an aggregate substantial interest; or
- the trustee of a trust in which an individual not ordinarily resident in Australia, a foreign corporation or a foreign government holds a substantial interest; or
- the trustee of a trust in which 2 or more persons, each of whom is an individual not ordinarily resident in Australia, a foreign corporation or a foreign government, hold an aggregate substantial interest; or
- a foreign government; or
- any other person, or any other person that meets the conditions, prescribed by the regulations.

<sup>ii</sup> Previously, this was an "Australian Urban Land Trust Estate". An ALT is similarly defined, being a unit trust in which the value of interests in Australian land exceeds 50% of the value of the total assets of the unit trust.

<sup>iii</sup> A "foreign government investor" is now defined to mean:

- a foreign government or separate government entity;
- a corporation or trustee of a trust in which:
  - a foreign government or separate government entity, alone or together with one or more associates, holds a substantial interest (that is, an interest of at least 20%); or
  - foreign governments or separate government entities of more than one foreign country (or parts of more than one foreign country), together with any one or more associates, hold an aggregate substantial interest (that is, an interest of at least 40%);
- a general partner of a limited partnership in which:
  - a foreign government or separate government entity, alone or together with one or more associates, holds an interest of at least 20%; or
  - foreign governments or separate government entities of more than one foreign country (or parts of more than one foreign country), together with any one or more associates, hold an aggregate interest of 40% or more; or
- a corporation, trustee or general partner of a kind described above.

<sup>iv</sup> A "direct interest" is now defined to mean:

- an interest of at least 10% in the entity or business, or
- an interest of at least 5% in the entity or business if the person who acquires the interest has entered a legal arrangement relating to the businesses of the person and the entity or business, or
- an interest of any percentage in the entity or business if the person who has acquired the interest is in a position to:
  - participate or influence the central management and control of the entity or business; or
  - influence, participate or determine the policy of the entity or business.

<sup>v</sup> This is a new exemption that was introduced into the FATA on and from 1 December 2015 and applies in respect of ALTs that have predominantly developed commercial real estate portfolios (i.e. less than 10% residential or vacant commercial land). Previously, there was no applicable monetary threshold. FIRB has also confirmed that it is the value of the interest being acquired, rather than the value of the underlying land that is determinative for the purposes of this exemption. The concept of 'sensitive' land is broad and includes mines and critical infrastructure (for example, an airport or port).

<sup>vi</sup> This exemption reflects the "passive investor administrative exemption" that was previously available, and applies where an ALT is listed on an official stock exchange (whether in Australia or not).

<sup>vii</sup> A higher threshold of AUD1,094.0 million applies to foreign persons that are enterprises from the United States, New Zealand, Chile, Japan, South Korea or the People's Republic of China.

<sup>viii</sup> A person holds a "Substantial Interest" in a trust if the person together with any one or more associates, holds a beneficial interest in at least 20% of the income or property of the trust. Before 1 December 2015, the threshold was 15%.

<sup>ix</sup> Previously, such an acquisition would have been captured by the mandatory notification regime; it is now captured only by the voluntary notification regime.

**17 Confirmation pursuant to Rule 720(1) of the SGX-ST Listing Manual**

The Managers confirm that they have procured undertakings from all their Directors and Executive Officers (in the format set out in Appendix 7.7) pursuant to Rule 720(1) of the SGX-ST Listing Manual.

**18 Confirmation pursuant to Rule 705(5) of the SGX-ST Listing Manual**

We confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of each of the REIT Manager and the Trustee-Manager which may render these financial results for the period from 1 October 2016 to 31 March 2017 to be false or misleading, in any material respect.

**For and on behalf of the Board of Directors of**

Fraser's Hospitality Asset Management Pte. Ltd.

Fraser's Hospitality Trust Management Pte. Ltd.

Law Song Keng  
Director

Choe Peng Sum  
Director

**BY ORDER OF THE BOARD**

**Fraser's Hospitality Asset Management Pte. Ltd.**

(Company registration no. 201331351D)

As manager of Fraser's Hospitality Real Estate Investment Trust

**Fraser's Hospitality Trust Management Pte. Ltd.**

(Company registration no. 201401270M)

As trustee-manager of Fraser's Hospitality Business Trust

Catherine Yeo  
Company Secretary  
28 April 2017

**IMPORTANT NOTICE**

This announcement may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from similar developments, shifts in expected levels of average daily room rates and occupancy, changes in operating expenses (including employee wages, benefits and training costs), property expenses, governmental and public policy changes and the continued availability of financing in the amounts and the terms necessary to support future business.

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The past performance of FHT is not necessarily indicative of the future performance of FHT.

Any discrepancies in the tables included in this announcement between the listed amounts and total thereof are due to rounding.