

**General Announcement**

Submitted by HLPB on 11-05-2007 06:51:56 PM

Reference No HH-070510-62876

Submitting Merchant Bank :
(if applicable)
Submitting Secretarial Firm Name :
(if applicable)
* Company name : **GuocoLand (Malaysia) Berhad**
* Stock name : **GUOCO**
* Stock code : **1503**
* Contact person : **Ms Tanny Lim Yew Yoke**
* Designation : **Company Secretary**

* Type : ☒ **Announcement** ☐ **Reply to query**

* Subject :

GuocoLand (Malaysia) Berhad

- Disposal Of 100% Equity Interest In Guoman (Hanoi) Limited

* **Contents :-**

GuocoLand (Malaysia) Berhad ("GLM" or the "Company") writes to inform that Guoman Hotels Limited ("GHL"), an indirect 70% subsidiary of the Company, had on 11 May 2007, entered into an agreement ("Agreement") with Roxy Assets Limited ("RAL") for the disposal by GHL of its entire 100% equity interest in Guoman (Hanoi) Limited ("Guoman Hanoi") to RAL for a total cash consideration of US\$14,143,036 (approximately RM48,086,322 based on US\$1:RM3.40) (the "Disposal").

Guoman Hanoi was incorporated in Jersey, Channel Islands on 2 March 1993 with authorised share capital of £4,000,000 divided into 4,000,000 ordinary shares of £1.00 each of which 4,000,000 ordinary shares of £1.00 each have been issued and fully paid-up. Guoman Hanoi is principally an investment holding company and is engaged in hotel operations through its subsidiary.

RAL was incorporated in the British Virgin Islands on 2 January 2007 with authorised share capital of US\$50,000 divided into 50,000 shares of which 4 ordinary shares of US\$1.00 each have been issued and fully paid-up. RAL is an investment holding company.

The total consideration was arrived at on a willing-buyer-willing-seller basis after taking into account the earnings of Guoman Hanoi. The total consideration is to be received in full at the completion date of the Agreement i.e. 3 business days after signing of the Agreement or another date as mutually agreed in writing by the parties.

The Disposal will enable the GLM Group to realise its investment in Guoman Hanoi and utilise the proceeds for its business.

The Disposal is expected to result in a gain of approximately RM23.9 million at GLM Group level, which will translate to an increase in net earnings per share of 3.6 sen for the financial year ending 30 June 2007 and an increase in net asset per share from RM1.15 to RM1.19 based on the audited consolidated accounts of GLM Group for the financial year ended 30 June 2006.

The Disposal is not subject to the approval of the shareholders of GLM or any Malaysian governmental authority.

The Directors are of the opinion that the Disposal is in the best interest of the GLM Group.

None of the Directors and substantial shareholders of GLM or any persons connected with the Directors and substantial shareholders of GLM, has any interest, direct or indirect in the Disposal.

This announcement is dated 11 May 2007.

Tables Section - This section is to be used to create and insert tables. Please make the appropriate reference to the table(s) in the Contents of the Announcement: