
**ANNOUNCEMENT PURSUANT TO RULE 706A OF THE LISTING MANUAL OF THE SINGAPORE
EXCHANGE SECURITIES TRADING LIMITED**

Pursuant to Rule 706A of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board of Directors (the “**Board**”) of Far East Orchard Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce the following in respect of the first half year ended 30 June 2021:

Acquisition of a newly incorporated company in Japan

Far East Hospitality Holdings Pte. Ltd., a 70% owned subsidiary of the Company, had on 18 January 2021 completed the acquisition of 100% equity interest comprising two shares (the “**Shares**”) in the capital of the following newly incorporated company (“**Subsidiary**”) for a total consideration of JPY100,000, which was wholly satisfied in cash.

Name:	Far East Hospitality Management Japan Kabushiki Kaisha
Country of Incorporation:	Japan
Date of Incorporation:	21 December 2020
Principal Activity:	Hotel operation and management
Total number of shares issued:	2
Issued and Paid-up share capital:	JPY100,000

As the Subsidiary is newly incorporated, no valuation has been commissioned. The consideration of JPY100,000 for the Shares was determined based on the net tangible asset value of the Subsidiary (being the issued and paid-up share capital).

The acquisition of the Subsidiary was funded internally and is not expected to have any material impact on the earnings per share and the net tangible assets per share of the Company and its subsidiaries for the current financial year ending 31 December 2021.

By Order of the Board

Phua Siyu Audrey
Company Secretary
4 August 2021