

PRESS RELEASE

Chip Eng Seng to add a fourth hotel to its hospitality portfolio, the Mercure & Ibis Styles Grosvenor Hotel in Adelaide



The Mercure & Ibis Styles Grosvenor Hotel, Adelaide

29 November, 2017 – Chip Eng Seng Corporation Ltd (CES) is pleased to announce that it has contracted to acquire the Mercure & Ibis Styles Grosvenor Hotel in Adelaide, Australia for AUD43 million.

The hotel offers an aggregate of 245 guestrooms, comprising 181 Standard, Privilege, Deluxe and Suite rooms operated under the Mercure brand and 64 Economy rooms operated under the Ibis Styles brand. Other facilities include restaurant, bar, conference and function facilities and a basement car park.

Managed by AccorHotels, the hotel is centrally located in one of the most bustling positions in the Adelaide CBD. It is readily accessible by public transport conveniently situated between the primary retail precinct for the City of Adelaide (Rundle Mall) and the North Terrace Cultural Precinct which incorporates the Adelaide Oval, Adelaide Convention Centre, Adelaide Festival Centre and new bio-medical precinct.

Executive Chairman of CES, Mr Raymond Chia said, “We are delighted to enter into the contract to acquire Chip Eng Seng’s second hotel in Australia within a short span of six months as part of the Group’s strategy to expand our hospitality investment portfolio.”



The Sebel Mandurah, Perth

The latest contract for acquisition comes just after the completion of purchase on 2 November 2017 of another AccorHotels managed hotel, the 84-room The Sebel Mandurah in Perth, Western Australia. CES acquired this hotel for AUD15 million. Built in 2009, the hotel boasts impressive views across the Mandurah canals, and is located 50 minutes from Perth CBD and airport.



Views from Lyall Street, Perth

On 22 November 2017, CES had also entered into a partnership with Sirona Capital, a specialist alternative funds manager with a focus on urban renewal and private real estate development in Western Australia, to develop a new luxury apartment tower in South Perth.

CES and Sirona Capital had jointly acquired two adjoining freehold sites located at Lyall Street and Labouchere Road with a combined land area of 2,040 square meters. There are plans to redevelop it into a high-rise mixed use development, comprising residential apartments and commercial suites. The views to the city, Kings Park and the Swan River from the site are unrivalled. South Perth also enjoys excellent amenities and easy access to the CBD and major transport routes.

CES also owns Park Hotel Alexandra, a 442-room hotel in Singapore which is located at the gateway to the One North Business Park and High-Tech Hub. CES is also a majority owner of the Grand Park Kodhipparu, a 120-villa resort in the Maldives, with a superb location which is a 20 minutes boat-ride away from the Male International Airport.

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About Chip Eng Seng Corporation Ltd

Chip Eng Seng Corporation Ltd (“CES”) is one of Singapore’s leading construction and property groups and is listed on the Mainboard of the Singapore Exchange Securities Trading Limited since 24 November 1999. CES’ core businesses are primarily in the area of property development, property investment, construction and hospitality. CES also has presence in Australia, Malaysia and Vietnam.

CES made its mark by making a successful foray into the public housing market in 1982 after clinching its first Housing and Development Board construction project. Through hard work and dedication, the CES brand grew over the years and received many industry accolades and recognition. Its strong track record is attested by the construction of one of Singapore’s most iconic public housing projects – the Pinnacle @ Duxton.

With more capital and talent at hand post-listing, CES ventured into development of private residential projects, which included landed homes, condominiums as well as executive condominiums since the mid-2000s. CES made its foray into the hospitality business in 2015 with the opening of its maiden hotel property, Park Hotel Alexandra in Singapore.

Harnessing its position as a leading industry player, CES plans to build on the strength of its property portfolio by strategically growing its presence in new key markets when the right opportunity arises. CES is actively developing new ways of creating synergies amongst the business segments, while exploring strategic partnerships to boost its competitiveness in the region and bolster all aspects of its operations.