

MEDIA RELEASE

An Alternative for EH-REIT Unit Securityholders: New EGM Requested by 10.54% of Stapled Securityholders

- The new EGM has been called by stapled securityholders to provide unit securityholders the opportunity of additional options to vote for
- Securityholders not satisfied at the thought of the circumstances included in EHT's EGM: If they do not agree with the plan to propose a new Manager, the REIT could face liquidation

SINGAPORE, 18 December 2020 Major securityholders, of approximately 10.54% of total number of Stapled Securities as of Q3 2020, has on 14 December 2020 requested the Manager of a Requisition for an Extraordinary General Meeting of Eagle Hospitality Real Estate Investment Trust.

Former chairman, Howard Wu, states: "We must present additional options to allow securityholders the opportunity to vote, as there are uncertainties surrounding the proposed plan selected by the Trustee and its advisors. The potential of a non-related party entering as the Manager with no required capital contribution and becoming a controlling securityholder may not be in the best interests of the REIT. Unlike SC Capital, the securityholders requesting the new EGM have a significant financial stake in the REIT. Securityholders should not be limited to the dire option of liquidation in an already volatile market. We are apologetic about the impact of the COVID-19 pandemic to our company. While we did not warranty the global pandemic, we have done nothing but contribute cash and effort into the REIT and REIT manager."

The resolutions from the major securityholders calling the new EGM, as of this date, are as follows:

RESOLUTION 1 (Ordinary Resolution):

ISSUE OF US\$50,000,000 OF NEW UNITS IN EH-REIT AT US\$0.075 EACH BY WAY OF RIGHTS ISSUE

- That the Manager of EH-REIT immediately takes all steps, execute all documents, and do all other things whatsoever as may be necessary or expedient to give full effect and as expeditiously as possible, for the issue of such number of new Units in EH-REIT as would amount to up to US\$ 50,000,000 at the issue price of US\$ 0.075 per Unit, to be offered by way of rights issue to existing holders of Units in EH-REIT.

RESOLUTION 2 (Ordinary Resolution):

RETENTION TO THE FULLEST EXTENT PERMITTED BY LAW OF EAGLE HOSPITALITY REIT MANAGEMENT PTE LTD AS MANAGER OF EH-REIT

- That, to the fullest extent permitted by law, Eagle Hospitality REIT Management Pte Ltd be retained and/or otherwise re-appointed as the Manager of EH-REIT; for this purpose, each of Eagle Hospitality REIT Management Pte Ltd and DBS Trustee Limited (as Trustee of EH-REIT) be authorised and directed to take all steps, execute all documents and do all other things whatsoever as may be necessary or expedient to give full effect and as expeditiously as possible, towards such retention and/or re-appointment of Eagle Hospitality REIT Management Pte Ltd as the Manager of EH-REIT.

Mr. Wu adds: “Unit securityholders should be given multiple options and we believe our plan is simple and efficient; liquidation should be the last resort. While the current Manager has been injecting more cash into the REIT Manager and into the properties than they have generated in the same time-period, the same Manager has been criticised due to inadequate capital. Ironically, the proposed new REIT Manager, that is contributing no capital of its own, is being compensated up to 140 million shares or \$4.5MM per year. The REIT has drained extensive resources on restructuring fees that could have been preserved as working capital, as well as to raise additional funds to ensure the REIT is able to weather the storm. We are appalled and saddened that such a large amount of the REIT’s capital has been depleted, which is why we must present all securityholders with more options to save the REIT.”

End of Media Statement

On Behalf of Client:

Investor Relations/Media Contact

Loke Chunying

GEM COMM

Mobile: +65 9222 7687

Email: cy@gem-comm.com