

HONG FOK CORPORATION LIMITED

(Company Registration No. 196700468N)

PAYMENT OF DEVELOPMENT CHARGE

Introduction

The Board of Directors of Hong Fok Corporation Limited (the “**Company**”) wishes to announce that Yat Yuen Hong Company Limited, a wholly owned subsidiary of the Company, has paid to the Urban Redevelopment Authority (the “**URA**”) the development charge in respect of the proposed redevelopment as described below (the “**Proposed Redevelopment**”). As announced by the Company on 30 January 2012, provisional redevelopment permission has been granted by the URA to build a hotel on the existing car park block of the International Building.

Information on the Proposed Redevelopment

The Proposed Redevelopment, if proceeded with, will entail proposed additions and alterations to the existing International Building involving an extension of a single storey commercial block and redevelopment of the existing car park block to a new 27 storey hotel on Lot 956X at 360 Orchard Road and Lot 1719L at Claymore Hill, Town Subdivision 25 (Orchard Planning Area). The Proposed Redevelopment will not affect the existing retail and office units at International Building. The proposed Gross Floor Area (“**GFA**”) of the Proposed Redevelopment is 15,883 sq m and the approved GFA of the existing International Building is 15,267 sq m, giving a total of 31,150 sq m. The proposed hotel will have 576 rooms.

When the Grant of Written Permission for the Proposed Redevelopment is issued, it may be subject to conditions and technical requirements.

The Proposed Redevelopment may be subject to change, pending further consultation with the relevant authorities and consultants. Yat Yuen Hong Company Limited may also change the specifications or other details relating to the Proposed Redevelopment.

In the meantime, shareholders of the Company are advised to refrain from taking any action in relation to their shares which may be prejudicial to their interests, and to exercise caution when dealing in their shares in the Company. The Company will make the appropriate further announcements at the relevant time.

BY ORDER OF THE BOARD

Cheong Sim Eng
Director

Singapore
7 February 2013