



INTERNATIONAL HOTEL INVESTMENTS p.l.c.

COMPANY ANNOUNCEMENT

Information to maintain a fair market

As agreed at the last Annual General Meeting in July, International Hotel Investments p.l.c. (IHI) continues to work to a strategy to issue new equity to new investors to achieve two objectives, firstly to raise the number of shares held in free float by public shareholders to meet regulatory requirements and, secondly, to raise fresh capital to take advantage of current acquisition and development opportunities in key cities.

The issue of new shares is being planned by way of a Public Offering on a major international stock exchange. The Company's advisors and underwriters are recommending to target this issue of new shares at an appropriate time in 2011, given current challenging market conditions which have significantly limited IPO activity throughout 2010.

The opening of the landmark Corinthia Hotel & Residences in central London, scheduled for April 2011, will also benefit IHI from an increased profile and visibility in the United Kingdom, and will further support price expectations.

Legal and due diligence work related to a listing on a major international exchange is ongoing in order that IHI is fully prepared to launch its international public offering as soon as market conditions are right.

Meanwhile, in anticipation of this new public offering, the Board of Directors believes that efforts to issue new equity in the Company should proceed by way of private placement to institutional and high-net worth investors. To this end, senior executives from the Company are currently meeting institutional investors and high net worth investors globally. The objective is to conclude share participation agreements at a price superior to the nominal value of €1 per share.

A handwritten signature in black ink, appearing to read 'Alfred Fabri'.

Alfred Fabri
Company Secretary

17th December 2010