



INTERNATIONAL HOTEL INVESTMENTS p.l.c.

COMPANY ANNOUNCEMENT

Interim Directors' Statement

The Corinthia Hotel Tripoli, following the end of hostilities in the Libyan capital, is gradually returning to normal operations. The hotel had carried on operating on a reduced scale relative to demand requirements throughout the seven-month period of conflict. The Directors wish to record their appreciation to the staff in Tripoli for their loyalty and commitment.

Following on the partial opening of the Corinthia Hotel London in April, the property is now nearing completion with the seven penthouse suites scheduled for a commercial launch in November, bringing to an end the 30-month development project. The apartments in Whitehall Place are expected to be completed by the end of the year. The operating results for the year under review have to be viewed against a background where the room inventory was handed to operations gradually over the months and therefore for most of the year the hotel was operating with reduced room stock, with the emphasis being on setting standards befitting the luxury rating of the hotel. 2012 will be the first full year of operation of the Corinthia Hotel London.

All other IHI-owned hotels have registered an improvement in their operating performance over 2010, with significant progress recorded at Corinthia Hotel Lisbon and Corinthia Hotel Prague, despite the depressed economic environment in the hotels' main feeder markets.

A new Chief Operating Officer with extensive experience with the Oberoi and Mandarin Oriental hotel groups has been appointed in the Company's hotel management arm.

Alfred Fabri
Company Secretary

4th November 2011