



INTERNATIONAL HOTEL INVESTMENTS p.l.c.

## COMPANY ANNOUNCEMENT

*The following is a Company Announcement by International Hotel Investments p.l.c. pursuant to Listing Authority Listing Rules 9.51, 9.52 and 9.53.*

### **Interim Directors' Statement**

Following the injection of new equity, IHI is now actively seeking the acquisition of other hotel properties which fit its strategy.

In the meantime, the refurbishment project at Corinthia Lisboa Hotel, covering 248 guestrooms has been completed on time, in September. Works on this hotel's new Spa are on schedule and are expected to be completed by 31<sup>st</sup> December 2007.

The main construction contract for the Corinthia Nevskij Palace Hotel project in St Petersburg has been signed and it is expected that the first phase of the project covering the refurbishment and upgrade of the existing hotel entrance and public areas should be completed by 30<sup>th</sup> April 2008, while the construction of the adjacent buildings at 55 and 59 Nevskij Prospect should be completed by October and December 2008, respectively. On completion of this Project, the Corinthia Nevskij Palace Hotel will have 400 executive bedrooms and the largest conference and banqueting facilities in St Petersburg. The complex will also have 15,000 square metres of retail and office space for rental to third parties.

Overall, the operational performance of the IHI Group for 2007 remains on the forecasted targets which are an improvement over the results registered in 2006.

Alfred Fabri  
Company Secretary

21<sup>st</sup> November 2007