



INTERNATIONAL HOTEL INVESTMENTS p.l.c.

COMPANY ANNOUNCEMENT

New Bond Issue

The Board of Directors of International Hotel Investments p.l.c. announces that it has been granted approval by the Listing Authority to offer €25,000,000 in new 6.25% Bonds redeemable in 2020, but which may be redeemed earlier between 2017 and 2020.

The funds which will be raised by this Bond are earmarked for the redemption of the 5% International Hotel Investments p.l.c. Convertible Bond 2010 (the "Maturing Bond") which matures on 29th May 2010 and for the repayment in full of an existing loan facility.

The Issuer will be giving preference to holders of the 5% International Hotel Investments p.l.c. Convertible Bonds 2010 who indicate their willingness to surrender their existing holding in favour of a holding in the new Bonds. The terms of issue will also include a preferred allotment to Corinthia Group listed companies' shareholders and bondholders. These include International Hotel Investments p.l.c., Corinthia Finance p.l.c. and Mediterranean Investments Holding p.l.c.

The Board therefore announces that it will consider 26th February 2010 as the cut-off date, and shareholders and bondholders on the respective registers on such date will be entitled to the foregoing preferential treatment. The last trading date of the Maturing Bond will be 2nd March 2010 and trading on this bond will be suspended from today until further notice.

Alfred Fabri
Company Secretary

2nd March 2010