



THE STRAITS TRADING COMPANY LIMITED

Announcement on Incorporation of a Subsidiary Company

The Straits Trading Company Limited ('Company') wishes to announce the incorporation of the following subsidiary company on 9 August 2006:

Name of company: Rendezvous Hotels (NZ) Limited

Issued and paid -up capital: NZ\$100 comprising 100 ordinary paid-up shares of NZ\$1 each

Percentage of issued and paid -up capital held by Rendezvous Hotels International Private Limited ('RHI'): 100

Principal activity of company: Business of hotel management and operation

RHI is an 80% subsidiary of the Company.

This transaction is not expected to have a material impact on the net tangible assets or earnings per share of the Group for the financial year ending 31 December 2006.

Mr. Norman Ip Ka Cheung, a director of the Company, is a director of Rendezvous Hotels (NZ) Limited. Save as aforesaid, no Director or substantial shareholder of the Company has an interest in the incorporation of Rendezvous Hotels (NZ) Limited, other than by reason of being such a Director or substantial shareholder.

Submitted by
Emily Teo (Ms)
Secretary

The Straits Trading Company Limited
(Registration No. 188700008D) on 11/8/2006 to the SGX