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FEC Newsletter Issue 2 December 2015

Stock Information

Stock Price HK\$ (29/12/2015)	2.89
52-week range HK\$	3.94 - 2.53
Total shares outstanding(mn)	2,148
Market capitalisation (HK\$)	6.23bn

1HFY2016 Financial Highlights

Revenue (HK\$)	1.86bn
Gross Profit (HK\$)	629mn
Net Profit (HK\$)	263mn
Basic EPS (HK cents)	\$13.7
Interim DPS (HK cents)	\$3

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I. FY2016 Interim Results

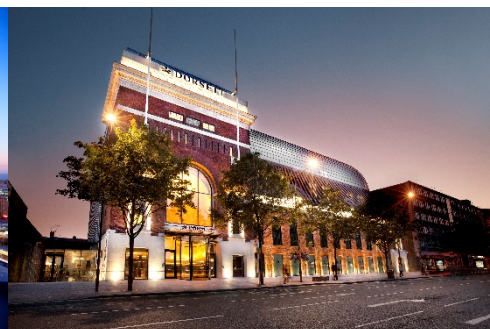
Well-positioned to Deliver Long Term Growth in Business Expansion

On 25 November, 2015, Far East Consortium International Limited announced its unaudited consolidated results for the six months ended 30 September 2015 ("1HFY2016").

The Company's consolidated revenue for 1H FY2016 was approximately HK\$1.9 billion, a decrease of 35.9% as compared with the six months ended 30 September 2014 ("1H FY2015"). Net profit attributable to shareholder of the Company for 1H FY2016 amounted to approximately HK\$263 million (1H FY2015: HK\$401 million). Earnings per share was HK13.7 cents for the period. Bank and cash balances and investment securities of the Group increased to approximately HK\$3.8 billion as at 30 September 2015 (HK\$3.5 billion as at 31 March 2015), providing a strong war chest for business expansion. As at 30 September 2015, net debts decreased to approximately HK\$5.6 billion from HK\$6.3 billion and net gearing ratio was at 26.7% (29.8% as at 31 March 2015). Interim dividend for 1HFY2016 maintained at HK3 cents per share (1H FY2015: HK3 cents per share). Net assets attributable to shareholders as at 30 September 2015 amounted to approximately HK\$11.35 per share, adjusted for hotel revaluation surplus⁽ⁱ⁾ and assuming privatisation of Dorsett was completed on the date.

With a strong war chest, FEC is well-positioned to deliver long-term growth. Total cumulative presales value of HK\$7.5 billion and a development pipeline of HK\$38 billion indicates a greater visibility of future potential profitability. Dorsett is now wholly owned by the Group and will enable the Group to benefit fully from the significant growth potential of the tourism industry in Asia. FEC will continue with the regional diversification strategy to achieve sustainable growth.

(i) Revaluation surplus on hotel assets of approximately HK\$11,042 million was based on independent valuation carried out as at 31 May 2015 and was not recognized in the Company's consolidated financial statements, but was adjusted for the calculations of net asset value per share and the net gearing ratio



Casino Licence Details

Casino licence term and Integrated Resort precinct lease term of 99 years

A 25-year casino exclusivity period within 60 kilometers from the Brisbane central business district, from commencement of operations of the new Integrated Resort

Gaming tax rates consistent with current levels

Maximum approved electronic gaming machines of 2,500

Unlimited gaming tables (including electronic derivations) consistent with current Queensland casino licences

Contractual arrangements that provide certainty on key licence conditions for 10-year period from the opening of the new Integrated Resort

Breakdown of GFA (Approx. subject to planning)

Component	Expected GFA (sq.m.)
Residential	167,160
Hotel	89,130
Retail lettable area (include F&B)	37,108
Casino net area	21,145
Others infrastructure	230,057
Total core development GFA	544,600

II. Special Topic: Queen's Wharf Brisbane

On 16 November 2015, the Consortium, a joint venture between FEC Australia, a wholly owned subsidiary of the Group, Echo Entertainment Group Limited and Chow Tai Fook Enterprises Limited, entered into development agreements with the Queensland State Government, Australia for the delivery of the Queen's Wharf Brisbane project through its various related entities.

The total investment amount for the Integrated Resort is expected to be about A\$1.93 billion (equivalent to approximately HK\$10.67 billion. The equity portion of the total investment is expected to be about 40% (i.e. A\$773 million) (equivalent to approximately HK\$4,275 million) with the balance of about 60% to be funded by bank financing to be undertaken by the Integrated Resort Joint Venture entities. Together with the Group's portion of land premium for the Residential component, the total capital commitment of the Group for the Project is expected to be about A\$225.75 million (equivalent to approximately HK\$1,248.40 million). The development of the Residential component will be subject to the Residential Joint Venture achieving a satisfactory level of pre-sale of the residential units. The Group intends to fund its portion of capital commitment for the project from the Group's internal resources.



L to R: The Star Entertainment Group Chief Executive Matt Bekier, Premier Anastacia Palaszczuk MP, Minister for State Development Dr Anthony Lyndam MP, Far East Consortium Managing Director Chris Hoong, The Star Entertainment Group Chairman John O'Neill AO, and Chow Tai Fook Director Conrad Cheng

II. Special Topic: Official Launch of The Towers at Elizabeth Quay

Presales of The Towers at Elizabeth Quay was launched on Saturday 28 November 2015, which broke all records for a Perth apartment project. Buyers were excited by the Elizabeth Quay location, waterfrontage and river views, exciting architecture and the security and capital gain potential of such a unique world class offering. The great majority of buyers are local residents, with strong support from the local Asian communities as well traditional Australian families. Advertising continues and new enquiries are being received daily.

Project Facts

Location	Alexandra View, Singapore
Site Area (sq.m)	Plot 1: 8,398.5 Plot 2: 30.8
Allowable Development	Residential with commercial at 1st storey
Lease Period	99 years
Permissible Gross Floor Area (sq.m)	41,153
Sellable Floor Area (sq.m.) (Expected)	38,484
Funding	Bank financing: 60% Equity: 40%
Land Price	Approx. S\$9,158/sq.m.

III. Media Room: Alexandra View

On 17 November 2015, the Urban Redevelopment Authority of Singapore awarded to the Joint Venture Company (“JVCO”) formed by Tang City Holdings Ple Limited, the Company’s wholly owned subsidiary, and Gigantic Global Limited (“GGL”), an independent third party, the tender for acquisition of the property located at Alexandra View in Singapore (“the Property”) of residential development for flats, serviced apartments, or both flats and serviced apartments with commercial uses at the tendered sale price of S\$376.88 million (exclusive of GST) (equivalent to approximately HK\$2,054.00 million) (“Tendered Sale Price”), subject to the conditions set out in the documents of tender. The issued and paid up capital of the JVCO is owned in the proportion of 70% by the Group and 30% by GGL.

Under the Conditions of Tender, the Tendered Sale Price and GST thereon will be payable by JVCO by cashier’s order in accordance with the schedule of payment set out in the award letter.

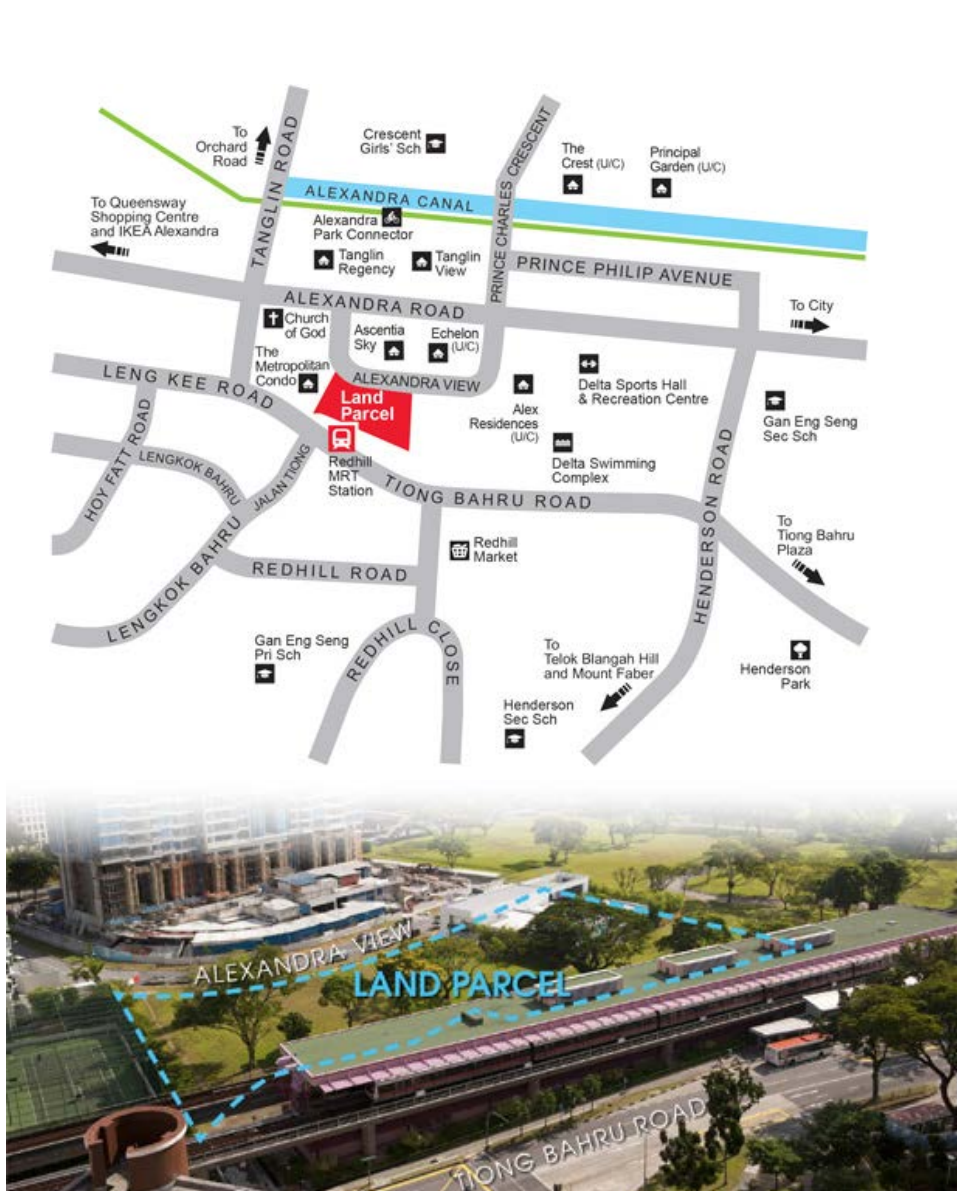
FEC – Dorsett Singapore



333 New Bridge Road
Singapore

Located above the transport hub of Outram Park MRT interchange station, Dorsett Singapore offers easy accessibility to the city’s commercial and tourist highlights, such as the Orchard Shopping Mall, Marina Bay Sands, HarbourFront, Resorts World Sentosa, Universal Studios Singapore, and Singapore’s Central Business District. All 285 modern guestrooms and loft rooms are equipped with high-speed internet access. The hotel offers a variety of facilities including meeting spaces, a fitness centre and an outdoor swimming pool with jacuzzi.

Number of Rooms 285



IV. Awards



Mr. Chris Hoong, MD of FEC (Middle) accepted the "2015 Asiamoney Best Managed Company Awards in Hong Kong, Small Cap" in Hong Kong."



In the 2015 IR Magazine award ceremony, Mr. Boswell Cheung, CFO of the Group (Right) accepted the "Grand Prix for Overall Investor Relations for Small-cap Companies" and the "Best in Sector: Real Estate" award on behalf of FEC, and Ms. Venus Zhao, Head of Investors Relations and Corporate Finance of FEC (Left) was ranked Top 4 Best Investor Relations Officer (Small & mid cap).

2015 Award	Organization
Grand Prix for Overall Investor Relations (small cap)	IR Magazine
Best in Sector: Real Estate	IR Magazine
Top 4 in Best Investor Relations Officer (small & mid cap) – Ms. Venus Zhao	IR Magazine
Top 4 Best Companies in Asia for Corporate Governance	AsiaMoney
Top 3 Best for Shareholder's Rights & Equitable Treatment across Asia (excluding Japan)	AsiaMoney
Top 3 Best Overall for Corporate Governance in Hong Kong	AsiaMoney
Top 3 Best for Disclosure & Transparency in Hong Kong	AsiaMoney
Top 2 Best for Shareholder's Rights & Equitable Treatment in Hong Kong	AsiaMoney
Top 3 Best for Responsibilities of Management and Board of Directors in Hong Kong	AsiaMoney
Top 3 Best for Corporate Social Responsibility in Hong Kong	AsiaMoney
Top 3 Best Investor Relations in Hong Kong	AsiaMoney
Hong Kong Best Managed Company Awards (Small Cap)	AsiaMoney
Best Regional Hotel Chain award	Travel Weekly Asia
Corporate Website Bronze Award 2015	iNova
King's Manor – 2015 utmost Potential Properties	Netease
King's Manor – 2015 Chinese High Quality Property Award	SouFun
Dorsett Shepherds Bush - Best New Business	Brilliant h&f Business Awards 2015
Hospitality Business of the Year	West London Business Awards 2015
Dorsett Grand Chengdu – The Award for Best Cooperation 2015	Booking.com
Dorsett Kwun Tong/Dorsett Mongkok/Dorsett Singapore/Dorsett Grand Labuan – Certificate of Excellence 2015	TripAdvisor
Dorsett Kwun Tong – Caring Company	Hong Kong Social Service Council
Dorsett Tsuen Wan – MICE Hotel of The Year 2015	GHM Hotel General Managers Society
Dorsett Tsuen Wan – Best New Hotel in Hong Kong	TTG China Travel Awards



V. Upcoming Investor Relations Activities

Date	Activities	Venue
6 Jan 2016	DBS Conference – Equities	Singapore
12 – 13 Jan 2016	Deutsche Bank Conference – Equities	Beijing
18 Jan 2016	CIMB NDR – Equities	Malaysia
25 Jan – 3 Feb 2016	CCBI/Jefferies/CIBC NDR – Equities	US and Canada

VI. Company Profile

About Far East Consortium International Limited

Far East Consortium International Limited was listed on the Hong Kong Stock Exchange in 1972 (HKEx stock code: 35). The Group is mainly engaged in property development and investment, hotel operation and management, as well as car park and facilities management. The Group adopts diversified regional strategy and the “Chinese Wallet” strategy with business covering Hong Kong, Mainland China, Australia, Malaysia, Singapore, the United Kingdom and New Zealand.

The preliminary figures disclosed above are subject to change and may differ from those which appear in the audited and unaudited financial statements of the Group published on a yearly and half-yearly basis. As such they are strictly for information only and not for any other purpose. Investors are advised not to place any reliance on the information disclosed herein but to exercise due caution when dealing in the securities of the Company. Any investor who is in doubt is advised to seek advice from his/her professional advisors.