

HOTELEST LIMITED

COMMUNIQUE

RIGHTS ISSUE

Further to the Cautionary Announcements dated 8 August 2014 and 2 October 2014, notice is hereby given that the Listing Executive Committee of the Stock Exchange of Mauritius Ltd ('SEM') has granted approval to Hotelest Limited ("Hotelest" or "the Company") to proceed with a rights issue of 23,301,337 new ordinary shares of par value Rs 10 each at an issue price of Rs 27 each to the shareholders of the Company in the ratio of 5 new ordinary shares for every 7 ordinary shares held.

The proposed rights issue is subject to the approval of the shareholders of Hotelest.

Shareholders of Hotelest will be invited to attend a special meeting on 5 November 2014 to vote on the proposed rights issue.

Further developments will be communicated in due course.

By order of the Board
La Gaieté Services Ltd
Secretaries

14 October 2014

This communiqué is issued pursuant to DEM Rules 11 and 21, the Securities Act 2005 and the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007.

The Board of Directors of Hotelest Limited accepts full responsibility for the accuracy of the above information.