



COMPANY ANNOUNCEMENT

The following is a Company Announcement issued by International Hotel Investments Plc pursuant to Malta Stock Exchange Bye-Law 6.01.09 (iii).

International Hotel Investments Plc (IHI) announces that it is offering for subscription to eligible shareholders 8 million ordinary shares in the Company at a nominal value of Lm 1 per share with the principal objective of financing the acquisition of the five-star Nevskji Palace Hotel and a number of adjacent properties in St Petersburg in the Russian Federation.

Corinthia Group which currently holds 75 per cent of the ordinary shares in IHI, will be taking up 6 million ordinary shares of this offer of subscription.

This offer of subscription is being made to ordinary shareholders of the Company as at 16th November 2001 who are being sent an Offering Circular explaining the details of the offer.

Alfred Fabri

Company Secretary

16th November 2001