



INTERNATIONAL HOTEL INVESTMENTS p.l.c.

COMPANY ANNOUNCEMENT

The following is a Company Announcement by International Hotel Investments p.l.c pursuant to MFSA Listing Authority Listing Rules 8.7.1 and 8.7.2.

International Hotel Investments p.l.c. (IHI) announces that it has met the majority of the conditions precedent required for the subscription to new shares by each of Istithmar Hotels FZE of Dubai and Corinthia Palace Hotel Company Limited (CPHCL), and that the formal issue of the shares in question is anticipated in the coming weeks.

Among the conditions precedent which has been already met is the approval of the transaction by the Maltese Office for Fair Competition on control of concentrations. Pending conditions include technical registration procedures in certain overseas jurisdictions, which are also expected to be completed within the coming weeks. On this basis, the formal closing of the share issue to each of Istithmar Hotels and CPHCL is to be completed in May, and to this end, each of the parties to the Subscription Agreement signed on 5th December 2006, have extended their commitments to the fulfilment of their obligations.

Following closure of this transaction, IHI is also issuing 5,000,000 bonus shares to current shareholders, as per the terms and conditions as approved at the Extraordinary General Meeting held on 31st January 2007.

Meanwhile, Istithmar Hotels' Directors have already taken an active role in the Company, attending and participating fully in each of the IHI Board meetings which have been held since the signing of the Subscription Agreement in December 2006.

Alfred Fabri
Company Secretary

20th April 2007