



NEW MAURITIUS HOTELS LIMITED

CAUTIONARY ANNOUNCEMENT

This is to inform the Company's Shareholders and the investing public in general that the Board of Directors of New Mauritius Hotels Limited has, this day, decided the following:

- A bonus issue in the ratio of two new ordinary shares for every ordinary share held totalling 322,847,072 ordinary shares; and
- The issue and listing of 161,423,536 redeemable convertible preference shares (the "Preference Shares") totalling MUR 1.776 billion and yielding a cumulative preferential dividend of 6% p.a. at a price of Rs11 per share. The Preference Shares will be offered to ordinary shareholders of the Company in the ratio of one Preference Share for every three ordinary shares held after the bonus issue.

The Preference Shares will be:

- Convertible into ordinary shares at the shareholder's option in January 2018 and January 2019. The conversion will be effected at a factor equal to Rs11 divided by the average market value of the ordinary shares during a 90 day period prior to the date of conversion less a 10% discount; and
- Redeemable at the option of the Company at any time from the 7th anniversary of their issue at their nominal value.

It is envisaged that the issue of the Preference Shares will be fully underwritten.

These measures are part of, and on the back of, a debt re-engineering aimed at improving the Company's overall financial structure.

The implementation of the above decisions is subject to the approval of the regulatory authorities and of shareholders.

Further details will be communicated in due course. Shareholders and the investing public in general are advised to exercise caution when dealing in the Company's shares.

By order of the Board

*Beachcomber Limited
Company Secretary*

February 13, 2015

This Cautionary Announcement is issued pursuant to Listing Rule 11.3 and the Securities Act 2005. The Board of Directors of New Mauritius Hotels Limited accepts full responsibility for the accuracy of the information contained in this Cautionary Announcement.