

Executive Chairman's Address



Lantern Hotel Group Limited Annual General Meeting 30 November 2018

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STATUS OF LANTERN HOTEL GROUP AND FUTURE INTENTIONS

Since the sell down of Lantern's hotel portfolio in the 2017 financial year, the Board has focussed on reducing the cost and complexity of the Group structure. The Board has now successfully either sold or terminated all entities within the Group, including Lantern Real Estate Trust, such that only Lantern Hotel Group Limited remains. The Board has also returned further surplus funds to Shareholders.

The Board continues to explore options for the possible recapitalisation of the Company and will provide an update to Shareholders at the appropriate time.

FINANCIAL PERFORMANCE

The reported loss for 2018 was \$434,000, reflecting the expenses of managing the affairs of the Group, including the expenses associated with the sale and termination of the various Group entities, net of the sale proceeds received from the sale of Group entities.

Now that only Lantern Hotel Group Limited remains, the ongoing expenses to manage the affairs of the Company have been reduced to a minimum. This includes a further reduction in Board fees.

THANK YOU

The delivery of Shareholder value over the last three years has been the primary focus of this Board and the Executive team. The results have been outstanding.

I would like to thank the my fellow Board members, Shirley Liew and Matthew Stubbs. Their work and dedication through this period has been exemplary.

Finally I would like to thank our Shareholders for their positive feedback and support through this period.

ENDS: