



An Associate of CapitalLand

(Constituted in the Republic of Singapore pursuant to a trust deed dated 19 January 2006 (as amended))

ANNOUNCEMENT

MERGER OF TWO SUBSIDIARIES

Ascott Residence Trust Management Limited ("**ARTML**"), as manager of Ascott Residence Trust ("**Ascott REIT**"), wishes to announce that, pursuant to articles L236-1 and R236-1 of the French Commercial Code, the Registrar of Companies in Nanterre, France, had given its approval for Eurimeg SA ("**Eurimeg**"), a wholly-owned subsidiary of Ascott REIT, to transfer its entire assets and liabilities to Oriville SAS ("**Oriville**"), another wholly-owned subsidiary of Ascott REIT, and merged into Oriville (the "**Merger**"). Accordingly, Eurimeg be dissolved and removed from the Register of Companies in Nanterre, France (the "**Register**"). The Merger is to streamline Ascott REIT's group holding structure in Europe and to improve operational efficiency.

The Merger is not expected to have any material impact on the net tangible assets or earnings per unit of Ascott REIT for the financial year ending 31 December 2012.

None of the Directors of ARTML or the controlling unitholders of Ascott REIT has any interest, direct or indirect, in the Merger and removal of Eurimeg from the Register.

BY ORDER OF THE BOARD

Ascott Residence Trust Management Limited
(Company Registration No: 200516209Z)
As manager of Ascott Residence Trust

Kang Siew Fong
Company Secretary
23 November 2012

IMPORTANT NOTICE

The value of Units and the income derived from them may fall as well as rise. Units in Ascott Residence Trust ("**Units**") are not obligations of, deposits in, or guaranteed by, the Manager or any of its affiliates. An investment in Units is subject to investment risks, including the possible loss of the principal amount invested.

Investors have no right to request the Manager to redeem their Units while the Units are listed. It is intended that holders of Units may only deal in their Units through trading on Singapore Exchange Securities Trading Limited (the "**SGX-ST**").

Listing of the Units on the SGX-ST does not guarantee a liquid market for the Units. The past performance of Ascott Residence Trust is not necessarily indicative of the future performance of Ascott Residence Trust.