



(Constituted in the Republic of Singapore pursuant to a trust deed dated 12 July 2007 (as amended))

ANNOUNCEMENT

DISCLOSURE PURSUANT TO RULE 704(31) OF THE SGX-ST LISTING MANUAL

Pursuant to Rule 704(31) of the SGX-ST Listing Manual, the Board of Directors of Parkway Trust Management Limited ("**PTML**"), as manager of Parkway Life Real Estate Investment Trust ("**Parkway Life REIT**") wishes to announce that under a facility agreement ("**Facility Agreement**") which has been entered into by HSBC Institutional Trust Services (Singapore) Limited (in its capacity as trustee for Parkway Life REIT) ("**Trustee**") on 25 June 2012, Parkway Life REIT is required to *inter alia*, prepay the outstanding amounts under the Facility Agreement (after the lender and Parkway Life REIT are unable to reach an agreement on the revised terms of the facility within a negotiation period of 30 days) if :

- (a) PTML ceases to be the manager of Parkway Life REIT;
- (b) Parkway Holdings Limited ("**PHL**") (a controlling unitholder (as defined in the Property Funds Appendix of the Code on Collective Investment Schemes) of Parkway Life REIT) ceases to own, directly or indirectly, at least 25% of the units ("**Units**") in Parkway Life REIT; or
- (c) PHL ceases to own, directly or indirectly, at least 51% of its shareholding interest in PTML, (collectively, "**Loan Covenants**").

As at the date of this announcement, no prepayment pursuant to the Loan Covenants has occurred.

As at the date of this announcement, the aggregate level of facilities (including the S\$14,250,000 floating rate notes issued by Parkway Life MTN Pte. Ltd. under the S\$500,000,000 Multicurrency Medium Term Notes Programme established on 18 August 2008) that may be affected by the Loan Covenants (excluding interest) is approximately S\$542,363,400 (being the aggregate of S\$63,787,000 and JPY 29,560,000,000).

By Order of the Board
Parkway Trust Management Limited
(Company Registration no. 200706697Z)
As Manager of Parkway Life Real Estate Investment Trust

Yong Yean Chau
Director / Chief Executive Officer
25 June 2012

Important Notice

*This Announcement is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for units in Parkway Life Real Estate Investment Trust ("**Parkway Life REIT**") and the units in Parkway Life REIT, the "**Units**".*

*The value of the Units and the income from them may fall as well as rise. The Units are not obligations of, deposits in, or guaranteed by, Parkway Trust Management Limited, as manager of Parkway Life REIT (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 unitholders of Parkway Life REIT 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 Parkway Life REIT or the Manager is not necessarily indicative of the future performance of Parkway Life REIT or the Manager.

This announcement may contain forward-looking statements that involve assumptions, risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in these forwardlooking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition, shifts in expected levels of property rental income, changes in operating expenses, property expenses, governmental and public policy changes and the continued availability of financing in the amounts and on the terms necessary to support Parkway Life REIT’s future business. Investors are cautioned not to place undue reliance on these forward-looking statements, which are based on the Manager’s current view of future events.