



ParkwayLife REIT

(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 HSBC Institutional Trust Services (Singapore) Limited (in its capacity as trustee of Parkway Life REIT) (the "**Trustee**") as borrower, has entered into a facility agreement on 26 March 2018 (the "**Facility Agreement**"). The facility granted under the Facility Agreement will be utilised to refinance existing loans, and/or finance any investments, and/or for general working capital use.

Under the terms of the Facility Agreement, the Trustee is required to, *inter alia*, prepay the outstanding amounts under the Facility Agreement in the event that:

- (a) PTML ceases to be the manager of Parkway Life REIT; or
- (b) Parkway Holdings Limited ceases to own, directly or indirectly, at least 51% of the shares in PTML,

but only if the parties to the Facility Agreement fail to reach an agreement on the revised terms of the facility within a negotiation period of not more than 60 days from the occurrence of any of the above events,

(collectively, the "**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 that may be affected by the breach of the Loan Covenants (excluding interest, prepayment fee, premium, penalty or break funding costs) (in each case, if applicable)) under the Facility Agreement is approximately S\$691 million.

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

26 March 2018

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 derived 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. 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. An investment in Units is subject to investment risks, including the possible loss of the principal amount invested.

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 forward-looking 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.