

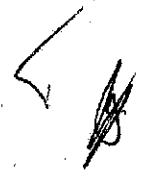
**EIH Management Services
B.V.**

**Annual Financial Report
(For internal purposes)
31 March 2018**

EIH Management Services B.V.
(Amersfoort)
(For internal purposes)

Index

Director's Report	1
Statement of Comprehensive Income	3
Statement of Financial Position	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Notes to the Financial Statements	7-11
Auditor's opinion	12



EIH Management Services B.V
Director's Report
(For internal purposes)

DIRECTORS

The Director presents their report on the Company for the year ended 31 March 2018

The name of the Company's Director in office during the year and until the date of this report is as follows

TMF Management B V
Herikerbergweg 238
Luna Arena
1101 CM Amsterdam
The Netherlands

The Director was in office for the entire year unless otherwise stated

PRINCIPAL ACTIVITIES

The Company's principal activity during the year was investment and management

OPERATING AND FINANCIAL REVIEW

The net profit/(loss) of the Company for the year was (€1,558,552) (2017 loss of €516,014) after providing for income tax of €Nil (2017 €Nil)

No significant change in the nature of these activities occurred during the year

EVENTS AFTER THE BALANCE DATE

No material matters or circumstances have arisen since the end of the year that requires disclosure in the financial statements

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

There are no significant changes in state of affairs

The results of the Company operations during the year have not, in the opinion of the Director, been affected by any item, transaction or event of a material or unusual nature

RISK MANAGEMENT

The Company takes a proactive approach to risk management. The board is responsible for ensuring that risks, and also opportunities, are identified on a timely basis and that the Group's objectives and activities are aligned with the risks and opportunities identified by the board.

EIH Management Services B.V.
Director's Report (continued)
(For internal purposes)

DIVIDENDS

A dividend of €141,961 (2017: €82,383) has been declared and paid during the preceding year ended 31 March 2018.

SHARE OPTIONS

No options over issued shares or interests in the company were granted during or since the end of the year and there were no options outstanding at the date of this report

AUDITORS INDEPENDENCE

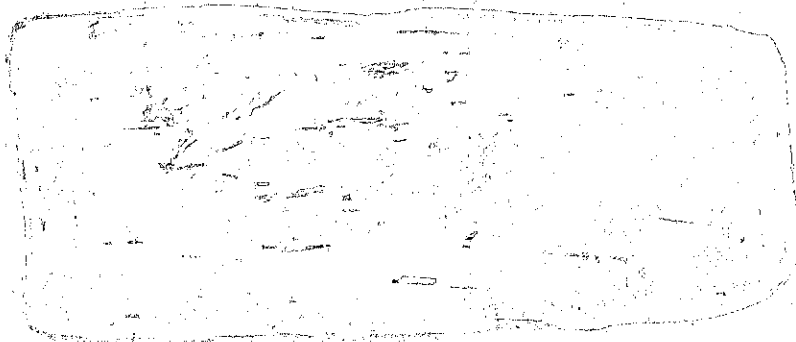
A copy of the auditor's independence declaration is attached to this financial report

DIRECTOR'S STATEMENT

In the opinion of the Director

- (a) the statement of comprehensive income and statement of changes in equity is drawn up so as to give a true and fair view of the results of the Company for the year ended 31 March 2018,
- (b) the statement of financial position is drawn up so as to give a true and fair view of the state of affairs of the Company at 31 March 2018; and
- (c) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due

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EIH Management Services B.V.
Statement of Comprehensive Income
For the year ended 31 March 2018
(For internal purposes)
(Expressed in Euros)

	Note	31-Mar-18 €	31-Mar-17 €
Turnover	3	139,920	198,491
Dividend income		141,625	82,383
Interest income		-	-
Unrealised foreign exchange gain		1,431,264	-
Total Income		1,712,809	280,874
Expenses			
Management fee expenses		105,877	150,198
Administration and other expenses		48,380	44,066
Unrealised foreign exchange loss		-	602,624
Total Expenses		154,257	796,888
Profit / (loss) before Taxation		1,558,552	(516,014)
Taxation expense		-	-
Profit / (loss) after Taxation		1,558,552	(516,014)
Other Comprehensive Income		-	-
Total Comprehensive Income / (Loss)		1,558,552	(516,014)

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes

ElH Management Services B.V
Statement of Financial Position
As at 31 March 2018
(For internal purposes)
(Expressed in Euros)

	Note	31-Mar-18 €	31-Mar-17 €
Non-Current Assets			
Investment in subsidiary	4	2,549,683	2,549,683
Investment in associate	4	7,632,705	7,632,705
Amount due from related parties	5	3,684,306	4,249,666
Total Non-Current Assets		13,866,694	14,432,054
Current Assets			
Cash and cash equivalents		67,284	6,333
Other receivables and prepayments		9,584	8,779
Total Current Assets		76,868	15,112
Total Assets		13,943,562	14,447,166
Current Liabilities			
Accruals		7,840	6,647
Amount due to related parties	6	317,414	277,264
Total Current Liabilities		325,254	283,911
Non-Current Liabilities			
Amount due to shareholder	6	12,782,850	14,744,388
Total Non-Current Liabilities		12,782,850	14,744,388
Total Liabilities		13,108,104	15,028,299
Net Assets / (Liabilities)		835,458	(581,133)
Equity:			
Issued Share capital		18,200	18,200
Share Premium		375,000	375,000
Retained earnings		442,258	(974,333)
Total Equity		835,458	(581,133)

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

EIH Management Services B.V.
Statement of Changes in Equity
For the year ended 31 March 2018
(For internal purposes)
(Expressed in Euros)

	Share Capital €	Retained Earnings €	Total Equity €
As at 1 April 2016	393,200	(375,936)	17,264
Profit for year	-	(516,014)	(516,014)
Dividend paid	-	(82,383)	(82,383)
Other comprehensive income	-	-	-
As at 31 March 2017	393,200	(974,333)	(581,133)
	Share Capital €	Retained Earnings €	Total Equity €
As at 1 April 2017	393,200	(974,333)	(581,133)
Profit for year	-	1,558,552	1,558,552
Dividend paid	-	(141,961)	(141,961)
Other comprehensive income	-	-	-
As at 31 March 2018	393,200	442,258	835,458

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

EIH Management Services B.V.
Statement of Cash Flows
For the year ended 31 March 2018
(For internal purposes)
(Expressed in Euro)

	Note	31-Mar-18 €	31-Mar-17 €
Cash flows from operating activities			
(Loss)/Profit before taxation		1,558,552	(516,014)
<i>Adjustment for</i>			
Interest income			
Unrealised foreign currency (gain)/loss		(1,431,264)	602,624
<i>(Increase)/Decrease in assets</i>			
(Increase)/Decrease in receivables and prepayments		(803)	110
(Increase)/Decrease in related party receivables			
<i>(Decrease)/Increase in liabilities</i>			
Increase/(decrease) in accruals		1,191	(4,605)
Increase/(decrease) in related party payables		75,236	(6,294)
Cash generated from operations		202,912	75,821
Interest paid			
Net cash flows generated / (used) in operating activities		202,912	75,821
Cash flows from investing activities			
Interest received			
Dividend paid		(141,961)	(82,383)
Net cash flows from investing activities		(141,961)	(82,383)
Cash flows from financing activities			
Net increase / (decrease) in cash and cash equivalents		60,951	12,895
Cash and cash equivalents at beginning of year		6,333	(6,562)
Cash and cash equivalents at end of year		67,284	6,333

The above Statement of Cash Flows should be read in conjunction with the accompanying notes

EIH Management Services B.V.
Notes to the Financial Statements
For the year ended 31 March 2018
(For internal purposes)
(Expressed in Euro)

1. Corporate information

The financial report of EIH Management Services B V (the "Company") for the year ended 31 March 2018 was authorised for issue on 9 May 2018.

The Company was incorporated on 11 September 1997.

The authorised share capital of the Company consists of 1,820 shares with a par value of Euros 50 each (Euros 91,000) At 31 March 2018, 364 shares were issued and fully paid

The nature of the operations and principal activity of the Company is described in the Director's report

2. Summary of Significant Accounting Policies

(a) Basis of Preparation

These Financial Statements are prepared in accordance with Title 9 of Book 2 of the Netherlands Civil Code and are prepared solely for management purposes enabling consolidation with the (ultimate) parent company

The financial report has been prepared on a historical cost basis.

The financial report is presented in Euros and all values are rounded to the nearest Euros unless otherwise stated

The financial statements are not consolidated with those of its subsidiary, as a result of Article 408 exemption.

(b) Fair Value

The fair value of the financial assets and liabilities are not disclosed as management is of the opinion that the carrying amount of these financial assets and liabilities approximate the fair value

(c) Financial risk management

Risk is an inherent part of the Company's business activity The Company seeks to identify, assess, monitor and manage each of the various types of risk involved in its activities, in accordance with defined policies and procedures.

EIH Management Services B.V.
Notes to the Financial Statements (continued)
For the year ended 31 March 2018
(For internal purposes)
(Expressed in Euros)

2. Summary of Significant Accounting Policies (continued)

(d) Foreign Currencies Translation

Transactions in foreign currency are initially recorded in the functional currency by applying the exchange rates ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated into Euros at the exchange rates ruling at the balance date

Non-monetary items measured at fair value in a foreign currency in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of the initial transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined

Exchange gains and losses on foreign currency translation are dealt with in the Statement of Comprehensive Income account.

(e) Cash and Cash Equivalents

Cash and cash equivalents in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value

(f) Receivables

Receivables, which generally have 30-60 day terms, are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less an allowance for impairment

(g) Investments

Investments in subsidiaries and associates are recorded at cost, less provision for any permanent diminution in value

(h) Deferred Taxation

Deferred taxation is calculated under the liability method in respect of the taxation effect arising from all timing differences between profit as computed for taxation purposes and profit as stated in the financial statements which are expected with reasonable probability to crystallise in the foreseeable future

(i) Changes in accounting policies and disclosures

The accounting policies adopted are consistent with those of the previous financial year. The impact of issued and effective accounting standards is not material to the Company

EIH Management Services B.V.
Notes to the Financial Statements (continued)
For the year ended 31 March 2018
(For internal purposes)
(Expressed in Euros)

2. Summary of Significant Accounting Policies (continued)

(i) Contributed Equity

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds

(j) Revenue recognition

Revenue is recognised and measured at the fair value of the consideration received or receivable to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured

Revenue from management and service fees received as hotel operators and managers for services rendered is recognised by reference to the billing to the customers.

3. Management Fee Income

Turnover represents management fee income

4. Investments

Investments represent equity interests and advances to related companies. Investments are as follows

Name	Place of Incorporation	Percentage of equity attributable to the Company	€
PT Waka Oberoi Indonesia	Indonesia	57.03%	2,549,683
PT Widja Putra Karya	Indonesia	48.89%	7,632,705

5. Amount due from related party

The amount due from related party is comprised of an amount due from PT Waka Oberoi Indonesia of Euros 3,684,306 (US \$4,539,323)

The above amount represents a loan to PT Waka Oberoi Indonesia for a nominal amount of US\$26,016,500 and was non-interest bearing until amended to bear interest of 11.5% per annum starting 1 April, 2017. The terms of the loan as per the Settlement Agreement, grants the Company the right to convert the Loan into equity of PT Waka Oberoi Indonesia

EIH Management Services B.V.
Notes to the Financial Statements (continued)
For the year ended 31 March 2018
(For internal purposes)
(Expressed in Euros)

The shareholders of PT Waka Oberoi Indonesia passed resolutions to convert the loan to capital of PT Waka Oberoi Indonesia in March 2018, which remains subject to approval by the Ministry of Finance, Indonesia

6. Amount due to related party

The amount which represents loans of US\$15,749,365 due to EIH Investment N V, and is unsecured. The loan of US\$10,866,542 bears an interest of 5% per annum and loan of US\$4,882,823 bears interest at LIBOR + 2% per annum. The interest on these loans for the year 2017/18 is waived.

7. Staff numbers and employment costs

During the year under review, the Company did not employ any personnel and, consequently, no payments for wages, salaries or social security were made. The Board of Directors consisted of one member, who served without remuneration. The Company does not have a Supervisory Board of Directors.

8. Appropriation of results

Management proposes to accumulate the net result for the year to the retained earnings.

9. Events after Statement of Financial Position Date

No material subsequent events or transactions have been identified.

10. Commitments and Contingencies

There are no outstanding commitments and contingencies at year end.

EIH Management Services B.V.
Notes to the Financial Statements (continued)
For the year ended 31 March 2018
(For internal purposes)
(Expressed in Euros)

11. Auditor's Remuneration

	<u>31-Mar-18</u>	<u>31-Mar-17</u>
	€	€
Amounts received or due and receivable for:		
- an audit or review of the financial report of the Company and any other entity in the Company	-	-
- other services in relation to the Company and any other entity in the Company	-	-
	<u>-</u>	<u>-</u>

Auditors' remuneration for the year was borne by a related party