

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



## **INTERNATIONAL ENTERTAINMENT CORPORATION**

**國際娛樂有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 01009)**

### **VOLUNTARY ANNOUNCEMENT BUSINESS UPDATE – ENTERING INTO A LEASE AGREEMENT**

This is a voluntary announcement made by International Entertainment Corporation (the “Company”, together with its subsidiaries, the “Group”) to provide the shareholders of the Company and potential investors an update on the business operations of the Group.

The board (the “Board”) of directors (the “Directors”) of the Company is pleased to announce that on 18 December 2015, Marina Square Properties, Inc. (“MSPI”), an indirect non-wholly owned subsidiary of the Company operating in the Republic of the Philippines (the “Philippines”), as lessor entered into a lease agreement (the “Lease Agreement”) with Philippine Amusement and Gaming Corporation (“PAGCOR”), a corporation incorporated in the Philippines and controlled and owned by the government of the Philippines, as lessee for the renewal of the existing lease of certain premises (the “Leased Premises”) located within the hotel complex in Manila, the Philippines. The existing lease of the Leased Premises will expire on 31 March 2016 and the term of the Lease Agreement will commence from 1 April 2016 and expire on the earlier of 31 March 2031 or upon the total rent accruing against and/or payable by PAGCOR to MSPI under the Lease Agreement reaching an aggregate of Philippine Pesos 24,500,000,000 (equivalent to approximately HK\$3,999,216,000, based on the exchange rate of HK\$1.00 to Philippine Pesos 6.1262). To the best of the knowledge, information and belief of the Directors after making all reasonable enquiries, PAGCOR is a third party independent of and not connected with the Company and its connected persons (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited).

Pursuant to the Lease Agreement, in consideration of MSPI providing PAGCOR with the Leased Premises for gaming and/or support functions for gaming (the “Gaming Premises”) and office space for PAGCOR’s executive headquarters and other general office administration functions, PAGCOR will pay a monthly rent to MSPI in an amount equivalent to the higher of a fixed base amount or an agreed percentage of net gaming revenue generated from the local gaming area of the casino operated by PAGCOR in the Gaming Premises in that calendar month. The monthly rent payable by PAGCOR under the Lease Agreement is the same as that payable under the existing lease of the Leased Premises.

The principal activities of the Group are hotel operations, and leasing of properties for casino and ancillary leisure and entertainment operations. The entering into of the Lease Agreement is in the ordinary and usual course of business of the Group, and it is expected that the leasing of properties will continue to contribute significantly towards the Group’s revenue and results.

By order of the Board  
**International Entertainment Corporation**  
**Dr. Cheng Kar Shun**  
*Chairman*

Hong Kong, 18 December 2015

*As at the date of this announcement, the Board comprises seven executive Directors, namely Dr. Cheng Kar Shun, Mr. Lo Lin Shing, Simon, Mr. To Hin Tsun, Gerald, Mr. Cheng Kam Chiu, Stewart, Mr. Cheng Kam Biu, Wilson, Dr. Cheng Chi Kong and Mr. Cheng Chi Him, and four independent non-executive Directors, namely Mr. Cheung Hon Kit, Mr. Kwee Chong Kok, Michael, Mr. Lau Wai Piu and Mr. Tsui Hing Chuen, William.*