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FAR EAST CONSORTIUM INTERNATIONAL LIMITED

(Incorporated in the Cayman Islands with limited liability)

Website: <http://www.fecil.com.hk>

(Stock Code: 35)

ANNOUNCEMENT CONNECTED PARTY TRANSACTION IN RELATION TO APPOINTMENT OF MAYLAND CENTURY SDN BHD AS EXCLUSIVE SALES AND MARKETING CONSULTANT FOR DORSETT RESIDENCE SERVICED APARTMENTS IN KUALA LUMPUR, MALAYSIA

On 26 June 2014, a wholly owned subsidiary of the Company, Dorsett Bukit Bintang Sdn Bhd (“**Dorsett Bukit Bintang**”) entered into an Agreement (“**Agreement**”) with Mayland Century Sdn Bhd (“**Mayland Century**”) whereby Mayland Century was appointed the exclusive sales and marketing consultant for all the units of serviced apartments (“**Apartments**”) of a 30-storey residential building to be built on the land known as Lot No.470 Section 67 (“**Land**”), Kuala Lumpur, Malaysia (“**Project**”). The Land is a parcel of land fronting Jalan Imbi, to the immediate south-west of Dorsett Regency Hotel, Kuala Lumpur, Malaysia. Jalan Imbi is a prime commercial area within the Commercial Business District of Kuala Lumpur. The site area of the Land is approximately 1,643.982 square meters (17,696 square feet). Under the Agreement, Mayland Century will be responsible for the sales, marketing, promotion, advertising and administration of sale of all the Apartments and Dorsett Bukit Bintang will pay Mayland Century Marketing Consultancy Fees (“**Marketing Consultancy Fees**”) calculated at the rate of 1.0% on the net selling price of each Apartments (net selling price means the selling price of each Apartment after deduction of sales rebates and bumiputra discount). Marketing Consultancy Fees will be payable upon achieving successful sales as defined in the Agreement (“**Successful Sales**”) and the estimated amount of the Marketing Consultancy Fees will be approximately RM3,710,700.00 (equivalent to approximately HK\$8,794,000). In addition, Dorsett Bukit Bintang will pay Mayland Century an Administration Fees (“**Administration Fees**”) at the rate of 0.5% of the Gross

Development Value of the Project calculated to be approximately RM1,995,000 (equivalent to approximately HK\$4,728,000). The estimated total amount of Marketing Consultancy Fees and Administrative Fees payable to Mayland Century when all Apartments are sold will be approximately RM5,705,700 (equivalent to approximately HK\$13,522,000).

APPOINTMENT OF MAYLAND CENTURY AS EXCLUSIVE SALES AND MARKETING AGENT

On 26 June 2014, Dorsett Bukit Bintang entered into the Agreement with Mayland Century, whereby Mayland Century was appointed the exclusive sales & marketing consultant for the Apartments.

SUMMARY OF THE TERMS OF APPOINTMENT

Pursuant to the Agreement, Dorsett Bukit Bintang appointed Mayland Century as the exclusive sales & marketing consultant for the Apartments whereby Mayland Century would be responsible for the sales, marketing, promotion, advertising and administration of sale of all the Apartments (both within and outside Malaysia) and Mayland Century will carry out the duties and responsibilities set out in Appendix A to the Agreement.

Marketing Consultancy Fees & Administration Fees:

Dorsett Bukit Bintang will pay Mayland Century the Marketing Consultancy Fees calculated at the rate of 1.0% on the net selling price of each unit of the Apartments (means the selling price of each unit of the Apartments after deduction of sales rebates and bumiputra discount). The estimated amount of the Marketing Consultancy Fees will be approximately RM3,710,700.00 (equivalent to approximately HK\$8,794,000) and payable upon Successful Sales. In addition, the Dorsett Bukit Bintang will pay Mayland Century an Administration Fees at the rate of 0.5% of the Gross Development Value calculated to be approximately RM1,995,000 (equivalent to approximately HK\$4,728,000). The estimated aggregate amount of Marketing Consultancy Fees and Administrative Fees will total approximately RM5,705,700 (equivalent to approximately HK\$13,522,000).

Tenure:

The appointment of Mayland Century shall expire, cease and/or be terminated upon Successful Sales of all units of the Apartments and shall be subject to parties' right of early termination by two (2) weeks prior written notice.

REASONS FOR AND BENEFITS OF APPOINTING MAYLAND CENTURY

Mayland Century's parent company, Malaysia Land Properties Sdn Bhd ("**Malaysia Land Properties**"), is a property development company founded in 1995 and is one of the largest property developers in Malaysia. It has completed and delivered over 20,000 units of residential and commercial properties in Malaysia, and is the leading developer of condominiums and serviced apartments. Malaysia Land Properties has significant developments in prime areas in Malaysia such as Kuala Lumpur, Selangor, Johor and Putrajaya. Malaysia Land Properties has the local expertise and experience in the sales and marketing of property development projects in Malaysia.

The Directors of the Company consider it necessary to appoint a local Malaysian sales and marketing consultant with proven track record and knowledge of the Malaysian market to promote, market and sell the Apartments. Malaysia Land Properties has a strong reputation in sales and marketing of residential and commercial properties and given its in depth knowledge of the Malaysian real estate market, the Directors of the Company agreed that Mayland Century be appointed as the exclusive sales and marketing consultant for the Apartments.

The terms of the Agreement were negotiated between the parties at arm's length. The Directors of the Company (including the independent non-executive directors) are of the view that the terms of the Agreement are fair and reasonable and in the interests of the Company and the shareholders of the Company (including independent shareholders) as a whole. Tan Sri Dato' David CHIU abstained from voting on the board resolution in relation to the appointment and none of the other directors of the Company have a material interest in the Agreement and the transactions contemplated thereunder.

The principal activities of the Company and its subsidiaries are property development and investment, car park operation and treasury management.

The principal business activities of Mayland Century's group of companies are property development and sale and marketing of properties in Malaysia.

IMPLICATIONS UNDER THE LISTING RULES

Dorsett Bukit Bintang is a wholly-owned subsidiary of the Company. Mayland Century is a wholly owned subsidiary of Malaysia Land Properties which is wholly-owned by Prestige Aspect Sdn Bhd, a company owned by Tan Sri Dato' David CHIU as to approximately 63.57%. Tan Sri Dato' David CHIU is an executive director, chief executive officer and controlling shareholder of the Company. Mayland Century is therefore a connected person of the Company under the Rules Governing the Listing of the Securities on The Stock Exchange

of Hong Kong Limited (“**Listing Rules**”) and the entering into the Agreement constitutes a connected party transaction for the Company. As all the applicable percentage ratio(s) (as referred to in the Listing Rules) of the transaction is/are less than 5%, the entering into the Agreement is subject to announcement and reporting but is exempt from independent shareholders’ approval under the Listing Rules.

Unless otherwise specified in this announcement, amounts denominated in RM have been converted into Hong Kong dollars at the rate of RM1.00:HK\$2.37 and are shown for reference only. No representation are made that any amounts are accurate or that it can be or could have been converted at the relevant dates at the above rate or any other rates at all.

By order of the Board of
Far East Consortium International Limited
Boswell Wai Hung CHEUNG
Chief Financial Officer and Company Secretary

Hong Kong, 26 June 2014

As at the date of this announcement, the Board comprises five executive directors, namely Tan Sri Dato’ David CHIU, Mr. Cheong Thard HOONG, Mr. Chi Hing CHAN, Mr. Dennis CHIU and Mr. Craig Grenfell WILLIAMS; one non-executive director, Mr. Daniel Tat Jung CHIU; and three independent non-executive directors, namely Mr. Kwok Wai CHAN, Mr. Peter Man Kong WONG and Mr. Kwong Siu LAM.