

SGXNET

FRASER AND NEAVE, LIMITED ANNOUNCEMENT

Establishment of Joint Venture Company

Pursuant to Rule 704(15)(c) of the Listing Manual, Fraser and Neave, Limited (the “**Company**”) announces that its wholly-owned subsidiary, Frasers Centrepoint Limited (formerly known as Centrepoint Properties Ltd), has through its subsidiary, Frasers (UK) Pte Ltd (“**Frasers UK**”), entered into a joint venture agreement with two UK corporations, Fairbriar PLC (“**Fairbriar**”) and Tulloch Limited (“**Tulloch**”), in relation to the establishment of a joint venture company (“**JVC**”) to be named “Islington Theatre Developments Limited” in the UK. Fairbriar is an associated company of Frasers UK in which Frasers UK has a 33.33% shareholding interest.

Frasers UK, Fairbriar and Tulloch will hold 16.67%, 50% and 33.33% respectively in the share capital of JVC by subscribing for fifteen (15), forty-five (45) and thirty (30) ordinary shares of £1 each respectively at par in JVC. Frasers UK’s effective interest in JVC will be approximately 33.33%. Frasers UK will also advance a shareholders’ loan of £500,000, in proportion to its shareholding, to JVC.

JVC will undertake the development of the property known as the Collins Theatre situated in Islington, London, UK (the “**Project**”), which is held by Fairbriar’s wholly owned subsidiary, Fairbriar Islington Limited. It is proposed that the Project will comprise 70 apartments, a penthouse and two 3-bedroom houses, along with a 600-seat theatre fronting Islington Green.

The transaction is not expected to have any material effect on the net tangible assets per share or earnings per share of the Group for the current financial year.

None of the Directors or substantial shareholders of the Company has any interest, directly or indirectly, in the transaction.

Anthony Cheong Fook Seng
Group Company Secretary
2 February 2006