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Miscellaneous

* Asterisks denote mandatory information

Name of Announcer *	CITY DEVELOPMENTS LIMITED
Company Registration No.	196300316Z
Announcement submitted on behalf of	CITY DEVELOPMENTS LIMITED
Announcement is submitted with respect to *	CITY DEVELOPMENTS LIMITED
Announcement is submitted by *	Shufen Loh @ Catherine Shufen Loh
Designation *	Company Secretary
Date & Time of Broadcast	23-Dec-2013 21:15:44
Announcement No.	00179


>> Announcement Details

The details of the announcement start here ...

Announcement Title * Announcement by subsidiary, Millennium & Copthorne Hotels plc, on Recognition of Revenues and Costs arising from the Glyndebourne Development

Description Please refer to the attached announcement issued by Millennium & Copthorne Hotels plc on 23 December 2013.

Attachments

 [23122013_Revenue_and_Cost_Recognition_on_Glyndebourne.pdf](#)
Total size = **21K**
(2048K size limit recommended)

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Recognition of Revenues and Costs arising from the Glyndebourne Development

Millennium & Copthorne Hotels plc (“M&C”) is pleased to announce that Singapore’s Building and Construction Authority has on 23 December 2013 granted a temporary occupation permit (“TOP”) to the Glyndebourne residential development, a project developed by a subsidiary of M&C. Glyndebourne, which was constructed on the site of the former Copthorne Orchid Hotel in Singapore, includes 150 condominium apartments, of which 147 have been sold.

As previously reported, under international accounting standards the granting of the TOP enables M&C to recognise revenues and costs arising from the development. The revenue and cost recognition will result in a significant one-time increase in M&C’s revenues and operating profits for the fourth quarter of 2013 and for the full 2013 financial reporting year. Revenues from the Glyndebourne apartment sales totalled approximately S\$537m (£274m) and M&C’s pre-tax profits for the year are estimated to increase by £130m to £140m as a result of the transaction. The tax rate applicable to the transaction is likely to be lower than the Group’s underlying effective tax rate. Revenue and profit for the 3 remaining apartments will be recognised when sold.

M&C Chairman Kwek Leng Beng said, “In line with our asset management strategy, the Copthorne Orchid Hotel was re-developed because, as one of the Group’s older hotels in Singapore, it required significant capital expenditure that we did not consider likely to generate sufficient returns over the medium term. This was mainly because the hotel’s surrounding location had become increasingly residential over the years since the hotel was constructed. Converting the site to residential use was an attractive alternative, which has delivered excellent value for our shareholders.”

Enquiries:

Millennium & Copthorne Hotels plc

Tel: +44 (0) 20 7872 2444

Jonathon Grech, Group General Counsel and Company Secretary

John Chang, Chief Financial Officer

Peter Krijgsman – Financial Communications (Media)