

LUX ISLAND RESORTS LTD

COMMUNIQUE

The Board of Directors of Lux Island Resorts Ltd is pleased to announce that its subsidiary, LUX Hospitality Ltd, has signed a long term Hotel Management Services Agreement and a Technical and Advisory Services Agreement with MYC Partners Ltd, a company registered under the laws of Turkey, in connection with the design, construction and management of a luxury resort hotel comprising 60 rooms and residences located on a superb peninsula site in Bodrum, Turkey. The Hotel should open in 2017 and will be known as LUX* Bodrum, Turkey.

The signature of these agreements is in line with our defined 'asset-light strategy'.

The shareholders and the investing public are therefore advised to exercise caution when dealing in the shares of the Company and will be kept informed of any future development.

By Order of the Board

LUX Hospitality
Company Secretary

13th January 2016

This Communique is issued pursuant to Listing Rule 11.3

The Board of Directors of Lux Island Resorts Ltd accepts full responsibility for the accuracy of the information contained in this Communique.