21 October 2005

Millennium & Copthorne Hotels plc

Completion of the disposal of the Kingsgate Shopping Centre, Sydney

Millennium & Copthorne Hotels plc today announces that Kingsgate Investments Pty Limited, a subsidiary of the Group's majority owned New Zealand listed subsidiary CDL Hotels New Zealand Limited, has completed the disposal of the Kingsgate Shopping Centre at Kings Road in Sydney ('the Property') to Challenger Funds Management Ltd for a net consideration of A$19.9 million (£8.5 million) received in cash on 20 October 2005. The book value of the Property was AS$9.2 million (£3.9 million) as at 30 June 2005.

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