

Huazhu Group Limited Provides Updates on Investigation Status of the Alleged Information Leak

September 17, 2018

SHANGHAI, China, Sept. 17, 2018 (GLOBE NEWSWIRE) -- Huazhu Group Limited (NASDAQ:HTHT) ("Huazhu" or the "Company"), a leading and fast-growing multi-brand hotel group in China, today provided updates on the investigation status of the alleged information leak.

On August 28, 2018, online reports alleged that Huazhu had become the subject of potential information leak. On the same day, Huazhu made an official announcement to the public and reported the case to the police. To comply with police protocols, Huazhu has not disclosed the status of the investigation in the past several weeks. The Company sincerely appreciates the care and attention of the public during the past several weeks.

According to the latest update from the police, the police have arrested the suspects who posted the reported message on a Dark Web forum in an attempt to sell certain data. The attempted sale was not successful. The suspects also attempted to blackmail Huazhu by leveraging public pressure, without success. Further police investigation is being conducted on the subject matter.

To comply with laws and police protocols, the Company cannot disclose additional information on the case at this time. For details of issues of public concern, including whether the allegations made on the Dark Web forum by the suspects are authentic, and whether there has been an information leak, the Company is required not to make a public announcement until the completion of the police investigation.

Huazhu is committed to ensuring the safety of customer information and continuing to provide its customers with high-quality accommodations. Huazhu once again reminds investors and the public not to believe in rumors or spread unconfirmed information.

About Huazhu Group Limited

Huazhu Group Limited is a leading hotel operator and franchisor in China. As of June 30, 2018, the Company had 3,903 hotels or 393,417 rooms in operation. With a primary focus on economy and midscale hotel segments, Huazhu's brands include Hi Inn, HanTing Hotel, Elan Hotel, HanTing Premium Hotel, JI Hotel, Starway Hotel, Joya Hotel, Crystal Orange Hotel, Orange Hotel Select, Orange Hotel and Manxin Hotel. The Company also has the rights as master franchisee for Mercure, Ibis and Ibis Styles, and co-development rights for Grand Mercure and Novotel, in the Pan-China region.

The Company's business includes leased and owned, manachised and franchised models. Under the lease and ownership model, the Company directly operates hotels typically located on leased or owned properties. Under the manachise model, the Company manages manachised hotels through the on-site hotel managers it appoints and collects fees from franchisees. Under the franchise model, the Company provides training, reservation and support services to the franchised hotels and collects fees from franchisees but does not appoint on-site hotel managers. The Company applies a consistent standard and platform across all of its hotels. As of June 30, 2018, Huazhu Group operates 22 percent of its hotel rooms under lease and ownership model, 78 percent under manachise and franchise models.

For more information, please visit the Company's website: http://ir.huazhu.com.

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