

GLOBAL HOTEL ALLIANCE ANNOUNCES 2018 RESULTS

Another strong year of growth, reinforced by new shareholders and a rapidly-growing shared customer base of nearly 14 million members

Dubai, United Arab Emirates, 24th February 2019: Following Minor Hotel Group and Pan Pacific Hotels Group becoming new shareholders at the end of last year, Global Hotel Alliance ("GHA"), the world's largest alliance of independent hotel brands and operator of the award-winning, multibrand loyalty programme, DISCOVERY, today revealed another strong performance in 2018, as it embarks on a year of activities to mark its 15th anniversary.

Overall like-for-like room-revenue produced by its DISCOVERY loyalty programme members increased by over 10% to US\$1.6 billion, of which cross-brand revenue (i.e. revenue produced by members who enrolled at one brand and then stayed at another) grew 17% to reach US\$108 million. In the best performing hotels, the DISCOVERY programme is now producing more than half of total room-nights sold and adding up to 8% in incremental occupancy from cross-brand customers.

The rise in revenues was driven largely by a further 21% growth in DISCOVERY membership, which reached 13.6 million members by the end of 2018. Six million of those members reside in North America, but there was strong growth in Asia (now 2.3 million members), Europe (2.2 million) and more stellar growth in Australasia (1.3 million).

In 2018 elite tier customers (DISCOVERY Black- and Platinum-level members) represented 2.6% of the active member database but produced US\$400 million.

GHA's CEO, Chris Hartley feels the alliance is reaching maturity, but still has significant growth potential: "In an industry that consolidated faster than ever in 2018, our alliance's performance demonstrated that there is a well-established and attractive alternative global platform for brands wishing to remain independent. We offer the scale and reach of the mega-players at a lower cost, while leaving our member brands to build their own individual identities. We believe we are now the natural choice for the independent brand sector."

In terms of channel, more DISCOVERY members booked direct than ever before with a **24% growth in rooms revenue booked on discoveryloyalty.com**. The new DISCOVERY app saw a **100% increase** in bookings to over \$1m a month. DISCOVERY members who booked direct did so **at a rate premium of 47%** over the average DISCOVERY rate, which was despite the popular 10% direct booking discount benefit launched in 2017, that is now available in most of the 500 hotels participating in the DISCOVERY programme.

Local Experiences, DISCOVERY's innovative rewards, are now more widely embraced by members than ever before. 2018 saw a further **25% growth** in Black- and a **37% growth** in Platinum-level Local Experience redemptions respectively.

In terms of destination performance, **Dubai led the way with 26% growth** in cross-brand bookings, while **London**, helped by a weak pound, was up 20%; and **Bangkok** continues to attract travellers from around the world and saw 15% growth.

While 87 new hotels joined the DISCOVERY portfolio in 2018, the three most popular hotels booked on the DISCOVERY website in 2018 were **Pan Pacific Singapore**, **Hotel Adlon Kempinski Berlin** and **Outrigger Waikiki Beach Resort** in **Honolulu**.



Editor's Notes:

About Global Hotel Alliance

Global Hotel Alliance (GHA) is the world's largest alliance of independent hotel brands, bringing together more than 30 brands with over 500 hotels in 75 countries. GHA uses a shared technology platform to drive incremental revenues and create cost savings for its member brands. GHA's award-winning loyalty programme, DISCOVERY, provides 13 million members exclusive opportunities to immerse themselves in local culture wherever they travel. GHA's hotel brands currently include: Alila, Anantara, Atura, Avani, Corinthia, Discovery Destinations, Doyle, Elewana, GLO, JA Resorts, Kempinski, Leela, Lungarno, Marco Polo, Meritage, Meydan, Mysk, Niccolo, NUO, Oaks, Omni, Outrigger, Pan Pacific, PARKROYAL, QT, The Residence by Cenizaro, Rydges, Shaza, Thon, Tivoli, Ultratravel Collection and Viceroy. For more information, visit globalhotelalliance.com

About DISCOVERY Loyalty

A memorable trip demands more than a comfortable stay. DISCOVERY, an award-winning global loyalty programme, provides 13 million members recognition and perks across over 500 hotels, resorts and palaces in 75 countries. Elite members have the opportunity to immerse themselves in local culture through *Local Experiences*, distinctive activities that capture an authentic taste of each destination. For more information, visit discoveryloyalty.com

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