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This announcement is made in response to the recent increases in the price and trading volume of the ordinary shares of Paliburg Holdings Limited.

This statement is made at the request of The Stock Exchange of Hong Kong Limited.

The Board of Directors (the "Directors") of Paliburg Holdings Limited (the "Company") has noted the recent increases in the price and trading volume of the ordinary shares of the Company and wishes to state that the Directors are not aware of any reasons for such increases, save for:

- (1) the information disclosed in the Announcement of 2002 Group Results dated 17th April, 2003 and the subsequent announcement dated 7th July, 2003 made by the Company; and
- (2) the exercise of the exchange rights attaching to 400,000,000 Series B Exchangeable Preference Shares of Almighty International Limited ("Almighty"), a wholly owned subsidiary of Century City International Holdings Limited ("Century") (the ultimate listed holding company of the Company), held by Select Wise Holdings Limited ("Select Wise") on 11th August, 2003, pursuant to which 100,000,000 ordinary shares of the Company are transferred from Almighty to Select Wise (the "Share Exchange").

Select Wise is a company controlled by Ms. Lo Po Man, a director of certain subsidiaries of Regal Hotels International Holdings Limited ("Regal"), the listed subsidiary of the Company, and the daughter of Mr. Lo Yuk Sui, the chairman of Century, the Company and Regal and the controlling shareholder of Century. Details relating to the transactions involving the issuance of Series B Exchangeable Preference Shares of Almighty to Select Wise were disclosed in the joint announcement dated 2nd August, 2002 made by Century, the Company and Regal.

Immediately before the Share Exchange, as disclosed pursuant to Part XV of the Securities and Futures Ordinance, Select Wise directly and indirectly holds interests in 203,546,000 ordinary shares of the Company, representing approximately 5.39% of the existing issued ordinary share capital of the Company, and derivative interests in 500,000,000 ordinary shares of the Company, representing approximately 13.23% of the existing issued ordinary share capital of the Company. Immediately following the Share Exchange, Select Wise directly and indirectly holds interests in 303,546,000 ordinary shares of the Company, representing approximately 8.03% of the existing issued ordinary share capital of the Company, and derivative interests in 400,000,000 ordinary shares of the Company, representing approximately 10.59% of the existing issued ordinary share capital of the Company.

Immediately before and after the Share Exchange, Century and its associates (as defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules")) hold approximately 69.52% and 66.87% of the existing issued ordinary shares of the Company respectively. Based on the existing shareholding structure of the Company, the percentage of the existing issued ordinary shares of the Company held by the public remains above the minimum 25% as required by Rule 8.08 of the Listing Rules after the Share Exchange.

Save as above, the Directors confirm that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under paragraph 3 of the Listing Agreement, neither is the Board of Directors of the Company aware of any matter discloseable under the general obligation imposed by paragraph 2 of the Listing Agreement, which is or may be of a price-sensitive nature.

Made by the order of the Board of the Company, the Directors of which individually and jointly accept responsibility for the accuracy of this statement.

By Order of the Board
Paliburg Holdings Limited
Eliza Lam Sau Fun
Secretary

Hong Kong, 11th August, 2003