

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09(2) of the Listing Rules and Inside Information Provisions under Part XIVA of the SFO.

The Board wishes to inform the shareholders of the Company and potential investors that, based on the preliminary review by the Company's management on the unaudited consolidated management accounts of the Group for the six months ended 30th June, 2013, it is expected that the profit of the Group for the six months ended 30th June, 2013 will be substantially lower than that reported for the corresponding period in 2012.

As explained in the interim report of the Company for the six months ended 30th June, 2012, the substantial profit recorded in that period was principally attributable to the one-off net accounting gain recognised by the Group on consolidating Regal, previously a listed associate of the Company, based on the fair values of the assets and liabilities of Regal as at 7th May, 2012, the date when Regal became a subsidiary of the Company.

Moreover, it should be noted that the Group's hotel properties will continue to be subject to substantial depreciation charges which, though not having any impact on cash flow, have adversely affected the profit performance of the Group for the period under review.

The unaudited condensed consolidated financial statements of the Group for the six months ended 30th June, 2013 are still being finalised. The interim results announcement of the Group for the six months ended 30th June, 2013 is expected to be published on 26th August, 2013.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

This announcement is made by Paliburg Holdings Limited (the “Company”, and together with its subsidiaries, the “Group”) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”) and Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the laws of Hong Kong) (“SFO”).

The board of directors of the Company (the “Board”) wishes to inform the shareholders of the Company and potential investors that, based on the preliminary review by the Company’s management on the unaudited consolidated management accounts of the Group for the six months ended 30th June, 2013, it is expected that the profit of the Group for the six months ended 30th June, 2013 will be substantially lower than that reported for the corresponding period in 2012.

As explained in the interim report of the Company for the six months ended 30th June, 2012, the substantial profit recorded in that period was principally attributable to the one-off net accounting gain recognised by the Group, on consolidating Regal Hotels International Holdings Limited (“Regal”), previously a listed associate of the Company, based on the fair values of the assets and liabilities of Regal as at 7th May, 2012, the date when Regal became a subsidiary of the Company.

Moreover, it should be noted that the Group’s hotel properties will continue to be subject to substantial depreciation charges which, though not having any impact on cash flow, have adversely affected the profit performance of the Group for the period under review.

This profit warning announcement is only based on the preliminary review by the Company’s management on the unaudited consolidated management accounts of the Group for the six months ended 30th June, 2013, which are being reviewed by the Company’s independent auditors. The unaudited condensed consolidated financial statements of the Group for the six months ended 30th June, 2013 are still being finalised. The interim results announcement of the Group for the six months ended 30th June, 2013 is expected to be published on 26th August, 2013.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

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

Hong Kong, 15th August, 2013

As at the date of this announcement, the Board comprises the following members:

Executive Directors:

Mr. LO Yuk Sui
(Chairman and Chief Executive Officer)
Mr. Donald FAN Tung
(Chief Operating Officer)
Mr. Jimmy LO Chun To
Miss LO Po Man
Mr. Kenneth NG Kwai Kai
Mr. Kenneth WONG Po Man

**Independent Non-Executive
Directors:**

Mr. Bowen Joseph LEUNG Po Wing,
GBS, JP
Mr. NG Siu Chan
Hon Abraham SHEK Lai Him, GBS, JP
Mr. WONG Chi Keung