

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 financial year ended 31st December, 2013, it is expected that the profit of the Group for the financial year ended 31st December, 2013 will be substantially lower than that reported for the preceding year.

As the substantial profit achieved by the Group in 2012 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 (as already disclosed in the interim report of the Company for the six months ended 30th June, 2013), it is expected that the Group's profit for 2013 will be substantially lower than that of 2012. Moreover, as also previously explained, the hotel properties of the Group are classified in the financial statements as property, plant and equipment and subject to depreciation charges to accord to the accounting standards. Though such depreciation charges have no cash flow impact, they would nonetheless adversely affect the profit of the Group for the year under review.

The audited consolidated financial statements of the Group for the financial year ended 31st December, 2013 are still being finalised. The final results announcement of the Group for the financial year ended 31st December, 2013 will be published on 31st March, 2014.

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 financial year ended 31st December, 2013, it is expected that the profit of the Group for the financial year ended 31st December, 2013 will be substantially lower than that reported for the preceding year.

As the substantial profit achieved by the Group in 2012 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 (as already disclosed in the interim report of the Company for the six months ended 30th June, 2013), it is expected that the Group’s profit for 2013 will be substantially lower than that of 2012. Moreover, as also previously explained, the hotel properties of the Group are classified in the financial statements as property, plant and equipment and subject to depreciation charges to accord to the accounting standards. Though such depreciation charges have no cash flow impact, they would nonetheless adversely affect the profit of the Group for the year under review.

This profit warning announcement is only based on the unaudited consolidated management accounts of the Group for the financial year ended 31st December, 2013, the audit of which is currently being conducted by the Company’s independent auditors. The audited consolidated financial statements of the Group for the financial year ended 31st December, 2013 are still being finalised. The final results announcement of the Group for the financial year ended 31st December, 2013 will be published on 31st March, 2014.

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, 21st March, 2014

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. Jimmy LO Chun To

(Vice Chairman and Managing Director)

Mr. Donald FAN Tung

(Chief Operating Officer)

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