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PLACING OF EXISTING SHARES AND SUBSCRIPTION FOR NEW SHARES

On 22nd October, 2003, the Placing Agent agreed to place, on a fully underwritten basis, 150,000,000 existing Shares at a price of HK\$0.113 per Share on behalf of Almighty, a wholly owned subsidiary of Century. The 150,000,000 existing Shares represent approximately 3.97% of the existing issued ordinary share capital of the Company and approximately 3.82% of the issued ordinary share capital of the Company as enlarged by the Subscription. The Placing is fully underwritten by the Placing Agent, subject to usual force majeure provisions. The Placing Shares will be placed by the Placing Agent to six or more independent professional, institutional and/or individual investors.

On 22nd October, 2003, Almighty entered into a conditional agreement with the Company for the subscription of 150,000,000 new Shares at the same price of HK\$0.113 per Share. The 150,000,000 new Shares represent approximately 3.97% of the existing issued ordinary share capital of the Company and approximately 3.82% of the issued ordinary share capital of the Company as enlarged by the Subscription.

Century holds through its wholly owned subsidiaries (including Almighty) approximately 66.87% of the issued ordinary share capital of the Company as at the date of this announcement. Assuming that there will be no change to the shareholding structure of the Company before completion of the Placing Agreement and the Subscription Agreement, the shareholding of Century in the issued ordinary share capital of the Company will be reduced from approximately 66.87% to approximately 62.90% immediately upon completion of the Placing but before completion of the Subscription and will be increased from approximately 62.90% to approximately 64.32% immediately upon completion of the Placing and the Subscription.

The Company intends to use the estimated net proceeds of the Subscription of approximately HK\$16.5 million for investment purposes. The Company has been reviewing a number of investment opportunities, but no agreement has yet been reached on any specific investment proposals. In the event that no investment proposal is proceeded with, such net proceeds will be retained for general working capital purposes.

PLACING AGREEMENT DATED 22ND OCTOBER, 2003

Vendor:

As at the date of this announcement, Almighty holds 1,160,000,000 Shares, representing approximately 30.70% of the existing issued ordinary share capital of the Company. As at the date of this announcement, the existing issued ordinary share capital of the Company comprises 3,778,497,452 Shares. Century holds through its wholly owned subsidiaries (including Almighty) approximately 66.87% of the issued ordinary share capital of the Company.

Placing Agent and Underwriter:

The Placing Agent is independent of and not connected with Almighty. It is also independent of and not connected with the directors, chief executive or substantial shareholders of the Company and its subsidiaries or any of their respective associates.

The Placing is unconditional and fully underwritten by the Placing Agent, subject to usual force majeure provisions. The Placing Agent will receive a placement commission of 2% of the gross proceeds of the Placing.

Number of Shares to be placed:

150,000,000 existing Shares, representing approximately 3.97% of the existing issued ordinary share capital of the Company and approximately 3.82% of the issued ordinary share capital of the Company as enlarged by the Subscription. The Placing Shares are beneficially owned by Almighty.

Placing Price:

HK\$0.113 per Share, representing (i) a discount of approximately 8.87% to the closing price of HK\$0.124 per Share quoted on the Stock Exchange on the date of this announcement and the date on which the Placing Agreement is entered into and (ii) a discount of approximately 13.74% to the average closing price of HK\$0.131 per Share as quoted on the Stock Exchange for the last 10 trading days up to and including 22nd October, 2003. The Placing Price is determined after arm's length negotiation between Almighty and the Placing Agent and the board of directors of the Company considers that the Placing Price is fair and reasonable based on the market price of the Shares.

Places:

The Placing will be made to six or more independent professional, institutional and/or individual investors to be procured by the Placing Agent.

The places to be procured by the Placing Agent are independent of and not connected with the directors, chief executive or substantial shareholders of the Company or its subsidiaries or any of their respective associates.

Completion of the Placing:

On 27th October, 2003 (or such later date as the parties may mutually agree).

SUBSCRIPTION AGREEMENT DATED 22ND OCTOBER, 2003

Subscriber:

Almighty, a wholly owned subsidiary of Century

Issuer:

The Company

Number of new Shares to be subscribed for:

150,000,000 new Shares to be subscribed by Almighty representing approximately 3.97% of the existing issued ordinary share capital of the Company and approximately 3.82% of the issued ordinary share capital of the Company as enlarged by the Subscription.

Subscription Price:

HK\$0.113 per Subscription Share.

Costs and Expenses:

The Company will bear all the costs and expenses incurred in respect of the Placing by fully reimbursing to Almighty such costs and expenses. The estimated costs and expenses for the Placing and the Subscription to be borne by the Company will be approximately HK\$0.4 million.

Mandate to issue the new Shares:

The Subscription Shares are to be issued under the general mandate to allot, issue and deal with Shares granted to the directors of the Company at the Company's annual general meeting held on 12th June, 2003. The Company has not issued any Shares pursuant to such mandate prior to the Subscription.

Ranking of the new Shares:

The Subscription Shares, when fully paid, will rank pari passu in all respects with the Shares in issue at the time of the issue and allotment of the Subscription Shares.

Conditions of the Subscription:

The Subscription is conditional upon:

1. completion of the Placing; and
2. the Listing Committee of the Stock Exchange granting the listing of and permission to deal in the Subscription Shares.

The Company will apply to the Listing Committee of the Stock Exchange for the listing of, and permission to deal in, the Subscription Shares.

Completion of the Subscription:

Completion of the Subscription will take place upon the fulfilment of all conditions listed above and within 14 days from the date of the Placing Agreement, that is, on or before 4th November, 2003 (or such later date as the parties may mutually agree and always subject to full compliance with the Listing Rules), failing which the Subscription shall cease and terminate.

REASON FOR THE PLACING AND THE SUBSCRIPTION AND USE OF PROCEEDS OF THE SUBSCRIPTION

The directors of the Company consider that the Placing and the Subscription represent a good opportunity to raise capital for the Company while broadening the shareholder and capital base of the Company. The Company intends to use the estimated net proceeds of the Subscription of approximately HK\$16.5 million for investment purposes. The Company has been reviewing a number of investment opportunities, but no agreement has yet been reached on any specific investment proposals. In the event that no investment proposal is proceeded with, such net proceeds will be retained for general working capital purposes.

PREVIOUS FUND RAISING EXERCISE

During the twelve months prior to the date of this announcement, the Company had not carried out any fund raising exercise.

CENTURY'S INTEREST IN THE COMPANY

Assuming that there will be no change to the shareholding structure of the Company before completion of the Placing Agreement and the Subscription Agreement, the shareholding of Century in the issued ordinary share capital of the Company will be reduced from approximately 66.87% to approximately 62.90% immediately upon completion of the Placing but before completion of the Subscription and will be increased from approximately 62.90% to approximately 64.32% immediately upon completion of the Placing and the Subscription.

DEFINITIONS

As used in this announcement, the following words and phrases have the same meanings assigned:

"Almighty"	Almighty International Limited, a wholly owned subsidiary of Century incorporated in the British Virgin Islands with limited liability
"associates"	has the meaning as ascribed in the Listing Rules
"Century"	Century City International Holdings Limited, a company incorporated in Bermuda with limited liability and the shares of which are listed on the Stock Exchange
"Company"	Paliburg Holdings Limited, a subsidiary of Century incorporated in Bermuda with limited liability and the Shares of which are listed on the Stock Exchange, in which Century holds approximately 66.87% shareholding interests
"Hong Kong"	the Hong Kong Special Administrative Region of the People's Republic of China
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange
"Placing"	the placement of 150,000,000 existing Shares by the Placing Agent to independent investors at the Placing Price
"Placing Agent"	Uni-Alpha Securities Limited, a deemed licensed corporation for types 1, 4, 6 and 9 regulated activities under the Securities and Futures Ordinance
"Placing Agreement"	The placing and underwriting agreement dated 22nd October, 2003 between Almighty and the Placing Agent in respect of the Placing
"Placing Price"	the placing price of HK\$0.113 per Share
"Placing Shares"	150,000,000 existing Shares
"Shares"	ordinary shares of HK\$0.01 each in the share capital of the Company
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Subscription"	the subscription of the Subscription Shares by Almighty
"Subscription Agreement"	the subscription agreement dated 22nd October, 2003 between the Company and Almighty in respect of the Subscription
"Subscription Price"	the subscription price of HK\$0.113 per Share
"Subscription Shares"	150,000,000 new Shares
"substantial shareholders"	has the meaning as ascribed in the Listing Rules
"HK\$"	Hong Kong dollars

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

Hong Kong, 22nd October, 2003