

CHANGES OF INDEPENDENT NON-EXECUTIVE DIRECTORS

The Board of Directors (the "Board") of Regal Hotels International Holdings Limited (the "Company" and together with its subsidiaries, the "Regal Group") announces that:

- (1) Mr. Dominic LAI and Mr. Thomas NG Wai Hung ("Mr. Thomas Ng") resigned as Independent Non-Executive Directors of the Company both with effect from 21st September, 2004; and
- (2) Ms. Alice KAN Lai Kuen ("Ms. Alice Kan") and Mr. WONG Chi Keung ("Mr. Wong") have been appointed as Independent Non-Executive Directors of the Company both with effect from 21st September, 2004.

Ms. Alice Kan, aged 49, is a shareholder and a director of Asia Investment Management Limited providing corporate advisory and investment management services and Asia Investment Research Limited involving in research work in Hong Kong and China based companies. She is a licensed person under the Securities and Futures Ordinance (the "SFO") to carry out certain regulated activities. She has over 15 years of experience in corporate finance and is well experienced in both the equity and debt markets. She held various senior positions in international and local banks and financial institutions. Ms. Alice Kan is a fellow member of The Association of Chartered Certified Accountants, a fellow member of the CPA Australia and an associate member of the Hong Kong Institute of Certified Public Accountants. She is a fellow member of the Hong Kong Institute of Directors. Ms. Alice Kan does not hold any interests in the securities of the Company within the meaning of Part XV of the SFO. She is not connected with any Directors, senior management or substantial or controlling shareholders of the Company.

Mr. Wong, aged 49, holds a master's degree in business administration from the University of Adelaide in Australia. He is a fellow member of The Association of Chartered Certified Accountants and the CPA Australia and an associate member of The Institute of Chartered Secretaries and Administrators and The Chartered Institute of Management Accountants. Mr. Wong is also a Responsible Officer for advising on securities and corporate finance for Yue Xiu Securities Company Limited under the SFO. Mr. Wong has been appointed as an executive director, the deputy general manager, group financial controller and company secretary of Guangzhou Investment Company Limited, which is listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"), since 1994. He is also the company secretary of GZI Transport Limited, an independent non-executive director and chairman of the audit committee of PacMOS Technologies Holdings Limited, an independent non-executive director and a member of the audit committee of Great Wall Automobile Holding Company Limited and TPV Technology Limited, all of which companies are also listed on the Stock Exchange. Mr. Wong has over 28 years of experience in finance, accounting and management. Mr. Wong does not hold any interests in the securities of the Company within the meaning of Part XV of the SFO. He is not connected with any Directors, senior management or substantial or controlling shareholders of the Company.

Mr. Dominic Lai and Mr. Thomas Ng are partners of a legal firm which has from time to time rendered legal services to the Company and its connected persons. As such, they may not be able to satisfy the Stock Exchange as regards their independence as Independent Non-Executive Directors with reference to the relevant factors as set out in Rule 3.13 of Chapter 3 of the Rules Governing the Listing of Securities on the Stock Exchange which came into effect on 31st March, 2004. They have therefore resigned as Independent Non-Executive Directors of the Company. They confirmed that they did not have any disagreement with the Board and there were no circumstances connected with their resignations which need to be brought to the attention of the Stock Exchange and the shareholders of the Company.

The appointments of Ms. Alice Kan and Mr. Wong are not for any specific length, but are subject to retirement and re-election at the next annual general meeting of the Company (thereafter retirement by rotation) pursuant to the bye-laws of the Company. Neither of Ms. Alice Kan and Mr. Wong has a service contract with the Regal Group. Each of Ms. Alice Kan and Mr. Wong will be entitled to normal Director's fee in the amount of HK\$100,000 per annum in acting as a Director of the Company. As both of Ms. Alice Kan and Mr. Wong have also been appointed as members of the Audit Committee of the Company with effect from 21st September, 2004, each of them will be entitled to normal fee in the amount of HK\$50,000 per annum in acting as a member of the Audit Committee of the Company.

The Board would like to take this opportunity to express its gratitude to Mr. Dominic Lai and Mr. Thomas Ng for their past valuable contribution and to welcome Ms. Alice Kan and Mr. Wong as new members of the Board.

BOARD OF DIRECTORS

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

Executive Directors:

Mr. LO Yuk Sui (Chairman and Managing Director)
Mr. Donald FAN Tung
Mr. Tommy LAM Chi Chung
Mr. Jimmy LO Chun To
Miss LO Po Man
Mr. Kenneth NG Kwai Kai
Ms. Belinda YEUNG Bik Yiu

Independent Non-Executive Directors:

Ms. Alice KAN Lai Kuen
Mr. WONG Chi Keung
Dr. Alex WU Shu Chih,
CBE, LL D, FBIM FIOP, F Inst D, JP

Non-Executive Directors:

Dr. Francis CHOI Chee Ming (Vice Chairman)
Mr. Kai Ole RINGENSON

By Order of the Board
Regal Hotels International Holdings Limited
Eliza Lam Sau Fun
Secretary

Hong Kong, 21st September, 2004