



# 九龍建業有限公司

## KOWLOON DEVELOPMENT COMPANY LIMITED

(incorporated in Hong Kong with limited liability)

(Stock code: 34)

### ANNOUNCEMENT

## ACQUISITION OF SHENZHEN PROPERTIES & RESOURCES DEVELOPMENT (GROUP) LIMITED

Reference is made to the acquisition of an approximately 70.3% interest in Shenzhen Properties. The Purchaser, an 85% owned subsidiary of the Company, has been advised by CSRC that the examination of the general offer for the remaining issued shares in Shenzhen Properties will be temporarily suspended pending verification of certain issues by the State Council State-owned Assets Supervision and Administration Commission.

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

Reference is made to the announcement of Kowloon Development Company Limited (the “**Company**”) dated 6 April 2005, the circular of the Company dated 30 June 2005 (the “**Circular**”) and the announcement dated 28 April 2006 in relation to the acquisition of an approximately 70.3% interest in Shenzhen Properties & Resources Development (Group) Limited (“**Shenzhen Properties**”). Terms used herein shall have the same meanings as defined in the Circular unless the context otherwise requires.

The Purchaser has recently received the “Notice regarding the temporary suspension of examination in respect of the general offer of the remaining issued shares in Shenzhen Properties & Resources Development (Group) Limited offered by Brilliant Idea Investments Limited” (Zheng Jian Gong Si Zi [2006] No. 97) from the China Securities Regulatory Commission, particulars of which are as follows:

“Pursuant to the opinion of the State Council State-owned Assets Supervision and Administration Commission, given that certain issues relating to the acquisition of the state-owned legal person shares in Shenzhen Properties & Resources Development (Group) Limited (hereinafter referred to “Shenzhen Properties”) by your company has yet to be verified, we decided to temporarily suspend the examination of the general offer for the remaining issued shares in Shenzhen Properties offered by your company.”

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

By order of the Board  
**Kowloon Development Company Limited**  
**Or Wai Sheun**  
*Chairman*

Hong Kong, 26 May 2006

*As at the date of this announcement, the Board comprises Mr. Or Wai Sheun (Chairman), Ms. Ng Chi Man, Mr. Lai Ka Fai and Mr. Or Pui Kwan as Executive Directors, Mr. Keith Alan Holman (Deputy Chairman), Mr. Tam Hee Chung and Mr. Yeung Kwok Kwong as Non-executive Directors and Mr. Li Kwok Sing, Aubrey, Mr. Lok Kung Chin, Hardy and Mr. Seto Gin Chung, John as Independent Non-executive Directors.*

Please also refer to the published version of this announcement in the South China Morning Post.