

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.

JIUZHOU DEVELOPMENT COMPANY LIMITED

九洲發展有限公司*

(Incorporated in Bermuda with limited liability)

(stock code: 908)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

The Board wishes to inform the shareholders and potential investors of the Company that it is expected that the interim results of the Group for the six months ended 30 June 2009 may experience a significant decline as compared with the corresponding period in 2008.

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 the board (“Board”) of directors of Jiuzhou Development Company Limited (the “Company” and together with its subsidiaries, the “Group”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited.

The Board wishes to inform the shareholders of the Company and potential investors that the financial performance of the Group for the six months ended 30 June 2009 has been adversely affected by the continuing downturn in the global economy and financial markets in first half of 2009, it is expected that the interim results of the Group for the six months ended 30 June 2009 may experience a significant decline as compared with the corresponding period in 2008.

The continuing global weakening economy and the dissemination of the infectious H1N1 virus in the first half of 2009 posed an adverse impact on the tourism and marine passenger transportation businesses of the Group.

The Company is still in the process of finalizing the Group’s interim results for the six months ended 30 June 2009. The information contained in this announcement is only based on the Company’s preliminary review of the management accounts of the Group which have not been audited or reviewed by the Company’s auditors. Shareholders of the Company and potential investors should read the Group’s interim results announcement for the six months ended 30 June 2009 carefully, which is expected to be published before the end of September 2009.

* *For identification purpose only*

The Board considers that the overall financial position of the Group as a whole remains sound and the Group still currently maintains a very low debt-equity ratio and a strong cash position.

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
Jiuzhou Development Company Limited
Chen Yuanhe
Chairman

Hong Kong, 2 September 2009

As at the date of this announcement, the Board of Directors of the Company comprises Messrs. Chen Yuanhe, Gu Zengcai, Huang Xin, Mo Nenglin, Lan Zhongdang, Ye Yuhong and Li Weijun as executive Directors; Mr Liang Han as non-executive Director; and Messrs. Hui Chiu Chung, Chu Yu Lin, David and Albert Ho as independent non-executive Directors.