

*Unless otherwise defined in this announcement, terms used in this announcement shall have the same meanings as those defined in the prospectus dated Tuesday, 28 September 2010 (the “Prospectus”).*

*Hong Kong Exchanges and Clearing Limited, The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and Hong Kong Securities Clearing Company Limited (“**HKSCC**”) 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.*

*This announcement is for information purposes only and does not constitute an offer or an invitation to induce an offer to acquire, purchase or subscribe for securities of the Company. Potential investors should read the Prospectus issued by Kosmopolito Hotels International Limited (“the Company”) for detailed information about the Hong Kong Public Offering, Preferential Offering and the International Offering described below before deciding whether or not to invest in the shares being offered.*

*This announcement is not an offer of securities of the Company for sale in the United States. Securities may not be offered or sold in the United States without registration or an exemption from registration under the United States Securities Act of 1933, as amended. There is not and it is currently not intended for there to be any public offering of securities of the Company in the United States.*

*In connection with the Global Offering, Credit Suisse (Hong Kong) Limited (the “**Stabilising Manager**”) or any person acting for it, on behalf of the International Underwriters, may to the extent permitted by applicable laws of Hong Kong, over-allocate and/or effect short sales or any other stabilising transactions with a view to stabilising or maintaining the market price of the Shares at a level higher than that which may otherwise prevail in the open market for a limited period commencing from the Listing Date and ending on the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering and Preferential Offering, being Wednesday, 3 November 2010. The stabilising activity which may be taken by the Stabilising Manager or any person acting for it may include primary and ancillary stabilising actions such as purchasing or agreeing to purchase any of the Offer Shares, exercising the Over-allotment Option, stock borrowing, establishing a short position in the Shares, liquidating long positions in the Shares or offering or attempting to do any such actions. However, there is no obligation on the Stabilising Manager or any person acting for it, to conduct any such stabilising activity, which if commenced, will be done at the absolute discretion of the Stabilising Manager or any person acting for it and may be discontinued at any time. Such stabilisation may be effected in all jurisdictions where it is permissible to do so, in each case in compliance with all applicable laws and regulatory requirements, including the Securities and Futures (Price Stabilising) Rules (Chapter 571W of the Laws of Hong Kong) (“**Securities and Futures (Price Stabilising) Rules**”) under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (“**SFO**”). The details of the intended stabilisation and how it will be regulated under the SFO are contained in the Prospectus. The Company and the Selling Shareholder are expected to grant the Over-allotment Option to the International Underwriters under the International Underwriting Agreement, exercisable by the Joint Global Coordinators on behalf of the International Underwriters. The Over-*

*allotment Option will be exercisable from the Listing Date until 30 days after the last day for the lodging of applications under the Hong Kong Public Offering and Preferential Offering. Pursuant to the Over-allotment Option, the Joint Global Coordinators may require the Company to issue and allot up to 40,500,000 additional new Shares and the Selling Shareholder to sell up to 40,500,000 additional Shares, being an aggregate of 81,000,000 Shares, representing in aggregate up to 15% of the initial number of Offer Shares, at the Offer Price, to among other things, cover over-allocations in the International Offering, if any. We will not receive any of the proceeds from the sale of the Sale Shares by the Selling Shareholder from the Offer for Sale or pursuant to the exercise of the portion of the Over-allotment Option granted by the Selling Shareholder. In the event that such Over-Allotment Option is exercised, an announcement will be made on the Company's website at [www.kosmohotels.com](http://www.kosmohotels.com) and on the Stock Exchange's website at [www.hkexnews.hk](http://www.hkexnews.hk).*

*The stabilisation period is expected to expire on Wednesday, 3 November 2010 after which announcement will be made pursuant to section 9 and schedule 3 of the Securities and Futures (Price Stabilising) Rules made under the SFO, and after such expiry, no further stabilising action may be taken. After this date, when no further stabilisation action may be taken, demand for Shares, and therefore its market price, could fall.*



## Kosmopolito Hotels International Limited

麗悦酒店集團有限公司

(incorporated in the Cayman Islands with limited liability)

### GLOBAL OFFERING

<b>Number of Offer Shares under the Global Offering</b>	<b>:</b>	<b>540,000,000 Offer Shares comprising 270,000,000 new Shares to be offered by the Company and 270,000,000 Sale Shares to be offered by the Selling Shareholder (subject to adjustment and the Over-allotment Option)</b>
<b>Number of Hong Kong Offer Shares</b>	<b>:</b>	<b>54,000,000 new Shares (subject to adjustment)</b>
<b>Number of Reserved Shares under the Preferential Offering</b>	<b>:</b>	<b>28,626,000 new Shares (subject to re-allocation)</b>
<b>Number of International Offer Shares</b>	<b>:</b>	<b>457,374,000 Shares comprising 187,374,000 new Shares to be offered by the Company and 270,000,000 Sale Shares to be offered by the Selling Shareholder (subject to adjustment, re-allocation and the Over-allotment Option)</b>
<b>Maximum Offer Price</b>	<b>:</b>	<b>HK\$2.75 per Offer Share, plus brokerage of 1%, SFC transaction levy of 0.003%*, and Stock Exchange trading fee of 0.005% (in each case payable in full on application in Hong Kong dollars and subject to refund)</b>
<b>Nominal value</b>	<b>:</b>	<b>HK\$0.10 per Share</b>
<b>Stock code</b>	<b>:</b>	<b>2266</b>

Joint Global Coordinators, Joint Bookrunners,  
Joint Lead Managers and Joint Sponsors  
(in alphabetical order)

CREDIT SUISSE 

Morgan Stanley

  
The Royal Bank of Scotland

\* SFC transaction levy of 0.003% to come into effect on 1 October 2010

Application has been made to the Listing Committee of the Stock Exchange for approval for the listing of, and permission to deal in, the Shares in issue and the Offer Shares being offered pursuant to the Global Offering (including the additional shares which may be issued pursuant to the exercise of the Over-allotment Option) and Shares which may fall to be issued on the exercise of the options which may be granted under the Share Option Scheme. Applications for the Hong Kong Offer Shares will only be considered on the basis of the terms and conditions set out in the Prospectus, the **WHITE** or **YELLOW** Application Forms and the designated website for **HK eIPO White Form** service ([www.hkeipo.hk](http://www.hkeipo.hk)). It should be noted that **multiple applications or suspected multiple applications or any application for more than 27,000,000 Shares, being 50% of the Hong Kong Offer Shares initially comprised in the Hong Kong Public Offering, will be rejected.** Only one application on a **WHITE** or **YELLOW** Application Form or by way of giving **electronic application instructions** to HKSCC via CCASS or to the **HK eIPO White Form** Service Provider via the **HK eIPO White Form** service through the designated website [www.hkeipo.hk](http://www.hkeipo.hk) may be made for the benefit of any person. Applicants for any Hong Kong Offer Shares are required to undertake and confirm that they or the relevant beneficial owner(s) have not applied for or taken up, or indicated an interest for, and will not apply for or take up, or indicate an interest for, any International Offer Shares (except in respect of the Reserved Shares applied for pursuant to the Preferential Offering). Subject to the granting of the approval for the listing of, and permission to deal in, the Shares on the Stock Exchange as well as compliance with the stock admission requirements of HKSCC, the Shares will be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from the commencement date of dealings in the Shares on the Stock Exchange or such other date as may be determined by HKSCC. Settlement of transactions between participants of the Stock Exchange in any trading day is required to take place in CCASS on the second business day thereafter. All activities under CCASS are subject to the General Rules of CCASS and CCASS Operational Procedures in effect from time to time.

**The total number of Offer Shares available for subscription under the Hong Kong Public Offering (after taking into account any reallocation referred to below) is to be divided equally into two pools for allocation purposes: 27,000,000 Shares in Pool A and 27,000,000 Shares in Pool B. The Hong Kong Offer Shares in Pool A will be allocated on an equitable basis to applicants who have applied for the Hong Kong Offer Shares with an aggregate subscription price of HK\$5 million (excluding brokerage, SFC transaction levy and Stock Exchange trading fee) or less. The Hong Kong Offer Shares in Pool B will be allocated on an equitable basis to applicants who have applied for the Hong Kong Offer Shares with an aggregate subscription price of more than HK\$5 million (excluding brokerage, SFC transaction levy and Stock Exchange trading fee) and up to the value of Pool B. Investors should be aware that applications in Pool A and applications in Pool B may receive different allocation ratios. If the Hong Kong Offer Shares in one (but not both) of the pools are under subscribed, the surplus Hong Kong Offer Shares may be transferred to the other pool to satisfy demand in the other pool and be allocated accordingly. For the purpose of this paragraph only, the “price” for Hong Kong Offer Shares means the price payable on application therefor (without regard to the Offer Price as finally determined). Applicants can only receive an allocation of the Hong Kong Offer Shares from either Pool A or Pool B but not from both pools.**

The Company is initially offering 54,000,000 Hong Kong Offer Shares for subscription by the public in Hong Kong at the maximum Offer Price, representing approximately 10% of the total number of Offer Shares initially available under the Global Offering along with the International Offering of initially 457,374,000 Shares (subject to adjustment, re-allocation and the Over-allotment Option) and the Preferential Offering of up to 28,626,000 Reserved Shares (subject to re-allocation). The allocation of the Shares between the Hong Kong Public Offering and the International Offering is subject to adjustment as stated in the subsection headed “Structure of the Global Offering — The Hong Kong Public Offering” in the Prospectus.

In connection with the Global Offering, the Stabilising Manager or any person acting for it, on behalf of the International Underwriters, may to the extent permitted by applicable laws of Hong Kong, over-allocate and/or effect short sales or any other stabilising transactions with a view to stabilising or maintaining or supporting the market price of the Shares at a level higher than that which may otherwise prevail in the open market for a limited period commencing from the Listing Date and ending on the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering and Preferential Offering, being Wednesday, 3 November 2010. The stabilising activity which may be taken by the Stabilising Manager or any person acting for it may include primary and ancillary stabilising actions such as purchasing or agreeing to purchase any of the Offer Shares, exercising the Over-allotment Option, stock borrowing, establishing a short position in the Shares, liquidating long positions in the Shares or offering or attempting to do any such actions. However, there is no obligation on the Stabilising Manager or any person acting for it, to conduct any such stabilising activity, which if commenced, will be done at the absolute discretion of the Stabilising Manager or any person acting for it and may be discontinued at any time. Such stabilisation may be effected in all jurisdictions where it is permissible to do so, in each case in compliance with all applicable laws and regulatory requirements, including the Securities and Futures (Price Stabilising) Rules under the SFO. The details of the intended stabilisation and how it will be regulated under the SFO are contained in the Prospectus. The Company and the Selling Shareholder are expected to grant the Over-allotment Option to the International Underwriters under the International Underwriting Agreement, exercisable by the Joint Global Coordinators on behalf of the International Underwriters. The Over-allotment Option will be exercisable from the Listing Date until 30 days after the last day for the lodging of applications under the Hong Kong Public Offering and Preferential Offering being Wednesday, 3 November 2010. Pursuant to the Over-allotment Option, the Joint Global Coordinators may require the Company to issue and allot up to 40,500,000 additional new Shares and the Selling Shareholder to sell up to 40,500,000 additional Shares, being an aggregate of 81,000,000 Shares, representing in aggregate up to 15% of the initial number of Offer Shares, at the Offer Price, to among other things, cover over-allocations in the International Offering, if any. We will not receive any of the proceeds from the sale of the Sale Shares by the Selling Shareholder from the Offer for Sale or pursuant to the exercise of the portion of the Over-allotment Option granted by the Selling Shareholder. In the event that such Over-allotment Option is exercised, an announcement will be made on the Company’s website at [www.kosmohotels.com](http://www.kosmohotels.com) and on the Stock Exchange’s website at [www.hkexnews.hk](http://www.hkexnews.hk).

Acceptance of all applications for the Shares pursuant to the Hong Kong Public Offering and the Preferential Offering is conditional on the conditions as stated in the sub-section headed “Structure of the Global Offering — Conditions of the Hong Kong Public Offering and the Preferential Offering” in the Prospectus. The Offer Price is expected to be fixed by agreement between the Joint Global Coordinators (on behalf of the Underwriters), the Selling Shareholder and the Company on or around Monday, 4 October 2010 and, in any event, no later than Thursday, 7 October 2010. Investors applying for the Hong Kong Offer Shares and the Reserved Shares must pay, on application, the maximum Offer Price of HK\$2.75 for each Hong Kong Offer Share or Reserved Share together with brokerage of 1%, SFC transaction levy of 0.003%\*, and Stock Exchange trading fee of 0.005% on each Hong Kong Offer Share and Reserved Share. The Joint Global Coordinators (on behalf of the Underwriters) may, with the consent of the Company, reduce the number of Offer Shares being offered under the Global Offering and/or the indicative Offer Price range below that stated in the Prospectus (which is HK\$2.04 to HK\$2.75 per Offer Share) at any time on or prior to the morning of the last day for the lodging of applications under the Hong Kong Public Offering and the Preferential Offering.

In such a case, an announcement will be published in The Standard (in English), the Sing Tao Daily (in Chinese) on the website of the Hong Kong Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) and the Company’s website at [www.kosmohotels.com](http://www.kosmohotels.com) as soon as practicable following the decision to make such reduction, and in any event no later than the morning of the day which is the last day for lodging applications under the Hong Kong Public Offering and the Preferential Offering. If applications for the Hong Kong Offer Shares and the Reserved Shares have been submitted prior to the day which is the last day for lodging applications under the Hong Kong Public Offering and the Preferential Offering, then even if the number of Offer Shares and/or the indicative Offer Price range is so reduced, such applications cannot be subsequently withdrawn. **Applicants in the Hong Kong Public Offering or the Preferential Offering should still pay the maximum Offer Price stated in the Prospectus of HK\$2.75 per Hong Kong Offer Share or Reserved Share, plus brokerage of 1%, Stock Exchange Trading Fee of 0.005% and SFC transaction levy of 0.003%\*.** If, for any reason, the Offer Price is not agreed by Thursday, 7 October 2010 between the Joint Global Coordinators (on behalf of the Underwriters), the Selling Shareholder and the Company, the Global Offering will not proceed and will lapse, and an announcement will be published on the website of the Hong Kong Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) and the Company’s website at [www.kosmohotels.com](http://www.kosmohotels.com).

In order to enable shareholders of FEC to participate in the Global Offering on a preferential basis as to allocation only, Qualifying FEC Shareholders are being invited to apply for an aggregate of up to 28,626,000 Reserved Shares on an assured basis. The Reserved Shares in the Preferential offering will represent approximately 5.3% of the Offer Shares initially available under the Global Offering and approximately 1.4% of the enlarged issued share capital of the Company upon completion of the Global Offering and assuming the Over-allotment Option and the options that may be granted under the Share Option Scheme are not exercised. Qualifying FEC Shareholders are entitled to apply on the basis on an Assured Entitlement of 15 Reserved Shares for every whole multiple of 1,000 FEC Shares held by each Qualifying FEC Shareholder as at 5:00 p.m. on the Record Date. Fractional Shareholders will not be entitled to apply for any Reserved Share. The Reserved Shares are being offered out of the Offer Shares being offered under the International Offering and are not subject to the clawback mechanism described in the section headed “Structure of the Global Offering – The Hong Kong Public Offering” in the Prospectus.

\* SFC transaction levy of 0.003% to come into effect on 1 October 2010

Qualifying FEC Shareholders are permitted to apply for a number of Reserved Shares which is equal to, less than or greater than their Assured Entitlements under the Preferential Offering. A valid application in respect of a number of Reserved Shares equal to or less than a Qualifying FEC Shareholder's Assured Entitlement will be accepted in full, subject to the terms and conditions set forth in the Prospectus and the **BLUE** Application Form. If an application is made for a number of Reserved Shares greater than the Assured Entitlement of a Qualifying FEC Shareholder, the Assured Entitlement will be satisfied in full but the excess portion of such application will only be met to the extent that there are sufficient available Reserved Shares resulting from other Qualifying FEC Shareholders declining to take up some or all of their Assured Entitlement. If an application is made for a number of Reserved Shares less than or greater than the Assured Entitlement of a Qualifying FEC Shareholder, the applicant is recommended to apply for a number in one of the multiples of full board lots stated in the table of multiples and payments on the back page of the **BLUE** Application Form which also states the amount of remittance payable on application for each multiple of full board lots of Reserved Shares; if such applicant does not follow this recommendation when applying for less than or greater than the Assured Entitlement, the applicant must calculate the correct amount of remittance payable on application for the number of Reserved Shares applied for by using the formula set out below the table of multiples and payments on the back page of the **BLUE** Application Form. Any application not accompanied by the correct amount of application monies will be treated as invalid in its entirety and no Reserved Share will be allotted to such applicant. The Joint Global Coordinators, on behalf of the Underwriters, will allocate any Assured Entitlements not taken up by Qualifying FEC Shareholders to the International Offering.

The Reserved Shares are not available to existing beneficial owners of Shares, the Directors or chief executive of our Company or their respective associates (as defined in the Listing Rules) or any other connected persons (as defined in the Listing Rules) of our Company or persons who will become our connected persons immediately upon completion of the Global Offering unless such Director or chief executive or their respective associates is a Qualifying FEC Shareholder.

In addition to any application for Reserved Shares on a **BLUE** Application Form, Qualifying FEC Shareholders will be entitled to make one application for the Hong Kong Offer Shares on either a **WHITE** or **YELLOW** Application Form or by giving **electronic application instructions** to HKSCC via CCASS or to the **HK eIPO White Form** Service Provider via the **HK eIPO White Form** Service ([www.hkeipo.hk](http://www.hkeipo.hk)). Qualifying FEC Shareholders will receive no preference as to entitlement or allocation in respect of applications for Hong Kong Offer Shares made on **WHITE** or **YELLOW** Application Forms or by giving **electronic application instructions** to HKSCC or through the **HK eIPO White Form** Service Provider under the Hong Kong Public Offering. The procedures for application under and the terms and conditions of the Preferential Offering are set forth in the sections headed "How to Apply for Hong Kong Offer Shares and Reserved Shares" and "Further Terms and Conditions of Hong Kong Public Offering and Preferential Offering" in the Prospectus and on the **BLUE** Application Form.

**A BLUE Application Form, together with an electronic copy of the Prospectus recorded on CD-ROM, are being despatched to each Qualifying FEC Shareholder at his/her/its address as registered on FEC's register of members as at 5:00 p.m. on the Record Date. Persons who held their FEC Shares on the Record Date in CCASS indirectly through a**

**broker or custodian, and wish to participate in the Preferential Offering, should instruct the broker or custodian to apply for the Reserved Shares on their behalf no later than the deadline set by HKSCC or HKSCC Nominees. In order to meet the deadline set by HKSCC, such persons should check with their broker/custodian for the timing on the processing of their instructions, and submit their instructions to their broker/custodian as required by them. Persons who held their FEC Shares on the Record Date in CCASS directly as a CCASS Investor Participant, and wish to participate in the Preferential Offering, should give their instruction to HKSCC via the CCASS Phone System or CCASS Internet System no later than the deadline set by HKSCC or HKSCC Nominees. Qualifying FEC Shareholders who require a replacement BLUE Application Form or Prospectus should contact Tricor Investor Services Limited at 26<sup>th</sup> Floor Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong or at its hotline (2980 1333).**

If the Global Offering does not become unconditional, all application monies received from applicants under the Hong Kong Public Offering and the Preferential Offering, together with the related brokerage of 1%, the SFC transaction levy of 0.003%\* and the Stock Exchange trading fee of 0.005%, will be refunded, without interest, on the terms set out under the sub-section headed "How to Apply for Hong Kong Offer Shares and Reserved Shares — IV. Publication of results, despatch/collection of share certificates and refunds of application monies" in the Prospectus. A refund will be made in respect of wholly or partially successful applications if the final Offer Price is less than the Offer Price payable on application and in respect of wholly or partially unsuccessful applications. Applicants applying by using **WHITE, YELLOW or BLUE** Application Forms or by giving **electronic application instructions** to the designated **HK eIPO White Form** Service Provider through **HK eIPO White Form** service ([www.hkeipo.hk](http://www.hkeipo.hk)) applying for (i) 1,000,000 or more Hong Kong Offer Shares or (ii) 1,000,000 or more Reserved Shares who have elected to collect their Share certificate(s) (where relevant) and/or refund cheque(s) (where relevant) in person may do so from the Company's Hong Kong branch share registrar, Tricor Investor Services Limited at 26<sup>th</sup> Floor Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong, from 9:00 a.m. to 1:00 p.m. on Friday, 8 October, 2010 or such other dates as notified by the Company in the newspapers as the date of despatch/collection of Share certificates/refund cheques. If the applicant is an individual who opts for personal collection, he/she must not authorize any other person to make collection on his/her behalf. If the applicant is a corporate applicant which opts for personal collection, it must attend by its authorized representative bearing a letter of authorization from its corporation stamped with its corporation's chop. Both individuals and authorized representatives (if applicable) must produce, at the time of collection, evidence of identity acceptable to the Company's Hong Kong branch share registrar, Tricor Investor Services Limited. If the applicants do not collect their Share certificate(s) (where relevant) and/or refund cheque(s) (where relevant), it/they will be despatched promptly to them by ordinary post to the addresses specified in the relevant Application Forms at the applicants' own risk. For enquiries, please call the hotline of Tricor Investor Services Limited at 2980 1333. Share certificates will only become valid certificates of title at 8:00 a.m. on Monday, 11 October, 2010 provided that: (i) the Hong Kong Public Offering and the Preferential Offering have become unconditional in all respects; and (ii) the right of termination under the Underwriting Agreements have not been exercised.

\* *SFC transaction levy of 0.003% to come into effect on 1 October 2010*



In relation to applicants applying by using **WHITE**, **YELLOW** or **BLUE** Application Forms or by giving **electronic application instructions** to the designated **HK eIPO White Form** Service Provider through **HK eIPO White Form** service ([www.hkeipo.hk](http://www.hkeipo.hk)) who have applied for (i) less than 1,000,000 Hong Kong Offer Shares, (ii) less than 1,000,000 Reserved Shares or (iii) 1,000,000 Hong Kong Offer Shares or 1,000,000 Reserved Shares or more, but have not indicated on their Application Forms that they will collect their Share certificate(s) and/or refund cheque(s) (where relevant) in person, their Share certificate(s) (where relevant) and/or refund cheque(s) (where relevant) will be sent to the addresses specified in the relevant Application Forms on Friday, 8 October 2010 by ordinary post at the applicants' own risk.

Applicants who would like the Shares to be issued in their own names should either (i) complete and sign the **WHITE** Application Forms; or (ii) submit applications online through the designated website of the **HK eIPO White Form** Service Provider at [www.hkeipo.hk](http://www.hkeipo.hk) via the **HK eIPO White Form** service. Applicants who would like to have the Shares issued in the name of HKSCC Nominees and deposited directly into CCASS for credit to their CCASS Investor Participant stock accounts or the stock accounts of their designated CCASS Participants maintained in CCASS should either (i) complete and sign the **YELLOW** Application Forms, copies of which, together with the Prospectus, may be obtained during normal business hours from 9:00 a.m. on Tuesday, 28 September, 2010 until 12:00 noon on Monday, 4 October, 2010 at the Depository Counter of HKSCC at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong, or their stockbrokers, who may have the Application Forms and the Prospectus; or (ii) give **electronic application instructions** to HKSCC via CCASS.

#### **Applications by completing Application Forms**

Copies of the Prospectus, together with the **WHITE** Application Forms, may be obtained during normal business hours from 9:00 a.m. on Tuesday, 28 September, 2010 until 12:00 noon on Monday, 4 October, 2010 from:

Any of the following addresses of the Hong Kong Underwriters:

**Credit Suisse (Hong Kong) Limited** at 45/F, Two Exchange Square, 8 Connaught Place, Central, Hong Kong

**Morgan Stanley Asia Limited** at Level 46, International Commerce Centre, 1 Austin Road West, Kowloon, Hong Kong

**The Royal Bank of Scotland N.V., Hong Kong Branch** at 38/F, Cheung Kong Center, 2 Queen's Road Central, Central, Hong Kong

**China Everbright Securities (HK) Limited** at 36/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong

**Tai Fook Securities Company Limited** at 25/F, New World Tower, 16-18 Queen's Road Central, Hong Kong

**Sun Hung Kai International Limited** at 42/F, The Lee Gardens, 33 Hysan Avenue, Causeway Bay, Hong Kong

or any of the following branches of **The Hongkong and Shanghai Banking Corporation Limited**:

<b>District</b>	<b>Branch Name</b>	<b>Branch Address</b>
<b>Hong Kong</b>	Hong Kong Office	Level 3, 1 Queen's Road Central, Central, Hong Kong
	Aberdeen Centre Branch	Shop 2, G/F, Site I, Aberdeen Centre, Aberdeen, Hong Kong
	Cityplaza Branch	Unit 065, Cityplaza I, Taikoo Shing, Hong Kong
	Hay Wah Building Branch	G/F, Hay Wah Bldg, 71-85B Hennessy Rd, Wan Chai, Hong Kong
<b>Kowloon</b>	Kwun Tong Branch	No. 1, Yue Man Square, Kwun Tong, Kowloon
	Telford Gardens Branch	Shop Unit P16, Blk G, Telford Plaza I, Kowloon Bay, Kowloon
	Mong Kok Branch	L/G & U/G, 673 Nathan Road, Mong Kok, Kowloon
	Lai Chi Kok Road Branch	245 Lai Chi Kok Road, Sham Shui Po, Kowloon
	Tsim Sha Tsui Branch	Basement, UG/F & 1/F, 82-84 Nathan Road, Tsim Sha Tsui, Kowloon
<b>New Territories</b>	Tuen Shing Street Branch	Shop No. 1225, 1/F, Tuen Mun Town Plaza Phase 1, 1 Tuen Shing Street, Tuen Mun, New Territories

or any of the following branches of **Industrial and Commercial Bank of China (Asia) Limited**:

<b>District</b>	<b>Branch Name</b>	<b>Branch Address</b>
<b>Hong Kong</b>	Queen's Road Central Branch	122-126 Queen's Road Central, Central, Hong Kong
	West Point Branch	242-244 Queen's Road West, Sai Ying Pun, Hong Kong
	Hennessy Road Branch	Shop 2A, G/F & Basement, Cameron Commercial Centre, 468 Hennessy Road, Causeway Bay, Hong Kong

<b>Kowloon</b>	Tsim Sha Tsui Branch	Shop 1&2, G/F, No. 35-37 Hankow Road, Tsimshatsui, Kowloon
	Prince Edward Branch	777 Nathan Road, Mongkok, Kowloon
	Mok Cheong Street Branch	12-14 Mok Cheong Street, Tokwawan, Kowloon
<b>New Territories</b>	Sha Tsui Road Branch	Shop 4, G/F., Chung On Building, 297-313 Sha Tsui Road, Tsuen Wan, New Territories
	Yuen Long Branch	G/F., 197-199 Castle Peak Road, Yuen Long, New Territories
	Shatin Branch	Shop 22J, Level 3, Shatin Centre, New Territories
	Tai Po Branch	Shop F, G/F, Mee Fat Building, No 34-38 Tai Wing Lane, Tai Po, New Territories

Both **WHITE** and **YELLOW** Application Forms completed in all respects (to which cheques or banker's cashier orders should be crossed "Account Payee Only" and made payable to "HSBC Nominees (Hong Kong) Limited – KHIL Public Offer" and securely stapled) should be deposited in the special collection boxes provided at any of the branches of The Hongkong and Shanghai Banking Corporation Limited and Industrial and Commercial Bank of China (Asia) Limited referred to above or, in the case of any such completed **BLUE** Application Forms only (to which cheques or banker's cashier orders should be crossed "Account Payee Only" and made payable to "HSBC Nominees (Hong Kong) Limited – KHIL Preferential Offer" and securely stapled), at Tricor Investor Services Limited at 26<sup>th</sup> Floor Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong at the following times on the following dates:

Tuesday, 28 September, 2010	—	9:00 a.m. to 4:30 p.m.
Wednesday, 29 September, 2010	—	9:00 a.m. to 4:30 p.m.
Thursday, 30 September, 2010	—	9:00 a.m. to 4:30 p.m.
Saturday, 2 October, 2010	—	9:00 a.m. to 1:00 p.m.
Monday, 4 October, 2010	—	9:00 a.m. to 12:00 noon

### **Applications by Means of HK eIPO White Form Service**

Applicants applying by **HK eIPO White Form** may submit applications to the **HK eIPO White Form** Service Provider through the designated website [www.hkeipo.hk](http://www.hkeipo.hk) from 9:00 a.m. on Tuesday, 28 September, 2010 until 11:30 a.m. on Monday, 4 October, 2010 or such later time as described under the sub-section headed "How to Apply for Hong Kong Offer Shares and Reserved Shares — I. How to apply for Hong Kong Offer Shares — 7. When may applications be made — (e) Effect of Bad Weather Conditions on the Opening of the application lists" in the Prospectus (24 hours daily, except on the last application day). The latest time for completing full payment of application monies in respect of such applications will be 12:00 noon on Monday, 4 October, 2010, the last application day or, if the application lists are not open on that day, then by the time and date stated in the sub-section headed "How to Apply for Hong Kong Offer Shares and Reserved Shares — I. How to apply for Hong Kong Offer Shares — 7. When may applications be made — (e) Effect of Bad Weather Conditions on the Opening of the application lists" in the Prospectus. Applicants will not be permitted to

submit applications to the **HK eIPO White Form** Service Provider after 11:30 a.m. on the last day for submitting applications. If you have already submitted your application and obtained an application reference number from the website prior to 11:30 a.m., you will be permitted to continue the application process (by completing payment of application monies) until 12:00 noon on the last day for submitting applications, when the application lists close.

### **Applications by giving electronic application instructions to HKSCC**

Investors can apply for Hong Kong Offer Shares by giving **electronic application instructions** to HKSCC via CCASS as follows:

1. CCASS Investor Participants can give **electronic application instructions** to HKSCC through the CCASS Phone System by calling 2979 7888 or through the CCASS Internet System (<https://ip.ccass.com>) (using the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time). HKSCC can also input **electronic application instructions** on behalf of CCASS Investor Participants if they go to the HKSCC Customer Service Centre at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong and complete an input request form. Prospectuses are also available for collection at the HKSCC Customer Service Centre; and
2. those who are not CCASS Investor Participants can instruct their brokers or custodians who are CCASS Clearing Participants or CCASS Custodian Participants to give **electronic application instructions** to HKSCC via CCASS terminals to apply for Hong Kong Offer Shares on their behalf.

CCASS Clearing/Custodian Participants can input **electronic application instructions** at the following times on the following dates:

Tuesday, 28 September, 2010	—	9:00 a.m. to 8:30 p.m. <sup>(1)</sup>
Wednesday, 29 September, 2010	—	8:00 a.m. to 8:30 p.m. <sup>(1)</sup>
Thursday, 30 September, 2010	—	8:00 a.m. to 8:30 p.m. <sup>(1)</sup>
Saturday, 2 October, 2010	—	8:00 a.m. to 1:00 p.m. <sup>(1)</sup>
Monday, 4 October, 2010	—	8:00 a.m. <sup>(1)</sup> to 12:00 noon

<sup>(1)</sup> These times are subject to change as HKSCC may determine from time to time with prior notification to CCASS Clearing or Custodian Participants.

CCASS Investor Participants can input electronic application instructions from 9:00 a.m. on Tuesday, 28 September, 2010 until 12:00 noon on Monday, 4 October, 2010 (24 hours daily, except on the last application day).

Subject to the terms and conditions set out in the Prospectus and the Application Forms relating thereto, applications must be received no later than 12:00 noon on Monday, 4 October, 2010 (or if the application lists are not open on that day, then by 12:00 noon on the next business day the lists are open). Please see the section entitled "How to Apply for Hong Kong Offer Shares and Reserved Shares" in the Prospectus for further details. The Company will not issue temporary documents of title. No receipt will be issued for application monies.

The application lists will open from 11:45 a.m. to 12:00 noon on Monday, 4 October, 2010 (or such later date as may apply in case of a tropical cyclone warning signal No. 8 or above or a “black” rainstorm warning signal being in force as described in the section headed “How to Apply for Hong Kong Offer Shares and Reserved Shares” in the Prospectus).

If applicants apply for Hong Kong Offer Shares using a **YELLOW** Application Form or by giving **electronic application instructions** to HKSCC and their applications are wholly or partially successful, their share certificate(s) will be issued in the name of HKSCC Nominees and deposited into CCASS for credit to their CCASS Investor Participant stock accounts or the stock accounts of their designated CCASS Participants as instructed by them in their **YELLOW** Application Forms or **electronic application instructions** given to HKSCC on Friday, 8 October, 2010, or under contingent situation, on any other date as shall be determined by HKSCC or HKSCC Nominees. If applicants are applying through a designated CCASS Participant (other than a CCASS Investor Participant), they can check the number of Hong Kong Offer Shares allocated to them and (if applicants have instructed a CCASS Clearing/Custodian Participant to give **electronic application instruction** on their behalf) the amount of refund money payable to them with that CCASS Participant. If applicants are applying as a CCASS Investor Participant, they should check the results made available by the Company and report any discrepancies to HKSCC or HKSCC Nominees Limited before 5:00 p.m. on Friday, 8 October, 2010 or such other date as shall be determined by HKSCC or HKSCC Nominees. Immediately following the credit of the Hong Kong Offer Shares to their stock accounts, applicants can check their new account balance via the CCASS Phone System or the CCASS Internet System (under the procedures contained in HKSCC’s “An Operating Guide for Investor Participants” in effect from time to time). HKSCC will also make available to CCASS Investor Participants an activity statement showing the number of Hong Kong Offer Shares credited to their stock accounts and (if CCASS Investor Participants are applying by giving **electronic application instructions** to HKSCC) the amount of refund money credited to their designated bank accounts.

**Share certificates for the Offer Shares are expected to be issued on Friday, 8 October, 2010, but will only become valid certificates of title at 8:00 a.m. on Monday, 11 October, 2010, provided that (i) the Global Offering has become unconditional in all respects and (ii) the right of termination as described in the sub-section headed “Underwriting — Grounds for termination by the Hong Kong Underwriters” in the Prospectus has not been exercised. Investors who trade Shares prior to the receipt of Share certificates or prior to the Share certificates bearing valid certificates of title do so entirely at their own risk.**

It is expected that the final Offer Price, the level of indications of interest in the International Offering, the results of applications and the basis of allotment of the Hong Kong Offer Shares and the Reserved Shares will be published on Friday, 8 October, 2010 in The Standard (in English) and the Sing Tao Daily (in Chinese).

The results of allocations and the Hong Kong identity card/passport/Hong Kong business registration numbers of successful applicants under the Hong Kong Public Offering and the Preferential Offering will be available at the times and date and in the manner specified below:

- Results of allocations for the Hong Kong Public Offering and the Preferential Offering can be found in the announcement to be posted on the Company's website at [www.kosmohotels.com](http://www.kosmohotels.com) and on the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk) no later than 9:00 a.m. on Friday, 8 October, 2010;
- Results of allocations for the Hong Kong Public Offering and the Preferential Offering will be available from the designated results of allocations website at [www.tricor.com.hk/ipo/result](http://www.tricor.com.hk/ipo/result) (a hyperlink to which can also be found on the Company's website at [www.kosmohotels.com](http://www.kosmohotels.com)) on a 24-hour basis from 8:00 a.m. on Friday, 8 October, 2010 to 12:00 midnight on Thursday, 14 October, 2010. The user will be required to key in the Hong Kong identity card/passport/Hong Kong business registration number provided in his/her/its application form to search for his/her/its own allocation result;
- Results of allocations will be available from the Hong Kong Public Offering allocation results telephone enquiry line. Applicants may find out whether or not their applications have been successful and the number of Hong Kong Offer Shares allocated to them, if any, by calling 3691 8488 between 9:00 a.m. and 6:00 p.m. from Friday, 8 October, 2010 to Wednesday, 13 October, 2010 (excluding Saturday, Sunday and public holidays in Hong Kong);
- Special allocation results booklets setting out the results of allocations will be available for inspection during opening hours of individual branches from Friday, 8 October, 2010 to Monday, 11 October, 2010 at all the receiving bank branches at the addresses set out in the sub-section headed "How to Apply for Hong Kong Offer Shares and Reserved Shares — I. How to Apply for Hong Kong Offer Shares — 3. Where to collect the prospectus and Application Forms" in the Prospectus.

Dealings in the Shares on the Stock Exchange are expected to commence on Monday, 11 October, 2010. The Shares will be traded in board lots of 1,000 Shares. The Stock Code is 2266.

By order of the Board  
**Kosmopolito Hotels International Limited**  
**David Chiu**  
*Chairman*

Hong Kong, Tuesday, 28 September, 2010

*As at the date of this announcement, the executive Directors are Mr. MOK, Kwai Pui Bill, Mr. CHU, Chee Seng, Mr. LAI, Wai Keung and Ms. CHIU, Wing Kwan Winnie. The non-executive Directors are Tan Sri Dato' CHIU, David, Mr. IP, Hoi Wah Edmond, Mr. HOONG, Cheong Thard and Mr. Chan, Chi Hing. The independent non-executive Directors are Mr. SHEK, Lai Him Abraham, Mr. TO, Peter and Dr. LIU, Ngai Wing.*

This announcement is available for viewing on the Company's website at [www.kosmohotels.com](http://www.kosmohotels.com) and the website of the Stock Exchange at [www.hkexnews.hk](http://www.hkexnews.hk).

*Please also refer to the published version of this announcement in The Standard (in English) and the Sing Tao Daily (in Chinese).*