



**ALLIED PROPERTIES (H.K.) LIMITED**  
**(聯合地產(香港)有限公司)**

*(Incorporated in Hong Kong with limited liability)*  
**(Stock Code: 56)**

**ADJUSTMENTS TO THE EXERCISE PRICE  
AND NUMBER OF SHARES RELATING TO  
THE CONVERTIBLE BONDS AND WARRANTS**

On 11th July, 2007, the Company proposes a Share Subdivision, pursuant to which, adjustment are required to be made to the exercise prices and the number of shares of the Company falling to be issued upon conversion and subscription of the outstanding Convertible Bonds and Warrants issued by the Company upon Share Subdivision becoming effective. Details of such adjustments is set below.

Reference is made to the announcement issued by the Company dated 11th July, 2007 (the “**Announcement**”) in relation to the Share Subdivision. Terms used therein shall have the same meaning when used in this announcement, unless otherwise stated.

According to the terms of the Convertible Bonds, the conversion price of the conversion rights attaching to the Convertible Bonds will be adjusted upon the Share Subdivision becoming effective. The conversion price and the number of the convertible bonds will be adjusted as follows:

<b>Amount of Convertible Bonds outstanding HK\$</b>	<b>Conversion price per Existing Share before adjustment HK\$</b>	<b>Adjusted Conversion price per Subdivided Share HK\$</b>	<b>Adjusted number of Subdivided Shares</b>	<b>Exercise period</b>
268,649,720	10	1	268,649,720	1st July, 2009 and ending on the business day falling ten business days immediately preceding the Maturity Date (as defined in the instrument for the Convertible Bonds)

Pursuant to the terms and conditions of the Warrants, the subscription price of the subscription rights attaching the Warrants will also be adjusted upon the Share Subdivision becoming effective. The number and the subscription price of the Warrants will be adjusted as follows:

<b>Amount of Warrants outstanding</b> <i>HK\$</i>	<b>Subscription price per Existing Share before adjustment</b> <i>HK\$</i>	<b>Adjusted Subscription price per Subdivided Share</b> <i>HK\$</i>	<b>Adjusted number of Subdivided Shares</b>	<b>Exercise period</b>
1,057,410,550	10	1	1,057,410,550	7th June, 2006 to 6th June, 2009 both days inclusive

The Company has appointed its auditor, Deloitte Touche Tohmatsu to review and report on the basis of the adjustments to the Convertible Bonds and the Warrants as a result of the Share Subdivision. The Board has reviewed the report of the auditor and based on the report, it confirmed that the above adjustments are in accordance with the terms under the Convertible Bonds and Warrants.

By order of the Board  
**Allied Properties (H.K.) Limited**  
**Li Chi Kong**  
*Executive Director*

Hong Kong, 31st July, 2007

*As at the date of this announcement, the Board comprises Messrs. Patrick Lee Seng Wei (Chief Executive) and Li Chi Kong being the Executive Directors, Messrs. Arthur George Dew (Chairman), Henry Lai Hin Wing and Steven Lee Siu Chung being the Non-Executive Directors, and Messrs. John Douglas Mackie, Steven Samuel Zoellner and Alan Stephen Jones being the Independent Non-Executive Directors.*