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Kosmopolito Hotels International Limited

麗悅酒店集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock code: 2266)

STABILISING ACTIONS, END OF STABILISATION PERIOD AND LAPSE OF OVER-ALLOTMENT OPTION

The Company makes this announcement pursuant to Section 9(2) of the Securities and Futures (Price Stabilising) Rules (Cap. 571W of the Laws of Hong Kong) and announces that the stabilising period in connection with the Global Offering ended on 3 November 2010.

The stabilising actions undertaken during the stabilisation period were: (i) over-allocations of an aggregate of 81,000,000 Shares in the International Offering; (ii) the borrowing of an aggregate of 81,000,000 Shares by the Stabilising Manager (or any person acting for it) from Ample Bonus pursuant to the Stock Borrowing Agreement; and (iii) successive market purchases of an aggregate of 81,000,000 Shares in the price range of HK\$1.59 to HK\$2.04 per Share (excluding brokerage of 1%, SFC transaction levy of 0.003% and Stock Exchange trading fee of 0.005%), representing 15% of the Offer Shares initially offered under the Global Offering before any exercise of the Over-allotment Option, during the stabilisation period. These Shares will be returned to Ample Bonus pursuant to the Stock Borrowing Agreement.

No Over-allotment Option had been exercised during the stabilisation period and the Over-allotment Option lapsed on 3 November 2010.

The Company makes this announcement pursuant to Section 9(2) of the Securities and Futures (Price Stabilising) Rules (Cap. 571W of the Laws of Hong Kong) and announces that the stabilising period in connection with the Global Offering ended on 3 November 2010, being the 30th day after the last date for the lodging of applications under the Hong Kong Public Offering.

The stabilising actions undertaken during the stabilisation period were: (i) over-allocations of an aggregate of 81,000,000 Shares in the International Offering; and (ii) the borrowing of an aggregate of 81,000,000 Shares by the Stabilising Manager (or any person acting for it) from Ample Bonus pursuant to the Stock Borrowing Agreement; and (iii) successive market purchases of an aggregate of 81,000,000 Shares in the price range of HK\$1.59 to HK\$2.04 per Share (excluding brokerage of 1%, SFC transaction levy of 0.003% and Stock Exchange trading fee of 0.005%), representing 15% of the Offer Shares initially offered under the Global Offering before any exercise of the Over-allotment Option, during the stabilisation period. These Shares will be returned to Ample Bonus pursuant to the Stock Borrowing Agreement. The last purchase in the course of the stabilisation period in the secondary market was made on 1 November 2010 at the price of HK\$1.62 per Share (excluding brokerage of 1%, SFC transaction levy of 0.003% and Stock Exchange trading fee of 0.005%).

No Over-allotment Option had been exercised during the stabilisation period and the Over-allotment Option lapsed on 3 November 2010.

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

Hong Kong, 3 November 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 and the website of the Stock Exchange at www.hkexnews.hk.