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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)

Website: <http://www.kosmohotels.com>

(Stock Code: 2266)

### Unaudited Operational Update for the Fourth Quarter Results to 31 March 2011

The Board of Directors of Kosmopolito Hotels International Limited (the “Company”) announces the unaudited operational update of the Company and its subsidiaries (the “Group”) for the quarter and the twelve months ended 31 March 2011 as follows:

Operational Highlights						
Region	For the three months ended					
	RevPAR (HK\$)		Occupancy (%)		Average Room Rate (HK\$)	
	31.3.2011	y-o-y%	31.3.2011	y-o-y%	31.3.2011	y-o-y%
Hong Kong*	818.25	24%	93%	3%	876.23	20%
Malaysia	305.82	10%	69%	2%	442.33	7%
China <sup>#</sup>	196.75	53%	37%	-17%	534.31	86%
Group Wide	<b>559.47</b>	<b>24%</b>	<b>78%</b>	<b>1%</b>	<b>720.22</b>	<b>23%</b>
Region	For the twelve months ended					
	RevPAR (HK\$)		Occupancy (%)		Average Room Rate (HK\$)	
	31.3.2011	y-o-y%	31.3.2011	y-o-y%	31.3.2011	y-o-y%
Hong Kong*	746.15	33%	92%	10%	815.44	21%
Malaysia	331.82	14%	73%	6%	456.50	8%
China <sup>#</sup>	283.61	118%	47%	-4%	603.98	126%
Group Wide	<b>534.91</b>	<b>28%</b>	<b>79%</b>	<b>5%</b>	<b>679.89</b>	<b>22%</b>

\* Includes Cosmo Kowloon Hotel which opened in July 2010.

<sup>#</sup> Includes Yue @ Century Park Shanghai which opened in February 2010.

The Group's operational performance continued to grow steadily for the quarter ended 31 March 2011, with its revenue per available room ("RevPAR") growing 24% over the same period last year. During the quarter, while the industry saw the Japanese outbound market weaken following the devastating catastrophe on 11 March, the Group's Hong Kong hotels managed to mitigate its impact by refocusing their source markets to mainland Chinese and Southeast Asia, thus maintaining their high occupancies.

The Company's Grand Dorsett Subang has completed its first phase of renovation and successfully launched 40 new guestrooms and a club lounge. The hotel has commenced the next phase of renovation, with the full renovation expected to be completed in the next 12 months.

During the period, the Company also saw the opening of "The Mercer by Kosmopolito", bringing its number of hotels in Hong Kong to nine and group-wide, to 16. With its opening, the Group also completed its sale of "The Mercer by Kosmopolito". The hotel will remain a member of the Group as a managed hotel in accordance to the hotel management agreement entered into with the purchaser.

Of the remaining six owned and under development hotels, the next in the pipeline will be the 217-room Dorsett Regency Hong Kong, which is expected to open in early July 2011.

The Company maintains a cautiously optimistic outlook of the Group's hotels and the Company's performance. We also anticipate the operational performance of the Group's hotels in mainland China to gradually improve from the after effect of the Shanghai World Expo and as Wuhan's renovation is progressively completed.

**The Board wishes to remind investors and/or shareholders that the above operational update for the quarter and twelve months ended 31 March 2011 are based on the Group's internal records and unaudited management accounts which have not been reviewed or audited by auditors. Differences may arise between such data and the information disclosed in subsequent audited financial statements. Investors and/or shareholders are cautioned not to unduly rely on such data and are advised to exercise caution when dealing in the shares of the Company.**

This announcement is a voluntary information disclosure.

By Order of the Board  
**Kosmopolito Hotels International Limited**  
**MOK Kwai Pui Bill**  
*President and Executive Director*

Hong Kong, 11 May 2011

*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. 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.*