



ANNOUNCEMENT

The statement is made at the request of the Stock Exchange.

The board of directors of Regal has noted the recent increase in the trading volume of the ordinary shares of Regal and wishes to state that it is not aware of any reasons for such increase, save that Regal has been considering a proposal for the potential establishment and new listing of a real estate investment trust in respect of the hotel properties of the Regal Group. The proposal is still in a preliminary stage. No firm or final decision has yet been made and the proposal may or may not proceed.

Shareholders of Regal and other investors should note that the proposal may or may not proceed. Accordingly, shareholders of Regal and other investors are reminded to exercise caution when dealing in the securities of Regal.

The statement is made at the request of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The board of directors (the "Board") of Regal Hotels International Holdings Limited ("Regal") has noted the recent increase in the trading volume of the ordinary shares of Regal and wishes to state that it is not aware of any reasons for such increase, save that Regal has been considering a proposal for the potential establishment and new listing of a real estate investment trust in respect of the hotel properties of the Regal Group (comprising Regal and its subsidiaries). The proposal is still in a preliminary stage. No firm or final decision has yet been made and the proposal may or may not proceed.

Save as disclosed above, the Board confirms that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under rule 13.23 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"), neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

Shareholders of Regal and other investors should note that the proposal may or may not proceed. Accordingly, shareholders of Regal and other investors are reminded to exercise caution when dealing in the securities of Regal.

Made by the order of the Board of Regal, the Directors (namely Mr. LO Yuk Sui (Chairman and Managing Director), Dr. Francis CHOI Chee Ming, JP (Vice Chairman and Non-Executive Director), Mr. Donald FAN Tung (Executive Director), Ms. Alice KAN Lai Kuen (Independent Non-Executive Director), Mr. Jimmy LO Chun To (Executive Director), Miss LO Po Man (Executive Director), Mr. Kenneth NG Kwai Kai (Executive Director), Mr. NG Siu Chan (Independent Non-Executive Director), Mr. Kai Ole RINGENSON (Non-Executive Director), Mr. WONG Chi Keung (Independent Non-Executive Director) and Ms. Belinda YEUNG Bik Yiu (Executive Director)) of which individually and jointly accept responsibility for the accuracy of this statement.

By Order of the Board
Regal Hotels International Holdings Limited
Eliza Lam Sau Fun
Secretary

Hong Kong, 12th April, 2006