

Hong Kong Exchanges and Clearing Limited, The Stock Exchange of Hong Kong Limited and Hong Kong Securities Clearing Company Limited 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 the shares of Tang Palace (China) Holdings Limited (the “**Company**”). This announcement is not, and is not intended to be, an offer of securities of the Company for sale in the United States. The Shares have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the “U.S. Securities Act”), or any state securities laws of the United States, and may not be offered or sold, pledged or transferred within the United States except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the U.S. Securities Act and in accordance with any applicable U.S. state securities law. This announcement and the information contained herein are not for distribution, directly or indirectly, in or into the United States.*

*Unless defined herein, terms used in this announcement shall have the same meanings as those defined in the prospectus dated 7 April, 2011 (the “**Prospectus**”) issued by the Company.*



唐宮(中國)控股有限公司
TANG PALACE (CHINA) HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1181)

STABILIZATION ACTIONS AND END OF STABILIZATION PERIOD

END OF STABILIZATION PERIOD

The Company announces that the stabilization period in connection with the Global Offering ended on 12 May 2011.

STABILIZATION ACTIONS

The stabilization actions undertaken during the stabilization period were:

- (i) over-allocations of an aggregate of 15,000,000 Shares in the International Offering, representing 15% of the Offer Shares initially offered under the Global Offering before any exercise of the Over-allotment Option;

- (ii) a borrowing of an aggregate of 15,000,000 Shares by the Stabilizing Manager from Best Active Investments pursuant to the Stock Borrowing Agreement to cover the above over-allocations; and
- (iii) exercise of the Over-allotment Option in full by the Sole Global Coordinator on 19 April 2011 to facilitate the return in full to Best Active Investments the 15,000,000 Shares lent by Best Active Investments to the Stabilizing Manager as mentioned above.

This announcement is made pursuant to section 9(2) of the Securities and Futures (Price Stabilizing) Rules (Chapter 571W of the Laws of Hong Kong). The Company announces that the stabilization period in connection with the Global Offering ended on Thursday, 12 May 2011, being the 30th day after the last day for the lodging of applications under the Hong Kong Public Offering.

STABILIZATION ACTIONS

The stabilization actions undertaken during the stabilization period were:

- (i) over-allocations of an aggregate of 15,000,000 Shares in relation to the International Offering, representing 15% of the Offer Shares initially offered under the Global Offering before any exercise of the Over-allotment Option;
- (ii) a borrowing of an aggregate of 15,000,000 Shares by the Stabilizing Manager from Best Active Investments pursuant to the Stock Borrowing Agreement to cover the above over-allocations; and
- (iii) exercise of the Over-allotment Option in full by the Sole Global Coordinator on 19 April 2011 to facilitate the return in full to Best Active Investments the 15,000,000 Shares lent by Best Active Investments to the Stabilizing Manager as mentioned above.

As a result of the exercise of the Over-allotment Option in full by the Sole Global Coordinator, the Company issued and allotted an aggregate of 15,000,000 Shares, representing 15% of the Offer Shares initially available under the Global Offering, at the Offer Price of HK\$1.65 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.003% and Stock Exchange trading fee of 0.005%).

Details of the exercise of the Over-allotment Option are more particularly described in the announcement of the Company dated 20 April 2011.

The Company continues to comply with the public float requirements under Rule 8.08(1) of the Listing Rules. No new Shares or securities convertible into equity securities of the Company may be issued within six months from the Listing Date save for the situations set out in Rule 10.08 of the Listing Rules.

By Order of the Board
Tang Palace (China) Holdings Limited
Yip Shu Ming
Chairman

13 May 2011, Hong Kong

As at the date of this announcement, our executive Directors are Mr. Yip Shu Ming, Mr. Chan Man Wai, Mr. Ku Hok Chiu and Ms. Weng Peihe and our independent non-executive Directors are Mr. Kwong Chi Keung, Mr. Kwong Ping Man and Mr. Cheung Kin Ting Alfred.