



## APPLIED INTERNATIONAL HOLDINGS LIMITED

實力國際集團有限公司\*

(incorporated in Bermuda with limited liability)

(Stock Code: 519)

### Announcement

Quorum Island, a wholly-owned subsidiary of the Company, has received an offer from an independent third party for the acquisition of the Site.

This is a voluntary announcement made by Applied International Holdings Limited (the “Company”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

Reference is made to the announcements issued by the Company dated 27 October 2004, 6 April 2005, 19 April 2005, 20 April 2005 and 6 December 2005 in respect of, among others, the proposed establishment of a 50-50 joint venture with The Ritz-Carlton Hotel Company, L.L.C. to develop a site (the “Site”) located at Beef Islands, Tortola, the British Virgin Islands which is owned by Quorum Island (BVI) Limited (“Quorum Island”), a wholly-owned subsidiary of the Company.

Quorum Island has received an offer (“Offer”) from an independent third party for the acquisition of the Site at a consideration of US\$60,000,000 (“Acquisition”). Under the Offer, Quorum Island will also be entitled to a percentage participation in gross project residential revenues equal to 2.5% after such time as the project has achieved total gross revenues from the sale of residential units of US\$350,000,000. Such gross participation is capped at a total payout of US\$15,000,000. The Company is considering the Offer and no decision has yet been made.

**The proposed Acquisition may or may not proceed. Shareholders and potential investors should exercise caution when dealing in the shares of the Company.**

Further announcement will be issued by the Company in compliance with the Listing Rules as and when appropriate.

By order of the board of  
**Applied International Holdings Limited**  
**Fang Chin Ping**  
*Executive Director*

Hong Kong, 22 March 2006

*As at the date of this announcement, the executive Directors are Mr. Hung Kin Sang, Raymond, Ms. Hung Wong Kar Gee, Mimi, Mr. Fang Chin Ping and Mr. Hung Kai Mau, Marcus and the independent non-executive Directors are Mr. Soo Hung Leung, Lincoln, Mr. Lo Yun Tai, Mr. Lun Tsan Kau and Mr. Lam Ka Wai, Graham.*

\* For identification only

“Please also refer to the published version of this announcement in the South China Morning Post and China Daily”