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APPLIED DEVELOPMENT HOLDINGS LTD.

實力建業集團有限公司 *

(incorporated in Bermuda with limited liability)

(Stock code: 519)

PRICE-SENSITIVE INFORMATION

COURT ORDER AND JUDGMENT OF HCMP 243 AND 522/2011 AND RESUMPTION OF TRADING

This announcement is made pursuant to Rule 13.09(1) of the Listing Rules.

The directors of the Company (the “Directors”) wish to update the shareholders of the Company and the public on the status of HCMP 243 and 522 of 2011 (the “Court Actions”), the reference of which has been made in the Interim Report 2012 issued to all shareholders on 27 February 2012. The trial of the Court Actions (the “Trial”) commenced on 2 May 2012 and 25 days were reserved for the hearing. However, on 4 May 2012, Ms. Wong Kar Gee Mimi (“Ms. Wong”) conceded (1) her claims against the Company and its subsidiary Severn Villa Limited, and (2) the claims (the “Claims”) against her by the Company, Severn Villa Limited and Applied Properties Limited (collectively, the “Companies”). Relevant court orders and judgment have therefore be entered against Ms. Wong accordingly.

Trading in the Shares on the Stock Exchange was suspended at the request of the Company with effect from 1:00 p.m. on 4 May 2012 pending release of this announcement. Application has been made by the Company for the resumption of trading in the securities of the Company with effect from 9:00 a.m. on 7 May 2012.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The Directors wish to update the shareholders of the Company and the public on the status of the Court Actions, the reference of which has been made in the Interim Report 2012 issued to all shareholders on 27 February 2012.

The Trial of the Court Actions commenced on 2 May 2012. The hearing was originally scheduled for

25 days. However, on 4 May 2012, Ms. Wong conceded on her claims against the Companies and also on the Claims brought by the Company and its subsidiary Severn Villa Limited against her. In summary, the Court made the following orders/judgments, by consent:

1. Ms. Wong's action be dismissed with costs to be paid by Ms. Wong to the Companies on an indemnity basis, to be taxed if not agreed.
2. A declaration that Ms. Wong has never had any beneficial ownership in the land at 604 Lincoln Boulevard, Santa Monica, Los Angeles, USA (or in any of the 4 townhouses that were constructed thereon which had the respective addresses of 720, 724, 728, and 732 Alta Avenue, Santa Monica, CA 90402 USA).
3. A declaration that Severn Villa Limited is, and always has been since 21 September 2001, the sole beneficial owner of Unit A on 1st Floor; Garden A; and Car Parking Space No. 7 of Severn Villa, No. 3 Severn Road, the Peak, Hong Kong.
4. A declaration that Severn Villa Limited is, and always has been since 25 September 2001, the sole beneficial owner of Unit B on 1st Floor; Unit B on 2nd Floor; Unit B of 3rd Floor; roof; Garden B; and Car Parking Space Nos. 1, 2, 3, 4 and 5 of Severn Villa, No. 3 Severn Road, the Peak, Hong Kong.
5. Ms. Wong do on or before 4 p.m. on 3 June 2012 vacate and deliver up possession of Units A and B on 1st Floor of Severn Villa, No. 3 Severn Road, the Peak, Hong Kong.
6. Ms. Wong do within 14 days of the order pay to Severn Villa Limited the sum of HK\$95,556.45 (HK\$174,250 x 17/31) in respect of Ms. Wong's occupation of Units A and B on 1st Floor of Severn Villa, No. 3 Severn Road, the Peak, Hong Kong from 1 to 17 January 2011.
7. Ms. Wong do within 14 days of the order pay to Severn Villa Limited the sum of HK\$2,714,927.42 being mesne profits in respect of Ms. Wong's occupation of Units A and B on 1st Floor of Severn Villa, No. 3 Severn Road, the Peak, Hong Kong from 18 January 2011 to 4 May 2012.
8. In respect of Ms. Wong's occupation of Severn Villa, No. 3 Severn Road, the Peak, Hong Kong from 5 May 2012 until her vacation thereof, Ms. Wong do pay to Severn Villa Limited mesne profits at a pro rata rate of HK\$174,250 per month, within 14 days of such vacation.
9. Ms. Wong pay to the Companies their respective costs of the counterclaim on an indemnity basis, the same to be taxed if not agreed.
10. Ms. Wong shall within 7 days of the order take all necessary steps to vacate all caveats/memorials registered with the Land Registry with Memorial No. 11022503250011 against Units A and B on 1st Floor; and Car Parking Space Nos. 2, 3 and 7 of Severn Villa, No. 3 Severn Road, the Peak, Hong Kong.

The Directors are pleased that the Court Actions have come to an end and it is now beyond doubt the Severn Villa Properties are legally and beneficially owned by the Companies. The Companies will continue to take the appropriate steps to recover possession of the Severn Villa Properties from Ms. Wong and all the sums due to the Companies from Ms. Wong.

RESUMPTION OF TRADING

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Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

Made by the order of the Board, the Directors of which collectively and individually accept responsibility for the accuracy of this announcement.

By order of the Board
Applied Development Holdings Limited
Hung Kai Mau, Marcus
Chairman

Hong Kong, 4 May 2012

As at the date hereof, Mr. Hung Kai Mau, Marcus is an executive Director of the Company; Mr. Lun Tsan Kau, Mr. Su Ru Jia, Mr. Lo Yun Tai and Mr. Chan Ming Fai, Terence are independent non-executive Directors of the Company.

** for identification purpose only*