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新世界發展有限公司

New World Development Company Limited

(Incorporated in Hong Kong with limited liability)



新創建集團有限公司*

NWS Holdings Limited

(incorporated in Bermuda with limited liability)

CONNECTED TRANSACTION

**DISCLOSEABLE AND CONNECTED
TRANSACTION**

COMPLETION OF THE PROPOSED SHARE EXCHANGE

SUMMARY

The directors of NWD and NWSH are pleased to announce that the completion of the Proposed Share Exchange took place on 9 March 2004. Each of CTF and NWSH now indirectly owns 50% of the total issued share capital of Merryhill which in turn holds, among other investments, the Citybus Group and the NWFH Group.

Reference is made to the announcements made jointly by NWD and NWSH dated 8 December 2003 and 8 January 2004 (the "**Joint Announcements**") and to the shareholders' circular of each of NWD and NWSH dated 23 December 2003 (the "**Circulars**"), which set out the details of the Proposed Share Exchange. Unless otherwise defined, terms used in this announcement shall have the same meanings as those defined in the Joint Announcements and the Circulars.

The directors of NWD and NWSH are pleased to announce that the completion of the Proposed Share Exchange took place on 9 March 2004. The Proposed Share Exchange was effected by various transactions including, inter alia, the completion of the Share Exchange Agreement and the signing of the Shareholders Agreement. Each of CTF and NWSH now indirectly owns 50% of the total issued share capital of Merryhill which in turn holds, among other investments, the Citybus Group and the NWFH Group.

By Order of the Board
New World Development Company Limited
Leung Chi Kin, Stewart
Company Secretary

By Order of the Board
NWS Holdings Limited
Dr. Cheng Kar Shun, Henry
Chairman

Hong Kong, 9 March 2004

* For identification purposes only