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This announcement is made pursuant to section 9(2) of the Securities and Futures (Price Stabilising) Rules (Chapter 571W of the Laws of Hong Kong).

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Unless otherwise defined herein, terms used in this announcement shall have the same meanings as those defined in the prospectus dated 17th November, 2005 (the "Prospectus") issued by the Company.

 **PARKSON 百盛**
PARKSON RETAIL GROUP LIMITED
百盛商業集團有限公司
(incorporated in the Cayman Islands with limited liability)
(Stock Code: 3368)

ANNOUNCEMENT
STABILISING ACTIONS AND END OF STABILISATION PERIOD

The Company announces that the stabilisation period in connection with the Offering ended on 22nd December, 2005.

The only stabilising actions undertaken during the stabilisation period were (i) the borrowing of an aggregate of 24,840,000 Shares from the Selling Shareholder, solely to cover over-allocations in the International Placing; and (ii) the exercise in full of the Over-allotment Option in respect of 24,840,000 Shares by the BNP Paribas Peregrine on 2nd December, 2005. The Shares under the Over-allotment Option were used for the purpose of returning to the Selling Shareholder the 24,840,000 Shares borrowed.

The Company announces that the stabilising period in connection with the Offering ended on 22nd December, 2005.

As advised by BNP Paribas Peregrine, the only stabilising actions undertaken during the stabilising period were (i) the borrowing of an aggregate of 24,840,000 Shares by BNP Paribas Peregrine from the Selling Shareholder pursuant to the Stock Borrowing Agreement dated 23rd November, 2005, solely to cover over-allocations in the International Placing; and (ii) the exercise in full of the Over-allotment Option in respect of 24,840,000 Shares by BNP Paribas Peregrine on 2nd December, 2005. The Shares under the Over-allotment Option were used for the purpose of returning to the Selling Shareholder the 24,840,000 Shares borrowed.

As a result of the exercise of the Over-allotment Option by BNP Paribas Peregrine, the Selling Shareholder sold 24,840,000 Shares, representing 15% of the total number of Shares initially available under the Offering, at the Offer Price of HK\$9.80 per Share. Details of the exercise of the Over-allotment Option were described in the Company's announcement dated 2nd December, 2005.

By order of the Board
Cheng Yoong Choong
Managing Director

Hong Kong, 22nd December, 2005

As at the date of this announcement, the directors of the Company are Tan Sri CHENG Heng Jem, CHENG Yoong Choong, CHEW Fook Seng, FONG Ching, Eddy**, STUDER Werner Josef** and KO Tak Fai, Desmond**.*

** Non-executive Director*

*** Independent Non-executive Director*

Please also refer to the published version of this announcement in South China Morning Post.