

June 2011 Newsletter

Fantasia records contract sales of RMB 920 million, a YoY increase of 100%

In June 2011, Fantasia Holdings recorded contract sales of RMB 920 million and contract sales area of 85,377 sqm, representing a YoY increase of 100% and 193% respectively. As at 30 June 2011, the accumulated contract sales for the year 2011 was RMB 3,405 million and accumulated contract sales area was 351,203 sqm, representing a YoY increase of 144% and 198% respectively. The accumulated contract sales has already reached 57% of the full year sales target of RMB 6 billion in 2011.

Contract sales in June hit a record high this year, and various projects recorded good sales performance. Wuxi Love Forever launched many townhouses and Guilin Fantasia Town launched 90 units of retail shops, both of which were sold out on the debut day. Chengdu Funian Plaza was also launched and the first batch of LOFT products was almost sold out this month.

In June, the Company announced 100% equity acquisition of TCL King Electronics (Shenzhen) Co., Ltd. for a consideration of RMB 315.5 million. Upon completion of the Acquisition, the Company will hold the latter's land use rights of Shenzhen Shekou land, which comprises three parcels of land with land use area of approximately 17,991 sqm and five buildings erected on them with total GFA of approximately 39,587 sqm. The average acquisition cost including related expenses is about RMB 7,000 per sqm.

In June, the Company also announced to acquire remaining 48% interest in Shenzhen Fantasia Investment Development Co., Ltd. for a consideration of HK\$400 million. Meanwhile, the Vendor will subscribe for the Subscription Shares with HK\$400 million in cash, representing 6.4% of the enlarged issued share capital of the Company. Shenzhen Fantasia Investment has developed several projects in Shenzhen, such as Hailun Complex, Love Forever, etc.

In June, Guilin Fantasia Town Phase 1 (GFA: 440,931 sqm) and Dali Human Art Wisdom (GFA: 77,301 sqm) have obtained construction permits. Those two projects are reclassified to projects under development.

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