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Shanghai Jin Jiang International Hotels (Group) Company Limited*
上海錦江國際酒店(集團)股份有限公司

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 02006)

ANNOUNCEMENT
PRICE-SENSITIVE INFORMATION

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

The Company is pleased to announce that on 1 April 2010, Jin Jiang HK has entered into the Hotel Management JV Agreement with Interstate Europe. On the same day, the Company has entered into (i) the Equity Investment Management Company JV Contract with Thayer Capital; (ii) the non-legally binding Industrial Fund Memorandum with Thayer Group; and (iii) the Training Plan Memorandum with Interstate and Thayer Group.

Under Chapter 14 of the Listing Rules, the entering into of the Hotel Management JV Agreement, the Equity Investment Management Company JV Contract, the Industrial Fund Memorandum and the Training Plan Memorandum do not amount to notifiable transactions.

As the setting up of the Fund and the provision of the Training may or may not proceed, Shareholders of the Company and the public investors are advised to exercise extreme caution when dealing in the shares of the Company.

The Company is pleased to announce that on 1 April 2010, Jin Jiang HK has entered into the Hotel Management JV Agreement with Interstate Europe in relation to the establishment of JV Hotel Management Company. On the same day, the Company has entered into (i) the Equity Investment Management Company JV Contract with Thayer Capital in relation to the establishment of Equity Investment Management Company; (ii) the non-legally binding Industrial Fund Memorandum with Thayer Group in relation to the proposed joint establishment of the Fund; and (iii) the Training Plan Memorandum with Interstate and Thayer Group in relation to the Training.

The purpose of entering into the Hotel Management JV Agreement is to establish JV Hotel Management Company to provide independent management and consultation services for hotels in the PRC, including managing hotels under the brand name of "Jin Jiang" and other brand names (including international brand names), and to develop the independent hotel management market in the PRC.

The purpose of entering into the Equity Investment Management Company JV Contract is to establish Equity Investment Management Company to provide investment management and related consultation services.

The purpose of entering into the Industrial Fund Memorandum is to plan to establish a hotel and tourism industry fund in the PRC.

The purpose of entering into the Training Plan Memorandum is to raise the international hotel management standards of members of middle and senior management of the Company and its subsidiaries, and to better form a management team.

Under Chapter 14 of the Listing Rules, the entering into of the Hotel Management JV Agreement, the Equity Investment Management Company JV Contract, the Industrial Fund Memorandum and the Training Plan Memorandum do not amount to notifiable transactions.

As the setting up of the Fund and the provision of the Training may or may not proceed, Shareholders of the Company and the public investors are advised to exercise extreme caution when dealing in the shares of the Company.

Unless the context otherwise requires, the terms used in this announcement shall have the following meanings:

“Company”	上海錦江國際酒店（集團）股份有限公司 (Shanghai Jin Jiang International Hotels (Group) Company Limited), a joint stock limited company established in the PRC, the H shares of which are listed on The Stock Exchange of Hong Kong Limited
“Director(s)”	the directors of the Company
“Equity Investment Management Company”	上海錦江德爾股權投資管理有限公司 (Shanghai Thayer Jin Jiang Equity Investment Management Co., Ltd.), a joint venture equity investment management company to be established in the PRC by the Company and Thayer Capital under the Equity Investment Management Company JV Contract
“Equity Investment Management Company JV Contract”	the Joint Venture Contract Regarding the Joint Venture Shanghai Thayer Jin Jiang Equity Investment Management Co., Ltd. dated 1 April 2010 entered into between the Company and Thayer Capital in relation to the establishment of Equity Investment Management Company
“Fund”	a China hotel and tourism industrial fund to be jointly established by way of promotion by the Company and Thayer Group
“Hotel Management JV Agreement”	the Shareholders’ Agreement Regarding the Establishment of Interstate (China) Hotels & Resorts Co., Ltd. dated 1 April 2010 entered into between Jin Jiang HK and Interstate Europe in relation to the establishment of JV Hotel Management Company
“Industrial Fund Memorandum”	a non-legally binding Memorandum on the Establishment of a China Hotel Industrial Fund by way of Promotion dated 1 April 2010 entered into between the Company and Thayer Group in relation to the proposed joint establishment of the Fund

“Interstate”	Interstate Hotels & Resorts, Inc.
“Interstate Europe”	Interstate Europe S.A.R.L., an indirect wholly-owned subsidiary of Interstate
“Jin Jiang HK”	上海錦江國際酒店集團（香港）有限公司 (Shanghai Jin Jiang International Hotels Group (HK) Co., Ltd.), a wholly owned subsidiary of the Company
“JV Hotel Management Company”	州際（中國）酒店和度假村有限公司 (Interstate (China) Hotels & Resorts Co., Ltd.), a joint venture hotel management company to be incorporated in Hong Kong by Jin Jiang HK and Interstate Europe under the Hotel Management JV Agreement
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“PRC”	the People’s Republic of China, excluding Hong Kong, Macau and Taiwan
“Shareholder(s)”	the shareholder(s) of the Company
“Thayer Capital”	Thayer International Capital LLC, a company controlled by or affiliated with Thayer Group
“Thayer Group”	Thayer Lodging Group, Inc.
“Training”	talent training for Jin Jiang International Hotel’s middle and senior management personnel under the Training Plan Memorandum
“Training Plan Memorandum”	a Memorandum on the Training Plan for Jin Jiang International Hotel Middle and Senior Management Personnel dated 1 April 2010 entered into between the Company, Interstate and Thayer Group in relation to the Training

By Order of the Board of
Shanghai Jin Jiang International Hotels (Group) Company Limited*
Kang Ming
Executive Director & Joint Company Secretary

Shanghai, the People’s Republic of China, 1 April 2010

As at the date of this announcement, the executive Directors are Mr. Yu Minliang, Ms. Chen Wenjun, Mr. Yang Weimin, Mr. Chen Hao, Mr. Yuan Gongyao, Mr. Xu Zurong, Mr. Han Min and Mr. Kang Ming, the non-executive Director is Mr. Shen Maoxing, and the independent non-executive Directors are Mr. Ji Gang, Mr. Xia Dawei, Mr. Sun Dajian, Dr. Rui Mingjie, Mr. Yang Menghua, Dr. Tu Qiyu, Mr. Shen Chengxiang and Mr. Lee Chung Bo.

* *The Company is registered as a non-Hong Kong company under Part XI of the Companies Ordinance (Chapter 32 of the Laws of Hong Kong) under its Chinese name and the English name “Shanghai Jin Jiang International Hotels (Group) Company Limited”.*