THE HONGKONG AND SHANGHAI HOTELS, LIMITED
香港上海大酒店有限公司

TO: ALL BUSINESS/FINANCIAL/TRAVEL EDITORS

For Immediate Release

HSH APPOINTS TWO NEW DIRECTORS TO THE BOARD

Hong Kong, May 18, 2006 – The Hongkong and Shanghai Hotels, Limited (HSH) announced today that two new non-executive directors, Mr John A H Leigh and Mr Nicholas T J Colfer, were elected to the Board at the company's annual general meeting.

Welcoming the appointments, HSH chairman Sir Michael Kadoorie said, "John Leigh and Nicholas Colfer bring to the company extensive corporate and private practice experience in a range of disciplines that will benefit HSH going forward.

"It is appropriate, on their retirement, that I also pay tribute to Sir Sidney Gordon, who has served on the Board for 44 years, and to Mr James Dickson Leach, a director for 13 years, for their wise counsel, their commitment to the company's well-being, and their loyal service."

John A H Leigh
John Leigh, aged 52, is a solicitor of the Supreme Courts of England, Hong Kong and Australia, and was in private practice in Hong Kong and the United Kingdom before joining the Kadoorie group of companies. He serves on the board of CLP Holdings Limited and Sir Elly Kadoorie & Sons Limited, where he oversees a number of Kadoorie family interests in Hong Kong and overseas. He has also been appointed as a member of HSH's Executive and Finance Committees.

Nicholas T J Colfer
Nicholas Colfer, aged 46, has over 23 years' experience of corporate management in the Asia-Pacific region, principally in real estate, manufacturing and distribution. He is a non-executive director of Tai Ping Carpets International Limited, Sir Elly Kadoorie & Sons Limited and serves on several other corporate boards in Hong Kong.

Incorporated in 1866 and listed on the Hong Kong stock exchange (0045), The Hongkong and Shanghai Hotels, Limited's principal business comprises the ownership and management of prestigious hotel, commercial and residential properties in key destinations in Asia and the USA; it is the owner and operator of The Peninsula Hotels. The hotel portfolio comprises The Peninsula Hong Kong, The Peninsula New York, The Peninsula Chicago, The Peninsula Beverly Hills, The Peninsula Bangkok, The Peninsula Palace Beijing, The Peninsula Manila and The Peninsula Tokyo (opening in 2007), and Quail Lodge Resort and Golf Club, Carmel California.

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The Peninsula Hotels website: http://www.peninsula.com