

房屋署 HOUSING DEPARTMENT

Private Sector Participation Scheme Section & Tenants Purchase Scheme Section
2/F., Block 1, Housing Authority Headquarters
33 Fat Kwong Street, Ho Man Tin, Kowloon

Our Ref. : HD(A&M)P 12/23/9 Pt.45

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Your Ref.: 020511/02

27 May 2002

First Star Development Ltd.
30/F, New World Tower
18 Queen's Road Central
Hong Kong

Urgent by Post

(Attn.: Mr. Patrick LAM)

Dear Sirs,

**Private Sector Participation Scheme (PSPS)
Hunghom Peninsula
KIL No. 11076, Hung Hom Bay Reclamation Area, Kowloon**

I refer to your letter dated 11 May 2002.

Pursuant to the provisions under the Conditions of Sale governing the subject lot, the Housing Authority (HA) will nominate home-owners to purchase the flats in Hunghom Peninsula within a period of 20 calendar months from the date of the consent to sell, which is yet to be issued by the Lands Department. In case no nomination is made, the HA will purchase those flats after the expiry of the period of 20 calendar months in accordance with the terms as provided.

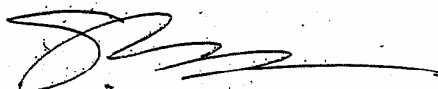
Meanwhile, the site meeting/visit on 3 April 2002 attended by my colleagues was held to consider the locations of show flats which were proposed by you and exchange preliminarily ideas on some marketing and sales matters. However, as we have all along emphasized, there is no sales

programme for the subject project for the time being. While some sales arrangements are being carried out by you, they are in fact advance planning and preparation for any possible sales programme that may come up.

As you may note and in line with what we have previously indicated, all the concerned meetings, site visits or correspondence exchanges were taken, and it is our intention that such would continue, on a no commitment basis so that the sales arrangements could be ready in time to cater for any possible sales programme in future or other probabilities of the manner of the sale or disposal of the flats in accordance with the terms of the Conditions of Sale.

Thank you for your kind attention.

Yours faithfully,



(Ms. Peggy S.L. CHAN)
for Director of Housing