

Increase in Paid-Up Capital of Zhuhai Costa Del Sol Club Management Co., Ltd

The Board of Directors of IPC Corporation Ltd (the "Group") would like to announce that the paid-up capital of Zhuhai Costa Del Sol Club Management Co., Ltd (the "Company"), a hospitality management company, was increased from HK\$1 million to HK\$10 million.

The increase in paid-up capital is to allow the Company to be financially self-sufficient and to facilitate its efforts to expand its business in the following areas:

- 1) To undertake Human Resources outsourcing projects from hotels in the PRC, Hong Kong and Macau, as announced on 12 June 2006 (Announcement No. 38); and
- 2) As a consultant and manager for third-party hotels and clubs in the PRC.

The shareholding structure of the Company is as follows:

- 25 percent equity held directly by the Group, and
- 75 percent held by Zhuhai IPC Property Development Co. Ltd. ("Zhuhai IPC").

Zhuhai IPC is a wholly-owned subsidiary of the Group and also a developer of the Costa Del Sol development project. The increase in paid-up capital was funded by internal resources with the same equity ratio as per the above shareholding structure.

The above transaction is not expected to have any material impact on the net tangible assets or earnings per share of the Group for the financial year ending 31 December 2006.

None of any director or controlling shareholder has any interest, direct or indirect in the above transaction.

By order of the Board
IPC CORPORATION LTD.

Ngiam Mia Hai Bernard
Executive Director
30 October 2006