



祥 泰 行 集 團 有 限 公 司 *

CHEUNG TAI HONG HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 199)

FURTHER ANNOUNCEMENT IN RESPECT OF THE PLACING OF HK\$44 MILLION PLACING CONVERTIBLE NOTES

The Board is pleased to announce that the Placing Agent has conditionally procured a total of 6 Places for the Placing Convertible Notes with total principal amount of HK\$44 million.

The Placing is expected to be completed on 3rd August, 2005, being the third business day after the fulfillment of the conditions as stated in the Placing Agreement.

Reference is made to the circular (the “Circular”) of the Company dated 23rd May, 2005 and announcement of the Company dated 7th June, 2005 in relation to, among other things, the proposed Subscription and the Placing. Unless otherwise specified, terms used herein shall have the same meanings as defined in the Circular.

The Board is pleased to announce that the Placing Agent has conditionally procured a total of 6 Places for the Placing Convertible Notes with total principal amount of HK\$44 million. To the best knowledge of the Directors, the Places and their respective ultimate beneficial owners are independent of and not connected with the Company, each of the Subscribers and their respective connected persons (as defined under the Listing Rules), and are not connected persons of the Company.

The Placing is expected to be completed on 3rd August, 2005, being the third business day after the fulfillment of the conditions as stated in the Placing Agreement.

For and on behalf of
Cheung Tai Hong Holdings Limited
Cheung Hon Kit
Chairman

Hong Kong, 26th July, 2005

As at the date of announcement, the Board comprises Mr. Cheung Hon Kit (Chairman), Mr. Chan Fut Yan (Managing Director) and Mr. Tse Cho Tseung as executive Directors, Mr. Lo Lin Shing, Simon as non-executive Director, Mr. Ho Hau Chong, Norman (Deputy Chairman), Mr. Wong Chi Keung, Alvin, Mr. Kwok Ka Lap, Alva and Mr. Zhang Shichen as independent non-executive Directors.

* *For identification purpose only*

“Please also refer to the published version of this announcement in The Standard.”