



祥泰行集團有限公司*

CHEUNG TAI HONG HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 199)

UNUSUAL MOVEMENT IN TRADING VOLUME OF THE SHARES OF THE COMPANY

The Board has noted today the increase in the trading volume of the shares of the Company and wishes to state that it is not aware of any reasons for such increase.

The Group is in preliminary discussions in respect of a possible acquisition of property interest in Macau which may constitute a notifiable transaction to the Company. No concrete terms have been arrived at and the possible acquisition may or may not materialise.

Shareholders and investors are reminded to exercise caution in dealing in the shares of the Company.

This announcement is made at the request of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The board (the “**Board**”) of directors (the “**Directors**”) of Cheung Tai Hong Holdings Limited (the “**Company**”) has noted today the increase in the trading volume of the shares of the Company. The Board wishes to state that it is not aware of any reasons for such increase.

The Group is in preliminary discussions in respect of a possible acquisition of property interest in Macau which may constitute a notifiable transaction to the Company. No concrete terms have been arrived at and the possible acquisition may or may not materialise. Further announcement will be made by the Company as and when appropriate in accordance with the Rules Governing the Listing of Securities (the “**Listing Rules**”) on the Stock Exchange.

The Board also confirms that, save as disclosed above, there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Rule 13.23 of the Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

Shareholders and investors are reminded to exercise caution in dealing in the shares of the Company.

Made by the order of the Board, the Directors of which individually and jointly accept responsibility for the accuracy of this announcement.

By order of the Board
Yan Ha Hung, Loucia
Company Secretary

Hong Kong, 18th October, 2005

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

* For identification purpose only

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