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If you are in any doubt as to any aspect of this circular or as to the action to be taken, you should consult your stockbroker or other registered dealer in securities, bank manager, solicitor, professional accountant or other professional adviser.

If you have sold or transferred all your shares in South China Financial Holdings Limited, you should at once hand this circular and the accompanying proxy form to the purchaser or the transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.

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SOUTH CHINA FINANCIAL HOLDINGS LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 619)

**GENERAL MANDATES TO ISSUE AND REPURCHASE SHARES,
RE-ELECTION OF DIRECTORS
AND
NOTICE OF ANNUAL GENERAL MEETING**

A notice convening an annual general meeting of South China Financial Holdings Limited (the "Company") to be held at 28th Floor, Bank of China Tower, 1 Garden Road, Central, Hong Kong on 9 June 2009 at 10:30 a.m. is set out on pages 12 to 15 of this circular.

A proxy form for use at the annual general meeting is enclosed with this circular. Whether or not you are able to attend the annual general meeting or any adjournment thereof, you are advised to read the notice and requested to complete the proxy form in accordance with the instructions printed thereon and return the same to the Company's share registrar, Union Registrars Limited at Rooms 1901-02, Fook Lee Commercial Centre, Town Place, 33 Lockhart Road, Wanchai, Hong Kong as soon as possible but in any event not less than 48 hours before the time appointed for holding of the annual general meeting or any adjournment thereof. Completion and return of the proxy form will not preclude you from attending, and voting in person at the annual general meeting or any adjournment thereof should you so wish.

9 April 2009

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DEFINITIONS

In this circular, unless the context requires otherwise, the following expressions have the following meanings:

“AGM”	the annual general meeting of the Company to be convened and held at 28th Floor, Bank of China Tower, 1 Garden Road, Central, Hong Kong on 9 June 2009 at 10:30 a.m., notice of which is set out on pages 12 to 15 of this circular
“Articles of Association”	the articles of association of the Company as may be amended from time to time
“Board”	the Company’s board of Directors
“Company”	South China Financial Holdings Limited, a company incorporated in Hong Kong with limited liability, the shares of which are listed on the Main Board of the Stock Exchange
“Companies Ordinance”	Companies Ordinance (Chapter 32 of the laws of Hong Kong) as amended from time to time
“Director(s)”	the director(s) of the Company
“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the People’s Republic of China
“Issue Mandates”	the general and unconditional mandates proposed under ordinary resolutions numbered 5(A) and 5(C) in the notice of the AGM set out on pages 12 to 15 of this circular to be granted to the Directors to (i) allot and issue securities of the Company up to an aggregate nominal amount not exceeding 20% of the aggregate nominal value of the issued share capital of the Company on the date of the passing of the said ordinary resolution; (ii) to extend the mandate in (i) above by an amount representing the aggregate nominal amount of the Shares repurchased by the Company made pursuant to and in accordance with the Repurchase Mandate
“Latest Practicable Date”	2 April 2009, being the latest practicable date prior to the printing of this circular for ascertaining certain information contained herein
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange

DEFINITIONS

“Memorandum”	the memorandum of association of the Company, as may be amended from time to time
“Repurchase Mandate”	the general and unconditional mandate proposed under ordinary resolution numbered 5(B) in the notice of the AGM set out on page 14 of this circular to be granted to the Directors to repurchase the Company’s shares up to an aggregate nominal amount not exceeding 10% of the aggregate nominal value of the issued share capital of the Company on the date of the passing of the said ordinary resolution
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Share(s)”	ordinary share(s) of HK\$0.025 each in the share capital of the Company
“Shareholder(s)”	holder(s) of Share(s)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Takeovers Code”	Codes on Takeovers and Mergers and Share Repurchases
“%”	per cent.

LETTER FROM THE BOARD



SOUTH CHINA FINANCIAL HOLDINGS LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 619)

Executive Directors:

Mr. Ng Hung Sang (*Chairman*)
Mr. Richard Howard Gorges (*Vice-chairman*)
Ms. Cheung Choi Ngor (*Vice-chairman*)
Mr. Ng Chun Sang
Mr. Ng Yuk Yeung, Paul

Registered Office:

28th Floor
Bank of China Tower
1 Garden Road
Central
Hong Kong

Independent Non-executive Directors:

Mrs. Tse Wong Siu Yin, Elizabeth
Hon. Raymond Arthur William Sears, Q.C.
Mr. Tung Woon Cheung, Eric

9 April 2009

*To the Shareholders and for information only,
holders of share options of the Company*

Dear Sir or Madam

**GENERAL MANDATES TO ISSUE AND REPURCHASE SHARES,
RE-ELECTION OF DIRECTORS
AND
NOTICE OF ANNUAL GENERAL MEETING**

INTRODUCTION

The purpose of this circular is to provide you with the relevant information regarding the proposed granting of the Issue Mandates and the Repurchase Mandate and the proposed re-election of Directors, and to give you notice of the AGM at which resolutions will be proposed to consider and, if thought fit, approve at the AGM, among other matters, the granting of the Issue Mandates and the Repurchase Mandate and the re-election of Directors.

LETTER FROM THE BOARD

ISSUE MANDATES AND REPURCHASE MANDATE

At the last annual general meeting of the Company held on 20 May 2008, resolutions were passed by the Shareholders giving general unconditional mandates to the Directors to issue and allot Shares and to exercise the powers of the Company to repurchase its own Shares in accordance with the Listing Rules. These general mandates will lapse at the conclusion of the AGM.

It is therefore necessary to renew the Issue Mandates and the Repurchase Mandate at the AGM and ordinary resolutions will be proposed to seek the Shareholders' approval for granting of the Issue Mandates and the Repurchase Mandate at such meeting. Details of the aforesaid ordinary resolutions are set out in ordinary resolution numbered 5 in the notice of the AGM.

As at the Latest Practicable Date, the number of Shares in issue was 5,028,834,500. Subject to the passing of the resolution in relation to the Issue Mandates and on the basis that no further Shares are issued or repurchased by the Company prior to the AGM, the Company would be allowed under the Issue Mandates to allot a maximum of 1,005,766,900 Shares, representing 20% of the issued share capital of the Company.

The Issue Mandates and the Repurchase Mandate, if approved at the AGM, will continue in force until the conclusion of the next annual general meeting of the Company or the expiration of the period within which the next annual general meeting of the Company is required by the Articles of Association or any applicable laws to be held or until revoked or varied by ordinary resolution by the Shareholders in general meeting, whichever occurs first.

An explanatory statement as required by the Listing Rules to provide the Shareholders with all the information reasonably necessary for them to make an informed decision on the proposed resolution for the granting of the Repurchase Mandate is set out in Appendix I to this circular.

RE-ELECTION OF DIRECTORS

At the AGM, ordinary resolutions will also be proposed to re-elect Ms. Cheung Choi Ngor, Mr. Richard Howard Gorges and Mr. Ng Chun Sang as Directors in accordance with the Articles of Association. To enable the Shareholders to make an informed decision on the re-election of these retiring Directors, the biographical details of the retiring Directors, as required under Chapter 13 of the Listing Rules, are set out in Appendix II to this circular for the information of the Shareholders.

ANNUAL GENERAL MEETING

A notice convening the AGM is set out on pages 12 to 15. At the AGM, relevant resolutions will be proposed to approve the granting of the Issue Mandates and the Repurchase Mandate and the re-election of Directors.

LETTER FROM THE BOARD

There is enclosed with this circular a proxy form for use at the AGM. Whether or not you intend to attend the AGM or any adjournment thereof, you are requested to complete the proxy form in accordance with the instructions printed thereon and return the same to the Company's share registrar, Union Registrars Limited at Rooms 1901-02, Fook Lee Commercial Centre, Town Place, 33 Lockhart Road, Wanchai, Hong Kong as soon as possible and in any event not less than 48 hours before the time fixed for holding the AGM or any adjournment thereof. Completion and return of the proxy form will not preclude you from attending and voting in person at the AGM or any adjournment thereof should you so wish. In the event that a Shareholder having lodged a proxy form attends the AGM, his proxy form will be deemed to have been revoked.

VOTE BY POLL

Under Rule 13.39(4) of the Listing rules, any vote of Shareholders at a general meeting must be taken by poll.

RECOMMENDATION

The Directors consider that the granting of the Issue Mandates and the Repurchase Mandate and the re-election of Directors are in the best interests of the Company and the Shareholders as a whole and so recommend the Shareholders to vote in favour of the resolutions to be proposed at the AGM.

Yours faithfully
By order of the Board
Ng Hung Sang
Chairman

This is an explanatory statement given to the Shareholders relating to the resolution to be proposed at the AGM authorising the Repurchase Mandate.

This explanatory statement contains all the information required pursuant to the Listing Rules, which is set out as follows:

1. EXERCISE OF THE REPURCHASE MANDATE

As at the Latest Practicable Date, the number of Shares in issue was 5,028,834,500.

Subject to the passing of the resolution in relation to the Repurchase Mandate and on the basis that no further Shares are issued or repurchased by the Company prior to the AGM, the Company would be allowed under the Repurchase Mandate to repurchase a maximum of 502,883,450 Shares (representing 10% of the issued share capital of the Company) during the period from the date of the passing of the ordinary resolution numbered 5(B) in the notice of the AGM set out on page 14 of this circular up to (i) the conclusion of the next annual general meeting of the Company; (ii) the expiration of the period within which the next annual general meeting of the Company is required by the Articles of Association or any applicable laws to be held; or (iii) the revocation or variation of the Repurchase Mandate by ordinary resolution of the Shareholders in general meeting, whichever occurs first.

2. REASONS FOR REPURCHASES

The Directors believe that the Repurchase Mandate is in the best interests of the Company and the Shareholders. Such repurchases may, depending on market conditions and funding arrangements at the time, lead to an enhancement of the net asset value of the Company and/or its earnings per Share and will only be made when the Directors believe that such a repurchase will benefit the Company and the Shareholders.

3. FUNDING OF REPURCHASES

In repurchasing Shares, the Company may only apply funds legally available for such purpose in accordance with the Memorandum and Articles of Association, the Listing Rules and the Companies Ordinance. The Company is empowered by its Articles of Association to repurchase its Shares. The Companies Ordinance provides that the amount of capital repaid in connection with a share repurchase may only be paid from the distributable profits of the Company and/or the proceeds of a new issue of Shares made for this purpose of the repurchase to such extent allowable under the Companies Ordinance.

4. GENERAL

There might be a material adverse impact on the working capital or gearing position of the Company (as compared with the position disclosed in the audited accounts contained in the annual report of the Company for the financial year ended 31 December 2008) in the event that the Repurchase Mandate is exercised in full at any time during the proposed repurchase period. However, the Directors do not propose to exercise the Repurchase Mandate to such extent as would, in the circumstances, have a material adverse effect on the working capital requirements of the Company or the gearing levels which in the opinion of the Directors are from time to time appropriate for the Company.

5. UNDERTAKING

The Directors have undertaken to the Stock Exchange that, so far as the same may be applicable, they will exercise the Repurchase Mandate only in accordance with the Listing Rules, the Memorandum and Articles of Association and the applicable laws of Hong Kong.

None of the Directors nor, to the best of their knowledge having made all reasonable enquiries, any of their associates (as defined in the Listing Rules), have any present intention, if the Repurchase Mandate is approved by the Shareholders, to sell any Shares to the Company or its subsidiaries.

No connected person (as defined in the Listing Rules) of the Company has notified the Company that he has a present intention to sell Shares to the Company, nor has undertaken not to do so, in the event that the Repurchase Mandate is approved by the Shareholders.

6. TAKEOVERS CODE

If as a result of a repurchase of Shares, a shareholder's proportionate interest in the voting rights of the Company increases, such increase will be treated as an acquisition for the purposes of Rule 32 of the Takeovers Code. As a result, a Shareholder or a group of Shareholders acting in concert (as interpreted according to the Takeovers Code), depending on the level of the increase of the shareholder's interest, could obtain or consolidate control of the Company and become(s) obliged to make a mandatory offer in accordance with Rule 26 of the Takeovers Code.

As at the Latest Practicable Date, to the best knowledge and belief of the Directors, Mr. Ng Hung Sang ("Mr. Ng"), together with his associates, was taken to be interested in the 2,711,113,372 Shares of the Company, representing approximately 53.91% of the issued share capital of the Company, and was a substantial Shareholder of the Company. In the event that the Directors exercise the proposed Repurchase Mandate in full and assuming that there is no change in the issued share capital of the Company, the shareholding in the Company held by Mr. Ng, would be increased to approximately 59.90% of the issued share capital of the Company and such increases would not give rise to an obligation to make a mandatory offer under Rule 26 of the Takeovers Code.

7. SHARE REPURCHASE MADE BY THE COMPANY

No purchase of Shares has been made by the Company in the six months prior to the Latest Practicable Date, whether on the Stock Exchange or otherwise.

8. SHARE PRICES

The highest and lowest prices at which Shares have been traded on the Stock Exchange during each of the previous twelve months preceding the Latest Practicable Date were as follows:

	Price per Share	
	Highest	Lowest
	<i>HK\$</i>	<i>HK\$</i>
2008		
April	0.155	0.122
May	0.160	0.120
June	0.121	0.099
July	0.111	0.087
August	0.094	0.055
September	0.068	0.031
October	0.047	0.025
November	0.040	0.033
December	0.046	0.035
2009		
January	0.055	0.041
February	0.050	0.040
March	0.047	0.040
April (up to the Latest Practicable Date)	0.051	0.046

Details of the retiring Directors proposed to be re-elected at the AGM as at the Latest Practicable Date are set out as follows:

1. Ms. Cheung Choi Ngor, Executive Director

Ms. Cheung Choi Ngor, aged 55, is an Executive Director and a Vice-Chairman of the Company. She is also an executive director and a vice-chairman and the chief executive officer of South China (China) Limited (“SCC”), an executive director of South China Holdings Limited (“SCH”), an executive director, the Compliance Officer and an Authorised Representative of South China Land Limited 南華置地有限公司 (“SCL”), and a director of Wah Shing International Holdings Limited (delisted from the Official List of the Singapore Exchange Securities Trading Limited with effect from 5 May 2006). Ms. Cheung was also an Executive Director of Wai Chun Mining Industry Group Company Limited (formerly known as “Nority International Group Limited”) (“Wai Chun”) during the period from 2 May 2006 to 3 February 2007. The shares of SCC, SCH and Wai Chun are listed on the Main Board of the Stock Exchange and the shares of SCL are listed on the GEM Board of the Stock Exchange. Ms. Cheung holds a Master degree in Business Administration from University of Illinois in the United States of America. She is a member of the National Committee of the Chinese People’s Political Consultative Conference. Ms. Cheung was appointed as a Director of the Company on 7 December 1988. Save as disclosed above, Ms. Cheung does not hold any directorship in any other listed public companies currently or in the past three years.

Ms. Cheung has not entered into any service contract with the Company, nor been appointed for a specific term. She is subject to retirement by rotation and re-election in accordance with the Articles of Association of the Company. Ms. Cheung received a director’s emolument of HK\$1,048,000 for the year ended 31 December 2008 which was determined by reference to her skills, knowledge, involvement and performance in the Company, with reference also to the Company’s performance and profitability, as well as industry practice.

Ms. Cheung is holding as beneficial owner 10,000,000 shares and 20,000,000 underlying Shares in respect of the share options granted under the share option scheme of the Company, within the meaning of Part XV of SFO.

On 19 December 2007 the Securities and Futures Commission (the “SFC”) has reached an agreement with South China Capital Limited (“SC Capital”) and South China Research Limited (“SC Research”) in respect of certain breaches during the period from October 2002 to October 2003, in which Ms. Cheung is a director of SC Capital and SC Research.

Details of the sanctions can be obtained from the SFC website at <http://www.sfc.hk>.

Save as disclosed above, Ms. Cheung does not have any other relationships with any directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company, and she has confirmed that there is no other information to be disclosed pursuant to Rule 13.51(2)(h)-(v) of the Listing Rules and there are no other matters that need to be brought to the attention of the Shareholders of the Company in connection with her re-election.

2. Mr. Richard Howard Gorges, Executive Director

Mr. Richard Howard Gorges, aged 65, an Executive Director and a Vice-Chairman of the Company and SCC, and an executive director of SCH and SCL and a director of Wah Shing International Holdings Limited (delisted from the Official List of the Singapore Exchange Securities Trading Limited with effect from 5 May 2006). Mr. Gorges was also an executive director of Wai Chun during the period from 2 May 2006 to 3 February 2007. The shares of SCC, SCH and Wai Chun are listed on the Main Board of the Stock Exchange. The shares of SCL are listed on the GEM Board of the Stock Exchange. Mr. Gorges holds a Master degree in law from Cambridge University in the United Kingdom. He was appointed as a Director of the Company on 7 December 1988. Save as disclosed above, Mr. Gorges does not hold any directorship in any other listed public companies currently or in the past three years.

Mr. Gorges has not entered into any service contract with the Company and is subject to retirement by rotation and re-election in accordance with the Articles of Association. He received a director's emoluments for HK\$1,081,000 for the year ended 31 December 2008 which is determined by reference to his skills, knowledge, involvement and performance in the Company with reference to the Company's performance and profitability as well as industry practice.

Mr. Gorges is holding as beneficial owner 12,174,000 shares and 20,000,000 underlying Shares in respect of the share options granted under the share option scheme of the Company, within the meaning of Part XV of SFO.

On 19 December 2007, SFC has revoked its approval of Mr. Gorges to act as a responsible officer of any licensed corporations, suspended his Type 6 (advising on corporate finance) licence for 18 months from 29 November 2007 to 28 May 2009 and fined him HK\$250,000 for failing to properly, actively and diligently supervise the performance of duties by those to whom he had delegated them in the years 2002 and 2003 in respect of 3 companies in which he was a responsible officer. In addition, SFC has reprimanded and fined South China Securities Limited ("SC Securities") for failing to comply with the Financial Resources Rules under the Securities Ordinance, the Securities and Futures (Financial Resources) Rules and the Securities and Futures (Client Money) Rules during the period from May 2002 to October 2003 and reached an agreement with SC Capital and SC Research in respect of certain breaches during the period from October 2002 to October 2003, in which Mr. Gorges is a director of SC Securities, SC Capital and SC Research.

Details of the sanctions can be obtained from the SFC website at <http://www.sfc.hk>.

Save as disclosed above, Mr. Gorges does not have any other relationships with any directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company, and he has confirmed that there is no other information to be disclosed pursuant to Rule 13.51(2)(h)-(v) of the Listing Rules and there are no other matters that need to be brought to the attention of the Shareholders of the Company in connection with his re-election.

3. Mr. Ng Chun Sang, Executive Director

Mr. Ng Chun Sang, aged 46, is an Executive Director of the Company. Mr. Ng holds a Bachelor's degree in science from the University of London in the United Kingdom. He has extensive experience in securities and commodities broking. He was appointed as a Director of the Company on 8 October 1999. He is a brother of Mr. Ng Hung Sang, the Chairman of the Company, and uncle of Mr. Ng Yuk Yeung, Paul, an Executive Director of the Company. Save as disclosed above, Mr. Ng does not hold any directorships in any other listed public companies currently or in the last three years.

Mr. Ng has not entered into any service contract with the Company and is subject to retirement by rotation and re-election in accordance with the Articles of Association. He received a director's emoluments for HK\$907,000 for the year ended 31 December 2008 which is determined by reference to his skills, knowledge, involvement and performance in the Company with reference to the Company's performance and profitability as well as industry practice.

Mr. Ng is holding as beneficial owner 8,000,000 underlying Shares in respect of the share options granted under the share option scheme of the Company, within the meaning of Part XV of SFO.

On 19 December 2007, SFC has reprimanded and fined SC Securities for failing to comply with the Financial Resources Rules under the Securities Ordinance, the Securities and Futures (Financial Resources) Rules and the Securities and Futures (Client Money) Rules during the period from May 2002 to October 2003 and reached an agreement with SC Capital and SC Research in respect of certain breaches during the period from October 2002 to October 2003, in which Mr. Ng is a director of SC Securities and SC Capital.

Details of the sanctions can be obtained from the SFC website at <http://www.sfc.hk>.

Save as disclosed above, Mr. Ng does not have any other relationships with any directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company, and he has confirmed that there is no other information to be disclosed pursuant to Rule 13.51(2)(h)-(v) of the Listing Rules and there are no other matters that need to be brought to the attention of the Shareholders of the Company in connection with his re-election.

NOTICE OF ANNUAL GENERAL MEETING



SOUTH CHINA FINANCIAL HOLDINGS LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 619)

NOTICE IS HEREBY GIVEN that an annual general meeting of South China Financial Holdings Limited (the “Company”) will be held at 28th Floor, Bank of China Tower, 1 Garden Road, Central, Hong Kong on 9 June 2009 at 10:30 a.m. for the following purposes:

ORDINARY BUSINESS

1. To consider and adopt the audited financial statements together with the Directors’ Report and the Independent Auditors’ Report for the year ended 31 December 2008.
2. To declare a final dividend of 0.04 HK cent per share for the year ended 31 December 2008.
3. To re-elect Directors and to authorise the Board of Directors to fix the Directors’ remuneration.
4. To re-appoint Auditors and to authorise the Board of Directors to fix their remuneration.

SPECIAL BUSINESS

5. To consider and, if thought fit, pass (with or without modification) the following resolutions as ordinary resolutions:

ORDINARY RESOLUTIONS

(A) **“THAT:**

- (a) subject to sub-paragraph (c) of this Resolution and pursuant to the Rules Governing the Listing of Securities (“Listing Rules”) on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”), the exercise by the Directors of the Company during the Relevant Period (as hereinafter defined) of all the powers of the Company to allot, issue and deal with additional shares or securities convertible into shares, or options, warrants or similar rights to subscribe for any shares and to make or grant offers, agreements and options which might require the exercise of such powers be and is hereby generally and unconditionally approved;

NOTICE OF ANNUAL GENERAL MEETING

- (b) the approval in sub-paragraph (a) of this Resolution shall authorise the Directors of the Company during the Relevant Period to make or grant offers, agreements and options which might require the exercise of such powers after the end of the Relevant Period;
- (c) the aggregate nominal amount of share capital allotted or agreed conditionally or unconditionally to be allotted (whether pursuant to an option or otherwise) by the Directors of the Company pursuant to the approval in sub-paragraph (a) of this Resolution, otherwise than pursuant to (i) a Rights Issue (as hereinafter defined), or (ii) the exercise of rights of subscription or conversion under the terms of any warrants issued by the Company or any securities which are convertible into shares of the Company, or (iii) the exercise of any options granted under any option scheme or similar arrangement for the time being adopted for the grant or issue to officers and/or employees of the Company and/or any of its subsidiaries of shares or rights to acquire shares of the Company, or (iv) any scrip dividend or similar arrangement providing for the allotment of shares in lieu of the whole or part of a dividend on shares of the Company in accordance with the Articles of Association of the Company, shall not exceed 20% of the aggregate nominal amount of the share capital of the Company in issue as at the date of the passing of this Resolution, and the said approval shall be limited accordingly; and
- (d) for the purpose of this Resolution:

“Relevant Period” means the period from the passing of this Resolution until whichever is the earliest of:

- (i) the conclusion of the next annual general meeting of the Company;
- (ii) the expiration of the period within which the next annual general meeting of the Company is required by the Articles of Association of the Company, the Companies Ordinance of Hong Kong or any other applicable laws to be held; and
- (iii) the date on which the authority set out in this Resolution is revoked or varied by an ordinary resolution of the shareholders in general meeting.

“Rights Issue” means an offer of shares in the share capital of the Company or an offer or issue of warrants or options or similar instruments to subscribe for shares in the share capital of the Company open for a period fixed by the Directors of the Company to holders of shares of the Company or any class thereof on the register on a fixed record date in proportion to their then holdings of such shares or class thereof (subject to such exclusion or other arrangements as the Directors of the Company may deem necessary

NOTICE OF ANNUAL GENERAL MEETING

or expedient in relation to fractional entitlements or having regard to any restrictions or obligations under the laws of, or the requirements of, or the expense or delay which may be involved in determining the existence or extent of any restrictions or obligations under the laws of, or the requirements of, any jurisdiction applicable to the Company, or any recognised regulatory body or any stock exchange applicable to the Company).”

(B) **“THAT:**

- (a) subject to sub-paragraph (b) of this Resolution, the exercise by the Directors of the Company during the Relevant Period (as hereinafter defined) of all the powers of the Company to repurchase shares in the capital of the Company on the Stock Exchange or on any other exchange on which the securities of the Company may be listed and recognised by the Securities and Futures Commission of Hong Kong (“SFC”) and the Stock Exchange for such purpose, and otherwise in accordance with the rules and regulations of the SFC, the Stock Exchange or of any other stock exchange as amended from time to time and all applicable laws in this regard, be and is hereby generally and unconditionally approved;
- (b) the aggregate nominal amount of the shares which may be repurchased pursuant to the approval in sub-paragraph (a) of this Resolution shall not exceed 10% of the aggregate nominal amount of the share capital of the Company in issue as at the date of the passing of this Resolution and the said approval shall be limited accordingly; and
- (c) for the purpose of this Resolution:

“Relevant Period” means the period from the passing of this Resolution until whichever is the earliest of:

- (i) the conclusion of the next annual general meeting of the Company;
- (ii) the expiration of the period within which the next annual general meeting of the Company is required by the Articles of Association of the Company, the Companies Ordinance of Hong Kong or any other applicable laws to be held; and
- (iii) the date on which the authority set out in this Resolution is revoked or varied by an ordinary resolution of the shareholders in general meeting.”

NOTICE OF ANNUAL GENERAL MEETING

- (C) “**THAT** conditional upon Resolutions Nos. 5(A) and 5(B) set out in the notice convening this Meeting being passed, the aggregate nominal amount of the number of shares which are repurchased by the Company after the date of the passing of this Resolution (up to a maximum of 10% of the aggregate nominal amount of the share capital of the Company in issue as at the date of the passing of this Resolution) shall be added to the aggregate nominal amount of share capital that may be allotted or agreed conditionally or unconditionally to be allotted by the Directors of the Company pursuant to Resolution No. 5(A) set out in the notice convening this Meeting.”

6. To transact any other ordinary business.

By order of the Board
Sin Li Mei Wah, Jenifer
Company Secretary

Hong Kong, 9 April 2009

Notes:

1. A member entitled to attend and vote at the annual general meeting is entitled to appoint one or more proxies to attend and on a poll vote instead of him. A proxy need not be a member of the Company.
2. In order to be valid, a proxy form and the power of attorney or other authority (if any) under which it is signed, or a notarially certified copy of such power of authority, must be deposited at the Company's share registrar, Union Registrars Limited at Rooms 1901-02, Fook Lee Commercial Centre, Town Place, 33 Lockhart Road, Wanchai, Hong Kong, not less than 48 hours before the time fixed for holding the meeting or any adjourned meeting thereof. Completion and return of the proxy form will not preclude any member from attending and voting in person at the annual general meeting or any adjourned meeting thereof should he/she so wishes.
3. The register of members of the Company will be closed from 4 June 2009 to 9 June 2009, both days inclusive, during which period no share transfers will be registered. To qualify for the proposed final dividend, all transfers accompanied by the relevant share certificates of the Company must be lodged for registration with the Company's share registrar, Union Registrars Limited at Rooms 1901-02, Fook Lee Commercial Centre, Town Place, 33 Lockhart Road, Wanchai, Hong Kong not later than 4:00 p.m. on 3 June 2009.
4. In case of joint shareholdings, any one of such persons may vote, either personally or by proxy in respect of such share, provided that if more than one of such joint holders be present at the meeting (or any adjournment thereof) personally or by proxy, the person whose name stands first in the register shall alone be entitled to vote in respect thereof.
5. With regard to the resolutions set out in item 5 of this notice, the Directors wish to state that they have no immediate proposals either to issue or repurchase any securities of the Company. Approval is being sought from members as general mandates pursuant to the Listing Rules of the Stock Exchange.