



DAISHO MICROLINE HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 567)

UNUSUAL PRICE & VOLUME MOVEMENTS

This statement is made at the request of The Stock Exchange of Hong Kong Limited.

We have noted the recent increases in the price and trading volume of the shares of the Company. Except for the shares dealing transaction by a substantial shareholder of the Company as mentioned below, we are not aware of any reasons for such increases.

The Company is informed by Mr. Lau Wing Hung (“Mr. Lau”), a substantial shareholder of the Company, that he has sold 12,800,000 shares of the Company at HK\$0.78 per share on the Exchange today to independent third parties. The number of shares of the Company held by Mr. Lau decreases from 61,278,000 shares (representing approximately 12.98% of the Company’s issued share capital) to 48,478,000 shares (representing approximately 10.27% of the Company’s issued share capital) after the disposal.

We also confirm that there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under rule 13.23, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09, which is or may be of a price-sensitive nature.

Made by the order of the Board of Daisho Microline Holdings Limited the directors of which individually and jointly accept responsibility for the accuracy of this statement.

By Order of the Board
Au-Yeung Wai Hung
Company Secretary

Hong Kong, 3 May 2006

As at the date of this announcement, the Board comprises the following members:

Executive directors:

CHAN Sik Ming, Harry (*Chairman & CEO*)
Motofumi TSUMURA
Hiroto SASAKI
Hiroyuki KIKUCHI
AU-YEUNG Wai Hung

Independent non-executive directors:

Kohu KASHIWAGI
CHAN Yuk Tong
LI Chi Kwong