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TAI PING CARPETS INTERNATIONAL LIMITED UNUSUAL TRADING VOLUME MOVEMENTS



TAI PING

(Incorporated in Bermuda with limited liability)
(Stock Code: 00146)

This announcement is made at the request of the Stock Exchange pursuant to Rule 13.10 of the Listing Rules.

The Board has noted increases in the trading volume of the shares of the Company and wishes to announce that today, Peak Capital Partners I, L.P., the Company's second largest shareholder, purchased a total of 4,584,473 shares in the Company, comprising 1,237,500 shares owned by Mr. Yeh, a former Non-executive Director of the Company, and 3,346,973 shares from certain family members of Mr. Yeh. The total consideration for the Transaction was HK\$6,876,709.50, representing a price of HK\$1.50 per share. The closing price of the Company's shares on 27 September 2005, the day immediately prior to the Transaction, was HK\$1.27.

Save for disclosed aforesaid and the release of the Company's interim results on 23 September 2005, the Board is not aware of any other reasons for such movements in trading volume.

This announcement is made at the request of the Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Rule 13.10 of the Listing Rules of the Stock Exchange (the "Listing Rules").

The Board of Directors (the "Board") of Tai Ping Carpets International Limited (the "Company") has noted increases in the trading volume of the shares of the Company and wishes to announce that today, Peak Capital Partners I, L.P., the Company's second largest shareholder, purchased a total of 4,584,473 shares, representing 2.16% of the issued share capital of the Company (the "Transaction"), comprising 1,237,500 shares owned by Mr. Kent M.C. Yeh ("Mr. Yeh"), a former Non-executive Director of the Company, and 3,346,973 shares from certain family members of Mr. Yeh. The total consideration for the Transaction was HK\$6,876,709.50, representing a price of HK\$1.50 per share, representing a premium of HK\$0.23 per share (being approximately 18.11%) on the closing price of the Company's shares on 27 September 2005, the day immediately prior to the Transaction, which was HK\$1.27.

As a result of the Transaction, Peak Capital Partners I, L.P.'s shareholding has increased by approximately 2.16%, from 27,991,402 shares (representing approximately 13.21% of the total issued share capital of the Company) to 32,575,875 shares (representing approximately 15.37% of the total issued share capital of the Company). Peak Capital Partners I, L.P. continues to be the second largest shareholder of the Company.

Mr. John J. Ying (a Non-executive Director of the Company) is the sole shareholder of the general partner of Peak Capital Partners I, L.P. and is, therefore, deemed to have interest in the Company's shares held by Peak Capital Partners I, L.P.

Mr. Yeh, is a former Non-executive Director of the Company having resigned from office on 8 September 2005. As a result of the Transaction, Mr. Yeh no longer holds any shares in the Company.

Save for disclosed aforesaid and the release of the Company's interim results on 23 September 2005, the Board is not aware of any other reasons for such movements in trading volume.

The Directors also confirm that 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 price-sensitive nature.

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

On behalf of the Board
Tai Ping Carpets International Limited
Nicholas T. J. Colfer
Chairman

Hong Kong, 28 September 2005

As at the date of this announcement, the Company's Directors are Chairman: Mr Nicholas T. J. Colfer, Chief Executive Officer: Mr James H. Kaplan, Executive Director: Ms Alison S. Bailey, Independent Non-executive Directors: Mr Michael T. H. Lee, Mrs Yvette Y. H. Fung, Mr Lincoln C. K. Yung, Non-executive Directors: Mr Ian D. Boyce, Mr John J. Ying, Mr Lincoln K. K. Leong, Mr David C. L. Tong, Alternate Director: Mr Nelson K. F. Leong (Alternate to Mr Lincoln K. K. Leong)