

TAI PING CARPETS INTERNATIONAL LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 146)



ANNOUNCEMENT

On 10 July 2006, the Company received a notification informing the Company that on 6 July 2006 the entire issued share capital of Lawrencium Corporation (a substantial shareholder of the Company, which is deemed to be interested in 117,688,759 shares, or 55.46% of the total issued share capital of the Company) was transferred to the Hon. Sir Michael Kadoorie personally. Such entire issued share capital of Lawrencium Corporation was previously held by certain trusts of which the Hon. Sir Michael Kadoorie is one of the discretionary objects. Following the above transfer, the Hon. Sir Michael Kadoorie becomes a substantial shareholder of the Company, who is deemed to be interested in the said 117,688,759 shares.

By Order of the Board
Tai Ping Carpets International Limited
Ernest P. L. Law
Company Secretary

Hong Kong, 10 July 2006

As at the date of this announcement, the Directors of the Company are: Chairman and Non-executive Director – Mr Nicholas T. J. Colfer; Chief Executive Officer and Executive Director – Mr James H. Kaplan; Independent Non-executive Directors – Mrs Yvette Y. H. Fung, Mr Michael T. H. Lee, Mr Roderic N. A. Sage, Mr Lincoln C. K. Yung; Non-executive Directors – Mr Ian D. Boyce, Mr Lincoln K. K. Leong, Mr David C. L. Tong, Mr John J. Ying; Alternate Director – Mr Nelson K. F. Leong (Alternate to Mr Lincoln K. K. Leong).