



內蒙發展(控股)有限公司
INNER MONGOLIA DEVELOPMENT (HOLDINGS) LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 279)

This statement is made at the request of the Stock Exchange. The directors of the Company have noted the recent increases in the price and trading volume of the ordinary shares of the Company and wish to state that the Company is not aware of any reasons for such increases.

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

The directors of Inner Mongolia Development (Holdings) Limited (the “Company”) have noted the recent increases in the price and trading volume of the ordinary shares of the Company and wish to state that the Company is not aware of any reasons for such increases.

The Company has been informed by Multiple Wealth International Limited, a company beneficially wholly-owned by Ms. Yau Shum Tek, Cindy, the Chairman of the Company, that it has disposed of 9,615,900 shares of HK\$0.20 each in the share capital of the Company (each a “Share”). Accordingly, her shareholding in the Company has decreased from 36,345,900 Shares (representing 13.71% interest in the Company) to 26,730,000 Shares (representing 10.08% interest in the Company). The disposal of the above Shares were made in the market and were made at an average price of HK\$0.227 per Share.

Save as the above and save for the announcement in relation to the proposed placing of new shares on an underwritten basis and on a best efforts basis, the details of which are set out in the announcement of the Company dated 2nd February, 2006, the directors of the Company confirm that there are no negotiations or agreements relating to intended acquisitions or realizations which are discloseable under rule 13.23, neither is the board of directors of the Company 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 directors of the Company of which individually and jointly accept responsibility for the accuracy of this statement.

As at the date of this announcement, the directors of the Company are:–

Executive Directors

Ms. Yau Shum Tek, Cindy (*Chairman*)

Mr. Kwong Wai Tim, William (*Managing Director*)

Mr. Lai Ming Wai

Ms. Kwok Wai Ming

Independent Non-executive Directors

Mr. Lam Ping Cheung

Mr. Kwong Kai Sing, Benny

Mr. Lo Ming Chi, Charles

Mr. Chiu Siu Po

By Order of the Board
Inner Mongolia Development (Holdings) Limited
Kwok Wai Ming
Executive Director

Hong Kong, 3rd February, 2006