



HERALD HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code : 00114)

ANNOUNCEMENT

The board (the “Board”) of directors (the “Directors”) of Herald Holdings Limited (the “Company”) announces with deepest regret that Mr. Tsao Kwang Yung Peter, an independent non-executive Director, passed away on 5 June 2005. The Board would like to take this opportunity to express its appreciation to Mr. Tsao for his invaluable contribution to the Company in the past and its condolence to his family.

The Company is seeking a suitable candidate to be appointed as one of the independent non-executive Directors to fill the casual vacancy. Currently, the Company has only two independent non-executive Directors, which falls short of the requirement under Rule 3.10 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The Directors expect that the appointment of the new independent non-executive Director will be finalised within two to three months from the date of this announcement.

By order of the Board

George Bloch

Chairman

Hong Kong, 7 June 2005

As at the date of this announcement, the Board comprises Messrs. George Bloch, Cheung Tsang Kay Stan, Chang Dong Song, Robert Dorfman and Thong Yeung Sum Michael as executive directors and Messrs. Denis Campbell Bray and Tang King Hung as independent non-executive directors.