



KASEN INTERNATIONAL HOLDINGS LIMITED

(卡森國際控股有限公司)

(An exempted company incorporated in the Cayman Islands with limited liability)

(Stock Code: 496)

SALE OF SHARES

The Board has been notified by Mr. Zhu of the Transfer. After the completion of the Transfer, Mr. Zhu remains as a controlling shareholder of the Company.

The board (“**Board**”) of directors (the “**Directors**”) of Kasen International Holdings Limited (the “**Company**”) has been notified by its controlling shareholder, Mr. Zhu Zhangjin (“**Mr. Zhu**”) that, for the purpose of restructuring his interest in the Company, he entered into a sale and purchase agreement on 17 May 2006 for a transfer (the “**Transfer**”) of his entire shareholding in the Company, being 328,867,019 shares (the “**Shares**”, representing approximately 32.43% of the existing issued share capital of the Company) to Joyview Enterprises Limited (the “**Purchaser**”) at a nominal consideration of HK\$10. Mr. Zhu is the sole shareholder and director of the Purchaser, which is an investment holding company.

On 15 May 2006, the Company obtained a waiver granted by the Securities and Futures Commission, Hong Kong from an obligation to make a general offer to the shareholders of the Company in respect of the Transfer.

After the completion of the Transfer, the Purchaser which is 100% owned by Mr. Zhu, becomes an immediate controlling shareholder of the Company. As such, Mr. Zhu remains as an ultimate controlling shareholder of the Company through his ownership in the Purchaser.

The Board confirms that save as disclosed above, there are no negotiations or agreements relating to any acquisitions or realizations which are discloseable under rule 13.23 of the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”), neither is the Board aware of any matter discloseable under the general obligations imposed by rule 13.09 of the Listing Rules, which is or may be of a price sensitive nature.

On behalf of the Board of
Kasen International Holdings Limited
Yiu Hoi Yan
Company Secretary

Hong Kong
18 May 2006

As at the date of this announcement, the executive Directors are Mr. Zhu Zhangjin, Mr. Zhou Xiaosong and Mr. Zhu Jianqi, the non-executive Director is Mr. Sun Qiang Chang, and the independent non-executive Directors are Mr. Lu Yungang, Mr. Chow Joseph and Mr. Shi Zhengfu.

*Please also refer to the published version of this announcement in
The Standard and Sing Tao Daily.*