

LERADO GROUP (HOLDING) COMPANY LIMITED

(隆成集團(控股)有限公司)*

(incorporated in Bermuda with limited liability)
(Stock Code: 1225)

ANNOUNCEMENT

The Company noted today's increase in the trading volume of the shares of the Company and states that the Company is not aware of any reasons for such increases, save as disclosed in this announcement

On 7 October 2005, the Company has been informed by Value Partners Limited ("Value Partners") that the funds under its management have sold 41,112,000 shares of the Company, representing approximately 5.7% of the issued share capital of the Company, in the market on that day. Such shares sold by Value Partners represented approximately 92.8% of the trading volume of the shares of the Company on 7 October 2005. In accordance with Rule 13.09 of the Listing Rules, the Company wishes to inform the public of such sales (the "Sale").

Shareholders of the Company and public investors are advised to exercise extreme caution when dealing in the shares of the Company.

The Company noted today's increase in the trading volume of the shares of the Company and wishes to state that the Company is not aware of any reasons for such increases, save as disclosed in this announcement.

The directors of the Company (the "Directors") wish to inform the public that on 7 October 2005, the Company has been informed by Value Partners, a company that is principally engaged in fund management, that the funds under its management have sold 41,112,000 shares of the Company, representing approximately 5.7% of the issued share capital of the Company, in the market on 7 October 2005. Such shares sold by Value Partners represented approximately 92.8% of the trading volume of the shares of the Company on 7 October 2005. As advised by Value Partners, it was interested as to approximately 5.7% of the issued share capital of the Company prior to the Sale and it does not hold any shares in the Company after the Sale. The Directors are not aware of the reason for the Sale.

Shareholders of the Company and public investors are advised to exercise extreme caution when dealing in the shares of the Company.

Save as disclosed above, the Company is not aware of any negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Rule 13.23 of the Listing Rules, nor is the board of directors of the Company aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

By Order of the Board
Lerado Group (Holding) Company Limited
Huang Ying Yuan
Chairman

7 October 2005

As at the date of this announcement, the Board of Directors of the Company comprises of Mr. Huang Ying Yuan, Mr. Chen Hsing Shin, Madam Huang Chen Li Chu and Mr. Leung Man Fai being the Executive Directors, and Mr. Lim Pat Wah, Patrick, Mr. Huang Zhi Wei and Mr. Yang Yu Fu being the Independent Non-executive Directors. Please also refer to the published version of this announcement in The Standard and International Herald Tribune.