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VXL CAPITAL LIMITED
卓越金融有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 727)

ANNOUNCEMENT

Reference is made to the announcement of VXL Capital Limited (the “Company”, together with its subsidiaries, the “Group”) dated 9 March 2012 in relation to the Group’s proposed disposals of two hotel properties by way of auction (the “Announcement”). Capitalised terms used herein shall have the same meanings as those defined in the Announcement unless otherwise specified.

On 9 March 2012, the Auctioneer was engaged by two indirect wholly-owned subsidiaries of the Company to arrange for the sale of the Properties by way of auction respectively. The Board announces that the Auction was held on 11 April 2012 but failed to complete and the proposed disposals of the Properties have not materialised accordingly. The Directors will consider to renew the engagements of the Auctioneer to arrange for the sale of the Properties by way of auction. Further announcement in this respect will be made by the Company as and when appropriate.

The Directors consider that the failure of the Auction does not have any material adverse impact on the financial position and business operation of the Group. The Group will continue to implement its strategy to develop its property portfolio into budget hotels or commercial offices for leasing or sale, or, when appropriate, outright sale.

By order of the Board
VXL Capital Limited
Datuk LIM Chee Wah
Chairman

Hong Kong, 11 April 2012

As at the date of this announcement, the Board comprises:

Executive Directors:

Datuk LIM Chee Wah

Mr. XIAO Huan Wei

Independent non-executive Directors:

Mr. Alan Howard SMITH, J.P.

Dr. Allen LEE Peng Fei, J.P.

Mr. David YU Hon To