

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this document, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this document.*



**DAIDO GROUP LIMITED**

**大同集團有限公司\***

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 00544)**

## **COMPLETION OF THE PLACING OF EXISTING SHARES AND SUBSCRIPTION OF NEW SHARES UNDER GENERAL MANDATE**

### **THE PLACING AND THE SUBSCRIPTION**

The Board is pleased to announce that the Placing and the Subscription have been completed on 4 April 2011 and 8 April 2011 respectively in accordance with respective terms and conditions of the Placing Agreement and the Subscription Agreement.

Reference is made to the announcement of the Company dated 30 March 2011 (the “**Announcement**”) in relation to the Placing and the Subscription. Capitalized terms used in this announcement shall have the same meanings as those defined in the Announcement unless otherwise stated.

### **THE PLACING AND THE SUBSCRIPTION**

The Board is pleased to announce that all the conditions set out in the Placing Agreement and the Subscription Agreement have been fulfilled and the Placing and the Subscription have been completed on 4 April 2011 and 8 April 2011 respectively.

Pursuant to the Placing, an aggregate of 199,920,000 Placing Shares, representing approximately 16.67% of the issued share capital of the Company as at the date hereof, have been successfully placed to not less than six Placees, who and whose ultimate beneficial owners are not connected persons of the Company and are independent of the Company and its connected persons, at the Placing Price of HK\$0.235 per Placing Share. Pursuant to the Subscription, Ever Achieve has subscribed for the 199,920,000 Subscription Shares, which is equal to the number of Placing Shares successfully placed to the Placees under the Placing, at the Subscription Price of HK\$0.235 each. The net proceeds from the Placing and the Subscription amount to approximately HK\$46 million which, as disclosed in the Announcement, will be used for the general working capital of the Group.

None of the Placees has become a substantial Shareholder (as defined in the Listing Rules) as a result of the Placing and the Subscription.

## SHAREHOLDING STRUCTURE

As at the date of this announcement, the Company has 1,199,520,000 Shares in issue. The shareholding structure of the Company (i) immediately before completion of the Placing and the Subscription; (ii) immediately after completion of the Placing but before completion of the Subscription; and (iii) immediately after completion of the Placing and the Subscription are as follows:

Shareholder	Immediately before completion of the Placing and the Subscription		Immediately after completion of the Placing but before completion of the Subscription		Immediately after completion of the Placing and the Subscription	
	Number of held Shares	Approximate %	Number of held Shares	Approximate %	Number of held Shares	Approximate %
Ever Achieve <sup>(Note 1)</sup>	202,323,133	20.24%	2,403,133	0.24%	202,323,133	16.87%
Bingo Chance Limited <sup>(Note 2)</sup>	140,000,000	14.01%	140,000,000	14.01%	140,000,000	11.67%
Public Shareholders:-						
The Placees	-	-	199,920,000	20.00%	199,920,000	16.67%
Others	657,276,867	65.75%	657,276,867	65.75%	657,276,867	54.79%
Total	<u>999,600,000</u>	<u>100%</u>	<u>999,600,000</u>	<u>100%</u>	<u>1,199,520,000</u>	<u>100%</u>

*Notes:*

- The entire issued share capital of Ever Achieve is beneficially owned as to 50% by Mr. Yuen Kin Wing, as to 25% by Mr. Chung Chiu Pui and as to 25% by Ms. Foo Hang Luen, Monita.
- Ms. Wulglar Wai Wan is an elder sister of Mr. Ho Hon Chung, Ivan, whom is an executive director of the Company. She is the sole ultimate beneficial owner of Elite Plan Investments Limited ("Elite") and Bingo Chance Limited, a wholly-owned subsidiary of Elite. She is deemed to be interested in the 140,000,000 shares which are held by Bingo Chance Limited under the SFO.

By order of the Board  
**Daido Group Limited**  
**Au Tat Wai**  
*Executive Director*

Hong Kong, 8 April 2011

As at the date of this announcement, the Board comprises executive directors, namely, Mr. Au Tat Wai, Mr. Choy Kai Sing, Mr. Ho Hon Chung, Ivan and Mr. Tang Tsz Man, Philip; non-executive director, namely, Mr. Fung Wa Ko; and independent non-executive directors, namely, Mr. Fung Siu Kit, Ronny, Mr. Leung Chi Hung and Mr. Tse Yuen Ming.

\* For identification purposes only