



國浩集團有限公司

Guoco Group Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 53)

PROPOSED CAPITAL DISTRIBUTION BY CAMERLIN GROUP BERHAD

CGB, a 68.60% subsidiary of Guoco, announced on 16 February 2007 the Proposed Capital Distribution of substantially all its interests in BIL ranging from 265,924,676 to 303,144,609 BIL shares, representing approximately 19.44% to 22.16% of the issued share capital of BIL, to its shareholders.

Currently, Guoco Group controls an aggregate of 59.30% interests in BIL via CGB and another wholly owned subsidiary as to 22.26% and 37.04% respectively, representing an effective interest in BIL of 52.31%. After completion of the Proposed Capital Distribution, Guoco Group will hold a direct interest ranging from 50.27% to 52.31% in BIL.

The Proposed Capital Distribution results in the consolidation of Guoco Group's interests in BIL substantially under its direct control via its wholly owned subsidiaries. Financial impact on Guoco Group arising from the Proposed Capital Distribution is immaterial as there is no material change in the effective interest in BIL held by Guoco Group.

Camerlin Group Berhad ("CGB"), a 68.60% owned subsidiary of Guoco Group Limited ("Guoco", together with its subsidiaries, "Guoco Group") listed on Bursa Malaysia Securities Berhad ("Bursa Securities"), announced on 16 February 2007 to propose a capital distribution to its shareholders of substantially all its interests in BIL International Limited ("BIL") ranging from 265,924,676 to 303,144,609 BIL shares, representing approximately 19.44% to 22.16% of the issued share capital of BIL, on a proposed distribution ratio ranging from 0.65 to 0.67 BIL share for every CGB share held ("Proposed Capital Distribution"). Details of the Proposed Capital Distribution are set out in the announcement of CGB dated 16 February 2007, a copy of which is posted at the websites of The Stock Exchange of Hong Kong Limited and Guoco as an overseas regulatory announcement of Guoco.

Guoco Group currently holds 272,284,317 CGB shares, 2,971,208 CGB warrants and 1,901,453 CGB irredeemable convertible unsecured loan stock ("ICULS"). Assuming there is no conversion of all of the outstanding CGB warrants and CGB ICULS held by Guoco Group and other third parties into CGB shares, Guoco Group will receive approximately 182 million BIL shares from the Proposed Capital Distribution. Assuming all of the outstanding CGB warrants and CGB ICULS held by Guoco Group and other third parties are fully converted into CGB shares, Guoco Group will receive approximately 180 million BIL shares from the Proposed Capital Distribution.

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CGB's major asset is its investment in BIL. After completion of the Proposed Capital Distribution, it is the intention of CGB to look for new business or assets and maintain the listing status of CGB on the Main Board of Bursa Securities.

As at the date of this announcement, the Board comprises Mr. Quek Leng Chan as Executive Chairman; Mr. Kwek Leng Hai as President, CEO; Mr. Tan Lim Heng and Mr. James Eng, Jr. as executive directors; Mr. Kwek Leng San as non-executive director and Mr. Sat Pal Khattar, Mr. Volker Stoeckel and Mr. Ding Wai Chuen as independent non-executive directors.

By Order of the Board
Stella Lo Sze Man
Company Secretary

Please also refer to the published version of this announcement in South China Morning Post, and Hong Kong Economic Journal.