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Rich Wing Investments Limited

*(Incorporated in the British Virgin Islands
with limited liability)*



GRANEAGLE HOLDINGS LIMITED

鷹 馳 實 業 有 限 公 司*

(Incorporated in Bermuda with limited liability)

(Stock code: 147)

**LAPSE OF THE CONDITIONAL MANDATORY GENERAL OFFER
BY EMPEROR SECURITIES LIMITED
ON BEHALF OF RICH WING INVESTMENTS LIMITED
FOR ALL THE ISSUED SHARES IN GRANEAGLE HOLDINGS LIMITED
(OTHER THAN THOSE SHARES ALREADY OWNED OR AGREED TO BE
ACQUIRED BY RICH WING INVESTMENTS LIMITED
AND PARTIES ACTING IN CONCERT WITH IT)**

The latest time for acceptance of the Offer was 4:00 p.m. on 10 October 2007, Wednesday and Rich Wing has received valid acceptances in respect of 29,422 Shares, representing approximately 0.02% of the issued share capital of the Company and of the voting rights which may be exercised at general meetings of the Company. The Offer was closed on 10 October 2007.

The Offer has not become unconditional on 10 October 2007, and therefore has lapsed.

Reference is made to the joint announcement of the Company and Rich Wing dated 29 August 2007 (the “Announcement”) and the composite offer and response document jointly issued by the Company and Rich Wing dated 19 September 2007 (the “Composite Document”) in relation to the Offer. Capitalised terms used herein shall have the same meanings as defined in the Announcement and the Composite Document unless the context otherwise requires.

ACCEPTANCE LEVEL

The Offeror announces that as at 4:00 p.m. on 10 October 2007, Wednesday, being the latest time for acceptance of the Offer on the First Closing Date, the Offeror has received valid acceptances of the Offer in respect of 29,422 Shares, representing 0.02% of the issued share capital of the Company and of the voting rights which may be exercised at general meetings of the Company.

LAPSE OF THE OFFER

The Offer is conditional upon satisfaction that the Offeror having received acceptances of the Offer which, together with the Shares already owned or agreed to be acquired by the Offeror or parties acting in concert with it (as defined in the Takeovers Code) before or during the Offer period (as defined in the Takeovers Code), would result in the Offeror and parties acting in concert with it holding more than 50% of the voting rights of the Company. Taking into account the valid acceptances received under the Offer, together with the 81,246,188 Shares already owned by the Offeror, the Offeror and parties acting in concert with it result in holding 81,275,610 Shares, representing approximately 48.66% of the issued share capital and the voting rights of the Company. As such, the aforementioned condition of the Offer is not satisfied and the Offer has not become unconditional, and accordingly, the Offer has lapsed.

The Offeror will not extend or revise the Offer.

As the Offer has lapsed, the Offeror will, as soon as possible and in any event within 10 days from the date of this announcement, return the share certificates of the Company lodged together with the forms of acceptance in respect of the Offer by ordinary post to the Shareholders who have accepted the Offer.

SHAREHOLDING STRUCTURE OF THE COMPANY

The table below sets out the shareholding structure of the Company immediately before and following the close of the Offer:

Shareholder	Before the Offer period		After the close of the Offer	
	<i>No. of Shares</i>	<i>%</i>	<i>No. of Shares</i>	<i>%</i>
Mr. Ling	29,893,336	17.90	0	0
Accura (<i>Note 1</i>)	44,705,322	26.76	0	0
Mr. Kong	6,647,530	3.98	0	0
Rich Wing	0	0	81,246,188	48.64
Mr. Ng Tze Kin, David (<i>Note 2</i>)	7,000	0	7,000	0
Public	85,777,828	51.36	85,777,828	51.36
Total	<u>167,031,016</u>	<u>100.00</u>	<u>167,031,016</u>	<u>100.00</u>

Notes:

- (1) The entire issued share capital of Accura is held by Mr. Ling, and therefore Mr. Ling was deemed to be interested in the 44,705,322 Shares held by Accura.
- (2) Mr. Ng Tze Kin, David is a Director.

Save as the dealings in the Shares for and on behalf of its non-discretionary individual clients of ESL and that the Offeror has acquired 81,246,188 Shares upon completion of the Share Purchase Agreement on 17 September 2007, none of the Offeror or parties acting in concert with it has acquired or agreed to acquire or dealt in the Shares, options, warrants, derivatives or securities convertible into Shares during the Offer period.

By order of the board of
Rich Wing Investments Limited
Yeung Sau Shing, Albert
Sole Director

By order of the board of
Graneagle Holdings Limited
Kong Ho Pak
Chairman

Hong Kong, 10 October 2007

As at the date of this announcement, the Board comprises Mr. Kong Ho Pak, Mr. Ling Tai Yuk, John, Mr. Pang Hon Chung as executive Directors, Mr. Ng Tze Kin, David as non-executive Director, Mr. Leung Shu Yin, William, Mr. James Keir and Mr. Lee Tsoh Ching, Jonathan as independent non-executive Directors. The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement (other than that in relation to the Offeror and Dr. Yeung) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement the omission of which would make any statements in this announcement misleading.

As at the date of this announcement, the sole director of the Offeror is Dr. Yeung. Dr. Yeung accepts full responsibility for the accuracy of the information contained in this announcement (other than that in relation to the Company) and confirms, having made all reasonable enquiries, that to the best of his knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement the omission of which would make any statements in this announcement misleading.

* *for identification purpose only*