

TAI PING CARPETS INTERNATIONAL LIMITED

(incorporated in Bermuda with limited liability)

(Stock Code: 146)



ANNOUNCEMENT

On 21 July 2008, the Company received notifications which were made by the following substantial shareholders of the Company pursuant to Section 324 of the Securities and Futures Ordinance (the “SFO”) in respect of the changes in their interests in the Company following an internal restructuring exercise of certain substantial shareholders:

Name	Number of Shares held in the Company as at 18 July 2008	Number of Shares held in the Company immediate after 18 July 2008
Harneys Trustees Limited	117,688,759 (55.465%)	77,674,581 (36.607%)
Lawrencium Holdings Limited	117,688,759 (55.465%)	77,674,581 (36.607%)
The Hon. Sir Michael Kadoorie	117,688,759 (55.465%)	77,674,581 (36.607%)
The Mikado Private Trust Company Limited	117,688,759 (55.465%)	77,674,581 (36.607%)
Acorn Holdings Corporation	117,688,759 (55.465%)	40,014,178 (18.858%)
Bermuda Trust Company Limited	117,688,759 (55.465%)	40,014,178 (18.858%)
New Holmium Holding Corporation	117,688,759 (55.465%)	–

Note: Bermuda Trust Company Limited is deemed to be interested in the same 40,014,178 Shares in which Acorn Holdings Corporation is interested. The Mikado Private Trust Company Limited and Harneys Trustees Limited are deemed to be interested in the same 77,674,581 Shares in which Lawrencium Holdings Limited is interested. For the purpose of the SFO, the spouse of the Hon. Sir Michael Kadoorie has a duty of disclosure in Hong Kong in relation to the 77,674,581 Shares. The interest disclosed by the spouse of the Hon. Sir Michael Kadoorie is that of the Hon. Sir Michael Kadoorie attributed to her under the SFO. Except the above, she has no interest, legal or beneficial in those shares.

Following the above changes, Harneys Trustees Limited, Lawrencium Holdings Limited, The Hon. Sir Michael Kadoorie and The Mikado Private Trust Company Limited continue to be the substantial shareholders and the controlling shareholders of the Company as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. Acorn Holdings Corporation and Bermuda Trust Company Limited ceased to be controlling shareholders of the Company on 18 July 2008 and remain to be substantial shareholders of the Company. New Holmium Holding Corporation ceased to be a substantial shareholder of the Company.

By Order of the Board
Tai Ping Carpets International Limited
Raymond W. M. Mak
Company Secretary

Hong Kong, 21 July 2008

As at the date of this announcement, the Directors of the Company are: Chairman and Non-executive Director – Mr Nicholas T. J. Colfer; Chief Executive Officer and Executive Director – Mr James H. Kaplan; Independent Non-executive Directors – Mrs Yvette Y. H. Fung, Mr Michael T. H. Lee, Mr Roderic N. A. Sage, Mr Lincoln C. K. Yung; Non-executive Directors – Mr Ian D. Boyce, Mr Lincoln K. K. Leong, Mr David C. L. Tong, Mr John J. Ying; Alternate Director – Mr Nelson K. F. Leong (Alternate to Mr Lincoln K. K. Leong).