

This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities. Potential investors should read the prospectus dated 11 December 2007, (the "Prospectus") issued by EYANG Holdings (Group) Co., Limited (the "Company") for detailed information about the Share Offer described below before deciding whether or not to invest in the Shares thereby being offered.

Unless otherwise defined herein, terms used in this announcement shall have the same meanings as those defined in the Prospectus.

The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and Hong Kong Securities Clearing Company Limited ("HKSCC") take no responsibility for the contents of this announcement, 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 announcement.

In connection with the Share Offer, CAF Securities Company Limited as the Sponsor, Bookrunner and Lead Manager, or its affiliates or any person acting for it, may over-allocate, make purchases or effect any other transactions with a view to stabilising or maintaining the market price of the Shares at a level higher than that which might otherwise prevail in the open market for a limited period on and after the commencement of trading in the Shares on the Stock Exchange. There is no obligation on CAF Securities Company Limited, its affiliates or any person acting for it to do this. Such stabilisation, if commenced, will be conducted at the sole and absolute discretion of CAF Securities Company Limited, its affiliates or any person acting for it and may be discontinued at any time, and must be brought to an end after a limited period. Such transactions may be effected in all jurisdictions where it is permissible to do so, in each case in compliance with all applicable laws and regulatory requirements, including the Securities and Futures (Price Stabilising) Rules made under the SFO. The details of the intended stabilisation and how it will be regulated under the SFO are contained in the Prospectus.

Potential investors should be aware that stabilising cannot be used to support the price of the Offer Shares for longer than the stabilising period which begins on the commencement of trading of the Shares on the Stock Exchange (which is expected to be on Friday, 21 December 2007) and ends on the 30th day after the last day for the lodging of applications under the Public Offer, i.e., Sunday, 13 January 2008 and that after this date, when no further stabilising action may be taken, demand for the Shares, and therefore their market price could fall.

In connection with the Share Offer, CAF Securities Company Limited may over-allocate up to and not more than an aggregate of 15,000,000 additional Shares (representing 15% of the total number of the Offer Shares initially available under the Share Offer) to solely cover over-allocations (if any) in the Placing and/or the obligations of CAF Securities Company Limited to return Shares which it may borrow under the Stock Borrowing Agreement by exercising the Over-allotment Option at any time from the Listing Date up to (and including) the date which is the 30th day after the last day for the lodging of applications under the Public Offer, i.e., Sunday, 13 January 2008. In the event that such Over-allotment Option is exercised, a press announcement will be made.

EYANG

EYANG HOLDINGS (GROUP) CO., LIMITED

宇陽控股(集團)有限公司

(Incorporated in the Cayman Islands with limited liability)

LISTING ON THE MAIN BOARD OF THE STOCK EXCHANGE OF HONG KONG LIMITED BY WAY OF PLACING AND PUBLIC OFFER

Number of Offer Shares	:	100,000,000 new Shares (subject to the Over-allotment Option)
Number of Placing Shares	:	90,000,000 new Shares (subject to adjustment and the Over-allotment Option)
Number of Public Offer Shares	:	10,000,000 new Shares (subject to adjustment)
Offer Price	:	HK\$1.30 per Offer Share plus brokerage of 1%, SFC transaction levy of 0.004% and Stock Exchange trading fee of 0.005% (payable in full on application and subject to refund)
Nominal Value	:	HK\$0.01 each
Stock Code	:	117

Sponsor, Bookrunner and Lead Manager



Application has been made to the Listing Committee of the Stock Exchange for the granting of the listing of, and permission to deal in, the Shares in issue and to be issued as described in the Prospectus and any Shares which may be issued pursuant to the exercise of the Over-allotment Option. Dealings in the Shares are expected to commence on Friday, 21 December 2007. Applications for the Public Offer Shares will only be considered on the basis of the terms and conditions set out in the Prospectus and in the prescribed **WHITE** or **YELLOW** or **GREEN** Application Forms. It should be noted that **multiple applications or suspected multiple applications or any application for more than 5,000,000 Public Offer Shares, being the total number of the Public Offer Shares which are originally allocated to either Pool A or Pool B by the public will be rejected.** Only one application on a **WHITE** or **YELLOW** Application Form or by way of giving **electronic application instructions** to HKSCC via CCASS or the White Form eIPO Service Provider under the White Form eIPO service, may be made for the benefit of any person. Applicants for any Public Offer Shares under the Public Offer are required to undertake and confirm in the Application Form submitted by the applicants that they or the relevant beneficial owner(s) have not applied for or taken up or indicated an interest for, and will not apply for or take up, or indicate an interest for any Placing Shares under the Placing and such applicant's application is liable to be rejected if the said undertaking and/or confirmation is breached and/or untrue (as the case may be). Subject to the granting of the listing of, and permission to deal in, the Shares on the Stock Exchange as well as compliance with the stock admission requirements of HKSCC, the Shares will be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from the commencement date of dealings in the Shares on the Stock Exchange or such other date as determined by HKSCC. All activities under CCASS are subject to the general rules of CCASS and CCASS operational procedures in effect from time to time.

The Share Offer comprises (i) the Public Offer of initially 10,000,000 Public Offer Shares to the public in Hong Kong and (ii) the Placing of initially 90,000,000 Placing Shares to professional, institutional investors and/or other investors in Hong Kong and elsewhere outside the United States on behalf of the Underwriters. The Company has granted to the Placing Underwriters an Over-allotment Option which is exercisable by CAF Securities from the Listing Date up to (and including) the date which is the 30th day after the last day for the lodging of applications under the Public Offer, i.e., Sunday, 13 January 2008, to require the Company to issued an aggregate of additional 15,000,000 Shares, representing in aggregate approximately 15% of the initial number of Shares available under the Share Offer at the Offer Price to solely cover over-allocations in the Placing, if any, and/or the obligations of CAF Securities to return Shares which it may borrow under the Stock Borrowing Agreement. In the event that the Over-allotment Option is exercised, the Company will issue a separate announcement.

If the Share Offer does not become unconditional on or before the dates and times specified in the Prospectus, all application monies together with the related brokerage, SFC transaction levy and Stock Exchange trading fee received from applicants under the Public Offer will be refunded, without interest, on the terms set out under the section headed "Structure of the Share Offer" in the Prospectus and on the terms set out under the paragraph headed "Refund of your application money" on the Application Forms.

Applicants under **YELLOW** or **WHITE** Application Forms or through White Form eIPO for 1,000,000 Public Offer Shares or more and who have elected on their Application Forms that they will collect their refund cheques (if any) and/or share certificates (if any) in person and have provided all information required by the Application Forms may collect refund cheques (if any) and/or share certificates (if any) in person from the Company's Hong Kong branch share registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712-16, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, between 9:00 a.m. and 1:00 p.m. on Thursday, 20 December 2007 or such other place and date as notified by the Company in the newspapers as the place and date of collection/despatch of share certificates/refund cheques. Applicants being individuals who opt for personal collection cannot authorise any other person to make collection on their behalf. You must show evidence of identity acceptable to Computershare Hong Kong Investor Services Limited to collect your refund cheques (if any) and/or share certificate(s) (if any). Applicants being corporations who opt for personal collection must attend by their authorised representatives each bearing a letter of authorisation from their corporation stamped with the corporation's chop. Both individuals and authorised representatives (if applicable) must produce at the time of collection evidence of identity acceptable to Computershare Hong Kong Investor Services Limited. Uncollected share certificates and/or (if any) refund cheques will be despatched promptly thereafter by ordinary post at the applicants' own risk to the addresses specified in the relevant Application Forms.

In relation to applicants under **YELLOW** or **WHITE** Application Forms or through White Form eIPO for less than 1,000,000 Public Offer Shares, or applicants under **YELLOW** or **WHITE** Application Forms or through White Form eIPO for 1,000,000 or more Public Offer Shares who have not elected on their Application Forms that they will collect their refund cheques (if any) and/or share certificate(s) (if any), their refund cheques and/or share certificate(s) will be sent by ordinary post at the applicants' own risk to the addresses specified in the relevant Application Forms on Thursday, 20 December 2007.

Share certificates will only become valid certificates of title after 8:00 a.m. on Friday, 21 December 2007 (Hong Kong time) provided that the Share Offer has become unconditional in all respects and the right of termination as described in the paragraph "Grounds for termination" in the section headed "Underwriting" in the Prospectus has not been exercised. No temporary documents or evidence of title will be issued. No receipt will be issued for application monies.

Applicants who would like to have the allotted Public Offer Shares registered in their own names should (i) complete the **WHITE** Application Form in English (unless otherwise stated) and sign such Application Form in writing or (ii) submit applications online through the designated website of the eIPO Service Provider at **www.eipo.com.hk** under the White Form eIPO service. Applicants who would like to have the allotted Public Offer Shares registered in the name of HKSCC Nominees Limited and deposited directly into CCASS for credit to their CCASS Investor Participant stock accounts or the stock accounts of their designated CCASS Participant should (i) complete the **YELLOW** Application Form in English (unless otherwise stated) and sign such Application Form in writing, copies of which, together with the Prospectus, may be obtained during normal business hours from 9:00 a.m. on Tuesday, 11 December 2007 until 12:00 noon on Friday, 14 December 2007 at the Depository Counter of HKSCC at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong or your stockbroker, who may have such Application Forms and Prospectus available (ii) give electronic application instructions to HKSCC via CCASS.

Copies of the Prospectus, together with the **WHITE** Application Forms, may be obtained during business hours in the same period from:

CAF Securities Company Limited

13th Floor, Fairmont House
8 Cotton Tree Drive
Central, Hong Kong

CIMB-GK Securities (HK) Ltd.

19th Floor, Central Tower
28 Queen's Road Central
Central, Hong Kong

CSC Securities (HK) Limited

32nd Floor, Cosco Tower
183 Queen's Road Central
Central, Hong Kong

Taiwan Securities (Hong Kong) Company Limited

Room 2803, Tower 1, Admiralty Centre
18 Harcourt Road
Admiralty, Hong Kong

VC Brokerage Limited

28th Floor, The Centrium
60 Wyndham Street
Central, Hong Kong

or any of the following branches of **Hang Seng Bank Limited**:

	Branch	Address
Hong Kong Island	Head Office	83 Des Voeux Road Central
	Wanchai Branch	200 Hennessy Road
Kowloon	Kowloon Main Branch	618 Nathan Road
	Kwun Tong Branch	70 Yue Man Square
New Territories	Shatin Branch	Shop 18 Lucky Plaza, Wang Pok Street, Shatin

or any of the following branches of **Industrial and Commercial Bank of China (Asia) Limited**:

	Branch	Address
Hong Kong Island	Central Branch	1/F., 9 Queen's Road Central
	Hennessy Road Branch	Shop 2A, G/F & Basement, Cameron Commercial Centre, 468 Hennessy Road, Causeway Bay
Kowloon	Tsimshatsui East Branch	Shop B, G/F, Railway Plaza, 39 Chatham Road South, Tsimshatsui
	Mei Foo Branch	Shop N95A, 1/F, Mount Sterling Mall, Mei Foo Sun Chuen
New Territories	Kwai Fong Branch	C63A-C66, 2/F, Kwai Chung Plaza, Kwai Fong

Both **WHITE** and **YELLOW** Application Forms completed in all respects (to which one cheque or banker's cashier order payable to "Hang Seng (Nominee) Limited — EYANG Public Offer" should be securely stapled) should be deposited in the special collection boxes provided at one of the branches of Hang Seng Bank Limited or Industrial and Commercial Bank of China (Asia) Limited referred to above at the following times on the following dates:

Tuesday, 11 December 2007	—	9:00 a.m. to 4:00 p.m.
Wednesday, 12 December 2007	—	9:00 a.m. to 4:00 p.m.
Thursday, 13 December 2007	—	9:00 a.m. to 4:00 p.m.
Friday, 14 December 2007	—	9:00 a.m. to 12:00 noon

Application by White Form eIPO

Applicants applying by White Form eIPO may submit application to the White Form eIPO Service Provider through the designated website **www.eipo.com.hk** from 9:00 a.m. on Tuesday, 11 December 2007 until 11:30 a.m. on Friday, 14 December 2007 (24 hours daily, except on the last application day). The latest time for completing full payment of application monies in respect of such applications will be 12:00 noon on Friday, 14 December 2007, the last application day. Applicants will not be permitted to submit applications to the White Form eIPO Service Provider after 11:30 a.m. on the last day for submitting applications. If you have already submitted your application and obtained an application reference number from the website prior to 11:30 a.m., you will be permitted to continue the application process (by completing payment of application monies) until 12:00 noon on the last day for submitting applications, when the application lists close.

Application by giving electronic application instructions to HKSCC

Investors can apply for Public Offer Shares by giving **electronic application instructions** to HKSCC as follows:

1. CCASS Investor Participants can give **electronic application instructions** to HKSCC through the CCASS Phone System by calling (852) 2979 7888 or through the CCASS Internet System at <https://ip.ccass.com> (according to the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time). HKSCC can also input **electronic application instructions** for them if they go to HKSCC's Customer Service Centre at 2/F, Vicwood Plaza, 199 Des Voeux Road Central, Hong Kong and complete an input request form. Prospectuses are available for collection at the HKSCC's Customer Service Centre.
2. Those who are not CCASS Investor Participants can instruct their brokers or custodians who are CCASS Clearing Participants or CCASS Custodian Participants to give **electronic application instructions** to HKSCC via CCASS terminals to apply for Public Offer Shares on their behalf.

CCASS Broker/Custodian Participants can input electronic application instructions via CCASS at the following times on the following dates:

Tuesday, 11 December 2007	—	9:00 a.m. to 8:30 p.m.⁽¹⁾
Wednesday, 12 December 2007	—	8:00 a.m. to 8:30 p.m.⁽¹⁾
Thursday, 13 December 2007	—	8:00 a.m. to 8:30 p.m.⁽¹⁾
Friday, 14 December 2007	—	8:00 a.m.⁽¹⁾ to 12:00 noon

- (1) These times are subject to change as HKSCC may determine from time to time with prior notification to CCASS Broker/Custodian Participants.

CCASS Investor Participants can input **electronic application instructions** from 9:00 a.m. on Tuesday, 11 December 2007 until 12:00 noon on Friday, 14 December 2007 (24 hours daily, except the last application date).

Subject to the terms and conditions set out in the Prospectus and the Application Forms relating thereto, applications must be received by no later than 12:00 noon on Friday, 14 December 2007 (or such later date as may apply in the case of a tropical cyclone warning signal No. 8 or above or a "black" rainstorm warning being in force in Hong Kong as described under the section headed "How to apply for the Public Offer Shares" in the Prospectus) (or if the application lists are not open on that day, then by 12:00 noon on the next business day the lists are open). Please see the section headed "How to apply for the Public Offer Shares" in the Prospectus for further details.

For allocation purposes only, the Public Offer Shares (after taking into account any adjustment in the number of Offer Shares allocated between the Public Offer and the Placing) will be divided into two pools: pool A and pool B, both of which are available on an equitable basis to successful applicants. The Public Offer Shares in pool A will initially consist of 5,000,000 Public Offer Shares and will be allocated on an equitable basis to applicants who have applied for the Public Offer Shares with an aggregate price of HK\$5 million (excluding 1% brokerage, 0.004% SFC transaction levy and 0.005% Stock Exchange trading fee payable thereon) or less. The Public Offer Shares in pool B will initially consist of 5,000,000 Public Offer Shares and will be allocated on an equitable basis to applicants who have applied for the Public Offer Shares with an aggregate price of more than HK\$5 million (excluding 1% brokerage, 0.004% SFC transaction levy and 0.005% Stock Exchange trading fee payable thereon) and up to the total initial value of Pool B. Applicants should be aware that applications in different pools may receive different allocation ratios. Where one but not both of the pools is undersubscribed, the surplus Public Offer Shares will be transferred to the other pool to satisfy demand in this other pool and be allocated accordingly. Applicants can only receive an allocation of Public Offer Shares from either pool A or pool B but not from both pools and can make applications to either pool A or pool B only.

It is expected that the level of applications in the Public Offer, the level of indications of interest in the Placing and the basis of allotment of the Public Offer Shares, will be published or made available on Thursday, 20 December 2007 in *The Standard* (in English) and *Sing Tao Daily* (in Chinese).

The results of allocations in the Public Offer and the Hong Kong Identify Card/passport/Hong Kong Business Registration Certificate numbers of successful applicants will be available at the times and date and in the manner specified below:

- Results of allocation of the Public Offer can be found in the Company's announcement to be posted on the Company's website at www.szeyang.com from 8:00 a.m. on Thursday, 20 December 2007;
- Results of allocations for the Public Offer will be available from the Stock Exchange's website at www.hkex.com.hk and the Company's results of allocations website at www.iporesults.com.hk on a 24-hour basis from 8:00 a.m. on Thursday, 20 December 2007 to 12:00 midnight on Wednesday, 26 December 2007. The user will be required to key in the Hong Kong Identify Card/passport/Hong Kong Business Registration Certificate number provided in his/her/its Application Form to search for his/her/its own allocation result;
- Results of allocations will be available from the Company's Public Offer allocation results telephone enquiry line. Applicants may find out whether or not their applications have been successful and the number of Public Offer Shares allocated to them, if any, by calling 2862 8669 between 9:00 a.m. and 10:00 p.m. from Thursday, 20 December 2007 to Sunday, 23 December 2007; and
- Special allocation results booklets setting out the results of allocations will be available for inspection during opening hours of individual branches and sub-branches from Thursday, 20 December 2007 to Saturday, 22 December 2007 at all the receiving banks branches and sub-branches at the addresses set out in the Application Forms.

If you are applying by using a **YELLOW** Application Form or by giving **electronic application instructions** to HKSCC and your application is wholly or partially successful, your share certificate will be issued in the name of HKSCC Nominees and deposited directly into CCASS for credit to your CCASS Investor Participant stock account or the stock account of any designated CCASS Participant giving **electronic application instructions** on your behalf or as instructed by you in your **YELLOW** Application Form at the close of business on Thursday, 20 December 2007 or under contingent situations, on any other date as shall be determined by HKSCC or HKSCC Nominees. If you are applying through a designated CCASS Participant (other than a CCASS Investor Participant), you can check the number of Public Offer Shares allocated to you (and the amount of refund money payable to you if you have instructed a CCASS Clearing/Custodian Participant to give **electronic application instructions** on your behalf) with that CCASS Participant. If you are applying as a CCASS Investor Participant, you should check the announcement published by the Company on Thursday, 20 December 2007, you can also check the application results via the CCASS Phone System and CCASS Internet Systems and report any discrepancies to HKSCC before 5:00 p.m. on Thursday, 20 December 2007 or such other date as shall be determined by HKSCC or HKSCC Nominees. Immediately after the credit of the Public Offer Shares and the amount of refund (if you apply by giving **electronic application instructions** to HKSCC) to your account, you can also check your new account balance via the CCASS Phone System and CCASS Internet System (under the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time). HKSCC will also make available to you an activity statement showing the number of Public Offer Shares credited to your CCASS Investor Participant stock account and (if you are applying by giving electronic application instructions to HKSCC) the amount of refund money credited to your designated bank account (if any).

If your application is wholly or partially unsuccessful, the Company will refund in whole or in part (as applicable) or the surplus (as applicable) of your application monies, including relevant brokerage fee, SFC transaction levy and Stock Exchange trading fee to you **WITHOUT INTEREST**. All refunds will be made by a cheque crossed "Account payee only" in favour of the applicant (or, in the case of joint applicants, to the first-named applicant on your Application Form) on the terms set out under "Refund of your application money" on the Application Form. The refund cheque will be sent to the address on your Application Form (or in the case of joint applicants, to the address of the first-named applicant on your Application Form) by ordinary post and at your own risk. If you have given **electronic application instructions** to HKSCC via CCASS, refunds (if any) will be credited to your CCASS Investor Participant designated bank account or the designated bank account of a CCASS Clearing/Custodian Participant.

Dealings in the Shares on the Main Board are expected to commence on Friday, 21 December 2007. The Shares will be traded in board lots of 2,000 Shares each and the stock code of the Company is 117.

As at the date of this announcement, the directors of the Company are:

Executive Directors

Mr. Chen Weirong, Ms. Shuang Mei and Mr. Liao Jie

Non-executive Director

Mr. Cheng Wusheng, Mr. Li Heqiu, Mr. Zhang Zhilin and Mr. Chen Hao

Independent non-executive Directors

Mr. Pan Wei, Mr. Liu Huanbin and Mr. Chu Kin Wang, Peleus

By order of the Board
EYANG Holdings (Group) Co., Limited
Mr. Chen Weirong
Chairman

Hong Kong, 11 December 2007

*“Please also refer to the published version of this announcement in **The Standard**.”*