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EYANG

EYANG HOLDINGS (GROUP) CO., LIMITED

宇陽控股(集團)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 117)

CLARIFICATION ANNOUNCEMENT

Unless otherwise defined herein, terms used in this announcement should have the same respectively meanings as those disclosed in the prospectus of the Company dated 11 December 2007 (the “Prospectus”).

The Board would like to clarify that due to typographical errors, certain statements set out on pages 56, 203 and 208 of the Prospectus have mistakenly made reference to the fact that, among others, the Company has received from the Stock Exchange a waiver from strict compliance with the reporting, announcement and independent shareholders’ approval requirements set out in Chapter 14A of the Listing Rules for a non-exempt continuing connected transaction. In addition, it was mistakenly stated on page 207 of the Prospectus that “... the Directors consider that strict compliance with the reporting, announcement and independent shareholders’ approval requirements under the Listing Rules be unduly burdensome and impractical.”

In view of the above, the Board wishes to clarify that (i) the statement as stated on page 207 of the Prospectus should be “... the Directors consider that strict compliance with the announcement and independent shareholders’ approval requirements under the Listing Rules be unduly burdensome and impractical.”; and (ii) the Company has received from the Stock Exchange a waiver from strict compliance with the announcement (but not reporting) and independent shareholders’ approval requirements set out in Chapter 14A of the Listing Rules for the non-exempt continuing connected transaction disclosed in the section headed “Connected transactions” in the Prospectus.

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

Hong Kong, 19 December 2007

As at the date of this announcement, the executive Directors are Mr. Chen Weirong, Ms. Shuang Mei and Mr. Liao Jie; the non-executive directors are Mr. Cheng Wusheng, Mr. Li Heqiu, Mr. Zhang Zhilin and Mr. Chen Hao; and the independent non-executive Directors are Mr. Pan Wei, Mr. Liu Huanbin and Mr. Chu Kin Wang, Peleus.

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