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HENG TAI CONSUMABLES GROUP LIMITED

亨泰消費品集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 0197)

BOARD APPROVAL OF THE PROPOSED ISSUE OF THE TAIWAN DEPOSITORY RECEIPTS

This announcement is made by Heng Tai Consumables Group Limited (the “**Company**”) pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The Board of Directors (the “**Board**”) of the Company hereby announces that a Board meeting was held on 28 May 2010 to discuss the matters in relation to the proposed issue of Taiwan Depository Receipts (the “**TDRs**”) by the Company (“**Proposed TDR Issue**”). The Company proposed that the underlying shares of the Company represented by the TDRs would be allotted and issued by the Company pursuant to the general mandate granted to the Directors at the annual general meeting held on 21 December 2009.

The Directors believe that the Proposed TDR Issue is an attractive alternative for international investors, particularly potential investors in Taiwan, to invest and deal in the Company’s shares which will further increase the liquidity of the Shares, and broaden and diversify the shareholders base of the Company. The Proposed TDR Issue will also increase the public awareness of the Group and will promote the Group’s corporate image internationally, which will enhance its competitiveness and be beneficial to the Group’s business development.

The Directors consider that the Proposed TDR Issue is fair and reasonable and in the best interests of the Company and the shareholders as a whole.

An application for the Proposed TDR Issue will be filed with the relevant regulatory authorities in Taiwan as soon as practicable. The application for the Proposed TDR Issue is subject to certain approvals by the relevant authorities. There is no assurance that such approvals will be granted.

The Company will update the shareholders of the Company and potential investors of any material developments on the Proposed TDR Issue. **Shareholders of the Company and potential investors should note that the Proposed TDR Issue may or may not proceed. Accordingly, shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.**

By order of the Board
Heng Tai Consumables Group Limited
Lam Kwok Hing
Chairman

Hong Kong, 28 May 2010

As at the date of this announcement, the Board comprised three executive Directors, namely Mr. Lam Kwok Hing (Chairman), Mr. Chu Ki and Ms. Lee Choi Lin, Joecy; one non-executive Director, namely Ms. Chan Yuk, Foebé; and three independent non-executive Directors, namely Mr. John Handley, Mr. Poon Yiu Cheung, Newman and Ms. Mak Yun Chu.