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Fulbond Holdings Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 1041)

ADJUSTMENT TO THE PREVIOUS CONVERTIBLE NOTES AND THE SHARE OPTIONS

All the conditions of the Capital Reorganisation had been fulfilled and the Capital Reorganisation has become effective on 22 June 2011.

As a result of the Capital Reorganisation, adjustments to (i) the conversion price upon conversion of the Previous Convertible Notes and (ii) the exercise price and the number of Shares to be issued upon exercise of the Share Options are required as described in this announcement.

Reference are made to the circular of Fulbond Holdings Limited (the “**Company**”) dated 25 May 2011 (the “**Circular**”) and the poll result announcement of the Company dated 21 June 2011, in relation to, inter alia, the Capital Reorganisation and change of board lot size. Terms used herein shall have the same meanings as defined in the Circular unless defined otherwise.

Capital Reorganisation and Change in Board Lot Size

As all the conditions of the Capital Reorganisation had been fulfilled, the Capital Reorganisation has become effective on 22 June 2011. Dealings in the Reorganised Shares will commence at 9:00 a.m. on 22 June 2011, upon which the board lot size of the shares of the Company for trading on the Stock Exchange will be changed from 2,000 shares of the Company to 10,000 Reorganised Shares.

Adjustment to the Previous Convertible Notes

Pursuant to the terms and conditions of a conditional placing agreement dated 6 August 2009 entered into between the Company and Kingston in relation to the placing of the Previous Convertible Notes by Kingston (as supplemented and amended by side letters made between the same parties on 24 September 2009 and 2 June 2010 respectively) (the “**Placing Agreement**”), as a result of the Capital Reorganisation, the conversion price of the Previous Convertible Notes would be adjusted from HK\$0.01 to HK\$0.1 per share of the Company.

Wallbank Brothers Securities (Hong Kong) Limited (as the independent financial adviser of the Company) has certified in writing the aforesaid adjustments are in accordance with the terms of the Placing Agreement.

Adjustment to the Share Options

Pursuant to the terms and conditions of the Share Option Scheme, the requirements of Chapter 17 of the Listing Rules and the supplementary guidance set out by the Stock Exchange dated 5 September 2005 (the “**Supplementary Guidance**”), as a result of the Capital Reorganisation, the exercise price of the Share Options would be adjusted from HK\$0.041 to HK\$0.410 per share of the Company while the number of shares of the Company to be allotted and issued upon exercise of the subscription rights attaching to the Share Options would be adjusted from 201,554,432 shares of the Company prior to the Capital Reorganisation becoming effective to 20,155,443 Reorganised Shares.

Wallbank Brothers Securities (Hong Kong) Limited (as the independent financial adviser of the Company) has certified in writing the aforesaid adjustments are in accordance with the terms of the Share Option Scheme, the relevant provisions of the Listing Rules and the Supplementary Guidance.

By Order of the Board
Fulbond Holdings Limited
Zhang Xi
Chairman

Hong Kong, 22 June 2011

As at the date of this announcement, the executive directors of the Company are Mr. Zhang Xi, Ms. Catherine Chen, Mr. Chiu Kong, Mr. Yeung Kwok Yu, Mr. Kwan Kam Hung, Jimmy, Mr. Wah Wang Kei, Jackie and Mr. Chen Guang Lin; and the independent non-executive directors of the Company are Mr. Hong Po Kui, Martin, Ms. Ma Yin Fan, Mr. Yu Pan and Mr. Leung Hoi Ying.