



**LI NING COMPANY LIMITED**  
**( 李 寧 有 限 公 司 )**

*(Incorporated in the Cayman Islands with limited liability)*  
**(Stock Code: 2331)**

**ANNOUNCEMENT IN RESPECT OF PLEDGE OF SHARES  
BY CONTROLLING SHAREHOLDER**

This announcement is made by the Company pursuant to Note (3) to Rule 10.07(2) of the Listing Rules.

The Company has been advised that on 24 February 2005, Victory Mind Assets Limited, a limited company beneficially owned as to approximately 62.11% and approximately 37.89% by Mr. Li Ning and his brother Mr. Li Chun respectively, charged 25,000,000 shares (representing approximately 2.44% of the issued share capital of the Company) out of 220,174,000 shares held by it in the Company in favour of Société Générale. Both Mr. Li Ning and Mr. Li Chun are deemed as controlling shareholders of the Company under the Listing Rules.

Li Ning Company Limited (the “Company”) makes this announcement pursuant to Note (3) to Rule 10.07(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“Listing Rules”).

The Company has been advised that on 24 February 2005, Victory Mind Assets Limited (“VMA”), a limited company beneficially owned as to approximately 62.11% and approximately 37.89% by Mr. Li Ning and his brother Mr. Li Chun respectively, charged 25,000,000 shares (representing approximately 2.44% of the issued share capital of the Company) out of 220,174,000 shares held by it in the Company in favour of Société Générale (the “Bank”), an authorized institution as defined in the Banking Ordinance of the Laws of Hong Kong, in consideration of a credit facility, which is a bona fide commercial loan, to be made available to VMA by the Bank. Both Mr. Li Ning and Mr. Li Chun are deemed as controlling shareholders of the Company under the Listing Rules.

As at the date hereof, the executive directors of the Company are Mr. LI Ning, Mr. ZHANG Zhi Yong, Mr. TAN Wee Seng and Mr. CHEN Yi Hong. The non-executive directors are Mr. LIM Meng Ann, Mr. Stuart SCHONBERGER and Mr. FONG Ching, Eddy. The independent non-executive directors are Mr. KOO Fook Sun, Louis, Ms. WANG Ya Fei and Mr. CHAN Chung Bun, Bunny.

By Order of the Board  
**Li Ning Company Limited**  
**Tan Wee Seng**  
*Director & Joint Company Secretary*

Beijing, PRC  
24 February 2005

*Please also refer to the published version of this announcement in South China Morning Post and Hong Kong Economic Times.*