



# Maoye International Holdings Limited

茂業國際控股有限公司

*(Incorporated in Cayman Islands with limited liability)*

(Stock Code: 848)

## Announcement

### Litigation involving subsidiaries of the Company

This is a voluntary announcement.

A subsidiary of the Company, Chengshang, has issued proceedings against Juyi Company at the People's Intermediate Court of Chengdu City with regards to a loan agreement dispute. On 24 July 2008, Chengshang received summons from the People's Intermediate Court of Chengdu City in relation to the same. Details of the litigation are as follow:

Before end of June 2000, Chengshang provided an interim financial assistance totalling RMB 50 million to Juyi Company for the construction of Wuhou Building. Juiyi Company subsequently repaid a portion of the financial assistance. On 10 February 2003, Changshang and Juyi Company entered into a loan agreement to formalize the interim financial assistance and confirmed that outstanding balance of the financial assistance remained at RMB43,300,000 (the "**Loan**"). On 5 March 2003, Juyi Company mortgaged the first floor of Wuhou Building to Chengshang as security for the Loan. The mortgaged property has a floor area of 8934.22 square meters. Juyi Company subsequently repaid a portion of the outstanding Loan. RMB21,650,000 of the Loan is still outstanding currently.

Chengshang has decided to issue proceedings against Juyi Company to recover the outstanding Loan. Among other litigation requests, Chengshang is seeking the People's Intermediate Court of Chengdu City to enter judgment against Juyi Company to repay the outstanding Loan of RMB21,650,000 immediately, together with accrued interest of RMB10,388,900 (Based on banks' one year loan interest rate at the equivalent period, starting from 10 February 2003).

Since the People's Intermediate Court of Chengdu City has not started hearing the case, Chengshang is currently unable to determine the litigation's impact on Chengshang's profit. The Company will make announcement on any further development or changes that are material in the Company's view.

#### Definition

"Chengshang"

Chengshang Group Co., Ltd (成商集團股份有限公司), a subsidiary of the Company and a joint stock limited

	company established in the PRC and listed on the Shanghai Stock Exchange (stock code: 600828). The Company currently holds 135,643,158 shares in Chengshang through Maoye Shangsha, representing approximately 66.77% of its issued share capital;
"Company"	Maoye International Holdings Limited, a company incorporated in the Cayman Islands with limited liability, the issued shares of which are listed on the main board of the Stock Exchange;
"Juyi Company"	Sichuan Juyi Property Development Company (四川聚溢房地产开发公司)
"Listing Rules"	The Rules Governing the Listing of Securities on the Stock Exchange;
"Maoye Shangsha "	Shenzhen Maoye Shangsha Company Limited (深圳茂业商厦有限公司), a wholly owned subsidiary of the Company;
"PRC"	The People's Republic of China;
"RMB"	Renminbi, the lawful currency in the PRC;
"Stock Exchange"	The Stock Exchange of Hong Kong Limited;
"Wuhou Building"	Wuhou Garden Building at the fourth sector of South First Ring Road of Chengdu City (成都市一环路南四段武侯花园大楼);

By Order of the Board  
**Maoye International Holdings Limited**

**Mr. Huang Mao Ru**

*Chairman*

Hong Kong, 30 July 2008

*As at the date of this announcement, the executive Directors are Mr. HUANG Mao Ru and Mr. ZOU Mingguai, Mr. WANG Guisheng and Ms. WANG Fuqin. The non-executive Directors are Mr. ZHONG Pengyi and Mrs. HUANG Jingzhang. The independent non-executive Directors are Mr. PAO Ping Wing, Mr. LEUNG Hon Chuen, and Mr. CHOW Chan Lum.*