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Techtronic Industries Co. Ltd.

(Incorporated in Hong Kong with limited liability)

(Stock Code: 669)

DISCLOSEABLE TRANSACTION

COMPLETION OF ACQUISITION OF ASSETS COMPRISING THE HOOVER® FLOOR-CARE BUSINESS FROM SUBSIDIARIES OF WHIRLPOOL CORPORATION ON 31 JANUARY 2007

Financial Adviser to the Company



Merrill Lynch
Merrill Lynch (Asia Pacific) Limited

The Board is pleased to announce that all the conditions set out in the PSA have been fulfilled and that completion of the Transaction will take place on 31 January 2007 (US Eastern Standard Time). Upon completion, the Hoover Floor-Care Business will be combined with the Company's existing Dirt Devil® and Royal® operations in Glenwillow, Ohio, USA to create a division of the Company called TTI Floor Care, which will be the largest floor care business in North America.

Reference is made to the Company's announcement dated 7 December 2006 (the "Announcement") and circular dated 21 December 2006 (the "Circular") in respect of the Transaction. Unless otherwise stated, terms defined in the Announcement and the Circular shall have the same meaning when used herein.

The Board is pleased to announce that all of the conditions set out in the PSA have been fulfilled and that completion of the Transaction will take place on 31 January 2007 (US Eastern Standard Time) (the "Closing Date"). Upon completion, the Hoover Floor-Care Business will be combined with the Company's existing Dirt Devil® and Royal® operations in Glenwillow, Ohio, USA to create a division of the Company called TTI Floor Care, which will be the largest floor care business in North America.

On the Closing Date, the Consideration of US\$107.0 million (approximately HK\$831.4 million) in cash will be paid to Maytag (on behalf of itself and the other Sellers). The Consideration shall be satisfied by the application of the deposit of US\$15.0 million (approximately HK\$116.6 million) which was paid at the signing of the PSA and the payment by the Company of the remaining balance of US\$92.0 million (approximately HK\$714.8 million) to Maytag (on behalf of itself and the other Sellers).

In accordance with the terms of the PSA and as previously disclosed in the Announcement and the Circular, the parties have determined and agreed that a further US\$410,000 (approximately HK\$3.2 million) will be paid to Maytag (on behalf of itself and the other Sellers) on the Closing Date which represents 75% of the absolute value of the negative cash flow of the Hoover Floor-Care Business for the period from the first business day after the Antitrust Trigger Date through and including the Closing Date.

By order of the Board
Techtronic Industries Company Limited
Chi Chung Chan
Company Secretary

Hong Kong, 30 January 2007

Note:

An exchange rate of US\$1.00 to HK\$7.77 has been used for the conversion of US Dollars into HK Dollars for the purpose of this announcement.

As at the date of this announcement, the Board comprises five Group Executive Directors, namely Mr. Horst Julius Pudwill (Chairman and Chief Executive Officer), Mr. Roy Chi Ping Chung JP (Managing Director), Mr. Patrick Kin Wah Chan, Mr. Frank Chi Chung Chan and Mr. Stephan Horst Pudwill, one Non-Executive Director, namely, Mr. Vincent Ting Kau Cheung and three Independent Non-Executive Directors, namely, Mr. Christopher Patrick Langley OBE, Mr. Joel Arthur Schleicher and Mr. Manfred Kuhlmann.

*Please also refer to the published version of this announcement in
The Standard and Hong Kong Economic Times.*