



(Stock code: 431)

website: <http://www.irasia.com/listco/hk/greaterchina/index.htm>

CLARIFICATION ANNOUNCEMENT

The Board would like to make clarification on information contained in a recent press article.

This announcement is made by the Company pursuant to Rules 13.09 of the Listing Rules.

The board of directors (the “Board”) of Greater China Holdings Limited (the “Company”) noted a press article published in Hong Kong on 10 March 2007 in relation to a litigation proceeding (the “Litigation”) against Ms. Ma Xiaoling, the Chairman of the Company (“Ms. Ma”).

The Board was advised by Ms. Ma that the Litigation arose from her personal financial dispute and Ms. Ma is seeking legal advice in this regard. The Board confirms that the Litigation is not related to the Company and its subsidiaries (the “Group”) and will not bring about any adverse effect on the business, operations and financial positions of the Group.

By Order of the Board
Chan Sze Hon
Company Secretary

Hong Kong, 12 March 2007

As at the date of this announcement, the executive Directors are Ms. Ma Xiaoling and Mr. Chan Sze Hon, and the independent non-executive Directors are Mr. Ching Men Ky, Carl, Mr. Lin Rwei Min and Mr. Shu Wa Tung, Laurence.

* *For identification purpose only*

Please also refer to the published version of this announcement in The Standard.