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YEEBO (INTERNATIONAL HOLDINGS) LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 259)

PROFIT WARNING

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

The Board wishes to inform the shareholders of the Company and investors that the Group's consolidated results for the year ending 31 March 2008 are expected to be adversely affected by the Company's decision to recognize an impairment loss in respect of the Group's investment in Ascalade.

Shareholders of the Company and investors should exercise caution when dealing in the shares of the Company.

This announcement is made by Yeebo (International Holdings) Limited (the "**Company**") and together with its subsidiaries, the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**").

Reference is made to the interim report of the Company for the six months ended 30 September 2007 in respect of the impairment loss recognized by the Group in respect of its investment in Ascalade Communication Inc ("Ascalade"), a company listed in the Toronto Stock Exchange.

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company and investors that in March 2008, Ascalade obtained an order from the Supreme Court of British Columbia, Canada granting Ascalade and its subsidiary Ascalade Technologies Inc protection pursuant to the provisions

of the Companies' Creditors Arrangement Act ("CCAA"). While under CCAA protection, Ascalade's management will remain responsible for its day-to-day operations, under the supervision of a Court appointed monitor who will be responsible for monitoring Ascalade's ongoing operations, assisting management with the development of a restructuring plan, reporting to the creditors and the Court, and assisting management with respect to the restructuring of the business.

During the six months ended 30 September 2007, the Group recognized an impairment loss of approximately HK\$20 million in respect of its investments in Ascalade. The carrying value of the Group's investment in Ascalade after such impairment loss was approximately HK\$12 million. The share price of Ascalade has dropped from C\$1.15 as at 1 October 2007 to C\$0.07 as at 19 March 2008. It is expected that further impairment loss, in addition to the HK\$20 million already recognized during the six months ended 30 September 2007, will be recognized in the year ending 31 March 2008. Due to the impairment loss, the Group's results for the year ending 31 March 2008 would be adversely affected.

As the exact amount of the impairment loss would be determined based on the market price of the Ascalade's shares as at 31 March 2008, the Board is not in the position to quantify precisely its financial impacts on the Group at this stage. Further details of the Group's performance will be disclosed when the Company announces its annual results for the year ending 31 March 2008.

Shareholders of the Company and investors should exercise caution when dealing in the shares of the Company.

By Order of the Board
Yeebo (International Holdings) Limited
Kevin Lau
Company Secretary

Hong Kong, 20 March 2008

As at the date of this announcement, the Board comprises Mr Fang Hung, Kenneth, GBS, JP, Mr Li Kwok Wai, Frankie and Mr Leung Tze Kuen as executive directors and The Hon Tien Pei Chun, James, GBS, JP, Mr Chu Chi Wai, Allan and Mr Lau Yuen Sun, Adrian as independent non-executive directors.