



VISIONS AHEAD

HANNY HOLDINGS LIMITED

錦興集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 275)

ANNOUNCEMENT

Reference is made to the announcement of the Company dated 29 October 2008 in relation to the profit warning of the unaudited interim results of the Group for the six months ended 30 September 2008.

Subsequent to the First Announcement, the board has further assessed the impact and would like to provide additional information to shareholders of the Company and potential investors.

This announcement is made by the Company pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong.

Reference is made to the announcement (the “First Announcement”) of Hanny Holdings Limited (the “Company”, together with its subsidiaries, the “Group”) dated 29 October 2008 in relation to the profit warning of the unaudited interim results of the Group for the six months ended 30 September 2008.

As stated in the First Announcement, it is expected that the Group will record significant loss for the six months period ended 30 September 2008 as a result of the adverse financial market. Subsequent to the First Announcement, the board of directors of the Company (the “Board”) has further assessed the impact and would like to provide additional information to shareholders of the Company and potential investors. Based on the further preliminary assessment by the Board, the significant loss as mentioned in the First Announcement would be mainly attributable to: (i) loss of approximately HK\$236.8 million arising from the disposal of listed equity held for trading; and (ii) approximately HK\$96.7 million on change in fair value of certain financial assets (which included approximately HK\$23.6 million on available-for-sales investments, approximately HK\$40.6 million on investment properties, approximately HK\$17.0 million on properties held for sales, and approximately HK\$8.4 million on convertible notes designated at fair value through profit or loss, and approximately HK\$7.1 million on conversion options embedded in convertible notes).

Information contained in this announcement is only based on preliminary assessment of the management accounts of the Group by the management of the Company and is not based on any figures or information which has been audited or reviewed by the Company's auditors as the results for the six months ended 30 September 2008 is still in the course of being finalized by the Company.

Shareholders of the Company and potential investors are advised to read carefully the unaudited consolidated interim results announcement of the Group for the six months ended 30 September 2008 which is expected to be published before the end of December 2008.

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

On behalf of the Board
Hanny Holdings Limited
Dr. Yap, Allan
Chairman

Hong Kong, 18 November 2008

As at the date of this announcement, the Board comprises of:

Executive Directors:

Dr. Yap, Allan (*Chairman*)
Mr. Lui Siu Tsuen, Richard (*Managing Director*)
Mr. Chan Kwok Chuen, Augustine

Independent Non-Executive Directors:

Mr. Kwok Ka Lap, Alva
Mr. Poon Kwok Hing, Albert
Mr. Sin Chi Fai

** For identification purpose only*