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SILVER GRANT INTERNATIONAL INDUSTRIES LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 171)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09(1) of the Listing Rules.

The Group's profit for the year ended 31 December 2008 will decrease significantly, as compared with the profit for the year ended 31 December 2007. The decrease is expected to be in excess of 50%.

The Board attributes such decrease in the Group's profit for the year 2008 to be mainly due to the diminution in the fair values of investment properties and leasehold properties, the diminution in the fair value of trading securities and the significant decrease in exchange gain.

Shareholders and potential investors are advised to exercise caution when dealing in the shares in the Company.

This announcement is made by Silver Grant International Industries Limited (the "Company" and together with its subsidiaries, the "Group") pursuant to Rules 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

The Board of directors of the Company (the "Board") wishes to inform the shareholders of the Company (the "Shareholders") and potential investors that the Group's profit for the year ended 31 December 2008 will decrease significantly, as compared with the profit for the year ended 31 December 2007. The decrease is expected to be in excess of 50%. The Board attributes such decrease in the Group's profit for the year 2008 to be mainly due to the diminution in the fair values of investment properties and leasehold properties, the diminution in the fair value of trading securities and the significant decrease in exchange gain. The decrease in the fair values of investment properties, leasehold properties and trading securities is due to the outbreak of the financial tsunami in September 2008, which has led to severe deterioration in the investment environment. The significant decrease in exchange gain is due to the decrease in the Group's average balance of RMB deposit and the reason that RMB to HKD exchange rate did not appreciate further during the year.

The Group does not have any exposure to over-the-counter contingent forward agreement or derivative financial instrument for equity investment or currency hedging which may cause any material adverse effect to the Group. The Board considers that the financial and liquidity positions of the Group remain sound and the Group is able to overcome the current deteriorating economic conditions and can meet the challenges ahead.

The Group's consolidated results for the year ended 31 December 2008 have not yet been finalized as at the date of this announcement. The information contained in this announcement is only a preliminary assessment made by the Board based on the figures and information currently available, which are subject to audit by the Company's independent external auditors and, if required, necessary adjustments. It is expected that the Company will announce its audited consolidated financial results for the year ended 31 December 2008 in late April 2009.

Shareholders and potential investors are advised to exercise caution when dealing in the shares in the Company.

By order of the Board of
Silver Grant International Industries Limited
Gao Jian Min
Managing Director

Hong Kong, 4 March 2009

As at the date of this announcement, the Board comprises Mr. Gao Jian Min (Managing Director), Mr. Liu Tianni (Deputy Managing Director), Mr. Gu Jianguo, Mr. Tang Baoqi and Mr. Chow Kwok Wai as executive directors, Mr. Chen Xiaozhou (Chairman), Mr. Hui Xiao Bing (Vice Chairman) and Mr. Yuen Wing Shing as non-executive directors and Mr. Kang Dian, Mr. Zhang Lu and Mr. Hung Muk Ming as independent non-executive directors.