

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



EMCOM INTERNATIONAL LIMITED

帝通國際有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8220)

ANNOUNCEMENT ON THE LATEST PROGRESS OF THE LITIGATION

This announcement is made by the Company on voluntary basis and not required specifically under the GEM Listing Rules.

Further to the announcement dated 1 August 2008 and 18 July 2008, the Company and the Directors received the Amended Writ of Summons served by the solicitors of the Vendors on 4 September 2008, the Legal Adviser of the Company filed the Acknowledgment of Service of the Amended Writ of Summons on behalf of the Company on 5 September 2008; on 18 September 2008, by a Notice of Discontinuance the Vendor have wholly discontinued their action against Mr. Lam Kwok Ho, Ms. Tsang Fung Chu and Mr. Patrick Wong Chi Keung, from the Litigation, subsequently on 29 October 2008, the Vendor by another Notice of Discontinuance have further wholly discontinued their action against Mr. Lee Pin Yeow and Jolly King Limited from the Litigation; on 30 October 2008 the Statement of Claim was served on the Company and the Directors. P.C. Woo & Co., the legal adviser representing both the Company and Emcom Limited (the "Legal Adviser") had obtained an extension of time from the court for the filing and service of the Company's Defence ("Defence") to 12 January 2009. According to the Legal Adviser, the Company's Defence will be filed and served on or before 12 January 2009.

Emcom Limited, the major shareholder of the Company and one of the Defendants of the Litigation (i) received a Interlocutory Judgment (the "Judgment") on 9 December 2008, the Judgment was entered in the action against Emcom Limited in default of Emcom Limited filing its Acknowledgment of Service of the Amended Writ of Summons, with damages to be assessed; (ii) made an application on 16 December 2008 to have the Judgment set aside on the grounds that the Judgment was obtained irregularly or alternatively if there was no issue of irregularity, it has a meritorious defence to the action; and (iii) received legal opinion that Emcom Limited's application to set aside the Judgment has a good chance of success. Based on the discussion with the Legal Adviser, it is believed that Emcom Limited has a meritorious defence to the action and Emcom Limited has strong grounds to set aside the Judgment, and that pending the outcome of the application to set aside the Judgment, assessment of the Vendors' damages under the Judgment is unlikely to be entertained by the court until the set aside application has been concluded.

Reference is made to (i) the circular of Emcom International Limited (“the Company”) dated 23 June 2008 (the “Circular”) in respect of the proposed acquisition of the entire issued share capital in Bridge Partners Finance Limited, increase in authorised share capital and change of the Company’s name, (ii) the announcement of the Company dated 16 July 2008 in relation to the results of the EGM (the “EGM Results Announcement”); (iii) the announcement of the Company dated 18 July 2008 in relation to the non-fulfillment of a condition precedent and on litigation and resumption of trading. (the “Litigation Announcement”) and (iv) the announcement of the legal advice of the Litigation dated 1 August 2008. Unless the context otherwise requires, capitalised terms used herein shall have the same meanings as those defined in the Circular.

LATEST UPDATE OF THE COMPANY’S POSITION

Following the legal opinion received on 30 July 2008 from the Legal Adviser, the Company and the Directors received the Amended Writ of Summons served by the solicitors of the Vendors on 4 September 2008, the Legal Adviser of the Company filed the Acknowledgment of Service of the Amended Writ of Summons on behalf of the Company on 5 September 2008; on 18 September 2008, by a Notice of Discontinuance the Vendor have wholly discontinued their action against Mr. Lam Kwok Ho, Ms. Tsang Fung Chu and Mr. Patrick Wong Chi Keung, from the Litigation, subsequently on 29 October 2008, the Vendor by another Notice of Discontinuance have further wholly discontinued their action against Mr. Lee Pin Yeow and Jolly King Limited from the Litigation; on 30 October 2008 the Statement of Claim was served on the Company and the Directors. P.C. Woo & Co., the legal adviser representing both the Company and Emcom Limited (the “Legal Adviser”) had obtained an extension of time from the court for the filing and service of the Company’s Defence (the “Defence”) to 12 January 2009. According to the Legal Adviser, the Company’s Defence will be filed and served on or before 12 January 2009.

According to the Legal Adviser there is nothing critical that will cause them to amend their previous opinion as at 30 July 2008, the Company and the Directors are in the view that the Company has a very good defence to the Litigation and are seriously evaluating the potential counterclaim against the Vendors either in the Litigation or in a separate action and reserves the right to claim against the Vendors for any damages incurred.

LATEST UPDATE OF EMCOM LIMITED

Emcom Limited, the major shareholder of the Company and one of the Defendants of the Litigation (i) received an interlocutory judgment on liability (the “Judgment”) on 9 December 2008. The Judgment was entered in the action against Emcom Limited in default of Emcom Limited filing an Acknowledgment of Service of the Amended Writ of Summons, with damages to be assessed; (ii) made an application on 16 December 2008 to have the Judgment set aside on the grounds that the Judgment was obtained irregularly or alternatively if there was no issue of irregularity, it has a meritorious defense to the action; and (iii) received legal opinion that Emcom Limited’s application to set aside the Judgment has a good chance of success. Based on the discussion with the Legal Adviser, Emcom Limited has a

meritorious defense to the action and it is believed that Emcom Limited has strong grounds to set aside the Judgment, and that pending the outcome of the application to set aside the Interlocutory Judgment, the assessment of the Vendors' damages of the Vendor under the Judgment is unlikely to be entertained by the court until the set aside application has been concluded.

Further announcement on the progress of the Litigation will be made as and when appropriate.

By order of the Board
Emcom International Limited
Yong Wai Hong
Chairman and Chief Executive Officer

Hong Kong, 7 January 2009

As at the date of this announcement, the Company's executive Directors are Mr. Yong Wai Hong and Mr. Lam Kwok Ho and the Company's independent non-executive Directors are Mr. Chan Cheong Yee, Ms. Tsang Fung Chu and Mr. Wong Chi Keung Patrick.

This announcement, for which the Directors collectively and individually accept responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief:– (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the "Latest Company Announcements" page of the GEM website (www.hkgem.com) for at least 7 days from its date of publication and on the website of the Company at www.emcominternational.com.

** for identification purposes only*