



SUNNY GLOBAL HOLDINGS LIMITED

新怡環球控股有限公司*

(incorporated in Bermuda with limited liability)

(Stock Code: 1094)

ANNOUNCEMENT

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

Reference is made to an announcement of the Company dated 11 April 2006 regarding the entering into of the Memorandum by Open Challenge, a wholly-owned subsidiary of the Company, with Ms Sun in respect of the Acquisition.

The Board wishes to announce that after negotiation with Ms Sun on the terms of a formal agreement in respect of the Acquisition, Open Challenge, a wholly-owned subsidiary of the Company, entered into the Sale and Purchase Agreement with Ms Sun in respect of the Acquisition at a consideration of HK\$6,500,000 on 8 May 2006.

This announcement is made 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 an announcement of Sunny Global Holdings Limited (the “**Company**”) dated 11 April 2006 regarding the entering into of a memorandum of understanding (the “**Memorandum**”) by Open Challenge Group Limited (“**Open Challenge**”), a wholly-owned subsidiary of the Company, with Ms Sun Xiang Ning (“**Ms Sun**”) in respect of a proposed acquisition of the entire issued share capital of China Rainbow Technology Limited, a company incorporated in the British Virgin Islands on 6 January 2006 (the “**Acquisition**”).

The board (the “**Board**”) of directors of the Company wishes to announce that after negotiation with Ms Sun on the terms of a formal agreement in respect of the Acquisition, Open Challenge, a wholly-owned subsidiary of the Company, entered into a sale and purchase agreement (the “**Sale and Purchase Agreement**”) with Ms Sun in respect of the Acquisition at a consideration of HK\$6,500,000 on 8 May 2006.

Ms Sun is third party independent of the Company and connected persons of the Company (as defined in the Listing Rules). China Rainbow Technology Limited is a company principally engaged in the provision of technical support and management consultancy services to telecommunication and internet services providers in the People’s Republic of China (the “**PRC**”). The Board believes that the Acquisition would enable the Company to enjoy synergy effect by providing Internet Protocol Television (“**IPTV**”) service to potential clients in Beijing. China Rainbow Technology Limited has executed an Exclusive Technical Services Agreement with a PRC company namely 北京神彩時空科技發展有限公司 (“神彩時空”) whereas 神彩時空 has entered into a Franchise Agreement with United ITV, Inc to jointly

develop the promising IPTV business in Beijing region. Through China Rainbow Technology Limited, 神彩時空 could cooperate with other fiber optic broadband service providers in Beijing in order to tap the numerous potential clients in Beijing. The demand for IPTV in the PRC is expected to grow in light of the upcoming 2008 Beijing Olympic Games as the Chinese will use IPTV to review Olympic broadcasts at any time.

As at the date of this announcement, the Board comprises Messrs. Lee Man Fa, Kwok Ming Fai, Yan Wa Tat and Tai King Foon as the executive directors of the Company and Messrs. Leung Sai Cheong, Liu Kwok Wah and Wong Chi Chung as the independent non-executive directors of the Company.

By Order of the Board of
Sunny Global Holdings Limited
Yan Wa Tat
Director

Hong Kong, 8 May 2006

** For identification only*

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