

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



DORE HOLDINGS LIMITED

多金控股有限公司*

(Incorporated in Bermuda with limited liability)

(Stock code: 628)

SHARE PREMIUM CANCELLATION

The Board announces that the Company proposes to effect the Share Premium Cancellation by cancelling the entire amount standing to the credit of the share premium account of the Company and applying the credit arising therefrom towards the elimination of the Accumulated Losses. Upon the Share Premium Cancellation becoming effective, the Accumulated Losses will be eliminated.

A SGM will be held to consider and, if thought fit, pass a special resolution to approve the Share Premium Cancellation.

A circular containing, among other things, further details about the Share Premium Cancellation and a notice convening the SGM will be despatched to the Shareholders as soon as practicable.

INTRODUCTION

The Board announces that the Company proposes to effect the Share Premium Cancellation by cancelling the entire amount standing to the credit of the share premium account of the Company and applying the credit arising therefrom towards the elimination of the Accumulated Losses. As at 31 March 2008, the amount standing to the credit of the share premium account of the Company was HK\$1,387,403,000 and the amount of accumulated losses of the Company was HK\$915,108,000.

Pursuant to the Share Premium Cancellation, it is proposed that the entire amount standing to the share premium account of the Company be cancelled, with part of the credit arising therefrom being applied towards the elimination of the Accumulated Losses and the remaining balance in the amount of approximately HK\$472,295,000 being credited to the contributed surplus account of the Company. Upon the Share Premium Cancellation becoming effective, the Accumulated Losses will be eliminated.

The Share Premium Cancellation does not involve any reduction in the authorised or issued share capital of the Company nor does it involve any reduction in the nominal value of the Shares or the trading arrangements in respect of the Shares.

* *For identification purpose only*

CONDITIONS

The Share Premium Cancellation is conditional on:

- (a) the passing of a special resolution by the Shareholders at the SGM to approve the Share Premium Cancellation; and
- (b) compliance by the Company with the requirements of section 46(2) of the Companies Act.

Subject to the fulfillment of the above conditions, the Share Premium Cancellation will become effective on the date of passing of the special resolution by the Shareholders at the SGM to approve the Share Premium Cancellation. No Shareholders has to abstain from voting in this resolution.

REASONS FOR THE SHARE PREMIUM CANCELLATION

The Accumulated Losses as shown in the latest published audited financial statements of the Company as at 31 March 2008 amounted to HK\$915,108,000. The Share Premium Cancellation will allow the payment of dividends as and when the Directors consider it appropriate in the future. The Board considers that the substantial Accumulated Losses represent a permanent loss of assets of the Company and therefore proposes the reduction of the share premium account to eliminate the Accumulated Losses which it considers to be in the best interests of the Company and the Shareholders as a whole.

At this stage, the Board has yet decided on the future dividend policy of the Company. Even in circumstances where the Share Premium Cancellation becomes effective, there can be no assurance that a dividend will be declared or paid in the future.

EFFECT OF THE SHARE PREMIUM CANCELLATION

Implementation of the Share Premium Cancellation will not of itself alter the underlying assets, liabilities, business, operations, management, financial position (other than as regards the payment of relevant expenses) or the paid up share capital of the Company.

GENERAL

A circular containing, among other matters, information as regards to the Share Premium Cancellation together with a notice convening the SGM will be despatched to Shareholders as soon as practicable.

DEFINITIONS

In this announcement, unless the context otherwise requires, the following words and expressions shall have the following meanings when used herein:

- | | |
|----------------------|---|
| “Accumulated Losses” | the accumulated losses of the Company as shown in the latest published audited financial statements of the Company for the year ended 31 March 2008 which amounted to HK\$915,108,000 |
| “Board” | the board of Directors |

“Companies Act”	Companies Act 1981 of Bermuda (as amended) from time to time
“Company”	Dore Holdings Limited (多金控股有限公司)*, a company incorporated in Bermuda with limited liability and the issued Shares of which are listed on the Stock Exchange
“Directors”	the directors of the Company from time to time
“SGM”	the special general meeting of the Company to be convened to consider and, if thought fit, approve the Share Premium Cancellation
“Share(s)”	ordinary share(s) of HK\$0.10 each in the issued share capital of the Company
“Shareholders”	holders of Shares
“Share Premium Cancellation”	the proposed cancellation of the entire amount of HK\$1,387,403,000 standing to the credit of the share premium account of the Company as at 31 March 2008 and applying the credit arising therefrom towards the elimination of the Accumulated Losses
“Stock Exchange”	The Stock Exchange of Hong Kong Limited

By order of the Board of
Dore Holdings Limited
Lum Chor Wah, Richard
Chairman

Hong Kong, 11 August 2008

As at the date of this announcement, the Board comprises Mr. Lum Chor Wah, Richard, Mr. Pun Yuen Sang and Mr. Tang Hin Keung, Alfred who are executive Directors; Mr. Leung Chi Hung, Mr. Tsui Robert Che Kwong and Mr. Cheung Johnny Yim Kong who are independent non-executive Directors.

* *For identification purpose only*