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YUE FUNG INTERNATIONAL GROUP HOLDING LIMITED

(裕 豐 國 際 集 團 控 股 有 限 公 司) *

(Incorporated in Bermuda with limited liability)

**DELAY IN THE ANNOUNCEMENT OF THE INTERIM RESULTS
FOR THE PERIOD ENDED 30 NOVEMBER 2002**

The board meeting to approve the announcement of the interim results of Yue Fung International Group Holding Limited (the “Company”) together with its subsidiaries (the “Group”) for the period ended 30 November 2002 (the “Interim Results”), which is due to be released on or before 28 February 2003, will be delayed for the reasons set out below. The announcement of Interim Results and publication of interim report (the “Interim Report”) will be scheduled to release no later than 30 April 2003.

The board of directors of the Company announces that the board meeting to approve the announcement of the Interim Results of the Group will be delayed due to the fact that the Company needs time to relocate some internal records including certain accounting documents to finalize the financial statements. Moreover, the new audit committee, which was set up on 24 December 2002, will also need some time to review the Interim Results once it is finalized. The delay in the announcement of Interim Results and the publication of the Interim Report constitute a breach of Paragraphs 11(6) and 10(1) of the Listing Agreement, which require the Company to publish the Interim Results announcement and the Interim Report not later than three months after the six months period ended 30 November 2002. The Stock Exchange reserves its rights to take action against the Company and/or its directors as a result of such breaches.

The announcement of Interim Results and publication of Interim Report will be scheduled to release no later than 30 April 2003. The board of directors will make announcement once the date of board meeting to approve the Interim Results is decided.

Trading in the shares of the Company (the “Shares”) was suspended at the request of the Company with effect from 9:30 a.m. on 16 December 2002 pending the release of an announcement in relation to a proposed open offer. The Company had subsequently decided not to proceed with such proposed open offer in view of various press articles in relation to investigation by the Independent Commission Against Corruption on the Company since the week of 16 December 2002 (the “Press Articles”). The termination was announced on 20 December 2002. The trading of the Shares remains suspended pending a further announcement clarifying the Press Articles. In order to perform an independent special review on the matters including but not limited to certain related party transactions, an independent committee comprising the two independent non-executive directors and one executive director (the “Independent Committee”) was set up on 7 January 2003. With the assistances from external legal and accounting professionals, the Independent Committee is doing its best to furnish an independent report on the special review to assist the Company to make clarifying announcement on the Press Articles and resume the trading of the Shares. The clarifying announcement will be made once it is ready.

The directors have not dealt in any Shares since 25 January 2003 and have undertaken to the Stock Exchange that they will not deal in any Shares until the publication of the announcement of the Interim Results.

By Order of the Board
Lee Wing Kan
Chairman

Hong Kong, 28 February 2003

* *For identification purpose only*

Please also refer to the published version of this announcement in China Daily.