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MAGICIAN INDUSTRIES (HOLDINGS) LIMITED

通達工業(集團)有限公司*

(incorporated in Bermuda with limited liability)

(Stock Code: 526)

Appointment of Chief Executive Officer and Re-designation of Director

Removal of Deputy Chairman

Re-designation of Directors

Resignation of Independent Non-executive Directors, General Manager,

Chief Financial Officer and Company Secretary

and

Appointment of Company Secretary

and

Resumption of Trading

Appointment of Chief Executive Officer and Re-designation of Director

The Board is pleased to announce that, on 4 February 2005, the Board has resolved to appoint Mr. Chan Chun Hing Kenneth as the Chief Executive Officer of the Group and to re-designate him as an Executive Director of the Company

Removal of Deputy Chairman

Mr. Will Hoon Wee Teng's position as Deputy Chairman of the Company has been removed.

Re-designation of Directors

Mr. Kong Yick Ming and Miss Kok Zhi Yi Katrina have been re-designated as Executive Directors.

Resignation of Independent Non-executive Directors, General Manager, Chief Financial Officer and Company Secretary

Mr. Tsui Sing Kee Rawdon and Mr. Cheung Sun Lung have resigned as Independent Non-executive Directors. Mr. Patrick Zee has resigned as General Manager, and Mr. Kwong Alvin Lin-pik has resigned as Chief Financial Officer and Company Secretary of the Group.

Appointment of Company Secretary

Ms. Li Fun Replen has been appointed as Company Secretary.

Resumption of Trading

At the request of the Company, trading in the securities of the Company has been suspended since 9:30a.m. on 7 February 2005 pending the publication of this announcement and application has been made for the trading of the securities of the Company to be resumed with effect from 9:30a.m. on 21 February 2005.

The board of directors (the “Board”) of Magician Industries (Holdings) Limited (the “Company”, together with its subsidiaries, the “Group”) is pleased to announce that the Board has resolved, among others, the following matters at the Board meeting on 4 February 2005:

1 Appointment of Chief Executive Officer and Re-designation of Director

Mr. Kong Yick Ming is used to be the Chief Executive Officer until 10 December 2004, the Board considered that it was necessary to appoint a Chief Executive Officer (“CEO”) to manage the overall operation and business of the Group and Mr. Chan Chun Hing Kenneth was considered a suitable person with experience in business and administration and, on 4 February 2005, the Board has resolved to appoint Mr. Chan Chun Hing Kenneth as CEO of the Group and to re-designate him from Non-executive Director to Executive Director of the Company effective 4 February 2005.

Mr. Chan, aged 41, has over 19 years of professional experience in the fields of real estate development, finance and investment. Mr. Chan is a fellow member of the Institute of Financial Accountants of the U.K. and a full member of the National Institute of Accountants of Australia, Hong Kong Institute of Surveyors and Chartered Institute of Arbitrators of the U.K. Mr. Chan possesses a Bachelor of Science degree from Thames Polytechnic in the U.K. and a Master of Business Administration degree from Murdoch University in Australia. Mr. Chan is currently an Executive Director of Seapower Resources International Limited (stock code 269), the shares of which are listed on the Main Board of The Stock Exchange of Hong Kong Limited. Save as disclosed above, Mr. Chan did not hold any directorship in any public listed companies in the last three years.

Mr. Chan’s length of service as Executive Director have not been determined and Mr. Chan will hold office only until next following annual general meeting of the Company and will then be eligible for re-election at that meeting, in accordance

with the bye-laws of the Company. The Board has not yet determined the emolument of Mr. Chan as at the date of this announcement.

Mr. Chan does not have any relationship with any directors, senior management or substantial or controlling shareholder of the Company, nor does he hold any other position with the Company or any of its subsidiaries. As at the date of this announcement, Mr. Chan does not have any interests in the securities of the Company within the meaning of Part XV of the said Securities and Futures Ordinance (“SFO”).

2. Removal of Deputy Chairman

The Board has resolved, in the Board meeting of 4 February 2005, to remove Mr. Will Hoon Wee Teng’s position as the Deputy Chairman of the Company with immediate effect for the reason that he could not allocate enough time to take up that position in the Company, however, he still remains as Non-executive Director of the Company.

Mr. Will Hoon Wee Teng, aged 41, is currently Executive Vice President and a director of Transpac Capital Pte Ltd, a company principally engaged in private equity investment. He is also a director of United Test and Assembly Center, which is listed on the Singapore Exchange Securities Trading. Save as aforesaid, Mr. Hoon did not hold any directorship in any public listed companies in the last three years.

Mr. Hoon is a colleague of Mr. Wong Kwong Chi and Mr. Patrick Zee, who also are Non-Executive Directors of the Company, in Transpac Capital Pte Ltd, which is the parent company of Transpac Nominees Pte Ltd, which in turn holds 213,279,577 shares, representing 24.6% interest in the Company. Mr. Wong Kwong Chi is Executive Vice President and a director and Mr. Patrick Zee is an Investment Manager in Transpac Capital Limited, which is a subsidiary of Transpac Capital Pte Ltd. Mr. Hoon’s length of service has not been determined and Mr. Hoon will hold office only until the next following annual general meeting of the Company and will then be eligible for re-election at that meeting, in accordance with the bye-laws of the Company. The Board has not determined the emolument of Mr. Hoon as at the date of this announcement.

Save as aforesaid, Mr. Hoon does not have any relationship with any directors, senior management or substantial or controlling shareholder of the Company, nor does he hold any other position with the Company or any of its subsidiaries. As at the date of this announcement, Mr. Hoon does not have any interests in the securities of the Company within the meaning of Part XV of the said SFO.

3. Re-designation of Directors

The Board considered that Miss Kok Zhi Yi Katrina has knowledge in designing and will in charge of the research and design functions of the Group. The Board has resolved, in the Board meeting of 4 February 2005, to re-designate Mr. Kong Yick Ming and Miss Kok Zhi Yi Katrina from Non-executive Director to Executive Director of the Company effective 4 February 2005. As Mr. Kong, possesses valuable knowledge and experience in the industry which are required by the Group, has been the Chairman of the Company since 31 January 2005 and he is willing to spare more time on the Group, re-designation of Mr. Kong as Executive Director of the Company is beneficial to the Group.

Mr. Kong Yick Ming, aged 52, has over 29 years' experience in the manufacture and sale of plastic and metal general houseware, kitchen ware, gift items, bathroom accessories and related household accessories. Mr. Kong has been granted Young Industrialist Awards of Hong Kong in 1996 and has been the honorary secretary of The Hong Kong Young Industrialists Council Limited for 1997 – 1999 and 2003 – 2004. He has also been the president of The Rotary Club of Tsuen Wan for 1995 – 1996 and the part-time vice president of The Xian Industries & Commerce Association for 2001 – 2003. Mr. Kong has been awarded Associateship by the Professional Validation Council of Hong Kong Industries in 2002. He is a foundation member of China Charity Federation and an honorary consultant of Hong Kong Youths Unified Association. Mr. Kong is also a member of the Third Plenary Committee of Jiedong County Guangdong Province of the Chinese People's Political Consultative Conference and a committee member of the Fifth Plenary Committee of Guangdong Overseas Friendship Association. Mr. Kong did not hold any directorship in any public listed companies in the last three years.

Mr. Kong is deemed to have a beneficial interest in 286,984,000 ordinary shares, representing 33% interest of the Company through Concept Developments Limited, the entire issued share capital of which is beneficially owned by Mr. Kong. Moreover, Mr. Kong is father of Mr. Kong Hok Yan, the Senior Divisional Merchandising Manager of International Marketing and Sales of the Group, and Ms. Kong Suk Ching, the Merchandising Manager of International Marketing and Sales of the Group. Mr. Kong's length of service have not been determined and his retirement and rotation is in accordance with the bye-laws of the Company. The Board has not determined the emolument of Mr. Kong as at the date of this announcement.

Save as aforesaid, Mr. Kong does not have any relationship with any directors, senior management or substantial or controlling shareholder of the Company, nor does he hold any other position with the Company or any of its subsidiaries. Mr. Kong does not have any interests in the securities of the Company within the meaning of Part XV of the said SFO.

Miss Kok Zhi Yi Katrina aged 22, graduated from Buckinghamshire Chilterns University College and possesses a Bachelor of Arts degree with Honours. Miss Kok has not held directorship in other listed companies in the last three years. Miss Kok's length of service have not been determined and she will hold office only until the next following annual general meeting of the Company and will then be eligible for re-election at that meeting, in accordance with the bye-laws of the Company. The Board has not determined the emolument of Miss Kok as at the date of this announcement.

Miss Kok is a daughter of Ms. Chan Ying Gi, Dorice, who is deemed to have a beneficial interest in 150,195,198 shares, representing 17.3% interest of the Company, hence a substantial shareholder of the Company, of which 117,491,777 shares are owned through Primewell Investment Limited, being a company the entire issued share capital of which is beneficially owned by Ms. Chan Ying Gi, Dorice, and the balance of which (that is 32,703,421 shares) are owned by her personally. Save as aforesaid, Miss Kok has no relationship with any directors, senior management or substantial or controlling shareholders of the Company, nor does she hold any other position with the Company or any of its subsidiaries. As at the date of this announcement, Miss Kok does not have any interests in the securities of the Company within the meaning of Party XV of the said SFO.

4. Resignation of Independent Non-executive Directors, General Manager, Chief Financial Officer and Company Secretary

Due to his personal reason, Mr. Tsui Sing Kee Rawdon could not spare time required and resigned as Independent Non-executive Director and Chairman of Audit Committee of the Company with effect from 31 January 2005. He confirmed that there is no matter that needs to be brought to the attention of the shareholders of the Company in relation to his resignation.

Mr. Cheung Sun Lung resigned as Independent Non-executive Director with effect from 2 February 2005 since he cannot spare time required to effectively carry out the duties in that capacity of the Company. He confirmed that there is no matter that needs to be brought to the attention of the shareholders of the Company in relation to his resignation.

As Mr. Tsui also resigned as member of Audit Committee, Mr. Lee Kwan Hung Eddie and Mr. U Keng Tin, both being Independent Non-executive Directors, and Mr. Hui Yat On Kelvin, an Non-executive Director, have been appointed as members of Audit Committee.

Mr. Patrick Zee has tendered his resignation as General Manager of the Group effective 7 February 2005. In acceptance of his resignation, the Board resolved to re-designate him from Executive Director to Non-executive Director and to appoint Mr. Chan Chun Hing Kenneth, as the CEO and Executive Director of the Company, to replace his position in the Office of Chairman effective 4 February 2005.

Mr. Patrick Zee, aged 32, is an investment manager of Transpac Capital Limited. Mr. Zee has not held directorship in other listed companies in the last three years.

Mr. Zee is a colleague of Mr. Will Hoon Wee Teng and Mr. Wong Kwong Chi in Transpac Capital Limited. Mr. Zee does not have interests in any shares in the Company or any of its associated companies within the meaning of Part XV of SFO. Save as disclosed above, Mr. Zee does not have any relationship with any other directors, senior management, or substantial or controlling shareholder of the Company. Mr. Zee's length of service as Non-executive Director has not been determined and Mr. Zee will hold office until the next following annual general meeting of the Company and will then be eligible for re-election at that meeting, in accordance with the bye-laws of the Company. The Board has not determined the emolument of Mr. Zee as at the date of this announcement.

Mr. Kwong Alvin Lin-pik has resigned as Chief Financial Officer (the "CFO") and Company Secretary with effect from 8 February 2005 and 5 February 2005 respectively for personal reason. Ms. Chow Shuk Kuen Monica has been appointed as CFO of the Company. She is a fellow member of The Association of Chartered Certified Accountants and an associate member of The Hong Kong Institute of Certified Public Accountants.

5. Appointment of Company Secretary

Ms. Li Fun Replen has been appointed as the Company Secretary of the Company with effect from 5 February 2005. Ms. Li has over 7 years' working experience in the company secretarial field. She is an associate member of both The Institute of Chartered Secretaries and Administrators and The Hong Kong Institute of Company Secretaries.

The Board will commence its review on the internal control and operational procedures of the Group and the Board believes that such actions shall benefit and improve the effectiveness and efficiency of the business.

Further announcement will be made in due course with the relevant details regarding (1) the emolument of Directors; and (2) clearance letters from two resigned Directors stating whether they have disagreement with then the Board of the Company in respect of their resignations (the Company is taking necessary actions for collection of that clearance letters) in accordance with the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Resumption of Trading

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By Order of the Board
Magician Industries (Holdings) Limited
Kong Yick Ming
Chairman

Hong Kong, 18 February, 2005.

As at the date of this announcement, the Board of the Company comprises Mr. Kong Yick Ming (Chairman and Executive Director), Mr. Chan Chun Hing Kenneth and Miss Kok Zhi Yi Katrina being Executive Directors, Mr. Will Hoon Wee Teng, Mr. Patrick Zee, Mr. Wong Kwong Chi, Mr. Ku Ling Yu John, Mr. Chi Kit Lau Edwin, Mr. Yau Sui Ki Christie, Mr. Leung Ka Cheuk, Mr. Hui Yat On Kelvin, Ms. Ho Cheuk Lai Fannie and Mr. Lee Lok Man being Non-Executive Directors, Mr. Ma Chiu Cheung Andrew, Mr. Lee Kwan Hung Eddie and Mr. U Keng Tin being Independent Non-Executive Directors.

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