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LOULAN HOLDINGS LIMITED

樓蘭控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8039)

CLARIFICATION ANNOUNCEMENT

The board of directors (the “Board”) of Loulan Holdings Limited (the “Company”) refers to the announcement of the notice of board of directors’ meeting made by the Company dated 27 October 2004 (the “Board Meeting”) and would like to clarify that Mr. Lo Chi Man (“Mr. Lo”), independent non-executive director of the Company (the “INED”) has been resigned on 10 August 2004 and Mr. Yue Kwai Wa, Ken (“Mr. Yue”) has been appointed as the INED on the same day. Mr. Yue’s name should be disclosed in the notice of the Board Meeting instead of Mr. Lo’s name.

Save and except for the above, the contents of the announcement of the notice of the Board Meeting are accurate.

By order of the Board
Loulan Holdings Limited
Pong Lai Kit, Tracy
Company Secretary

The Board comprises of:

Woo Hang Lung (*Executive director*)

Zhu Zheng Ming (*Executive director*)

Junichi Goto (*Non-executive director*)

Yue Kwai Wa, Ken (*Independent non-executive director*)

Lau Chi Sun, Robbie (*Independent non-executive director*)

Wang Desheng (*Independent non-executive director*)

Hong Kong, 28 October 2004

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited for purpose of giving information with regard to the Company. The directors of the Company, 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.

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