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## **JF Household Furnishings Limited**

**捷豐家居用品有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**LISTING ON THE GROWTH ENTERPRISE MARKET  
OF THE STOCK EXCHANGE OF HONG KONG LIMITED**

### **BY WAY OF PLACING**

**Number of Placing Shares : 42,000,000 Shares**  
**Placing Price : HK\$0.80 per Share**  
**Nominal value : HK\$0.01 each**  
**Stock code : 8310**

*Sponsor*

**Deloitte.**  
**德勤**

Deloitte & Touche Corporate Finance Ltd.

*Lead Manager*



**聯發證券有限公司**  
**LUEN FAT SECURITIES CO. LTD.**

*Co-managers*

**Grand Vinco Capital Limited**  
**Sino Grade Securities Limited**

**Sanfull Securities Limited**  
**Sun Hung Kai International Limited**

## SUMMARY

- The Placing Price has been fixed at HK\$0.80 per Share, excluding brokerage of 1%, Stock Exchange trading fee of 0.005%, SFC transaction levy of 0.005% and investor compensation levy of 0.002%.
- The total number of 42,000,000 Placing Shares available for subscription pursuant to the Placing was fully subscribed, and have been conditionally allocated to an aggregate of 113 professional, institutional and individual investors.
- All places under the Placing are independent of and not connected with any of the directors, chief executive, substantial shareholders and initial management shareholders of the Company, its subsidiaries, or any of their respective associates or any person or group of persons as referred to in Rule 10.12(4) of the GEM Listing Rules.
- Immediately after the completion of the Placing, the public float of the Company will be 25% of the enlarged issued share capital of the Company.
- **Investors should be aware that there is a concentration of Placing Shares held by a small number of shareholders of the Company, which may affect the liquidity of the Shares in the secondary market. Consequently, shareholders of the Company and potential investors are advised to exercise extreme caution in dealing in the Shares.**
- Dealings in the Shares on GEM are expected to commence at 9:30 a.m. on Thursday, 13 October 2005.

Unless otherwise defined herein, the capitalised terms used in this announcement shall have the same meanings as defined in the prospectus of JF Household Furnishings Limited (the “Company”) dated 5 October 2005 (the “Prospectus”).

## PLACING PRICE

The Company and the Lead Manager (for itself and on behalf of the other Underwriters) have entered into the price determination agreement on 5 October 2005, pursuant to which, the Placing Price has been fixed at HK\$0.80 per Share, excluding brokerage of 1%, Stock Exchange trading fee of 0.005%, SFC transaction levy of 0.005% and investor compensation levy of 0.002%.

## OFFER SIZE ADJUSTMENT OPTION

The Offer Size Adjustment Option had not been exercised by the Lead Manager (for itself and on behalf of the other Underwriters) and had lapsed.

## LEVEL OF INTEREST

The Directors announce that the total number of 42,000,000 Placing Shares available for subscription under the Placing were fully subscribed and were conditionally allocated to an aggregate of 113 professional, institutional and individual investors.

## RESULTS OF ALLOCATION

Subject to satisfaction of the conditions of the Placing set forth in the section headed “Structure and conditions of the Placing” in the Prospectus, the 42,000,000 Placing Shares have been conditionally allocated to 113 professional, institutional and individual investors. The following tables set out the distribution of the Placing Shares under the Placing:

<b>Number of Placing Shares allocated</b>	<b>Number of placees</b>
10,000 to 20,000	48
20,001 to 100,000	40
100,001 to 500,000	13
500,001 to 1,000,000	2
1,000,001 to 2,000,000	4
2,000,001 to 3,000,000	2
3,000,001 to 5,000,000	1
5,000,001 to 10,000,000	<u>3</u>
Total	<u><u>113</u></u>

	<b>Aggregate number of Placing Shares held</b>	<b>Approximate percentage of the total number of Placing Shares</b>	<b>Approximate percentage of shareholding immediately after completion of the Placing</b>
Top placee	7,500,000	17.86%	4.46%
Top 5 placees	26,830,000	63.88%	15.97%
Top 10 placees	34,610,000	82.40%	20.60%
Top 15 placees	37,605,000	89.54%	22.38%
Top 20 placees	38,640,000	92.00%	23.00%
Top 25 placees	39,195,000	93.32%	23.33%

All placees under the Placing are independent of and not connected with any of the directors, chief executive, substantial shareholders and initial management shareholders of the Company, its subsidiaries, or any of their respective associates or any person or group of persons as referred to in Rule 10.12(4) of the GEM Listing Rules.

**Investors should be aware that there is a concentration of Placing Shares held by a small number of shareholders of the Company, which may affect the liquidity of the Shares in the secondary market. Consequently, shareholders of the Company and potential investors are advised to exercise extreme caution in dealing in the Shares.**

## **MINIMUM PUBLIC FLOAT REQUIREMENT**

Pursuant to Rule 11.23(1) of the GEM Listing Rules, the Company is required to maintain a public float of not less than 25% of its issued share capital at the time the Shares commence dealings on GEM and at all times thereafter. Immediately after completion of the Placing, the public float of the Company will be 25% of the enlarged issued share capital of the Company.

## **DEPOSIT OF SHARE CERTIFICATES INTO CCASS**

Subject to the granting of the listing of, and permission to deal in, the Shares on GEM as well as compliance with the stock admission requirements of HKSCC, the Shares will be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from the Listing Date or such other date as determined by HKSCC. Settlement of transactions between participants of the Stock Exchange on any trading day is required to take place in CCASS on the second trading day thereafter. All activities under CCASS are subject to the General Rules of CCASS and CCASS Operational Procedures in effect from time to time.

The share certificates issued in respect of the Placing Shares will be deposited into CCASS on Wednesday, 12 October 2005 for credit to the respective CCASS participants' stock accounts or investor participants' stock accounts designated by the Underwriters or the placees. If any events set forth under the paragraph headed "Grounds for termination" in the section headed "Underwriting" in the Prospectus occur at any time at or prior to 8:00 a.m. (Hong Kong time) on the Listing Date, the Lead Manager (for itself and on behalf of the other Underwriters) shall be entitled to terminate the Underwriting Agreement by notice in writing to the Company, and should this happen, an announcement will be made accordingly.

## **COMMENCEMENT OF DEALINGS**

Dealings in the Shares (Stock code: 8310) on GEM are expected to commence at 9:30 a.m. (Hong Kong time) on Thursday, 13 October 2005. The Shares will be traded in board lots of 5,000 Shares.

## **DIRECTORS**

As at the date of this announcement, the executive Directors are Mr. Yan Siu Wai, Mr. Leung Kwok Yin and Mr. Bao Jisheng and the independent non-executive Directors are Mr. Kwan Kai Cheong, Mr. Garry Alides Willinge and Mr. Yu Hon Wing, Allan.

By order of the Board  
**JF Household Furnishings Limited**  
**Yan Siu Wai**  
*Chairman*

Hong Kong, 10 October 2005

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquires, confirm that, to the best of their knowledge and belief: (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) 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.*

*This announcement and a copy of the Prospectus will remain on the GEM website at <http://www.hkgem.com> and in the case of this announcement, on the “New Listings” page for at least 7 days from the date of its posting.*