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**STANDBROOK ENTERPRISES
LIMITED**

*(Incorporated in the British Virgin Islands
with limited liability)*

**LAI FAI INTERNATIONAL HOLDINGS
LIMITED**

*(Incorporated in the Cayman Islands with
limited liability)*
(Stock code: 8183)

**PRIVATISATION OF
LAI FAI INTERNATIONAL HOLDINGS LIMITED
COMPLETION OF COMPULSORY ACQUISITION
AND
WITHDRAWAL OF LISTING**

Financial adviser to the Offeror



KINGSWAY CAPITAL LIMITED

The compulsory acquisition was completed on 13th October, 2005.

Application for the withdrawal of listing of the Shares from GEM has been made to the Stock Exchange. Listing of the Shares will be withdrawn from 9.30 a.m. on 14th October, 2005.

Reference is made to the joint announcements of the Company and Standbrook Enterprises Limited dated 7th April, 2005, 12th April, 2005, 18th May, 2005, 1st June, 2005, 26th August, 2005, and 27th September, 2005 and the composite offer document dated 27th April, 2005. Unless otherwise defined herein, capitalised terms shall have the same meanings as used in the announcement dated 27th September, 2005 (the “Announcement”).

COMPLETION OF COMPULSORY ACQUISITION

It was announced in the Announcement that completion of compulsory acquisition, which was initially scheduled for 27th September, 2005, was postponed due to the delay in the withdrawal of the Offeror’s own shares from CCASS and the transfer of all the Outstanding Shares to the Offeror.

On 10th October, 2005, the Offeror withdrew from CCASS all its shares registered in the name of HKSCC Nominees. After that, all the Outstanding Shares were transferred to the Offeror on 13th October, 2005 and as such, the compulsory acquisition has been completed. The Offeror and its concert parties have become the sole shareholders of the Company. On 13th October, 2005, the cheques on the amount of the Final Consideration were posted by the Company to the Shareholders of the Outstanding Shares at their own risk to their respective addresses which appear on the register of members of the Company.

WITHDRAWAL OF LISTING

Trading of the Shares on the Stock Exchange has been suspended since 9:30 a.m. on 2nd June, 2005. Application for the withdrawal of listing of the Shares from GEM has been made to the Stock Exchange. Listing of the Shares will be withdrawn from 9.30 a.m. on 14th October, 2005.

By order of the board of
Standbrook Enterprises Limited
Mr. Sadao Hisaaki
Director

By order of the board of
Lai Fai International Holdings Limited
Mr. Li Shui
Director and Executive Chairman

Hong Kong, 13th October, 2005

As at the date hereof, the Board comprises Mr. Li Shui and Mr. Lee You (being executive Directors), Mr. Yoshitaka Kitao and Mr. Yu Kam Kee, Lawrence (being non-executive Directors), and Mr. Ho Hou Chiu, William, Mr. Mak Tak Cheong, Edmund and Mr. Che King Lun, Frankly (being independent non-executive Directors).

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 Growth Enterprise Market of The Stock Exchange of Hong Kong Limited for the 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 (other than that relating to the Offeror and its shareholder and related parties, but including the Group) 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 (other than that relating to the Offeror and its shareholder and related parties, but including the Group) misleading; and (3) all opinions expressed in this announcement (other than that relating to the Offeror and its shareholder and related parties, but including the Group) have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

The sole director of the Offeror accepts full responsibility for the accuracy of the information contained in this announcement concerning the Offeror and its shareholder and related parties (other than the Group) and confirm, having made all reasonable enquiries, that to the best of his knowledge, opinions expressed in this announcement concerning the Offeror and its shareholder and related parties (other than the Group) have been arrived at after due and careful consideration and there are no other facts not contained in this announcement concerning the Offeror and its shareholder and related parties (other than the Group) the omission of which would make any statement in this announcement misleading.

This announcement will remain on the GEM website on the “Latest Company Announcements” page for 7 days from the date of its posting.