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SHANGHAI MING YUAN HOLDINGS LIMITED

上海銘源控股有限公司*

(incorporated in Bermuda with limited liability)

CONCENTRATION OF PUBLIC FLOAT

This announcement is made in respect of the concentration of the public float of the Company in the hands of a small number of shareholders as at 30 June 2003.

Shareholders and investors of the Company are reminded to exercise caution when dealing in the shares of the Company.

The board of directors of the Company (the "Board") has recently been informed by the Stock Exchange that on the basis of the information provided by the Securities and Futures Commission to the Stock Exchange, as at 30 June 2003, apart from the 55.86% stake held by Ming Yuan Investments Group Limited, 37.56% of the issued share capital of the Company were held by 15 individual shareholders (the "Independent Shareholders"). In aggregate, Ming Yuan Investments Group Limited and the Independent Shareholders collectively accounted for 93.42% of the Company's issued share capital. As such, there was only 6.58% or 155.4 million shares of the issued share capital of the Company left in the public hands other than the Independent Shareholders and Ming Yuan Investments Group Limited.

As at 30 June 2003, the following interests in the Company were noted:

	Number of shares held (shares)	% shareholdings (%)
Ming Yuan Investments Group Limited	1,319,929,075	55.86
Public shareholders		
15 Independent Shareholders	887,733,140	37.56
Public hands other than the above Independent Shareholders	155,434,015	6.58
	<hr/> 1,043,167,155	<hr/> 44.14
Total	<u>2,363,096,230</u>	<u>100.00</u>

As at the date of this announcement, the total number of issued shares of the Company is 2,498,096,230 shares, pursuant to the issue of 135,000,000 new shares to Mr. Lo Shing Fung, an independent party not connected with the directors, chief executives or substantial shareholders of the Company or any of its subsidiaries, or any of their respective associates (as defined in the Listing Rules) by the Company upon completion of acquisition of HD Global Limited as set out in the announcement of the Company dated 16 July 2003 regarding the completion of the sale and purchase agreement and a supplemental agreement in relation to the acquisition of HD Global Limited.

All directors (including the independent non-executive directors) and their associates of the Company have confirmed to the Board that the Independent Shareholders are independent parties not connected with the directors, chief executives or substantial shareholders of the Company or any of its subsidiaries, or any of their respective associates (as defined in the Listing Rules), and that they do not hold any share of the Company as at the date of this announcement (except Mr. Yao Yuan (“Mr. Yao”) and his associate, Mr. Iu Chung (“Mr. Iu”) who are the beneficial owners of Ming Yuan Investments Group Limited holding as to 50% of its entire issued share capital respectively). Save for the corporate interests of Mr. Yao and Mr. Iu as disclosed above, Mr. Yao and Mr. Iu have no personal interests in the Company. The Board confirms that there is a sufficient number of shares, being a total of 1,178,167,155 shares which represent 47.16 % of the total issued share capital of the Company as at the date of this announcement, held by the public to comply with Rule 8.08 of the Rules Governing the Listing of Securities on the Stock Exchange.

Given the concentration of the Company’s public float in the hands of a small number of shareholders as at 30 June 2003, the Company makes this announcement to keep the market promptly informed of the circumstances.

Shareholders and investors of the Company are reminded to exercise caution when dealing in the shares of the Company.

By Order of the Board
Shanghai Ming Yuan Holdings Limited
上海銘源控股有限公司*
Chien Hoe Yong
Executive Director

Hong Kong, 8 August 2003

* *For identification purposes only*

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