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POWER JADE LIMITED

(Incorporated in the British Virgin Islands with limited liability)

THE KWONG SANG HONG INTERNATIONAL LIMITED

(Incorporated in Bermuda with limited liability)

Stock Code: 189

**EFFECTIVE DATE AND WITHDRAWAL OF LISTING
RELATING TO
THE PROPOSED PRIVATISATION OF
THE KWONG SANG HONG INTERNATIONAL LIMITED
BY POWER JADE LIMITED
(TRADING AS POWER JADE CAPITAL LIMITED)
BY WAY OF A SCHEME OF ARRANGEMENT**

The KSH Directors wish to announce that a copy of the order of the Supreme Court, which was issued under Section 99 of the Companies Act after the Scheme was sanctioned without modification by the Supreme Court on Friday, 21st January, 2005 (Bermuda time), was delivered to and registered with the Registrar of Companies in Bermuda around noon on Wednesday, 2nd February, 2005 (Bermuda time) (which was the midnight on Wednesday, 2nd February, 2005 (Hong Kong time)). The Scheme was thereupon effective. Because of the poor weather condition in Bermuda, the registration was delayed and given the time difference between Bermuda and Hong Kong, this announcement was published one day later than the original tentative date as stated in the Scheme Document.

The withdrawal of the listing of the KSH Shares on the Stock Exchange was effective at 9:30 a.m. on Thursday, 3rd February, 2005. Cheques for cash entitlements under the Scheme will be despatched on or before Saturday, 12th February, 2005.

Reference is made to the scheme document dated 13th December, 2004 despatched to the KSH Shareholders in relation to the Proposal (the "Scheme Document") and the announcements jointly made by KSH and Power Jade dated 5th January, 2005, 13th January, 2005 and 22nd January, 2005. Capitalised terms used in this announcement shall have the same meanings as defined in the Scheme Document unless the context herein requires otherwise.

EFFECTIVE DATE OF THE SCHEME

The KSH Directors wish to announce that a copy of the order of the Supreme Court, which was issued under Section 99 of the Companies Act after the Scheme was sanctioned without modification by the Supreme Court on Friday, 21st January, 2005 (Bermuda time), was delivered to and registered with the Registrar of Companies in Bermuda around noon on Wednesday, 2nd February, 2005 (Bermuda time) (which was the midnight on Wednesday, 2nd February, 2005 (Hong Kong time)). The Scheme was thereupon effective. Because of the poor weather condition in Bermuda, the registration was delayed and given the time difference between Bermuda and Hong Kong, this announcement was published one day later than the original tentative date as stated in the Scheme Document.

WITHDRAWAL OF LISTING

The listing of the KSH Shares on the Stock Exchange was withdrawn with effect from 9:30 a.m. on Thursday, 3rd February, 2005.

DESPATCH OF CHEQUES FOR CANCELLATION PRICE

In accordance with the terms of the Scheme, cheques for cash entitlements to the Cancellation Price will be despatched to the Scheme Shareholders and/or their respective successors on or before Saturday, 12th February, 2005. In the case of joint shareholders, the cheque will be despatched to the registered address of the Scheme Shareholder whose name appears first on the register of members of KSH.

By Order of the board of
Power Jade Limited
Thomas Lau, Luen-hung
Director

By Order of the board of
The Kwong Sang Hong International Limited
Thomas Lau, Luen-hung
Chairman

3rd February, 2005

As at the date of this announcement, the KSH Board comprises Mr. Thomas Lau, Luen-hung, Mr. Joseph Lau, Luen-hung, Mr. Simon Lo, Lin-shing and Mr. Wilson Cheng, Kam-biu as executive directors; Mr. Gerald To, Hin-tsun and Ms. Loretta Lau, Suk-han as non-executive directors; and Mr. Alan Lam, Man-bun, Ms. Phillis Loh, Lai-ping, Mr. Matthew Hui, Chuen-fan and Mr. William Tsui, Hing-chuen as independent non-executive directors.

The KSH Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement (other than those relating to Power Jade) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement (other than those relating to Power Jade) have been arrived at after due and careful consideration and there are no other facts not contained in this announcement (other than those relating to Power Jade), the omission of which would make any statements in this announcement (other than those relating to Power Jade) misleading.

The directors of Power Jade jointly and severally accept full responsibility for the accuracy of the information contained in this announcement (other than those relating to the KSH Group) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement (other than those relating to the KSH Group) have been arrived at after due and careful consideration and there are no other facts not contained in this announcement (other than those relating to the KSH Group), the omission of which would make any statements in this announcement (other than those relating to the KSH Group) misleading.

Websites: <http://www.kwongsanghong.com.hk>
<http://www.iprasia.com/listco/ksh>

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