



## **HKR INTERNATIONAL LIMITED**

**香港興業國際集團有限公司\***

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

### **NOTICE**

**HK\$1,410,000,000 Zero Coupon Convertible Bonds due 2010  
issued by HKR International Limited (the “Convertible Bonds”)  
(Stock Code: 02517)  
(Common Code: 021656275)  
(ISIN Code: XS0216562750)**

**NOTICE IS HEREBY GIVEN** that HKR International Limited (the “Company”) has announced on 3 November 2005 the details of a rights issue (the “Rights Issue”) which, if it proceeds and completes, will have the effect of adjusting the conversion price in respect of the Convertible Bonds.

The Rights Issue, which is designed to raise cash for the purposes of enabling the Company to fund, in part, the acquisition of interests in a 27-storey industrial building in Hong Kong, will not proceed if such acquisition is not duly approved by the Company’s independent shareholders in general meeting.

If the Rights Issue proceeds, each qualifying shareholder of the Company on the main register or branch register of members of the Company on the record date, will be allotted the right to subscribe one new ordinary share of HK\$0.25 each in the capital of the Company (each a “Share”) for every six existing Shares held by him or her, at a subscription price of HK\$3.80 per Share. The record date for the Rights Issue is 19 December 2005 (or such other date as the Company may from time to time determine and announce).

If the Rights Issue proceeds and completes, the subscription price in respect of the Convertible Bonds will be adjusted downwards from HK\$6.50 per Share to HK\$6.43 per Share. The adjustment will not be effective until the date of issue of new Shares pursuant to the Rights Issue, which is currently anticipated to be 19 January 2006.

The Company will publish a further notice to bondholders to confirm the adjustment as and when it takes effect. Pending the adjustment, the conversion price will continue to be HK\$6.50 per Share. For bondholders’ information, the closing price of a Share, quoted on The Stock Exchange of Hong Kong Limited on 10 November 2005, was HK\$3.50.

By Order of the Board  
**HKR International Limited**  
**CHUNG Sam Tin Abraham**  
*Executive Director*

Hong Kong, 11 November 2005

*(\*Registered under Part XI of the Companies Ordinance, Chapter 32 of the Laws of Hong Kong)*

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