



HKR INTERNATIONAL LIMITED

香港興業國際集團有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock codes: 00480 (shares) and 02517 (convertible bonds))

VOTING RESULTS OF THE ANNUAL GENERAL MEETING HELD ON 24 AUGUST 2006 AND ADJUSTMENT TO THE CONVERSION PRICE OF THE CONVERTIBLE BONDS DUE 2010

Voting results of the annual general meeting

The board of directors of HKR International Limited (the “Company”) is pleased to announce that at the annual general meeting of the Company held on 24 August 2006 (“AGM”), all proposed resolutions set out in the notice of the AGM dated 17 July 2006 were duly passed by shows of hands.

Adjustment to conversion price of convertible bonds

Immediately prior to the approval of payment of the final dividend at the AGM, the Company had outstanding HK\$1,410,000,000 zero coupon convertible bonds due 2010 (the “Bonds”) entitling the holders of the Bonds to convert into ordinary shares of the Company (“Share(s)”) at the adjusted conversion price of HK\$6.43 per Share. The declaration of the final dividend of HK9 cents per Share at the AGM together with the payment of the interim dividend of HK3 cents per Share makes up to a total dividend payment of HK12 cents per Share during the period beginning on the day immediately after the prior anniversary of the date of approval of the payment of the final dividend. Since the total dividend declared during such period is treated as excess dividend under the terms and conditions of the Bonds, adjustment to and notice of change in the conversion price of the Bonds are required. The conversion price of the Bonds was adjusted from HK\$6.43 per Share to HK\$6.35 per Share effective from 24 August 2006. For bondholders’ information, the closing price of a Share quoted on

The Stock Exchange of Hong Kong Limited on 24 August 2006 was HK\$3.84. The above adjustment in relation to the conversion price of the Bonds has been computed by the Company in accordance with the terms and conditions of the Bonds.

By order of the Board
CHUNG Sam Tin Abraham
Executive Director

Hong Kong, 24 August 2006

As at the date of this announcement, the board of directors of the Company comprises Mr CHA Mou Sing Payson (Deputy Chairman), Mr CHA Mou Zing Victor (Managing Director), Mr CHEUNG Tseung Ming, Mr CHUNG Sam Tin Abraham, Ms HO Pak Ching Loretta and Mr TANG Moon Wah as executive directors; Dr CHA Chi Ming (Chairman), The Honourable Ronald Joseph ARCULLI, Mr CHA Mou Daid Johnson and Ms WONG CHA May Lung Madeline as non-executive directors; and Dr CHENG Kar Shun Henry, Dr The Honourable CHEUNG Kin Tung Marvin and Mr CHEUNG Wing Lam Linus as independent non-executive directors.

* *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.