



Spread Prospects Holdings Limited

展鴻控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 572)

ADJUSTMENT TO CONVERSION PRICE

Reference is made to the announcements of the Company dated 2nd December, 2004, 6th June, 2006 and 6th October, 2006. The Company announces that the conversion price for the Convertible Note has been adjusted from HK\$0.61 per Share to HK\$0.609 per Share as a result of the placing of 21,000,000 Shares of the Company at a price of HK\$0.80 per Share, which adjustment became effective from 17th October, 2006.

Reference is made to the announcements of Spread Prospects Holdings Limited (the “Company”) dated 2nd December, 2004, 6th June, 2006 and 6th October, 2006 in relation to, inter alia, the issue of the Convertible Note, adjustment to conversion price and placing of existing Shares and subscription of new Shares respectively. Unless otherwise defined, terms used in this announcement shall have the same meanings as defined in the announcement dated 2nd December, 2004.

The Company announces that the conversion price for the Convertible Note in the principal amount of HK\$30,000,000.00 issued by the Company on 13th December, 2004 (the “Convertible Note”) pursuant to the Subscription Agreement has been adjusted from HK\$0.61 per Share to HK\$0.609 per Share as a result of the placing of 21,000,000 Shares of the Company at a price of HK\$0.80 per Share. All the other terms of the Convertible Note remain unchanged. The adjustment of the conversion price became effective from 17th October, 2006, being the date of issue of new Shares.

By order of the Board
Spread Prospects Holdings Limited
Yang Zongwang
Chairman

Hong Kong, 17th October, 2006

As at the date of this announcement, the board of directors of the Company comprises of 5 executive directors namely, Mr. Yang Zongwang, Mr. Xue De Fa, Mr. Xie Xi, Mr. Ng Kin Sun and Mr. Liu Zhi Qiang and 3 independent non-executive directors namely, Mr. Tong Hing Wah, Mr. Chong Hoi Fung and Mr. Ng Wai Man.

Please also refer to the published version of this announcement in China Daily.