

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CHINA GLASS HOLDINGS LIMITED

中國玻璃控股有限公司*

(incorporated in Bermuda with limited liability)

Stock Code: 3300

HIGH CONCENTRATION OF SHAREHOLDING

This announcement is made at the request of the Stock Exchange.

The Board has been informed by the Stock Exchange that on the basis of information provided by the SFC, there was a high concentration of shares of the Company in the hands of a small number of shareholders as at 16 April 2007.

In view of the high concentration of shareholding in a small number of shareholders, the price of the shares of the Company could fluctuate substantially even with a small number of Shares traded. **Shareholders and potential investors of the Company are reminded to exercise extreme caution when dealing in the shares of the Company.**

The Company has been requested by the Stock Exchange to make this announcement in respect of the high concentration of shareholding of the Company in the hands of a limited number of shareholders as at 16 April 2007.

As at 16 April 2007, non-public shareholders of the Company, including First Fortune, Pilkington, Swift Glory and one other non-public shareholder, held a total of 300,640,000 shares of the Company (being 74.79% of the issued share capital of the Company). Another 15 entities together held 83,462,000 shares of the Company (being 20.76% of the issued share capital of the Company). As at 16 April 2007, a balance of only 4.45% of the issued share capital was in the hands of other investors.

The share price of the Company increased by 56% from HK\$2.450 on 28 February 2007 to HK\$3.820 on 16 May 2007, having reached a high of HK\$4.340 on 25 April 2007, with an average daily turnover of 620,745 shares in the same period (but excluding the share placement of 42 million shares of the Company announced on 2 April 2007).

The above information was provided to the Company by the Stock Exchange which obtained the same from the SFC.

The Company has reviewed the Company's register of members and notices received by the Company pursuant to Divisions 2 and 3 of Part XV of the SFO, but cannot ascertain the identities of the 15 shareholders or their respective shareholdings who, according to the SFC's information, held a total of 300,640,000 shares of the Company as at 16 April 2007. None of these 15 shareholders has filed any interest disclosure forms with the Company. The Company is not in a position to comment on whether these shareholders are connected persons of the Company or whether they are related to or connected with each other and/or any of the connected persons of the Company.

The Board confirms that, based on the information made available from the Company's register of members and notices received by the Company pursuant to Divisions 2 and 3 of Part XV of the SFO, that to the best of its knowledge and belief, having made all reasonable enquiries, the Company is able to comply with the public float requirement under the Listing Rules. Based on the information above, the shareholding structure of the Company as at 25 May 2007 is as follows:

| | No. of shares | Percentage |
|---|---------------------------|-----------------------|
| First Fortune | 140,649,000 | 34.99% |
| Pilkington | 120,198,000 | 29.90% |
| Swift Glory | 26,617,000 | 6.62% |
| Another non-public shareholder | <u>13,176,000</u> | <u>3.28%</u> |
| Subtotal of shares held by non-public shareholders | 300,640,000 | 74.79% |
| Subtotal of shares held by public shareholders | 101,360,000 | 25.21% |
| Total | <u>402,000,000</u> | <u>100.00%</u> |

To ensure the public float requirement under Rule 8.08 of the Listing Rules is met from time to time, the Company will continue to review the register of members and CCASS report on shareholdings of the Company regularly and analyse disclosure of interest notices received by the Company. In addition, the Company will continue to make reasonable enquiries to the directors and connected persons of the Company from time to time.

In view of the high concentration of shareholding in a small number of shareholders, the price of the shares of the Company could fluctuate substantially even with a small number of shares of the Company traded. **Shareholders and potential investors of the Company are reminded to exercise extreme caution when dealing in the shares of the Company.**

DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms shall have the following meanings:

“Company” China Glass Holdings Limited (中國玻璃控股有限公司), a company incorporated in Bermuda with limited liability, the shares of which are listed on the Stock Exchange (Stock Code 3300)

“Directors” the directors of the Company

| | |
|------------------|--|
| “First Fortune” | First Fortune Enterprises Limited, a company incorporated in the British Virgin Islands with limited liability |
| “Pilkington” | Pilkington Italy Limited, an investment holding company incorporated under the laws of England and Wales |
| “PRC” | The People’s Republic of China |
| “SFC” | Securities and Futures Commission |
| “SFO” | Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) |
| “Stock Exchange” | The Stock Exchange of Hong Kong Limited |
| “Swift Glory” | Swift Glory Investments Limited, a limited liability company incorporated in the British Virgin Islands |
| “%” | Per cent |

The English names of companies incorporated in the PRC as disclosed in this announcement are translation of their respective official Chinese names for identification purposes only.

By Order of the Board
China Glass Holdings Limited
Mr. Zhao John Huan
Chairman

Hong Kong, 29 May 2007

As at the date of this announcement, members of the board of Directors comprised of Mr. Zhou Cheng, Mr. Zhang Zhaoheng, Mr. Li Ping and Mr. Cui Xiangdong as executive Directors, Mr. Zhao John Huan, Mr. Liu Jinduo, Mr. Eddie Chai and Mr. Guo Wen as non-executive Directors and Mr. Song Jun, Mr. Sik Siu Kwan and Mr. Zhang Baiheng as independent non-executive Directors.

* *For identification purposes only*

Please also refer to the published version of this announcement in South China Morning Post.