

*The Securities and Futures Commission of Hong Kong, The Stock Exchange of Hong Kong Limited and Hong Kong Securities Clearing Company Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

*This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities. This announcement is not, and is not intended to be, an offer of securities of Tiangong International Company Limited (the "Company") for sale in the United States. Securities of the Company may not be offered or sold in the United States absent registration or an exemption from registration under the United States Securities Act 1933, as amended.*

*Unless defined herein, terms in this announcement shall have the same meanings as those defined in the prospectus dated 13 July 2007 (the "Prospectus") issued by the Company.*



## **Tiangong International Company Limited**

**天工國際有限公司\***

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

**(Stock Code: 826)**

### **STABILISING ACTIONS AND END OF STABILISATION PERIOD**

The Company announces that the stabilisation period in connection with the Global Offering ended on 17 August 2007.

The stabilising actions undertaken by BNP Paribas Capital (Asia Pacific) Limited, the stabilising manager, during the stabilisation period were:

- (1) the borrowing of an aggregate of 19,500,000 Shares from Tiangong Holdings Company Limited pursuant to the Stock Borrowing Agreement, solely to cover over-allocations in the International Placing; and
- (2) the exercise of the Over-allotment Option in full by the Global Coordinator on 26 July 2007 in respect of an aggregate of 19,500,000 Shares.

The Company announces that the stabilisation period in connection with the Global Offering ended on 17 August 2007. The stabilising actions undertaken by BNP Paribas Capital (Asia Pacific) Limited, the stabilising manager, during the stabilisation period were:

- (1) the borrowing of an aggregate of 19,500,000 Shares from Tiangong Holdings Company Limited pursuant to the Stock Borrowing Agreement, solely to cover over-allocations in the International Placing; and

(2) the exercise of the Over-allotment Option in full by the Global Coordinator on 26 July 2007 in respect of an aggregate of 19,500,000 Shares.

Pursuant to the exercise of the Over-allotment Option in full by the Global Coordinator, the Company allotted and issued 19,500,000 Shares, representing approximately 15% of the Offer Shares initially available under the Global Offering, at HK\$6.36 per Share (exclusive of brokerage of 1%, SFC transaction levy of 0.004% and Hong Kong Stock Exchange trading fee of 0.005%), being the Offer Price per Share under the Global Offering.

The Over-allotment Shares were used solely to cover over-allocations in the International Placing. The details of the exercise of the Over-allotment Option are more particularly described in the Company's announcement dated 26 July 2007.

The announcement is made pursuant to the requirement of section 9(2) of the Securities and Futures (Price Stabilising) Rules (Chapter 571W of the Laws of Hong Kong).

By order of the Board  
**Tiangong International Company Limited**  
**Zhu Xiaokun**  
*Chairman*

Hong Kong, 20 August 2007

*As at the date of this announcement, the Directors are:*

*Executive Directors: ZHU Xiaokun, ZHU Zhihe, ZHU Mingyao and YAN Ronghua*

*Non-executive Directors: LIN John Sian-zu and THONG Kwee Chee*

*Independent non-executive Directors: LI Zhengbang, GAO Xiang and LAU Siu Fai*

*\* For identification purpose*

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