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# **中信嘉華銀行有限公司** **CITIC KA WAH BANK LIMITED**

*(the “Issuer”)  
(incorporated in Hong Kong with limited liability)*

## **REDEMPTION OF OUTSTANDING US\$250,000,000 SUBORDINATED NOTES DUE 2011 (Stock Code: 1509)**

- **The Issuer has given notice to the Noteholders through Euroclear and Clearstream that it will redeem all outstanding Notes on 12 December 2007 at a redemption price equal to 99 per cent. of their principal amount, together with accrued but unpaid interest to such date. The redemption price in respect of a Note in the principal amount of US\$100,000 as at the Optional Redemption Date will be US\$99,000 and the accrued interest as at such date in respect of such Note will be US\$1,866.45.**
- **The last trading day of the Notes will be 11 December 2007. Trading in the Notes on The Stock Exchange of Hong Kong Limited will cease at the close of business on that day.**
- **Transfers of interests in the Notes must be effected through the records of Euroclear and Clearstream and their respective participants not later than 4:00 p.m. (London time) on 11 December 2007.**
- **Payment of redemption monies (including accrued interest) to the Noteholders will be settled through Euroclear or Clearstream and their participants in accordance with the rules and procedures of Euroclear or Clearstream (as the case may be) and their respective participants.**

Reference is made to the announcement dated 7 December 2006 issued by CITIC Ka Wah Bank Limited (the “Issuer”) in relation to the issue of US\$250,000,000 Subordinated Notes due 2011. Under Condition 5(c) of the terms and conditions of the Notes (the “Terms and Conditions”), the Issuer may, inter alia, having given not less than 30 nor more than 60 days’ notice to the holders of the Notes (the “Noteholders”) redeem all, but not some only, of the Notes on the Interest Payment Date falling on, or nearest to 12 December 2007 (the “Optional Redemption Date”) at a redemption price equal to 99 per cent. of their principal amount, together with accrued but unpaid interest to such date. In accordance with Condition 5(c) of the Terms and Conditions, the Issuer has given notice to the Noteholders through the Euroclear System operated by Euroclear Bank S.A./N.V. (“Euroclear”) and Clearstream Banking, société anonyme (“Clearstream”) that it will redeem all outstanding Notes on 12 December 2007. The redemption price in respect of a Note in the principal amount of US\$100,000 as at the Optional Redemption Date will be US\$99,000 and the accrued interest as at such date in respect of such Note will be US\$1,866.45. The Issuer considers that no material impact on its financial position shall be incurred under this redemption of the Notes.

The Issuer has made the following arrangements regarding dealings in the Notes:

1. The last trading day of the Notes will be 11 December 2007. Trading in the Notes on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) will cease at the close of business on that day.
2. Transfers of interests in the Notes must be effected through the records of the Euroclear and Clearstream and their respective participants in accordance with the rules and procedures of Euroclear or Clearstream (as the case may be) and their respective direct and indirect participants not later than 4:00 p.m. (London time) on 11 December 2007.
3. The register for the Notes maintained by Euroclear and Clearstream will be closed on 12 December 2007 for ascertaining entitlements of the relevant Noteholders to the redemption monies including accrued interest.
4. All outstanding Notes will be redeemed on 12 December 2007.
5. Payment of redemption monies (including accrued interest) to the Noteholders will be settled through Euroclear or Clearstream and their respective participants in accordance with the rules and procedures of Euroclear or Clearstream (as the case may be) and their respective participants.

Upon completion of the redemption of the outstanding Notes, an application for withdrawal of listing of the Notes on the Stock Exchange shall be made to the Stock Exchange by the Issuer. Noteholders who are in any doubt as to the action to be taken should consult their stockbroker, bank manager, solicitor, professional accountant or other professional adviser.

*As at the date of this notice, the Chairman of the Issuer is Mr. Dou Jianzhong; the executive directors of the Issuer are Mrs. Chan Hui Dor Lam Doreen, Mr. Roger Clark Spyer and Mr. Zhao Shengbiao, the non-executive directors of the Issuer are Mr. Chang Zhenming, Mr. Chen Xiaoxian, Mr. Ju Weimin, Mr. Kong Dan and Mr. Lo Wing Yat Kelvin; and the independent non-executive directors of the Issuer are Mr. Rafael Gil-Tienda, Mr. Lam Kwong Siu and Mr. Tsang Yiu Keung Paul.*

By Order of the Board  
**CITIC Ka Wah Bank Limited**  
**Kyna Y. C. Wong**  
*Company Secretary*

Hong Kong, 13 November 2007