ELEGANCE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

website: http://www.elegance-group.com

(Stock Code: 907)

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 31 MARCH 2008

FINANCIAL HIGHLIGHTS

Revenue:	HK$551,783,000
Profit Attributable to Shareholders:	HK$48,001,000
Earnings per Share:	HK14.83 cents
Proposed Final Dividend per Share:	HK6.0 cents
Total Shareholders' Funds:	HK$518,117,000

FINANCIAL RESULTS

The board of directors of Elegance International Holdings Limited (the "Company") is pleased to announce the audited consolidated financial results of the Company and its subsidiaries (the "Group") for the year ended 31 March 2008 together with the comparative figures for 2007 as follows:

CONSOLIDATED INCOME STATEMENT

		For the year ended 31 March	
		2008	2007
	Notes	***HK$'000***	*HK$'000*
REVENUE	*4*	**551,783**	572,467
Cost of sales		**(457,046)**	(443,818)
Gross profit		**94,737**	128,649
Other income and gain	*4*	**11,159**	3,314
Selling and distribution costs		**(11,463)**	(12,317)
General and administrative expenses		**(54,461)**	(55,492)
Other operating income, net		**7,565**	7,927
Finance costs	*6*	**(1,797)**	(3,199)
Share of profits and losses of:			
Jointly-controlled entities		**452**	–
Associates		**10,242**	1,482
PROFIT BEFORE TAX	*5*	**56,434**	70,364
Tax	*7*	**(5,065)**	(9,041)
PROFIT FOR THE YEAR		**51,369**	61,323
Attributable to:			
Equity holders of the parent		**48,001**	61,008
Minority interests		**3,368**	315
		51,369	61,323
DIVIDENDS	*8*		
Interim		**9,709**	9,709
Proposed final		**19,419**	19,419
		29,128	29,128
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT	*9*		
Basic		**14.83 cents**	18.85 cents
Diluted		**N/A**	N/A

CONSOLIDATED BALANCE SHEET
31 March 2008

	Notes	2008 HK$'000	2007 HK$'000
NON-CURRENT ASSETS			
Property, plant and equipment		**229,560**	232,848
Investment properties		**4,416**	3,129
Prepaid land lease payments		**46,553**	45,974
Interests in jointly-controlled entities		**3,827**	–
Interests in associates		**19,155**	8,913
Available-for-sale financial assets		**650**	81,638
Deposits paid for items of property, plant and equipment		**3,048**	–
Total non-current assets		**307,209**	372,502
CURRENT ASSETS			
Inventories		**90,286**	86,616
Trade and bills receivables	*10*	**137,468**	160,058
Prepayments, deposits and other receivables		**7,029**	5,627
Equity investments at fair value through profit or loss		**78**	451
Tax recoverable		**–**	15
Available-for-sale financial assets		**23,673**	7,699
Due from associates		**10,120**	7,722
Cash and cash equivalents		**76,082**	39,087
Total current assets		**344,736**	307,275
CURRENT LIABILITIES			
Trade and bills payables	*11*	**61,309**	56,003
Other payables and accruals		**31,852**	27,516
Tax payable		**3,150**	9,370
Interest-bearing bank and other borrowings		**5,000**	59,767
Due to an associate		**4,600**	4,600
Total current liabilities		**105,911**	157,256
NET CURRENT ASSETS		**238,825**	150,019
TOTAL ASSETS LESS CURRENT LIABILITIES		**546,034**	522,521

	Notes	**2008** *HK$'000*	2007 *HK$'000*
NON-CURRENT LIABILITIES			
Interest-bearing bank and other borrowings		**–**	5,000
Deferred tax liabilities		**7,115**	7,985
Total non-current liabilities		**7,115**	12,985
Net assets		**538,919**	509,536
EQUITY			
Equity attributable to equity holders of the parent			
Issued capital		**32,365**	32,365
Reserves		**466,333**	440,030
Proposed final dividend		**19,419**	19,419
		518,117	491,814
Minority interests		**20,802**	17,722
Total equity		**538,919**	509,536

Notes:

1. BASIS OF PREPARATION

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants, accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention, except for investment properties, available-for-sale financial assets and equity investments, which have been measured at fair value. These financial statements are presented in Hong Kong dollars ("HK$") and all values are rounded to the nearest thousand except when otherwise indicated.

Basis of consolidation

The consolidated financial statements include the financial statements of the Company and its subsidiaries for the year ended 31 March 2008. The results of subsidiaries are consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases. All significant intercompany transactions and balances within the Group are eliminated on consolidation.

Minority interests represent the interests of outside shareholders not held by the Group in the results and net assets of the Company's subsidiaries. Acquisitions of minority interests are accounted for using the parent entity extension method whereby the difference between the consideration and the book value of the share of the net assets acquired is recognised as goodwill.

2. IMPACT OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

The Group has adopted the following new and revised HKFRSs for the first time for the current year's financial statements. Except for in certain cases, giving rise to new and revised accounting policies and additional disclosures, the adoption of these new and revised standards and interpretations has had no material effect on these financial statements.

HKFRS 7	Financial Instruments: Disclosures
HKAS 1 Amendment	Capital Disclosures
HK(IFRIC)-Int 8	Scope of HKFRS 2
HK(IFRIC)-Int 9	Reassessment of Embedded Derivatives
HK(IFRIC)-Int 10	Interim Financial Reporting and Impairment
HK(IFRIC)-Int 11	HKFRS 2 – Group and Treasury Share Transactions

The principal effects of adopting these new and revised HKFRSs are as follows:

(a) HKFRS 7 Financial Instruments: Disclosures

This standard requires disclosures that enable users of the financial statements to evaluate the significance of the Group's financial instruments and the nature and extent of risks arising from those financial instruments. The new disclosures are included throughout the financial statements. While there has been no effect on the financial position or results of operations of the Group, comparative information has been included/revised where appropriate.

(b) Amendment to HKAS 1 Presentation of Financial Statements – Capital Disclosures

This amendment requires the Group to make disclosures that enable users of the financial statements to evaluate the Group's objectives, policies and processes for managing capital.

(c) HK(IFRIC)-Int 8 Scope of HKFRS 2

This interpretation requires HKFRS 2 to be applied to any arrangement in which the Group cannot identify specifically some or all of the goods or services received, for which equity instruments are granted or liabilities (based on a value of the Group's equity instruments) are incurred by the Group for a consideration, and which appears to be less than the fair value of the equity instruments granted or liabilities incurred. As the Company had not issued any equity instruments to the Group's employees for identified services provided in accordance with the Company's share option scheme, the interpretation has had no effect on these financial statements.

(d) HK(IFRIC)-Int 9 Reassessment of Embedded Derivatives

This interpretation requires that the date to assess whether an embedded derivative is required to be separated from the host contract and accounted for as a derivative is the date that the Group first becomes a party to the contract, with reassessment only if there is a change to the contract that significantly modifies the cash flows. As the Group has no embedded derivative requiring separation from the host contract, the interpretation has had no effect on these financial statements.

(e) HK(IFRIC)-Int 10 Interim Financial Reporting and Impairment

The Group has adopted this interpretation as of 1 April 2007, which requires that an impairment loss recognised in a previous interim period in respect of goodwill or an investment in either an equity instrument classified as available for sale or a financial asset carried at cost is not subsequently reversed. As the Group had no impairment losses previously reversed in respect of such assets, the interpretation has had no impact on the financial position or results of operations of the Group.

(f) HK(IFRIC)-Int 11 HKFRS 2 – Group and Treasury Share Transactions

This interpretation requires arrangements whereby an employee is granted rights to the Group's equity instruments, to be accounted for as an equity-settled scheme, even if the Group acquires the instruments from another party, or the shareholders provide the equity instruments needed. It also addresses the accounting for share-based payment transactions involving two or more entities within the Group. As the Group currently has no such transactions, the interpretation is unlikely to have any financial impact on the Group.

3. SEGMENT INFORMATION

Segment information is presented on the Group's primary segment reporting basis, by geographical segment. No further business segment information is presented as the Group is principally engaged in the manufacture and trading of eyewear products and the management considers that the Group operates in one single business segment.

Geographical segments

The following tables present revenue, profit and certain asset, liability and expenditure information for the Group's geographical segments for the years ended 31 March 2008 and 2007.

	North America		Europe		People's Republic of China ("PRC") (including Hong Kong)		Other Asian countries		Others		Consolidated	
	2008	2007	**2008**	2007	**2008**	2007	**2008**	2007	**2008**	2007	**2008**	2007
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Revenue:												
Sales to external customers	**169,038**	157,041	**342,296**	358,937	**25,219**	36,016	**8,052**	12,939	**7,178**	7,534	**551,783**	572,467
Segment results	**14,325**	20,445	**29,007**	46,729	**2,137**	4,689	**683**	1,684	**608**	981	**46,760**	74,528
Interest and dividend income											**2,037**	447
Unallocated corporate expenses											**(1,260)**	(2,894)
Finance costs											**(1,797)**	(3,199)
Share of profits and losses of:												
Jointly-controlled entities	**–**	–	**–**	–	**452**	–	**–**	–	**–**	–	**452**	–
Associates	**–**	–	**–**	–	**9,352**	1,005	**890**	477	**–**	–	**10,242**	1,482
Profit before tax											**56,434**	70,364
Tax											**(5,065)**	(9,041)
Profit for the year											**51,369**	61,323
Segment assets	**45,759**	31,321	**76,743**	121,501	**428,511**	474,858	**1,750**	3,047	**118**	1,035	**552,881**	631,762
Interests in associates	**–**	–	**–**	–	**16,209**	6,857	**2,946**	2,056	**–**	–	**19,155**	8,913
Interests in jointly-controlled entities	**–**	–	**–**	–	**3,070**	–	**757**	–	**–**	–	**3,827**	–
Cash and cash equivalents											**76,082**	39,087
Unallocated assets											**–**	15
Total assets											**651,945**	679,777
Segment liabilities	**1,745**	346	**9,342**	7,883	**84,974**	76,948	**1,668**	3,168	**32**	–	**97,761**	88,345
Bank loans											**5,000**	64,541
Unallocated liabilities											**10,265**	17,355
Total liabilities											**113,026**	170,241

4. REVENUE, OTHER INCOME AND GAIN

Revenue, which is also the Group's turnover, represents the invoiced value of goods sold to third parties, net of trade discounts and returns.

An analysis of revenue, other income and gain is as follows:

	2008	2007
	HK$'000	*HK$'000*
Revenue		
Sale of goods	**551,783**	572,467
Other income		
Sale of scrap materials	**6,998**	1,741
Bank interest income	**2,026**	436
Gross rental income	**208**	190
Dividend income from equity investments at fair value through profit or loss	**11**	11
Others	**1,373**	837
	10,616	3,215
Gain		
Foreign exchange differences, net	**543**	99
	11,159	3,314

5. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	2008	2007
	HK$'000	*HK$'000*
Cost of inventories sold	**454,942**	446,230
Depreciation	**36,667**	37,365
Write-back of impairment of trade receivables	**(5,237)**	(1,699)
Gain on disposal of staff quarters	**–**	(4,118)
Gain on disposal of investment properties	**–**	(50)
Gain on disposal of items of property, plant and equipment	**(169)**	(802)
Write-back of provision for impairment of prepaid land lease payments	**(614)**	(290)
Write-back of provision for impairment of buildings	**(96)**	(45)
Fair value gains, net:		
Equity investments at fair value through profit or loss – held for trading	**(164)**	(14)

6. FINANCE COSTS

	2008	2007
	HK$'000	*HK$'000*
Interest on bank loans wholly repayable within five years	**1,793**	3,160
Interest on finance leases	**4**	39
	1,797	3,199

7. TAX

Hong Kong profits tax has been provided at the rate of 17.5% (2007: 17.5%) on the estimated assessable profits arising in Hong Kong during the year. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdiction in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

	2008	2007
	HK$'000	*HK$'000*
Group:		
Current – Hong Kong		
Charge for the year	**4,133**	8,151
Overprovision in prior years	**(1,397)**	(48)
Current – Elsewhere	**3,199**	938
Deferred	**(870)**	–
Total tax charge for the year	**5,065**	9,041

8. DIVIDENDS

	2008	2007
	HK$'000	*HK$'000*
Interim – HK3.0 cents (2007: HK3.0 cents) per ordinary share	**9,709**	9,709
Proposed final – HK6.0 cents (2007: HK6.0 cents) per ordinary share	**19,419**	19,419
	29,128	29,128

The 2008 final dividend of HK6.0 cents per ordinary share has been proposed to be paid to shareholders whose names appear on the register of members on 29 August 2008 and is subject to the approval of the Company's shareholders at the forthcoming annual general meeting.

9. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of basic earnings per share amount is based on the profit for the year attributable to ordinary equity holders of the parent for the year of HK$48,001,000 (2007: HK$61,008,000) and 323,649,123 (2007: 323,649,123) shares in issue.

The diluted earnings per share amounts have not been calculated for the current and prior years as no diluting events existed throughout these years.

10. TRADE AND BILLS RECEIVABLES

	2008	2007
	HK$'000	*HK$'000*
Trade and bills receivables	**145,855**	173,723
Impairment	**(8,387)**	(13,665)
	137,468	160,058

Credit is offered to customers following a financial assessment by the Group with regard to their established payment records. The Group usually allows average credit periods ranging from 45 to 120 days (2007: 45 to 120 days) to its customers and seeks to maintain strict control over its outstanding receivables. Overdue balances are regularly reviewed by senior management and collections are followed up by accounting personnel. Trade and bills receivables are non-interest-bearing.

The following is an aged analysis of the trade and bills receivables (net of impairment of trade receivables) as at 31 March 2008 and 2007:

	2008	2007
	HK$'000	*HK$'000*
Current to 90 days	**128,652**	158,153
91 to 180 days	**4,353**	677
181 to 360 days	**816**	543
	133,821	159,373
Bills receivable	**3,647**	685
Total	**137,468**	160,058

The movements in the provision for impairment of trade receivables are as follows:

	2008	2007
	HK$'000	*HK$'000*
At 1 April	**13,665**	15,502
Amount written off as uncollectible	**(41)**	(138)
Impairment losses reversed	**(5,237)**	(1,699)
At 31 March	**8,387**	13,665

Included in the above provision for impairment of trade receivables is a provision for individually impaired trade receivables of HK$8,387,000 (2007: HK$13,665,000) with aggregate carrying amounts of HK$12,970,000 (2007: HK$24,013,000). The individually impaired trade receivables relate to customers that were in financial difficulties and only a portion of the receivables is expected to be recovered. The Group does not hold any collateral or other credit enhancements over these balances.

The aged analysis of the trade receivables that are not considered to be impaired is as follows:

	2008	2007
	HK$'000	*HK$'000*
Neither past due nor impaired	**112,088**	134,347
Less than one month past due	**9,703**	9,341
One to three months past due	**10,508**	15,150
Over three months past due	**5,169**	1,220
	137,468	160,058

Receivables that were neither past due nor impaired relate to a large number of diversified customers for whom there was no recent history of default.

Receivables that were past due but not impaired relate to a number of independent customers that have a good track record with the Group. Based on past experience, the directors of the Company are of the opinion that no provision for impairment is necessary in respect of these balances as there has not been a significant change in credit quality and the balances are still considered fully recoverable. The Group does not hold any collateral or other credit enhancements over these balances.

The trade receivables of the Group include trade balances due from the Safilo S.p.A group of companies of HK$65,202,000 (2007: HK$100,600,000) in aggregate, which are unsecured, interest-free and are repayable in accordance with normal trading terms of 120 days (2007: 120 days).

11. TRADE AND BILLS PAYABLES

The following is an aged analysis of the trade and bills payables as at 31 March 2008 and 2007:

	2008	2007
	HK$'000	*HK$'000*
Current to 90 days	**56,920**	55,562
91 to 180 days	**3,066**	145
181 to 360 days	**566**	160
Over 360 days	**757**	136
Total	**61,309**	56,003

The trade and bills payables are non-interest-bearing and are normally settled on 30-day terms.

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review

The financial year which ended on 31 March 2008 was a challenging year for the Group. Due to the global economic uncertainty which was triggered by the U.S. subprime mortgage crisis, the subsequent liquidity issue in the finance sector and the exorbitant oil prices, sales began to slow down in the second half of the year, resulting in a decrease in the Group's sales by 3.61% to HK$551,783,000 compared to HK$572,467,000 in last year. Gross profit margin decreased from 22.47% to 17.17%, due to the rapid increase in the cost of raw materials, labor and overhead costs in the People's Republic of China ("PRC"). The new labour law in the PRC effected beginning of this year and high inflation rate have all added up to sharply increase the cost of our business. Continuous appreciation of Renminbi against the U.S. dollar and Hong Kong dollar also affected adversely on the Group's results as almost all of our sales revenue are generated in the U.S. dollar whereas a lot of the costs are incurred in Renminbi. In order to keep the prices competitiveness in the market, we have to absorb part of the increased costs. Profit attributable to equity holders of the parent amounted to HK$48,001,000 (2007: HK$61,008,000), representing a decrease of 21.32% over that of last year, even though share of profits of associates increased by 591.09% (2008: HK$10,242,000; 2007: HK$1,482,000).

Although sales to Europe market decreased by 4.64% in the year under review, it was still the largest market of the Group, accounting for 62.03% (2007: 62.70%) of the total sales of the Group. On the other hand, sales to U.S. market increased by 7.64% to HK$169,038,000 compared to HK$157,041,000 in last year, accounting for 30.63% (2007: 27.43%). At present it ranks the second largest market of the Group.

The sales of the Group derived principally from manufacturing activities.

The Group is known in the industry for its mastery of the metal products. In the year under review, by sales value, the Group produced 81.5% units in metal eyewear and sunglasses while the balance of the production 18.5% was in plastics.

PROSPECT

In view of the uncertain global economic ahead, the likelihood of further appreciation of Renminbi, and the escalating cost of production in the PRC, the Group foresees that the coming financial year will continue to be a difficult year for our manufacturing business. In order to maintain competitive in the optical market and to avoid gross margin being further eroded, the Group has attempted to mitigate this adverse effect by (1) strengthening our production management by inviting production experts to join our Group to enhance its production efficiency; (2) applying more self-made machines in our production process to improve its product quality and to tackle the problem of shortage of labour supply; (3) strengthening its own design capability to appeal and give more choice to its customers; and (4) exploring other market segments to widen its customer base.

With the implementation of the above policies, the group is cautious about the growth in sales and profitability in the coming year.

LIQUIDITY AND FINANCIAL RESOURCES

The Group has maintained sufficient working capital. As at 31 March 2008, the net cash position of the Group (cash and cash equivalents less interest-bearing bank and other borrowings) increased from a net borrowing of HK$25,680,000 to a net cash of HK$71,082,000. The Group's outstanding borrowing in respect of bank loans amounted to HK$5,000,000 (31 March 2007: HK$64,767,000) which was repayable within one year. The Group's equity attributable to equity holders of the parent as at 31 March 2008 amounted to HK$518,117,000 (31 March 2007: HK$491,814,000). Accordingly, the Group's gearing ratio, calculated on the basis of total interest-bearing bank and other borrowings as a percentage of equity attributable to equity holders of the parent, improved to 0.97% (31 March 2007: 13.17%).

FOREIGN CURRENCY RISK

The Group conducts its business transactions mainly in Hong Kong dollar, Renminbi and U.S. dollar. As the Hong Kong dollar is pegged to the U.S. dollar, the Group does not foresee any material exchange risk in this respect. However, the Group is subject to certain foreign exchange impacts caused by the appreciation of Renminbi. The Group has not entered into any foreign exchange contract. The management closely monitors foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

At 31 March 2008, the Group had capital commitments, which were contracted but not provided for, in respect of land and buildings and equipment and machinery of HK$2,181,000 (31 March 2007: HK$2,113,000). As at 31 March 2008, the Company had a contingent liability of HK$182,000,000 (31 March 2007: HK$162,600,000) in respect of guarantees given to banks in connection with facilities granted to its subsidiaries.

THE PLEDGE OF ASSETS

At 31 March 2007, the Group had pledged its leasehold land, leasehold buildings and investment properties with an aggregate carrying value of approximately HK$17,206,000 as security for bank loan and general banking facilities granted to the Group. All the assets had been released at 31 March 2008.

EMPLOYEES AND REMUNERATION POLICY

As at 31 March 2008, the Group employed approximately 6,402 (31 March 2007: 6,666) full time employees in China and in Hong Kong. The decrease of total headcount during the year was due to the fact that more machines were put into use in the manufacturing process and shortage in the supply of labour forces in Shenzhen and Dongguan where the Group operates. Salaries, bonuses and benefits are determined with reference to market terms and performance, qualifications and experience of the individual employee, and are subject to review from time to time.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

There was no purchase, sale or redemption of the Company's listed securities by the Company or by any of its subsidiaries during the year.

CODE ON CORPORATE GOVERNANCE PRACTICES

The Board of Directors (the "Board") is committed to maintain high standard of corporate governance practices and procedures in fulfilling its responsibilities. It is the belief of the board that shareholders can maximise their benefits from good corporate governance. The Company has always recognised the importance of transparency and accountability. The Group has adopted the Code Provisions as set out in the Code on Corporate Governance Practices (the "Code") in Appendix 14 to the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited (the "SEHK") as its own code of corporate governance practices. The Directors consider that the Company has complied with the Code throughout the year ended 31 March 2008, except for the following deviation:

Code Provision A.2.1 stipulates that the roles of Chairman and Chief Executive Officer should be separate and should not be performed by the same individual. The Company does not have any officer with the title "chief executive officer". Mr. Hui Leung Wah assumes the role of both Chairman and Managing Director of the Company and he is in charge of the overall management of the Company. The Company does not have a separate Chairman and Managing Director as Mr. Hui currently holds both positions. The Board believes that the combination of the roles of chairman and chief executive officer can promote the efficient formulation and implementation of the strategies of the Company, which will enable the Group to grasp business opportunities efficiently and promptly. The Board also maintains that through the supervision of its Board and its Independent Non-executive Directors, a balancing mechanism exists so that the interests of the shareholders are adequately and fairly represented.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS (the "Model Code")

The Company had adopted the Model Code set out in Appendix 10 of the Listing Rules as its code of conduct regarding Directors' securities transactions. Upon specific enquiry of the Company, all of the Directors have confirmed that they have complied with the Model Code throughout the year ended 31 March 2008.

AUDIT COMMITTEE

The final results for the year ended 31 March 2008 of the Group have been reviewed by the audit committee, which comprises Mr. Poon Kwok Fai, Ronald, Mr. Wong Chung Mat, Ben and Mr. Tam Hok Lam, Tommy, JP, the Independent Non-executive Directors of the Company.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members will be closed from Monday, 25 August 2008 to Friday, 29 August 2008 both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the proposed dividend, all transfer forms accompanied by the relevant share certificates must be lodged for registration with the Company's Registrars in Hong Kong, Tricor Tengis Limited, at 26/F., Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong not later than 4:00 p.m. on Friday, 22 August 2008.

PUBLICATION OF ANNUAL REPORT ON THE WEBSITE OF THE SEHK AND THE COMPANY

The annual report of the Company containing all the information required by the Listing Rules will be dispatched to shareholders and published on the websites of the SEHK (www.hkexnews.hk) and the Company (www.elegance-group.com) in due course.

APPRECIATION

I would like to take this opportunity to express my deepest gratitude to all of our staff and fellow Directors for their contributions, support and dedication. I would also like to thank our customers, shareholders, bankers, suppliers and other business partners for their continuous support.

By order of the Board
Elegance International Holdings Limited
Hui Leung Wah
Chairman

Hong Kong, 18 July 2008

As at the date of this announcement, the Executive Directors are Mr. Hui Leung Wah, Mr. Poon Sui Hong, and Mr. Leung Shu Sum, the Non-executive Directors are Ms. Barbara Lissi and Ms. Paola Marchisio and the Independent Non-executive Directors are Mr. Poon Kwok Fai, Ronald, Mr. Tam Hok Lam, Tommy, JP and Mr. Wong Chung Mat, Ben.