

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.

EGANA GOLDPFEIL

(HOLDINGS) LIMITED

(Incorporated in the Cayman Islands with limited liability)

(stock code: 48)

ANNOUNCEMENT

Status of restructuring

Following the issue of the October Announcement, Egana, together with the liquidators and temporary administrators of respective subsidiaries, have been in discussions with interested parties with respect to possible sales of its subsidiaries/assets. As a result of such discussions held by the temporary administrator of EGA, an agreement for the sale and transfer of a part of its business relating to the trademark “Comtesse” is intended to be signed which will be subject to approval by the EGA’s creditors committee.

No agreement has been entered into in respect of any other possible sales as at the date of this announcement. Discussions with Lifestyle International Holdings Limited with respect to the potential investment in Egana have ceased, and there are no other continuing discussions regarding the potential investment in Egana. The directors are now pursuing a sale of parts of the Egana Group and are in discussions with a number of parties, in conjunction with the liquidator of EGEH.

Insolvency proceedings to appoint liquidators for two subsidiaries of the Egana Group, namely Junghans Uhren GmbH and Guthmann+Wittenauer Schmuck GmbH, were opened on 1 November, 2008. Proceedings to appoint liquidators over the Egana’s Group’s two other subsidiaries, EGA and Porzellan-Manufaktur Ludwigsburg GmbH, were opened on 1 December 2008.

EGEH’s creditors committee approved the withdrawal of Joop! GmbH shares and at EGEH’s liquidator’s choice of performance, the withdrawal became legally effective on 25 November 2008. Following the withdrawal, the Egana Group ceased to have shareholding interest in Joop! GmbH. However, the Egana Group is continuing its existing business with Joop! GmbH based on the license agreement. Accordingly, the withdrawal does not have any material adverse impact at present on the financial status and operations of the Egana Group.

Legal proceedings against Egana

On 26 November, 2008, the Petition was served on Egana by the Petitioner. As at the date of the Petition, Egana was indebted to the Petitioner in the sum of HK\$296,614,982.98 plus interest accrued thereon. The hearing of the Petition is scheduled for 4 February 2009. The Petition relates to the holding company only and has no impact on its operating subsidiaries' ability to continue to operate. The sale process referred to above will continue following the Petition and the directors intend to implement such a sale as soon as possible on terms that are fair and reasonable for Egana, if necessary pursuant to an appropriate Court order. Egana is still holding the shares in its subsidiaries (directly or indirectly) which are self-financing entities and are no longer supported by the holding company, neither operationally, nor financially. Egana is currently seeking legal advice as to the most appropriate way to respond in the current circumstances.

General

At the request of Egana, trading in the shares of Egana was suspended with effect from 9:30 a.m. on 12 September 2007 and will remain suspended until further notice.

Shareholders and investors should exercise caution when dealing in the securities of Egana.

Status of restructuring

This announcement is made pursuant to Rule 3.7 of the Code on Takeovers and Mergers.

Reference is made to the announcement of EganaGoldpfeil (Holdings) Limited ("Egana"), and its subsidiaries, (together the "Egana Group") dated 31 October 2008 (the "October Announcement") regarding, among other things, the status of restructuring. Following the issue of the October Announcement, Egana, together with the liquidators and temporary administrators of respective subsidiaries, have been in discussions with interested parties with respect to possible sales of its subsidiaries/assets. As a result of such discussions held by the temporary administrator of EganaGoldpfeil Accessoires GmbH ("EGA"), an agreement for the sale and transfer of a part of its business relating to the trademark "Comtesse" is intended to be signed which will be subject to approval by the EGA's creditors committee.

No agreement has been entered into in respect of any other possible sales as at the date of this announcement. Discussions with Lifestyle International Holdings Limited with respect to the potential investment in Egana have ceased, and there are no other continuing discussions regarding the potential investment in Egana. The directors are now pursuing a sale of parts of the Egana Group and are in discussions with a number of parties, in conjunction with the liquidator of EganaGoldpfeil Europe (Holdings) GmbH ("EGEH"). Egana will issue a further announcement on the progress of the possible sales or other transactions as and when appropriate, and comply as appropriate with relevant requirements with respect to such possible sales or other transactions in accordance with the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited.

Subsequent to the October Announcement, insolvency proceedings to appoint liquidators for two subsidiaries of the Egana Group, namely Junghans Uhren GmbH and Guthmann+Wittenauer Schmuck GmbH, were opened on 1 November, 2008. In addition, proceedings to appoint liquidators over the Egana's Group's two other subsidiaries, EGA and Porzellan-Manufaktur Ludwigsburg GmbH, were opened on 1 December 2008. The liquidators of the above four companies have power to dispose any assets, including shares in subsidiaries, of these four companies. Based on the unaudited turnover for the year ended 31 May 2008, the business of these four companies, together with EGEH and their respective subsidiaries, represented approximately 74% of business of the Egana Group.

As stated in the October Announcement, Joop! GmbH had exercised the right to withdraw its shares from EGEH, which has opened for insolvency. EGEH's creditors committee approved such withdrawal and at EGEH's liquidator's choice of performance, the withdrawal became legally effective on 25 November 2008. Following the withdrawal, the Egana Group ceased to have shareholding interest in Joop! GmbH. However, the Egana Group is continuing its existing business with Joop! GmbH based on the license agreement. Accordingly, the withdrawal does not have any material adverse impact at present on the financial status and operations of the Egana Group. Further disclosure of details regarding the financial impact on the Egana Group will be made as and when appropriate.

Legal proceedings against Egana

As stated in the October Announcement, a statutory demand for the payment of HK\$298,190,750.04 was served on Egana by Billion Empire Limited on 31 October, 2008. On 26 November, 2008, a winding-up petition (the "Petition") was served on Egana by Billion Empire Limited (the "Petitioner"). As at the date of the Petition, Egana was indebted to the Petitioner in the sum of HK\$296,614,982.98 plus interest accrued thereon. The hearing of the Petition is scheduled for 4 February 2009. The Petition relates to the holding company only and has no impact on its operating subsidiaries' ability to continue to operate. The sale process referred to above will continue following the Petition and the directors intend to implement such a sale as soon as possible on terms that are fair and reasonable for Egana, if necessary pursuant to an appropriate Court order. Egana is still holding the shares in its subsidiaries (directly or indirectly) which are self-financing entities and are no longer supported by the holding company, neither operationally, nor financially. Egana is currently seeking legal advice as to the most appropriate way to respond in the current circumstances. A further announcement will be made as and when appropriate in accordance with the Listing Rules.

General

At the request of Egana, trading in the shares of Egana was suspended with effect from 9:30 a.m. on 12 September 2007 and will remain suspended until further notice.

Shareholders and investors should exercise caution when dealing in the securities of Egana.

By order of the Board
EganaGoldpfeil (Holdings) Limited
Michael Richard Poix
Chief Executive Officer

Hong Kong, 2 December 2008

As at the date of this announcement, the board of directors comprises Messrs. Michael Richard Poix, Juergen Ludwig Holzschuh and Wolfgang Heinz Pfeifer as executive directors and Professor Udo Glittenberg and Dr. Goetz Reiner Westermeyer as independent non-executive directors.

The directors of Egana jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement the omission of which would make any statement in this announcement misleading.