

HONESTY TREASURE INTERNATIONAL HOLDINGS LIMITED

信寶國際控股有限公司

(Incorporated in Cayman Islands with limited liability)

(Stock Code: 600)

RE-DESIGNATION OF DIRECTORS

The Board announces that with effect from the conclusion of the meeting of the board of directors of the Company held on 17 May 2007:

1. Mr. Law has been appointed as the Chairman of the Company, the Chairman of each of the Compensation Committee and Nomination Committee of the Board;
2. Mr. Hoi has been appointed as the Vice Chairman of the Company; and
3. Mr. Choy be appointed as the Chief Executive Officer of the Company.

The board of directors (the “Board”) of Honesty Treasure International Holdings Limited (the “Company”) announces that with effect from the conclusion of the meeting of the board of directors of the Company held on 17 May 2007:

1. Mr. Law Kar Po (“Mr. Law”) has been appointed as the Chairman of the Company, the Chairman of each of the Compensation Committee and Nomination Committee of the Board;
2. Mr. Hoi Man Pak (“Mr. Hoi”) has been appointed as the Vice Chairman of the Company; and
3. Mr. Choy Wang Kong (“Mr. Choy”) be appointed as the Chief Executive Officer of the Company.

Particulars of Mr. Law, Mr. Hoi and Mr. Choy are set out below:

Mr. Law

Mr. Law, aged 58, is presently the managing director of Lobo Investment Limited. He has over 30 years of experience in hotel investment, property investments, manufacturing and retailing businesses. Mr. Law is also a director of Hotel Golden Dragon (Macao) Company Limited. He is responsible for the setting of strategies of the Group and joined the Group in 2004.

Mr. Law is also the director of Honesty Services Limited, Honesty Treasure Limited, Parsinno International Limited, Pearl Oriental Macau Limited, Star Palace Enterprises Limited, Super Times Far East Limited, Canasta Overseas Group Limited, Prospect Sync Holdings Limited, Fast Action Developments Limited and Continental Ocean Investment and Development Company Limited, all of which are subsidiaries of the Company. He is the father of Ms. Law Wing Yee, Wendy, an executive director of the Company.

Save as disclosed above, Mr. Law did not hold any position with the Company or any of its subsidiaries as at the date of this announcement. Save as disclosed in this announcement, Mr. Law had no relationship with any directors, senior management, substantial or controlling shareholders of the Company as at the date of this announcement. Mr. Law did not hold any directorship in listed public companies in the last three years before the date of this announcement.

As at the date of this announcement, the interests and long positions of Mr. Law in the shares, underlying shares and debentures of the Company, within the meaning of Part XV of the Securities and Futures Ordinance (“SFO”), are as follows:

- (i) 397,356,000 ordinary Shares, representing approximately 14.04% of the issued share capital of the Company (the “Shares”);
- (ii) 35,852,200 listed warrants (“HONESTY W0906”) of the Company, representing approximately 1.27% of the issued share capital of the Company as at the date of this announcement; and
- (iii) a convertible note for the sum of HK\$22,773,565 for which Mr. Law is entitled to elect to convert into 153,875,439 Shares, representing approximately 5.44% of the issued share capital of the Company as at the date of this announcement.

The Company has not entered into any service contract with Mr. Law. He is subject to retirement by rotation and re-election in accordance with the articles of association of the Company.

Mr. Law will not be entitled to any director’s fee but will be entitled to discretionary bonus to be decided by the Board based on his contribution, the Group’s annual business performance and the recommendation given by the Compensation Committee of the Board.

Save as disclosed, Mr. Law has confirmed that there are no other matters that need to be brought to the attention of the holders of securities of the Company.

Save as disclosed herein, the Board is not aware of any other matters that need to be brought to the attention of the holders of securities of the Company or information to be disclosed pursuant to the requirements of Rule 13.51(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“Listing Rules”) in relation to his appointment.

Mr. Hoi

Mr. Hoi, aged 46, has over 20 years of experience in the tourism, hotel operations and entertainment business in Macau. He is also a director of the Hotel Golden Dragon (Macao) Company Limited and Continental Ocean Investment and Development Company Limited. Mr. Hoi is a member of the Macau Tourism Development Committee of the Macau Government and a member of the Fujian-Macao Economic Cooperation Promotion Committee. He is responsible for the development, management and operation of hotel business of the Group and joined the Group in 2005.

Save as disclosed above, Mr. Hoi did not hold any position with the Company or any of its subsidiaries as at the date of this announcement. As at the date of this announcement, Mr. Hoi had no relationship with any directors, senior management, substantial or controlling shareholders of the Company. Mr. Hoi did not hold any directorship in listed public companies in the last three years before the date of this announcement.

As at the date of this announcement, the interests and long positions of Mr. Hoi in the shares, underlying shares and debentures of the Company, within the meaning of Part XV of the SFO, are as follows:

- (i) 90,100,600 Shares held by him as beneficial owner, representing approximately 3.18% of the issued share capital of the Company;
- (ii) 136,000 Shares held by his spouse, representing approximately 0.01% of the issued share capital of the Company;
- (iii) 8,497,660 HONESTY W0906, representing approximately 0.30% of the issued share capital of the Company as at the date of this announcement, held by him as beneficial owner;
- (iv) 13,600 HONESTY W0906, representing approximately 0.01% of the issued share capital of the Company as at the date of this announcement, held by his spouse;
- (v) a convertible note for the sum of HK\$13,664,137 for which Mr. Hoi is entitled to elect to convert into 92,325,250 Shares, representing approximately 3.26% of the issued share capital of the Company as at the date of this announcement.

The Company has not entered into any service contract with Mr. Hoi. He is subject to retirement by rotation and re-election in accordance with the articles of association of the Company.

Mr. Hoi will not be entitled to any director's fee but will be entitled to discretionary bonus to be decided by the Board based on his contribution, the Group's annual business performance and the recommendation given by the Compensation Committee of the Board.

Save as disclosed, Mr. Hoi has confirmed that there are no other matters that need to be brought to the attention of the holders of securities of the Company.

Save as disclosed herein, the Board is not aware of any other matters that need to be brought to the attention of the holders of securities of the Company or information to be disclosed pursuant to the requirements of Rule 13.51(2) of the Listing Rules

Mr. Choy

Mr. Choy, aged 61, has 30 years of experience in property development, manufacturing and natural resources exploration in Macau and the mainland China, and he comprehends very well the Macau's property market. Mr. Choy will be mainly responsible for the property development of the Group and he joined the Group in 2007.

Mr. Choy is the managing director of The First National Investment and Development Co. Ltd. and Chee Wing Macao Commercial Offshore Limited in Macau. He is also a director of the Company's associated company, Hotel Golden Dragon (Macao) Company Limited and of the Company's subsidiary, Continental Ocean Investment and Development Company Limited.

Save as disclosed above, Mr. Choy did not hold any position with the Company or any of its subsidiaries as at the date of this announcement. As at the date of this announcement, Mr. Choy had no relationship with any directors, senior management, substantial or controlling shareholders of the Company. Mr. Choy did not hold any directorship in listed public companies in the last three years before the date of this announcement.

As at the date of this announcement, the interests and long positions of Mr. Choy in the shares, underlying shares and debentures of the Company, within the meaning of Part XV of the SFO, are as follows:

- (i) 162,455,440 Shares, representing approximately 5.74% of the issued share capital of the Company;
- (ii) 6,346,944 HONESTY W0906, representing approximately 0.22% of the issued share capital of the Company as at the date of this announcement; and
- (iii) a convertible note for the sum of HK\$9,109,426 for which Mr. Choy is entitled to elect to convert into 61,550,175 Shares, representing approximately 2.17% of the issued share capital of the Company as at the date of this announcement.

The Company has not entered into any service contract with Mr. Choy. He will hold office until the next annual general meeting of the Company and will be subject to retirement by rotation and re-election in accordance with the articles of association of the Company.

Mr. Choy will not be entitled to any director's fee but will be entitled to discretionary bonus to be decided by the Board based on his contribution, the Company's annual business performance and the recommendation given by the Compensation Committee of the Board.

Save as disclosed, Mr. Choy has confirmed that there are no other matters that need to be brought to the attention of the holders of securities of the Company.

Save as disclosed herein, the Board is not aware of any other matters that need to be brought to the attention of the holders of securities of the Company or information to be disclosed pursuant to the requirements of Rule 13.51(2) of the Listing Rules.

By Order of the Board
Honesty Treasure International Holdings Limited
Law Chun Choi
Company Secretary

Hong Kong, 18 May 2007

As at the date of this announcement, the Board comprises of Mr. Law Kar Po, Mr. Hoi Man Pak, Mr. Choy Wang Kong, Mr. Yong Wing Tai, William, Mr. Chiang Kin Tong, Ms. Law Wing Yee, Wendy, and Ms. Lee Siu Yuk, Eliza as executive directors. Mr. Leonel Alberto Alves as non-executive director; and Mr. Lau Wai Ming, Mr. Kwok Hong Yee, Jesse and Mr. Wong King Lam, Joseph as independent non-executive directors.

Please also refer to the published version of this announcement in The Standard.