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KAM HING INTERNATIONAL HOLDINGS LIMITED

錦興國際控股有限公司

(Incorporated in Cayman Islands with limited liability)

(Stock Code: 2307)

ANNOUNCEMENT

The Board has noted the recent increases in the trading volume of the Shares and wishes to state that it is not aware of the reasons for such increases save as disclosed below.

The Company is in discussion with a third party regarding the proposed investment in setting up a new fabrics production line in China. **Shareholders and potential investors of the Company should note that the discussions are at a preliminary stage and no binding agreement has been made and that the proposal may or may not proceed.**

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares.

This announcement is made at the request of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). The board of directors (the “Board”) of Kam Hing International Holdings Limited (the “Company”) has noted the recent increases in the trading volume of the shares in the Company (“Shares”) and wishes to state that the Board is not aware of the reasons for such increases save as disclosed below.

The Company is in discussion with a third party who is not a connected person (as defined in the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”)) of the Company regarding the proposed investment in setting up a new fabrics production line in China. **Shareholders and potential investors of the Company should note that the discussions are at a preliminary stage and no binding agreement has been made and that the proposal may or may not proceed.** Further announcement will be made by the Company as and when appropriate.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares. The Board also confirms that save as disclosed above, there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under rule 13.23 of the Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

Made by the order of the Board, the directors of which individually and jointly accept responsibility for the accuracy of this announcement.

At the date of this statement, the executive directors of the Company are Mr. Tai Chin Chun, Mr. Tai Chin Wen, Ms. Cheung So Wan and Ms. Wong Siu Yuk, and the independent non-executive directors of the Company are Mr. Chong Chau Lam, Ms. Chu Hak Ha Mimi and Mr. Chan Yuk Tong.

By order of the Board
Kam Hing International Holdings Limited
Wong Wai Kong, Elmen
Secretary

Hong Kong, 25th February, 2005

“Please also refer to the published version of this announcement in the International Herald Tribune”