



# ANEX INTERNATIONAL HOLDINGS LIMITED

安歷士國際控股有限公司\*

*(Incorporated in Bermuda with limited liability)*

(Stock code: 723)

## FORMATION OF JOINT VENTURE COMPANIES

On 2 December 2006, the Company entered into a non-legally binding letter of intent to establish joint venture companies to develop the building material supply and installation business in Hong Kong and Macau.

The formation of joint venture companies namely, United Anex Engineering Limited, a company incorporated in Hong Kong, and United Anex (Macau) Limited, a company incorporated in Macau, have been made on 12 December 2006 and 18 December 2006 respectively and their business then commenced.

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

### LETTER OF INTENT

On 2 December 2006, Anex International Holdings Limited (the “Company”) entered into a non-legally binding letter of intent (“Letter of Intent”) with United Marble Company Limited (“United Marble”), an independent third party not connected with the Directors, chief executives or substantial shareholders of the Company or any of its subsidiaries, or their respective associates, to establish joint venture companies to develop the building material supply and installation business in Hong Kong and Macau.

Pursuant to the Letter of Intent, the parties intend to establish joint venture companies, which will be owned as to 60% by Anex Far East Limited (“AFEL”), a wholly owned subsidiary of the Company, and 40% by United Marble. Accordingly, the joint venture companies will be the subsidiaries of AFEL. It is intended that the Company and/or AFEL will provide finance, through bank or otherwise, for the business of the joint venture companies and United Marble will bring in its marketing network to the joint venture companies.

Profits of the joint venture companies will be distributed in accordance with the proportion of the shareholding held by AFEL and United Marble respectively.

The board of directors of the joint venture companies will comprise 5 members. The Company will nominate 3 members and United Marble will nominate 2 members to the board of the joint venture companies.

The Letter of Intent does not constitute legally-binding commitment. Final terms of the agreement to establish the joint venture companies will be subject to further negotiation between the parties, if any, and the Company will make necessary disclosure according to the Listing Rules when appropriate.

### JOINT VENTURE COMPANIES FORMED

The formation of joint venture companies namely, United Anex Engineering Limited, a company incorporated in Hong Kong with initial paid-up capital of HK\$10,000, and United Anex (Macau) Limited, a company incorporated in Macau with initial paid-up capital of MOP25,000, have been made on 12 December 2006 and 18 December 2006 respectively and their business then commenced.

### REASONS OF ESTABLISHING THE JOINT VENTURE COMPANIES

The Company is principally engaged in the design and manufacture of electrical appliances, trading of merchandise, property development and building material supply and installation businesses.

The principal business of United Marble is sales of marbles and related installation works. It has long history, good reputation and strong marketing network in Hong Kong. Over the years, it has accomplished a number of marble supply and installation projects in Hong Kong.

\* For identification purpose only

It is expected that the joint venture companies are in line with the overall expansion of the Group and the Letter of Intent will consolidate the strategic business relationship with United Marble, leading to the enhancement of business in building material supply and installation and hence positive contribution to the profitability of the Group.

By order of the Board  
**Anex International Holdings Limited**  
**Cheng Tun Nei**  
*Chairman*

Hong Kong, 29 December 2006

As at the date of this announcement, the Directors of the Company are as follows:

*Executive Directors:*

Mr. Cheng Tun Nei (*Chairman*)  
Mr. Kwok Hon Lam (*Vice-Chairman*)  
Dr. Siu Miu Man (*Chief Executive Officer*)  
Mr. Kwok Chi Hang, Peter  
Mr. Cheng Tze Kit, Larry

*Independent non-executive Directors:*

Mr. Chan Sun Kwong  
Mr. Fung Kwan Yin, James  
Mr. Chow Nim Sun, Nelson

*Non-executive Director:*

Mr. Yeung Chee Tat

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