

## **PAN HONG PROPERTY GROUP LIMITED**

(Incorporated in Bermuda)  
(Registration Number: 37749)

### **Update on sales of Honggu Kaixuan Project in Nanchang City**

With regard to Honggu Kaixuan project in Nanchang City, the Board of Directors of Pan Hong Property Group Limited (“Pan Hong” or “the Group”) is pleased to announce that 402 residential units of the available 408 residential units with GFA of approximately 42,060 sq m value at RMB 187,083,297 of the Group’s Honggu Kaixuan Phase 1 Project (“the Project”) have been sold between the institutional customers and VIP card holders by end of today, being the first launch day. We believe this is a vindication of our vision in 2<sup>nd</sup> to 3<sup>rd</sup> tier cities in the PRC.

The stellar sales of the Project reflect the prevailing property market condition. The Board of Directors is confident that the demand for high quality residential units will continue in the foreseeable future.

By Order of the Board

Wong Lam Ping  
Executive Chairman

2 May 2007

Note:

The initial public offering of Pan Hong’s shares was sponsored by CIMB-GK Securities Pte. Ltd.