

PAN HONG PROPERTY GROUP LIMITED

(Incorporated in Bermuda)
(Registration Number: 37749)



汎港地產集團
PAN HONG PROPERTY GROUP

ACQUISITION OF A WHOLLY-OWNED SUBSIDIARY

The Board of Directors of Pan Hong Property Group Limited (the “Company” and together with its subsidiaries, the “Group”) would like to announce the acquisition of the following wholly-owned subsidiary for a cash consideration of HK\$1:

| | | |
|----------------------------|---|--|
| Name of Company | : | All Grace Corporation Limited |
| Principal activity | : | Investment Holding |
| Registered capital | : | HK\$10,000 divided into 10,000 ordinary shares of HK\$1 each |
| Issued and paid-up capital | : | HK\$1 |
| Place of incorporation | : | Hong Kong |

The aforesaid acquisition was funded by internal resources and is not expected to have any material effect on the earnings per share and net tangible assets per share of the Group for the financial year ending 31 March 2011.

None of the directors or substantial shareholders has any interest, directly or indirect, in the aforesaid acquisition.

By Order of the Board

Wong Lam Ping
Executive Chairman

16 February 2011