



英皇集團（國際）有限公司*
Emperor International Holdings Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 163)

ANNUAL RESULTS ANNOUNCEMENT
FOR THE YEAR ENDED 31ST MARCH, 2007

RESULTS

The board of directors (the “Board” or the “Directors”) of Emperor International Holdings Limited (the “Company”) announced that the audited consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the year ended 31st March, 2007 (“Year”) together with comparative figures for the corresponding year in 2006 are as follows:

These audited financial statements have been reviewed by the audit committee of the Company, which comprises three Independent Non-executive Directors of the Company.

CONSOLIDATED INCOME STATEMENT

		Year ended 31st March,	
		2007	2006
	Notes	HK\$'000	HK\$'000
Continuing operations			
Turnover		408,514	325,677
Cost of sales		(26,805)	(12,696)
Direct operating expenses		(86,246)	(59,473)
Gross profit		295,463	253,508
Other income		9,418	11,989
Fair value change in investment properties		259,018	370,669
Gain on disposal of investment properties		63,408	–
Reversal of impairment losses – net	4	78,999	103,026
Allowance for properties held for sale		–	(1,761)
Selling and marketing expenses		(7,581)	(5,578)
Administrative expenses		(128,203)	(91,321)
Allowance for doubtful debts of margin financing and other receivables written back – net		18,550	890
Finance costs		(138,944)	(78,765)
Share of results of associates		95,813	58,628
Profit before taxation	5	545,941	621,285
Taxation	6	(55,325)	(87,074)
Profit for the year from continuing operations		490,616	534,211
Discontinued operations			
Profit for the year from discontinued operations	7	–	2,470
Profit for the year		490,616	536,681
Attributable to:			
Equity holders of the Company		487,677	532,392
Minority interests		2,939	4,289
		490,616	536,681
Earnings per share – basic	8		
From continuing and discontinued operations		HK\$0.36	HK\$0.47
From continuing operations		HK\$0.36	HK\$0.47

CONSOLIDATED BALANCE SHEET

		As at 31st March,	
		2007	2006
	<i>Note</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
Non-current assets			
Investment properties		3,996,002	3,712,220
Property, plant and equipment		227,512	228,986
Properties under development		441,748	302,500
Deposits paid for acquisition of properties		46,675	40,410
Prepaid lease payments		741,875	359,180
Interests in associates		564,512	481,365
Amounts due from associates		38,717	70,495
Loans receivable		6,669	9,410
Intangible assets		771	1,431
Goodwill		1,940	1,940
Available for sale financial assets		138	2
Other assets		8,990	8,405
Deferred taxation assets		1,582	3,474
		6,077,131	5,219,818
Current assets			
Inventories		1,196	1,153
Properties held for sale		38,111	10,182
Properties under development		1,438,587	81,270
Prepaid lease payments		5,962	5,962
Debtors, deposits and prepayments	10	238,885	310,276
Investments in trading securities		139	179
Taxation recoverable		2,587	566
Pledged bank deposits		18,820	655
Bank balances (trust accounts)		119,368	101,846
Bank balances (general accounts) and cash		130,739	89,556
		1,994,394	601,645

CONSOLIDATED BALANCE SHEET (*Continued*)

		As at 31st March,	
		2007	2006
	<i>Note</i>	HK\$'000	HK\$'000
Current liabilities			
Creditors, customers' deposits and accrued charges	11	471,579	264,359
Amount due to ultimate holding company		635,927	486,204
Amounts due to minority shareholders of subsidiaries		21,040	21,278
Taxation payable		1,087	2,364
Secured bank borrowings – due within one year		1,310,206	554,048
		<u>2,439,839</u>	<u>1,328,253</u>
Net current liabilities		<u>(445,445)</u>	<u>(726,608)</u>
Total assets less current liabilities		<u>5,631,686</u>	<u>4,493,210</u>
Non-current liabilities			
Secured bank borrowings – due after one year		769,975	555,077
Deferred taxation liabilities		195,451	149,467
		<u>965,426</u>	<u>704,544</u>
Net assets		<u>4,666,260</u>	<u>3,788,666</u>
Capital and reserves			
Share capital		14,132	11,227
Reserves		4,651,714	3,780,956
Equity attributable to the equity holders of the Company		<u>4,665,846</u>	3,792,183
Minority interests		<u>414</u>	<u>(3,517)</u>
Total equity		<u>4,666,260</u>	<u>3,788,666</u>

Notes:

1. BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention except for investment properties and certain financial instruments which are measured at fair values and in accordance with accounting principles generally accepted in Hong Kong.

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

In the current year, the Group has applied, for the first time, a number of new Hong Kong Financial Reporting Standards (“HKFRS”), amendments of Hong Kong Accounting Standards (“HKAS”) and Interpretations (“INT”) (hereinafter collectively referred to as “new HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”) that are either effective for accounting periods beginning on or after 1st December, 2005, 1st January, 2006 or 1st March, 2006. The application of the new HKFRSs had no material effect on how the results and financial position for the current or prior accounting periods are prepared and presented. Accordingly, no prior period adjustment has been recognised.

The Group has not early applied the following new standards, amendment and interpretations that have been issued but are not yet effective. The directors of the Company anticipate that the application of these standards, amendment or interpretations will have no material impact on the consolidated financial statements of the Group.

HKAS 1 (Amendment)	Capital disclosures ¹
HKAS 23 (Revised)	Borrowing costs ²
HKFRS 7	Financial Instruments: Disclosures ¹
HKFRS 8	Operating segments ²
HK(IFRIC) – INT 8	Scope of HKFRS 2 ³
HK(IFRIC) – INT 9	Reassessment of embedded derivatives ⁴
HK(IFRIC) – INT 10	Interim financial reporting and impairment ⁵
HK(IFRIC) – INT 11	HKFRS 2 – Group and treasury share transactions ⁶
HK(IFRIC) – INT 12	Service concession arrangements ⁷

¹ Effective for annual periods beginning on or after 1st January, 2007.

² Effective for annual periods beginning on or after 1st January, 2009.

³ Effective for annual periods beginning on or after 1st May, 2006.

⁴ Effective for annual periods beginning on or after 1st June, 2006.

⁵ Effective for annual periods beginning on or after 1st November, 2006.

⁶ Effective for annual periods beginning on or after 1st March, 2007.

⁷ Effective for annual periods beginning on or after 1st January, 2008.

3. SEGMENT INFORMATION

Business segments

Information about business segments is as follows:

	Continuing operations							Discontinued operations						Total Consolidated HK\$'000
	Lease of properties HK\$'000	Sales of properties HK\$'000	Securities brokerage HK\$'000	Financing HK\$'000	Consultancy and advisory HK\$'000	Hotel operations HK\$'000	Others HK\$'000	Total HK\$'000	Printing and publishing HK\$'000	Wholesaling and retailing of furniture HK\$'000	Sales of marine products HK\$'000	Restaurant operations HK\$'000	Total HK\$'000	
Year ended														
31st March, 2007														
INCOME STATEMENT														
Turnover														
External sales	164,697	18,993	77,877	45,808	31,644	69,495	-	408,514	-	-	-	-	-	408,514
Segment results (Note)	520,559	2,482	23,357	23,489	26,205	8,261	15	604,368	-	-	-	-	-	604,368
Interest income								5,367						5,367
Unallocated corporate expenses								(44,270)						(44,270)
Finance costs								(115,337)						(115,337)
Share of results of associates								95,813						95,813
Profit before taxation								545,941						545,941
Taxation								(55,325)						(55,325)
Profit for the year								490,616						490,616
Year ended 31st March, 2006														
INCOME STATEMENT														
Turnover														
External sales	130,482	4,241	51,623	45,660	30,323	63,348	-	325,677	460,519	154,102	22,009	23,227	659,857	985,534
Segment results (Note)	597,172	(758)	14,514	24,302	26,264	4,119	158	665,771	3,339	3,008	819	(1,562)	5,604	671,375
Interest income								2,482					234	2,716
Unallocated corporate expenses								(40,621)					(15)	(40,636)
Finance costs								(64,975)					(2,009)	(66,984)
Share of results of associates								58,628					-	58,628
Profit before taxation								621,285					3,814	625,099
Taxation								(87,074)					(1,344)	(88,418)
Profit for the year								534,211					2,470	536,681

Note: Finance costs of HK\$23,607,000 (2006: HK\$13,790,000) were included in the Financing segment.

4. REVERSAL OF IMPAIRMENT LOSSES – NET

	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>
Impairment losses reversed (recognised) in respect of:		
Properties under development	79,041	104,016
Motor vehicle registration marks	(42)	(990)
	<u>78,999</u>	<u>103,026</u>

5. PROFIT BEFORE TAXATION

	Continuing operations		Discontinued operations		Consolidated	
	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>
Profit before taxation has been arrived at after charging:						
Amortisation of intangible assets, included in administrative expenses	294	1,617	–	404	294	2,021
Amortisation of publishing library, included in administrative expenses	–	–	–	555	–	555
Depreciation						
– owned assets	18,983	21,254	–	23,573	18,983	44,827
– assets held under finance leases	–	–	–	270	–	270
and after crediting:						
Gross rental income less outgoings	<u>154,132</u>	<u>123,029</u>	<u>–</u>	<u>–</u>	<u>154,132</u>	<u>123,029</u>

6. TAXATION

	Continuing operations		Discontinued operations		Consolidated	
	2007	2006	2007	2006	2007	2006
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
The charge comprises:						
Current tax						
Hong Kong Profits Tax	(7,219)	(9,268)	-	(1,418)	(7,219)	(10,686)
Overprovision in prior years						
Hong Kong Profits Tax	(27)	170	-	-	(27)	170
PRC enterprise income tax	28	11	-	-	28	11
	1	181	-	-	1	181
Deferred tax (charge) credit	(48,107)	(77,987)	-	74	(48,107)	(77,913)
	<u>(55,325)</u>	<u>(87,074)</u>	<u>-</u>	<u>(1,344)</u>	<u>(55,325)</u>	<u>(88,418)</u>

Hong Kong Profits Tax is calculated at 17.5% (2006: 17.5%) of the estimated assessable profit for the year.

The PRC enterprise income tax is calculated at the rates prevailing in the PRC.

7. PROFIT FOR THE YEAR FROM DISCONTINUED OPERATIONS

	2007	2006
	HK\$'000	HK\$'000
Turnover	-	659,857
Cost of sales	-	(452,305)
Direct operating expenses	-	(11,154)
Other income	-	8,513
Selling and marketing expenses	-	(92,692)
Administrative expenses	-	(104,698)
Allowance for doubtful debts written off	-	(1,698)
Finance costs	-	(2,009)
Profit before taxation	-	3,814
Taxation	-	(1,344)
Profit for the year	<u>-</u>	<u>2,470</u>

8. EARNINGS PER SHARE

The calculation of the basic earnings per share attributable to the ordinary equity holders of the Company is based on the following data:

	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>
Earnings		
Earnings for the purpose of basic earnings per share	<u>487,677</u>	<u>532,392</u>

	2007	2006
Number of shares		
Weighted average number of ordinary share for the purpose of basic earnings per share	<u>1,365,653,523</u>	<u>1,122,678,181</u>

No diluted earnings per share has been presented in respect of the Company's potential ordinary shares as the exercise price of these potential ordinary shares was higher than the average market price of the shares for both years.

No effect on earnings and number of shares due to the dilutive potential share on the share of results of a listed associate has been presented as the exercise price of these potential ordinary shares of the associate was higher than the average market price of the shares of the associate for both years.

From continuing operations

The calculation of the basic earnings per share from continuing operations attributable to the ordinary equity holders of the Company is based on the following data:

	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>
Profit for the year attributable to equity holders of the Company	487,677	532,392
Less: Profit for the year from discontinued operations, net of minority interests	<u>–</u>	<u>2,185</u>
Earnings for the purpose of basic earnings per share from continuing operations	<u>487,677</u>	<u>530,207</u>

From discontinued operations

Basic earnings per share for discontinued operations was HK\$0.002 per share, based on the profit for the year ended 31st March, 2006 from discontinued operations of HK\$2,185,000.

9. DIVIDENDS

	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>
Recognised as distribution:		
2007 interim dividend of HK\$0.04 (2006: HK\$0.05) per share	56,527	56,134
2006 final dividend of HK\$0.051 (2005: HK\$0.068) per share	68,706	76,342
	<u>125,233</u>	<u>132,476</u>
Proposed:		
2007 final proposed dividend after the balance sheet date of HK\$0.06 (2006: HK\$0.051) per share	<u>96,997</u>	<u>68,706</u>

The final dividend proposed of HK\$0.06 (2006: HK\$0.051) per share has been proposed by the directors and is subject to approval by the shareholders in the forthcoming annual general meeting.

10. DEBTORS, DEPOSITS AND PREPAYMENTS

In general, the Group allows credit periods ranging from 0 days to 30 days to its customers.

Receivables arising from dealing in securities and futures contracts are settled in one or two days after trade date. Advances and share margin loans are secured by clients' pledged securities. Advances are repayable within one year and share margin loans are repayable on demand. No aged analysis is disclosed in respect of receivables from dealing in securities and futures, advances and share margin loans as, in the opinion of the directors, the aged analysis does not give relevant information in view of their nature.

An aged analysis of trade debtors at the balance sheet date is set out as follows:

	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>
0 – 30 days	4,360	5,254
31 – 90 days	339	843
91 – 180 days	103	101
Over 180 days	121	29
	<u>4,923</u>	<u>6,227</u>
Receivables from dealing in securities and futures	104,103	78,988
Advances and share margin loans	80,622	185,495
Other receivables, deposits and prepayments	49,237	39,566
	<u>238,885</u>	<u>310,276</u>

11. CREDITORS, CUSTOMERS' DEPOSITS AND ACCRUED CHARGES

An aged analysis of trade payables at the balance sheet date is set out as follows:

	2007 <i>HK\$'000</i>	2006 <i>HK\$'000</i>
0 – 90 days	16,919	2,297
91 – 180 days	–	–
Over 180 days	5,565	7,948
	<u>22,484</u>	10,245
Payables of dealing in securities and futures	162,961	165,423
Other payables, customers' deposits and accrued charges	286,134	88,691
	<u>471,579</u>	<u>264,359</u>

FINAL DIVIDEND

The Board declared the payment of a final dividend of HK\$0.06 per share (“Final Dividend”) for the year ended 31st March, 2007, amounting to approximately HK\$97.0 million, subject to the approval of the shareholders at the forthcoming annual general meeting of the Company to be held on 20th September, 2007. If approved, the Final Dividend will be paid on 4th October, 2007 to shareholders whose names appear on Register of members of the Company on 20th September, 2007.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed, for the purpose of determining shareholders' entitlement to the Final Dividend, from 18th September, 2007 (Tuesday) to 20th September, 2007 (Thursday) (both days inclusive), during which period no share transfer will be effected.

In order to qualify for the Final Dividend, all transfers accompanied by the relevant share certificates must be lodged with the Company's Share Registrar in Hong Kong, Secretaries Limited (to be renamed as Tricor Secretaries Limited with effect from 1st August, 2007), at 26th Floor, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong for registration no later than 4:00 p.m. on 17th September, 2007 (Monday).

MANAGEMENT DISCUSSION AND ANALYSIS

For the 12 months ended 31st March, 2007, the Group recorded turnover of approximately HK\$408.5 million, a growth of 25% compared with HK\$325.7 million in the previous year. Net profit reached HK\$487.7 million (2006: HK\$532.4 million).

The Group's businesses benefited from an improving economy in Hong Kong and showed steady growth in turnover, while its investment properties continued to record substantial revaluation gains.

The Group also enjoyed contributions from associate company Emperor Entertainment Hotel Limited (“EEH”), whose flagship gaming project in Macau, the Grand Emperor Hotel, commenced business in January 2006. The associate company contributed approximately HK\$94.9 million during the Year, 64% up from HK\$57.9 million previously.

OPERATION REVIEW

Property Development and Investment

Property development and investment is the Group's core business, with rental income from investment properties being one of the Group's main income contributors during the Year. Turnover from investment property leases rose 26% to approximately HK\$164.7 million, compared with HK\$130.5 million in 2006.

The Group's investment property portfolio mainly consists of shops and offices in Hong Kong and Macau. A continuously improving economy and property market had resulted in satisfactory increment in rental rates and values of the properties. The Group maintained a high overall occupancy rate for its retail properties, which are mainly located at prime locations.

In line with an improving property market in Hong Kong, the Group recorded a revaluation gain of HK\$259.0 million (2006: HK\$370.7 million) from investment properties and HK\$79.0 million from its Repulse Bay development site (2006: HK\$104.0 million).

The Group recorded a gain of HK\$63.4 million on disposal of investment properties and HK\$3.7 million from disposal of other properties, realising the gains resulted from an improved market. Profits from operations excluding the revaluation gain was HK\$185.0 million, compared with HK\$121.7 million previously.

Land supply is limited and land acquisition costs are high while there is an increasing demand for new flats in Hong Kong. With the management's property expertise, the Group has been able to identify and acquire several urban sites, and thus expanding its land bank. The sites range from approximately 4,000 to 10,000 square feet in size and are planned to be redeveloped into mid- to high-end residential or composite complexes, which are in growing demand and provide developers with lucrative returns.

The Group made positive and significant progress in its property development projects in Hong Kong as well as in mainland China. In Hong Kong, the Group has a multi-function beach-front leisure and recreation complex in Repulse Bay under construction. The 151,000 square feet project is in an advanced stage of development with superstructure works in progress. It is expected to generate long-term rental income for the Group upon its completion, currently targeted to be in early 2008.

In China, the Group has a commercial/residential composite development project underway in Xiamen. The Phase II development of Riverside Garden at Xiamen is expected to be completed in late 2008, with pre-sale of residential units commencing later this year in 2007. The Group is optimistic toward the sales of the residential units in Xiamen which recorded one of the highest growth in the property markets of mainland cities.

During the year, the Group announced the acquisition of an 88,420 square feet site along Chang'an Avenue East in Beijing. The Group plans to develop the site into a comprehensive commercial complex, comprising a retail podium with high-end entertainment hot spots and a Grade-A office tower. The investment marks the Group's expansion into the Beijing property market. Clearance work will commence in the immediate future.

Hotel

The Group's Emperor (Happy Valley) Hotel recorded a steady improvement during the Year. Turnover for the hotel rose 10% to approximately HK\$69.5 million from HK\$63.3 million in 2006. Revenue mainly came from the hotel's 150 guest rooms as well as food and beverage from the karaoke lounge and coffee shop.

Profits doubled to HK\$8.3 million, from HK\$4.1 million previously following a change of targeted customers from tour groups to corporate clients who came to the territory for attending trade shows and frequent individual travellers.

To better serve the corporate market, the hotel had been upgrading the inroom amenities and increased the number of non-smoking rooms. It had also revamped the online booking operations and established cooperation with various Internet travel agents. With the continued efforts to target high-yield corporate clients, the hotel has boosted its average room rate with hotel occupancy standing at approximately 90%. The hotel saw a revenue mix of corporate business and tour groups of 60:40, against 40:60 previously, which would be more stable and balanced for the Group in the long run.

Securities brokerage, financing and consultancy

The Group ran a securities and futures brokerage operation which provides retail investors with brokerage services on securities, futures and options trading on exchanges in Hong Kong, Japan and the United States. This operation provides margin financing for initial public offerings and stock purchases, as well as other types of loans and advances to its clients. It also provides consultancy and advisory services in financing and mergers and acquisitions.

The segment experienced a growth in both turnover and profit. Turnover rose 22% to HK\$155.3 million (2006: HK\$127.6 million) and profit climbed 12% to HK\$73.1 million (2006: HK\$65.1 million).

As part of the Group's plan to redefine itself as a property player, the Group had spun off the brokerage and financing operations to Emperor Capital Group Limited ("ECG") which became separately listed on the main board of Hong Kong Stock Exchange on 24 April 2007. The shares of ECG were mainly distributed to shareholders of the Group by way of special dividend and subscribed by the Group's shareholders by a preferential offer. The spin-off was structured to unlock the value for the Group's shareholders and enable the brokerage and financing operations to grow as a separate listed entity.

PROSPECTS

The Group has transformed into a property investor and developer following the earlier disposal and discontinuation of non-core businesses and the spin-off of the brokerage and financing operations after the end of the reporting Year. With regard to property investment, the Group will continue to look for acquisition opportunities of good quality high-street shops and shopping malls at prime locations in light of an improving retail property market.

In order to achieve higher yields from rental income, the Group will also continue to improve the asset quality of its investment properties, by replacing non-core premises with properties that have a higher prospect for capital and rental gain, and by upgrading the quality of tenants as well as by implementing value-added improvement schemes on its properties.

The Group will carry on the construction of its Repulse Bay multi-function complex. The project is currently undergoing curtainwalling and internal finishing. The complex is expected to be completed in 2008.

With regard to property development, the Group has acquired controlling shares of several urban sites in Hong Kong to redevelop them into high-quality residential or commercial/residential projects. Those sites were bought at the lower range of average market prices, and have since appreciated in value. The Group expects to receive a capital gain should these sites be sold in the market.

In China, the Group hopes to receive revenue in the following financial year from the pre-sales of its Xiamen residential project, which is expected to be completed in late 2008. The Group plans to commence the clearance of existing structures and units at the Beijing site. The Grade-A office tower to be erected on site is expected to be completed in late 2010.

The management will continue to explore opportunities to expand its land bank and development portfolio in Hong Kong, Macau and in Mainland China.

In June 2007, the Group announced a placement of 282,634,000 shares to raise approximately HK\$607.6 million from a number of strategic investors. The proceed of placing shares, representing 20% of existing capital, would be used to fund its property projects and as working capital for its expansion. As part of the corporate restructuring and subject to shareholders' approval, the Group would increase its stake in EEH from 34.8% to approximately 41.4%, while EEH's effective interest in Grand Emperor Hotel would be lifted to 50% from 45% with 100% interest in the management of two VIP rooms in the hotel. The restructuring would help to streamline the Group's holding structure and increase corporate transparency. The Group expects to receive substantial contribution from its gaming platform.

Looking ahead, the Group expects to enjoy ongoing profit contributions from EEH as well as strong cash-flows through its dividends distribution. The Group will also closely monitor the performance of all its business segments to maximise returns for its shareholders and investors.

CAPITAL STRUCTURE, LIQUIDITY AND FINANCIAL RESOURCES

As at 31st March, 2007, the total external borrowings (excluding payables) amounted to approximately HK\$2,737.1 million and the Group maintained a debt to total assets ratio of 34% (measured by total external borrowings as a percentage to the total asset value of the Group). In addition to its share capital and reserves, the Group made use of cashflow generated from operations, bank borrowings and unsecured loans from a shareholder and related companies to finance its operations. The Group's bank borrowings were denominated in Hong Kong Dollars and their interest rates followed market rates. The Group's bank balances and cash were mostly Hong Kong dollars. The Group had no material exposure to fluctuations in exchange rates. Besides, the Group had no material contingent liabilities as at the year end date.

STAFF COSTS

The total cost incurred for staff including directors' emoluments amounted to HK\$131.8 million during the Year as compared with HK\$296 million in the last corresponding year. The number of staff was approximately 300 as at the end of the year.

ASSETS PLEDGED

Assets with carrying value of HK\$4,909.0 million were pledged as security for banking facilities.

CORPORATE GOVERNANCE

The Company had complied throughout the Year with all the provisions of the Code on Corporate Governance Practices as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited except that the Non-executive Directors of the Company were not appointed for a specific term, however, in accordance with the bye-laws of the Company, one-third of the Directors for the time being shall retire from office by rotation (provided that every Director shall be subject to retirement at least once every three years) and be eligible for re-election at the annual general meeting of the Company.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the Year.

PUBLICATION OF THE AUDITED ANNUAL RESULTS AND ANNUAL REPORT

The annual results announcement is published on the website of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") (<http://www.hkex.com.hk>) and the Company's website (<http://www.emp163.com>). The annual report will be dispatched to the shareholders of the Company and will be available on websites of the Stock Exchange and the Company in due course.

By Order of the Board
Emperor International Holdings Limited
Luk Siu Man, Semon
Chairperson

Hong Kong, 18th July, 2007

As at the date hereof, the Board of the Company comprises: 1. Chairperson: Ms. Luk Siu Man, Semon; 2. Managing Directors: Mr. Wong Chi Fai and Ms. Fan Man Seung, Vanessa; 3. Executive Directors: Mr. Cheung Ping Keung and Ms. Mok Fung Lin, Ivy; 4. Independent Non-Executive Directors: Mr. Wan Chi Keung, Aaron, Mr. Chan Man Hon, Eric and Mr. Liu Hing Hung.

* *for identification purposes only*