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遠東控股國際有限公司

Far East Holdings International Limited

(Incorporated in Hong Kong with limited liability)

(Stock Code: 36)

CONNECTED TRANSACTIONS IN RELATION TO

(1) ACQUISITION OF ADDITIONAL EQUITY INTEREST IN BEIJING GOLDEN MUSIC RESOURCES MANAGEMENT TECHNOLOGY CO. LTD

(2) SUBSCRIPTION AND SHAREHOLDERS' AGREEMENT RELATING TO WEALTH TREND INVESTMENT LIMITED

**Independent financial adviser to the
Independent Board Committee and independent Shareholders**



Quam Capital Limited

The Equity Transfer Agreements

On 14 October, 2008, Wealth Trend (an indirect wholly-owned subsidiary of the Company) entered into the Equity Transfer Agreements with each of Mr. Wang and Beijing Jie Yang under which Wealth Trend agreed to acquire 10% and 20% respectively of the total equity interest in the PRC Co. at an aggregate consideration of RMB7,500,000 (equivalent to HK\$8,640,750). The PRC Co. is currently owned as to 65% by Wealth Trend. Upon completion of the Equity Transfer Agreements, Wealth Trend will hold 95% equity interest in the PRC Co.. The considerations payable by Wealth Trend under the Equity Transfer Agreements will be payable in cash at completion of the Acquisitions.

The Subscription and Shareholders' Agreement

GSI and Wealth Trend entered into the Subscription and Shareholders' Agreement with the Subscribers for the subscription of 2,686,599 Wealth Trend Shares by Maxi Wealth, 2,453,217 Wealth Trend Shares by Mr. Wang, 2,000,025 Wealth Trend Shares by Ms. Dong and 1,427,424 Wealth Trend Shares by Mr. Yang at the subscription price of HK\$1.00 per Wealth Trend Share. The completion of the Subscription and Shareholders' Agreement is conditional upon, inter alia, all the relevant consents and approval from all relevant PRC regulatory authorities required for the Acquisitions having been obtained. The aggregate proceeds from the subscription for Wealth Trend Shares by the Subscribers amounting to HK\$8,567,265 will be applied towards payment by Wealth Trend of the considerations under the Equity Transfer Agreements.

As Mr. Wang is a director and substantial shareholder of the PRC Co. and Beijing Jie Yang is a substantial shareholder of the PRC Co., both are connected persons of the Company and the Acquisitions constitute connected transactions of the Company. Given that the total consideration of the Acquisitions is less than HK\$10,000,000 and the applicable percentage ratios are less than 25%, the Acquisitions are only subject to the reporting and announcement requirements set out in rules 14A.45 to 14A.47 of the Listing Rules and are exempt from the independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

In respect of the Subscriptions, as Mr. Wang is a connected person of the Company, the Subscription by Mr. Wang constitutes a connected transaction of the Company and is subject to the reporting, announcement and independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

The Independent Board Committee has been established to advise the independent Shareholders in relation to the Subscription and Shareholders' Agreement and the Board has on 3 October 2008 appointed Quam Capital Limited as the independent financial adviser to the Independent Board Committee and independent Shareholders in this regard.

A circular of the Company containing, among other things, further details of the Subscription and Shareholders' Agreement, the letter from the Independent Board Committee, the advice of the independent financial adviser to the Independent Board Committee and the independent Shareholders and notice of the extraordinary general meeting to consider the Subscription and Shareholders' Agreement will be dispatched to the Shareholders as soon as practicable.

The Board is pleased to announce that Wealth Trend, an indirect wholly-owned subsidiary of the Company, entered into the Equity Transfer Agreements with Mr. Wang and Beijing Jie Yang respectively on 14 October, 2008 to acquire a further 30% of the total equity interest in the PRC Co.

THE EQUITY TRANSFER AGREEMENT A

Date : 14 October, 2008

Parties

Transferor : Mr. Wang

Transferee : Wealth Trend, an indirect wholly-owned subsidiary of the Company

Asset to be acquired under the Equity Transfer Agreement A

10% of the total equity interest in the PRC Co.

THE EQUITY TRANSFER AGREEMENT B

Date : 14 October, 2008

Parties

Transferor : Beijing Jie Yang

Transferee : Wealth Trend, an indirect wholly-owned subsidiary of the Company

Asset to be acquired under the Equity Transfer Agreement B

20% of the total equity interest in the PRC Co.

Consideration for the Acquisitions

The considerations payable by Wealth Trend to the Transferors under the Equity Transfer Agreements, amounting in aggregate to RMB7,500,000 (equivalent to approximately HK\$8,640,750), are as follows:

Name of Transferor	Percentage of equity interest in the PRC Co. to be transferred	Consideration	
		RMB	(Equivalent to approximately HK\$)
	%		
Mr. Wang	10	2,500,000	2,880,250
Beijing-Jie Yang	20	5,000,000	5,760,500
Total	30	7,500,000	8,640,750

The considerations for the Acquisitions payable by Wealth Trend to the Transferors will be wholly satisfied by way of cash subject to fulfillment of the conditions precedent of the Equity Transfer Agreements.

The original investment cost to Mr. Wang in respect of his 10% interest in the PRC Co. was RMB2,500,000 (equivalent to approximately HK\$2,880,250), and the original investment cost to Beijing Jie Yang in respect of its 20% interest in the PRC Co. was RMB5,000,000 (equivalent to approximately HK\$5,760,500).

The unaudited net asset value attributable to the 30% equity interests in the PRC Co. was approximately RMB6,204,806 (equivalent to approximately HK\$7,148,557) as at 30 June 2008.

The consideration for the Acquisitions was determined after arm's length negotiations between Wealth Trend and each of the Transferors at the cost of the equity interest in the PRC Co. being sold by Mr. Wang and Beijing Jie Yang.

Payment of the consideration for the Acquisitions

The consideration for the Acquisitions is to be paid by Wealth Trend to the Transferors within 14 business days after fulfillment of the conditions precedent of completion of all formalities for the transfer of the equity interests in the PRC Co. under the Equity Transfer Agreements, including the approval of Equity Transfer Agreements from the original approval authority of the PRC Co. having been obtained, to which the Equity Transfer Agreements is subject.

The Equity Transfer Agreements are not inter-conditional. However, it is the intention of Wealth Trend and the Transferors that completion of both Equity Transfer Agreement A and Equity Transfer Agreement B shall take place at the same time after the necessary regulatory approvals have been obtained.

The completion date of the Acquisitions

The date of completion of the Acquisitions shall be the date of payment by Wealth Trend of the consideration under the Equity Transfer Agreements after all the approval for the Acquisitions having been obtained from all relevant PRC regulatory authorities and all documents in relation to the Acquisitions having been registered by the original approval authority of the PRC Co.

INFORMATION ABOUT THE PRC CO.

The PRC Co. is a limited liability company established in the PRC on 13 August 2007 with a registered capital of RMB25,000,000 and owned as to 65% by Wealth Trend, as to 10% by Mr. Wang, as to 20% by Beijing Jie Yang and as to the remaining 5% by 金蜂通信有限責任公司 (GoldCellCom Co., Ltd). The registered capital of the PRC Co. is RMB25,000,000 which was fully paid up.

The principal business activities of the PRC Co. are the development of music software and piped music playing equipments, provision of piped music management services and provision of technology transfer, technical support, consulting and training. The PRC Co. has signed a contract with the Music Copyright Society of China (中國音樂著作權協會) for collaboration on the development of piped music library, manufacture of piped music playing equipments and provision of piped music playing services. The PRC Co. acquired a patent and is in the course of applying for two more patents all registered or to be registered at the State Intellectual Property Office of PRC in relation to the technology of a promotional and management system of downloading and playing piped music. The patent now owned by the PRC Co. will remain in force for 20 years from its date of registration in 2007. Such patent had been included in the audited financial statements of the PRC Co. for the period up to 31 December, 2007 at the acquisition cost which was based on an appraisal by an independent valuer.

According to the audited financial statements of the PRC Co. prepared in accordance with accounting principles generally accepted in the PRC for the period from the date of incorporation of the PRC Co. (i.e. 13 August 2007) to 31 December 2007, the PRC Co. incurred a net loss (both before and after tax) of approximately RMB1,365,147 (equivalent to approximately HK\$1,572,785) for such period.

The Board also announces that GSI and Wealth Trend, both wholly-owned subsidiaries of the Company, entered into the Subscription and Shareholders' Agreement with the Subscribers in relation to the Subscriptions.

THE SUBSCRIPTION AND SHAREHOLDERS' AGREEMENT

Date : 14 October, 2008

Parties

Subscribers : (i) Maxi Wealth
(ii) Mr. Wang
(iii) Ms. Dong
(iv) Mr. Yang

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, Maxi Wealth and its ultimate beneficial owner are third parties independent of the Company and its connected persons, and Ms. Dong and Mr. Yang are third parties independent of the Company and its connected persons.

Mr. Wang is a director and a substantial shareholder of the PRC Co., a subsidiary of the Company.

Wealth Trend, an indirect wholly-owned subsidiary of the Company which at present holds a 65% equity interest in the PRC Co., has agreed to issue the Subscription Shares to the Subscribers on and subject to the terms and conditions of the Subscription and Shareholders' Agreement.

GSI, a wholly-owned subsidiary of the Company and the sole shareholder of Wealth Trend, has joined as a party to the Subscription and Shareholders' Agreement together with Wealth Trend to provide certain representations and warranties to the Subscribers.

The Subscriptions

The issued share capital of Wealth Trend prior to the completion of the Subscriptions is 18,570,072 Wealth Trend Shares, all of which are beneficially owned by GSI.

1. Maxi Wealth will subscribe for 2,686,599 Wealth Trend Shares (representing 9.9% of the issued share capital of Wealth Trend as enlarged by the Subscription).
2. Mr. Wang will subscribe for 2,453,217 Wealth Trend Shares (representing 9.04% of the issued share capital of Wealth Trend as enlarged by the Subscription).
3. Ms. Dong will subscribe for 2,000,025 Wealth Trend Shares (representing 7.37% of the issued share capital of Wealth Trend as enlarged by the Subscription).
4. Mr. Yang will subscribe for 1,427,424 Wealth Trend Shares (representing 5.26% of the issued share capital of Wealth Trend as enlarged by the Subscription).

The Subscription Shares, when issued and fully paid, will rank pari passu in all respects with each other and other Wealth Trend Shares then in issue as at the date of allotment and issue of the Subscription Shares.

Payment terms

The aggregate subscription price of HK\$8,567,265 will be payable in cash by the Subscribers upon completion of the Subscription. The subscription price of HK\$1.00 per new Subscription Share was agreed after arm's length negotiations between the Subscribers and Wealth Trend and being a price acceptable to them with reference to the consideration payable by Wealth Trend for the Acquisitions.

Conditions precedent

Completion of the Subscription and Shareholders' Agreement is conditional upon:

- (1) approval by the Shareholders (save for such Shareholders required to abstain from voting (if any) under the Listing Rules) in a general meeting of the Subscription and Shareholders' Agreement and the transactions contemplated under the Subscription and Shareholders' Agreement, including the allotment and issue of the Subscription Shares pursuant to the terms of the Subscription and Shareholders' Agreement, in accordance with the requirements of the Listing Rules;
- (2) all the relevant consents and approval from all relevant PRC regulatory authorities required for the Acquisitions pursuant to the Equity Transfer Agreements having been obtained; and
- (3) all such other necessary approvals and consents (if any) required for the execution of the Subscription and Shareholders' Agreement and the performance of the transactions hereby contemplated being obtained.

Completion

Completion of the Subscriptions will take place on the fifth business day after the satisfaction of the conditions precedent set out above or on such other date as the parties may agree. If the conditions precedent have not been satisfied on or before 30 November 2008, the Subscription and Shareholders' Agreement shall lapse and no party shall, save for any antecedent breach, have any claim of any nature under the Subscription and Shareholders' Agreement against the other parties.

Board representation

(i) Board of directors of Wealth Trend

The board of directors of Wealth Trend will consist of 5 members, of which 3 will be nominated by GSI while each of Maxi Wealth and Mr. Wang will be entitled to nominate one director. GSI shall have the right to appoint the chairman of the board of Wealth Trend from the directors appointed by it and shall have the right to appoint the chief executive officer of Wealth Trend.

(ii) Board of directors of the PRC Co.

Wealth Trend shall use its best endeavors to procure that the board of directors of the PRC Co. shall comprise 5 members, of which 4 shall be nominated by Wealth Trend and 1 shall be nominated by the PRC joint venture partner of the PRC Co. (holding 5% of its total equity interest). Of the 4 directors nominated by Wealth Trend, one shall be chosen by Maxi Wealth.

Shareholders' consent

The following actions of Wealth Trend or any of its subsidiaries shall be subject to the prior approval of all Wealth Trend Shareholders:

- (i) change of the scope of business or incorporation of any new subsidiaries for the purpose of conducting business outside the present scope of business;
- (ii) the entering into of any transaction, contract or incur any debt or liability which (1) is not on an arm's length basis; (2) is not in the ordinary course of business of Wealth Trend or its subsidiary concerned; or (3) which would constitute a connected transaction of Wealth Trend had Wealth Trend been listed on the Stock Exchange;
- (iii) sale of assets or business or merger of present business with any other company, partnership or entity;
- (iv) acquisition of the share capital or business of any other company, including the establishment of any subsidiary or joint venture;
- (v) issue any new shares or securities convertible into shares or options to subscribe for shares;
- (vi) taking steps for winding-up or liquidation;
- (vii) any change to the memorandum and articles of association or constitutional documents; or

- (viii) obtaining of funding or banking facilities from banks or financial institutions for which guarantee(s) is/are required to be given by the shareholders of Wealth Trend or its subsidiaries in favour of the banks or financial institutions as a security for such facilities.

Finance

The sources of future funding requirement of Wealth Trend shall be determined by the board of directors of Wealth Trend from time to time and shall be in the form of (i) loan from banks or financial institutions; (ii) shareholders' loan; and/or (iii) subscription of new Wealth Trend Shares by the Wealth Trend Shareholders on a pro-rata basis.

If shareholders' funding is required, the Wealth Trend Shareholders shall provide funds in the proportions equal to their respective percentage shareholdings in Wealth Trend.

In the event that any funding by banks or financial institutions is required and that guarantee(s) is required to be given in favour of such banks or financial institutions, subject to prior approval of all Wealth Trend Shareholders, each Wealth Trend Shareholder shall provide such guarantee(s) for the benefit of Wealth Trend on a pro rata and several basis by reference to its percentage shareholdings in Wealth Trend.

Pre-emption on new issue of Wealth Trend Shares

In the event of any new issue of Wealth Trend Shares to any party, Wealth Trend shall first be offered to the Wealth Trend Shareholders for subscription pro-rata to their respective percentage shareholding in Wealth Trend. The portion of new Wealth Trend Shares not subscribed for any Wealth Trend Shareholder may be taken up by the other Wealth Trend Shareholders.

Transfer restrictions

(i) Tag-along right

If GSI receives an offer from an outside party to purchase all or any of its Wealth Trend Shares, each of the Subscribers may by notice require to sell up to such number of the Wealth Trend Shares proposed to be sold to the outsider in proportion to its or his or her shareholding percentage in Wealth Trend, and GSI can sell the remaining portion of Wealth Trend Shares to the outsider.

(ii) Right of first refusal

If any of the Wealth Trend Shareholders wishes to transfer its Wealth Trend Shares to a third party, the other Wealth Trend Shareholders will have a pre-emption right to purchase such Wealth Trend Shares at the same terms and conditions being offered to such third party.

INFORMATION ABOUT WEALTH TREND

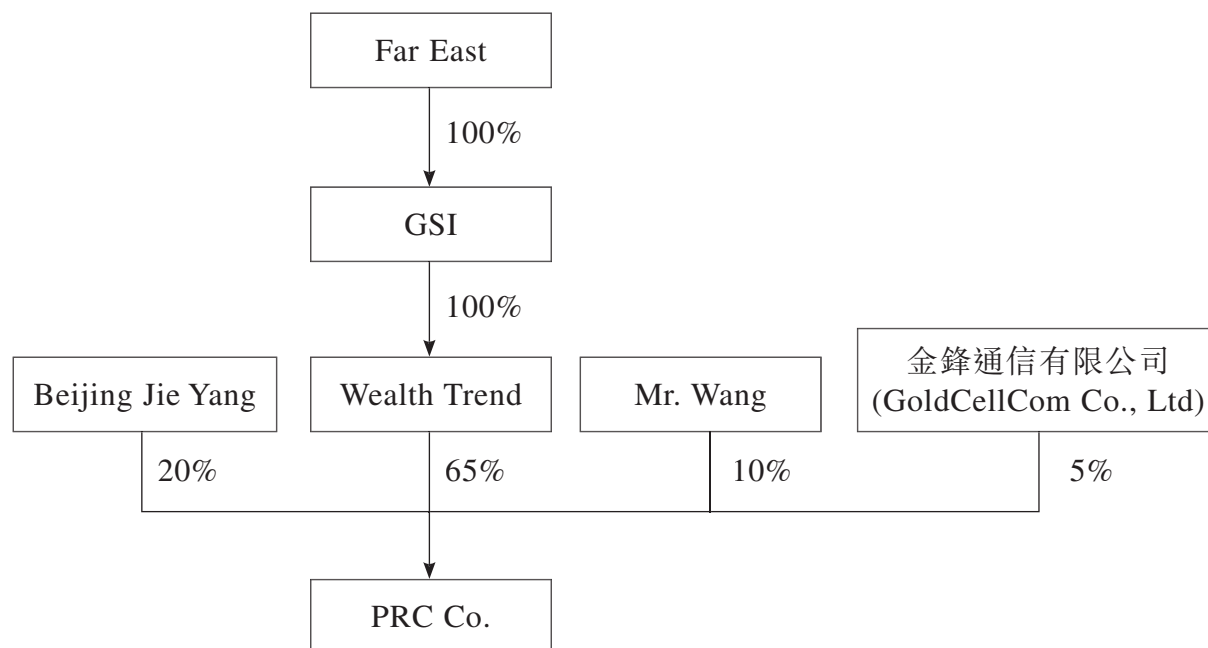
Wealth Trend is a company incorporated in Hong Kong on 11 April 2007 with limited liability and is beneficially wholly-owned by the Company (through GSI). The principal business activity of Wealth Trend is advertising and development of background music equipment and its principal asset is its 65% equity interest in the PRC Co.

According to the unaudited combined financial statements of Wealth Trend prepared in accordance with Hong Kong Financial Reporting Standards for the period from the date of incorporation of Wealth Trend (i.e. 11 April 2007) to 31 December 2007, Wealth Trend incurred a net loss (both before and after tax) of approximately HK\$1,094,832 during such period.

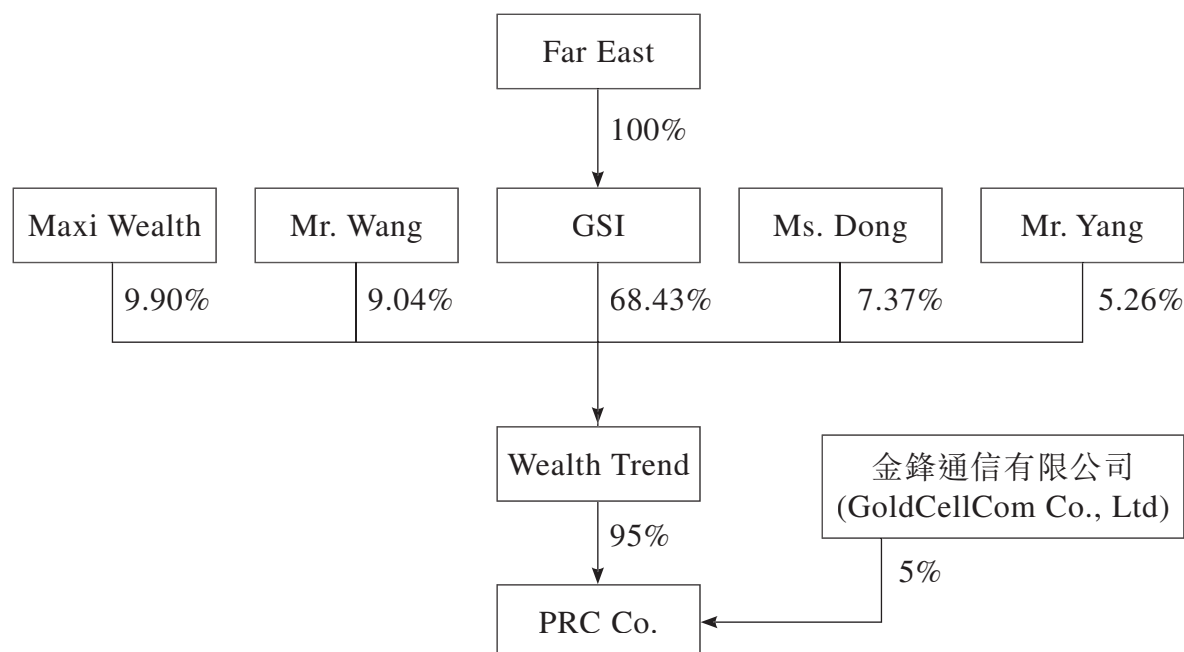
SHAREHOLDING STRUCTURE OF WEALTH TREND AND THE PRC CO. IMMEDIATELY PRIOR TO AND AFTER THE COMPLETION OF THE ACQUISITIONS AND THE SUBSCRIPTIONS

The following charts set out the simplified corporate structure of Wealth Trend and the PRC Co. immediately prior to and after the completion of the Acquisitions and the Subscriptions:

Immediately prior to the completion of the Acquisitions and the Subscriptions:



Immediately after the completion of the Acquisitions and the Subscriptions:



After completion of the Acquisitions and Subscriptions, the Group will continue to hold over half of the total issued shares of Wealth Trend and over half of the total equity interest of the PRC Co., and will control the majority of the board of directors of Wealth Trend and of the PRC Co. As the financial results of Wealth Trend and the PRC Co. will remain consolidated into the audited financial statement of the Group, Wealth Trend and the PRC Co. will continue to be subsidiaries of the Company.

FINANCIAL EFFECT OF THE SUBSCRIPTION ON THE GROUP

The Directors are of the view that, under the current accounting standard applied for preparation of financial statements of the Group, upon completion of the Subscriptions, no gain or loss will be recorded by the Group in respect of the Subscriptions.

REASONS FOR AND BENEFITS OF THE ACQUISITIONS AND THE SUBSCRIPTIONS

Upon completion of the Acquisitions and Subscriptions, Wealth Trend will be indirectly owned by the Company as to 68.43% which in turn will own the PRC Co. as to 95%. The Board believes that the Acquisitions and Subscriptions will increase the flexibility for future funding raising or separate listing of the PRC Co.

The gross and net proceeds of the Subscriptions are approximately HK\$8,567,265 and HK\$8,207,165. The Board intends to apply the net proceeds of the Subscriptions towards payment of the considerations by Wealth Trend under the Equity Transfer Agreements.

The Directors, including the independent non-executive Directors, believe that the terms of the Equity Transfer Agreements are fair and reasonable and in the interest of the Company and the Shareholders as a whole. The executive Directors and non-executive Directors also believe that the terms of the Subscription and Shareholders' Agreement are fair and reasonable and in the interest of the Company and the Shareholders as a whole, while the independent non-executive Directors withhold their views on the terms of the Subscription and Shareholders' Agreement until after having considered the advice from the independent financial adviser.

LISTING RULES IMPLICATIONS

As Mr. Wang is a director and substantial shareholder of the PRC Co. and Beijing Jie Yang is a substantial shareholder of the PRC Co., both are connected persons of the Company and the Acquisitions constitute connected transactions of the Company under Chapter 14 of the Listing Rules. Given that the total consideration of the Acquisitions is less than HK\$10,000,000 and the applicable percentage ratios are less than 25%, the Acquisitions are only subject to the reporting and announcement requirements set out in rules 14A.45 to 14A.47 of the Listing Rules and are exempt from the independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

In respect of the Subscriptions, as Mr. Wang is a connected person of the Company, the Subscription by Mr. Wang constitutes a connected transaction of the Company under the Listing Rules and is subject to the reporting, announcement and independent Shareholders' approval requirements. An ordinary resolution will be proposed at an extraordinary general meeting of the Shareholders to be held to approve the Subscription and Shareholders' Agreement with the vote on such resolution to be taken by way of poll. To the best of the Directors' knowledge, none of the Shareholders is materially interested in the Subscription and Shareholders' Agreement and no Shareholder will be required to abstain from voting at that meeting.

The Independent Board Committee has been established to advise the independent Shareholders in relation to the Subscriptions and the Board has on 3 October 2008 appointed Quam Capital Limited as the independent financial adviser to the Independent Board Committee and independent Shareholders in this regard.

A circular of the Company containing, among other things, further details of the Acquisitions and Subscriptions, the letter from the independent board committee, the advice of the independent financial adviser to the independent board committee and the independent Shareholders and notice of the extraordinary general meeting in relation to the Subscription and Shareholders' Agreement will be dispatched to the Shareholders as soon as practicable.

There is no prior transaction between the Company and each of (i) Mr. Wang; (ii) Beijing Jie Yang and its ultimate beneficial owner; (iii) Maxi Wealth and its ultimate beneficial owner; (iv) Ms. Dong; and (v) Mr. Yang which requires to be aggregated with the Subscriptions or the Acquisitions pursuant to Rule 14.22 or Rule 14A.25 of the Listing Rules.

GENERAL

The Company's principal business is to invest in potential businesses in PRC. Its subsidiaries and associates are engaged in information technology, copyright related business, maintenance and manufacture of aviation components, money lending, brand management business, securities investment and manufacturing and sales of garment products.

Beijing Jie Yang is a company incorporated in the PRC and is engaged in the business of provision of investment advisory and marketing planning.

Maxi Wealth is a company incorporated in Hong Kong and is an investment holding company.

DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context requires otherwise:

“Acquisitions”	the acquisitions of 30% in aggregate of the total equity interest in the PRC Co. pursuant to the Equity Transfer Agreements;
“Board”	means the board of Directors;
“Beijing Jie Yang”	北京杰洋天寶投資顧問有限公司 (Beijing Jie Yang Tianbao Investment Consultants Ltd.)*, a company incorporated in the PRC on 15 December 2005 with limited liability;
“Company”	Far East Holdings International Limited, a company incorporated in Hong Kong with limited liability, the shares of which are listed on the main board of the Stock Exchange;
“connected person(s)”	has the meaning ascribed thereto under the Listing Rules;
“Director(s)”	means a director or directors of the Company and shall, where the context so admits, include an alternate director;

“Equity Transfer Agreement A”	the equity interest transfer agreement entered into between Wealth Trend and Mr. Wang on 14 October, 2008 in relation to the transfer of a 10% of the total equity interest in the PRC Co.;
“Equity Transfer Agreement B”	the equity interest transfer agreement entered into between Wealth Trend and Beijing Jie Yang on 14 October, 2008 in relation to the transfer of a 20% of the total equity interest in the PRC Co.;
“Equity Transfer Agreements”	the Equity Transfer Agreement A and the Equity Transfer Agreement B;
“Group”	the Company and its subsidiaries;
“GSI”	Golden Star Investment Limited, a wholly-owned subsidiary of the Company;
“HK\$”	means Hong Kong dollars, the lawful currency of Hong Kong;
“Hong Kong”	means the Hong Kong Special Administrative Region of the People’s Republic of China;
“Independent Board Committee”	the independent board committee of the Company comprising Dr. Lee G. Lam, Mr. Hing Wah Yim and Mr. Eugene Yun Hang Wang appointed to advise the independent Shareholders on the terms of the Subscription and Shareholders’ Agreement;
“Listing Rules”	the Rules Governing the Listing of Securities on the Stock Exchange;
“Maxi Wealth”	Maxi Wealth Investments Limited, a limited company incorporated under the laws of Hong Kong;
“Ms. Dong”	Ms. Dong Shumei;
“Mr. Wang”	Mr. Wang Hong Quan;
“Mr. Yang”	Mr. Yang Xiang Dong;
“PRC”	the People’s Republic of China;

“PRC Co.”	Beijing Golden Music Resources Management Technology Co. Ltd. (北京金音源管理科技有限公司), a sino-foreign equity venture established in the PRC and a 65% owned subsidiary of the Company;
“RMB”	Renminbi, the lawful currency of the PRC;
“Shareholders”	shareholders of the Company;
“Stock Exchange”	The Stock Exchange of Hong Kong Limited;
“Subscription and Shareholders’ Agreement”	the subscription and shareholders’ agreement dated 14 October, 2008 entered into among GSI, Wealth Trend and the Subscribers in relation to the Subscriptions;
“Subscribers”	Maxi Wealth, Mr. Wang, Ms. Dong and Mr. Yang;
“Subscriptions”	the subscriptions for an aggregate of 8,567,265 Wealth Trend Shares by the Subscribers pursuant to the terms of the Subscription and Shareholders’ Agreement, and the term “Subscription by Mr. Wang” refers to his subscription for 2,453,217 Wealth Trend Shares pursuant to the Subscription and Shareholders’ Agreement;
“Subscription Price”	means HK\$1.00 per Wealth Trend Share for the Subscriptions;
“Subscription Shares”	means the aggregate of 8,567,265 new Wealth Trend Shares to be allotted and issued to Maxi Wealth, Mr. Wang, Ms. Dong and Mr. Yang upon completion of the Subscriptions;
“Transferors”	Mr. Wang and Beijing-Jie Yang who and which has agreed to sell their respective 10% and 20% equity interests in the PRC Co. pursuant to the Equity Transfer Agreements;
“Wealth Trend”	Wealth Trend Investment Limited, a company incorporated in Hong Kong and an indirect wholly-owned subsidiary of the Company;
“Wealth Trend Shareholder(s)”	the shareholder(s) of Wealth Trend;

“Wealth Trend Share(s)” share(s) of HK\$1.00 each in the capital of Wealth Trend;

“%” per cent.

By order of the Board
Far East Holdings International Limited
Duncan Chiu
Managing Director and Chief Executive Officer

* The unofficial English transliterations or translations are for identification purposes only.

For the purpose of illustration only, amounts denominated in RMB in this announcement have been translated into HK\$ at the rate of RMB1 = HK\$1.1521. Such translation should not be construed as a representation that the amounts in question have been, could have been or could be converted at any particular rate at all.

Hong Kong, 15 October, 2008

As at the date of this announcement, the executive Directors are Deacon Te Ken Chiu J.P., Mr. Duncan Chiu and Mr. Dennis Chiu, the non-executive Directors are Tan Sri Dato' David Chiu, Mr. Daniel Tat Jung Chiu, Mr. Derek Chiu, Mr. Desmond Chiu and Ms. Margaret Chiu; and the independent non-executive Directors are Dr. Lee G. Lam, Mr. Hing Wah Yim and Mr. Eugene Yun Hang Wang.