萬 裕 國 際 集 團 有 限 公 司 *

MAN YUE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 0894)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2009

RESULTS HIGHLIGHTS

- Revenue declined by 36.2% to HK$439,265,000
- Gross profit of HK$107,159,000, representing a gross margin of 24.4% (Interim 2008: 21.2%)
- EBITDA of HK$93,476,000, representing an EBITDA margin of 21.3% (Interim 2008: 15.2%)
- Profit for the period of HK$42,113,000, representing a net margin of 9.6% (Interim 2008: 7.9%)
- Net debt to equity ratio improved to 24.1% (Interim 2008: 39.1%)
- Interim dividend of HK0.5 cents per share

INTERIM RESULTS

On behalf of the Board of Directors (the "Board"), I am pleased to present the unaudited interim results of Man Yue International Holdings Limited (the "Company") and its subsidiaries (collectively the "Group") for the six months ended 30 June 2009 (the "Period") together with the comparative figures for the corresponding period.

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2009

	Notes	For the six months ended 30 June 2009 (Unaudited) HK$'000	2008 (Unaudited) HK$'000
Revenue	3 & 4	**439,265**	688,427
Cost of sales		**(332,106)**	(542,579)
Gross profit		**107,159**	145,848
Other income		**1,374**	1,551
Other gains/(losses), net		**3,183**	(1,677)
Selling and distribution costs		**(16,120)**	(23,954)
Administrative expenses		**(44,438)**	(70,303)
Other operating expenses		**(64)**	(253)
Changes in fair values of investment properties		**—**	7,700
Operating profit	5	**51,094**	58,912
Finance costs		**(5,935)**	(11,866)
Finance income		**2,929**	6,284
Net finance costs	6	**(3,006)**	(5,582)
Share of results of jointly-controlled entities		**(1,089)**	4,987
Share of results of an associate		**(408)**	2,459
		(1,497)	7,446
Profit before tax		**46,591**	60,776
Tax	7	**(4,478)**	(6,248)
Profit for the period		**42,113**	54,528
Profit attributable to:			
— equity holders of the Company		**42,831**	54,528
— minority interests		**(718)**	—
		42,113	54,528
Earnings per share for profit attributable to the equity holders of the Company	8		
— basic		**HK8.96 cents**	HK11.41 cents
— diluted		**HK8.96 cents**	HK11.41 cents
Interim dividend per share	9	**HK0.5 cents**	HK3.0 cents

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2009

	For the six months ended 30 June	
	2009	2008
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Profit for the period	**42,113**	54,528
Other comprehensive income:		
Fair value losses on available-for-sale investments, net of tax	**—**	(1,630)
Currency translation differences	**2,702**	77,245
Share of reserves of a jointly-controlled entity	**(36)**	1,584
Other comprehensive income for the period, net of tax	**2,666**	77,199
Total comprehensive income for the period	**44,779**	131,727
Total comprehensive income attributable to:		
— equity holders of the Company	**45,497**	131,727
— minority interests	**(718)**	—
	44,779	131,727

CONDENSED CONSOLIDATED BALANCE SHEET

As at 30 June 2009

	Notes	30 June 2009 (Unaudited) HK$'000	31 December 2008 (Audited) HK$'000
NON-CURRENT ASSETS			
Property, plant and equipment		**654,025**	677,912
Prepaid land premiums		**94,523**	95,517
Investment properties		**—**	29,500
Other intangible asset		**3,403**	—
Investments in jointly-controlled entities		**41,437**	42,716
Investment in an associate		**37,751**	35,851
Deposits on purchases of property, plant and equipment		**35,623**	29,953
Prepayments		**1,200**	1,650
Deferred tax assets		**2,067**	4,634
Total non-current assets		**870,029**	917,733
CURRENT ASSETS			
Inventories		**252,198**	305,898
Trade receivables	*10*	**300,185**	278,556
Prepayments, deposits and other receivables		**40,676**	84,227
Loans to a jointly-controlled entity		**63,171**	55,848
Due from jointly-controlled entities		**16,628**	15,624
Available-for-sale investments		**—**	2,570
Financial assets at fair value through profit or loss		**64**	38
Derivative financial instruments		**393**	1,984
Tax receivables		**8,480**	8,546
Cash and cash equivalents		**364,697**	406,466
Total current assets		**1,046,492**	1,159,757
CURRENT LIABILITIES			
Trade payables	*11*	**167,499**	182,987
Other payables and accrued liabilities		**62,181**	78,879
Derivative financial instruments		**523**	1,308
Tax payable		**4,146**	4,618
Bank loans		**389,924**	474,976
Finance lease payables		**—**	21
Dividend payables		**2,409**	5,078
Total current liabilities		**626,682**	747,867
NET CURRENT ASSETS		**419,810**	411,890

	30 June 2009 (Unaudited) *HK$'000*	31 December 2008 (Audited) *HK$'000*
TOTAL ASSETS LESS CURRENT LIABILITIES	**1,289,839**	1,329,623
NON-CURRENT LIABILITIES		
Bank loans	**214,914**	300,286
Provision for long service payments	**1,756**	1,578
Deferred tax liabilities	**6,073**	6,072
Deferred income	**60,813**	61,437
Total non-current liabilities	**283,556**	369,373
Net assets	**1,006,283**	960,250
EQUITY		
Share capital	**47,824**	47,809
Reserves	**947,260**	903,928
Proposed dividend	**2,391**	2,390
Equity attributable to equity holders of the Company	**997,475**	954,127
Minority interests	**8,808**	6,123
Total equity	**1,006,283**	960,250

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1 Basis of preparation

This condensed consolidated interim financial information for the six months ended 30 June 2009 has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34, "Interim Financial Reporting". The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2008, which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS").

2 Accounting policies

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2008, as described in those annual financial statements.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

The following new standards and amendments to standards are mandatory for the first time for the financial year beginning 1 January 2009:

- HKAS 1 (revised), 'Presentation of financial statements'. The revised standard prohibits the presentation of items of income and expenses (that is 'non-owner changes in equity') in the statement of changes in equity, requiring 'non-owner changes in equity' to be presented separately from owner changes in equity. All 'non-owner changes in equity' are required to be shown in a performance statement.

  Entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income).

  The Group has elected to present two statements: an income statement and a statement of comprehensive income. The interim financial statements have been prepared under the revised disclosure requirements.

- HKFRS 8, 'Operating segments'. HKFRS 8 replaces HKAS 14, 'Segment reporting'. It requires a 'management approach' under which segment information is presented on the same basis as that used for internal reporting purposes. Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker, who makes strategic decisions.

- Amendment to HKFRS 7, 'Financial instruments: disclosures'. The amendment increases the disclosure requirements about fair value measurement and amends the disclosure about liquidity risk. The Group will make additional relevant disclosures in its financial statements for the year ending 31 December 2009.

The following new standards, amendments to standards and interpretations are mandatory for the first time for the financial year beginning 1 January 2009:

- HKAS 23 (amendment) — Borrowing costs
- HKFRS 2 (amendment) — Share-based payment
- HKAS 32 (amendment) — Financial instruments: presentation
- HK(IFRIC) 9 (amendment) — Reassessment of embedded derivatives
- HKAS 39 (amendment) — Financial instruments: Recognition and measurement
- HK(IFRIC) 13 — Customer loyalty programmes
- HK(IFRIC) 15 — Agreements for the construction of real estate
- HK(IFRIC) 16 — Hedges of a net investment in a foreign operation

The adoption of the above standards, amendments to standards and interpretations, if relevant, did not have significant impact on the Company's consolidated accounts.

The following new standards, amendments to standards and interpretations have been issued, but are not effective for the financial year beginning 1 January 2009 and have not been early adopted:

- HKAS 39 (amendment) — Financial instruments: Recognition and measurement
- HKFRS 3 (revised) — Business combinations
- HK(IFRIC) 17 — Distributions of non-cash assets to owners
- HK(IFRIC) 18 — Transfers of assets from customers
- HKFRS 2 (amendment) — Share-based payments
- HKFRS 5 (amendment) — Non-current assets held for sale and discontinued operations
- HKFRS 8 (amendment) — Operating segments
- HKAS 1 (amendment) — Presentation of financial statements
- HKAS 7 (amendment) — Statement of cash flows
- HKAS 17(amendment) — Leases
- HKAS 36 (amendment) — Impairment of assets
- HKAS 38 (amendment) — Intangible assets
- HK(IFRIC) 9 (amendment) — Reassessment of embedded derivatives
- HK(IFRIC) 16 (amendment) — Hedges of a net investment in a foreign operation

3 Segment information

The Group's Executive Team, comprising all Executive Directors and headed by the Managing Director, is considered as the Chief Operating Decision Maker ("CODM"). The CODM reviews the performance of the Group on a regular basis.

As over 90% of the Group's business operations relate to the manufacturing, selling and distribution of electronic components, namely Aluminum Electrolytic Capacitors, the CODM makes decisions about resources allocation and performance assessment based on the entity-wide financial information. Accordingly, there is only one single reportable segment for the Group. Set out below is a summary list of key performance indicators reviewed by CODM on a regular basis:

	For the six months ended 30 June	
	2009	2008
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Revenue	**439,265**	688,427
Gross profit	**107,159**	145,848
Gross profit margin *(%)*	**24.4%**	21.2%
EBITDA	**93,476**	104,696
EBITDA margin *(%)*	**21.3%**	15.2%
Operating expenses	**60,622**	94,510
Operating expenses/Revenue *(%)*	**13.8%**	13.7%
Profit for the period	**42,113**	54,528
Net profit margin *(%)*	**9.6%**	7.9%

	As at 30 June 2009 (Unaudited) *HK$'000*	As at 31 December 2008 (Audited) *HK$'000*	As at 30 June 2008 (Unaudited) *HK$'000*
Total assets	**1,916,521**	2,077,490	2,238,097
Equity attributable to equity holders of the Company	**997,475**	954,127	946,831
Inventories	**252,198**	305,898	380,535
Inventory days	**138**	107	128
Trade receivables	**300,185**	278,556	343,541
Trade receivable days	**124**	79	91
Trade payables	**167,499**	182,987	327,617
Trade payable days	**92**	64	110
Total interest-bearing debts	**604,838**	775,283	824,186
Cash and cash equivalents	**364,697**	406,466	454,295
Net debts	**240,141**	368,817	369,891
Net debts to equity ratio *(%)*	**24.1%**	38.7%	39.1%

The following table presents the revenue and non-current assets of the Group by geographical segments:

Revenue

	For the six months ended 30 June 2009 (Unaudited) *HK$'000*	2008 (Unaudited) *HK$'000*
Hong Kong	**33,368**	63,943
Mainland China	**182,745**	214,032
Taiwan	**55,231**	266,297
Southeast Asia	**107,798**	68,700
Korea	**14,438**	19,632
Other countries	**45,685**	55,823
Total	**439,265**	688,427

Non-current assets

	30 June 2009 (Unaudited) *HK$'000*	31 December 2008 (Unaudited) *HK$'000*
Hong Kong	**17,021**	47,879
Mainland China	**813,160**	829,331
Other countries	**37,781**	35,889
Total	**867,962**	913,099

For the six months ended 30 June 2009, revenue of approximately HK$71,620,000 (for the six months ended 30 June 2008: HK$146,797,000) is derived from a single external customer.

4 Revenue

Revenue represents the net invoiced value of goods sold, after allowances for trade returns and discounts.

An analysis of revenue is as follows:

	For the six months ended 30 June	
	2009 (Unaudited) *HK$'000*	2008 (Unaudited) *HK$'000*
Manufacturing and trading of electronic components	**437,533**	673,898
Trading of raw materials	**1,732**	14,529
	439,265	688,427

5 Operating profit

The following items of unusual nature, size or incidence have been (credited)/charged to the operating profit during the Period:

	For the six months ended 30 June	
	2009 (Unaudited) *HK$'000*	2008 (Unaudited) *HK$'000*
Depreciation for property, plant and equipment	**39,920**	31,041
Amortisation of prepaid land premiums	**1,030**	1,009
Amortisation of other intangible asset	**—**	4
Fair value loss on derivative instruments		
— transactions not qualifying as hedges	**807**	3,834
Fair value (gain)/loss on short term investments	**(26)**	50
Gain on disposal of an investment property	**(500)**	(7,752)

6 Net finance costs

	For the six months ended 30 June	
	2009	2008
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Interest on bank loans	**(5,935)**	(11,859)
Interest on finance leases	**—**	(7)
	(5,935)	(11,866)
Interest income from term deposits and bank balances	**2,929**	6,284
Finance costs, net	**(3,006)**	(5,582)

7 Tax

	For the six months ended 30 June	
	2009	2008
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Current:		
Hong Kong	**—**	107
Mainland China	**1,888**	7,829
Overseas	**—**	6
	1,888	7,942
Deferred	**2,590**	(1,694)
Total tax charge for the period	**4,478**	6,248

Hong Kong profits tax has been provided at the rate of 16.5% (2008: 16.5%) on the estimated assessable profits arising in Hong Kong during the Period. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

In accordance with the relevant tax rules and regulations in Mainland China, certain of the Company's subsidiaries in Mainland China enjoy tax exemptions and reductions. Certain subsidiaries in Mainland China are subject to income taxes at applicable rates ranging from 12.5% to 25%.

The tax affairs of certain subsidiaries of the Group for prior years are currently reviewed by the Hong Kong Inland Revenue Department ("IRD"). In connection with the review by the IRD, notices of assessments were issued to the subsidiaries of the Group for the years from 1998 to 2002 and objections were lodged with the IRD. Tax reserve certificates of HK$8,480,000 were purchased as at the date of this announcement.

Whilst management considers that the subsidiaries have grounds to support their tax position for prior years, the outcome of the review remains undetermined at the date of this announcement. The Directors of the Company, after consultation with the Company's tax advisers, consider that it is premature to estimate the amount of potential liabilities, if any, that may arise from the review and accordingly no additional tax provision has been made in the financial statements as at 30 June 2009.

8 Earnings per share

The calculation of basic earnings per share is based on the profit for the Period attributable to ordinary equity holders of the Company of HK$42,831,000 (2008: HK$54,528,000), and the weighted average of 478,094,003 (2008: 477,981,580) ordinary shares in issue during the Period.

Diluted earnings per share for the six months ended 30 June 2008 and 30 June 2009 is the same as the basic earnings per share for the same periods as the Company's share options and warrants outstanding during the periods had an anti-dilutive effect on the earnings per share.

9 Interim dividend

The Board of Directors has resolved to declare an interim dividend for the six months ended 30 June 2009 of HK0.5 cents (2008: HK3.0 cents) in cash per share, totalling HK$2,391,000 payable on Friday, 16 October 2009 to shareholders whose names appear on the Register of Members of the Company on Friday, 25 September 2009.

10 Trade receivables

	30 June 2009 (Unaudited) ***HK$'000***	31 December 2008 (Audited) *HK$'000*
Trade receivables	**316,528**	294,043
Less: provision for impairment of trade receivables	**(16,343)**	(15,487)
	300,185	278,556

Trade receivables generally have credit terms ranging from 15 to 150 days.

An aging analysis of trade receivables at the balance sheet date, based on the payment due date and net of provisions, is as follows:

	30 June 2009 (Unaudited) ***HK$'000***	31 December 2008 (Audited) *HK$'000*
Neither past due nor impaired	**203,144**	210,447
1 to 3 months past due	**46,993**	57,029
4 to 6 months past due	**31,652**	1,610
7 to 12 months past due	**18,083**	8,840
Over 1 year past due	**313**	630
	300,185	278,556

11 Trade payables

An aging analysis of the trade payables at the balance sheet date, based on the invoice date, is as follows:

	30 June 2009 (Unaudited) *HK$'000*	31 December 2008 (Audited) *HK$'000*
Accounts payable:		
Less than 3 months	**67,996**	47,681
4 to 6 months	**45,804**	91,466
7 to 12 months	**23,048**	8,612
Over 1 year	**1,225**	4,161
	138,073	151,920
Bills payable	**29,426**	31,067
	167,499	182,987

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL RESULTS

Revenue for the six months ended 30 June 2009 (the "Period") was HK$439,265,000, representing a drop of 36.2% as compared with the same period last year. However, we are seeing improvements in the gross, EBITDA and net margin percentages.

Gross margin improved to 24.4% from 21.2%, EBITDA margin improved to 21.3% from 15.2% and net margin improved to 9.6% from 7.9%, as compared with the same period last year. These improvements were mainly attributable to the enhancement in the product mix and the significant reduction in manufacturing, selling, distribution and administrative overhead expenditures.

During the Period, a relatively larger proportion of new and advanced products was sold to customers and these products carry a higher profit margin. In addition, some of the orders for the lower margin products were intentionally turned down due to management's strategy to focus on higher value adding businesses.

As a result of various cost rationalization programs carried out in 2008, significant amount of manufacturing, selling, distribution and administrative overhead expenditures were saved. Labour cost reduced significantly due to implementation of new and streamlined manufacturing methodology and automation devices. Despite the fact that total employees of the Group reduced significantly, there was no material impact on the production capacity and product quality. Other manufacturing, selling and general administrative costs were also reduced significantly as new business processes were in place to enhance efficiency and productivity in all major operating areas. All these cost rationalization programs had strengthened the competitiveness of the Group against its key competitors.

Earnings before interest, tax, depreciation and amortization ("EBITDA") and profit for the period of the Company stood at HK$93,476,000 and HK$42,113,000 respectively. Basic earnings per share ("EPS") for the Period was HK8.96 cents.

The Board has resolved to declare an interim dividend of HK0.5 cents per share, totalling HK$2,391,000.

BUSINESS REVIEW

Electronic components

The size of the global Aluminum Electrolytic Capacitors ("E-Caps") market suffered a decline in early 2009 as a result of the continuation of the widespread global economic turmoil started in late 2008. During this period, sales of consumer electronic and computer products declined significantly which caused the E-Caps market size to shrink.

Most of the players in the E-Caps market suffered a significant reduction in business during the first half of 2009 while the business volume of the Group is still maintaining at a satisfactory level. The business volume in the first quarter was challenging but we saw rapid recovery of business volume in the second quarter. Being the fifth largest E-Caps manufacturer of the world, most of the customers who previously purchase more expensive but similar quality Japanese E-Caps have come to our Group for sourcing. During this period, sales of our own brands (SAMXON and X-Con) showed encouraging recoveries.

The production of aluminum foils was also keeping pace with the business volume of the Group's E-Caps operations. As at the present moment, the Group is able to produce close to half of the aluminum foils for internal consumption.

Research and Development

Being one of the most innovative E-Caps companies in the world, the Group is speeding up its pace for the development of technology break-through products. The initial launch of Electric Double-layer Capacitors in early 2009 was considered successful and such products are being tested and approved by customers. The Group is also seriously engaging in the development of next generation polymer capacitors that possess significant market growth potentials. This product is currently produced by only a few companies in the world. This product will be released to customers for testing and approval in early 2010.

Since 2004, the Group established close cooperative relationship with the Research Institute of Tsinghua University in Shenzhen ("Shenzhen Tsinghua"). This cooperative relationship has enabled the Group to stay ahead of its competitors in the research and development field. In June 2009, the Group renewed its cooperative relationship with Shenzhen Tsinghua for a second five-year term. This extension of cooperation will enable the Group to maintain as one of the technology leaders in the global E-Caps industry.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2009, the Group's gross borrowings in respect of bank loans amounted to HK$604,838,000 (31 December 2008: HK$775,283,000). Of this amount, HK$389,924,000 was included in current liabilities. This amount can be further divided into current portion of long term bank loans of HK$241,875,000; trade finance credits of HK$48,504,000 and revolving credits of HK$99,545,000. Included in non-current liabilities were bank loan facilities that is repayable between one to two years of HK$146,343,000 and repayable between two to five years of HK$68,571,000.

After deducting cash and cash equivalents of HK$364,697,000 (31 December 2008: HK$406,466,000), the Group's net borrowing amounted to HK$240,141,000 (31 December 2008: HK$368,817,000). The decrease in net borrowing was mainly due to the Group's strategic decision to strengthen cashflow, improvement in working capital management and suspension of capital expenditure during the Period. Shareholders' equity at 30 June 2009 was HK$997,475,000 (31 December 2008: HK$954,127,000). Accordingly, the Group's net borrowing to shareholder's equity ratio was 24.1% (31 December 2008: 38.7 %).

Net cash inflow from operating activities during the Period amounted to HK$129,169,000, which compared with an outflow of HK$51,930,000 for the corresponding period. This figure represents profit before tax of HK$46,591,000, adding back adjustments for non-cash items such as depreciation and amortization of HK$40,950,000 and adding net decrease in working capital and other adjustments of HK$41,628,000. The Group's net cash outflow for investing activities for the Period included purchases of non-current assets of HK$21,375,000, increase in investments in jointly controlled entities of HK$7,313,000 less proceeds from the sale of an investment property of HK$30,000,000.

The Group's financial statements are denominated in Hong Kong dollars. The Group conducts its business transactions mainly in Hong Kong dollars, Renminbi, United States dollars and Japanese yens. As Hong Kong dollar remained pegged to United States dollar, there is no material exchange risk in this respect. The Group receives Renminbi from its customers and at the same time incurs Renminbi expenditures. The receipts, however, cannot fully offset the payments in Renminbi and therefore appreciation of Renminbi during the Period caused an additional financial burden to the Group. The Group is now increasing its revenue within Mainland China and hopefully the additional receipts in Renminbi will eventually hedge against its Renminbi expenditures. The Group monitors its foreign exchange exposure in Japanese yens and Renminbi mainly by entering into foreign currency forward contracts. Most of the Group's long-term bank loan facilities are denominated in Hong Kong Dollars and carry interests at floating rates. Credit risk was hedged mainly through credit insurance policies.

EMPLOYMENT AND REMUNERATION POLICY

At 30 June 2009, the Group employed 77 employees in Hong Kong (30 June 2008: 84) and employed a total work force of approximately 3,645 (30 June 2008: 5,207) inclusive of its staff in China and overseas offices. Salaries, bonuses and benefits were determined with reference to market terms and the performance, qualifications and experience of individual employees.

OUTLOOK

The Group is cautiously optimistic of a recovery of business volume in the second half of 2009 as more orders have been received for new and advanced products.

With the Group's continuing commitments in research and development, several new types of components, other than E-Caps and Polymer Caps, will be launched in the coming financial periods. We will develop the Group into a multi-component manufacturer which focuses on the supply of several components to the high technology sectors such as advanced consumer electronic products, computer and peripherals, and industrial sectors such as renewable energy and power management. All these new components will enable the Group to broaden its business base in future.

With the encouragement of the PRC government to boost certain industrial sectors, such as computer motherboard, electrical appliances, telecommunication and renewable energy, in Mainland China, the Group is seeing additional business opportunities to grow its PRC sales. We expect this policy will continue in the foreseeable future.

We are also seeing signs of recovery in other major markets such as the United States, Europe, Japan and Southeast Asia.

With the improvement in the cashflow position of the Group, it is expected that the net gearing ratio will further improve towards the end of 2009.

Cost rationalization programs initiated by management in 2008 will also contribute to reducing operating costs and enhance profit margins for the rest of 2009 and the years beyond.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

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

CORPORATE GOVERNANCE

The Company has adopted all the Code Provisions set out in the Code on Corporate Governance Practices as set out in Appendix 14 to the Listing Rules and has complied with all the Code Provisions during the Period except for the following deviation:

All Independent Non-executive Directors ("INEDs") of the Company are not appointed for specific terms but are subject to retirement by rotation under Bye-law 87 of the Company's Bye-laws.

Save as disclosed above, the Company considers that sufficient measures have been taken to ensure that the corporate governance practices of the Company are in line with the Code Provisions.

COMPLIANCE WITH THE MODEL CODE

The Group has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules to govern securities transactions by the directors. After having made specific enquiry by the Company, all Directors have confirmed that they have fully complied with the Model Code throughout the Period.

AUDIT COMMITTEE

The Audit Committee of the Company (the "Audit Committee") comprises three members and all of whom are the INEDs. None of them is employed by or otherwise affiliated with the former or existing auditors of the Company.

The Audit Committee has reviewed with the management the accounting principles and practices adopted by the Group in the interim financial report for the Period.

REVIEW OF INTERIM RESULTS

The Audit Committee has reviewed the Group's interim report for the six months ended 30 June 2009 and the Company's external auditors, PricewaterhouseCoopers, has conducted a review of the interim financial information of the Group for the six months ended 30 June 2009 in accordance with Hong Kong Standard on Review Engagements 2400, "Engagements to Review Financial Statements" issued by the Hong Kong Institute of Certified Public Accountants.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from Monday, 21 September 2009 to Friday, 25 September 2009, both days inclusive, during which period no transfer of shares and no share of the Company will be issued upon exercise of any subscription right attaching to the outstanding options issued by the Company will be effected. In order to qualify for the interim dividend, all transfer, accompanied by the relevant share certificates, must be lodged for registration with the Company's Branch Share Registrar in Hong Kong, Tricor Tengis Limited at 26th Floor, Tesbury Centre, 28 Queen's Road East, Hong Kong not later than 4.00 p.m. on Friday, 18 September 2009.

PUBLICATION OF FURTHER INFORMATION

This announcement will be published on the Stock Exchange's website and the Company's website.

An interim report for the six months ended 30 June 2009 containing all the information required by the Listing Rules will be dispatched to shareholders and published on the websites of the Stock Exchange and the Company by the end of September 2009.

APPRECIATION

The Board would like to take this opportunity to express its gratitude to all members of the staff for their loyalty and dedication and the continuous support from our customers, suppliers, banks and shareholders.

MEMBERS OF THE BOARD

As at the date of this announcement, the board of directors of the Company comprises of Ms. Kee Chor Lin, Mr. Chan Yu Ching, Eugene, Mr. Ko Pak On and Mr. Tso Yan Wing, Alan as Executive Directors, and Dr. Li Sau Hung, Eddy, Mr. Lo Kwok Kwei, David and Mr. Mar Selwyn as INEDs.

By order of the Board
Man Yue International Holdings Limited
Kee Chor Lin
Chairman

Hong Kong, 31 August 2009

* *For identification purpose only*