



## NEO-CHINA GROUP (HOLDINGS) LIMITED

中新集團（控股）有限公司\*

*(Incorporated in Bermuda with limited liability)*

(Stock Code: 563)

### PURCHASES IN THE MARKET OF EXISTING SHARES BY INVEST GAIN LIMITED

Neo-China has been informed by its controlling shareholder, Invest Gain, a company wholly owned by Mr. Li Song Xiao, the Chairman of the Company, that from 29 November 2006 till 14 December 2006, Invest Gain acquired in the open market an aggregate of 50,730,000 shares at an average price (before expenses) of HK\$1.15 per Share. Therefore, Mr. Li Song Xiao and concert parties' (i.e. Invest Gain Ltd, Sinoeagle Pacific Ltd and Mr. Li Song Xiao himself) holding of aggregate shares has increased from 55.4% of the issued Shares to 56.2% of the issued Shares.

The purchases reflect Mr. Li Song Xiao's confidence in the future of the Company.

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Mr. Li Song Xiao has told the Company the purchases reflect his confidence in the future of the Company and his expectation that the PRC property market will thrive.

#### **Neo-China and Invest Gain**

Neo-China acts as an investment holding company. The principal activities of its subsidiaries are investment holding and investment in, of development, of real estate in the PRC.

Invest Gain is a controlling shareholder of Neo-China and is an investment holding company wholly owned by Mr. Li Song Xiao, the Chairman of Neo-China.

## **DEFINITIONS**

In this announcement, the following terms have the meanings set opposite them below:-

“HK\$”	Hong Kong dollars, the lawful currency of Hong Kong
“Invest Gain”	Invest Gain Limited, a company incorporated in the British Virgin Islands with limited liability wholly owned by Mr. Li Song Xiao, the Chairman of the Company
“Neo-China”	Neo-China Group (Holdings) Limited, a company incorporated in Bermuda with limited liability, whose shares are listed on the Main Board of the Stock Exchange
“Share(s)”	ordinary share(s) of HK\$0.01 each in the share capital of Neo-China

By Order of the Board  
**Neo-China Group (Holdings) Limited**  
**Li Song Xiao**  
*Chairman*

Hong Kong, 15 December, 2006

*At the date of this announcement, the board of Directors of Neo-China comprises Mr. Li Song Xiao as chairman, Mr. Liu Yi, Ms. Niu Xiao Rong, Mr. Yuan Kun and Ms. Liu Yan as Executive Directors and Ms. Nie Mei Sheng, Mr. Wang Shiyong and Mr. Zhang Qing Lin as independent Non-executive Directors.*

\* *For identification only*

Please also refer to the published version of this announcement in The Standard.