



LAI FUNG HOLDINGS

Lai Fung Holdings Limited
(Incorporated in the Cayman Islands with limited liability)

Announcement Changes in Directorate

The Directors of Lai Fung Holdings Limited announce the following changes:

- (a) Mr. Lim Por Yen was appointed a director at the extraordinary general meeting of the Company.
- (b) Mr. Lam Kin Ngok, Peter, stepped down as Chairman of the Board and Mr. Lim Por Yen has been elected Chairman of the Board.
- (c) Mr. Lam Kin Hong, Matthew, and Mr. Ho Wing Tim were appointed Chief Executive Officer and Deputy Chief Executive Officer respectively.
- (d) Mr. Chan Lap Wai resigned from the Board and Mr. Andrew Purcell has been appointed a Director of the Company.

The Directors of Lai Fung Holdings Limited (the "Company") are pleased to announce that at the extraordinary general meeting of the Company held today, an ordinary resolution in respect of the termination of the Undertaking (as defined in the circular to shareholders of the Company dated 15th August, 2002) and the appointment of Mr. Lim Por Yen as an additional director in accordance with Article 119 of the Articles of Association of the Company was duly passed.

At a Board Meeting of the Company held after the extraordinary general meeting, the Directors have also approved the following changes to the Board of the Company:

- (1) Mr. Lam Kin Ngok, Peter, has previously intimated to the Board of his wishes to devote his efforts to the operations of Lai Sun Development Company Limited and eSun Holdings Limited, and to be relieved from his duties as Chairman of the Board. Mr. Lam has, however, agreed to remain as a Director of the Company.

The Directors have accepted the proposal of Mr. Peter Lam with great reluctance but are gratified that Mr. Lam has agreed to remain on the Board. The Directors are confident that the experience and expertise of Mr. Peter Lam in the business of the Company will be invaluable to its future development.

The Directors have pleasure in announcing that Mr. Lim Por Yen has been elected Chairman of the Board with effect from 4th September, 2002, replacing Mr. Peter Lam. Mr. Lim is the founder of the Lai Sun Group and is currently the chairman and managing director of Lai Sun Garment (International) Limited, the honorary chairman of Lai Sun Development Company Limited, the chairman of Crocodile Garments Limited and an executive director of eSun Holdings Limited.

Mr. Lim has substantial experience in property development and investment in the mainland of China. He is also a well-known and highly respected philanthropist in the mainland having extensive business connections and good relationship with governmental authorities.

- (2) Following a recent review of the priorities and target of the Company set by senior management, the Directors have resolved, after detailed discussions with senior management, that the allocation of responsibilities amongst senior management should correspond to the evolving stages of development of the Company. With the full support of senior management, the Board has resolved that Mr. Lam Kin Hong, Matthew, be appointed Chief Executive Officer of the Company in place of Mr. Ho Wing Tim, who will assume the position of Deputy Chief Executive Officer, specialising in financial matters. Both appointments take effect from 4th September, 2002.
- (3) Mr. Chan Lap Wai has resigned as a Director of the Company with effect from 4th September, 2002. The Directors wish to record a vote of thanks to Mr. Chan for his contribution to the Company during his tenure of office.

The Directors are pleased to announce that Mr. Andrew Purcell has been appointed a Director of the Company with effect from 4th September, 2002. The Board extends its warm welcome to Mr. Purcell.

By order of the Board
Lai Fung Holdings Limited
Yeung Kam Hoi
Company Secretary