



Magnum International Holdings Limited

(Incorporated in Bermuda with limited liability)

(Stock code: 305)

RESIGNATION OF AN INDEPENDENT NON-EXECUTIVE DIRECTOR AND ANNOUNCEMENT PURSUANT TO RULES 3.11 AND 3.23 OF THE LISTING RULES

The Board of Directors (the “Board”) of Magnum International Holdings Limited (the “Company”) announces that Ms Kwan Huey Jin resigned as an independent non-executive director of the Company with effect from 30th September 2004. Ms Kwan confirmed that she has no disagreement with the Board and there is no matter relating to her resignation that will need to be brought to the attention of the shareholders of the Company.

The Board would like to express its appreciation to Ms Kwan for her valuable contribution to the Company.

Rule 3.10(1) of the Rules Governing the Listing of Securities (“Listing Rules”) on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) requires every board of directors of a listed issuer must include at least three independent non-executive directors.

Rule 3.10(2) of the Listing Rules require at least one of the independent non-executive directors must have appropriate professional qualifications or accounting or related financial management expertise.

Rule 3.21 of the Listing Rules requires every listed issuers to establish an audit committee comprising at least three non-executive directors, at least one of whom should be an independent non-executive director with appropriate professional qualifications or accounting or related financial management expertise as required under Rule 3.10(2) of the Listing Rules.

Upon the resignation of Ms Kwan, the Board of the Company comprises four executive directors and two independent non-executive directors. The Audit Committee comprised of the two independent non-executive directors. Thus, the Company is not able to meet the requirements of Rules 3.10(1) and 3.21 of the Listing Rules. However, the Company does fulfill the requirements of Rule 3.10(2) and second part of Rule 3.21 in which one of our independent non-executive directors has the professional qualifications as required under Rule 3.10(2) of the Listing Rules.

The Company has been looking for an appropriate candidate for appointment as the third independent non-executive director. In the middle of September, the Board has identified a candidate for consideration by the Board. However, as at the date of this announcement, the Company is still not able to appoint the third independent non-executive director to meet the requirement of Rule 3.10(1) and 3.21 of the Listing Rules.

The Company is taking a careful and cautious attitude to look for a suitable candidate for the benefit of the shareholders. The Company is in the process of identifying appropriate candidates for the consideration of the Board. The Company and the Board will made every effort to ensure that a suitable candidate be appointed as soon as possible to fulfill the requirements of Rules 3.10(1) and 3.21 of the Listing Rules. Further announcement will be made by the Company in due course.

At the date of this announcement, the Board comprises Mr Lim Teong Leong, Mr Tam Cheok Wing, Mr Ooi Sin Heng and Mr Chan Hon Ming as executive directors and Mr Wong Ming Shiang and Mr Lim Eng Ho as independent non-executive directors.

By order of the Board
Lim Teong Leong
Chairman

Hong Kong, 30th September 2004

*Please also refer to the published version of this announcement in the (**The Standard**)*