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HANNY HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)
Stock code: 275



ITC CORPORATION LIMITED

(Incorporated in Bermuda with limited liability)
Stock code: 372

ANNOUNCEMENT

Famex, an indirect wholly-owned subsidiary of ITC, acquired 11,000,000 Hanny Shares on 21 October 2005 on market. The Acquisition constitutes a breach of Rule 21.3 of the Takeovers Code by ITC. The Executive criticises the board of directors of ITC for such breach. The board of directors of ITC apologises for the unintentional breach and sincerely accepts the criticism.

China Strategic Shareholders are advised to take into consideration the Acquisition in their deliberation of the China Strategic Offer and the GDI Offer.

Reference is made to the joint announcement dated 19 April 2005 (the "Joint Announcement") issued by Hanny, China Strategic, Well Orient, Nation Field Limited and GDI in relation to, among other things, the possible voluntary offer to be made by Hanny for the GDI Shares, the announcement of Hanny dated 21 October 2005 and the announcement of ITC dated 24 October 2005. Capitalised terms used herein shall have the same meanings as those defined in the Joint Announcement unless the context requires otherwise.

Hanny was informed by Famex Investment Limited ("Famex"), a substantial shareholder of Hanny and an indirect wholly-owned subsidiary of ITC, that Famex has on 21 October 2005 acquired 11,000,000 Hanny Shares (the "Acquisition") from the market at a price of HK\$4.00 per Hanny Share. As Hanny will make the GDI Offer after completion of the China Strategic Group Reorganisation which involves the issue of securities of Hanny as consideration, pursuant to Rule 21.3 of the Takeovers Code, neither Hanny nor a person acting in concert with it may, except with the consent of the Executive, deal in any securities of Hanny during the GDI Offer period. Hanny has, shortly after the release of the Joint Announcement, advised its concert parties including ITC the implications of Rule 21.3 of the Takeovers Code. ITC has not sought the prior consent of the Acquisition from the Executive. As the Acquisition was notified to Hanny after the 11,000,000 Hanny Shares were traded on the market on 21 October 2005, Hanny was not in a position to seek prior consent of the Acquisition from the Executive on behalf of ITC. The Acquisition constitutes a breach of Rule 21.3 of the Takeovers Code by ITC.

The board of directors of ITC admits that ITC has breached Rule 21.3 of the Takeovers Code. The Executive criticises the board of directors of ITC for the breach. The board of directors of ITC apologises for the unintentional breach of Rule 21.3 and sincerely accepts the criticism of the Executive. The respective board of directors of Hanny and ITC has each undertaken to the Executive that they will put in place suitable measures to ensure future compliance with the Takeovers Code in respect of the China Strategic Offer and the GDI Offer.

China Strategic Shareholders are advised to take into consideration the Acquisition in their deliberation of the China Strategic Offer and the GDI Offer.

As at the date of this announcement,
the directors of Hanny are as follows:

Executive Directors:

Dr. Chan Kwok Keung, Charles (*Chairman*)
Dr. Yap, Allan (*Managing Director*)
Mr. Lui Siu Tsuen, Richard
(*Deputy Managing Director*)

Independent Non-executive Directors:

Mr. Yuen Tin Fan, Francis
Mr. Kwok Ka Lap, Alva
Mr. Wong King Lam, Joseph

By order of the board
HANNY HOLDINGS LIMITED
Lui Siu Tsuen, Richard
Deputy Managing Director

Hong Kong, 15 November 2005

The directors of Hanny jointly and severally accept full responsibility for the accuracy of the information contained in this announcement (other than those relating to ITC) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement (other than those relating to ITC) have been arrived at after due and careful consideration and there are no other facts (other than those relating to ITC) not contained in this announcement, the omission of which would make any statement in this announcement misleading.

The directors of ITC jointly and severally accept full responsibility for the accuracy of the information contained in this announcement (other than those relating to Hanny) and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement (other than those relating to Hanny) have been arrived at after due and careful consideration and there are no other facts (other than those relating to Hanny) not contained in this announcement, the omission of which would make any statement in this announcement misleading.

Please also refer to the published version of this announcement China Daily.

As at the date of this announcement,
the directors of ITC are as follows:

Executive Directors:

Dr. Chan Kwok Keung, Charles (*Chairman*)
Ms. Chau Mei Wah, Rosanna
(*Deputy Chairman and Managing Director*)
Mr. Chan Kwok Hung
Mr. Chan Fut Yan
Mr. Cheung Hon Kit

Independent Non-executive Directors:

Mr. Chuck Winston Calptor
Mr. Lee Kit Wah
Mr. Wong Kam Cheong, Stanley

By order of the board
ITC CORPORATION LIMITED
Law Hon Wa, William
Company Secretary