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STYLAND HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 211)

UPDATE ON PROPOSED SUBSCRIPTION OF NEW SHARES

Summary

The Board would like to update its shareholders on the current status of the proposed subscription of a total of 400 million new shares in the Company by New Power, Bloom Star, Lam Kwan Chak and Tang Wai Ting pursuant to their respective subscription agreements entered into by them with the Company on 15 November 2007 (as supplemented) as previously disclosed.

Reference is made to the announcement dated 19 November 2007, the circular dated 28 November 2007 (the “**Circular**”), the announcement dated 17 January 2008, the announcement dated 22 April 2008 and the announcement dated 16 July 2008 of the Company regarding, among others, the subscription (the “**Subscription**”) by New Power Management Limited (“**New Power**”), Bloom Star Investment Limited (“**Bloom Star**”), Lam Kwan Chak and Tang Wai Ting (together, the “**Subscribers**”) of a total of 400,000,000 new Shares (the “**Subscription Shares**”) pursuant to four several subscription agreements (collectively, the “**Subscription Agreements**”) entered into with the Company on 15 November 2007, as each supplemented by a supplemental subscription agreement dated 15 January 2008, the second supplemental subscription agreement dated 15 April 2008 and the third supplemental subscription agreement dated 15 July 2008 (collectively, the “**Supplemental Agreements**”).

Unless the context otherwise requires, capitalized terms used in this announcement have the same meanings as defined in the Circular.

As disclosed in the announcement of the Company dated 16 July 2008, the longstop date for fulfillment or (if applicable) waiver of the conditions precedents (the “**Conditions Precedent**”) to complete the Subscription Agreements has been extended to 31 December 2008 (the “**Longstop Date**”).

The Board would like to update its shareholders of the current status of the Subscription.

As at the date of this announcement, the Conditions Precedent relating to the resumption of trading of the Shares on the Stock Exchange and the obtaining of the grant by the Listing Committee of the Stock Exchange of the listing of and permission to deal in the Subscription Shares remained to be fulfilled as at the Longstop Date.

In light of the above, New Power, Bloom Star and Lam Kwan Chak (who have agreed to subscribe for an aggregate of 300 million Subscription Shares) have each agreed with the Company to further extend the Longstop Date to 31 March 2009 (the “**Extension**”) by entering into a fourth supplemental subscription agreement with the Company that takes effect as of 31 December 2008.

Except for the Extension, all the terms and conditions of the Subscription Agreements (as supplemented by the Supplemental Agreements) entered into by the Company with New Power, Bloom Star and Lam Kwan Chak remain unchanged. The Board considers that the Extension, which signifies the support of these prospective investors of the Company, is in the interests of the Company and the Shareholders as a whole.

Tang Wai Ting, being the Subscriber who has originally agreed to subscribe for 100 million Subscription Shares, has indicated to the Company her intention to withdraw from the Subscription. As such, the Company and Tang Wai Ting have mutually agreed to release each other from their respective obligations under the Subscription Agreement entered into between them and in accordance with the terms thereof with effect from 2 January 2009.

By Order of the Board of
Styland Holdings Limited
Chan Chi Mei Miranda
Director

Hong Kong, 2 January 2009

As at the date of this announcement, the Board consists of four executive Directors, Ms Yeung Han Yi Yvonne, Ms Chan Chi Mei Miranda, Mr Cheung Hoo Win, Ms Zhang Yuyan and three independent non-executive Directors, Mr Lim Man San David, Mr Yeung Shun Kee Edward and Mr Li Hancheng.