



MEXAN LIMITED

茂盛控股有限公司*

(Incorporated in Bermuda with limited liability)
(Stock Code: 22)

APPOINTMENT OF DIRECTORS AND CHANGE OF THE CHAIRMAN AND MANAGING DIRECTOR OF THE COMPANY

The Board is pleased to announce that with effect from 19 April 2007, (i) Mr. Lun Chi Yim, Mr. Lun Yiu Kay Edwin and Mr. Ng Tze Ho Joseph are appointed as executive directors of the Company, and (ii) Dr. Tse Kwing Chuen, Mr. Ng Hung Sui Kenneth and Mr. Lam Yiu Pang Albert are appointed as independent non-executive directors of the Company. The Board also announces that Mr. Lun Chi Yim is appointed as Chairman and Mr. Lun Yiu Kay Edwin is appointed as Managing Director of the Company with effect from 19 April 2007.

The board of directors (the "Board") of MEXAN LIMITED (the "Company") is pleased to announce the following appointment of directors of the Company (collectively, the "New Directors") with effect from 19 April 2007.

Mr. Lun Chi Yim ("Mr. CY Lun")

Mr. CY Lun, aged 73, has been appointed as executive director of the Company.

Mr. CY Lun is an experienced real property investor in Hong Kong since the 1970's. He is a graduate of the Civil Engineering Department in the South China University of Technology in the People's Republic of China (the "PRC") in 1957 and was appointed as a Guest Professor in the South China University of Technology in the PRC since 2001. He is the Permanent Honorary President of the Hong Kong Real Estate Agencies General Association Limited and an honorary citizen in the city of Lo Din in Guangdong Province of the PRC.

Mr. CY Lun is the founder of the Winland Group which is a diversified group of companies established in Hong Kong and principally engaged in the businesses of property investment, money lending (only on security of immovable properties or shares of listed companies) and the provision of hotel and property management services. Mr. CY Lun also engages in various infrastructure investments in the PRC through joint ventures.

As at the date of this announcement, Mr. CY Lun beneficially owns 964,548,303 shares in the Company representing approximately 73.58% of the total issued share capital of the Company through Winland Wealth (BVI) Limited, a company registered in the British Virgin Islands with limited liability, of which Mr. CY Lun is the sole director and ultimate sole shareholder. Mr. CY Lun is also a director of Goodnews Investments Limited, City Promenade Limited and Herovantage Limited, all of which are wholly-owned subsidiaries of the Company.

Save that Mr. CY Lun is the father of Mr. Edwin Lun, an executive director and the Managing Director of the Company, Mr. CY Lun has no other relationship with any directors, senior management or substantial or controlling shareholders of the Company.

Mr. Lun Yiu Kay Edwin ("Mr. Edwin Lun")

Mr. Edwin Lun, aged 37, has been appointed as executive director of the Company.

Mr. Edwin Lun holds a Bachelor's Degree in Science (Land Management) from the University of Reading, United Kingdom. He has over thirteen years' experience in property investment, finance and management. He is also experienced in hotel management and in the tourism industry. Mr. Edwin Lun joined the Winland Group in 1994 and is currently a director of various companies in the Winland Group. He is also a director of Goodnews Investments Limited, City Promenade Limited and Herovantage Limited, all of which are wholly-owned subsidiaries of the Company.

Save that Mr. Edwin Lun is the son of Mr. CY Lun, the Chairman and an executive director of the Company; Mr. Edwin Lun has no other relationship with any directors, senior management or substantial or controlling shareholders of the Company.

Mr. Ng Tze Ho Joseph ("Mr. Joseph Ng")

Mr. Joseph Ng, aged 35, has been appointed as executive director of the Company.

Mr. Joseph Ng holds a Bachelor's Degree in Science (Quantity Surveying) from the University of Reading, United Kingdom. He has over twelve years' experience in property investment and development, leasing and management. Mr. Joseph Ng joined the Winland Group in 1997 and is currently a director of several companies in the Winland Group.

Mr. Joseph Ng has no relationship with any directors, senior management or substantial or controlling shareholders of the Company.

Dr. Tse Kwing Chuen ("Dr. Tse")

Dr. Tse, aged 56, has been appointed as independent non-executive director of the Company.

Dr. Tse obtained a Master's Degree in Economics from the Zhongshan University, the People's Republic of China and a Doctorate's Degree of Philosophy in Business Administration from the Bulacan State University, the Republic of the Philippines.

Dr. Tse is a director of China Tiger Investment Fund Management Limited, a company incorporated in Hong Kong and is experienced in management of business enterprises. He is the Deputy President of China Universities Alumni (H.K.) Association and visiting Professor in Sun Yat-sen University in the PRC, and Tianjin Normal University in the PRC.

Dr. Tse has no relationship with any directors, senior management or substantial or controlling shareholders of the Company.

Mr. Ng Hung Sui Kenneth ("Mr. Kenneth Ng")

Mr. Kenneth Ng, aged 40, has been appointed as independent non-executive director of the Company.

Mr. Kenneth Ng obtained a Bachelor's Degree in Laws from the University of Hong Kong and is a solicitor practicing in Hong Kong since 1992. He was also admitted as a solicitor in England and Wales in 1993 and as a legal practitioner in Tasmania, Australia in 1994. He is a partner of Messrs. Yaddy Cheung & Co. Solicitors and a member of the Criminal Law & Procedure Committee of the Law Society of Hong Kong.

Mr. Kenneth Ng is an independent non-executive director of Samson Paper Holdings Limited, whose shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited.

Mr. Kenneth Ng has no relationship with any directors, senior management or substantial or controlling shareholders of the Company.

Mr. Lam Yiu Pang Albert ("Mr. Albert Lam")

Mr. Albert Lam, aged 60, has been appointed as independent non-executive director of the Company.

Mr. Albert Lam obtained a Bachelor's Degree in Economics from the University of Tasmania, Australia. He is an associate member of The Institute of Chartered Accountants in Australia, and the Hong Kong Institute of Certified Public Accountants.

Mr. Albert Lam has no relationship with any directors, senior management or substantial or controlling shareholders of the Company.

As at the date of this announcement, the New Directors (save for Mr. CY Lun as disclosed above) do not have any interest in the shares of the Company within the meaning of Part XV of the SFO.

The New Directors (save for Mr. Kenneth Ng as disclosed above) had not held any other directorships in any listed public companies in the last three years.

There is no service contract between the Company and the New Directors. The emoluments of each of the New Directors will be determined by the Board with reference to his position, his level of responsibilities and remuneration policy of the Company, and to the perception of industry standards and prevailing market conditions.

The New Directors shall hold office only until the next following annual general meeting of the Company and shall then be eligible for re-election at that meeting in accordance with the bye-laws of the Company.

Save as disclosed above, each of the New Directors and the Company is not aware of any other matters that need to be brought to the attention of the holders of securities of the Company and there is no information that is required to be disclosed pursuant to rules 13.51(2)(h) to (v) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited in respect of each of the New Directors.

The Board gives its warmest welcome to Mr. CY Lun, Mr. Edwin Lun, Mr. Joseph Ng, Dr. Tse, Mr. Kenneth Ng and Mr. Albert Lam.

Redesignation of the Chairman and Managing Director of the Company

The Board further announces the following changes in position took effect on 19 April 2007:—

- (1) Mr. Lau Kan Shan has resigned from his position as Chairman of the Company but remains as an executive director of the Company. Mr. CY Lun is appointed as Chairman of the Company.
- (2) Mr. Tse On Kin has resigned from his position as Managing Director of the Company but remains as an executive director of the Company. Mr. Edwin Lun is appointed as the Managing Director of the Company.

Both Mr. Lau Kan Shan and Mr. Tse On Kin confirmed that they had no disagreement with the Board and there is no matter that needs to be brought to the attention of the holders of securities of the Company.

The Board takes this opportunity to express its gratitude to Mr. Lau Kan Shan and Mr. Tse On Kin for their valuable contribution to the Company during their respective terms of office as the Chairman and Managing Director of the Company.

By Order of the Board
MEXAN LIMITED
Lun Yiu Kay Edwin
Managing Director

Hong Kong, 19 April 2007

As at the date of this announcement, the executive directors of the Company are Mr. Lun Chi Yim (Chairman), Mr. Lun Yiu Kay Edwin (Managing Director), Mr. Ng Tze Ho Joseph, Mr. Lau Kan Shan, Mr. Tse On Kin and Ms. Ching Yung and the independent non-executive directors of the Company are Dr. Tse Kwing Chuen, Mr. Ng Hung Sui Kenneth, Mr. Lam Yiu Pang Albert, Mr. Chan Wai Dune, Mr. Lau Wai and Mr. Tong Kwai Lai.

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

* For identification purposes only