

**LANDUNE 藍頓國際**  
**LANDUNE INTERNATIONAL LIMITED**  
**藍頓國際有限公司**

*(Incorporated and existing under the laws of Hong Kong with limited liability)*

(Stock Code: 245)

This statement is made at the request of The Stock Exchange of Hong Kong Limited.

We have noted the increase in the trading volume of the shares of Landune International Limited (the “Company”), we are not aware of any reasons for such increase.

The Company is currently exploring the possibility of establishing certain co-operating arrangements including the establishment of a joint venture company with various parties potentially including the controlling shareholder for engaging in the retail and distribution business in the People’s Republic of China. As at the date of this announcement, the evaluation and negotiation are still in the preliminary stage and this co-operating arrangement may or may not proceed. Save as disclosed above, there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Rule 13.23. Neither is the Board aware of any matter discloseable under the general obligation imposed by Rule 13.09, which is or may be of a price-sensitive nature. The Company will make further announcements regarding the investment matter when the outcome of which is more certain and decisive.

Shareholders of the Company and potential investors are reminded to exercise caution when dealing in the shares of the Company.

By Order of the Board  
**Landune International Limited**  
**Ng Chun Chuen, David**  
*Executive Director*

Hong Kong SAR, 3rd July, 2006

*As at the date of this announcement, the Board comprises Messrs. Ni Xinguang and Ng Chun Chuen, David who are executive directors and Messrs. Chan Wai Sum, Tang Chi Wing and Lu Wei who are independent non-executive directors.*

Please also refer to the published version of this announcement in The Standard.