

The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



REXCAPITAL Financial Holdings Limited

(Incorporated in Bermuda with limited liability)

(Stock code: 555)

ANNOUNCEMENT

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules.

The Board was informed by Mr. Chan How Chung, Victor that he has, through Smart Ease, acquired the entire interest in the issued share capital of Kingly on 17 January 2007 such that Mr. Chan is taken to be interested in approximately 18.55% of the issued share capital of the Company upon completion of the Acquisition.

This announcement is made by REXCAPITAL Financial Holdings Limited (the “Company”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”).

The board of directors of the Company (the “Board”) was informed by Mr. Chan How Chung, Victor (“Mr. Chan”), an executive director of the Company, that Smart Ease Corporation, (“Smart Ease”), a company beneficially wholly owned by Mr. Chan, acquired the entire interest in the issued share capital of Kingly Profits Corporation (“Kingly”) on 17 January 2007 (the “Acquisition”).

As far as the directors of the Company are aware, as at the date of this announcement, Kingly is interested in approximately 18.55% of the issued share capital of the Company and is the single largest shareholder of the Company. Upon completion of the Acquisition, Mr. Chan became the ultimate beneficial owner of the entire issued share capital of Kingly. As such, Mr. Chan is taken to be interested in approximately 18.55% of the issued share capital of the Company.

By Order of the Board

Ng Yuen Yee

Secretary

Hong Kong, 17 January 2007

As at the date of this announcement, the Board comprises two executive directors namely Mr. Chan How Chung, Victor and Mr. Boo Chun Lon and three independent non-executive directors namely Mr. Yuen Wai Ho, Mr. On Kien Quoc and Mr. Chow Siu Ngor.

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