

The Stock Exchange of Hong Kong Limited 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

The Company has noted the recent increases in price and trading volume of the shares of the Company and wishes to state that it is not aware of any reason for such increases save as disclosed below.

This statement is made at the request of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). The board of directors of REXCAPITAL Financial Holdings Limited (the “Company”) has noted the recent increases in the price and trading volume of the shares of the Company and wishes to state that it is not aware of any reason for such increases, save as disclosed below:

The board of directors of the Company (the “Board”) wishes to state that the Company is currently in discussions with certain independent third parties with a view to explore business development opportunity for the existing business of the Company in relation to the machines and system supply section of the lottery market in China. The discussions are still taking place and at this stage, no agreement has been entered into by the Company. The discussions may or may not mature into any proposed transactions. The Company will comply with the requirements of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”) as and when appropriate.

The Board also confirms that save as disclosed above, there are no negotiations or agreements relating to intended acquisitions or realizations which are discloseable under Rule 13.23 of the Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

This announcement is made by the order of the Board, the directors of which individually and jointly accept responsibility for the accuracy of this announcement.

By Order of the Board
Chan How Chung, Victor
Executive Director

Hong Kong, 9 March 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.