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TEEM FOUNDATION GROUP LTD.

(浩基集團有限公司)*

(Incorporated in Bermuda with limited liability)

(Stock Code: 628)

COMPLETION OF PLACINGS

The Board announces that completion of the placing of 161,280,000 Shares pursuant to the 1st Placing Agreement took place on 24 July 2007. The Board further announces that the placing of 45,000,000 Shares pursuant to the 2nd Placing Agreement was completed on 24 July 2007. Pursuant to the 1st Placing Agreement and 2nd Placing Agreement, a total of 206,280,000 Shares were placed by the Placing Agent to not less than six Placees who and whose ultimate beneficial owners are third parties independent of the Company and its connected persons at the Placing Price of \$2.65 per Share.

Reference is made to the announcement of the Company dated 19 July 2007 in respect of the placing of 161,280,000 Shares (the “**1st Placing**”) and the announcement of the Company dated 20 July 2007 (the “**20 July Announcement**”) in respect of the placing of 45,000,000 Shares (the “**2nd Placing**”). Capitalised terms used herein shall have the same meanings as those defined in the 20 July Announcement unless otherwise defined in this announcement.

The 1st Placing

The Board announces that all the conditions under the placing agreement dated 19 July 2007 entered into among the Company, the Placing Agent and the Vendor (the “**1st Placing Agreement**”) had been fulfilled and completion of the 1st Placing took place on 24 July 2007 in accordance with the 1st Placing Agreement. A total of 161,280,000 Shares, representing approximately 16.75% and 13.80% of the existing and the enlarged issued share capital (as enlarged by the Previous Subscription and the Subscription) of the Company respectively, were placed by the Placing Agent to not less than six Placees at the Placing Price of HK\$2.65 per Share.

The 2nd Placing

The Board further announces that all the conditions under the placing agreement dated 20 July 2007 entered into among the Company, the Placing Agent and the Vendor (the “**2nd Placing Agreement**”) had been fulfilled and the completion of the 2nd Placing took place on 24 July 2007 in accordance with the 2nd Placing Agreement. A total of 45,000,000 Shares, representing 4.67% and 3.85% of the existing and the enlarged issued share capital (as enlarged by the Previous Subscription and the Subscription) of the Company respectively, were placed by the Placing Agent to not less than six Placees at the Placing Price of HK\$2.65 per Share.

To the best of the Directors’ knowledge, information and belief, having made all reasonable enquiries, the respective Placees of the 1st Placing and the 2nd Placing and their ultimate beneficial owners are independent third parties not connected with the Company and its connected persons. None of the Placees become substantial shareholder of the Company as a result of the 1st Placing and the 2nd Placing.

Please refer to the 20 July Announcement for effect of the shareholding structure of the Company following completion of the 1st Placing and the 2nd Placing.

By order of the Board
Teem Foundation Group Ltd.
Lum Chor Wah, Richard
Chairman

Hong Kong, 26 July 2007

As at the date of this announcement, the Board comprises of three executive Directors, namely Mr. Lum Chor Wah, Richard, Mr. Tang Hin Keung and Mr. Pun Yuen Sang and three independent non-executive Directors, namely Mr. Leung Chi Hung, Mr. Tsui Robert Che Kwong and Mr. Cheung Yim Kong, Johnny.

* For identification purpose only