



GFT HOLDINGS LIMITED

真樂發控股有限公司*

(incorporated in Bermuda with limited liability)

(stock code: 1003)

CLARIFICATION ANNOUNCEMENT

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited in response to a newspaper article published in Hong Kong Daily News on 29 May 2007 (the "Article") which reported on, among other things, that GFT Holdings Limited (the "Company") would acquire a resources business in Inner Mongolia in the near future and a large portion of the consideration would be settled by placement of new shares of the Company.

The board of directors (the "Board") of the Company would like to clarify that it is not aware of and has no knowledge of the source of the contents of the Article and the information provided in the Article is inaccurate.

The Board would also like to provide the update on the Possible Investment (as defined in the Company's announcement dated 3 January 2007) that there is no material progress in the negotiation and it is expected that the Possible Investment is unlikely to proceed further.

By Order of the Board
GFT Holdings Limited
Leung Wai Ho
Chairman

Hong Kong, 29 May 2007

As at the date of this announcement, the Board comprises Mr. Leung Wai Ho, Mr. Wong Chung Shun and Mr. Ha Kee Choy, Eugene as executive directors and Mr. Chui Chi Yun, Robert, Mr. Lam Kwok Cheong and Mr. Lai Wing Leung, Peter as independent non-executive directors.

** for identification purpose only*