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LUEN CHEONG TAI INTERNATIONAL HOLDINGS LIMITED

聯昌泰國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

FURTHER DELAY IN ANNUAL RESULTS ANNOUNCEMENT AND DISPATCH OF ANNUAL REPORT FOR THE YEAR ENDED 31ST MAY, 2001

The annual results announcement of Luen Cheong Tai International Holdings Limited (the "Company") for the year ended 31st May, 2001 (the "Annual Results Announcement") will be further postponed to on or before 4th March, 2002. Accordingly, the annual report of the Company for the year ended 31st May, 2001 (the "Annual Report") is expected to be dispatched to its shareholders within 7 working days after the publication of the Annual Results Announcement.

The above further delay is to allow more time for additional and necessary information and evidence to be gathered for the audit to be duly concluded.

This is the fifth delay of the Annual Results Announcement, which is due to circumstances outside the control of the management. The directors of the Company acknowledge that they have breached paragraphs 8(1) and 11(1) of the Listing Agreement and that The Stock Exchange of Hong Kong Limited reserves its rights to take appropriate actions against the Company and its directors in respect of the breach.

Shareholders of the Company and the public are advised to exercise caution when dealing in the securities of the Company.

Further to the Company's announcements of 27th September, 2001, 12th October, 2001, 21st November, 2001, 24th December, 2001 and 16th January, 2002 regarding the Annual Results Announcement, the directors of the Company announce that there will be a further delay in the publication of the audited results of the Company and its subsidiaries (the "Group") for the year ended 31st May, 2001 to on or before 4th March, 2002.

Accordingly, the annual report of the Company for the year ended 31st May, 2001 (the "Annual Report") is expected to be dispatched to its shareholders within 7 working days after the publication of the Annual Results Announcement.

The above further delay is to allow more time for additional and necessary information and evidence to be gathered by the management for the audit to be duly concluded. These are outstanding information such as solicitors' confirmation of pending litigations and additional evidence mainly relating to certain items of material amounts in the consolidated accounts.

In addition, there are outstanding information which include work schedules and further explanations yet to be furnished by the overseas auditors of a wholly owned overseas subsidiary, Finestyle Investment (Suriname) N.V. in support of their conclusions drawn in relation to the audit of the subsidiary's account for the financial year ended 31st May, 2001 since the date of its acquisition on 7th September, 2000. As at 31st May, 2001, the total unaudited net assets of the overseas subsidiary excluding intragroup balances is approximately HK\$100 million compared to the total unaudited net assets of approximately HK\$154 million of the Group, i.e. 64.9%.

The management regrets that due to circumstances outside their control, the Annual Results Announcement has to be further delayed for the fifth time, but the management will use their best endeavour to ensure that the Annual Results Announcement will be released as early as possible. Having worked closely with the auditors of the Company, the board of directors of the Company believes that the target date for the Annual Results Announcement as mentioned above is achievable and realistic.

Pursuant to the Listing Agreement, the Annual Results Announcement is required to be published and the Annual Report of the Company dispatched to its shareholders on or before 30th September, 2001. The directors of the Company acknowledge that they have breached paragraphs 8(1) and 11(1) of the Listing Agreement and that The Stock Exchange of Hong Kong Limited reserves its rights to take appropriate actions against the Company and its directors in respect of the breach.

The directors of the Company have respectively confirmed that they have not dealt in the shares of the Company since 24th August, 2001 and have also undertaken not to deal in the shares of the Company until the publication of the Annual Results Announcement.

Shareholders of the Company and the public are advised to exercise caution when dealing in the securities of the Company.

By Order of the Board
Luen Cheong Tai International Holdings Limited
Chan Man Chuen
Chairman