



AUPU GROUP HOLDING COMPANY LIMITED
奥普集团控股有限公司

(incorporated in the Cayman Islands as an exempted company with limited liability)
(Stock Code: 477)

**Clarification announcement made
pursuant to paragraph 13.09(1) of the Listing Rules**

This announcement is made pursuant to the disclosure obligation under paragraph 13.09(1) of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "Listing Rules").

AUPU Group Holding Company Limited ("the Company") was aware that it was reported in a certain newspaper in Hong Kong that the Company has been served with a writ. The Company would like to clarify the matter and state that it categorically denies these claims and has instructed lawyers to contest and seek dismissal of the court action vigorously.

Directors of the Company believe that the court action does not have any merit and hence will not have any material adverse impact on the financial condition or operations of the Company and its subsidiaries.

The Company will make further announcement(s) to inform the shareholders of further developments as and when appropriate. Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

This announcement is made pursuant to the disclosure obligation under paragraph 13.09(1) of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "Listing Rules").

AUPU Group Holding Company Limited ("the Company") was aware that it was reported in a certain newspaper in Hong Kong that the Company has been served with a writ. The Company would like to clarify as follows:-

On 20 April 2007, the Company was served with a Writ of Summons for Court of First Instance of the High Court Action No. HCA 782 of 2007 against both the Company and Hangzhou AUPU Electrical Appliances Co., Ltd., a wholly-owned subsidiary of the Company. The Writ of Summons seeks various injunctive relief (together with ancillary relief including orders for inquiry about damages and discovery) and declaratory relief in relation to the use of **AUPU** and "奥普" and their Hong Kong trade mark registrations.

The Writ of Summons does not set out the basis of the claims against the Company or Hangzhou AUPU Electrical Appliances Company Limited. The Company categorically denies these claims and has instructed lawyers to contest and seek dismissal of the said court action vigorously.

Directors of the Company believe that the court action does not have any merit and hence will not have any material adverse impact on the financial condition or operations of the Company and its subsidiaries.

The Company will make further announcement(s) to inform the shareholders of further developments as and when appropriate. So far as the directors of the Company are aware, save as disclosed herein, there is no other information that warrants disclosure pursuant to Rule 13.09 of the Listing Rules.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
AUPU Group Holding Company Limited
Leung Wah
Company Secretary

Hong Kong, 23 April 2007

On the date of this announcement, the executive directors are Mr. James Fang and Mr. Fang Shengkang; the non-executive directors are Mr. Lu Songkang and Mr. Chai Junqi; the independent non-executive directors are Mr. Wu Tak Lung, Mr. Cheng Houbo and Mr. Shen Jianlin.